

**Florida  
Power**  
CORPORATION

April 16, 1984  
3F0484-15

Mr. H. R. Denton, Director  
Office of Nuclear Reactor Regulation  
Attention: Document Control Desk  
U. S. Nuclear Regulatory Commission  
Washington, D.C. 20555

Subject: Crystal River Unit 3  
Docket No. 50-302  
Operating License No. DPR-72  
Annual Financial Reports for Florida Power Corporation  
and Participants

Dear Mr. Denton:

Florida Power Corporation (FPC) hereby submits the 1983 Annual Financial Reports for Florida Power Corporation and Participants (co-owners of Crystal River Unit 3) except the City of Kissimmee and the City of Tallahassee. FPC submits the aforementioned reports in compliance with 10CFR50.71(b) and Regulatory Guide 10.1 "Compilation of Reporting Requirements for Persons Subject to NRC Regulations".

Should you have any questions concerning this submittal, please contact this office.

Sincerely,

G. R. Westafer  
Manager, Nuclear Operations  
Licensing and Fuel Management

Attachments

DVH/ddl

cc: Mr. J. P. O'Reilly  
Regional Administrator, Region II  
Office of Inspection and Enforcement  
U. S. Nuclear Regulatory Commission  
101 Marietta Street, N.W., Suite 2900  
Atlanta, GA 30303

*M/00A  
1/10 sets*

8404240404 840416  
PDR ADOCK 05000302  
I PDR

# CITY OF OCALA, FLORIDA

MARION COUNTY

## 10 FASTEST GROWING METROPOLITAN AREAS\*

	1980	CHANGE
POPULATION FROM 1970		
1. FORT PIERCE-CAPRI CORAL, FL.	205,266	UP 95%
2. OCALA, FL. . . .	<b>188,488</b>	<b>UP 77%</b>
3. LAS VEGAS	461,816	UP 69%
4. SAVANNAH, GA.	202,251	UP 68%
5. FORT COLLINS, CO.	149,184	UP . . .
6. PALM BEACH-BIRMINGHAM, FL.	573,125	UP . . .

KINGDOM

OF THE SUN

\*SOURCE: U.S. NEWS AND WORLD REPORT



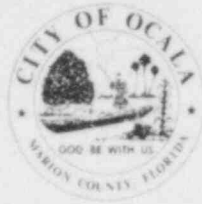
# COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDING SEPTEMBER 30, 1983

CITY OF OCALA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 1983

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, 1983

### CITY COUNCIL - 1982 - 1983

MALCOLM R. DUGGAN, JR., PRESIDENT  
WAYNE L. RUBINAS, MAYOR  
GREG S. CLARK  
JAMES C. CUNNINGHAM, SR.  
GERALD K. EGGLE  
SALLY A. KNOPE

### CITY OFFICIALS

CITY MANAGER	SCOTTY J. ANDREWS
BUILDING OFFICIAL	DONALD C. NOXON
CITY ATTORNEY	SEYMOUR H. ROWLAND, JR.
CITY CLERK	M. JANE MILAM
CITY ENGINEER	DOUG O. IANNARELLI
DATA PROCESSING MANAGER	CHESTER K. HOLLOWAY
ELECTRIC UTILITY DIRECTOR	DEAN G. SHAW
FINANCE DIRECTOR	ROBERT F. SPRINKLE
FIRE CHIEF	WILLIAM E. WOODS
GOLF PRO/MANAGER	JAMES M. YANCEY
INTERNAL AUDITOR	ERIC J. LEWERENZ
LIBRARY DIRECTOR	STAN BUSTETTER
PERSONNEL DIRECTOR	ROBERT J. BEARDMORE
PLANNING DIRECTOR	JOSEPH L. CONE
POLICE CHIEF	A. LEE MCGEHEE
PUBLIC WORKS DIRECTOR	GARY R. STEWART
PURCHASING AGENT	HENRY B. FULTS
RECREATION DIRECTOR	HOWARD A. ROHRBACHER
WATER AND SEWER DIRECTOR	RICHARD A. DAVIS

## INTRODUCTORY SECTION

THIS SECTION CONTAINS THE FOLLOWING SUBSECTIONS.

TABLE OF CONTENTS

LETTER OF TRANSMITTAL

CERTIFICATE OF CONFORMANCE

CITY OF OCALA ORGANIZATION CHARTS

CITY OF OCALA, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 1983

TABLE OF CONTENTS

	<u>Pages</u>
<u>I. INTRODUCTORY SECTION</u>	
Letter of Transmittal .....	v-xv
Certificate of Comformance .....	xvi
City of Ocala Organization Charts .....	xvii
<u>II. FINANCIAL SECTION</u>	
Report of Certified Public Accountants .....	xviii
<u>General Purpose Financial Statements (Combined Statements - Overview)</u>	
● Combined Balance Sheet - All Fund Types and Account Groups .....	1-4
● Combined Statement of Revenues, Expend- itures and Changes in Fund Balances - All Governmental Fund Types .....	5
● Combined Statement of Revenues, Expend- itures and Changes in Fund Balances - Actual and Budget - General and Special Revenue Fund Types .....	6-7
● Combined Statement of Revenues and Expenses - All Proprietary Fund Types and Nonexpendable Trust Fund .....	8
● Combined Statement of Changes in Fund Equity - All Proprietary Fund Types and Nonexpendable Trust Fund .....	9-10
● Combined Statement of Changes in Financial Position - All Proprietary Fund Types and Nonexpendable Trust Fund .....	11
● Notes to Financial Statements .....	12-37

Individual Fund and Combining  
Statements - By Fund Type

Governmental Fund Types

Special Revenue Funds

● Combining Balance Sheet .....	38-39
● Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Actual and Budget .....	40-41
● Statement of Revenues, Expenditures and Changes in Fund Balance - Actual and Budget:	
Federal Revenue Sharing Fund .....	42
Occupational License Fund .....	43
Central Florida Regional Library Fund .....	44
Off-Street Parking Fund .....	45
Downtown Development Fund .....	46
Local Gasoline Tax Fund .....	47

Debt Service Funds

● Combining Balance Sheet .....	48
● Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	49

Capital Project Funds

● Combining Balance Sheet .....	50
● Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	51

Proprietary Fund Type

Enterprise Funds

● Combining Balance Sheet .....	52-53
● Combining Statement of Revenues and Expenses .....	54-55
● Combining Statement of Changes in Fund Equity .....	56-57
● Combining Statement of Changes in Financial Position .....	58-59

	<u>Pages</u>
● Electric and Bulk Power Supply	
Revenue Funds:	
Consolidating Balance Sheet .....	60-61
Consolidating Statement of Revenues and Expenses .....	62
Consolidating Statement of Changes in Fund Equity .....	63-64
Consolidating Statement of Changes in Financial Position .....	65
 <u>General Fixed Asset Account Group</u>	
● Schedule of General Fixed Assets by Function and Activity .....	66
● Schedule of Changes in General Fixed Assets by Function and Activity .....	67
 <u>III. STATISTICAL SECTION</u>	
● General Governmental Revenues by Source .....	68-69
● General Governmental Expenditures by Function .....	70-71
● Property Tax Levies, Tax Collections and Assessed Valuations .....	72-73
● Property Tax Rates and Levies - All Overlapping Governments .....	74
● Special Assessment Collections .....	75
● Computation of Legal Debt Margin .....	76
● Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita .....	77
● Ratio of Annual Debt Service for General Obligation Bonded Debt to Total General Expenditures .....	78



● Schedules of Bond Coverage	
Electric and Bulk Power Supply Revenue Bonds .....	79-80
Water and Sewer Revenue and Refunding Revenue Bonds and Anticipation Notes .....	81
Improvement Revenue Bonds, Series 1966 .....	82
Improvement Revenue Bonds, Series 1982 .....	83-84
Refunding and Improvement Excise Tax Bonds .....	85
Street Improvement Bonds .....	86
Pollution Control Revenue Bonds .....	87
● Debt Service Requirements to Maturity	
All Bonded Debt .....	88
Improvement Revenue Bonds .....	89
Refunding and Improvement Excise Tax Bonds .....	90-91
Electric and Bulk Power Supply Revenue Bonds .....	92-94
Water and Sewer Refunding Revenue Bonds .....	95
Street Improvement Bonds .....	96-98
● Computation of Direct and Overlapping General Obligation Debt .....	99
● Miscellaneous Statistical Data .....	100
● Demographic Statistics .....	101
● List of Ten Largest Taxpayers .....	102
● Schedule of Insurance In Force .....	103-104
● Property Value, Construction and Bank Deposits .....	105
● List of Officers' Salaries .....	106
IV. <u>SINGLE AUDIT REPORT</u>	
● Schedule of Grant Activity .....	107-108
● Reports of Certified Public Accountants on:	
Internal Accounting Control .....	109-110
Compliance with Applicable Laws, Regulations and Agreements .....	111-113



*City of Ocala*

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

January 6, 1984

City Manager and Council  
City Hall  
Ocala, Florida 32678

The Comprehensive Annual Financial Report (CAFR) of the City of Ocala, Florida for the year ended September 30, 1983 is submitted herewith.

Accounting and Reporting Practices

The City submitted their Comprehensive Annual Financial Report for year ended September 30, 1982 to the National Municipal Finance Officers Association for conformance review and their coveted certification was bestowed. The certification of conformance is included at the end of my letter. Pursuant to our certification, the accounting principles and reporting practices of the City continue to conform to generally accepted accounting principles applicable to municipal governments adopted by the Financial Accounting Standards Board (FASB) and included in "Governmental Accounting and Financial Reporting Statements 1 through 5" published by the National Council on Governmental Accounting (NCGA) adopted by the American Institute of Certified Public Accountants in the State and Local Audit Guide, as amended. The City reports investments of the Consolidated Retirement Fund at fair market value in accordance with FASB Statement Number 35.

The presentation of this Comprehensive Annual Financial Report is controlled by and is dependent on the City. We believe it fairly presents the financial position and results of the operations of the City. The fund structure of the City is designed to comply with the requirements of the NCGA and with the legal requirements of the various bond resolutions of the City. Further, the City's chart of accounts substantially complies with the State Chart of Accounts, as prescribed by the Department of Banking and Finance of the State of Florida.

The accounting records for general government operations are maintained on a modified accrual basis. Under this basis of accounting, revenues are generally recorded when earned and expenditures are recorded when incurred. The accounting records for City utilities and other proprietary funds are maintained on the accrual basis of

accounting. Budgetary control is maintained on an annual allotment basis and both expenditures and encumbrances are recorded against budgeted appropriations. One regular review is made of the proposed budget by department heads. In addition, two separate reviews are made by Finance for final annual appropriations approval. Close attention is paid to availability of funds. 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 the elective body. Monthly budget comparison reports and a schedule of investments and cash allocations, by fund, are submitted to management and Council. The monthly budget comparison reports reflect both unrealized revenues and unencumbered/unexpended appropriations. In addition, department directors are furnished monthly budget progress reports for the divisions of the City that they are responsible for managing.

For the year ended September 30, 1983, the City adopted the single audit concept for financial audit and compliance for federal grants and Federal Revenue Sharing. The auditor's reports and findings are contained in section four of our Comprehensive Annual Financial Report.

The City's accounting system is developed to ensure that the objectives of providing reasonable assurance that assets are safeguarded and that transactions are executed and recorded properly to permit the preparation of reliable financial records are met. The financial reports presented herewith are the work of the financial staff of the City and full responsibility for diligent application of these two concepts is assured and is an integral part of these financial reports.

Open encumbrances are recognized as fund balance reservations in the General, Special Revenue and Capital Projects Funds balance sheet presentations.

### The City

The City provides the public with general services including police and fire protection, general government, culture and recreation, highway and drainage maintenance and library services. The Library serves a three county group. In addition, the City owns and operates, for public service, seven enterprise facilities as follows: two championship country club golf courses, a trash and garbage pick up service (both back door and curbside), water and sanitary sewer services, a membership tennis facility, electric service, a commuter air service airport (Ocala Municipal Airport/Jim Taylor Field) that provides service to Tampa, Orlando and Miami International Airports, and a municipal trailer park.

As indicated on our report cover, Ocala is centrally located in Marion County, Florida and is the county seat. It is located approximately 90 miles west of Daytona Beach, 90 miles north of Tampa, and 80 miles north of Disney World. It is known as the Florida home of International Arabian and Thoroughbred Horse Breeder Sales. Many horse breeding farms grace the area's picturesque countryside. It is the home of the world famous Silver Springs natural attraction where many famous films were made including the Tarzan films and the contemporary Sea Hunt and James Bond series. In addition, the City adjoins the 490,000 acre wildlife and fishing preserve known as the Ocala National Forest that abounds with natural lakes and wildlife where fishermen and hunters may enjoy a leisure life. It enjoys a diversified economic base that has allowed it to barely notice the recent recession of the early eighties. The City has enjoyed a steady growth over the past four or five years and has been able to keep up with the growth demands fairly well. Evidence of this growth is indicated by the U. S. News and World Report that points out Ocala as being the second fastest growing community in the country. There has been some difficulty in highway and street demands being met, but that probably will be met successfully with the adoption of a levy of  $\frac{1}{2}$  cent gasoline tax that will bring in \$470,000 in fiscal 1983-84. Real estate values, while catching up, still lag somewhat behind the rest of the nation.

From a growth and expansion point of view, the City is blessed with two major assets that have vast potential. The electric system franchise contains an area of 167 square miles that hasn't nearly yet reached its potential. Last year, 1,500 new accounts were added to the system. The water system also has vast potential for growth in terms of space and supply. Presently the system produces 5.5 million gallons per day to satisfy existing demand. Daily production capacity is nearly double, or 10.5 million gallons. The daily supply available of nearly pure drinking water is estimated to be virtually endless. Ocala enjoys the unique privilege of being located at the headway of the vast underground Floridian Aquifer. This source is virtually untapped except for local consumption.

During year ended September 30, 1983, the City has continued with their three phase program of Community Development Block Grants. The major thrust is towards the rehabilitation of substandard housing and the construction of two major park facilities, along with street and storm drainage improvements. This program is in keeping with the continuing efforts of the City to provide its citizens the best possible quality of living.

#### The City Report

The City's Comprehensive Annual Financial Report (CAFR) is arranged in sections as follows:

Section I	Introductory Section
Section II	Financial Section
	Part 1 - General Purpose Financial Statements
	Part 2 - Individual Fund and Combining Financial Statements by Fund Type
Section III	Statistical Section
Section IV	Single Audit - Schedule of Grant Activity and Report of Certified Public Accountants on Compliance

The Financial Section of the report contains the report of our Certified Public Accountants, combined financial statements for all fund types and account groups and individual and combining financial statements, which present the financial position and results of operations of the City at September 30, 1983 and for the fiscal year then ended. The Financial Statements are divided into two parts:

1. General Purpose Financial Statements which present the combined financial statements for the City by fund type and account group.
2. Individual Fund and Combining Financial Statements by fund type which present financial data by homogeneous funds.

The Statistical Section presents historical information which is designed to enhance the reader's understanding of the City's past and its future potential.

The Single Audit Section contains, in addition to the reports indicated above, a report on Internal Accounting Control.

The entire report is structured to be of interest to the public, local government officials, state agencies and the banking and financial community in general.

#### General Government

The general government encompasses all functions of the City government not accounted for in other separate funds.

Total general government revenues and other financing sources for the fiscal year ending September 30, 1983 amounted to \$11,940,412 (excluding bonded debt proceeds of \$7,140,082) as compared with \$10,753,139 for the fiscal year ending September 30, 1982, for an increase of \$1,187,273, or 11.04%. General property taxes produced 13.59% of 1983 revenues and other financial sources as compared with 18.52% for 1982. The amount of revenues and other financing sources for fiscal year ending September 30, 1983 are as follows:

	<u>Amount</u>	<u>Percent</u>	<u>Increase (Decrease) Over 1981-82</u>
Revenues:			
Property Taxes	\$ 1,623,260	13.59%	\$ (368,639)
Franchise and Other Taxes	711,774	5.96	207,574
State Revenue Sharing	1,211,509	10.15	(20,851)
Other Intergovernmental Revenue	1,793,929	15.02	1,467,365
Licenses and Permits	225,480	1.89	103,830
Fines and Forfeitures	311,256	2.61	64,157
Charges for Services	113,113	.95	38,753
Interest Income	79,231	.66	(5,319)
Other Income	447,815	3.75	223,374
Subtotal	\$ 6,517,367	54.58%	\$ 1,710,244
Other Financing Sources:			
Debt Proceeds-			
Capitalized Leases	52,243	.44	52,243
Transfers From Other Funds:			
Electric Fund	5,000,000	41.87	(262,553)
Off-Street Parking Fund	40,000	.34	28,837
Special Assessment Fund	100,000	.84	(400,000)
Other Funds	230,802	1.93	58,502
<u>Total</u>	<u>\$ 11,940,412</u>	<u>100.00%</u>	<u>\$ 1,187,273</u>

The City's assessed valuation for 1983 increased by 12.98% as compared with 1982. Homestead exemptions increased by 10.52%. The City maintains a very low property tax millage (2.58) and traditionally draws from its utilities for general government support. During 1983 the City reduced the transfer from electric utilities to general government by \$262,553. Transfers to general government from special assessments was reduced by \$400,000 as compared with 1982. Under new statutory regulations, the City was required to reduce property tax millage rate for 1983 (and collections) by 40% of a new one half cent sales tax revenue authorized by the State of Florida, as estimated. As a result of this provisional change, the City gained \$173,966 in revenue dollars in 1983 as compared with 1982.

Expenditures and other financing uses for general government totaled \$11,672,566 (excluding \$7,140,082 transfer of bonded debt proceeds) in fiscal year 1983, an increase of 12.37% over fiscal year 1982. The amount of expenditures and other financing uses and the increase or decrease in the levels of expenditures by major category are as follows:

	<u>Amount</u>	<u>Percent</u>	<u>Increase (Decrease) Over 1981-82</u>
Expenditures:			
General Government and Administration	\$ 1,497,688	12.83%	\$ 64,409
Public Safety	4,901,697	41.99	347,622
Public Works	1,862,172	15.95	52,870
Culture and Recreation	1,187,749	10.18	38,157
Non-Departmental	414,079	3.55	396,843
Capital Outlay	900,735	7.72	(63,594)
Housing Rehabilitation	177,837	1.52	69,892
Principal and Interest on Notes	31,849	.27	12,168
Other	66,231	.57	54,451
<u>Subtotal</u>	<u>\$ 11,040,037</u>	<u>94.58%</u>	<u>\$ 972,818</u>
Other Financing Uses:			
Transfers to Other Funds:			
Library Fund	240,469	2.06	27,460
Revenue Debt Fund	330,451	2.83	240,336
Other Funds	61,609	.53	44,448
<u>Total</u>	<u>\$ 11,672,566</u>	<u>100.00%</u>	<u>\$ 1,285,062</u>

#### Debt Administration

As of and during the year ending September 30, 1983, the City had no general obligation debt. There is, therefore, no ratio of bonded debt to assessed valuation and per capita to declare. Under Section 9.02 of the City Charter, the City may issue a general obligation bond up to 20% of the most recent real property valuation, provided the electorate approves it by referendum. This is not likely to happen, given the present voter atmosphere. This could provide an excellent vehicle to provide funds to provide some new street construction and upgrading of older highways.

#### General Fixed Assets

The general fixed assets of the City are those fixed assets that are used in the performance of general government functions and exclude infrastructure assets and assets of Enterprise and Internal Service Funds. As of September 30, 1983 the value of these assets amounted to \$9,586,798, or an increase of \$469,384 over last year. This represents value at cost at date of acquisition. Depreciation is not provided on general fixed assets.

Proprietary Funds

The enterprise funds of the City continue to function well and satisfactorily provide the specific services for which they were established. Their financial performance has significantly improved over last year. Individual commentaries follow. Enterprise Funds are grouped by those that have outstanding bonded debt and those that do not.

	<u>Consolidated Electric and Bulk Power Supply Fund</u>	<u>Water and Sewer Fund</u>
Gross Operating Income	\$ 45,472,338	\$ 4,651,973
Add: Collections, Including Interest and Penalties, on Sewer Assessment Levies		137,664
Sinking, Sinking Reserve, and Renewal and Replacement Funds Interest Earnings		43,343
Less: Net Operating Expenses, Excluding Depreciation and Amortization	<u>34,946,171</u>	<u>2,032,911</u>
Income Available for Debt Service (a)	<u>10,526,167</u>	<u>2,800,069</u>
Annual Debt Service (b)	1,703,952	1,043,590
Debt Service (Ratio of (a) to (b))	6.18	2.68

The Consolidated Electric and Bulk Power Supply Fund continues to have a good ratio of income to debt service. During fiscal year 1983, the City phased in an overall rate increase of 15% to accommodate a Florida Power Corporation wholesale rate rise and the debt service on \$13,480,000 in Bulk Power Revenue Bonds that were sold in August of 1983, but there was a significant turnaround in working capital. At September 30, 1982 there was a negative working capital of \$1,409,223. At September 30, 1983, working capital increased to a positive \$1,291,183, or a turnaround of \$2,700,406. This is quite a significant accomplishment for an expanding system of this kind. Two major factors contributed to this: (a) the customer rate increase and (b) some of the system extensions that were idle became active revenue producers. The system is still expanding. In 1983 an estimated 1,500 new customer outlets were added to the system.

As of September 30, 1983, the consulting engineers have laid out plans for a major expansion of the Power Supply Facility in the form of additional connector points for 230 KV incoming energy and conversion to 69 KV for distribution to City customers. At present the City has only one connector point.



The financial condition of the system has improved and the outlook is positive. During the year the City engaged the firm of Arthur Young and Co. to perform a management study of the Fund. The results of the study were very favorable, indicating that management is doing its job. It was recommended, however, that more emphasis is needed on capital planning, as it relates to system expansion. This will be worked on.

The Water and Sewer Fund now has a very good ratio of income to debt primarily due to planned rate increases, the latest of which was instituted in late September of 1982. During fiscal 1983, the City issued \$11,200,000 in refunding revenue bonds. From this issue, \$6,600,000 in bond anticipation notes were refunded, with the balance being applied to plant expansion, including the acquisition of 159 acres in northeast Ocala that will be used for spray irrigation treatment. A portion of this land is earmarked for lease to the Golf Course Fund where 18 championship holes will be constructed in the next two years, thus adding to life style quality of the area residents, as a result of the by-product of a vital sewer treatment function.

The financial outlook for the Water and Sewer Fund is very encouraging.

Enterprise Funds Without Bonded Debt

	<u>Sanitation Fund</u>	<u>Municipal Golf Course</u>	<u>Fort King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>
Gross Operating Income	\$ 2,077,169	\$ 471,656	\$ 42,774	\$ 65,255	\$ 51,112
Operating Expenses, Excluding Depreciation/Amortization	<u>1,739,695</u>	<u>354,205</u>	<u>47,243</u>	<u>59,283</u>	<u>31,543</u>
Income Available for Debt Service (a)	337,474	117,451	(4,469)	5,972	19,569
Debt Service (b)	78,665*	N/A	N/A	N/A	N/A
Debt Service Coverages (Ratio of (a) to (b))	4.29	N/A	N/A	N/A	N/A

\* Debt on Equipment Bank Loans

The Sanitation Fund services the City with trash and garbage pick-up service. The quality of service continues to be high under aggressive management. For the first time in several years, the system experienced an operating profit of \$158,846 including expense for depreciation and amortization. Operating loss last year was \$41,326. The system still suffers a shortage of working capital, even though there was an improvement over last year. At September 30, 1982, there was a negative working capital of \$188,024. At September 30, 1983 working capital amounted to a negative \$121,351, for an improvement of \$66,673 over last year. The financial outlook for the system remains guardedly optimistic primarily related to the expected debt requirements relating to the financing of new and expensive equipment.

The Municipal Golf Course Fund continues to operate at a profit and maintains positive working capital. The facility continues to be well maintained and managed and has a heavy usage by the local and area patronage. Net operating gain, including depreciation and amortization, is up by \$37,756 over last year. Working capital is up by \$62,356 over last year. The financial outlook for this fund continues to be very positive.

The Fort King Tennis Court Fund provides a slightly and well managed facility for the area tennis players. It is an asset to the community, but has financial limitations due to available space. It also traditionally runs at a small operating loss and maintains a small working capital deficit. This facility is the only one owned that offers membership. Other tennis facilities of the City do not.

The Municipal Trailer Park Fund continues to be run well and shows a profit. It is traditionally full during the winter season and near full during the off season. Expanded swimming and shuffleboard facilities are available nearby. Financial outlook continues positive, but space limitations restrict income potential. The City could house easily five times the number of trailers that they now accommodate.

The Ocala Municipal Airport Fund was primarily acquired and built with grants and fund contributions. It continues to have good financial potential as a commuter air facility. It is located in the air corridor between Orlando and Gainesville. It is adjacent to the International Horse Breeder Sales showplace. The International Airport of Miami has been added to the list of availability for commuter services. The financial outlook for the next few years is modest due to the lack of funds availability for large lease expansions. The long range outlook is excellent.

### Highlights and Activities

Insurance: Last year the City bid out its general and auto liability insurance. The expected savings annually were estimated at \$90,000. This goal was met. In addition, the City offered for bid its workmens compensation insurance and was able to save an estimated \$45,000 annually. This is based on projections at September 30, 1983 by the statewide pool trust, of which, the City is a participating member.

In February, 1983 the City awarded to a new carrier its group life and long term disability insurance. The premium cost for this coverage was reduced by 28% overall. The group health care coverage was also awarded to a new carrier as a modified self insurance plan. At September 30, 1983 total savings on an annual basis are not yet finalized, but are estimated at \$250,000 when compared with the former carrier's insurance quote at that time.

Employee Training: In recognition of the need for employee upgrading at the supervisory level and skilled categories, the City gave over approximately 5,000 man hours in training to about 175 of its employees. It was given free of charge. Training emphasis was placed in the areas of supervisory and communications skills. In addition, the City expended \$74,096 in out of City travel and training expense, in an effort to encourage key people to sharpen their trade and professional skills. The bulk of the instruction was provided by professionals from Martin Marietta Corporation and the University of Florida. Government is going to have to face greater financial challenge in the future and the reward of this training will be better staffing to face them. Nine supervisory promotions resulted from this training. As an additional effort to upgrade existing employees and future employees, the City upgraded employee pension benefits by 9.09%.

Municipal Services Complex: During 1983 the City entered into a contract to construct a Municipal Services Complex in northeast Ocala in the amount of \$4,604,469. At September 30, 1983 the construction was about one half complete and will be ready for occupancy by April, 1984. The complex will occupy a space of about one city block. Facilities and space will be provided for the following functions: vehicle fleet storage, equipment maintenance facilities, central stores, purchasing, public works, automated fuel dispensing facilities, electric administration and distribution, and water administration and related functions. A by-product of having this massive facility will be the establishment of fleet cost accounting and leasing.

Constitutional Amendment Proposal No. 1 (Proposition One): By far this is the most dominating event of 1983, not only to Florida local governments, but to every layer of Florida government. Its dominance rests in the potentially devastating effect on government's ability to continue to provide services, especially growth area governments. During the year, a statewide grassroots effort was successful in placing a referendum on the November, 1984 ballot that, if successful, would require governments in Florida to roll their revenues back to fiscal year 1981 levels plus an adjustment for consumer price index. The effective date would be October 1, 1985, if approved in November, 1984. The effect on revenue would not be limited to property tax revenue. It is all-pervasive and covers all revenues, including enterprise revenues. Based on a study by the City Manager's Office, the City would have to cut back its revenue by \$9,067,820 in 1985-86 in order to match the formula for the proposed roll-back. This is an estimated twenty percent reduction and would be higher when the year beginning October 1, 1986 arrives due to growth, which is the greater contributor to revenue increases since 1981, as opposed to inflation. The State Municipal Finance Officers Association is

spending considerable time and effort to study how this financial challenge could be met, along with other professional organizations in the State.

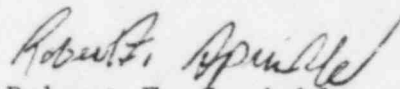
#### Independent Audit

The City Charter requires 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. This requirement has been complied with, and the Auditor's opinion is included in this report.

#### Acknowledgements

The preparation of this report could not have been accomplished without assistance of our accounting staff, under the leadership of Marc Wilson, Assistant Finance Director, and Diane Cangelosi, Chief Accountant. Our grateful appreciation is also extended to our outside auditors and Eric Lewerenz, Internal Auditor, who were very helpful. In addition, our appreciation is extended to the City Manager and the City Council whose continued interests in good fiscal city government continues to be an invaluable asset to the community.

Respectfully submitted,



Robert F. Sprinkle  
Finance Director

This page was intentionally left blank.

# Certificate of Conformance in Financial Reporting

Presented to  
City of  
Ocala, Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 1982

A Certificate of Conformance in Financial Reporting is presented by the Municipal Finance Officers Association of the United States and Canada to governmental units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) are judged to substantially conform to program standards.



*Carl T. White*  
President

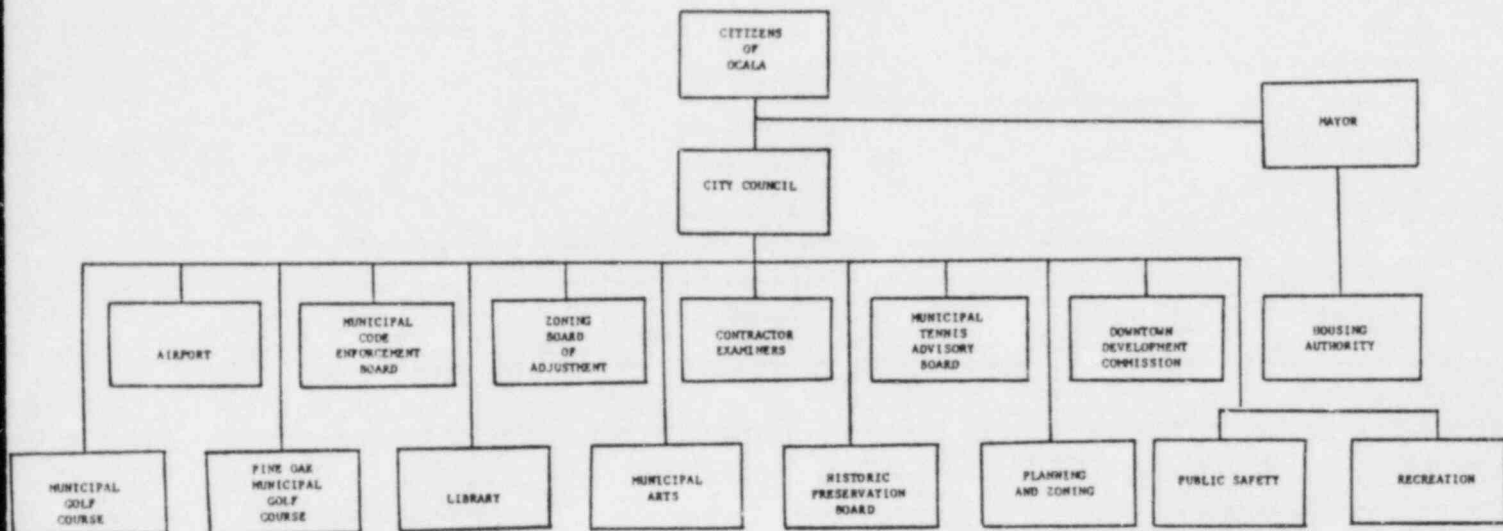
*Jeffrey L. Eselle*  
Executive Director

CITY OF OCALA, FLORIDA

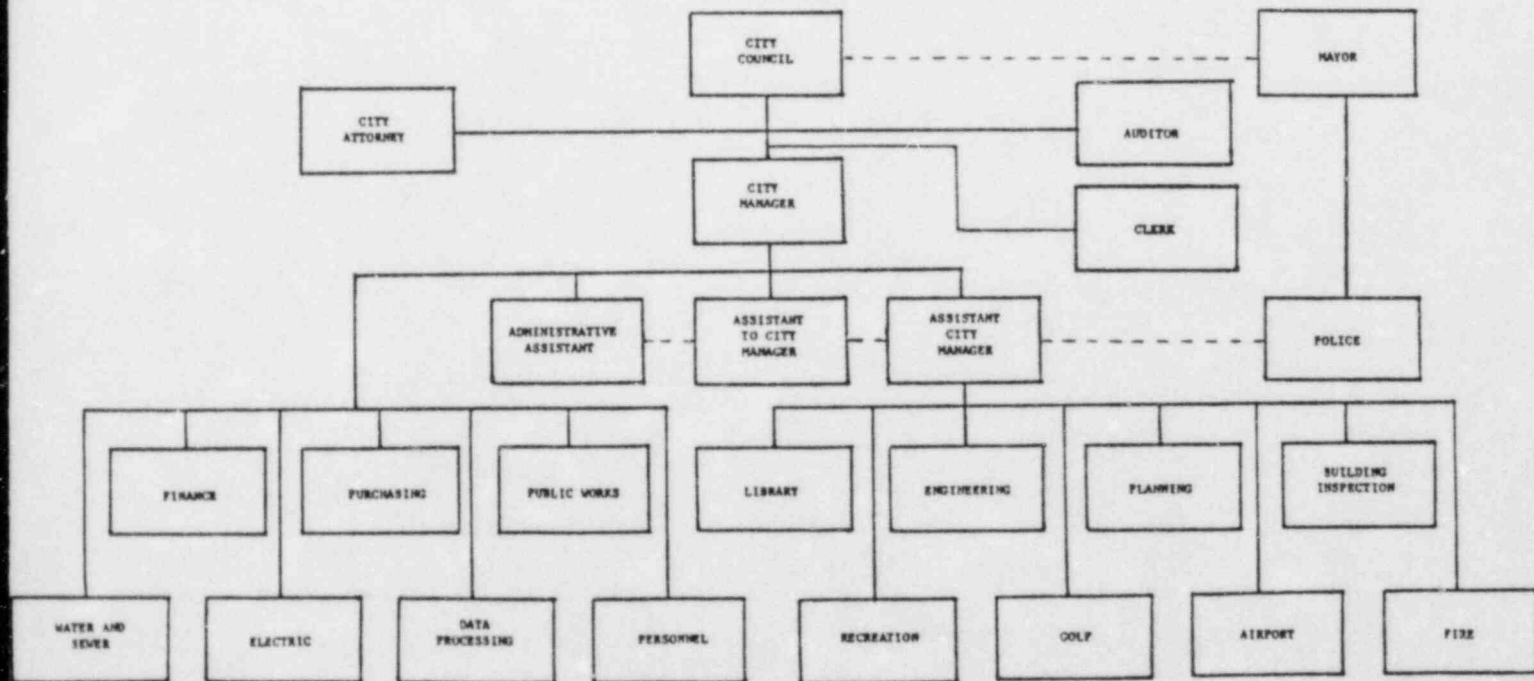
ORGANIZATION CHARTS

FOR THE YEAR ENDED SEPTEMBER 30, 1983

BOARDS AND COMMISSIONS



THE CITY



This page was intentionally left blank.



## 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



Peat, Marwick, Mitchell & Co.  
Certified Public Accountants  
Suite 2700, Independent Square  
One Independent Drive  
Jacksonville, Florida 32202

The Honorable Members of City Council  
City of Ocala, Florida:

We have examined the combined financial statements of the City of Ocala, Florida as of and for the year ended September 30, 1983, as listed in the accompanying table of contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the aforementioned combined financial statements present fairly the financial position of the City of Ocala, Florida at September 30, 1983 and the results of its operations and the changes in financial position of its proprietary fund types and nonexpendable trust fund for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining, individual fund, and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the combined financial statements of the City of Ocala, Florida. Our opinion does not relate to the fairness of presentation of the financial position and results of operations of such funds, or the changes in financial position of individual proprietary funds. The information has been subjected to the auditing procedures applied in the examination of the combined financial statements and, in our opinion, is stated fairly in all material respects in relation to the combined financial statements taken as a whole.

*Peat, Marwick, Mitchell & Co.*

January 6, 1984

## 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.

This page was intentionally left blank.

CITY OF OCALA, FLORIDA

COMBINED BALANCE SHEET

ALL FUND TYPES AND ACCOUNT GROUPS

SEPTEMBER 30, 1983

<u>Assets</u>	<u>Governmental Fund Types</u>				
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Special Assessment</u>
Current assets:					
Cash and investments	\$ 209,921	\$ 159,219	\$ -	\$ -	\$ -
Equity in pooled cash and investment fund	929,975	331,601	-	1,152,550	421,465
Accounts and notes receivable, net of allowance for doubtful accounts of \$166,563	283,679	1,056	-	-	2,682
Accrued unbilled revenues	-	-	-	-	-
Current special assessments receivable	-	-	-	-	154,088
Delinquent special assessments receivable	-	-	-	-	75,380
Due from other funds	4,067	32,202	-	-	-
Due from other governments	-	122,227	-	-	-
Interfund loans receivable	65,000	-	-	-	-
Inventories	-	-	-	-	-
Other current assets	-	747	-	-	-
<u>Total current assets</u>	<u>1,492,642</u>	<u>647,052</u>	<u>-</u>	<u>1,152,550</u>	<u>653,615</u>
Restricted assets:					
Cash and investments	24,808	18,016	702,272	-	-
Equity in pooled cash and investment fund	-	5,000	1,470,634	-	-
Accrued interest and dividends receivable	-	-	5,073	-	-
Due from other governments	371,151	-	-	-	-
Due from other funds	-	-	-	-	-
Other	15,560	15	15,011	-	-
<u>Total restricted assets</u>	<u>411,519</u>	<u>23,031</u>	<u>2,192,990</u>	<u>-</u>	<u>-</u>
Interfund loans receivable after one year	173,000	-	-	-	-
Deferred special assessments receivable	-	-	-	-	1,248,435
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	-	-	-	-	-
<u>Total assets</u>	<u>\$ 2,077,161</u>	<u>\$ 670,083</u>	<u>\$ 2,192,990</u>	<u>\$ 1,152,550</u>	<u>\$ 1,902,050</u>

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Account Groups</u>		<u>Total (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust</u>	<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	
\$ 1,575	\$ 250	\$ -	\$ -	\$ -	\$ 370,965
1,172,756	-	-	-	-	4,008,347
5,442,611	737	-	-	-	5,730,765
2,291,361	-	-	-	-	2,291,361
-	-	-	-	-	154,088
-	-	-	-	-	75,380
243,321	483	-	-	-	280,073
-	-	-	-	-	122,227
-	-	-	-	-	65,000
1,528,830	136,739	-	-	-	1,665,569
443,671	-	-	-	-	444,418
<u>11,124,125</u>	<u>138,209</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,208,193</u>
3,807,005	-	10,993,215	-	-	15,545,316
17,802,876	2,728,919	-	-	-	22,007,429
16,694	-	194,648	-	-	216,415
29,825	-	-	-	-	400,976
1,410	-	46,297	-	-	47,707
40,936	-	-	-	-	71,522
<u>21,693,746</u>	<u>2,728,919</u>	<u>11,234,160</u>	<u>-</u>	<u>-</u>	<u>38,289,365</u>
-	-	-	-	-	173,000
-	-	-	-	-	1,248,435
48,783,320	4,892,888	-	9,586,798	-	63,263,006
724,293	-	-	-	-	724,293
-	-	-	-	2,160,788	2,160,788
-	-	-	-	7,945,800	7,945,800
<u>\$ 82,330,484</u>	<u>\$ 7,760,016</u>	<u>\$ 11,234,160</u>	<u>\$ 9,586,798</u>	<u>\$ 10,106,588</u>	<u>\$ 129,012,880</u>

CITY OF OCALA, FLORIDA

COMBINED BALANCE SHEET

ALL FUND TYPES AND ACCOUNT GROUPS

SEPTEMBER 30, 1983

(Continued)

<u>Liabilities and Fund Equity</u>	<u>Governmental Fund Types</u>				
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Special Assessment</u>
Current liabilities:					
Accounts payable	\$ 251,361	\$ 10,868	\$ -	\$ -	\$ -
Compensated absences payable	211,377	10,463	-	-	-
Bonds and notes payable within one year	-	-	-	-	100,000
Accrued interest payable	-	-	-	-	-
Due to pooled cash and investment fund	-	1,711	-	-	-
Due to other funds	46,297	781	-	-	-
Customer deposits	-	-	-	-	-
Deferred revenue	11,619	127,594	-	-	-
Interfund loans payable	-	-	-	-	-
Total current liabilities	<u>520,854</u>	<u>151,417</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Liabilities payable from restricted assets:					
Accounts payable	378,458	-	-	-	-
Accrued interest payable	-	-	-	-	-
Due to pooled cash and investment fund	5,386	-	-	-	-
Due to other fu.'s	2,124	-	32,202	-	-
Deferred revenue	18,971	5,000	-	-	-
Bonds and notes payable within one year	-	-	-	-	-
Total liabilities payable from restricted assets	<u>404,939</u>	<u>5,000</u>	<u>32,202</u>	<u>-</u>	<u>-</u>
Interfund loans payable after one year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Bonds and notes payable after one year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>260,000</u>
Deferred special assessment revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,248,435</u>
Total liabilities	<u>925,793</u>	<u>156,417</u>	<u>32,202</u>	<u>-</u>	<u>1,608,435</u>
Fund equity:					
Investment in general fixed assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contributed equity	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Retained earnings:					
Reserved for debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reserved for renewal and replacement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total reserved retained earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total retained earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit):					
Reserved for debt service	<u>-</u>	<u>-</u>	2,160,788	<u>-</u>	<u>-</u>
Reserved for retirement benefits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reserved for interfund loans receivable after one year	173,000	-	-	-	-
Reserved for encumbrances	86,155	9,098	-	-	-
Reserved for restricted assets	42,488	23,031	-	-	-
Total reserved fund balance	<u>301,643</u>	<u>32,129</u>	<u>2,160,788</u>	<u>-</u>	<u>-</u>
Unreserved fund balance	849,725	481,537	-	1,152,550	293,615
Total fund balance	<u>1,151,368</u>	<u>513,666</u>	<u>2,160,788</u>	<u>1,152,550</u>	<u>293,615</u>
Total fund equity	<u>1,151,368</u>	<u>513,666</u>	<u>2,160,788</u>	<u>1,152,550</u>	<u>293,615</u>
Total liabilities and fund equity	\$ <u>2,077,161</u>	\$ <u>670,083</u>	\$ <u>2,192,990</u>	\$ <u>1,152,550</u>	\$ <u>1,902,050</u>

See accompanying notes to financial statements.

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
Enterprise	Internal Service	Trust	General Fixed Assets	General Long-Term Debt	
\$ 3,365,736	\$ 51,921	\$ -	\$ -	\$ -	\$ 3,680,086
150,905	19,216	-	-	-	391,961
144,013	14,219	-	-	-	258,232
10,728	-	-	-	-	10,728
3,430,896	506,558	-	-	-	3,939,165
245,942	434	-	-	-	293,454
1,049,307	-	-	-	-	1,049,307
9,835	-	-	-	-	149,048
65,000	-	-	-	-	65,000
<u>8,472,362</u>	<u>592,348</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,836,981</u>
888,450	743,039	8,147	-	-	2,018,094
1,099,527	-	-	-	-	1,099,527
-	-	-	-	-	5,386
-	-	-	-	-	34,326
19,827	-	-	-	-	43,798
<u>1,155,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>263,591</u>	<u>1,418,591</u>
<u>3,162,804</u>	<u>743,039</u>	<u>8,147</u>	<u>-</u>	<u>263,591</u>	<u>4,619,722</u>
<u>173,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>173,000</u>
<u>38,679,001</u>	<u>10,557</u>	<u>-</u>	<u>-</u>	<u>9,842,997</u>	<u>48,792,555</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,248,435</u>
<u>50,487,167</u>	<u>1,345,944</u>	<u>8,147</u>	<u>-</u>	<u>10,106,588</u>	<u>64,670,693</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>9,586,798</u>	<u>-</u>	<u>9,586,798</u>
<u>5,896,996</u>	<u>1,280,832</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,177,828</u>
4,900,666	-	-	-	-	4,900,666
95,669	-	-	-	-	95,669
<u>4,996,335</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,996,335</u>
<u>20,949,986</u>	<u>5,133,240</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,083,226</u>
<u>25,946,321</u>	<u>5,133,240</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,079,561</u>
-	-	-	-	-	2,160,788
-	-	11,226,013	-	-	11,226,013
-	-	-	-	-	173,000
-	-	-	-	-	95,253
-	-	-	-	-	65,519
-	-	11,226,013	-	-	13,720,573
-	-	-	-	-	2,777,427
-	-	<u>11,226,013</u>	<u>-</u>	<u>-</u>	<u>16,498,000</u>
<u>31,843,317</u>	<u>6,414,072</u>	<u>11,226,013</u>	<u>9,586,798</u>	<u>-</u>	<u>64,342,187</u>
\$ <u>82,330,484</u>	\$ <u>7,760,016</u>	\$ <u>11,234,160</u>	\$ <u>9,586,798</u>	\$ <u>10,106,598</u>	\$ <u>129,012,880</u>



This page was intentionally left blank.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Governmental Fund Types					Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Special Assess- ment	
<b>Revenues:</b>						
Property taxes	\$ 1,623,260	\$ 35,934	\$ -	\$ -	\$ -	\$ 1,659,194
Other taxes	711,774	-	-	-	-	711,774
Federal and state revenue sharing	1,211,509	321,591	-	-	-	1,533,100
Other intergovernmental revenues	1,793,929	505,824	-	-	-	2,299,753
Parking meters	-	49,500	-	-	-	49,500
Licenses and permits	225,480	292,546	-	-	-	518,026
Fines and forfeitures	311,256	30,777	-	-	-	342,033
Charges for services	113,113	-	-	-	-	113,113
Special assessment levies	-	-	-	-	367,946	367,946
Employees' and employer's health insurance contributions	408,065	-	-	-	-	408,065
Interest income	79,231	25,992	125,050	66,764	24,481	321,518
Gifts	-	6,725	-	-	-	6,725
Other	39,750	11,745	-	-	40,781	92,276
<b>Total revenues</b>	<u>6,517,367</u>	<u>1,280,634</u>	<u>125,050</u>	<u>66,764</u>	<u>433,208</u>	<u>8,423,023</u>
<b>Expenditures:</b>						
<b>Current:</b>						
General government and administration	1,497,688	48	-	44,625	-	1,542,361
Public safety	4,901,697	-	-	-	-	4,901,697
Public works	1,862,172	-	-	-	-	1,862,172
Culture and recreation	1,187,749	672,651	-	-	-	1,860,400
Housing rehabilitation	177,837	-	-	-	-	177,837
Nondepartmental appropriations	414,079	5,000	-	-	-	419,079
Other	37,489	19,261	-	-	685	57,435
Capital outlay	900,735	227,393	-	21,051	31,480	1,180,659
<b>Debt service:</b>						
Principal payments	26,681	11,135	267,000	-	-	304,816
Interest and paying agents' fees	5,168	9,612	153,072	-	26,350	194,202
Intergovernmental	28,742	-	-	-	-	28,742
<b>Total expenditures</b>	<u>11,040,037</u>	<u>945,100</u>	<u>420,072</u>	<u>65,676</u>	<u>58,515</u>	<u>12,529,400</u>
Excess (deficiency) of revenues over expenditures	<u>(4,522,670)</u>	<u>335,534</u>	<u>(295,022)</u>	<u>1,088</u>	<u>374,693</u>	<u>(4,106,377)</u>
<b>Other financing sources (uses):</b>						
Debt proceeds	7,192,325	-	-	-	-	7,192,325
Transfers from other funds	5,370,802	272,671	1,790,702	1,427,457	-	8,861,632
Transfers to other funds	<u>(7,772,611)</u>	<u>(328,051)</u>	<u>(32,202)</u>	<u>(230,802)</u>	<u>(200,000)</u>	<u>(8,563,666)</u>
<b>Total other sources (uses)</b>	<u>4,790,516</u>	<u>(55,380)</u>	<u>1,758,500</u>	<u>1,196,655</u>	<u>(200,000)</u>	<u>7,490,291</u>
Excess of revenues and other sources over expenditures and other uses	267,846	280,154	1,463,478	1,197,743	174,693	3,383,914
Fund balances at beginning of year	<u>883,522</u>	<u>233,512</u>	<u>697,310</u>	<u>(45,193)</u>	<u>118,922</u>	<u>1,888,073</u>
Fund balances at end of year	\$ <u>1,151,368</u>	\$ <u>513,666</u>	\$ <u>2,160,788</u>	\$ <u>1,152,550</u>	\$ <u>293,615</u>	\$ <u>5,271,987</u>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND

CHANGES IN FUND BALANCES

ACTUAL AND BUDGET

GENERAL AND SPECIAL REVENUE FUND TYPES

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	General				
	Actual	Adjust- ments to Budgetary Basis	Actual on Budgetary Basis	Revised Budget	Favorable (Unfavorable) Variance
<b>Revenues:</b>					
Property taxes	\$ 1,623,260	\$ -	\$ 1,623,260	\$ 1,716,861	\$ (93,601)
Other taxes	711,774	-	711,774	584,461	127,313
Federal and state revenue sharing	1,211,509	-	1,211,509	1,188,729	22,780
Other intergovernmental revenues	1,793,929	(631,892)	1,162,037	1,146,317	15,720
Parking meters	-	-	-	-	-
Licenses and permits	225,480	-	225,480	228,300	(2,820)
Fines and forfeitures	311,256	(26,430)	284,826	290,300	(5,474)
Charges for services	113,113	-	113,113	116,750	(3,637)
Employees' and employer's health insurance contributions	408,065	(408,065)	-	-	-
Interest income	79,231	(2,594)	76,637	70,700	5,937
Gifts	-	-	-	-	-
Other	39,750	(4,432)	35,318	52,238	(16,920)
<b>Total revenues</b>	<u>6,517,367</u>	<u>(1,073,413)</u>	<u>5,443,954</u>	<u>5,394,656</u>	<u>49,298</u>
<b>Expenditures:</b>					
<b>Current:</b>					
General government and administration	1,497,688	(77,190)	1,420,498	1,416,765	(3,733)
Public safety	4,901,697	(17,341)	4,884,356	4,827,489	(56,867)
Public works	1,862,172	64,624	1,926,796	1,855,041	(71,755)
Culture and recreation	1,187,749	708	1,188,457	1,178,622	(9,835)
Housing rehabilitation	177,837	(177,837)	-	-	-
Nondepartmental appropriations	414,079	(392,792)	21,287	15,262	(6,025)
Other	37,489	(36,302)	1,187	-	(1,187)
Capital outlay	900,735	(305,277)	595,458	658,773	63,315
<b>Debt service:</b>					
Principal payments	26,681	-	26,681	17,700	(8,981)
Interest and paying agents' fees	5,168	-	5,168	990	(4,178)
Intergovernmental	28,742	(19,510)	9,232	9,395	163
<b>Total expenditures</b>	<u>11,040,037</u>	<u>(960,917)</u>	<u>10,079,120</u>	<u>9,980,037</u>	<u>(99,083)</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(4,522,670)</u>	<u>(112,496)</u>	<u>(4,635,166)</u>	<u>(4,585,381)</u>	<u>(49,785)</u>
<b>Other financing sources (uses):</b>					
Debt proceeds	7,192,325	-	7,192,325	50,000	7,142,325
Operating transfers from other funds	5,370,802	-	5,370,802	5,370,802	-
Operating transfers to other funds	(7,772,611)	-	(7,772,611)	(632,220)	(7,140,391)
<b>Total other sources (uses)</b>	<u>4,790,516</u>	<u>-</u>	<u>4,790,516</u>	<u>4,788,582</u>	<u>1,934</u>
<b>Excess (deficiency) of revenues and other sources over expenditures and other uses before fund balance allocation</b>	<u>267,846</u>	<u>(112,496)</u>	<u>155,350</u>	<u>203,201</u>	<u>(47,851)</u>
<b>Fund balance allocation</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(203,201)</u>	<u>203,201</u>
<b>Excess (deficiency) of revenues and other sources over expenditures and other uses</b>	<u>267,846</u>	<u>(112,496)</u>	<u>155,350</u>	<u>-</u>	<u>155,350</u>
<b>Fund balances at beginning of year</b>	<u>883,522</u>	<u>(29,641)</u>	<u>853,881</u>	<u>853,881</u>	<u>-</u>
<b>Fund balances at end of year</b>	<u>\$ 1,151,368</u>	<u>\$ (142,137)</u>	<u>\$ 1,009,231</u>	<u>\$ 853,881</u>	<u>\$ 155,350</u>

See accompanying notes to financial statements.

Special Revenue					Totals (Memorandum Only)				
Actual	Adjustments to Budgetary Basis	Actual on Budgetary Basis	Revised Budget	Favorable (Unfavorable) Variance	Actual	Adjustments to Budgetary Basis	Actual on Budgetary Basis	Revised Budget	Favorable (Unfavorable) Variance
\$ 35,934	\$ -	\$ 35,934	\$ 38,000	\$ (2,066)	\$ 1,659,194	\$ -	\$ 1,659,194	\$ 1,754,861	\$ (95,667)
-	-	-	-	-	711,774	-	711,774	584,461	127,313
321,591	-	321,591	321,590	1	1,533,100	-	1,533,100	1,510,319	22,781
505,824	(31,638)	474,186	474,186	-	2,299,753	(663,530)	1,636,223	1,620,503	15,720
49,500	-	49,500	46,000	3,500	49,500	-	49,500	46,000	3,500
292,546	-	292,546	287,000	5,546	518,026	-	518,026	515,300	2,726
30,777	-	30,777	31,700	(923)	342,033	(26,430)	315,603	322,000	(6,397)
-	-	-	-	-	113,113	-	113,113	116,750	(3,637)
-	-	-	-	-	408,065	(408,065)	-	-	-
25,992	-	25,992	25,600	392	105,223	(2,594)	102,629	96,300	6,329
6,725	-	6,725	5,160	1,565	6,725	-	6,725	5,160	1,565
11,745	-	11,745	12,160	(415)	51,495	(4,432)	47,063	64,398	(17,335)
<u>1,280,634</u>	<u>(31,638)</u>	<u>1,248,996</u>	<u>1,241,396</u>	<u>7,600</u>	<u>7,798,001</u>	<u>(1,105,051)</u>	<u>6,692,950</u>	<u>6,636,052</u>	<u>56,898</u>
48	-	48	-	(48)	1,497,736	(77,190)	1,420,546	1,416,765	(3,781)
-	-	-	-	-	4,901,697	(17,341)	4,884,356	4,827,489	(56,867)
-	-	-	-	-	1,862,172	64,624	1,926,796	1,855,041	(71,755)
672,651	7,908	680,559	672,127	(8,432)	1,860,400	8,616	1,869,016	1,850,749	(18,267)
-	-	-	-	-	177,837	(177,837)	-	-	-
5,000	-	5,000	-	(5,000)	419,079	(392,792)	26,287	15,262	(11,025)
19,261	-	19,261	19,226	(35)	56,750	(36,302)	20,448	19,226	(1,222)
227,393	1,190	228,583	225,735	(2,848)	1,128,128	(304,087)	824,041	884,508	60,467
11,135	-	11,135	34,615	23,480	37,816	-	37,816	52,315	14,499
9,612	-	9,612	9,852	240	14,780	-	14,780	10,842	(3,938)
-	-	-	-	-	28,742	(19,510)	9,232	9,395	163
<u>945,100</u>	<u>9,098</u>	<u>954,198</u>	<u>961,555</u>	<u>7,357</u>	<u>11,985,137</u>	<u>(951,819)</u>	<u>11,033,318</u>	<u>10,941,592</u>	<u>(91,726)</u>
<u>335,534</u>	<u>(40,736)</u>	<u>294,798</u>	<u>279,841</u>	<u>14,957</u>	<u>(4,187,136)</u>	<u>(153,232)</u>	<u>(4,340,368)</u>	<u>(4,305,540)</u>	<u>(34,828)</u>
-	-	-	-	-	7,192,325	-	7,192,325	50,000	7,142,325
272,671	-	272,671	240,469	32,202	5,643,473	-	5,643,473	5,611,271	32,202
(328,051)	-	(328,051)	(328,051)	-	(8,100,662)	-	(8,100,662)	(960,271)	(7,140,391)
<u>(55,380)</u>	<u>-</u>	<u>(55,380)</u>	<u>(87,582)</u>	<u>32,202</u>	<u>4,735,136</u>	<u>-</u>	<u>4,735,136</u>	<u>4,701,000</u>	<u>34,136</u>
280,154	(40,736)	239,418	192,259	47,159	548,000	(153,232)	394,768	395,460	(692)
-	-	-	(192,259)	192,259	-	-	-	(395,460)	395,460
280,154	(40,736)	239,418	-	239,418	548,000	(153,232)	394,768	-	394,768
233,512	-	233,512	233,512	-	1,117,034	(29,641)	1,087,393	1,087,393	-
<u>\$ 513,666</u>	<u>\$(40,736)</u>	<u>\$ 472,930</u>	<u>\$ 233,512</u>	<u>\$239,418</u>	<u>\$ 1,665,034</u>	<u>\$(182,873)</u>	<u>\$ 1,482,161</u>	<u>\$ 1,087,393</u>	<u>\$ 394,768</u>

This page was intentionally left blank.

CITY OF OCALA, FLORIDA

COMBINED STATEMENTS OF REVENUES AND EXPENSES

ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	<u>Proprietary Fund Types</u>		<u>Nonexpendable</u>	<u>Total</u> <u>(Memorandum</u> <u>Only)</u>
	<u>Enterprise</u>	<u>Internal</u> <u>Service</u>	<u>Consolidated</u> <u>Retirement</u> <u>Trust</u>	
Operating revenues:				
Sale of electricity	\$ 44,748,296	\$ -	\$ -	\$ 44,748,296
Sale of water	2,052,544	-	-	2,052,544
Sewer and sanitation service charges	3,889,220	-	-	3,889,220
Fees and rentals	556,976	1,840,697	-	2,397,673
Commissions	63,951	-	-	63,951
City and state contributions	-	-	791,878	791,878
Income on investments	-	-	916,732	916,732
Net appreciation in fair value of investments	-	-	521,817	521,817
Gain on sale of investments	-	-	620,853	620,853
Other	1,521,290	-	-	1,521,290
<b>Total operating revenues</b>	<b>52,832,277</b>	<b>1,840,697</b>	<b>2,851,280</b>	<b>57,524,254</b>
Operating expenses:				
Purchase of electricity	26,530,621	-	-	26,530,621
Distribution	2,683,171	-	-	2,683,171
Back-up	2,682,208	-	-	2,682,208
Transmission	284,097	-	-	284,097
Operation and maintenance	3,418,976	-	-	3,418,976
Water and sewer treatment	984,869	-	-	984,869
Sewer collection	387,600	-	-	387,600
Municipal garage	-	1,326,774	-	1,326,774
Data processing, central reproduction and records management	-	382,675	-	382,675
Building maintenance	-	266,845	-	266,845
Pension payments	-	-	258,854	258,854
Administration	1,510,911	-	83,404	1,594,315
Depreciation and amortization	2,556,300	64,146	-	2,620,446
Refunds to employees	-	-	32,688	32,688
Other	728,578	146,027	-	874,605
<b>Total operating expenses</b>	<b>41,767,351</b>	<b>2,186,467</b>	<b>374,946</b>	<b>44,328,764</b>
Operating income (loss)	11,064,926	(345,770)	2,476,334	13,195,490
Nonoperating revenues (expenses):				
Interest income	607,975	205,478	-	813,453
Interest expense	(1,616,085)	(3,224)	-	(1,619,309)
<b>Total nonoperating revenues (expenses)</b>	<b>(1,008,110)</b>	<b>202,254</b>	<b>-</b>	<b>(805,856)</b>
Income (loss) before operating transfers	10,056,816	(143,516)	2,476,334	12,389,634
Operating transfers:				
From other funds	161,609	4,821,480	-	4,983,089
To other funds	(5,281,056)	-	-	(5,281,056)
<b>Total operating transfers</b>	<b>(5,119,447)</b>	<b>4,821,480</b>	<b>-</b>	<b>(297,967)</b>
<b>Net income</b>	<b>\$ 4,937,369</b>	<b>\$ 4,677,964</b>	<b>\$ 2,476,334</b>	<b>\$ 12,091,667</b>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF CHANGES IN FUND EQUITY

ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Proprietary Fund Types					
	Enterprise Funds			Internal Service Fund		
	<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>	<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>
Fund equity at beginning of year	\$ 21,008,952	\$ 5,490,338	\$ 26,499,290	\$ 455,276	\$ 1,280,832	\$ 1,736,108
Net income	4,937,369	-	4,937,369	4,677,964	-	4,677,964
Capital contributions	-	406,658	406,658	-	-	-
Fund equity at end of year	\$ <u>25,946,321</u>	\$ <u>5,896,996</u>	\$ <u>31,843,317</u>	\$ <u>5,133,240</u>	\$ <u>1,280,832</u>	\$ <u>6,414,072</u>

See accompanying notes to financial statements.

Totals  
(Memorandum Only)

---

Nonexpendable Consolidated Retirement Trust Fund	<u>Retained Earnings</u>	<u>Fund Balance</u>	<u>Contributed Equity</u>	<u>Total</u>
\$ 8,749,679	\$ 21,464,228	\$ 8,749,679	\$ 6,771,170	\$ 36,985,077
2,476,334	9,615,333	2,476,334	-	12,091,667
<u>-</u>	<u>-</u>	<u>-</u>	<u>406,658</u>	<u>406,658</u>
\$ <u>11,226,013</u>	\$ <u>31,079,561</u>	\$ <u>11,226,013</u>	\$ <u>7,177,828</u>	\$ <u>49,483,402</u>



CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION

ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Proprietary Fund Type		Fiduciary	Total (Memorandum Only)
			Fund Type	
	Enterprise	Internal Service	Nonexpendable Consolidated Retirement Trust	
<b>Financial resources provided:</b>				
Net income	\$ 4,937,369	\$ 4,677,964	\$ 2,476,334	\$ 12,091,667
Items which do not use working capital:				
Depreciation and amortization	2,556,300	64,146	-	2,620,446
Amortization of bond discount	74,280	-	-	21,280
Loss on disposal of property and equipment	44,989	428	-	45,417
Working capital provided by operations	<u>7,559,938</u>	<u>4,742,538</u>	<u>2,476,334</u>	<u>14,778,810</u>
Increase in liabilities payable from restricted assets	1,385,441	743,039	7,235	2,135,715
Proceeds from issuance of long-term debt	24,731,786	-	-	24,731,786
Capital contributions	406,658	-	-	406,658
Total financial resources provided	<u>34,083,823</u>	<u>5,485,577</u>	<u>2,483,569</u>	<u>42,052,969</u>
<b>Financial resources used:</b>				
Additions to property and equipment	6,279,543	3,624,136	-	9,903,679
Increase in restricted assets	12,769,195	2,728,919	2,483,569	17,981,683
Reduction of long-term debt	3,602,138	14,219	-	3,616,357
Increase in issuance costs on long-term debt	570,924	-	-	570,924
Reduction of interfund loans	65,000	-	-	65,000
Total financial resources used	<u>23,286,800</u>	<u>6,367,274</u>	<u>2,483,569</u>	<u>32,137,643</u>
Increase (decrease) in working capital	\$ <u>10,797,023</u>	\$ <u>(881,697)</u>	\$ <u>-</u>	\$ <u>9,915,326</u>
<b>Changes in components of working capital:</b>				
Increase (decrease) in current assets:				
Cash and investments	\$ -	\$ 100	\$ -	\$ 100
Equity in pooled cash and investment fund	1,063,731	(379,657)	-	684,074
Accounts and notes receivable, net	1,644,365	(1,164)	-	1,643,201
Accrued unbilled revenues	(134,161)	-	-	(134,161)
Due from other funds	(15,595)	(111,167)	-	(126,762)
Inventories	(100,551)	15,840	-	(84,711)
Other current assets	414,725	-	-	414,725
Total increase (decrease) in current assets	<u>2,872,514</u>	<u>(476,048)</u>	<u>-</u>	<u>2,396,466</u>
Increase (decrease) in current liabilities:				
Accounts payable	123,646	(88,742)	-	34,904
Compensated absences payable	17,588	1,159	-	18,747
Bonds and notes payable within one year	(6,644,010)	(11,532)	-	(6,655,542)
Accrued interest payable	(6,258)	-	-	(6,258)
Due to pooled cash and investment fund	(1,533,398)	506,558	-	(1,026,840)
Due to other funds	(26,173)	(1,794)	-	(27,967)
Customer deposits	141,168	-	-	141,168
Deferred revenue	2,928	-	-	2,928
Total increase (decrease) in current liabilities	<u>(7,924,509)</u>	<u>405,649</u>	<u>-</u>	<u>(7,518,860)</u>
Increase (decrease) in working capital	\$ <u>10,797,023</u>	\$ <u>(881,697)</u>	\$ <u>-</u>	\$ <u>9,915,326</u>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 1983

(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 (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 designate the Authority's management, have the ability to significantly 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 purposes 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 eight generic fund types and three broad fund categories: governmental funds, proprietary funds and fiduciary fund.

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, Capital Project, and Special Assessment 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

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

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:

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), 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. 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 July 1, 1965 and 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.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

Federal Revenue Sharing

During 1983, the City changed the classification of the Federal Revenue Sharing Fund from an expendable trust fund to a special revenue fund.

This fund accounts for revenues received under the State and Local Fiscal Assistance Act of 1972 (as amended) and related expenditures.

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 not paid from the special assessment fund.

Capital Project Funds

Capital project 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 and the special assessment fund.

Special Assessment Fund

The Special Assessment Fund is used to account for financial resources and long-term debt obtained for the financing and construction of public improvements that are to be fully or partially paid for by assessments levied against benefited property owners. It is the policy of the City to levy special assessments subsequent to completion of the related capital improvement projects. Construction costs of the public improvements against which special assessments are levied are primarily budgeted in other funds and are not accounted for within the Special Assessment Fund. Expenditures of the special assessment fund consist primarily of transfers to other funds to finance the costs of capital improvements.

Proprietary Funds

Proprietary funds include enterprise and internal service funds. The measurement focus of proprietary funds is determination of net income, financial position and changes in financial position. 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:

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

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.

Enterprise funds used by the City are as follows:

Bulk Power Supply Revenue  
and Electric Revenue Funds

For legal purposes, transactions pertaining to the City-owned portion of Crystal River Nuclear Plant No. 3 (CR-3) are accounted for in a fund (bulk power supply revenue fund) separate from the fund which accounts for the transactions of the City's electric system (electric revenue fund). However, for financial accounting and reporting purposes, these funds are consolidated and all interfund transactions, consisting primarily of sales and related purchases of electricity, are eliminated in consolidation. On a consolidated basis, the electric and bulk power supply revenue 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.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

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.

Internal Service Fund

The Internal Service Fund accounts for the operation of the municipal garage, data processing, central reproduction, records management and building maintenance departments. The revenues of the internal service fund are derived from user fees charged to other City funds.

Fiduciary Fund

The fiduciary fund of the City is a nonexpendable trust fund. A trust fund is used to account for assets held by the City in a trustee capacity. The measurement focus and basis of accounting of the nonexpendable trust fund are similar to proprietary funds and it is therefore maintained on the accrual basis of accounting. The Nonexpendable Consolidated Retirement Trust Fund is utilized to account for the financial transactions of the City-administered consolidated pension plan.

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.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

General Long-Term Debt Account Group

Long-term liabilities, except for special assessment bonds which are accounted for in the special assessment fund, 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 nonexpendable 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 are accrued or deferred, as appropriate.

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 and interest expense on the related long-term debt are not accrued.

(b) Annual Budgets

An annual budget is prepared for all governmental and proprietary funds except the Special Assessment, Capital Project and Debt Service funds.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

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, 1983. 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 1983, 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.

(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 (note 3). 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) Investments

Investments, except those of the nonexpendable consolidated retirement trust fund, are stated at cost, which together with the accrued interest receivable approximates market. Investments of the nonexpendable consolidated retirement trust fund consisting of bonds, common stocks, short-term (government fund-Federal) and a repurchase agreement 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.



CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

(e) Inventories

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

(f) Property, Plant and Equipment

Proprietary Funds

Property, plant and equipment of the proprietary funds are carried at historical cost, if known, or estimated historical cost. 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.

Additions, improvements and expenditures that significantly extend the useful life of assets held by proprietary funds are capitalized. Other expenditures for repairs and maintenance are charged to operations as incurred.

Interest costs, net of interest income, on assets constructed or otherwise produced for use by proprietary funds is capitalized, as appropriate. For the year ended September 30, 1983, \$91,924 in net interest cost incurred by the proprietary funds was capitalized.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

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 (note 1). 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.

Capital Leases

Property and equipment and long-term liabilities associated with capital leases 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 is recognized as an expenditure and other financing source and principal and interest expenditures in the governmental funds on lease payments are recognized when due.

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

(g) Accrued Revenues

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

(h) Property Taxes

Property taxes levied by the City are billed and collected by the 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. Property taxes receivable at September 30, 1983 are immaterial.

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, 1983 was \$2.576 per \$1,000 of assessed property value.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

(i) Interfund Payables and Receivables

Interfund payables and receivables are non-interest bearing and generally are liquidated monthly. Interfund advances are liquidated in accordance with the City Council's resolution and may bear interest (note 5). Non-current portions of interfund advances receivable of governmental fund types are presented as a reserve of fund balance as these amounts do not constitute available spendable resources.

(j) 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.

(k) 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.

(l) 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. Increases in net assets restricted for debt service and renewal and replacement result from earnings on restricted assets included in consolidated net income of the proprietary funds and transfers to the restricted accounts. Increases in restricted assets decrease unreserved retained earnings and increase reserved retained earnings. The use of the restricted assets generates a restoration of unreserved retained earnings as debt payments are made and as renewal and replacement expenditure requirements are met.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

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. Increases to these reserves are created by transfers to restricted accounts, earnings on restricted assets and gifts designated by the donor for a specific use. Fund balances are also reserved for noncurrent portions of interfund loans receivable as these assets are not available spendable resources. In addition, 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.

(m) Capital 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 recorded as a reduction of retained earnings.

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.

(n) Bond Discounts and Issuance Costs

Bond discounts and issuance costs are deferred and amortized over the term of the bonds using the bonds outstanding method (which approximates the 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.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

(o) Administrative Fees

Certain administrative expenses are incurred by the City's electric revenue fund on behalf of the water and sewer and sanitation funds. The electric 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.

(p) 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.

(q) Total Columns on Combined  
Statements - Overview

The columns entitled "Total(s) (Memorandum Only)" included in the General Purpose Financial Statements (Combined Financial 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.

(3) Pooled Cash and Investments

Funds not prohibited by bond covenants have pooled their cash balances in order to maximize investment earnings. The City's banking arrangement requires the City to maintain a compensating bank balance of \$100,000. This compensating balance has been satisfied substantially by float.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

The assets and liabilities of the City's pooled cash and investment fund at September 30, 1983 are as follows:

	<u>Maturing Through</u>	<u>Interest Rate</u>	<u>Book Value</u>
Repurchase agreements	February 1984	8.125-8.86%	\$ 5,642,437
Equity in State Board of Administration Fund	November 1983	9.68%	13,609,822
U. S. Government secu- rities	November 1988	4.25-11.75%	2,956,111
Accrued interest receiv- able			145,302
Interfund receivables			4,133,985
Cash (overdraft)			(469,178)
Other			<u>(2,703)</u>
Total equity of par- ticipating funds			<u>\$ 26,015,776</u>

The concept of the pooled cash and investment fund permits participating funds to borrow cash for current operations from the pooled fund. The amounts invested and borrowed by the various funds of the City are presented as equity in pooled cash and investment fund and as due to pooled cash and investment fund, respectively, in the accompanying financial statements. At September 30, 1983, the total equity of restricted accounts of proprietary funds in the pooled fund was \$20,531,795 as compared to assets of the pooled fund as of that date, exclusive of interfund receivables, of \$21,881,791.

The State Board of Administration Fund is an investment pool administered by the State of Florida. Investments held in the State Board of Administration 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.

Investments of all governmental and proprietary fund types not participating in the pooled fund as of September 30, 1983 are summarized as follows:

<u>Security</u>	<u>Maturing Through</u>	<u>Interest Rate</u>	<u>Book Value</u>
Repurchase agreements	October 1983	8.125-9.25%	\$ 333,000
Equity in State Board of Administration Fund	November 1983	9.68%	2,745,441
Certificates of deposit	June 1984	8.75-9.00%	<u>1,527,613</u>
			<u>\$ 4,606,054</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

The cost and market values of investments of the nonexpendable consolidated retirement trust fund at September 30, 1983 are summarized as follows:

	<u>Cost</u>	<u>Market</u>
Bonds	\$ 4,896,414	\$ 5,173,260
Common stocks	2,771,412	3,314,425
Short-term (government fund - Federal) and repurchase agreement	<u>2,505,530</u>	<u>2,505,530</u>
	<u>\$ 10,173,356</u>	<u>\$ 10,993,215</u>

(4) Interfund Receivables/Payables

The following summarizes the interfund receivables and payables of the various funds of the City at September 30, 1983:

<u>Fund</u>	<u>Interfund Receivable</u>			<u>Interfund Payable</u>		
	<u>Current</u>	<u>Restricted</u>	<u>Total</u>	<u>Current</u>	<u>Restricted</u>	<u>Total</u>
General	\$ 4,067	\$ -	\$ 4,067	\$ 46,297	\$ 2,124	\$ 48,421
Special Revenue	32,202	-	32,202	781	-	781
Debt Service	-	-	-	-	32,202	32,202
Enterprise	243,321	1,410	244,731	245,942	-	245,942
Internal Service	483	-	483	434	-	434
Trust	-	46,297	46,297	-	-	-
	<u>\$ 280,073</u>	<u>\$ 47,707</u>	<u>\$ 327,780</u>	<u>\$ 293,454</u>	<u>\$ 34,326</u>	<u>\$ 327,780</u>

(5) Interfund Advances

On July 18, 1978, the City Council authorized a loan of \$118,000 from the general fund to the municipal golf course fund. This loan was later increased to \$148,000 under a resolution dated January 2, 1979. As of September 30, 1983, \$60,000 of this loan had been repaid leaving an outstanding balance of \$88,000. The current portion of this advance is \$15,000 based upon the fiscal year 1984 budget adopted by the City Council. Interfund interest recognized on the loan in fiscal year 1983 is \$6,000.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

On August 15, 1980, the City Council authorized a \$200,000 loan from the general fund to the sanitation fund. During 1983, \$50,000 of this loan was repaid resulting in an outstanding balance at September 30, 1983 of \$150,000. This loan is non-interest bearing and the current portion of this advance is \$50,000 based upon the fiscal year 1984 budget adopted by the City Council.

(6) Property and Equipment

Property and equipment of the proprietary fund types at September 30, 1983 is summarized as follows:

	<u>Enterprise Funds</u>	<u>Internal Service Fund</u>
Buildings	\$ 861,180	\$ 51,110
Extensions and improvements other than buildings	51,166,681	970
Crystal River Unit No. 3	9,495,956	-
Fixtures, vehicles and equipment	<u>3,403,903</u>	<u>647,077</u>
	64,927,720	699,157
Less accumulated depreciation	<u>21,400,606</u>	<u>294,282</u>
	43,527,114	404,875
Land	1,639,913	285,304
Construction in progress	<u>3,616,293</u>	<u>4,202,709</u>
	<u>\$ 48,783,320</u>	<u>\$ 4,892,888</u>

The cost of Crystal River Unit No. 3 (CR-3) represents the City's 1.333% 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 which will 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



CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

service fund since operations of the Complex will be funded by user charges to the respective funds utilizing the Complex. During 1983, construction of the Complex commenced and the City issued capital improvement bonds to further finance the construction of the Complex (note 9).

The following is a summary of the changes in the City's general fixed assets for the year ended September 30, 1983:

	Balance at October 1, <u>1982</u>	<u>Additions</u>	Retire- <u>ments</u>	Balance at Septem- ber 30, <u>1983</u>
Property, plant and equipment:				
Land	\$ 3,123,554	\$ 100,788	\$ -	\$ 3,224,342
Buildings	3,076,854	7,390	-	3,084,244
Equipment, furniture and fixtures	2,917,006	431,554	91,672	3,256,888
Construction in progress	<u>-</u>	<u>21,324</u>	<u>-</u>	<u>21,324</u>
	<u>\$ 9,117,414</u>	<u>\$ 561,056</u>	<u>\$ 91,672</u>	<u>\$ 9,586,798</u>
Net investment in general fixed assets:				
Investment in property acquired prior to September 30, 1975	\$ 5,599,936	\$ -	\$ -	\$ 5,599,936
Investment in property acquired after Septem- ber 30, 1975:				
Capital project funds	465,153	-	-	465,153
General fund	1,833,074	540,476	50,087	2,323,463
Special revenue funds	782,232	14,221	41,585	754,868
Special assessment fund	35,170	-	-	35,170
Federal and state grants	<u>401,849</u>	<u>6,359</u>	<u>-</u>	<u>408,208</u>
	<u>\$ 9,117,414</u>	<u>\$ 561,056</u>	<u>\$ 91,672</u>	<u>\$ 9,586,798</u>

(7) Pension Plan

The City maintains a defined benefit pension plan covering full-time firemen, policemen and all other general employees of the City. The plan was amended from a contributory to a noncontributory plan during fiscal year 1982. The City accounts for the pension plan on the accrual basis in a nonexpendable

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

trust fund. It is the City's policy to fully fund pension costs determined by an actuarial valuation performed as of the beginning of each fiscal year. The actuarial cost method used in the valuation for general employees is the entry age actuarial (normal) cost method. During 1983, there was a change in cost method pertaining to firefighters and police officers resulting from the allocation of valuation assets, as of the current valuation date, to firefighters, police officers, and general employees. Change in allocation resulted in no unfunded actuarial accrued liability for police officers and firefighters and thus the actuarial cost method for firefighters and police officers was changed to the aggregate actuarial cost method. Change in cost method did not produce material effect on the net income or excess of revenues over expenditures of the various fund types of the City.

Funding to the pension trust for the year ended September 30, 1983 was based on a constant percentage of employees' compensation during the year (5.82%). The current year funding of \$791,878 exceeded the minimum amount recommended in the actuarial valuation by \$65,180. Current year contributions expended or expensed by fund groups and state contributions are as follows:

City Contribution by Fund:	
General	\$ 351,272
Special revenue	17,170
Enterprise	203,920
Internal service	<u>30,320</u>
Total City contribution	602,682
State contribution	<u>189,196</u>
Total contribution	<u>\$ 791,878</u>

The City's contributions to the pension trust were based upon an actuarial valuation as of October 1, 1982, the most recent date for which accrued benefit information is available. As of October 1, 1982, the actuarial present value of vested and non-vested accumulated plan benefits was \$5,280,929 and \$295,172, respectively. The rate of return used to determine these actuarial present values was 7%. The net assets of the pension trust available for providing benefits as of October 1, 1982 was \$8,451,636 which exceeded the actuarial present value of vested plan benefits as of that date by \$3,170,707.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

(8) 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 1977		Series 1983		Sanita- tion Equipment Notes	Total Prin- cipal Due
	Electric Revenue Bonds	Bulk Power Supply Revenue Bonds	Bulk Power Supply Revenue Bonds	Water and Sewer Re- funding Rev- enue Bonds		
1984	\$ 925,000	\$ -	\$ -	\$ 230,000	\$ 144,013	\$ 1,299,013
1985	965,000	-	-	240,000	111,246	1,316,246
1986	1,010,000	-	-	255,000	111,246	1,376,246
1987	690,000	355,000	-	275,000	78,222	1,398,222
1988	495,000	360,000	250,000	290,000	-	1,395,000
1989-2006	-	10,465,000	13,230,000	9,910,000	-	33,605,000
Total long- term debt	4,085,000	11,180,000	13,480,000	11,200,000	444,727	40,389,727
Less:						
Current portion	925,000	-	-	230,000	144,013	1,299,013
Unamortized dis- count	20,931	129,682	261,100	-	-	411,713
Total long- term por- tion	\$ 3,139,069	\$ 11,050,318	\$ 13,218,900	\$ 10,970,000	\$ 300,714	\$ 38,679,001
Interest rate	<u>4.45 - 4.9%</u>	<u>4.6 - 5.75%</u>	<u>7.60 - 9.00%</u>	<u>5.5 - 9.375%</u>	69 - 70% of prime	

The electric revenue, bulk power supply revenue and water and sewer refunding revenue bonds are each secured by the net operating revenues of the respective fund. The City is in compliance with all significant limitations and restrictions contained in the various bond indentures.

During June 1983, the City issued \$11,200,000 water and sewer refunding revenue bonds for the purpose of providing funds for the acquisition and construction of additions, extensions and improvements to the water and sewer system of the City and to refund the 1968 water and sewer revenue bonds of which \$2,180,000 in principal was outstanding and the water and sewer revenue bonds, series 1979-2 anticipation notes of which \$6,600,000 in principal was outstanding.

During August 1983, the City issued \$13,480,000 bulk power supply revenue bonds to finance the cost of acquisition and construction of additions, extensions and improvements to the electric bulk power supply system.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

The sanitation equipment notes represent notes payable to a bank over the next four years and are secured by sanitation equipment.

Following is a schedule of debt service requirements to maturity for all outstanding debt of the City's enterprise funds as of September 30, 1983:

Fiscal Year Ended September 30,	Series 1977		Series 1983		Sanita- tion Equipment Notes	Total Principal and In- terest Due
	Electric Revenue Bonds	Bulk Power Supply Revenue Bonds	Bulk Power Supply Revenue Bonds	Water and Sewer Re- funding Rev- enue Bonds		
1984	\$ 1,094,815	\$ 609,528	\$ 939,200	\$ 1,282,623	\$ 177,683	\$ 4,103,849
1985	1,092,041	609,528	1,127,040	1,199,002	134,143	4,161,754
1986	1,091,109	609,528	1,127,040	1,199,602	125,663	4,152,942
1987	730,816	956,362	1,127,040	1,203,026	84,159	4,101,403
1988	507,127	944,738	1,367,540	1,198,776	-	4,018,181
1989	-	927,638	1,887,260	1,202,752	-	4,017,650
1990	-	929,688	1,878,610	1,199,126	-	4,007,424
1991	-	925,503	1,875,400	1,202,996	-	4,003,899
1992	-	925,044	1,875,865	1,198,796	-	3,999,705
1993	-	923,154	1,868,470	1,201,816	-	3,993,440
1994	-	924,652	1,866,715	1,201,328	-	3,992,695
1995	-	924,368	1,864,185	1,202,228	-	3,990,781
1996	-	927,239	1,860,180	1,203,728	-	3,991,147
1997	-	923,354	1,858,930	1,200,224	-	3,982,508
1998	-	922,688	1,854,730	1,202,124	-	3,979,542
1999	-	924,930	1,645,875	1,203,428	-	3,774,233
2000	-	924,910	-	1,203,568	-	2,128,478
2001	-	922,761	-	1,202,344	-	2,125,105
2002	-	923,315	-	1,203,594	-	2,126,909
2003	-	916,563	-	1,202,344	-	2,118,907
2004	-	917,332	-	1,203,126	-	2,120,458
2005	-	915,324	-	-	-	915,324
2006	-	915,588	-	-	-	915,588
	<u>\$ 4,515,908</u>	<u>\$ 20,343,735</u>	<u>\$ 26,024,080</u>	<u>\$ 25,316,551</u>	<u>\$ 521,648</u>	<u>\$ 76,721,922</u>

Internal Service Fund

In 1980 and 1982, the City Council authorized the City to enter into two secured capital lease obligations for the purchase of copying equipment and data processing equipment. The lease obligations payable bear interest at 7.5% and 9.7%, respectively, and are payable as follows:

Fiscal Year	Principal Due	Principal and Interest Due
1984	\$ 14,218	\$ 15,485
1985	<u>10,558</u>	<u>10,988</u>
	<u>\$ 24,776</u>	<u>\$ 26,473</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

(9) 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, 1983:

	Balance at October 1, 1982	General Long-Term Debt Additions	General Long-Term Debt Retired	Debt Service Funds Operations	Balance at September 30, 1983
Amounts available in debt service funds	\$ 697,310	\$ -	\$ -	\$ 1,463,478	\$ 2,160,788
Amount to be provided:					
Term bonds	-	3,130,000	-	-	3,130,000
Serial bonds	2,344,690	4,120,000	(267,000)	(1,463,478)	4,734,212
Notes payable	17,700	-	(17,700)	-	-
Installment purchase and capital lease obligations	49,462	52,242	(20,116)	-	81,588
	<u>2,411,852</u>	<u>7,302,242</u>	<u>(304,816)</u>	<u>(1,463,478)</u>	<u>7,945,800</u>
Total amount available and to be provided	\$ <u>3,109,162</u>	\$ <u>7,302,242</u>	\$ <u>(304,816)</u>	\$ <u>-</u>	\$ <u>10,106,588</u>
General long-term debt payable:					
Term bonds	\$ -	\$ 3,130,000	\$ -	\$ -	\$ 3,130,000
Serial bonds	3,042,000	4,120,000	(267,000)	-	6,895,000
Notes payable	17,700	-	(17,700)	-	-
Installment purchase and capital lease obligations	49,462	52,242	(20,116)	-	81,588
Total general obligation debt payable	\$ <u>3,109,162</u>	\$ <u>7,302,242</u>	\$ <u>(304,816)</u>	\$ <u>-</u>	\$ <u>10,106,588</u>

General long-term debt matures as follows:

Fiscal Year Ended September 30,	Refunding and Improvement Excise Tax Bonds		Improve- ment Bonds Dated December 1, 1982	Installment Purchase and Capital Lease Obligations	Total Principal Due
	Dated July 1, 1965	Dated January 1, 1972			
1984	\$ 195,000	\$ 45,000	\$ -	\$ 23,592	\$ 263,592
1985	200,000	50,000	155,000	26,047	431,047
1986	210,000	55,000	160,000	25,365	450,365
1987	-	275,000	175,000	6,584	456,584
1988	-	285,000	185,000	-	470,000
1989-2004	-	<u>1,460,000</u>	<u>6,575,000</u>	-	<u>8,035,000</u>
	\$ <u>605,000</u>	\$ <u>2,170,000</u>	\$ <u>7,250,000</u>	\$ <u>81,588</u>	\$ <u>10,106,588</u>
Interest rate	<u>4.45%</u>	<u>4.0-5.4%</u>	<u>6.5-10.125%</u>	<u>7.5-15.0%</u>	

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

Refunding and Improvement  
Excise Tax Bonds

The refunding and improvement excise tax bonds were issued to finance various municipal improvements including a public works complex, arterial street improvements, city building renovations, and a downtown parking garage. Occupational license taxes and cigarette taxes are pledged to secure these issues. In accordance with bond indentures, the City has established debt service and reserve funds which are consolidated in the accompanying financial statements.

Improvement Bonds

In October 1981, the City Council authorized the issuance of \$12,500,000 Capital Improvement Revenue Bonds. During December 1982, the City issued \$7,250,000 of the Capital Improvement Revenue Bonds bearing interest ranging from 6.5% to 10.125%. The proceeds of the bonds are being used for the construction of the Municipal Service Complex and for certain road improvements. The bonds mature annually commencing in 1984 in amounts ranging from \$155,000 to \$750,000. Interest is payable semi-annually beginning October 1, 1983. The bonds are secured by a lien upon and pledge of non-ad valorem revenues of the City.

Capital Leases

During the years ended September 30, 1980 and 1983, the City entered into installment purchase agreements for the acquisition of equipment for the library, police and engineering departments. A capital lease agreement was executed during year ended September 30, 1982 for the procurement of equipment for the regional library. The obligations are secured by the equipment acquired under the agreements.

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

Fiscal Year Ended September 30,	Refunding and Improvement Excise Tax Bonds		Improvement Bonds Dated December 1, 1982	Installment Purchase and Capital Lease Obligations	Total Principal and In- terest Due
	Dated July 1, 1965	Dated January 1, 1972			
1984	\$ 221,923	\$ 155,800	\$ 913,470	\$ 32,610	\$ 1,323,803
1985	218,245	158,505	835,065	32,278	1,244,093
1986	219,345	160,955	829,428	28,631	1,238,359
1987	-	378,150	832,484	5,338	1,215,972
1988	-	374,125	829,202	1,780	1,205,107
1989	-	374,590	829,465	-	1,204,055
1990	-	373,990	832,700	-	1,206,690
1991	-	366,980	823,960	-	1,190,940
1992	-	354,430	828,029	-	1,182,459
1993	-	197,600	819,722	-	1,017,322
1994	-	-	823,697	-	823,697
1995	-	-	819,385	-	819,385
1996	-	-	821,578	-	821,578
1997	-	-	815,098	-	815,098
1998	-	-	809,950	-	809,950
1999	-	-	810,412	-	810,412
2000	-	-	805,740	-	805,840
2001	-	-	801,165	-	801,165
2002	-	-	796,175	-	796,175
2003	-	-	790,363	-	790,363
2004	-	-	787,969	-	787,969
	<u>\$ 659,513</u>	<u>\$ 2,695,125</u>	<u>\$ 17,255,157</u>	<u>\$ 100,637</u>	<u>\$ 20,910,432</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

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 secured 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.

(10) Special Assessment Debt

Special assessment long-term debt as of September 30, 1983 matures as follows:

<u>Fiscal Year Ended September 30,</u>	<u>Street Improvement Bonds</u>			<u>Total Principal Due</u>
	<u>February 1, 1975</u>	<u>July 1, 1978</u>		
	Series 13,000-- <u>17,000</u>	Series <u>24,000</u>	Series 26,000 and <u>27,000</u>	
1984	\$ -	\$ -	\$ 100,000	\$ 100,000
1985	-	-	-	-
1986	-	-	-	-
1987	200,000	-	-	200,000
1988	-	-	-	-
1989	-	<u>60,000</u>	-	<u>60,000</u>
	<u>\$ 200,000</u>	<u>\$ 60,000</u>	<u>\$ 100,000</u>	<u>\$ 360,000</u>
Interest rate	<u>6.5%</u>	<u>6.0%</u>	<u>6.75%</u>	

Each of these issues is secured by and payable solely from the special assessment series indicated above. City Council authorized by resolution the issuance of \$280,000 in bonds for the 26,000 and 27,000 series special assessments; however, only \$100,000 in bonds have been issued.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

Debt service requirements of special assessment debt through maturity as of September 30, 1983 follows:

Fiscal Year Ended September 30,	<u>Street Improvement Bonds</u>			Total Principal and Interest Due
	February 1, 1975	July 1, 1978		
	Series 13,000- 17,000	Series 24,000	Series 26,000 and 27,000	
1984	\$ 13,000	\$ 3,600	\$ 106,750	\$ 123,350
1985	13,000	3,600	-	16,600
1986	13,000	3,600	-	16,600
1987	213,000	3,600	-	216,600
1988	-	3,600	-	3,600
1989	-	63,600	-	63,600
	<u>\$ 252,000</u>	<u>\$ 81,600</u>	<u>\$ 106,750</u>	<u>\$ 440,350</u>

(11) Reserved Retained Earnings

The following is a reconciliation of the reserved retained earnings to the net restricted assets of enterprise funds:

Total restricted assets	\$ 21,698,746
Less:	
Restricted assets set aside for construction under bond indentures	(14,593,831)
Liabilities payable from restricted assets	(3,162,804)
Add:	
Restricted assets set aside for customer refunds	569,421
Liabilities payable from restricted assets set aside for construction under bond indentures	328,875
Excess of liabilities payable from restricted assets over restricted assets classified as undesignated retained earnings deficit	<u>155,928</u>
Total reserved retained earnings	<u>\$ 4,996,335</u>



CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

(12) Financial Segment Information  
of Enterprise Funds

Each of the City's enterprise operations is accounted for within a separate fund. Over 95% 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:

	<u>Electric and Bulk Power Supply Revenue</u>	<u>Water and Sewer</u>	<u>Sanitation</u>	<u>Other</u>	<u>Total</u>
Current assets	\$ 9,303,591	\$ 1,465,449	\$ 147,561	\$ 207,524	\$ 11,124,125
Current liabilities	<u>8,012,408</u>	<u>124,509</u>	<u>268,912</u>	<u>66,533</u>	<u>8,472,362</u>
Working capital (deficit)	<u>\$ 1,291,183</u>	<u>\$ 1,340,940</u>	<u>\$ (121,351)</u>	<u>\$ 140,991</u>	<u>\$ 2,651,763</u>
Property, plant and equipment:					
Additions	<u>\$ 4,694,674</u>	<u>\$ 1,097,932</u>	<u>\$ 357,274</u>	<u>\$ 129,663</u>	<u>\$ 6,279,543</u>
Deletions	<u>\$ 155,332</u>	<u>\$ 29,564</u>	<u>\$ 12,368</u>	<u>\$ 26,182</u>	<u>\$ 223,446</u>
Total property, plant and equipment	<u>\$ 24,699,255</u>	<u>\$ 22,156,699</u>	<u>\$ 579,696</u>	<u>\$ 1,347,670</u>	<u>\$ 48,783,320</u>
Restricted assets	<u>\$ 16,729,436</u>	<u>\$ 4,942,260</u>	<u>\$ -</u>	<u>\$ 27,050</u>	<u>\$ 21,698,746</u>
Total assets	<u>\$ 51,159,088</u>	<u>\$ 28,861,895</u>	<u>\$ 727,257</u>	<u>\$ 1,582,244</u>	<u>\$ 82,330,484</u>
Liabilities payable from restricted assets	<u>\$ 2,474,390</u>	<u>\$ 668,587</u>	<u>\$ -</u>	<u>\$ 19,827</u>	<u>\$ 3,162,804</u>
Total fund equity	<u>\$ 13,264,003</u>	<u>\$ 17,098,799</u>	<u>\$ 57,631</u>	<u>\$ 1,422,884</u>	<u>\$ 31,843,317</u>
Total operating revenues	\$ 45,472,338	\$ 4,651,973	\$ 2,077,169	\$ 630,797	\$ 52,832,277
Operating expenses (less depreciation and amortization)	(34,946,171)	(2,032,911)	(1,739,695)	(492,274)	(39,211,051)
Depreciation and amortization	<u>(1,505,285)</u>	<u>(696,707)</u>	<u>(178,628)</u>	<u>(175,680)</u>	<u>(2,556,300)</u>
Operating income (loss)	9,020,882	1,922,355	158,846	(37,157)	11,064,926
Operating transfers from other funds	-	100,000	-	61,609	161,609
Operating transfers to other funds	(5,159,254)	(107,802)	(14,000)	-	(5,281,056)
Interest income	323,582	267,658	2,180	14,555	607,975
Interest expense	<u>(774,957)</u>	<u>(814,214)</u>	<u>(20,914)</u>	<u>(6,000)</u>	<u>(1,616,085)</u>
Net income	<u>\$ 3,410,253</u>	<u>\$ 1,367,997</u>	<u>\$ 126,112</u>	<u>\$ 33,007</u>	<u>\$ 4,937,369</u>
Capital contributions	<u>\$ 144,931</u>	<u>\$ 230,655</u>	<u>\$ -</u>	<u>\$ 31,072</u>	<u>\$ 406,658</u>

Interfund loans payable and long-term debt of individual enterprise funds are presented in notes 5 and 8.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

(13) Operating Deficits

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, 1983 which are included in the accompanying combined financial statements:

<u>Proprietary Funds</u>	<u>Net Loss</u>
Enterprise Fund:	
Jim Taylor Airport	\$(65,712)
<u>Governmental Funds</u>	<u>Deficiency</u>
Capital Project Funds:	
1972 Municipal Improvement Construction	\$ (6,645)

Furthermore, actual expenditures on a budgetary basis of the general, federal revenue sharing, and occupational license funds exceeded budgeted appropriations approved by City Council by \$99,083, \$9,528, and \$70, respectively.

(14) 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

The City is a defendant in a class action suit in which the plaintiffs are seeking injunction relief against alleged racial discrimination in supplying municipal services, the equalization of such services and the escrowing or refunding of revenue sharing funds. City management, upon advice of counsel, believes that the allegations are without merit. However, in the event the City should lose on all points, there is a possibility, though slight in

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

the opinion of counsel, the City could incur a liability (repayment of federal revenue sharing entitlements previously received and disbursed) in excess of \$2,800,000 in addition to substantial attorney fees and court costs. Related to this case, the same plaintiffs have filed suit against the Office of Revenue Sharing seeking to have revenue sharing funds either refunded, suspended, terminated or escrowed.

In the opinion of the City attorney, there are no other potential liabilities resulting from pending or threatened litigation or claims.

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 for goods or services not received as of September 30, 1983 were \$1,561,949 and \$640,103, respectively. These commitments are evidenced by signed purchase orders and contracts which were entered into prior to September 30, 1983.

Employee Benefits

City employees are entitled to accrue a maximum of 90 days sick leave. If the individual leaves the employ of the City, he or she is not entitled to be paid for the entire accumulated sick leave. Expenditures or expenses for sick leave are recorded at the time benefits are paid. At September 30, 1983, accumulated sick leave for each fund type is as follows:

General	\$ 962,886
Special Revenue	46,867
Enterprise	658,280
Internal Service	<u>74,853</u>
	<u>\$ 1,742,886</u>

## 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.

SPECIAL REVENUE FUNDS

CITY OF OCALA, FLORIDA

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

SEPTEMBER 30, 1983

<u>Assets</u>	<u>Federal Revenue Sharing</u>	<u>Occupational License</u>	<u>Central Florida Regional Library</u>
Cash and investments	\$ -	\$ 158,384	\$ 835
Equity in pooled cash and investment fund	206,716	-	54,186
Accounts receivable	-	782	-
Due from other governments	79,935	-	10,654
Due from other funds	-	-	-
Other current assets	-	-	747
Restricted assets:			
Cash	-	-	18,016
Equity in pooled cash and investment fund	-	-	5,000
Other	-	-	15
	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	\$ <u>286,651</u>	\$ <u>159,166</u>	\$ <u>89,453</u>
 <u>Liabilities and Fund Balance</u>			
Accounts payable	\$ -	\$ -	\$ 10,538
Compensatory absences payable	-	-	10,356
Due to other funds	-	540	232
Deferred revenue	-	127,594	-
Due to pooled cash and investment fund	-	-	-
Liabilities payable from restricted assets:			
Deferred revenue	-	-	5,000
Total liabilities	<u>          </u>	<u>128,134</u>	<u>26,126</u>
Fund balance:			
Reserved for encumbrances	-	-	9,098
Reserved for restricted assets	-	-	23,031
Total reserved fund balance	<u>          </u>	<u>          </u>	<u>32,129</u>
Unreserved	286,651	31,032	31,198
Total fund balance	<u>286,651</u>	<u>31,032</u>	<u>63,327</u>
Total liabilities and fund balance	\$ <u>286,651</u>	\$ <u>159,166</u>	\$ <u>89,453</u>

<u>Off-Street Parking</u>	<u>Down-town Development</u>	<u>Local Gasoline Tax</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 159,219
70,699	-	-	331,601
-	274	-	1,056
-	-	31,638	122,227
-	32,202	-	32,202
-	-	-	747
-	-	-	18,016
-	-	-	5,000
-	-	-	15
<u>\$ 70,699</u>	<u>\$ 32,476</u>	<u>\$ 31,638</u>	<u>\$ 670,083</u>

\$ 324	\$ 6	\$ -	\$ 10,868
107	-	-	10,463
9	-	-	781
-	-	-	127,594
-	1,711	-	1,711
-	-	-	5,000
<u>440</u>	<u>1,717</u>	<u>-</u>	<u>156,417</u>

-	-	-	9,098
-	-	-	23,031
-	-	-	32,129
<u>70,259</u>	<u>30,759</u>	<u>31,638</u>	<u>481,537</u>
<u>70,259</u>	<u>30,759</u>	<u>31,638</u>	<u>513,666</u>

<u>\$ 70,699</u>	<u>\$ 32,476</u>	<u>\$ 31,638</u>	<u>\$ 670,083</u>
------------------	------------------	------------------	-------------------

CITY OF OCALA, FLORIDA

SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND

CHANGES IN FUND BALANCES - ACTUAL AND BUDGET

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Actual						Total	Adjustments to Budgetary Basis
	Federal Revenue Sharing	Occupational License	Central Florida Regional Library	Off-Street Parking	Downtown Development	Local Gasoline Tax		
<b>Revenues:</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 35,934	\$ -	\$ 35,934	\$ -
Federal and state revenue sharing	321,591	-	-	-	-	-	321,591	-
Other intergovernmental revenues	-	-	474,186	-	-	31,638	505,824	(31,638)
Parking meters	-	-	-	49,500	-	-	49,500	-
Licenses and permits	-	292,546	-	-	-	-	292,546	-
Fines and forfeitures	-	-	16,644	14,133	-	-	30,777	-
Interest income	8,106	10,010	2,096	3,626	2,154	-	25,992	-
Gifts	-	-	6,725	-	-	-	6,725	-
Other income	-	449	11,282	14	-	-	11,745	-
<b>Total revenues</b>	<u>329,697</u>	<u>303,005</u>	<u>510,933</u>	<u>67,273</u>	<u>38,088</u>	<u>31,638</u>	<u>1,280,634</u>	<u>(31,638)</u>
<b>Expenditures:</b>								
<b>Current:</b>								
General government and administration	48	-	-	-	-	-	48	-
Culture and recreation	-	-	672,651	-	-	-	672,651	7,908
Nondepartmental appropriations	5,000	-	-	-	-	-	5,000	-
Other expenditures	-	70	-	16,210	2,981	-	19,261	-
Capital outlay	170,175	-	1,085	2,466	53,667	-	227,393	1,190
<b>Debt service:</b>								
Principal payments	-	-	11,135	-	-	-	11,135	-
Interest and paying agent fees	-	-	9,612	-	-	-	9,612	-
<b>Total expenditures</b>	<u>175,223</u>	<u>70</u>	<u>694,483</u>	<u>18,676</u>	<u>56,648</u>	<u>-</u>	<u>945,100</u>	<u>9,098</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>154,474</u>	<u>302,935</u>	<u>(183,550)</u>	<u>48,597</u>	<u>(18,560)</u>	<u>31,638</u>	<u>335,534</u>	<u>(40,736)</u>
<b>Other financing sources (uses):</b>								
Transfers from other funds	-	-	240,469	-	32,202	-	272,671	-
Transfers to other funds	-	(288,051)	-	(40,000)	-	-	(328,051)	-
<b>Total other sources (uses)</b>	<u>-</u>	<u>(288,051)</u>	<u>240,469</u>	<u>(40,000)</u>	<u>32,202</u>	<u>-</u>	<u>(55,380)</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other sources over expenditures and other uses before fund balance allocation</b>	<u>154,474</u>	<u>14,884</u>	<u>56,919</u>	<u>8,597</u>	<u>13,642</u>	<u>31,638</u>	<u>280,154</u>	<u>(40,736)</u>
<b>Fund balance allocation</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other sources over expenditures and other uses</b>	<u>154,474</u>	<u>14,884</u>	<u>56,919</u>	<u>8,597</u>	<u>13,642</u>	<u>31,638</u>	<u>280,154</u>	<u>(40,736)</u>
<b>Fund balances (deficits) at beginning of year</b>	<u>132,177</u>	<u>16,148</u>	<u>6,408</u>	<u>61,662</u>	<u>17,117</u>	<u>-</u>	<u>233,512</u>	<u>-</u>
<b>Fund balances (deficits) at end of year</b>	<u>\$ 286,651</u>	<u>\$ 31,032</u>	<u>\$ 63,327</u>	<u>\$ 70,259</u>	<u>\$ 30,759</u>	<u>\$ 31,638</u>	<u>\$ 513,666</u>	<u>\$(40,736)</u>



Revised Budget

Total Actual on a Budgetary Basis	Federal Revenue Sharing	Occupations License	Central Florida Regional Library	Off-Street Parking	Downtown Development	Local Gasoline Tax	Total	Favorable (Unfavorable) Variance
\$ 35,934	\$ -	\$ -	\$ -	\$ -	\$ 38,000	\$ -	\$ 38,000	\$ (2,066)
321,591	321,590	-	-	-	-	-	321,590	1
474,186	-	-	474,186	-	-	-	474,186	-
49,500	-	-	-	46,000	-	-	46,000	3,500
292,546	-	287,000	-	-	-	-	287,000	5,546
30,777	-	-	16,700	15,000	-	-	31,700	(923)
25,992	5,000	11,700	1,100	3,200	4,600	-	25,600	392
6,725	-	-	5,160	-	-	-	5,160	1,565
11,745	-	250	11,910	-	-	-	12,160	(415)
<u>1,248,996</u>	<u>326,590</u>	<u>298,950</u>	<u>509,056</u>	<u>64,200</u>	<u>42,600</u>	<u>-</u>	<u>1,241,396</u>	<u>7,600</u>
48	-	-	-	-	-	-	-	(48)
680,559	-	-	672,127	-	-	-	672,127	(8,432)
5,000	-	-	-	-	-	-	-	(5,000)
19,261	-	-	-	16,251	2,975	-	19,226	(35)
228,583	165,695	-	-	2,460	57,580	-	225,735	(2,848)
11,135	-	-	34,615	-	-	-	34,615	23,480
9,612	-	-	9,852	-	-	-	9,852	240
<u>954,198</u>	<u>165,695</u>	<u>-</u>	<u>716,594</u>	<u>18,711</u>	<u>60,555</u>	<u>-</u>	<u>961,555</u>	<u>7,357</u>
<u>294,798</u>	<u>160,895</u>	<u>298,950</u>	<u>(207,538)</u>	<u>45,489</u>	<u>(17,955)</u>	<u>-</u>	<u>279,841</u>	<u>14,957</u>
272,671	-	-	240,469	-	-	-	240,469	32,202
(328,051)	-	(288,051)	-	(40,000)	-	-	(328,051)	-
<u>(55,380)</u>	<u>-</u>	<u>(288,051)</u>	<u>240,469</u>	<u>(40,000)</u>	<u>-</u>	<u>-</u>	<u>(87,582)</u>	<u>32,202</u>
239,418	160,895	10,899	32,931	5,489	(17,955)	-	192,259	47,159
-	(160,895)	(10,899)	(32,931)	(5,489)	17,955	-	(192,259)	192,259
239,418	-	-	-	-	-	-	-	239,418
<u>233,512</u>	<u>132,177</u>	<u>16,148</u>	<u>6,408</u>	<u>61,662</u>	<u>17,117</u>	<u>-</u>	<u>233,512</u>	<u>-</u>
<u>\$ 472,930</u>	<u>\$ 132,177</u>	<u>\$ 16,148</u>	<u>\$ 6,408</u>	<u>\$ 61,662</u>	<u>\$ 17,117</u>	<u>\$ -</u>	<u>\$ 233,512</u>	<u>\$ 239,418</u>

CITY OF OCALA, FLORIDA

FEDERAL REVENUE SHARING FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - ACTUAL AND BUDGET

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Actual and Actual on a Budgetary Basis	Revised Budget	Favorable (Unfavorable) Variance
Revenues:			
Federal revenue sharing entitlements	\$ 321,591	\$ 321,590	\$ 1
Interest income	8,106	5,000	3,106
Total revenues	<u>329,697</u>	<u>326,590</u>	<u>3,107</u>
Expenditures:			
Current:			
General government and administration	48	-	(48)
Nondepartmental appro- priations	5,000	-	(5,000)
Capital outlay	<u>170,175</u>	<u>165,695</u>	<u>(4,480)</u>
Total expenditures	<u>175,223</u>	<u>165,695</u>	<u>(9,528)</u>
Excess of revenues over ex- penditures before fund balance allocation	154,474	160,895	(6,421)
Fund balance allocation	<u>-</u>	<u>(160,895)</u>	<u>160,895</u>
Excess of revenues over ex- penditures	154,474	-	154,474
Fund balance at beginning of year	<u>132,177</u>	<u>132,177</u>	<u>-</u>
Fund balance at end of year	\$ <u>286,651</u>	\$ <u>132,177</u>	\$ <u>154,474</u>

CITY OF OCALA, FLORIDA

OCCUPATIONAL LICENSE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - ACTUAL AND BUDGET

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Actual and Actual on a Budgetary Basis	Revised Budget	Favorable (Unfavorable) Variance
Revenues:			
Licenses and permits	\$ 292,546	\$ 287,000	\$ 5,546
Interest income	10,010	11,700	(1,690)
Other income	<u>449</u>	<u>250</u>	<u>199</u>
Total revenues	<u>303,005</u>	<u>298,950</u>	<u>4,055</u>
Expenditures:			
Current:			
Other expenditures	<u>70</u>	<u>-</u>	<u>(70)</u>
Total expenditures	<u>70</u>	<u>-</u>	<u>(70)</u>
Excess of revenues over expenditures	<u>302,935</u>	<u>298,950</u>	<u>3,985</u>
Other financing uses:			
Transfers to other funds	<u>(288,051)</u>	<u>(288,051)</u>	<u>-</u>
Excess of revenues over expenditures and other uses before fund balance allocation	14,884	10,899	3,985
Fund balance allocation	<u>-</u>	<u>(10,899)</u>	<u>10,899</u>
Excess of revenues over expenditures and other uses	14,884	-	14,884
Fund balance at beginning of year	<u>16,148</u>	<u>16,148</u>	<u>-</u>
Fund balance at end of year	\$ <u>31,032</u>	\$ <u>16,148</u>	\$ <u>14,884</u>

CITY OF OCALA, FLORIDA

CENTRAL FLORIDA REGIONAL LIBRARY FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - ACTUAL AND BUDGET

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	<u>Actual</u>	Adjustments to Budgetary <u>Basis</u>	Actual on a Budgetary <u>Basis</u>	Revised <u>Budget</u>	Favorable (Unfavorable) <u>Variance</u>
Revenues:					
Intergovernmental revenues	\$ 474,186	\$ -	\$ 474,186	\$ 474,186	\$ -
Fines and forfeitures	16,644	-	16,644	16,700	(56)
Gifts	6,725	-	6,725	5,160	1,565
Interest income	2,096	-	2,096	1,100	996
Other income	<u>11,282</u>	<u>-</u>	<u>11,282</u>	<u>11,910</u>	<u>(628)</u>
Total revenues	<u>510,933</u>	<u>-</u>	<u>510,933</u>	<u>509,056</u>	<u>1,877</u>
Expenditures:					
Current:					
Culture and recreation	672,651	7,908	680,559	672,127	(8,432)
Capital outlay	1,085	1,190	2,275	-	(2,275)
Debt service:					
Principal payments	11,135	-	11,135	34,615	23,480
Interest and paying agent fees	<u>9,612</u>	<u>-</u>	<u>9,612</u>	<u>9,852</u>	<u>240</u>
Total expenditures:	<u>694,483</u>	<u>9,098</u>	<u>703,581</u>	<u>716,594</u>	<u>13,013</u>
Deficiency of revenues over expenditures	<u>(183,550)</u>	<u>(9,098)</u>	<u>(192,648)</u>	<u>(207,538)</u>	<u>14,890</u>
Other financing sources:					
Transfers from other funds	<u>240,469</u>	<u>-</u>	<u>240,469</u>	<u>240,469</u>	<u>-</u>
Excess of revenues and other sources over expenditures before fund balance allocation	56,919	(9,098)	47,821	32,931	14,890
Fund balance allocation	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,931)</u>	<u>32,931</u>
Excess of revenues and other sources over expenditures	56,919	(9,098)	47,821	-	47,821
Fund balance at beginning of year	<u>6,408</u>	<u>-</u>	<u>6,408</u>	<u>6,408</u>	<u>-</u>
Fund balance at end of year	\$ <u><u>63,327</u></u>	\$ <u><u>(9,098)</u></u>	\$ <u><u>54,229</u></u>	\$ <u><u>6,408</u></u>	\$ <u><u>47,821</u></u>

CITY OF OCALA, FLORIDA

OFF-STREET PARKING FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - ACTUAL AND BUDGET

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Actual and Actual on a Budgetary Basis	Revised Budget	Favorable (Unfavorable) Variance
Revenues:			
Parking meters	\$ 49,500	\$ 46,000	\$ 3,500
Fines and forfeitures	14,133	15,000	(867)
Interest income	3,626	3,200	426
Other income	14	-	14
Total revenues	<u>67,273</u>	<u>64,200</u>	<u>3,073</u>
Expenditures:			
Current:			
Other expenditures	16,210	16,251	41
Capital outlay	2,466	2,460	(6)
Total expenditures	<u>18,676</u>	<u>18,711</u>	<u>35</u>
Excess of revenues over expenditures	<u>48,597</u>	<u>45,489</u>	<u>3,108</u>
Other financing uses:			
Transfers to other funds	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>
Excess of revenues over expend- itures and other uses before fund balance allocation	8,597	5,489	3,108
Fund balance allocation	<u>-</u>	<u>(5,489)</u>	<u>5,489</u>
Excess of revenues over expenditures and other uses	8,597	-	8,597
Fund balance at beginning of year	<u>61,662</u>	<u>61,662</u>	<u>-</u>
Fund balance at end of year	\$ <u>70,259</u>	\$ <u>61,662</u>	\$ <u>8,597</u>

CITY OF OCALA, FLORIDA

DOWNTOWN DEVELOPMENT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - ACTUAL AND BUDGET

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Actual and Actual on a Budgetary Basis	Revised Budget	Favorable (Unfavorable) Variance
Revenues:			
Property taxes	\$ 35,934	\$ 38,000	\$ (2,066)
Interest income	<u>2,154</u>	<u>4,600</u>	<u>(2,446)</u>
Total revenues	<u>38,088</u>	<u>42,600</u>	<u>(4,512)</u>
Expenditures:			
Current:			
Other expenditures	2,981	2,975	(6)
Capital outlay	<u>53,667</u>	<u>57,580</u>	<u>3,913</u>
Total expenditures	<u>56,648</u>	<u>60,555</u>	<u>3,907</u>
Deficiency of revenues over ex- penditures	(18,560)	(17,955)	(605)
Other financing sources:			
Transfers from other funds	<u>32,202</u>	-	<u>32,202</u>
Excess of revenues and other sources over expenditures be- fore fund balance allocation	13,642	(17,955)	31,597
Fund balance allocation	<u>-</u>	<u>17,955</u>	<u>(17,955)</u>
Excess of revenues and other sources over expenditures	13,642	-	13,642
Fund balance at beginning of year	<u>17,117</u>	<u>17,117</u>	<u>-</u>
Fund balance at end of year	\$ <u>30,759</u>	\$ <u>17,117</u>	\$ <u>13,642</u>

CITY OF OCALA, FLORIDA  
LOCAL GASOLINE TAX FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED SEPTEMBER 30, 1983

Revenues - intergovernmental revenues	\$ 31,638
Expenditures	<u>          -</u>
Excess of revenues over expenditures	31,638
Fund balance at beginning of year	<u>          -</u>
Fund balance at end of year	\$ <u>31,638</u>

This page was intentionally left blank.



DEBT SERVICE FUNDS

CITY OF OCALA, FLORIDA

DEBT SERVICE FUNDS

COMBINING BALANCE SHEET

SEPTEMBER 30, 1983

<u>Assets</u>	<u>Excise tax Bonds</u>	<u>Improve- ment Bonds</u>	<u>Total</u>
Cash and investments	\$ 670,318	\$ 31,954	\$ 702,272
Equity in pooled cash and investment fund	-	1,470,634	1,470,634
Accrued interest receivable	4,825	248	5,073
Other assets	<u>15,011</u>	<u>-</u>	<u>15,011</u>
Total restricted assets	\$ <u>690,154</u>	\$ <u>1,502,836</u>	\$ <u>2,192,990</u>
<u>Liabilities and Fund Balance</u>			
Due to other funds	\$ <u>-</u>	\$ <u>32,202</u>	\$ <u>32,202</u>
Total liabilities payable from restricted assets	<u>-</u>	<u>32,202</u>	<u>32,202</u>
Fund balance:			
Reserved for debt service	<u>690,154</u>	<u>1,470,634</u>	<u>2,160,788</u>
Total liabilities and fund balance	\$ <u>690,154</u>	\$ <u>1,502,836</u>	\$ <u>2,192,990</u>

CITY OF OCALA, FLORIDA

DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	<u>Excise Tax Bonds</u>	<u>Improve- ment Bonds</u>	<u>Total</u>
Revenues:			
Interest income	\$ <u>61,631</u>	\$ <u>63,419</u>	\$ <u>125,050</u>
Total revenues	<u>61,631</u>	<u>63,419</u>	<u>125,050</u>
Expenditures:			
Debt service:			
Bond principal payments	230,000	37,000	267,000
Bond interest and paying agent fees	<u>151,333</u>	<u>1,739</u>	<u>153,072</u>
Total expenditures	<u>381,333</u>	<u>38,739</u>	<u>420,072</u>
Excess (deficiency) of revenues over expenditures	<u>(319,702)</u>	<u>24,680</u>	<u>(295,022)</u>
Other financing sources (uses):			
Transfer from other funds	378,119	1,412,583	1,790,702
Transfer to other funds	<u>          </u>	<u>(32,202)</u>	<u>(32,202)</u>
Total other sources	<u>378,119</u>	<u>1,380,381</u>	<u>1,758,500</u>
Excess of revenues and other sources over expenditures and other uses	58,417	1,405,061	1,463,478
Fund balances at beginning of year	<u>631,737</u>	<u>65,573</u>	<u>697,310</u>
Fund balances at end of year	\$ <u><u>690,154</u></u>	\$ <u><u>1,470,634</u></u>	\$ <u><u>2,160,788</u></u>

This page was intentionally left blank.

CAPITAL PROJECT FUNDS

CITY OF OCALA, FLORIDA

CAPITAL PROJECT FUNDS

COMBINING BALANCE SHEET

SEPTEMBER 30, 1983

<u>Assets</u>	<u>Capital Improvement Construction</u>	<u>1972 Municipal Improvement Construction</u>	<u>Total</u>
Equity in pooled cash and investment fund	\$ <u>1,094,148</u>	\$ <u>58,402</u>	\$ <u>1,152,550</u>
Total assets	\$ <u>1,094,148</u>	\$ <u>58,402</u>	\$ <u>1,152,550</u>
<u>Fund Balance</u>			
Unreserved fund balance	\$ <u>1,094,148</u>	\$ <u>58,402</u>	\$ <u>1,152,550</u>

CITY OF OCALA, FLORIDA

CAPITAL PROJECT FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Capital Improvement Construction	1972 Municipal Improvement Construction	Total
Revenues:			
Interest income	\$ <u>63,454</u>	\$ <u>3,310</u>	\$ <u>66,764</u>
Total revenues	<u>63,454</u>	<u>3,310</u>	<u>66,764</u>
Expenditures:			
Current:			
Administration	43,221	1,404	44,625
Capital outlay	<u>12,500</u>	<u>8,551</u>	<u>21,051</u>
Total expenditures	<u>55,721</u>	<u>9,955</u>	<u>65,676</u>
Excess (deficiency) of revenues over expenditures	<u>7,733</u>	<u>(6,645)</u>	<u>1,088</u>
Other financing sources (uses):			
Transfer from other funds	1,427,457	-	1,427,457
Transfer to other funds	<u>(230,802)</u>	<u>-</u>	<u>(230,802)</u>
Total other sources	<u>1,196,655</u>	<u>-</u>	<u>1,196,655</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	1,204,388	(6,645)	1,197,743
Fund balances at beginning of year	<u>(110,240)</u>	<u>65,047</u>	<u>(45,193)</u>
Fund balances at end of year	\$ <u><u>1,094,148</u></u>	\$ <u><u>58,402</u></u>	\$ <u><u>1,152,550</u></u>

This page was intentionally left blank.



ENTERPRISE FUNDS

CITY OF OCALA, FLORIDA

ENTERPRISE FUNDS

COMBINING BALANCE SHEET

SEPTEMBER 30, 1983

<u>Assets</u>	Electric and Bulk Power Supply Revenue	Water and Sewer	Sani- tation
<b>Current assets:</b>			
Cash	\$ 1,125	\$ 300	\$ -
Equity in pooled cash and investment fund	-	901,710	65,971
Accounts and notes receivable, net of allowance for doubtful accounts of \$166,563	5,384,615	55,932	-
Accrued unbilled revenues	2,291,361	-	-
Due from other funds	5,220	156,511	81,590
Inventories	1,431,361	97,469	-
Other current assets	189,909	253,527	-
<b>Total current assets</b>	<u>9,303,591</u>	<u>1,463,449</u>	<u>147,561</u>
<b>Restricted assets:</b>			
Cash and investments	1,679,816	2,127,189	-
Equity in pooled cash and investment fund	15,027,748	2,775,128	-
Accrued interest and dividends receivable	11,891	4,803	-
Due from other governments	-	2,775	-
Due from other funds	-	1,410	-
Other	9,981	30,955	-
<b>Total restricted assets</b>	<u>16,729,436</u>	<u>4,943,260</u>	<u>-</u>
Property, plant and equipment, net	<u>26,699,253</u>	<u>22,136,693</u>	<u>379,696</u>
Issuance costs on long-term debt	<u>426,806</u>	<u>297,487</u>	<u>-</u>
<b>Total assets</b>	<b>\$ <u>51,159,086</u></b>	<b>\$ <u>28,861,895</u></b>	<b>\$ <u>727,257</u></b>
<u>Liabilities and Fund Equity</u>			
<b>Current liabilities:</b>			
Accounts payable	\$ 3,208,400	\$ 94,202	\$ 33,500
Compensated absences payable	84,511	29,737	29,972
Bonds and notes payable within one year	-	-	144,013
Accrued interest payable	-	-	10,728
Due to pooled cash and investment fund	3,430,896	-	-
Due to other funds	239,294	570	699
Customer deposits	1,049,307	-	-
Interfund loans payable	-	-	50,000
Deferred revenue	-	-	-
<b>Total current liabilities</b>	<u>8,012,408</u>	<u>124,509</u>	<u>168,912</u>
<b>Liabilities payable from restricted assets:</b>			
Accounts payable	773,747	114,703	-
Accrued interest payable	775,643	323,884	-
Revenue bonds payable within one year	925,000	230,000	-
Deferred revenue	-	-	-
<b>Total liabilities payable from restricted assets</b>	<u>2,474,390</u>	<u>668,587</u>	<u>-</u>
Interfund loans payable after one year	-	-	100,000
Revenue bonds and notes payable after one year	<u>27,408,287</u>	<u>10,970,000</u>	<u>300,716</u>
<b>Total liabilities</b>	<u>37,895,085</u>	<u>11,763,096</u>	<u>469,628</u>
Contributed equity	<u>430,300</u>	<u>4,547,207</u>	<u>-</u>
<b>Retained earnings:</b>			
Reserved for debt service	3,658,591	1,242,075	-
Reserved for renewal and replacement	-	95,649	-
<b>Total reserved retained earnings</b>	<u>3,658,591</u>	<u>1,337,724</u>	<u>-</u>
Unreserved	<u>9,175,212</u>	<u>11,213,868</u>	<u>37,631</u>
<b>Total retained earnings</b>	<u>12,833,803</u>	<u>12,551,592</u>	<u>37,631</u>
<b>Total fund equity</b>	<u>13,264,003</u>	<u>17,098,799</u>	<u>37,631</u>
<b>Total liabilities and fund equity</b>	<b>\$ <u>51,159,086</u></b>	<b>\$ <u>28,861,895</u></b>	<b>\$ <u>727,257</u></b>

Municipal Golf Course	Fort King Tennis Court	Municipal Trailer Park	Ocala Municipal Airport	Total
\$ -	\$ 30	\$ 100	\$ -	\$ 1,575
175,306	7,439	18,343	3,987	1,172,754
118	-	-	1,946	5,442,611
-	-	-	-	2,291,361
-	-	-	-	243,321
-	-	-	-	1,528,830
235	-	-	-	663,671
<u>175,539</u>	<u>7,439</u>	<u>18,343</u>	<u>3,987</u>	<u>11,120,122</u>
-	-	-	-	3,807,005
-	-	-	-	17,802,874
-	-	-	-	14,694
-	-	-	27,050	25,825
-	-	-	-	1,410
-	-	-	-	60,136
<u>-</u>	<u>-</u>	<u>-</u>	<u>27,050</u>	<u>21,498,740</u>
320,669	21,645	8,126	997,230	48,783,320
-	-	-	-	728,293
\$ <u>496,328</u>	\$ <u>29,134</u>	\$ <u>26,569</u>	\$ <u>1,020,213</u>	\$ <u>82,330,484</u>
\$ 24,493	\$ 1,349	\$ 1,792	\$ 1,800	\$ 3,365,736
5,873	170	642	-	150,905
-	-	-	-	144,013
-	-	-	-	10,728
-	-	-	-	3,430,896
122	17	20	3,220	245,942
-	-	-	-	1,049,307
15,000	-	-	-	65,000
8,802	-	-	1,033	5,835
<u>34,292</u>	<u>1,736</u>	<u>2,454</u>	<u>4,033</u>	<u>8,472,362</u>
-	-	-	-	888,450
-	-	-	-	1,099,527
-	-	-	-	1,155,000
-	-	-	19,827	19,827
<u>-</u>	<u>-</u>	<u>-</u>	<u>19,827</u>	<u>2,147,808</u>
72,000	-	-	-	173,000
-	-	-	-	38,679,001
<u>127,290</u>	<u>1,736</u>	<u>2,454</u>	<u>27,880</u>	<u>50,487,167</u>
1,126	-	-	918,623	3,896,996
-	-	-	-	4,900,644
-	-	-	-	93,662
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,999,333</u>
267,886	27,398	26,115	83,898	20,249,286
267,886	27,398	26,115	83,898	23,946,321
269,038	27,398	26,115	1,002,332	21,863,217
\$ <u>496,328</u>	\$ <u>29,134</u>	\$ <u>26,569</u>	\$ <u>1,020,213</u>	\$ <u>82,330,484</u>

CITY OF OCALA, FLORIDA

ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES AND EXPENSES

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	<u>Electric and Bulk Power Supply Revenue</u>	<u>Water and Sewer</u>	<u>Sanitation</u>
Operating revenues:			
Sales of electricity	\$ 44,748,296	\$ -	\$ -
Sale of water	-	2,052,544	-
Sewer and sanitation service charges	-	1,812,051	2,077,169
Fees and rentals	-	-	-
Commissions	-	-	-
Other	724,042	787,378	-
Total operating revenues	<u>45,472,338</u>	<u>4,651,973</u>	<u>2,077,169</u>
Operating expenses:			
Purchase of electricity	26,530,621	-	-
Distribution	2,431,343	251,848	-
Back-up	2,682,208	-	-
Transmission	284,097	-	-
Operation and maintenance	1,266,979	-	1,659,723
Water and sewer treatment	-	984,869	-
Sewer collection	-	387,600	-
Administration	1,097,055	333,884	79,972
Depreciation and amortization	1,505,285	696,707	178,628
Other	653,868	74,710	-
Total operating expenses	<u>36,451,456</u>	<u>2,729,618</u>	<u>1,918,323</u>
Operating income (loss)	<u>9,020,882</u>	<u>1,922,355</u>	<u>158,846</u>
Nonoperating revenues (expenses):			
Interest income	323,582	267,658	2,180
Interest expense	<u>(774,957)</u>	<u>(814,214)</u>	<u>(20,914)</u>
Total nonoperating revenues (expenses)	<u>(451,375)</u>	<u>(546,556)</u>	<u>(18,734)</u>
Income (loss) before operating transfers	<u>8,569,507</u>	<u>1,375,799</u>	<u>140,112</u>
Operating transfers:			
From other funds	-	100,000	-
To other funds	<u>(5,159,254)</u>	<u>(107,802)</u>	<u>(14,000)</u>
Total operating transfers	<u>(5,159,254)</u>	<u>(7,802)</u>	<u>(14,000)</u>
Net income (loss)	\$ <u>3,410,253</u>	\$ <u>1,367,997</u>	\$ <u>126,112</u>

<u>Municipal Golf Course</u>	<u>Fort King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ 44,748,296
-	-	-	-	2,052,544
-	-	-	-	3,889,220
426,279	39,106	65,255	26,336	556,976
45,098	-	-	18,853	63,951
279	3,668	-	5,923	1,521,290
<u>471,656</u>	<u>42,774</u>	<u>65,255</u>	<u>51,112</u>	<u>52,832,277</u>
-	-	-	-	26,530,621
-	-	-	-	2,683,191
-	-	-	-	2,682,208
-	-	-	-	284,097
354,205	47,243	59,283	31,543	3,418,976
-	-	-	-	984,869
-	-	-	-	387,609
-	-	-	-	1,510,911
35,204	8,476	1,099	130,901	2,556,300
-	-	-	-	728,578
<u>389,409</u>	<u>55,719</u>	<u>60,382</u>	<u>162,444</u>	<u>41,767,351</u>
<u>82,247</u>	<u>(12,945)</u>	<u>4,873</u>	<u>(111,332)</u>	<u>11,064,926</u>
12,432	672	1,140	311	607,975
<u>(6,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,616,085)</u>
<u>6,432</u>	<u>672</u>	<u>1,140</u>	<u>311</u>	<u>(1,008,110)</u>
<u>88,679</u>	<u>(12,273)</u>	<u>6,013</u>	<u>(111,021)</u>	<u>10,056,816</u>
-	16,300	-	45,309	161,609
-	-	-	-	(5,281,056)
-	<u>16,300</u>	<u>-</u>	<u>45,309</u>	<u>(5,119,447)</u>
\$ <u>88,679</u>	\$ <u>4,027</u>	\$ <u>6,013</u>	\$ <u>(65,712)</u>	\$ <u>4,937,369</u>

CITY OF OCALA, FLORIDA

ENTERPRISE FUNDS

COMBINING STATEMENT OF CHANGES IN FUND EQUITY

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	<u>Electric and Bulk Power Supply Revenue</u>			<u>Water and Sewer</u>			<u>Sanitation Retained Earnings (Deficit)</u>
	<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>	<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>	
Fund equity (deficit) at beginning of year	\$ 9,423,550	\$ 285,269	\$ 9,708,819	\$ 11,183,595	\$ 4,316,552	\$ 15,500,147	\$ (68,481)
Net income (loss)	3,410,253	-	3,410,253	1,367,997	-	1,367,997	126,112
Capital contributions	-	<u>144,931</u>	<u>144,931</u>	-	<u>230,655</u>	<u>230,655</u>	-
Fund equity at end of year	\$ <u>12,833,803</u>	\$ <u>430,200</u>	\$ <u>13,264,003</u>	\$ <u>12,551,592</u>	\$ <u>4,547,207</u>	\$ <u>17,098,799</u>	\$ <u>57,631</u>

<u>Municipal Golf Course</u>			<u>Fort King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>			<u>Combined</u>		
<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>	<u>Retained Earnings</u>	<u>Retained Earnings</u>	<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>	<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>
\$ 279,205	\$ -	\$ 279,205	\$ 23,371	\$ 18,102	\$ 149,610	\$ 888,517	\$ 1,038,127	\$ 21,008,952	\$ 5,490,338	\$ 26,499,290
88,679	-	88,679	4,027	6,013	(65,712)	-	(65,712)	4,937,369	-	4,937,369
-	1,154	1,154	-	-	-	29,918	29,918	-	406,658	406,658
<u>\$ 367,884</u>	<u>\$ 1,154</u>	<u>\$ 369,038</u>	<u>\$ 27,398</u>	<u>\$ 24,115</u>	<u>\$ 83,898</u>	<u>\$ 918,435</u>	<u>\$ 1,002,333</u>	<u>\$ 25,946,321</u>	<u>\$ 5,896,996</u>	<u>\$ 31,843,317</u>

CITY OF OCALA, FLORIDA

ENTERPRISE FUNDS

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Electric and Bulk Power Supply <u>Revenue</u>	Water and Sewer	Sani- tation	Municipal Golf Course
Financial resources provided:				
Net income (loss)	\$ 3,410,253	\$ 1,367,997	\$ 126,112	\$ 88,679
Items which do not use working capital:				
Depreciation and amortization	1,505,285	696,707	178,628	35,204
Amortization of bond discount	21,280	-	-	-
Loss on disposal of property and equipment	<u>34,535</u>	<u>6,814</u>	<u>334</u>	<u>857</u>
Working capital provided by operations	4,971,353	2,071,518	305,074	124,740
Increase in liabilities payable from restricted assets	1,160,419	205,195	-	-
Proceeds from issuance of long-term debt	13,218,900	11,200,000	312,886	-
Capital contributions	144,931	230,655	-	1,154
Total financial resources provided	<u>19,495,603</u>	<u>13,707,368</u>	<u>617,960</u>	<u>125,894</u>
Financial resources used:				
Additions to property and equipment	4,694,674	1,097,932	357,274	48,538
Increase in restricted assets	10,905,808	1,836,337	-	-
Reduction of long-term debt	925,000	2,533,125	144,013	-
Increase in issuance costs on long- term debt	269,715	301,209	-	-
Reduction of interfund loans	-	-	50,000	15,000
Total financial resources used	<u>16,795,197</u>	<u>5,768,603</u>	<u>551,287</u>	<u>63,538</u>
Increase in working capital	\$ <u>2,700,406</u>	\$ <u>7,938,765</u>	\$ <u>66,673</u>	\$ <u>62,356</u>
Changes in components of working capital:				
Increase (decrease) in current assets:				
Equity in pooled cash and invest- ment fund	\$ -	\$ 901,710	\$ 65,971	\$ 79,285
Accounts and notes receivable, net	1,636,529	16,845	-	(372)
Accrued unbilled revenues	(134,161)	-	-	-
Due from other funds	210	(9,626)	(6,179)	-
Inventories	(99,672)	(879)	-	-
Other current assets	183,297	231,193	-	235
Total increase (decrease) in current assets	<u>1,586,203</u>	<u>1,139,243</u>	<u>59,792</u>	<u>79,148</u>
Increase (decrease) in current liabilities:				
Accounts payable	155,220	(23,778)	(17,655)	12,510
Compensated absences payable	9,784	1,734	4,451	1,468
Bonds and notes payable within one year	-	(6,724,375)	80,365	-
Accrued interest payable	-	(12,155)	5,897	-
Due to pooled cash and investment fund	(1,399,273)	(38,798)	(77,385)	-
Due to other funds	(21,102)	(2,150)	(2,554)	(433)
Customer deposits	141,168	-	-	-
Deferred revenue	-	-	-	3,247
Total increase (decrease) in current liabilities	<u>(1,114,203)</u>	<u>(6,799,522)</u>	<u>(6,881)</u>	<u>16,792</u>
Increase in working capital	\$ <u>2,700,406</u>	\$ <u>7,938,765</u>	\$ <u>66,673</u>	\$ <u>62,356</u>



Fort King Tennis Court	Munici- pal Trailer Park	Ocala Munici- pal Airport	Total
\$ 4,027	\$ 6,013	\$ (65,712)	\$ 4,937,369
8,476	1,099	130,901	2,556,300
-	-	-	21,280
<u>18</u>	<u>30</u>	<u>2,401</u>	<u>44,989</u>
12,521	7,142	67,590	7,559,938
-	-	19,827	1,385,441
-	-	-	24,731,786
-	-	29,918	406,658
<u>12,521</u>	<u>7,142</u>	<u>117,335</u>	<u>34,083,823</u>
714	919	79,492	6,279,543
-	-	27,050	12,769,195
-	-	-	3,602,138
-	-	-	570,924
-	-	-	65,000
<u>714</u>	<u>919</u>	<u>106,542</u>	<u>23,286,800</u>
\$ <u>11,807</u>	\$ <u>6,223</u>	\$ <u>10,793</u>	\$ <u>10,797,023</u>
\$ 7,439	\$ 5,339	\$ 3,987	\$ 1,063,731
-	-	(8,637)	1,644,365
-	-	-	(134,161)
-	-	-	(15,595)
-	-	-	(100,551)
-	-	-	414,725
<u>7,439</u>	<u>5,339</u>	<u>(4,650)</u>	<u>2,872,514</u>
165	(1,037)	(1,779)	123,646
(80)	231	-	17,588
-	-	-	(6,644,010)
-	-	-	(6,258)
(4,387)	-	(13,555)	(1,533,398)
(66)	(78)	210	(26,173)
-	-	-	141,168
-	-	(319)	2,928
<u>(4,368)</u>	<u>(884)</u>	<u>(15,443)</u>	<u>(7,924,509)</u>
\$ <u>11,807</u>	\$ <u>6,223</u>	\$ <u>10,793</u>	\$ <u>10,797,023</u>

CITY OF OCALA, FLORIDA

ELECTRIC AND BULK POWER SUPPLY REVENUE FUNDS

CONSOLIDATING BALANCE SHEET

SEPTEMBER 30, 1983

<u>Assets</u>	<u>Electric Revenue</u>	<u>Bulk Power Supply Revenue</u>	<u>Eliminations</u>	<u>Consolidated</u>
<b>Current assets:</b>				
Cash	\$ 1,125	\$ -	\$ -	\$ 1,125
Accounts receivable, less allowance for doubtful accounts of \$166,563	4,815,194	569,421	-	5,384,615
Accrued unbilled rev- enues	2,291,361	-	-	2,291,361
Due from other funds	5,220	2,660,522	(2,660,522)	5,220
Inventories	1,431,361	-	-	1,431,361
Other current assets	<u>9,541</u>	<u>180,368</u>	<u>-</u>	<u>189,909</u>
Total current assets	<u>8,553,802</u>	<u>3,410,311</u>	<u>(2,660,522)</u>	<u>9,303,591</u>
<b>Restricted assets:</b>				
Cash and investments	1,679,816	-	-	1,679,816
Equity in pooled cash and investment fund	315,161	14,712,587	-	15,027,748
Accrued interest and div- idends receivable	11,891	-	-	11,891
Due from other funds	569,421	-	(569,421)	-
Other	<u>9,981</u>	<u>-</u>	<u>-</u>	<u>9,981</u>
Total restricted assets	<u>2,586,270</u>	<u>14,712,587</u>	<u>(569,421)</u>	<u>16,729,436</u>
Property, plant and equip- ment, net	<u>15,742,272</u>	<u>8,956,983</u>	<u>-</u>	<u>24,699,255</u>
Issuance costs on long- term debt	<u>21,831</u>	<u>404,975</u>	<u>-</u>	<u>426,806</u>
<b>Total assets</b>	<b>\$ <u>26,904,175</u></b>	<b>\$ <u>27,484,856</u></b>	<b>\$ <u>(3,229,943)</u></b>	<b>\$ <u>51,159,088</u></b>

<u>Liabilities and Fund Equity</u>	<u>Electric Revenue</u>	<u>Bulk Power Supply Revenue</u>	<u>Eliminations</u>	<u>Consolidated</u>
Current liabilities:				
Accounts payable	\$ 436,166	\$ 2,772,234	\$ -	\$ 3,208,400
Compensated absences payable	84,511	-	-	84,511
Due to pooled cash and investment fund	3,265,034	165,862	-	3,430,896
Due to other funds	2,899,816	569,421	(3,229,943)	239,294
Customer deposits	<u>1,049,307</u>	<u>-</u>	<u>-</u>	<u>1,049,307</u>
Total current liabilities	<u>7,734,834</u>	<u>3,507,517</u>	<u>(3,229,943)</u>	<u>8,012,408</u>
Current liabilities payable from restricted assets:				
Accounts payable	741,136	32,611	-	773,747
Accrued interest payable	95,199	680,444	-	775,643
Revenue bonds payable within one year	<u>925,000</u>	<u>-</u>	<u>-</u>	<u>925,000</u>
Total current liabilities payable from restricted assets	<u>1,761,335</u>	<u>713,055</u>	<u>-</u>	<u>2,474,390</u>
Revenue bonds payable after one year	<u>3,139,069</u>	<u>24,269,218</u>	<u>-</u>	<u>27,408,287</u>
Total liabilities	<u>12,635,238</u>	<u>28,489,790</u>	<u>(3,229,943)</u>	<u>37,895,085</u>
Contributed equity	<u>430,200</u>	<u>739,884</u>	<u>(739,884)</u>	<u>430,200</u>
Retained earnings (deficit):				
Reserved for debt service	671,509	2,987,082	-	3,658,591
Unreserved	<u>13,167,228</u>	<u>(4,731,900)</u>	<u>739,884</u>	<u>9,175,212</u>
Total retained earnings (deficit)	<u>13,838,737</u>	<u>(1,744,818)</u>	<u>739,884</u>	<u>12,833,803</u>
Total fund equity (deficit)	<u>14,268,937</u>	<u>(1,004,934)</u>	<u>-</u>	<u>13,264,003</u>
Total liabilities and fund equity	\$ <u>26,904,175</u>	\$ <u>27,484,856</u>	\$ <u>(3,229,943)</u>	\$ <u>51,159,088</u>

This page was intentionally left blank.

CITY OF OCALA, FLORIDA

ELECTRIC AND BULK POWER SUPPLY REVENUE FUNDS

CONSOLIDATING STATEMENT OF REVENUES AND EXPENSES

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	<u>Electric Revenue</u>	<u>Bulk Power Supply Revenue</u>	<u>Elimi- nations</u>	<u>Consoli- dated</u>
Operating revenues:				
Sale of electricity	\$ 44,748,296	\$ 32,030,936	\$(32,030,936)	\$ 44,748,296
Other income	<u>724,042</u>	<u>-</u>	<u>-</u>	<u>724,042</u>
Total operating revenues	<u>45,472,338</u>	<u>32,030,936</u>	<u>(32,030,936)</u>	<u>45,472,338</u>
Operating expenses:				
Purchase of electricity	32,031,648	26,529,909	(32,030,936)	26,530,621
Distribution	2,431,343	-	-	2,431,343
Back-up	-	2,682,208	-	2,682,208
Transmission	-	284,097	-	284,097
Operation and maintenance	-	1,266,979	-	1,266,979
Administration	1,097,055	-	-	1,097,055
Depreciation and amortization	1,003,052	502,233	-	1,505,285
Other	<u>653,604</u>	<u>264</u>	<u>-</u>	<u>653,868</u>
Total operating expenses	<u>37,216,702</u>	<u>31,265,690</u>	<u>(32,030,936)</u>	<u>36,451,456</u>
Operating income	<u>8,255,636</u>	<u>765,246</u>	<u>-</u>	<u>9,020,882</u>
Nonoperating revenues (expenses):				
Interest income	189,222	134,360	-	323,582
Interest expense	<u>(156,298)</u>	<u>(618,659)</u>	<u>-</u>	<u>(774,957)</u>
Total nonoperating revenues (expenses)	<u>32,924</u>	<u>(484,299)</u>	<u>-</u>	<u>(451,375)</u>
Income before operating transfers	<u>8,288,560</u>	<u>280,947</u>	<u>-</u>	<u>8,569,507</u>
Operating transfers:				
From other funds	569,421	-	(569,421)	-
To other funds	<u>(5,159,254)</u>	<u>(569,421)</u>	<u>569,421</u>	<u>(5,159,254)</u>
Total operating transfers	<u>(4,589,833)</u>	<u>(569,421)</u>	<u>-</u>	<u>(5,159,254)</u>
Net income (loss)	\$ <u>3,698,727</u>	\$ <u>(288,474)</u>	\$ <u>-</u>	\$ <u>3,410,253</u>

CITY OF OCALA, FLORIDA

ELECTRIC AND BULK POWER SUPPLY REVENUE FUNDS

CONSOLIDATING STATEMENT OF CHANGES IN FUND EQUITY

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	<u>Electric Revenue Fund</u>			<u>Bulk Power Supply Revenue Fund</u>		
	<u>Retained</u> <u>Earnings</u>	<u>Contrib-</u> <u>uted</u> <u>Equity</u>	<u>Total</u>	<u>Retained</u> <u>Earnings</u> <u>(Deficit)</u>	<u>Contrib-</u> <u>uted</u> <u>Equity</u>	<u>Total</u>
Fund equity (deficit) at begin- ning of year	\$ 10,140,010	\$ 285,269	\$ 10,425,279	\$(1,456,344)	\$ 739,884	\$ (716,460)
Net income (loss)	3,698,727	-	3,698,727	(288,474)	-	(288,474)
Capital con- tributions	<u>-</u>	<u>144,931</u>	<u>144,931</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund equity (deficit) at end of year	<u>\$ 13,838,737</u>	<u>\$ 430,200</u>	<u>\$ 14,268,937</u>	<u>\$(1,744,818)</u>	<u>\$ 739,884</u>	<u>\$(1,004,934)</u>

<u>Eliminations</u>		<u>Consolidated</u>		
<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Retained Earnings</u>	<u>Contributed Equity</u>	<u>Total</u>
\$ 739,884	\$(739,884)	\$ 9,423,550	\$ 285,269	\$ 9,708,819
-	-	3,410,253	-	3,410,253
<u>-</u>	<u>-</u>	<u>-</u>	<u>144,931</u>	<u>144,931</u>
<u>\$ 739,884</u>	<u>\$(739,884)</u>	<u>\$ 12,833,803</u>	<u>\$ 430,200</u>	<u>\$ 13,264,003</u>

This page was intentionally left blank.



CITY OF OCALA, FLORIDA

ELECTRIC AND BULK POWER SUPPLY REVENUE FUNDS

CONSOLIDATING STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED SEPTEMBER 30, 1983

	Electric Revenue	Bulk Power Supply Revenue	Elimi- nations	Consolidated
Financial resources provided:				
Net income (loss)	\$ 3,698,727	\$ (288,474)	\$ -	\$ 3,410,253
Items which do not use working capital:				
Depreciation and amortization	1,003,052	502,233	-	1,505,285
Amortization of bond discount	12,149	9,131	-	21,280
Loss on disposal of property and equipment	34,535	-	-	34,535
Working capital provided by operations	4,748,463	222,890	-	4,971,353
Increase in liabilities payable from restricted assets	752,128	408,291	-	1,160,419
Proceeds from issuance of long-term debt	-	13,218,900	-	13,218,900
Capital contributions	144,931	-	-	144,931
Total financial resources provided	<u>5,645,522</u>	<u>13,850,081</u>	<u>-</u>	<u>19,495,603</u>
Financial resources used:				
Additions to property and equipment	4,201,655	493,019	-	4,694,674
Increase (decrease) in restricted assets	(1,962,535)	13,437,764	(569,421)	10,905,808
Reduction of long-term debt	925,000	-	-	925,000
Increase in issuance costs on long-term debt	-	269,715	-	269,715
Total financial resources used	<u>3,164,120</u>	<u>14,200,498</u>	<u>(569,421)</u>	<u>16,795,197</u>
Increase (decrease) in working capital	\$ <u>2,481,402</u>	\$ <u>(350,417)</u>	\$ <u>569,421</u>	\$ <u>2,700,406</u>
Changes in components of working capital:				
Increase (decrease) in current assets:				
Accounts and notes receivable, net	\$ 1,067,108	\$ 569,421	\$ -	\$ 1,636,529
Accrued unbilled revenues	(134,161)	-	-	(134,161)
Due from other funds	210	(428,316)	428,316	210
Inventories	(99,672)	-	-	(99,672)
Other current assets	2,929	180,368	-	183,297
Total increase in current assets	<u>836,414</u>	<u>321,473</u>	<u>428,316</u>	<u>1,586,203</u>
Increase (decrease) in current liabilities:				
Accounts payable	151,930	3,290	-	155,220
Compensated absences payable	9,784	-	-	9,784
Due to pooled cash and investment fund	(1,498,452)	99,179	-	(1,399,273)
Due to other funds	(449,418)	569,421	(141,105)	(21,102)
Customer deposits	141,168	-	-	141,168
Total increase (decrease) in current liabilities	<u>(1,644,988)</u>	<u>671,890</u>	<u>(141,105)</u>	<u>(1,114,203)</u>
Increase (decrease) in working capital	\$ <u>2,481,402</u>	\$ <u>(350,417)</u>	\$ <u>569,421</u>	\$ <u>2,700,406</u>

CITY OF OCALA, FLORIDA

SCHEDULE OF GENERAL FIXED ASSETS BY

FUNCTION AND ACTIVITY

FOR THE YEAR ENDED SEPTEMBER 30, 1983

<u>Function and Activity</u>	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Machinery and Equipment</u>
General government and admin- istration:				
Legislative	\$ 6,398	\$ -	\$ -	\$ 6,398
Executive	46,504	-	-	46,504
Finance	30,471	-	-	30,471
Purchasing	16,510	-	-	16,510
Personnel and safety	18,884	-	1,233	17,651
Planning	46,603	17,617	2,888	26,098
Building inspection	85,235	-	-	85,235
Total general govern- ment	<u>250,605</u>	<u>17,617</u>	<u>4,121</u>	<u>228,867</u>
Public safety:				
Police protection	975,099	-	7,961	967,138
Fire protection	765,997	24,182	179,680	562,135
Total public safety	<u>1,741,096</u>	<u>24,182</u>	<u>187,641</u>	<u>1,529,273</u>
Public works:				
Engineering	657,110	402,212	-	254,898
Highway and street con- struction	768,689	-	3,309	765,380
Total public works	<u>1,425,799</u>	<u>402,212</u>	<u>3,309</u>	<u>1,020,278</u>
Culture and recreation:				
Library	274,037	-	69,177	204,860
Recreation	277,246	-	4,133	273,113
Total culture and recreation	<u>551,283</u>	<u>-</u>	<u>73,310</u>	<u>477,973</u>
Nondepartmental	<u>5,596,691</u>	<u>2,780,331</u>	<u>2,815,863</u>	<u>497</u>
Total general fixed assets allocated to functions	9,565,474	\$ <u>3,224,342</u>	\$ <u>3,084,244</u>	\$ <u>3,256,888</u>
Construction in progress	<u>21,324</u>			
Total general fixed assets	\$ <u>9,586,798</u>			

CITY OF OCALA, FLORIDA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY

FUNCTION AND ACTIVITY

FOR THE YEAR ENDED SEPTEMBER 30, 1983

<u>Function and Activity</u>	<u>General Fixed Assets 10/1/82</u>	<u>Addi- tions</u>	<u>Deduc- tions</u>	<u>General Fixed Assets 9/30/83</u>
General government and admin- istration:				
Legislative	\$ 5,523	\$ 875	\$ -	\$ 6,398
Executive	41,270	12,621	7,387	46,504
Finance	35,226	2,626	7,381	30,471
Purchasing	14,003	2,607	100	16,510
Personnel and safety	18,884	-	-	18,884
Planning	39,427	7,303	127	46,603
Building inspection	79,018	9,063	2,846	85,235
Total general government	<u>233,351</u>	<u>35,095</u>	<u>17,841</u>	<u>250,605</u>
Public safety:				
Police protection	799,766	215,032	39,699	975,099
Fire protection	670,478	96,122	603	765,997
Total public safety	<u>1,470,244</u>	<u>311,154</u>	<u>40,302</u>	<u>1,741,096</u>
Public works:				
Engineering	566,577	102,013	11,480	657,110
Highway and street construction	726,464	46,055	3,830	768,689
Total public works	<u>1,293,041</u>	<u>148,068</u>	<u>15,310</u>	<u>1,425,799</u>
Culture and recreation:				
Library	273,172	1,085	220	274,037
Recreation	258,625	33,660	15,039	277,246
Total culture and recreation	<u>531,797</u>	<u>34,745</u>	<u>15,259</u>	<u>551,283</u>
Nondepartmental	5,588,981	10,670	2,960	5,596,691
Construction in progress	-	21,324	-	21,324
Total general fixed assets	<u>\$ 9,117,414</u>	<u>\$ 561,056</u>	<u>\$ 91,672</u>	<u>\$ 9,586,798</u>

This page was intentionally left blank.

## 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

GENERAL GOVERNMENTAL REVENUES BY SOURCE (1) (2)

LAST TEN FISCAL YEARS

	<u>1974</u>	<u>1975</u>	<u>1976</u>	<u>1977</u>
Property taxes	\$ 847,706	\$ 999,638	\$ 1,128,389	\$ 1,458,733
Other taxes	256,585	311,159	265,792	366,622
Intergovernmental revenues	1,533,255	1,771,587	1,758,978	1,905,957
Licenses and permits	175,411	174,501	232,717	235,313
Fines and forfeitures	150,253	190,868	212,706	205,561
Charges for services and off-street parking	57,756	50,500	64,870	59,792
Transfers from other funds	2,590,083	2,991,162	3,659,384	4,358,067
Bond proceeds	327,209	-	-	-
Interest income	84,052	108,596	106,605	132,777
Miscellaneous	<u>73,112</u>	<u>96,104</u>	<u>70,216</u>	<u>57,796</u>
Total	\$ <u>6,095,422</u>	\$ <u>6,694,115</u>	\$ <u>7,499,657</u>	\$ <u>8,780,618</u>

- (1) The balances set forth above have been restated for accounting changes applied retroactively during the ten year period as compared to previously issued financial statements.
- (2) This schedule includes revenues of the General Fund, Special Revenue Funds and Debt Service Funds. Interfund revenues have not been eliminated between these funds.

<u>1978</u>	<u>1979</u>	<u>1980</u>	<u>1981</u>	<u>1982</u>	<u>1983</u>
\$ 1,634,211	\$ 1,787,149	\$ 1,832,271	\$ 1,671,438	\$ 2,029,326	\$ 1,659,194
327,017	361,678	401,038	459,151	504,200	711,774
2,094,304	1,753,586	1,740,399	1,990,385	2,448,542	3,832,853
271,504	323,847	368,278	426,876	395,285	518,026
213,222	211,057	217,224	255,011	256,531	342,033
60,331	74,020	66,271	106,616	90,525	162,613
5,338,369	5,802,387	5,440,228	6,954,284	6,642,731	7,434,175
-	-	-	-	-	7,192,325
285,818	291,823	213,668	279,306	220,844	230,273
<u>147,748</u>	<u>206,985</u>	<u>266,246</u>	<u>100,936</u>	<u>246,296</u>	<u>466,285</u>
\$ <u>10,372,524</u>	\$ <u>10,812,532</u>	\$ <u>10,545,623</u>	\$ <u>12,244,003</u>	\$ <u>12,834,280</u>	\$ <u>22,549,551</u>



CITY OF OCALA, FLORIDA

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1) (2)

LAST TEN FISCAL YEARS

	<u>1974</u>	<u>1975</u>	<u>1976</u>	<u>1977</u>
General government and administration	\$ 595,494	\$ 643,808	\$ 758,869	\$ 909,545
Public safety	1,712,612	1,878,342	2,074,880	2,677,706
Public works	1,707,643	1,302,609	1,721,391	1,642,640
Culture and recreation	734,478	787,475	916,657	991,556
Nondepartmental	41,408	63,963	83,363	296,989
Debt service	610,848	731,673	784,009	784,256
Capital outlay	-	-	-	-
Transfers to other funds	1,054,511	1,082,419	1,107,250	1,392,290
Miscellaneous	<u>91,574</u>	<u>186,827</u>	<u>238,359</u>	<u>19,767</u>
Total	\$ <u>6,548,568</u>	\$ <u>6,677,116</u>	\$ <u>7,684,778</u>	\$ <u>8,714,749</u>

(1) See notes (1) and (2) on page 68.

(2) Prior to 1978, capital outlay was classified with the reported expenditures of the appropriate departments.

<u>1978</u>	<u>1979</u>	<u>1980</u>	<u>1981</u>	<u>1982</u>	<u>1983</u>
\$ 920,341	\$ 1,237,687	\$ 1,269,165	\$ 1,308,029	\$ 1,433,279	\$ 1,497,736
2,647,639	3,174,917	3,427,983	3,999,582	4,554,075	4,901,697
1,660,146	1,427,152	1,579,937	1,613,386	1,809,302	1,862,172
1,048,410	1,452,207	1,565,026	1,709,533	1,734,942	1,860,400
242,176	28,252	20,081	21,184	17,236	419,079
770,886	794,979	779,928	2,544,623	464,510	472,668
796,343	1,002,152	1,292,457	1,309,005	2,097,034	1,128,128
1,472,969	1,083,348	884,153	752,023	725,039	8,132,864
<u>55,447</u>	<u>10,583</u>	<u>10,713</u>	<u>50,886</u>	<u>132,825</u>	<u>263,329</u>
\$ <u>9,614,357</u>	\$ <u>10,211,277</u>	\$ <u>10,829,443</u>	\$ <u>13,308,251</u>	\$ <u>12,968,242</u>	\$ <u>20,538,073</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</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Total (2) Tax Collections</u>
1974	\$ 167,512,359	5.00	\$ 846,121	\$ 812,276	96.0%	\$ 813,591
1975	194,624,530	5.00	975,465	934,886	95.8	960,868
1976	279,840,487	3.90	1,093,703	1,056,020	96.6	1,088,622
1977	337,094,157	4.40	1,487,298	1,409,959	94.8	1,417,873
1978	359,351,077	4.48	1,614,272	1,549,764	96.0	1,592,785
1979	374,928,554	4.52	1,707,048	1,635,007	95.8	1,745,119
1980	387,525,371	4.52	1,756,180	1,697,053	96.6	1,790,939
1981	542,919,857	3.17	1,724,044	1,613,001	93.6	1,634,002
1982	559,458,934	3.47	1,950,292	1,849,490	94.8	1,991,899
1983	632,082,715	2.58	1,632,079	1,586,632	97.2	1,623,260

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, tax certificates and payments to local governments for homestead exemptions.
- (3) Excludes property tax levies of the Downtown Development Commission.

Ratio of Total Collections to Tax <u>Levy</u>	Uncollected <u>Taxes</u>
96.2%	\$ 33,845
98.5	40,579
99.5	37,683
95.3	77,339
98.7	64,508
102.2	72,041
102.0	59,127
94.8	111,043
102.1	100,802
99.5	45,447

CITY OF OCALA, FLORIDA

PROPERTY TAX RATES AND LEVIES - ALL 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>
1974	5.00	4.20	12.50	.40	22.10
1975	5.00	4.95	8.40	.53	18.88
1976	3.90	3.13	8.09	.10	15.22
1977	4.40	3.82	8.19	.38	16.79
1978	4.48	3.82	8.20	.24	16.74
1979	4.52	3.82	8.20	.16	16.70
1980	4.52	3.09	6.95	.18	14.74
1981	3.17	2.94	7.98	.23	14.32
1982	3.47	3.56	8.02	.32	15.37
1983	2.58	2.77	7.19	.27	12.81

Tax Levies

<u>Fiscal Year</u>	<u>City(1)</u>	<u>County(2)</u>	<u>School(2)</u>	<u>Water Management Districts(2)</u>	<u>Total</u>
1974	\$ 837,562	\$ 703,552	\$ 2,093,904	\$ 67,005	\$ 3,702,023
1975	973,123	963,391	1,634,846	103,151	3,674,511
1976	1,091,378	875,901	2,263,910	27,984	4,259,173
1977	1,483,214	1,287,700	2,760,801	128,096	5,659,811
1978	1,609,893	1,372,721	2,946,679	87,322	6,016,615
1979	1,694,677	1,432,227	3,074,414	60,738	6,262,056
1980	1,751,615	1,197,453	2,693,301	71,305	5,713,674
1981	1,721,056	1,596,184	4,332,500	127,043	7,776,783
1982	1,945,798	1,991,674	4,486,861	176,789	8,601,122
1983	1,628,245	1,750,869	4,546,570	170,662	8,096,346

(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>
1974	\$ 64,511	\$ 140,498	\$ 584,554
1975	138,792	145,257	578,089
1976	298,285	263,133	613,241
1977	644,565	378,878	878,928
1978	215,858	240,205	854,581
1979	87,195	268,759	673,017
1980	117,863	191,111	599,769
1981	-	132,112	467,657
1982	44,576	86,719	425,514
1983	1,379,317	301,723	1,503,108

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

CITY OF OCALA, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

SEPTEMBER 30, 1983

Assessed Value (100% at market as of January 1, 1982)	\$ <u>632,082,715</u>
Debt limit: 20% of Assessed Value	\$ 126,416,543
Amount of General Obligation Debt Outstanding	<u>-</u>
Legal Debt Margin	\$ <u>126,416,543</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 per cent (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

RATIO OF NET GENERAL OBLIGATION BONDED DEBT

TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Popula- tion (1)</u>	<u>Taxable Assessed Value</u>	<u>Gross General Obligation Bonded Debt</u>	<u>Less Debt Service Funds</u>	<u>Net Bonded Debt</u>	<u>Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
1974	30,388	\$ 167,512,359	\$ 880,000	\$ 120,206	\$ 759,794	.45%	\$ 24.60
1975	30,975	194,624,530	745,000	123,117	621,883	.32	20.08
1976	32,595	279,840,487	605,000	126,841	478,159	.17	14.67
1977	32,619	337,094,157	460,000	131,223	328,777	.10	10.08
1978	32,652	359,351,077	310,000	137,473	172,527	.05	5.28
1979	34,034	374,928,554	160,000	149,485	10,515	-	.31
1980	37,170	387,525,371	-	-	-	-	-
1981	37,489	542,919,857	-	-	-	-	-
1982	38,265	559,458,934	-	-	-	-	-
1983	45,000	632,082,715	-	-	-	-	-

(1) 1982 Florida Statistical Abstract (for years 1974 through 1982). From information on file with the Ocala/Marion County Chamber of Commerce (for year 1983).



CITY OF OCALA, FLORIDA

RATIO OF ANNUAL DEBT SERVICE FOR GENERAL OBLIGATION

BONDED DEBT TO TOTAL GENERAL EXPENDITURES

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Debt Service Requirements</u>			<u>Total General Expenditures</u>	<u>Ratio of General Obligation Debt Service to General Expenditures</u>
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>		
1974	\$ 130,000	\$ 25,988	\$ 155,988	\$ 6,548,568	2.38%
1975	135,000	22,344	157,344	6,677,116	2.36
1976	140,000	18,563	158,563	7,684,778	2.06
1977	145,000	14,644	159,644	8,714,749	1.83
1978	150,000	10,588	160,588	9,614,357	1.67
1979	150,000	6,463	156,463	10,211,277	1.53
1980	160,000	2,200	162,200	10,829,443	1.50
1981	-	-	-	13,308,251	-
1982	-	-	-	12,968,242	-
1983	-	-	-	20,538,073	-

CITY OF OCALA, FLORIDA

SCHEDULE OF ELECTRIC AND POWER SUPPLY REVENUE

BONDS, SERIES 1977 AND 1983, COVERAGE

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Net Revenue Available for Debt Service (1)</u>	<u>Debt Service Requirements (2)(3)(4)</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1974	\$ 2,911,957	\$ 215,000	\$ 462,926	\$ 677,926	4.30
1975	3,581,651	475,000	449,869	924,869	3.87
1976	4,571,531	480,000	431,632	911,632	5.01
1977	6,074,873	515,000	1,077,632	1,592,632	3.81
1978	5,992,389	-	622,971	622,971	9.62
1979	5,010,408	620,000	936,145	1,556,145	3.22
1980	6,112,325	665,000	913,855	1,578,855	3.87
1981	5,976,618	745,000	887,357	1,632,357	3.66
1982	8,571,345	850,000	855,404	1,705,404	5.03
1983	10,526,167	885,000	818,952	1,703,952	6.18

- (1) Represents gross operating revenues less gross operating expenses, excluding amortization and depreciation, of the consolidated electric system for fiscal years 1974 through 1976 and the consolidated electric and bulk power supply systems for fiscal years 1977 through 1983.
- (2) Amounts presented do not include the debt service requirements of the \$6,500,000 Power Supply Revenue Bonds, Series A-1975 Anticipation Notes and related interest of approximately \$406,000 which were paid on October 1, 1976 using a portion of the proceeds from the sale of \$10,000,000 Power Supply Revenue Bonds, Series A-1975, which were issued in April 1976.
- (3) 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 A-1975	<u>10,000,000</u>
	<u>\$ 19,250,000</u>

CITY OF OCALA, FLORIDA

SCHEDULE OF ELECTRIC AND POWER SUPPLY REVENUE

BONDS, SERIES 1977 AND 1983, COVERAGE

(Continued)

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.

- (4) In August 1983, the City issued the \$13,480,000 Power Supply Revenue Bonds, Series 1983. The first interest and principal payments will occur in October 1983 and October 1987, respectively. Proceeds of 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.

CITY OF OCALA, FLORIDA

SCHEDULE OF WATER AND SEWER REVENUE AND REFUNDING REVENUE BONDS,

SERIES 1968 AND 1983, AND ANTICIPATION NOTES 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>	
1974	\$ 825,053	\$ 335,000	\$ 304,740	\$ 639,740	1.29%
1975	746,455	356,000	285,865	641,865	1.16
1976	923,680	377,000	265,765	642,765	1.44
1977	1,227,697	398,000	244,440	642,440	1.91
1978	977,233	380,000	221,890	601,890	1.62
1979	811,330	400,000	199,090	599,090	1.35
1980	839,866	240,000	262,476	502,476	1.67
1981	643,805	250,000(2)	476,465	726,465	.89
1982	1,377,870	260,000	789,196	1,049,196	1.31
1983	2,800,069	270,000(3)	773,590	1,043,590	2.68

- (1) Represents gross operating revenues less gross operating expenses, excluding amortization and depreciation, of the water and sewer system. Additional pledged 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 1979 and 1979-2 notes and 1983 bond issues); 31,000 series of assessments (1979 and 1979-2 note issues only); unlevied public service tax (all issues); and interest earnings on investments and any income realized from such investments of the sinking, sinking reserve, and renewal and replacement funds (1983 issue only).
- (2) Does not include July 1, 1981 maturity of \$3,745,000 Water and Sewer Revenue Bonds, Series 1979 Anticipation Notes, which were issued in June, 1980 and secured by the \$6,600,000 Water and Sewer Revenue Bonds, Series 1979-2 Anticipation Notes that were issued on June 25, 1981. Proceeds from the sale of the 1979-2 Anticipation Notes were used to refund the 1979 Anticipation Notes, to effect an advanced refunding of the 1974 Pollution Control Bonds, Series C, and provide additional funding for various improvements to the water and sewer system. (Remaining principal on 1974 bonds after 1981 maturity has also been excluded from debt service requirements above.)
- (3) 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 requirements 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.

This page was intentionally left blank.

CITY OF OCALA, FLORIDA

SCHEDULE OF IMPROVEMENT REVENUE BONDS,

SERIES 1966, COVERAGE

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Pledged Revenues</u>		<u>Total Revenue Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Cover- age</u>
	<u>Off- Street Parking</u>	<u>Cigarette Tax (1)</u>		<u>Prin- cipal</u>	<u>Interest</u>	<u>Total</u>	
1974	\$ 22,634	\$ 204,509	\$ 227,143	\$ 26,000	\$ 15,375	\$ 41,375	5.49
1975	22,250	246,878	269,128	27,000	14,107	41,107	6.55
1976	16,634	217,224	233,858	29,000	12,791	41,791	5.60
1977	15,122	265,474	280,596	30,000	11,377	41,377	6.78
1978	18,968	227,763	246,731	31,000	9,915	40,915	6.03
1979	18,630	267,685	286,315	33,000	8,404	41,404	6.92
1980	15,638	287,867	303,505	34,000	6,795	40,795	7.44
1981	15,365	308,993	324,358	35,000	5,137	40,137	8.08
1982	16,165	311,719	327,884	36,000	3,431	39,431	8.32
1983	34,865 (2)	248,552 (2)	283,417 (2)	37,000	1,739	38,739	7.32

(1) The pledge of cigarette tax revenue to retire this issue was subordinate to the debt service requirements of the Refunding and Improvement Excise Tax Bonds, Series 1965 and 1972. See page 85.

(2) Pledged revenue earnings for the period from October 1, 1982 through June 30, 1983. Final maturity on this issue occurred July 1, 1983.

CITY OF OCALA, FLORIDA  
SCHEDULE OF IMPROVEMENT REVENUE BONDS,  
SERIES 1982, COVERAGE  
LAST TEN FISCAL YEARS

<u>Year(1)</u>	<u>Pledged Revenues</u>				
	<u>Local Government Half-Cent Sales Tax</u>	<u>Franchise Fees</u>	<u>Occupational License Tax (2)</u>	<u>Guaranteed Entitle- ment (3)</u>	<u>Mobile Home Licenses</u>
1983	\$ 1,046,671	\$ 360,540	\$ 292,546	\$ 643,621	\$ 17,863

- (1) This issue was sold in December 1982.
- (2) Subject to a prior lien on 1965 and 1972 Refunding and Improvement Excise Tax Bonds. See page 85.
- (3) 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.
- (4) The first interest and principal payments will occur in October 1983 and October 1984, respectively.

<u>Court Fines and Forfeitures</u>	<u>Total Revenue Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
		<u>Principal(4)</u>	<u>Interest(4)</u>	<u>Total</u>	
\$ 281,500	\$ 2,642,741	-	-	-	-



CITY OF OCALA, FLORIDA

SCHEDULE OF REFUNDING AND IMPROVEMENT EXCISE

TAX BONDS, SERIES 1965 AND 1972, COVERAGE

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Pledged Revenues</u>		<u>Total Revenue Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Cover- age</u>
	<u>Occupational License</u>	<u>Cigarette Tax</u>		<u>Prin- cipal</u>	<u>Interest</u>	<u>Total</u>	
1974	\$ 128,974	\$ 204,509	\$ 333,483	\$ 155,000	\$ 226,718	\$ 381,718	.87
1975	133,458	246,878	380,336	160,000	219,680	379,680	1.00
1976	155,173	217,224	372,397	170,000	212,430	382,430	.97
1977	161,847	265,474	427,321	175,000	204,643	379,643	1.13
1978	173,690	227,763	401,453	185,000	196,343	381,343	1.05
1979	185,811	267,685	453,496	195,000	187,495	382,495	1.19
1980	208,105	287,867	495,972	200,000	178,100	378,100	1.31
1981	249,312	308,993	558,305	210,000	168,483	378,483	1.48
1982	273,635	311,719	585,354	220,000	158,420	378,420	1.55
1983	292,546	335,334	627,880	230,000	148,250	378,250	1.66

CITY OF OCALA, FLORIDA

SCHEDULE OF STREET IMPROVEMENT REVENUE BONDS COVERAGE

SERIES 1966, 1967, 1975 AND 1978

LAST TEN FISCAL YEARS

<u>Year</u>	Special Assessment Collections Available for Debt Service(1)	<u>Debt Service Requirements</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1974	\$ 7,680	\$ -	\$ 9,068	\$ 9,068	.85
1975	4,543	-	9,068	9,068	.50
1976	73,163	-	20,467	20,467	3.57
1977	66,244	-	26,033	26,033	2.54
1978	67,937	205,000	31,818	236,818	.29
1979	153,236	-	36,100	36,100	4.24
1980	96,393	-	36,100	36,100	2.67
1981	57,963	150,000	36,100	186,100	.31
1982	48,354	-	26,350	26,350	1.84
1983	53,647	50,000	26,350	76,350	.70

(1) Includes collections on the special assessment levies pledged to retire these bonds (i.e. - Series 9,000; 10,000; 13,000; 14,000; 15,000; 16,000; 17,000; 24,000; 26,000; and 27,000).

CITY OF OCALA, FLORIDA

SCHEDULE OF POLLUTION CONTROL REVENUE BONDS, SERIES C, COVERAGE

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Revenue Available for Debt Service(1)</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1974	\$ 1,024,013	\$ -	\$ 67,508	\$ 67,508	15.17
1975	1,064,770	-	135,016	135,016	7.89
1976	1,218,832	45,000	135,016	180,016	6.77
1977	1,316,361	50,000	132,091	182,091	7.23
1978	1,084,305	55,000	128,841	183,841	5.90
1979	1,125,298	55,000	125,266	180,266	6.24
1980	1,110,569	60,000	121,691	181,691	6.11
1981	1,232,081	65,000	117,791	182,791	6.74
1982	(2)	(2)	(2)	(2)	(2)
1983	(2)	(2)	(2)	(2)	(2)

- (1) The 11,000 series special assessment levy, sewer availability charges, and state revenue sharing were pledged to retire these bonds.
- (2) The remaining principal amount of the pollution control bonds after 1981 debt service requirements were met (\$1,915,000) were retired in 1981 through an advanced refunding transaction under the full cash defeasance method. The City legally satisfied its obligation with the creation of an irrevocable escrow account using cash and investments in the debt service funds of the refunded bonds and a portion of the proceeds of the Water and Sewer Revenue Bonds, Series 1979-2 Anticipation Notes. The balance on deposit in the escrow account, including related interest earnings, will provide amounts sufficient for future payment of all principal and interest on the refunded bonds, in accordance with the original maturity schedule.

CITY OF OCALA, FLORIDA

SUMMARY OF DEBT SERVICE REQUIREMENTS TO MATURITY

ALL BONDED DEBT

1984 - 2006

<u>Year</u>	<u>Improve- ment Revenue Bonds</u>	<u>Refunding and Improvement Excise Tax Bonds</u>	<u>Electric and Power Supply Revenue Bonds</u>	<u>Water and Sewer Refunding Revenue Bonds</u>	<u>Street Improve- ment Bonds</u>	<u>Total Principal and Interest</u>
1984	\$ 913,470	\$ 377,723	\$ 2,643,543	\$ 1,282,623	\$ 123,350	\$ 5,340,709
1985	835,065	376,750	2,828,609	1,199,002	16,600	5,256,026
1986	829,428	380,300	2,827,677	1,199,602	16,600	5,253,607
1987	832,484	378,150	2,814,218	1,203,026	216,600	5,444,478
1988	829,202	374,125	2,819,405	1,198,776	3,600	5,225,108
1989	829,465	374,590	2,814,898	1,202,752	63,600	5,285,305
1990	832,700	373,990	2,808,298	1,199,126	-	5,214,114
1991	823,960	366,980	2,800,903	1,202,996	-	5,194,839
1992	828,029	354,430	2,800,909	1,198,796	-	5,182,164
1993	819,722	197,600	2,791,624	1,201,816	-	5,010,762
1994	823,697	-	2,791,367	1,201,328	-	4,816,392
1995	819,385	-	2,788,553	1,202,228	-	4,810,166
1996	821,578	-	2,787,419	1,203,728	-	4,812,725
1997	815,098	-	2,782,284	1,200,224	-	4,797,606
1998	809,950	-	2,777,418	1,202,124	-	4,789,492
1999	810,412	-	2,570,805	1,203,428	-	4,584,645
2000	805,840	-	924,910	1,203,568	-	2,934,318
2001	801,165	-	922,761	1,202,344	-	2,926,270
2002	796,175	-	923,315	1,203,594	-	2,923,084
2003	790,363	-	916,563	1,202,344	-	2,909,270
2004	787,969	-	917,332	1,203,126	-	2,908,427
2005	-	-	915,324	-	-	915,324
2006	-	-	915,588	-	-	915,588
<b>Total</b>	<b>\$ <u>17,255,157</u></b>	<b>\$ <u>3,554,638</u></b>	<b>\$ <u>50,883,723</u></b>	<b>\$ <u>25,316,551</u></b>	<b>\$ <u>440,350</u></b>	<b>\$ <u>97,450,419</u></b>

CITY OF OCALA, FLORIDA

CAPITAL IMPROVEMENT REVENUE BONDS SINKING FUND

IMPROVEMENT BONDS - SERIES 1982

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue, which was sold in December 1982, consists of 1,450 \$5,000 bonds. Bonds numbered 1 - 824 will be retired serially. Bonds numbered 825 - 1,450 are term bonds. All maturities will occur in accordance with the retirement schedule below. The paying agent is Citizens National Bank of Leesburg, Florida.

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 are being used primarily for the completion of the acquisition and construction of a municipal service complex. Proceeds will also be used to initiate a major arterial street project.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 10-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1984	9.450%	-	\$ -	\$ 570,919	\$ 342,551	\$ 913,470
1985	6.500	1-31	155,000	342,551	337,514	835,065
1986	7.000	32-63	160,000	337,514	331,914	829,428
1987	7.250	64-98	175,000	331,914	325,570	832,484
1988	7.500	99-135	185,000	325,570	318,632	829,202
1989	7.800	136-175	200,000	318,633	310,832	829,465
1990	8.150	176-219	220,000	310,833	301,867	832,700
1991	8.500	220-265	230,000	301,867	292,093	823,960
1992	8.750	266-316	255,000	292,092	280,937	828,029
1993	9.000	317-370	270,000	280,936	268,786	819,722
1994	9.250	371-430	300,000	268,786	254,911	823,697
1995	9.500	431-495	325,000	254,911	239,474	819,385
1996	9.650	496-567	360,000	239,474	222,104	821,578
1997	9.800	568-645	390,000	222,104	202,994	815,098
1998	9.900	646-730	425,000	202,994	181,956	809,950
1999	10.000	731-824	470,000	181,956	158,456	810,412
2000	10.125	825-927	515,000	158,456	132,384	805,840
2001	10.125	928-1,040	565,000	132,384	103,781	801,165
2002	10.125	1,041-1,164	620,000	103,781	72,394	796,175
2003	10.125	1,165-1,300	680,000	72,394	37,969	790,363
2004	10.125	1,301-1,450	750,000	37,969	-	787,969
<b>Total</b>			<b>\$ 7,250,000</b>	<b>\$ 5,288,038</b>	<b>\$ 4,717,119</b>	<b>\$ 17,255,157</b>

CITY OF OCALA, FLORIDA

EXCISE TAX SINKING FUND

REFUNDING AND IMPROVEMENT EXCISE TAX BONDS - 1965 ISSUE

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue consists of 600 \$5,000 bonds. Bonds numbered 1 through 479 have been retired. The bonds are retired serially according to the retirement schedule below. The paying agent is Sun First National Bank of Orlando, Florida.

Occupational license and cigarette tax revenues are pledged to retire these bonds.

Proceeds of this issue were used for the early retirement of Improvement Revenue Bonds, dated August 1, 1956, Improvement Revenue Bonds, Series 1957, dated August 1, 1957, and the Excise Tax Airport Construction Certificates, dated July 1, 1959; the construction of a new City complex, fire station and sub fire station; improvements to City yard, paving and parking areas; and land acquisition for buildings and drainage areas, etc.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 7-1</u>	<u>Interest Due 1-1</u>	<u>Interest Due 7-1</u>	<u>Total</u>
1984	4.45%	480-518	\$ 195,000	\$ 13,461	\$ 13,462	\$ 221,923
1985	4.45	519-558	200,000	9,123	9,122	218,245
1986	4.45	559-600	<u>210,000</u>	<u>4,672</u>	<u>4,673</u>	<u>219,345</u>
Total			\$ <u>605,000</u>	\$ <u>27,256</u>	\$ <u>27,257</u>	\$ <u>659,513</u>

This page was intentionally left blank.

CITY OF OCALA, FLORIDA

EXCISE TAX SINKING FUND

REFUNDING AND IMPROVEMENT EXCISE TAX BONDS - 1972 ISSUE

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue consists of 500 \$5,000 bonds. Bonds numbered 1 through 66 have been retired. The bonds are retired serially according to the retirement schedule below. The paying agent is Sun First National Bank of Orlando, Florida.

Occupational license and cigarette tax revenues are pledged to retire these bonds.

Proceeds of this issue were used for arterial street improvements; fire headquarters addition; new fire station; City building renovation; water plant number one; and an electric operating and warehousing facility.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 7-1</u>	<u>Interest Due 1-1</u>	<u>Interest Due 7-1</u>	<u>Total</u>
1984	5.1%	67-75	\$ 45,000	\$ 55,400	\$ 55,400	\$ 155,800
1985	5.1	76-85	50,000	54,252	54,253	158,505
1986	5.1	86-96	55,000	52,978	52,977	160,955
1987	5.1	97-151	275,000	51,575	51,575	378,150
1988	5.1	152-208	285,000	44,562	44,563	374,125
1989	5.2	209-268	300,000	37,295	37,295	374,590
1990	5.4	269-331	315,000	29,495	29,495	373,990
1991	5.4	332-396	325,000	20,990	20,990	366,980
1992	5.1	397-462	330,000	12,215	12,215	354,430
1993	4.0	463-500	<u>190,000</u>	<u>3,800</u>	<u>3,800</u>	<u>197,600</u>
Total			\$ <u>2,170,000</u>	\$ <u>362,562</u>	\$ <u>362,563</u>	\$ <u>2,895,125</u>



CITY OF OCALA, FLORIDA

ELECTRIC AND POWER SUPPLY FACILITY SINKING FUNDS

ELECTRIC AND POWER SUPPLY REVENUE BONDS, SERIES 1977

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

The Electric and Bulk Power Supply Revenue bond issues consist of 1,570 and 2,236 \$5,000 bonds, respectively. Electric Revenue Bonds numbered 1 through 753 have been retired. The bonds are retired serially according to the retirement schedule below. The paying agent is Chemical Bank in New York, New York.

The net revenues derived from the operation of the bulk power and electric systems are pledged to retire these bonds.

The proceeds of these issues were used to provide a portion of the funds required to refund the entire amount of the City's previously issued Electric Revenue Certificates and Power Supply Revenue Bonds.

Year	Electric Revenue Bonds					
	Interest Rate	Bond Numbers	Principal Due 10-1	Interest Due 10-1	Interest Due 4-1	Total
1984	4.45%	754-938	\$ 925,000	\$ 95,198	\$ 74,617	\$ 1,094,815
1985	4.60	939-1,131	965,000	74,618	52,423	1,092,041
1986	4.70	1,132-1,333	1,010,000	52,422	28,687	1,091,109
1987	4.80	1,334-1,471	690,000	28,688	12,128	730,816
1988	4.90	1,472-1,570	495,000	12,127	-	507,127
1989	-	-	-	-	-	-
1990	-	-	-	-	-	-
1991	-	-	-	-	-	-
1992	-	-	-	-	-	-
1993	-	-	-	-	-	-
1994	-	-	-	-	-	-
1995	-	-	-	-	-	-
1996	-	-	-	-	-	-
1997	-	-	-	-	-	-
1998	-	-	-	-	-	-
1999	-	-	-	-	-	-
2000	-	-	-	-	-	-
2001	-	-	-	-	-	-
2002	-	-	-	-	-	-
2003	-	-	-	-	-	-
2004	-	-	-	-	-	-
2005	-	-	-	-	-	-
2006	-	-	-	-	-	-
<b>Total</b>			<b>\$ 4,085,000</b>	<b>\$ 263,053</b>	<b>\$ 167,855</b>	<b>\$ 4,515,908</b>

Power Supply Revenue Bonds

Interest Rate	Bond Numbers	Principal Due 10-1	Interest Due 10-1	Interest Due 4-1	Total	Combined Total
5.45%	-	\$ -	\$ 304,764	\$ 304,764	\$ 609,528	\$ 1,704,343
5.45	-	-	304,764	304,764	609,528	1,701,569
5.45	-	-	304,764	304,764	609,528	1,700,637
4.60	1-71	355,000	304,764	296,598	956,362	1,687,178
4.70	72-143	360,000	296,599	288,139	944,738	1,451,865
4.80	144-215	360,000	288,139	279,499	927,638	927,638
4.90	216-291	380,000	279,499	270,189	929,688	929,688
5.00	292-370	395,000	270,189	260,314	925,503	925,503
5.10	371-453	415,000	260,313	249,731	925,044	925,044
5.20	454-540	435,000	249,732	238,422	923,154	923,154
5.30	541-632	460,000	238,421	226,231	924,652	924,652
5.40	633-729	485,000	226,232	213,136	924,368	924,368
5.45	730-832	515,000	213,136	199,103	927,239	927,239
5.50	833-940	540,000	199,102	184,252	923,354	923,354
5.55	941-1,054	570,000	184,253	168,435	922,688	922,688
5.60	1,055-1,175	605,000	168,435	151,495	924,930	924,930
5.65	1,176-1,303	640,000	151,495	133,415	924,910	924,910
5.65	1,304-1,438	675,000	133,415	114,346	922,761	922,761
5.70	1,439-1,581	715,000	114,346	93,969	923,315	923,315
5.70	1,582-1,731	750,000	93,969	72,594	916,563	916,563
5.75	1,732-1,890	795,000	72,594	49,738	917,332	917,332
5.75	1,891-2,058	840,000	49,737	25,587	915,324	915,324
5.75	2,059-2,236	890,000	25,588	-	915,588	915,588
		<u>\$ 11,180,000</u>	<u>\$ 4,734,250</u>	<u>\$ 4,429,485</u>	<u>\$ 20,343,735</u>	<u>\$ 24,859,643</u>

CITY OF OCALA, FLORIDA

POWER SUPPLY REVENUE BONDS SINKING FUND

POWER SUPPLY REVENUE BONDS - SERIES 1983

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue, which was sold in August 1983, consists of 2,696 \$5,000 bonds. The bonds will be retired serially in accordance with the retirement schedule below. The paying agent is Florida National Bank in Jacksonville, Florida.

The net revenues derived from the operation of the electric bulk power supply system are pledged to retire these bonds.

Proceeds of 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.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 10-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1984	8.36%	-	\$ -	\$ 375,680	\$ 563,520	\$ 939,200
1985	8.36	-	-	563,520	563,520	1,127,040
1986	8.36	-	-	563,520	563,520	1,127,040
1987	8.36	-	-	563,520	563,520	1,127,040
1988	7.60	1-50	250,000	563,520	554,020	1,367,540
1989	7.60	51-212	810,000	554,020	523,240	1,887,260
1990	7.60	213-385	865,000	523,240	490,370	1,878,610
1991	7.60	386-571	930,000	490,370	455,030	1,875,400
1992	7.80	572-772	1,005,000	455,030	415,835	1,875,865
1993	8.00	773-988	1,080,000	415,835	372,635	1,868,470
1994	8.30	989-1,222	1,170,000	372,635	324,080	1,866,715
1995	8.50	1,223-1,476	1,270,000	324,080	270,105	1,864,185
1996	8.70	1,477-1,752	1,380,000	270,105	210,075	1,860,180
1997	8.80	1,753-2,053	1,505,000	210,075	143,855	1,858,930
1998	8.90	2,054-2,381	1,640,000	143,855	70,875	1,854,730
1999	9.00	2,382-2,696	<u>1,575,000</u>	<u>70,875</u>	<u>-</u>	<u>1,645,875</u>
Total			\$ <u>13,480,000</u>	\$ <u>6,459,880</u>	\$ <u>6,084,200</u>	\$ <u>26,024,080</u>

CITY OF OCALA, FLORIDA

WATER AND SEWER REFUNDING REVENUE BONDS SINKING FUND

WATER AND SEWER REFUNDING REVENUE BONDS - SERIES 1983

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue, which was sold in June 1983, consists of 2,240 \$5,000 bonds. Bonds numbered 1 - 1,467 will be retired serially. Bonds numbered 1,468 - 2,240 are term bonds. All maturities will occur in accordance with the retirement schedule below. The paying agent is Barnett Banks Trust Company, N.A. in Jacksonville, Florida.

The net revenues derived from the operation of the water and sewer system and the public service tax, the latter of which is not currently levied, are pledged to retire these bonds.

Proceeds of this issue were used primarily to advance refund the Water and Sewer Revenue Bonds, Series 1968, and to refund the Water and Sewer Revenue Bonds, Series 1979-2 Anticipation Notes. Remaining proceeds are being used for the acquisition and construction of additions, extensions and improvements to the water and sewer system.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 7-1</u>	<u>Interest Due 1-1</u>	<u>Interest Due 7-1</u>	<u>Total</u>
1984	5.500%	1-46	\$ 230,000	\$ 566,797	\$ 485,826	\$ 1,282,623
1985	6.000	47-94	240,000	479,501	479,501	1,199,002
1986	6.500	95-145	255,000	472,301	472,301	1,199,602
1987	7.000	146-200	275,000	464,013	464,013	1,203,026
1988	7.250	201-258	290,000	454,388	454,388	1,198,776
1989	7.500	259-321	315,000	443,876	443,876	1,202,752
1990	7.800	322-388	335,000	432,063	432,063	1,199,126
1991	8.000	389-461	365,000	418,998	418,998	1,202,996
1992	8.200	462-539	390,000	404,398	404,398	1,198,796
1993	8.350	540-624	425,000	388,408	388,408	1,201,816
1994	8.500	625-716	460,000	370,664	370,664	1,201,328
1995	8.700	717-816	500,000	351,114	351,114	1,202,228
1996	8.900	817-925	545,000	329,364	329,364	1,203,728
1997	9.000	926-1,043	590,000	305,112	305,112	1,200,224
1998	9.100	1,044-1,172	645,000	278,562	278,562	1,202,124
1999	9.200	1,173-1,313	705,000	249,214	249,214	1,203,428
2000	9.250	1,314-1,467	770,000	216,784	216,784	1,203,568
2001	9.375	1,468-1,635	840,000	181,172	181,172	1,202,344
2002	9.375	1,636-1,819	920,000	141,797	141,797	1,203,594
2003	9.375	1,820-2,020	1,005,000	98,672	98,672	1,202,344
2004	9.375	2,021-2,240	1,100,000	51,563	51,563	1,203,126
<b>Total</b>			<b>\$ 11,200,000</b>	<b>\$ 7,098,761</b>	<b>\$ 7,017,790</b>	<b>\$ 25,316,551</b>

CITY OF OCALA, FLORIDA

SPECIAL ASSESSMENT FUND

STREET IMPROVEMENT BONDS - 1975 ISSUE

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue consists of 350 \$1,000 bonds. Bonds numbered 1 through 150 have been retired. The bonds are retired serially according to the retirement schedule below. The paying agent is Barnett Bank of Marion County, N.A., in Ocala, Florida.

The purpose of this issue is for the financing of street improvements and future assessment projects. The 13,000 through 17,000 series special assessment levies are pledged to retire these bonds.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 2-1</u>	<u>Interest Due 2-1</u>	<u>Total</u>
1984	6.5%	-	\$ -	\$ 13,000	\$ 13,000
1985	6.5	-	-	13,000	13,000
1986	6.5	-	-	13,000	13,000
1987	6.5	151-350	<u>200,000</u>	<u>13,000</u>	<u>213,000</u>
Total			\$ <u>200,000</u>	\$ <u>52,000</u>	\$ <u>252,000</u>

CITY OF OCALA, FLORIDA

SPECIAL ASSESSMENT FUND

STREET IMPROVEMENT BONDS - 1978 ISSUE

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue consists of 110 \$1,000 bonds. Bonds numbered 1 through 50 have been retired. The bonds are retired serially according to the retirement schedule below. The paying agent is Sun Bank of Ocala, Florida.

The 24,000 series special assessment levy is pledged to retire these bonds. The purpose of this issue is for the financing of street improvements.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 7-1</u>	<u>Interest Due 7-1</u>	<u>Total</u>
1984	6.0%	-	\$ -	\$ 3,600	\$ 3,600
1985	6.0	-	-	3,600	3,600
1986	6.0	-	-	3,600	3,600
1987	6.0	-	-	3,600	3,600
1988	6.0	-	-	3,600	3,600
1989	6.0	51-110	<u>60,000</u>	<u>3,600</u>	<u>63,600</u>
Total			\$ <u>60,000</u>	\$ <u>21,600</u>	\$ <u>81,600</u>

CITY OF OCALA, FLORIDA

SPECIAL ASSESSMENT FUND

STREET IMPROVEMENT BONDS - 1978 ISSUE

STATEMENT OF BONDED DEBT AND INTEREST

SEPTEMBER 30, 1983

This issue consists of 56 \$5,000 bonds. Bonds numbered 21 through 56, when sold, will mature July 1, 1990. Bonds numbered 1 through 20 will mature according to the retirement schedule below. The paying agent is Barnett Bank of Marion County, N.A., in Ocala, Florida.

The 26,000 and 27,000 series special assessment levies are pledged to retire these bonds. The purpose of this issue is for the financing of street improvements.

<u>Year</u>	<u>Interest Rate</u>	<u>Bond Numbers</u>	<u>Principal Due 7-1</u>	<u>Interest Due 7-1</u>	<u>Total</u>
1984	6.75%	1-20	\$ <u>100,000</u>	\$ <u>6,750</u>	\$ <u>106,750</u>
Total			\$ <u>100,000</u>	\$ <u>6,750</u>	\$ <u>106,750</u>

CITY OF OCALA, FLORIDA

COMPUTATION OF DIRECT AND OVERLAPPING

GENERAL OBLIGATION DEBT (2)

SEPTEMBER 30, 1983

<u>Governmental Unit</u>	<u>Bonds Outstanding</u>	<u>Applicable to City of Ocala Percent(1)</u>	<u>Amount</u>
Marion County Board of Commissioners Courthouse and Jail Refunding Bonds, Series 1964	\$ <u>235,000</u>	<u>28.02%</u>	\$ <u>65,847</u>
Total Overlapping Debt	\$ <u>235,000</u>	<u>28.02%</u>	\$ <u>65,847</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, 1983.



CITY OF OCALA, FLORIDA

MISCELLANEOUS STATISTICAL DATA

SEPTEMBER 30, 1983

Date of Incorporation	February 4, 1869
City Charter Adopted	January 23, 1885
Form of Government	Council/Manager
Area of City	27.31 square miles
Miles of Streets, Sidewalks, and Bikepaths:	
Streets - Paved	191 miles
Streets - Unpaved	53 miles
Sidewalks	38 miles
Bikepaths	15 miles
Miles of Sewers:	
Storm	29 miles
Sanitary	236 miles
Force Main	32 miles
Building Permits (October 1982 - September 1983) (1):	
Permits Issued	4,625
Permit Value	\$74,735,001
Fire Protection:	
Stations	3
Employees - Sworn	75
Employees - Civilian	6
Police Protection:	
Stations	1
Employees - Sworn	91
Employees - Reserves	20
Employees - Civilian	29
Vehicular Patrol Units - Vehicles	44
- Motorcycles	3
- Other Vehicles	28
Recreation:	
Playgrounds - City	37
School Playgrounds, main- tained by City	12
Neighborhood Recreation Centers	3
Special Facilities - Indoor	6
- Outdoor	4

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

CITY OF OCALA, FLORIDA

DEMOGRAPHIC STATISTICS

POPULATION (1)

<u>YEAR</u>	<u>CITY OF OCALA</u>	<u>MARION COUNTY</u>
1960	13,598	51,600
1970	22,583	69,000
1976	32,595	100,100
1977	32,619	104,400
1978	32,652	109,000
1979	34,034	114,500
1980	37,175	122,500
1981	37,489	129,300
1982	38,265	135,100
1983	45,000	141,991

Sources: 1982 Florida Statistical Abstract (for years 1960 through 1982). From information on file with the Ocala/Marion County Chamber of Commerce (for year 1983).

POPULATION PROJECTIONS \*

<u>YEAR</u>	<u>MARION COUNTY</u>	<u>STATE OF FLORIDA</u>
1985	150,100	11,084,200
1990	176,400	12,304,200
1995	201,800	13,463,300
2000	227,000	14,592,600
2020	277,200	17,815,400

Source: 1982 Florida Statistical Abstract. Figures for years subsequent to year 2020 are unavailable.

% POPULATION BY AGE GROUP - 1980 \*

<u>YEAR</u>	<u>MARION COUNTY</u>	<u>STATE OF FLORIDA</u>
0-14	20.7	19.3
15-24	15.2	16.7
25-44	23.4	25.1
45-64	25.6	21.6
65 +	15.1	17.3

Source: 1982 Florida Statistical Abstract. Figures for years subsequent to 1980 (census year) are unavailable.

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

(1) On April 1, 1980, Ocala ranked 31st in population size among Florida cities; Marion County ranked 19th in population among Florida counties; and Marion County ranked 31st in population density among Florida counties.

This page was intentionally left blank.

CITY OF OCALA, FLORIDA

LIST OF TEN LARGEST TAXPAYERS

1982 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. Paddock Mall Associates	Regional Shopping Center	\$ 15,222,943	2.41%	\$ 39,214
2. Publix Super Markets	Retail Grocers	5,288,232	.84	13,622
3. Alsuda Limited	Local Shopping Center	4,400,934	.70	11,337
4. Ocala Manufacturing	Real Estate Investments	3,907,626	.62	10,065
5. United Telephone	Communications	3,612,206	.57	9,305
6. Jack Russell Co.	Local Shopping Center	3,563,653	.56	9,180
7. Silver Springs Realty	Local Shopping Center	3,562,689	.56	9,178
8. Marion Community Hospital	General Hospital Care	3,475,931	.55	8,954
9. Florida Gulf Realty	Local Shopping Center	3,217,258	.51	8,288
10. Homette Corporation	Mobile Homes	3,193,414	.50	8,227
		<u>49,444,886</u>	<u>7.82</u>	<u>127,370</u>
Total Assessed Value Other Taxpayers		<u>582,637,829</u>	<u>92.18</u>	<u>1,500,875</u>
Total Assessed Value		<u>\$ 632,082,715</u>	<u>100.00%</u>	<u>\$ 1,628,245</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, 1983

<u>Company</u>	<u>Policy Number</u>	<u>Type of Coverage</u>	<u>Limit of Coverage</u>
North River Insurance Co.	500-240579-4	Blanket building and personal property	\$14,318,745 based on schedule
Insurance Co. of North America	API 8-72-10	Airport liability	\$5,000,000 single limit bodily injury and property damage liability
Transit Casualty Co.	GLA 78-09-06	General liability	\$100,000 per occurrence bodily injury and property damage
Transit Casualty Co.	GLA 78-72-06	Automobile policy	\$100,000 bodily injury per person per occurrence \$100,000 property damage per occurrence
Vanguard Insurance Co.	UPF-0282	Public official liability	\$1,000,000 each loss \$1,000,000 maximum annual aggregate
Sentry Insurance	MSI-45923	Engineers' professional liability	\$200,000 per occurrence \$600,000 annual aggregate
Transit Casualty Co.	PL 400401	Law enforcement officers' liability	\$500,000 each occurrence combined single limit for personal injury and/or property damage
Risk Management Services	Acct. #8-75-249	Workmen's compensation	As required by Florida law
North River Insurance Co.	5002405794	Money and securities	\$25,000 inside premises, \$25,000 outside premises including messengers and armored vehicle
State Automobile Mutual Insurance Co.	7660	Blanket honesty bond	\$25,000 for any employee of the City except those covered by individual bonds

CITY OF OCALA, FLORIDA

SCHEDULE OF INSURANCE IN FORCE

SEPTEMBER 30, 1983

(Continued)

<u>Company</u>	<u>Policy Number</u>	<u>Type of Coverage</u>	<u>Limit of Coverage</u>
Hartford Life and Accident Insurance Co.	ETB 13081	Police and fire-fighters accidental death and dismemberment	\$10,000 per person \$350,000 aggregate limitation
Massachusetts Indemnity and Life Insurance Co.	AD 400401	Law enforcement officers accidental death and dismemberment	\$10,000 per person
Gulf Life Group Insurance Co.	GC 9208	Employees' health	Various - as specified in policy
North American Life Assurance Co.	NG and H - 11412	Employees' life, AD and D, and long-term disability	Various - as specified in policy
Insurance Co. of North America	ALB 58835	Volunteers - liability	\$1,000,000 each occurrence \$3,000,000 annual aggregate personal injury or property damage
Insurance Co. of North America	SGL 203	Volunteers' accident: AD and D and medical	Various - as specified in policy

Surety Bonds Required by Ordinance

	<u>Amount</u>
City Manager - Scotty J. Andrews State Automobile Mutual Insurance Co. - #78059	\$ 95,000
Finance Director - Robert F. Sprinkle State Automobile Mutual Insurance Co. - #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>
1974	34	\$ 1,981,500	209	\$ 4,690,200	\$ 203,750	\$ 132,506
1975	11	502,089	120	2,744,580	200,199	163,365
1976	46	7,550,565	191	4,385,032	231,934	191,835
1977	37	2,330,150	234	5,040,204	257,291	219,668
1978	54	5,526,768	254	6,427,684	291,594	253,975
1979	70	10,358,300	262	7,344,690	344,217	287,831
1980	123	12,961,320	261	8,367,874	402,567	331,432
1981	94	13,521,570	178	5,926,908	456,176	369,199
1982	67	4,976,597	90	3,213,700	544,431	408,854
1983	110	12,833,638	278	10,387,336	595,839	N/A

(1) Obtained from records maintained by the City of Ocala Building Inspection Department.

(2) Obtained by Citizens First Bank of Ocala from the Florida Bankers Association. Figures shown are for Marion County and represent total bank deposits at December 31, for years 1974 through 1982, and at June 30, for 1983.

(3) Obtained by Citizens First Bank of Ocala from the Federal Home Loan Bank. Figures shown are for Marion County and represent total savings and loan association deposits at December 31, for years 1974 through 1981, and at September 30, for 1982.

CITY OF OCALA, FLORIDA  
LIST OF OFFICERS' SALARIES  
SEPTEMBER 30, 1983

City Manager	\$ 41,000
Building Official	26,414
City Attorney	18,000
City Clerk	18,328
City Engineer	28,287
Data Processing Manager	25,421
Electric Utility Director	36,941
Finance Director	31,737
Fire Chief	25,588
Golf Pro/Manager	12,000
Internal Auditor	23,473
Library Director	27,124
Personnel Director	27,588
Planning Director	27,469
Police Chief	34,129
Public Works Director	27,175
Purchasing Agent	25,708
Recreation Director	25,576
Water and Sewer Director	26,966



This page was intentionally left blank.

SINGLE AUDIT REPORT

THIS SECTION CONTAINS THE FOLLOWING:

SCHEDULE OF GRANT ACTIVITY

REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS ON:

INTERNAL ACCOUNTING CONTROL

COMPLIANCE WITH APPLICABLE LAWS, REGULATIONS AND AGREEMENTS

SINGLE AUDIT REPORT

CITY OF OCALA, FLORIDA  
SCHEDULE OF GRANT ACTIVITY  
FEDERAL GRANTS

FOR THE YEAR ENDED SEPTEMBER 30, 1983

<u>Federal Funding Source and Grant Program</u>	<u>Grant Number</u>	<u>Grant Amount</u>	<u>Grant Receipts</u>	<u>(Unaudited) Through September 30, 1982</u>		<u>Grant Expense</u>
				<u>Miscellaneous Revenues</u>	<u>Grantee and State Matching Contri- butions and Grant</u>	
Department of Housing and Urban Development:						
Community Development Block Grant	B-80-DN-12-0163 (1)	\$ 300,000	\$ 280,806	\$ 105		\$ 284,56
Community Development Block Grant	B-82-MC-12-0029	668,000	-	-		-
Community Development Block Grant	B-83-MJ-12-0029	194,000	-	-		-
		<u>\$ 1,162,000</u>	<u>\$ 280,806</u>	<u>\$ 105</u>		<u>\$ 284,56</u>
Federal Aviation Administration:						
Airport Improvement Program	3-12-0055-01 Cont. DTFA-06-82-A-80075	\$ 384,093	\$ -	\$ -		\$ 3,7
Airport Master Plan	3-12-0055-02 Cont. DTFA-06-83-A-80053	33,280	-	-		2,4
		<u>\$ 417,373</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ 6,1</u>
Department of the Treasury:						
Office of Revenue Sharing - Federal Revenue Sharing	Fiscal year 1982-83 Entitlement	\$ -	\$ -	\$ -		\$ -
Federal Highway Administration (2):						
Unified Planning Work Programs - Section 112 (PL) 82/83	-	\$ 41,000	\$ -	\$ 748		\$ 7,5
Unified Planning Work Programs - Section 112 (PL) 83/84	-	49,333	-	-		-
		<u>\$ 90,333</u>	<u>\$ -</u>	<u>\$ 748</u>		<u>\$ 7,5</u>
Urban Mass Transportation Administra- tion (2):						
Transportation Energy Contingency Plan	-	\$ 4,800	\$ -	\$ -		\$ 4,0
		<u>\$ 1,674,506</u>	<u>\$ 280,806</u>	<u>\$ 853</u>		<u>\$ 302,</u>

- (1) Independent auditors' report, dated February 17, 1983, and related grant statements were previously submitted to the Department of Housing and Urban Development under separate cover.
- (2) The State of Florida Department of Transportation serves as "pass-through" agency with respect to Federal funds. Funding that both originates and is expended at the state level is defined as an "in-kind service match" of required grantee contributions. All actual activities related to the "in-kind service match" have been excluded from this schedule.

Accrued (Deferred) Grant Revenues October 1, 1982	Accrued (Deferred) Grantee and State Matching Contributions and Mis- cellaneous Revenues October 1, 1982	Fund Balance October 1, 1982	October 1, 1982 Through September 30, 1983			Accrued (Deferred) Grant Revenues Septem- ber 30, 1983	Accrued (Deferred) Grantee and State Matching Contributions and Mis- cellaneous Revenues September 30, 1983	Fund Balance Septem- ber 30, 1983
			Grant Receipts	Grantee and State Matching Contributions and Miscella- neous Revenues	Grant Ex- pend- itures			
\$ 3,759	\$ (105)	\$ -	\$ 19,194	\$ -	\$ 15,540	\$ -	\$ -	\$ -
-	-	-	215,616	1,671	563,500	347,884	(1,671)	-
-	-	-	-	-	385	385	-	-
<u>\$ 3,759</u>	<u>\$ (105)</u>	<u>\$ -</u>	<u>\$ 234,810</u>	<u>\$ 1,671</u>	<u>\$ 579,425</u>	<u>\$ 348,269</u>	<u>\$ (1,671)</u>	<u>\$ -</u>
\$ 3,343	\$ 372	\$ -	\$ -	\$ 22,573	\$ 23,744	\$ 24,713	\$(19,827)	\$ -
2,214	246	-	-	123	-	2,214	123	-
<u>\$ 5,557</u>	<u>\$ 618</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,696</u>	<u>\$ 23,744</u>	<u>\$ 26,927</u>	<u>\$(19,704)</u>	<u>\$ -</u>
\$ -	\$ -	\$ 132,177	\$ 241,656	\$ 8,106	\$ 175,223	\$ 79,935	\$ -	\$ 286,651
\$ 6,816	\$ -	\$ -	\$ 32,292	\$ 2,328	\$ 36,512	\$ 8,708	\$ -	\$ -
-	-	-	-	654	9,830	9,176	-	-
<u>\$ 6,816</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,292</u>	<u>\$ 2,982</u>	<u>\$ 46,342</u>	<u>\$ 17,884</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,218	\$ 805	\$ -	\$ -	\$ -	\$ 975	\$ 3,998	\$ 1,000	\$ -
<u>\$ 19,350</u>	<u>\$ 1,318</u>	<u>\$ 132,177</u>	<u>\$ 508,758</u>	<u>\$ 35,455</u>	<u>\$ 825,709</u>	<u>\$ 477,013</u>	<u>\$(20,375)</u>	<u>\$ 286,651</u>

This page was intentionally left blank.



Peat, Marwick, Mitchell & Co.  
Certified Public Accountants  
Suite 2700, Independent Square  
One Independent Drive  
Jacksonville, Florida 32202

The Honorable Members of the City Council  
City of Ocala, Florida:

We have examined the combined financial statements of the City of Ocala, Florida for the year ended September 30, 1983, and have issued our report thereon dated January 6, 1984. As part of our examination, we made a study and evaluation of the City's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of our study and evaluation was to determine the nature, timing, and extent of the auditing procedures necessary for expressing an opinion on the City's financial statements. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

The management of the City of Ocala, Florida is responsible for establishing and maintaining a system of internal accounting control. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of control procedures. The objectives of a system are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles.

Because of inherent limitations in any system of internal accounting control, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our study and evaluation made for the limited purpose described in the first paragraph would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal accounting control of the City of Ocala, Florida, taken as a whole. However, our study and evaluation disclosed no condition that we believed to be a material weakness.



The Honorable Members of the City Council  
City of Ocala, Florida  
Page 2

This report is intended solely for the use of the City of Ocala, Florida and the cognizant and other Federal audit agencies and should not be used for any other purpose.

*Peat, Marwick, Mitchell & Co.,*

January 6, 1984





Peat, Marwick, Mitchell & Co.  
Certified Public Accountants  
Suite 2700, Independent Square  
One Independent Drive  
Jacksonville, Florida 32202

The Honorable Members of City Council  
City of Ocala, Florida:

We have examined the combined financial statements of the City of Ocala, Florida as of and for the year ended September 30, 1983, and have issued our report thereon dated January 6, 1984. Our examination was made in accordance with generally accepted auditing standards, the provisions of "Standards for Audit of Governmental Organizations, Programs, Activities and Functions," promulgated by the Comptroller General, which pertain to financial and compliance audits; the Office of Management and Budget's "Major Compliance Features of Programs Administered by State and Local Governments" (the approved compliance supplement); and, except as described in the following paragraphs, provisions of Office of Management and Budget (OMB) Circular A-102, "Uniform Administrative Requirements for Grants-in-Aid to State and Local Governments," Attachment P, "Audit Requirements" and the Guidelines for Financial and Compliance Audits of Federally Assisted Programs (Guidelines), and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The reporting objectives for compliance audits contained in the Guidelines suggest an examination of all transactions for compliance purposes, as opposed to the selective testing required by Attachment P; therefore, we have followed the reporting objectives of Attachment P. In addition, the Guidelines do not provide sufficient guidance for determining the representative number of charges to be examined and performing the procedures to ascertain compliance. Accordingly, we utilized other materials as supplements in those areas.

Attachment P requires that the examination include a determination of whether the Federal financial reports (including financial status reports, cash reports, and claims for advances and reimbursements) prepared by the City of Ocala, Florida contain accurate and reliable financial data. We have been informed that OMB interprets the phrase "accurate and reliable financial data" to mean that the Federal financial reports present the underlying financial data of the grants within limits that are reasonable and practicable to attain under the circumstances.



The Honorable Members of City Council  
City of Ocala, Florida  
Page 2

In our opinion, except for the matters that might have come to our attention had our examination encompassed the provisions of the Guidelines referred to in the second preceding paragraph, for the tested operations and records, the City of Ocala, Florida complied with the material terms and conditions of its Federal grants, contracts and agreements, and the tested Federal financial reports present the underlying financial data of the grants within the limits described in the preceding paragraph except as described in the Comments on Compliance section of our report that follows. Further, based upon our examination and the procedures referred to above and except for the matters that might have come to our attention had our examination encompassed the provisions of the Guidelines referred to in the second preceding paragraph, nothing came to our attention except as described in the Comments and Compliance section of our report that follows to indicate that the City of Ocala, Florida had not complied with the compliance matters referred to above, and the Federal financial reports do not present the underlying financial data of the grants within the limits described in the preceding paragraph.

This report is intended solely for the use of the City of Ocala, Florida and the cognizant audit agency and should not be used for any other purpose.

*Peat, Marwick, Mitchell & Co.*

January 6, 1984

COMMENTS ON COMPLIANCE -

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Davis-Bacon Act

Finding:

The City presently has adequate procedures to monitor compliance with the Davis-Bacon Act; however, during the audit, we noted one instance in which a project worker was underpaid by \$72.62. This situation was remedied in February 1984.

Recommendation:

We recommend that the City institute the necessary procedures to ensure that compliance with the Davis-Bacon Act is met in all instances when applicable.

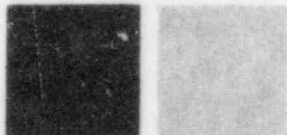
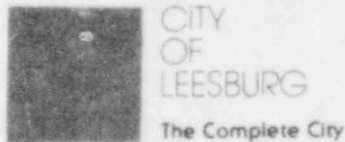
This page was intentionally left blank.

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 1983



SWAN ON FOUNTAIN LAKE AT CITY HALL



LEESBURG, FLORIDA

~~50-302~~

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
OF THE  
CITY OF LEESBURG, FLORIDA  
FOR THE  
FISCAL YEAR ENDED SEPTEMBER 30, 1983

~~Moore~~ ~~Reed~~  
~~offsets~~ ~~letter~~

Prepared  
by:  
FINANCE  
DEPARTMENT

JAMES C. SCHUSTER  
FINANCE DIRECTOR

This page intentionally left blank

**CITY OF LEESBURG, FLORIDA  
COMMISSION - MANAGER FORM OF GOVERNMENT**

**City Commission**

SANNA HENDERSON - Mayor

STEPHEN SEWELL - Vice Mayor

CHARLES C. STRICKLAND

CHARLES W. GREGG

BURTON BROWN

REX TAYLOR - City Manager

**Finance Department**

JAMES C. SCHUSTER  
Finance Director

ROBERT L. BROWN  
Chief Accountant



This page intentionally left blank

**CITY OF LEESBURG, FLORIDA  
LISTING OF CITY OFFICIALS  
AS OF SEPTEMBER 30, 1983**

**ELECTED OFFICIALS**

Mayor-Commissioner	Sanna Henderson
Commissioner-Vice Mayor	Stephen Sewell
Commissioner	Charles C. Strickland
Commissioner	Burton Brown
Commissioner	Charles W. Gregg

**APPOINTED OFFICIALS**

City Manager	Rex Taylor
City Attorney	Dewey Burnsed
Director of Finance	James C. Schuster
Director of Economic & Community Development	Greg A. Beiveau
Director of Public Work & Engineering	Richard Shanklin
Police Chief	James Brown
Fire Chief	Robert A. Taylor
Director of Parks & Recreation	Clifford H. Bell
Director of Electric Utility	Joseph Tardugno
Director of Wastewater Treatment	Charles Bowman
Director of Gas and Water	Don L. Napier

This page intentionally left blank

CITY OF LEESBURG, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED SEPTEMBER 30, 1983

TABLE OF CONTENTS

INTRODUCTORY SECTION

Title Page  
Principal City Officials  
Table of Contents  
Chief Executive Officers' Letter of Transmittal  
Organization Charts  
Certificate of Conformance in Financial Reporting

FINANCIAL SECTION

Auditor's Opinion

Exhibit		Page Numbers
	Combined Statements - Overview ("Liftable" General Purpose Financial Statements)	
1	Combined Balance Sheet - All Fund types and Account Groups	1-4
2	Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	5
3	Combined State of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual, General, Special Revenue, and Capital Projects Fund Types	6-7
4	Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types	8
5	Combined Statement of Changes in Net Assets Available for Benefits - Fiduciary Fund Types - All Pension Trust Funds	9
6	Combined Statement of Changes in Financial Position - All Proprietary Fund Types	10-11
	Notes to Financial Statements	12-25
Statement/ Schedule	Combining and Individual Fund and Account Group Statements and Schedules	
	General Fund	
A-1	Balance Sheet	26

CITY OF LEESBURG, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED SEPTEMBER 30, 1983

TABLE OF CONTENTS CONTINUED

Statement/ Schedule		Page Numbers
A-2	Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	27
A-3	Statement of Revenues - Budget (GAAP Basis) and Actual	28-29
A-4	Statement of Expenditures Compared to Budget (GAAP Basis)	30-36
A-5	Statement of Other Financing Sources and Uses, Compared to Budget (GAAP Basis)	37
Special Revenue Funds		
B-1	Combining Balance Sheet	38
B-2	Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	39
	Statements of Revenues and Expenditures and Changes in Fund Balance - Budget and Actual:	
B-3	Federal Revenue Sharing Fund	40
B-4	Community Development Fund	41
B-5	Housing Assistance Fund	42
Debt Service Fund		
C-1	Combining Balance Sheet	43
C-2	Statement of Revenues, Expenditures and Changes in Fund Balance	44
Capital Projects Funds		
D-1	Combining Balance Sheet	45
D-2	Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	46
	Statements of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual:	

CITY OF LEESBURG, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED SEPTEMBER 30, 1983

TABLE OF CONTENTS CONTINUED

Statement/ Schedule		Page Numbers
D-3	Airport Improvement Capital Projects Fund	47
D-4	Library Building Renovation Capital Projects Fund	48
D-5	Parking Lot Purchase Capital Projects Fund	49
D-6	Project - Length Schedule of Construction Projects Airport Improvement Projects and Library Building Renovation	50
Enterprise Funds		
E-1	Combining Balances Sheets	51-54
E-2	Combining Statement of Operations and Changes in Retained Earnings (Deficit)	55-56
E-3	Combining Statement of Changes in Financial Position	57-58
Internal Service Fund		
F-1	Motor Pool Service Fund Balance Sheet	59
F-2	Motor Pool Service Fund Statement of Revenues, Expenses and Changes in Retained Earnings	60
F-3	Motor Pool Service Fund Statement of Changes in Financial Position	61
Fiduciary Type Funds		
G-1	Combining Statement of Net Assets Available for Benefits	62
G-2	Combining Statement of Changes in Net Assets Available for Benefits	63
G-3	Municipal Police Retirement Trust Fund Statement of Net Assets Available for Benefits	64
G-4	Municipal Police Retirement Trust Fund Statement of Changes in Net Assets Available for Benefits	65
G-5	Municipal Firemen's Retirement Trust Fund Statement of Net Assets Available for Benefits	66

CITY OF LEESBURG, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED SEPTEMBER 30, 1983

TABLE OF CONTENTS CONTINUED

Statement/ Schedule		Page Numbers
G-6	Municipal Firemen's Retirement Trust Fund Statement of Changes in Net Assets Available for Benefits	67
G-7	General Employees' Pension Fund Statement of Net Assets Available for Benefits	68
G-8	General Employees' Pension Fund Statement of Changes in Net Assets Available for Benefits	69
Account Groups		
H-1	Comparative Schedule of General Fixed Assets - By Sources	70
H-2	Schedule of General Fixed Assets - By Functions and Activities	71
H-3	Schedule of Changes in General Fixed Assets - By Functions and Activities	72
H-4	Statement of General Long-Term Debt	73
Schedules		
I-1	Summary Schedule of Utility Plant in Service - Combined Utility Funds	74
Schedule of Utility Plant in Service:		
I-2	Electric Utility Fund	75
I-3	Gas Utility Fund	76
I-4	Water Utility Fund	77
I-5	Sanitary Sewer and Wastewater Treatment Fund	78
I-6	Sanitation Services Fund	79
I-7	Ambulance Fund	80

CITY OF LEESBURG, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED SEPTEMBER 30, 1983

TABLE OF CONTENTS CONTINUED

Statement/ Schedule		Page Numbers
I-8	Motor Pool Fund	81
I-9	Combined Schedule of Investments - All Funds	82-85
I-10	\$12,020,000 Refunding and Improvement Utilities Revenue Bonds Series 1977 Debt Service Requirements to Maturity	86
I-11	Utility Rate Schedules	87-91

STATISTICAL SECTION

Tables

1	General Governmental Expenditures - By Function	92
2	General Revenue - By Source	93
3	Property Tax Levies and Collections	94
4	Assessed Value of Exempt and Taxable Property	95-96
5	Property Tax Rates - All Overlapping Governments	97
6	Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita	98
7	Computation of Legal Bonded Debt Margin	99
8	Computation of Overlapping Debt	100
9	Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures	101
10	Combined Utility Funds Schedule of Revenue Bond Coverage	102
11	Demographic Statistics	103
12	Property Value, Construction and Bank Deposits	104
13	Principal Taxpayers	105
14	Miscellaneous Statistical Data	106

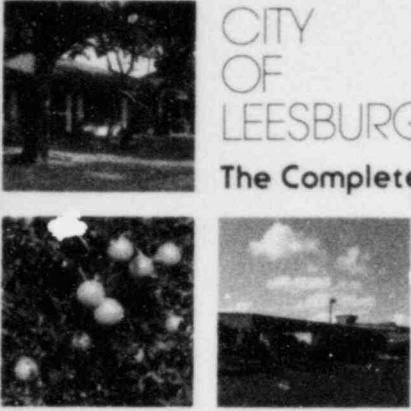


CITY OF LEESBURG, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED SEPTEMBER 30, 1983

TABLE OF CONTENTS CONTINUED

Tables		Page Numbers
15	Miscellaneous Statistics	107
16	Corporate Limits and Annexations	108
17	Schedule of Insurance in Force	109-111



CITY  
OF  
LEESBURG

The Complete City

March 1, 1984

Honorable Mayor, City Commission and City Manager  
City of Leesburg  
Leesburg, Florida 32748

Ladies and Gentlemen:

The Comprehensive Annual Financial Report of the City of Leesburg, Florida, for the Fiscal Year ended September 30, 1983, is herewith submitted. This report was prepared by the City's Finance Department. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation including all disclosures, rests with the City. We believe the data, as presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

Accounting System and Budgetary Control

The City's accounting records for general governmental operations are maintained on a modified accrual basis, with the revenues being recorded when available and measurable and expenditures being recorded when the services or goods are received and the liabilities are incurred. Accounting records for the City's utilities and other enterprises are maintained on the accrual basis.

In developing the City's accounting system consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding:

1. the safeguarding of assets against loss from unauthorized use or disposition, and
2. the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of "reasonable assurance" recognizes that:

1. the cost of a control should not exceed the benefits likely to be derived, and
2. the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is a general management control function and is accommodated through the integration of budgetary and financial accounting. Budgeting is considered to be a system of managerial estimates of projected financial position. Such estimates are compared to actual on a monthly and annual basis. Corrections to estimates are made by general management and the City Commission. The Ordinance adopting the annual budget sets forth controlling appropriations on a fund total level.

#### Notes to the Financial Statement

Notes are prepared to provide for a fair presentation and adequate disclosure in the financial statements. The content of the notes provides narrative descriptions of accounting methods and practices employed by the City and discloses additional financial data that may be more informative to the statement user.

#### The Reporting Entity and It's Services

The funds and entities related to the City of Leesburg included in the comprehensive annual financial report are controlled by or dependent on the City. Determination of "controlled by or dependent on" is based on criteria developed by the U.S. Federal Bureau of the Census. The criteria relates to existence as an organized entity; governmental character; and substantial autonomy. Based on these criteria the various funds and account groups (being all the fund and account groups of the city) shown in the Table of Contents are included in this report.

The City provides the full range of municipal services contemplated by statute or charter. This includes public safety (police and fire), highways and streets, airport operations, sanitation, recreational and cultural services, public improvements, comprehensive planning and general administrative services. In addition, the City operates and maintains electric, water, gas, and wastewater treatment/sanitary sewer utilities.

#### General Governmental Functions

Revenues for general government functions financed by general government funds, which include the General Fund, three Special Revenue Funds, the Debt Service Fund and the Capital Project Fund, totaled \$2,828,376.

Honorable Mayor, Members of the  
 City Commission and City Manager  
 March 1, 1984

excluding operating transfers in from utilities of \$2,550,000 and transfers in to the Special Revenue Funds and the Debt Service Fund of \$25,943 and \$693,501 respectively. The General Fund also transferred \$6,425 into the Capital Project Fund to pay the City's portion of the airport improvements. The following table presents the various financing sources for general government and the increase (decrease) over the prior year:

ALL GENERAL GOVERNMENT FUNDS

<u>Financing Sources</u>	<u>Amount</u>	<u>Percent of total</u>	<u>Increase (decrease) from 1982</u>
Revenues:			
Property taxes	\$ 950,283	13.57%	\$ ( 35,996)
Licenses and permits	76,565	1.09	10,337
Intergovernmental revenues:			
Shared revenue	940,493	13.43	269,779
Operating Grants	174,736	2.49	30,181
Capital Grants	166,848	2.38	91,751
Charges for services	191,522	2.73	( 166)
Fines and forfeits	105,473	1.51	( 8,779)
Other revenues	222,456	3.18	( 53,176)
Total Revenues	<u>2,828,376</u>	<u>40.38</u>	<u>303,931</u>
Other Financing Sources:			
Debt proceeds	900,000	12.85	220,000
Operating transfers	3,275,869	46.77	1,055,970
Total Financing Sources	<u>\$7,004,245</u>	<u>100.00</u>	<u>\$1,579,901</u>

Current tax collections were 96.3% of the tax levy, down 1.0% from last year. This is the tenth consecutive year in which current property tax collections have exceeded 96%. Delinquent tax collections were slightly less than last year. The ratio of total collections (current and delinquent) to the current tax levy was 96.4%, a decrease of 1.0% from last year. Allocations of property tax rate (per \$1,000 of taxable value) by purpose for 1983 and the preceding two fiscal years are:

<u>Purpose</u>	<u>1983</u>	<u>1982</u>	<u>1981</u>
General Fund	\$ 3.910	\$ 4.371	\$ 3.192
General Obligation Debt	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total tax rate	\$ <u>3.910</u>	\$ <u>4.371</u>	\$ <u>3.192</u>

Operating grants increased primarily due to the increase in activity of the Community Development Program. The capital grant increase reflects the degree of completion of the airport capital improvement project. Shared revenues have experienced positive growth reflecting the current national economic recovery and the City's half-cent portion of the state's additional one cent sales tax. Upon passage of the five percent sales tax, the state required that municipalities use their half-cent portion of the tax to offset property tax revenues and reduce property taxes. The decrease in

Honorable Mayor, Members of the  
 City Commission and City Manager  
 March 1, 1984

property taxes is offset by the growth in shared revenue. Operating transfers from utilities increased \$450,000 and operating transfers to the debt service funds increased almost \$600,000 to fund the repayment of a short term note, the proceeds of which were used for Library improvements.

Expenditures for general government functions totaled \$6,265,301 which excludes operating transfers of \$699,926. Total expenditures increased \$1,582,086 (33.78%) from \$4,683,215 to \$6,265,301. Changes in expenditures by function and operating transfers over the preceding year are presented as follow:

<u>Expenditures &amp; Other Financing Uses</u>	<u>Amount</u>	<u>Percent of total</u>	<u>Increase (decrease) from 1981</u>
<u>Expenditures by Function:</u>			
General Government	\$ 411,764	5.91	\$ 9,372
Public Safety	2,055,948	29.52	196,518
Physical Environment	225,591	3.24	89,631
Transportation	493,147	7.08	65,268
Economic Environment	17,817	.25	( 19,554)
Human Services	152,282	2.19	2,890
Culture and Recreation	949,242	13.63	83,719
Capital Outlay	1,165,202	16.73	455,366
Debt Service	794,308	11.40	698,876
Total Expenditures	<u>6,265,301</u>	<u>89.95</u>	<u>1,582,086</u>
<u>Other Financing Uses</u>			
Operating Transfers	<u>699,926</u>	<u>10.05</u>	<u>580,027</u>
Total Expenditures and Other Financing Sources	<u>\$ 6,965,227</u>	<u>100.00</u>	<u>\$2,162,113</u>

The substantial increase in the public safety function was due to the employees that formerly were accounted for in the Ambulance Services and transferred to the Fire Department and a required increase in pension contributions for police officers. Capital outlay increased due to completion of Library construction, purchase of right of ways to allow for street paving and the purchases of a new fire truck capable of pumping 1000GPM and purchase of automated office equipment for the City Manager and City Clerks offices. The debt service increase and the operating transfer increase are primarily due to interest and principal on a \$650,000 short term note used to pay for the Library renovation.

#### Long-Term Debt Issues

The City issued \$900,000 in refunding and capital improvement notes to temporarily fund authorized special revenue debt and finance renovation of the Community Building. These notes will be refunded through the issuance of bonds in the Fiscal Year 1984.

The City's existing Utility Revenue Bonds, Series 1977 in the amount of \$12,020,000 remained outstanding and maintained their current ratings of A1 (Moody's Investors Service) and A+ (Standard and Poor's).

Honorable Mayor, Members of the  
City Commission and City Manager  
March 1, 1984

---

The combined utilities' ratio of net revenues available to debt service requirements was 3.30:1 for the fiscal year, consistent with historical ratios.

The City's utilities have outstanding \$8.5 million of utility revenue bond anticipation notes, which were used to finance improvements in its electric, gas and water utilities. These notes will be refunded through the issuance of bonds by fiscal 1985. The utility notes are rated MIG 2.

#### Cash Management

Cash temporarily idle during the year was invested in U.S. Treasury Bills and Bonds of various maturities and in other U.S. Obligations as shown on the Combined Schedule of Investments. Cash held in checking accounts was invested in overnight repurchase agreements which pay interest daily of .50% below the federal funds rate charged to banks. Interest earned by the City this year was \$902,000, a decrease of \$228,000 under interest earned on investments in Fiscal Year 1982. The decrease in interest rates and the reduction of the bond proceeds used for construction during the year contributed significantly to this decrease in interest income.

#### Capital Projects Funds

Bond Anticipation Notes' proceeds in the amount of \$250,000 and issued during fiscal 1983, are accounted for in Capital Projects Funds until the Community Building renovation project is completed. At the end of the fiscal year, completed projects and construction in progress are capitalized in the General Fixed Assets Account Group. During 1983, projects costing \$1,256,353 were completed while construction in progress expenditures were \$41,126.

The Capital Project Fund balances on hand at September 30, 1983, were represented by \$33,106 in cash, and \$3,775 due from other governments, and \$150,469 due from the General Fund.

#### General Fixed Assets

The general fixed assets of the City are those fixed assets used in the performance of general governmental functions and exclude the fixed assets of Enterprise and Internal Service Funds. As of September 30, 1983, the general fixed assets of the City amounted to \$8,963,323. This amount represents the original cost of the assets and is considerably less than their present value. Depreciation of general fixed assets is not recognized in the City's accounting system.

#### City Utilities

On the whole the City's Electric, Water, Natural Gas, and Wastewater utilities changes in financial position were as expected. The net income after operating transfers for these Combined Utilities totaled \$313,753 and increased retained earnings from \$10,390,945 to \$10,704,698. The net income (loss) after operating transfer of the individual utilities for the periods ending September 30, 1981, 1982 and 1983 was as follows:

Honorable Mayor, Members of the  
City Commission and City Manager  
March 1, 1984

---

	<u>1981</u>	<u>1982</u>	<u>1983</u>
Electric	\$ 1,433,980	\$ 151,144	\$ 24,870
Gas	82,223	168,215	69,113
Water	29,371	142,697	103,144
Wastewater Treatment and Sanitary Sewer	<u>100,690</u>	<u>( 32,062)</u>	<u>116,626</u>
	<u>\$ 1,646,264</u>	<u>\$ 429,994</u>	<u>\$ 313,753</u>

The Electric Utility has experienced fluctuations in prior years' net income due to wholesale rate increases, subsequent negotiated reductions, the purchase of substations to obtain lower rates, and performance variations of the Crystal River #3 Nuclear Generating Plant. Retail rate adjustments have stabilized the system to these fluctuations.

The Gas Utility and Water Utility have maintained their financial position but experienced less net income due to increased interest and depreciation expenses as expected.

The Wastewater Treatment and Sanitary Sewer Utility experienced an increase in net income as a result of rate increases approved prior to the fiscal year.

#### Ambulance Service Fund

The City established this fund during the fiscal year ending September 30, 1980 in order to improve the accounting and financial management of the ambulance and rescue service. Fee increases and improved collections have eliminated the historical deficit in this fund. The plan to transfer this service to Leesburg Regional Medical Center was executed October 1, 1982. Consequently, the fund was closed as of September 30, 1982. All income results from the collection of old accounts receivable and the sale of equipment. The transfer of the remaining cash and equipment to the General Fund increased fund balance in the General Fund by \$210,991.

#### Independent Audit

The City Charter requires an annual audit of the books of account, financial records, and transactions of all departments of the City by independent certified public accountants selected by the City Commission. This requirement has been satisfied and the auditor's opinion has been included in this report.

#### Reporting Standards

The Municipal Finance Officers Association of the United States and Canada (MFOA) awarded a Certificate of Conformance in Financial Reporting to the City of Leesburg, Florida for its comprehensive annual financial report for the Fiscal Year ended September 30, 1982, the first of the City's reports to be so awarded.

Honorable Mayor, Members of the  
City Commission and City Manager  
March 1, 1984

---

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

A Certificate of Conformance is valid for a period of one year only. It is believed that the current report continues to conform to Certificate of Conformance Program requirements, and the report will be submitted to MFOA to determine its eligibility for another certificate.

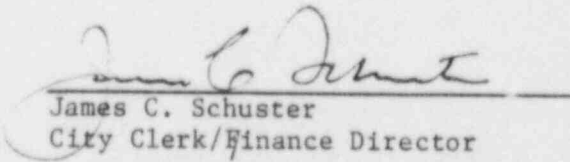
#### Auditors Report

The City does not agree that the records of the property, plant and equipment in the Enterprise Funds and the General Fixed Assets Group of Accounts are insufficient in accounting detail. The auditor's exception to the propriety of amounts in the property, plant and equipment of the Enterprise Funds and General Fund Assets Group Accounts is due to the exclusion of administrative overhead cost to force accounts for assets constructed by the City for its own use. The majority of assets constructed for the City are by private contractor and the amount of increase in historical cost due to assignment of administrative overhead cost would not materially increase the value of fixed assets.

#### Acknowledgements

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. I would like to express my appreciation to all members of the Department who assisted and contributed to its preparation. I should also like to thank the members of the City Commission for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

  
James C. Schuster  
City Clerk/Finance Director

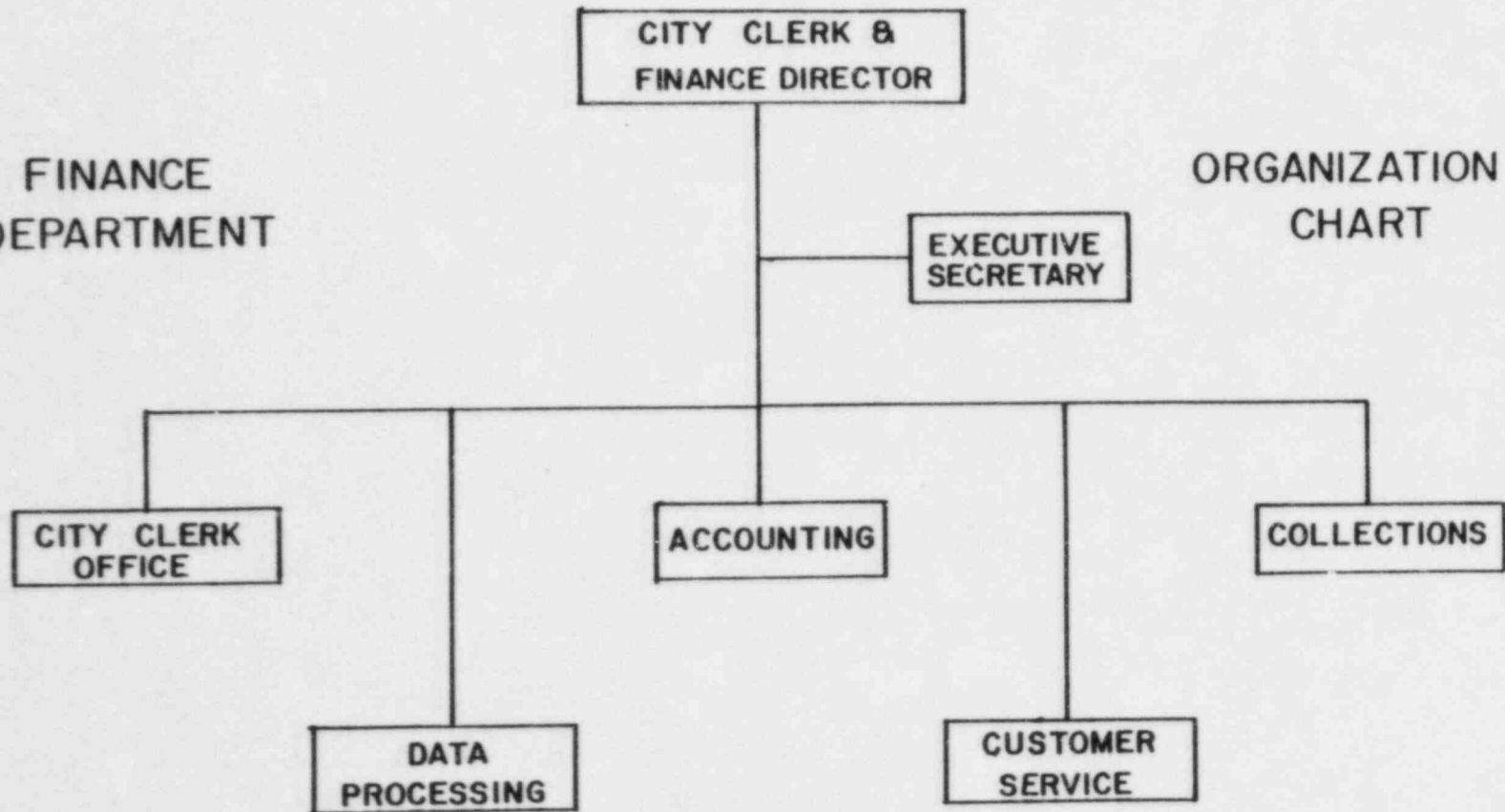


This page intentionally left blank

## **ORGANIZATIONAL CHARTS**

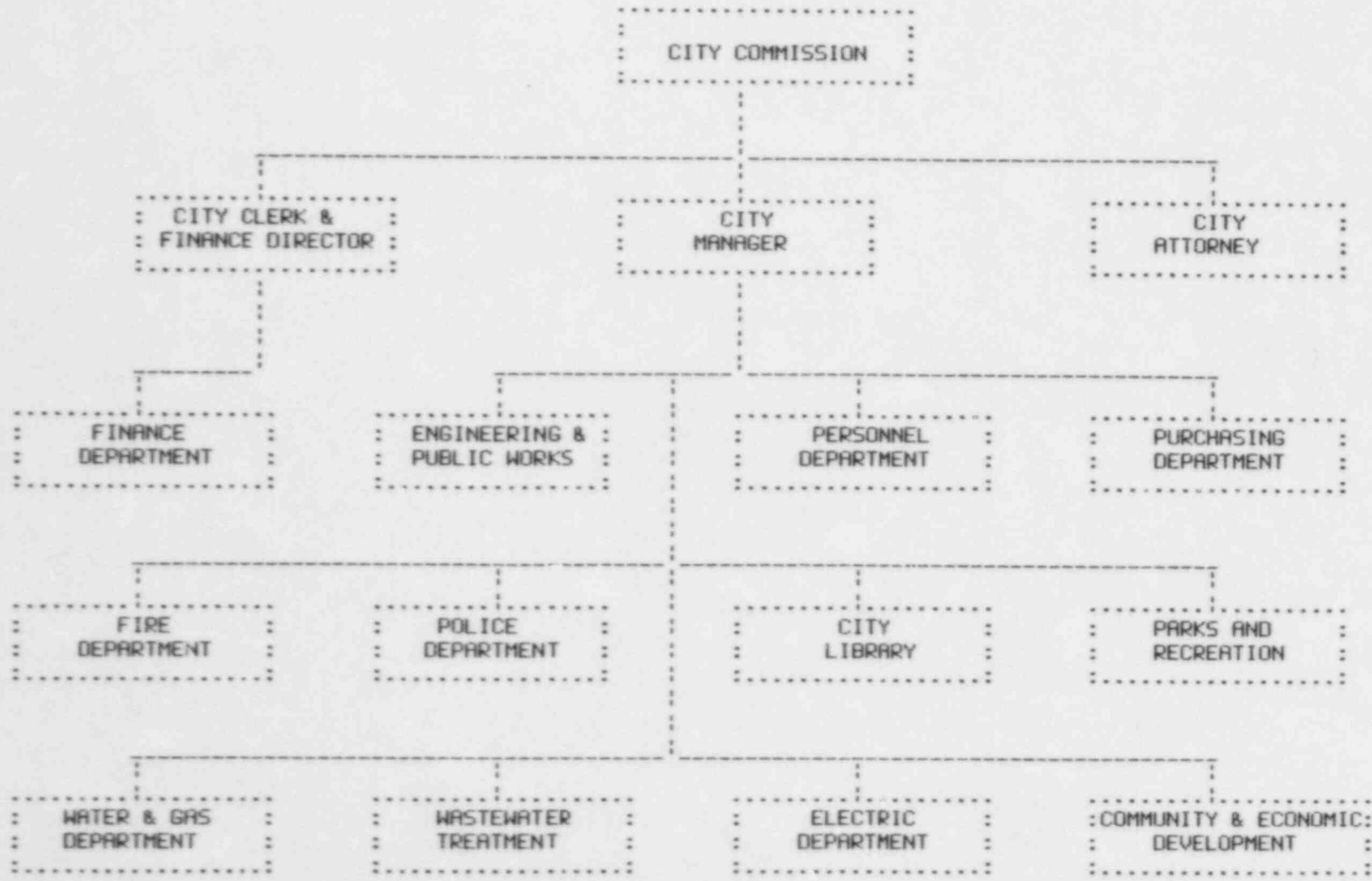
FINANCE  
DEPARTMENT

ORGANIZATION  
CHART



CITY OF LEESBURG

ORGANIZATION CHART



This page intentionally left blank

# Certificate of Conformance in Financial Reporting

Presented to  
City of,  
Leesburg, Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 1982

A Certificate of Conformance in Financial Reporting is presented by the Municipal Finance Officers Association of the United States and Canada to governmental units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) are judged to substantially conform to program standards.



*Carl T. White*  
President

*Jeffrey L. Esoll*  
Executive Director

This page intentionally left blank

# **FINANCIAL SECTION**

**This Section Contains the Following Subsections:**

**AUDITOR'S REPORT**

**GENERAL PURPOSE FINANCIAL STATEMENTS**

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

**SCHEDULES**



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

PURVIS, GRAY AND COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS  
POST OFFICE BOX 999 222 NORTHEAST 1ST STREET  
TELEPHONE 378-2461 AREA CODE 904  
GAINESVILLE, FLORIDA 32602

MEMBERS OF  
AMERICAN AND FLORIDA  
INSTITUTES OF  
CERTIFIED PUBLIC ACCOUNTANTS

AUDITORS' REPORT

Honorable City Commissioners  
City of Leesburg  
Leesburg, Florida

We have examined the combined financial statements of the City of Leesburg, Florida, as of and for the year ended September 30, 1983, as listed in the table of contents. Except as explained in the following paragraph, our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

We did not obtain sufficient evidential matter to determine if property, plant and equipment recorded in the Enterprise Funds and the fixed assets recorded in the General Fixed Assets Group of Accounts are fairly presented at cost or estimated historical cost, due to insufficient detail within the City's property records.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to determine the propriety of amounts recorded as property, plant and equipment in the Enterprise Funds and the propriety of amounts recorded as fixed assets in the General Fixed Assets Group of Accounts the combined financial statements referred to above present fairly the financial position of the City of Leesburg, Florida, at September 30, 1983, and the results of its operations and the changes in financial position of its proprietary fund types and similar trust funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining, individual fund and account group statements and schedules listed in the table of contents and columns on the accompanying combined financial statements captioned "Total (Memorandum Only)" are presented for purposes of additional analysis and are not a required part of the combined financial statements of the City of Leesburg, Florida. The information has been subjected to the auditing procedures applied in the examination of the combined financial statements and, in our opinion, except for the effects of such adjustments, if any, related to the matters discussed in the second and third paragraphs, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

December 22, 1983

*Purvis, Gray and Company*  
SIGNATURE

*December 22, 1983*  
DATE

This page intentionally left blank

# **GENERAL PURPOSE FINANCIAL STATEMENTS**

**(Combined Statement—Overview)**

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

This page intentionally left blank

CITY OF LEESBURG, FLORIDA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
September 30, 1983 and 1982

Exhibit 1

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
<u>ASSETS</u>				
Cash & Cash Equivalents	\$ 434,450	\$ 83,579	\$ ( 854)	\$ 33,106
Investments at Market Value				
Investments at Amortized Cost			100,633	
Receivables:				
Customer Accounts				
Allowance for doubtful accounts				
Accrued Interest				
Other Receivables	63,413			
Due from Other Funds	1,298,219	270	3,722	156,908
Due from Other Governments	32,004	64,484		161,441
Inventory, at Cost	6,834			
Restricted Assets				
Cash with Fiscal Agents				
Cash & Cash Equivalents				
Investments at Amortized Cost				
Fixed Assets, at Cost				
General Fixed Assets				
Accumulated Depreciation				
Construction in Progress				
Long Term Receivables				
Interfund Advances Receivable				
Deferred Issue Cost, Net				
Amount Available in Debt Service Funds				
Amount to be Provided for Retirement of General Long Term Debt				
 Total Assets	 \$ <u>1,834,920</u>	 \$ <u>148,333</u>	 \$ <u>103,501</u>	 \$ <u>351,455</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
September 30, 1983 and 1982

Exhibit 1

<u>PROPRIETARY FUND TYPES</u>		<u>FIDUCIARY FUND TYPE</u>	<u>ACCOUNT GROUPS</u>		<u>TOTAL (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>	<u>September 30</u>	
					<u>1983</u>	<u>1982</u>
\$ 993,682	\$	\$ 446,000	\$	\$	\$ 1,989,963	\$ 3,729,372
		4,140,128			4,140,128	3,083,752
1,116,893					1,217,526	199,552
3,546,406					3,546,406	2,908,132
( 367,666)					( 367,666)	( 293,547)
158,718		85,249			243,967	136,139
250,823					314,236	31,890
323,079	154,835	11,774			1,948,807	1,306,713
		39,494			297,423	110,478
617,257	24,248				648,339	598,354
650,641					650,641	629,568
2,044,762					2,044,762	4,731,834
3,923,008					3,923,008	1,768,342
41,929,354	33,059				41,962,413	39,249,867
			8,963,323		8,963,323	7,964,287
(10,450,576)	( 21,539)				(10,472,115)	( 9,233,613)
774,242					774,242	1,490,186
44,953					44,953	44,953
						605,532
199,112					199,112	234,392
				103,501	103,501	157,668
				<u>1,220,981</u>	<u>1,220,981</u>	<u>984,822</u>
<u>\$45,754,688</u>	<u>\$ 190,603</u>	<u>\$ 4,722,645</u>	<u>\$ 8,963,323</u>	<u>\$ 1,324,482</u>	<u>\$ 63,393,950</u>	<u>\$ 60,438,673</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
September 30, 1983 and 1982

Exhibit 1

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
<u>LIABILITIES</u>				
Accounts Payable	\$ 44,119	\$ 5,212	\$	\$ 245
Accrued Liabilities	48,668			550
Customer Advances for Construction				
Due to Other Governments		41,966		
Due to Other Funds	226,450	10,996		161,186
Payable from Restricted Assets:				
Customer Deposits				
Accrued Interest on Revenue Bonds				
General Bonds Payable				
Other Notes Payable				
Revenue Bonds Payable				
Bond Anticipation Notes Payable				
Unamortized Discount				
Interfund Advances Payable				
Unearned Revenues	<u>50,739</u>	<u>          </u>	<u>          </u>	<u>2,124</u>
Total Liabilities	<u>369,976</u>	<u>58,174</u>	<u>          </u>	<u>164,105</u>
<u>FUND EQUITY</u>				
Contributed Capital				
Investment in General Fixed Assets				
Net Assets Available for Benefits				
Retained Earnings (Deficit):				
Reserved				
Unreserved				
Fund Balances				
Reserved	30,751	45,425	103,501	187,350
Unreserved	<u>1,434,193</u>	<u>44,734</u>	<u>          </u>	<u>          </u>
Total Fund Equity	<u>1,464,944</u>	<u>90,159</u>	<u>103,501</u>	<u>187,350</u>
Total Liabilities and Fund Equity	\$ <u>1,834,920</u>	\$ <u>148,333</u>	\$ <u>103,501</u>	\$ <u>351,455</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
September 30, 1983 and 1982

Exhibit 1

<u>PROPRIETARY FUND TYPES</u>		<u>FIDUCIARY FUND TYPE</u>	<u>ACCOUNT GROUPS</u>		<u>TOTAL (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>	<u>September 30</u>	
					<u>1983</u>	<u>1982</u>
\$ 2,071,962	\$ 167,755	\$ 5,385	\$	\$	\$ 2,294,678	\$ 2,061,258
427,029	1,417				477,664	502,172
127,065					127,065	121,365
					41,966	43,908
1,527,797	13,493	8,885			1,948,807	1,306,713
750,595					750,595	697,872
417,737					417,737	355,616
				240,000	240,000	925,000
				1,084,482	1,084,482	217,490
12,020,000					12,020,000	12,020,000
8,500,000					8,500,000	8,500,000
( 198,931)					( 198,931)	( 217,056)
						605,532
		28,717			81,580	53,914
<u>25,643,254</u>	<u>182,665</u>	<u>42,987</u>		<u>1,324,482</u>	<u>27,785,643</u>	<u>27,193,784</u>
9,681,085	15,979				9,697,064	9,730,204
			8,963,323		8,963,323	7,964,287
		4,679,658			4,679,658	3,793,132
5,380,689					5,380,689	3,383,160
5,049,660	( 8,041)				5,041,619	6,778,161
					367,027	708,536
					<u>1,478,927</u>	<u>887,409</u>
<u>20,111,434</u>	<u>7,938</u>	<u>4,679,658</u>	<u>8,963,323</u>		<u>35,608,307</u>	<u>33,244,889</u>
<u>\$45,754,688</u>	<u>\$ 190,603</u>	<u>\$ 4,722,645</u>	<u>\$ 8,963,323</u>	<u>\$ 1,324,482</u>	<u>\$ 63,393,950</u>	<u>\$ 60,438,673</u>

See Accompanying Notes



CITY OF LEESBURG, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

Years Ended September 30, 1983 and 1982

Exhibit 2

	GOVERNMENTAL FUND TYPES				TOTAL (MEMORANDUM ONLY)	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	September 30	
					1983	1982
<b>REVENUES:</b>						
Taxes	\$ 950,283	\$	\$	\$	\$ 950,283	\$ 986,279
Licenses and Permits	76,565				76,565	66,228
Intergovernmental Revenue		255,584		166,848	422,432	312,044
Shared Revenues	859,645				859,645	578,322
Charges for Services	191,522				191,522	191,688
Fines and Forfeitures	105,473				105,473	114,252
Miscellaneous	191,256			31,200	222,456	275,632
<b>Total Revenues</b>	<b>2,374,744</b>	<b>255,584</b>		<b>198,048</b>	<b>2,828,376</b>	<b>2,524,445</b>
<b>EXPENDITURES:</b>						
Current:						
General Government	410,598	1,166			411,764	402,392
Public Safety	2,055,948				2,055,948	1,859,430
Physical Environment	225,591				225,591	135,960
Transportation	491,091	2,056			493,147	427,879
Economic Environment	2,639	15,178			17,817	37,371
Human Services	7,972	144,310			152,282	149,392
Culture/Recreation	949,242				949,242	865,523
Capital Outlay	337,242	119,740		708,220	1,165,202	709,836
Debt Service	46,640		747,668		794,308	95,432
<b>Total Expenditures</b>	<b>4,526,963</b>	<b>282,450</b>	<b>747,668</b>	<b>708,220</b>	<b>6,265,301</b>	<b>4,683,215</b>
Excess (deficiency) of Revenues over Expenditures	(2,151,219)	(26,866)	(747,668)	(510,172)	(3,436,925)	(2,158,770)
<b>Other Financing Sources (Uses):</b>						
Bond and Note Proceeds	650,000			250,000	900,000	680,000
Operating Transfers In	2,550,000	25,943	693,501	6,425	3,275,869	2,219,899
Operating Transfers Out	(699,926)				(699,926)	(119,899)
<b>Total Other Financing Sources (Uses)</b>	<b>2,500,074</b>	<b>25,943</b>	<b>693,501</b>	<b>256,425</b>	<b>3,475,943</b>	<b>2,780,000</b>
Excess (deficiency) of Revenues and Other Financing Sources over Expenditures and Other Uses	347,855	(923)	(54,167)	(253,747)	39,018	621,230
Fund Balance at Beginning of Year	906,098	91,082	157,668	441,097	1,595,945	974,715
Residual Equity Transfer	210,991				210,991	
<b>Fund Balance at End of Year</b>	<b>\$ 1,464,944</b>	<b>\$ 90,159</b>	<b>\$ 103,501</b>	<b>\$ 187,350</b>	<b>\$ 1,845,954</b>	<b>\$ 1,595,945</b>

See Accompanying Notes

This page intentionally left blank

CITY OF LEESBURG, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL, SPECIAL REVENUE AND CAPITAL PROJECTS FUND TYPES

Year Ended September 30, 1983

Exhibit 3

	GENERAL FUND		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
<b>REVENUES:</b>			
Taxes	\$ 950,000	\$ 950,283	\$ 283
Licenses and permits	74,950	76,565	1,615
Intergovernmental Revenues			
Shared Revenues	865,400	859,645	( 5,755)
Charges for services	188,400	191,522	3,122
Fines and forfeitures	106,900	105,473	( 1,417)
Miscellaneous	<u>255,410</u>	<u>191,256</u>	( <u>64,154</u> )
Total Revenues	<u>2,441,060</u>	<u>2,374,744</u>	( <u>66,316</u> )
<b>EXPENDITURES:</b>			
General Government	480,967	443,402	37,565
Public Safety	2,242,200	2,215,564	26,636
Physical Environment	224,033	233,916	( 9,883)
Transportation	578,800	523,761	55,039
Economic Environment	48,800	48,319	481
Human Services	7,900	7,972	( 72)
Culture/Recreation	1,184,350	1,054,029	130,321
Capital Projects			
Total Expenditures	<u>4,767,050</u>	<u>4,526,963</u>	<u>240,087</u>
Excess (deficiency) of Revenues Over Expenditures	( <u>2,325,990</u> )	( <u>2,152,219</u> )	<u>173,771</u>
<b>Other Financing Sources (Uses):</b>			
Bond and Note Proceeds	650,000	650,000	
Operating Transfers In	2,550,000	2,550,000	
Operating Transfers Out	( <u>716,300</u> )	( <u>699,926</u> )	<u>16,374</u>
Total Other Financing Sources (Uses)	<u>2,483,700</u>	<u>2,500,074</u>	<u>16,374</u>
Excess (deficiency) of Revenues and Other Sources over Expenditures and Other Uses	157,710	347,855	190,146
Fund Balance at Beginning of Year	906,098	906,098	-0-
Residual Equity Transfer	<u>50,000</u>	<u>210,991</u>	<u>160,991</u>
Fund Balance at End of Year	\$ <u>1,113,808</u>	\$ <u>1,464,944</u>	\$ <u>351,137</u>

See Accompanying Notes

THE CITY OF LEESBURG, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL, SPECIAL REVENUE AND CAPITAL PROJECTS FUND TYPES

Year Ended September 30, 1983

Exhibit 3

SPECIAL REVENUE FUND TYPES			CAPITAL PROJECTS FUND TYPES		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$	\$	\$	\$	\$	\$
323,570	255,584	( 67,986)	174,405	166,848	( 7,557)
-----	-----	-----	<u>44,775</u>	<u>31,200</u>	( 13,575)
<u>323,570</u>	<u>255,584</u>	( 67,986)	<u>219,180</u>	<u>198,180</u>	( 21,132)
22,450	22,404	46			
132,470	95,658	36,812			
27,540	20,078	7,462			
249,950	144,310	105,640			
-----	-----	-----	<u>731,460</u>	<u>708,220</u>	<u>23,240</u>
<u>432,410</u>	<u>282,450</u>	<u>149,960</u>	<u>731,460</u>	<u>708,220</u>	<u>23,240</u>
(108,840)	( 26,866)	<u>81,974</u>	(512,280)	(510,172)	<u>2,108</u>
23,290	25,943	2,653	507,525	250,000	(257,525)
-----	-----	-----	4,755	6,425	1,670
<u>23,290</u>	<u>25,943</u>	<u>2,653</u>	<u>256,425</u>	<u>256,425</u>	(255,855)
( 85,550)	( 923)	84,627	-0-	(253,747)	(253,747)
<u>85,550</u>	<u>91,082</u>	<u>5,532</u>	-0-	<u>441,097</u>	<u>441,097</u>
<u>-0-</u>	\$ <u>90,159</u>	\$ <u>90,159</u>	\$ <u>-0-</u>	\$ <u>187,350</u>	\$ <u>187,350</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
ALL PROPRIETARY FUND TYPES

Years Ended September 30, 1983 and 1982

Exhibit 4

	<u>PROPRIETARY FUND TYPES</u>		TOTAL (MEMORANDUM ONLY)	
	<u>ENTERPRISE</u>	<u>INTERNAL SERVICE</u>	<u>Years Ended September 30</u>	
			1983	1982
<b>OPERATING REVENUES:</b>				
Charges for Services	\$ 24,712,724	\$ 172,590	\$ 24,885,314	\$ 22,257,338
Contract Revenue				275,000
Other Operating Revenue	<u>265,809</u>	<u>          </u>	<u>265,809</u>	<u>231,958</u>
Total Operating Revenues	<u>24,978,533</u>	<u>172,590</u>	<u>25,151,123</u>	<u>22,764,296</u>
<b>OPERATING EXPENSES:</b>				
Generation and Transmission	1,270,085		1,270,085	744,955
Purchased Energy	14,900,817		14,900,817	13,375,228
Operating and Maintenance	2,775,887		2,775,887	2,834,506
Administrative Expenses	1,335,562	166,211	1,501,773	1,451,415
Depreciation and Amortization	<u>1,356,631</u>	<u>3,717</u>	<u>1,360,348</u>	<u>1,371,661</u>
Total Operating Expenses	<u>21,638,982</u>	<u>169,928</u>	<u>21,808,910</u>	<u>19,777,765</u>
Operating Income	<u>3,339,551</u>	<u>2,662</u>	<u>3,342,213</u>	<u>2,986,531</u>
<b>Nonoperating Revenues (Expenses):</b>				
Interest Earnings	867,014		867,014	997,154
Interest Expense	( 1,386,473)		( 1,386,473)	( 1,420,569)
Other Income and Expenses	<u>68,863</u>	<u>          </u>	<u>68,863</u>	<u>102,629</u>
Total Non-operating Revenues (Expenses)	( 450,596)	<u>          </u>	( 450,596)	( 320,786)
Income (Loss) Before Operating Transfers	2,888,955	2,662	2,891,617	2,665,745
Operating Transfers Out	( 2,550,000)	<u>          </u>	( 2,550,000)	( 2,100,000)
Net Income	338,955	2,662	341,617	565,745
Adjustment for Ambulance Depreciation that reduces Contributed Capital				9,809
Residual Equity Transfer	( 80,630)		( 80,630)	
Retained Earnings (Deficit) at Beginning of Year	<u>10,172,024</u>	( 10,703)	<u>10,161,321</u>	<u>9,585,767</u>
Retained Earnings (Deficit) at End of Year	<u>\$ 10,430,349</u>	<u>\$ ( 8,041)</u>	<u>\$ 10,422,308</u>	<u>\$ 10,161,321</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMBINED STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS  
 FIDUCIARY FUND TYPES - ALL PENSION TRUST FUNDS  
 Years Ended September 30, 1983 and 1982

Exhibit 5

	1983	1982
Investment Income		
Unrealized Appreciation		
in Fair Value of Investments	\$ 90,141	\$ 335,307
Interest Earned	415,184	372,603
Gain on Sale of Investments	19,411	3,645
Total Investment Income	524,736	711,555
Contributions		
Employer	450,426	416,596
Employee	54,428	53,010
State of Florida	71,106	64,128
Total Contributions	575,960	533,734
Total Additions	1,100,696	1,245,289
Deductions:		
Refunds	9,800	11,002
Benefit Payments	150,954	30,531
Administrative Expenses	53,416	63,017
Total Deductions	214,170	104,550
Net Increase	886,526	1,140,739
Net Assets Available for Benefits		
at Beginning of Year	3,793,132	2,652,393
Net Assets Available for Benefits		
at End of Year	\$ 4,679,658	\$ 3,793,132

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION  
ALL PROPRIETARY FUND TYPES  
Years Ended September 30, 1983 and 1982

Exhibit 6

	PROPRIETARY FUND TYPES		TOTAL (MEMORANDUM ONLY)	
	ENTERPRISE	INTERNAL SERVICE	Years Ended September 30	
			1983	1982
<u>Sources of Working Capital:</u>				
Operations:				
Net Income	\$ 338,955	\$ 2,662	\$ 341,617	\$ 565,745
Items not affecting Working Capital:				
Depreciation and Amortization	<u>1,430,078</u>	<u>3,717</u>	<u>1,433,795</u>	<u>1,437,121</u>
Working Capital Provided by				
Operations	1,769,033	6,379	1,775,412	2,002,866
Decrease in Restricted Assets	1,568,002		1,568,002	
Decrease in Interfund Advances Receivable	605,532		605,532	1,627,646
Net Increase in Current Liabilities				
Payable from Restricted Assets	114,844		114,844	63,721
Decrease in Long Term Receivables				6,216
Contributed Capital	191,085		191,085	109,439
1980 Bond Anticipation Note Proceeds				4,500,000
Reclass. of 1980 Bond Anticipation Notes	669,700		669,700	
Book Value of Equipment Disposals	159,802		159,802	13,108
Decrease in Intangible Plant	<u>23,190</u>		<u>23,190</u>	
Total Sources of Working Capital	<u>5,101,188</u>	<u>6,379</u>	<u>5,107,567</u>	<u>8,322,996</u>
<u>Uses of Working Capital:</u>				
Increase in Restricted Assets	1,137,116		1,137,116	3,178,687
Acquisition of Property and Equipment	2,118,478	5,294	2,123,772	2,465,647
Additions to Intangible Plant				102,420
Increase in Nuclear Fuel	197,710		197,710	247,602
Increase in Deferred Issue Costs				21,207
Increase in Unamortized Discounts				31,050
Reclass. of 1980 Bond Anticipation Notes	669,700		669,700	
Decrease in Interfund Advances Payable	605,532		605,532	1,627,646
Decrease in Contributions	224,225		224,225	
Residual Equity Transfer	<u>80,630</u>		<u>80,630</u>	
Total Uses of Working Capital	<u>5,033,391</u>	<u>5,294</u>	<u>5,038,685</u>	<u>7,674,259</u>
Net Increase in Working Capital				
(See Schedule on following page)	\$ <u>67,797</u>	\$ <u>1,085</u>	\$ <u>68,882</u>	\$ <u>648,737</u>

See Accompanying Notes

(Continued) 1 of 2

CITY OF LEESBURG, FLORIDA

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION  
ALL PROPRIETARY FUND TYPES  
Years Ended September 30, 1983 and 1982

Exhibit 6

Elements of Net Increase (Decrease) in Working Capital:	PROPRIETARY FUND TYPES		TOTAL (MEMORANDUM ONLY)	
	ENTERPRISE	INTERNAL SERVICE	Years Ended September 30	
			1983	1982
Cash and Cash Equivalents	\$ (318,405)	\$	\$(318,405)	\$(260,695)
Customer Accounts (Net)	564,155		564,155	438,093
Power Refund Receivable	250,823		250,823	
Accrued Interest	103,696		103,696	34,691
Due from Other Funds	172,103	154,835	326,938	15,281
Inventory	43,142	6,465	49,607	69,125
Accounts Payable	(254,714)	(158,452)	(413,166)	354,690
Accrued Expenses	6,497	( 163)	6,334	(138,715)
Customer Advances for Construction	( 5,700)		( 5,700)	48,760
Due to Other Funds	(493,800)	( 1,600)	(495,400)	87,507
<b>Net Increase in Working Capital</b>	<b>\$ <u>67,797</u></b>	<b>\$ <u>1,085</u></b>	<b>\$ <u>68,882</u></b>	<b>\$ <u>648,737</u></b>

See Accompanying Notes

(Concluded) 2 of 2



This page intentionally left blank

CITY OF LEESBURG, FLORIDA

NOTES TO FINANCIAL STATEMENTS  
September 30, 1983

---

NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Leesburg, Florida conform to generally accepted accounting principles for governmental entities. The following is a summary of significant accounting policies.

Fund Accounting

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

Fund and Account Group Categories

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

- (1) Governmental Type Funds are those through which most government functions typically are financed. The acquisition, use, and balances of expendable financial resources and the related current liabilities (except those accounted for in proprietary funds) are accounted for through governmental type funds. Governmental funds used by the City are as follows:

General Fund - to account for all financial resources which are not required to be accounted for in another fund.

Federal Revenue Sharing Fund, Community Development Block Grant, and Housing Assistance Program Fund - these funds are Special Revenue Funds which account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or for major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Fund - used to account for the accumulation of resources for, and the payment of, principal and interest for general long-term debt.

Capital Projects Funds - are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds, Special Assessment Funds and Trust Funds).

CITY OF LEESBURG, FLORIDA  
NOTES TO FINANCIAL STATEMENTS

---

NOTE 1            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)  
(Fund and Account Group Categories) - (Proprietary Funds)

- (2) Proprietary Funds are used to account for a government's ongoing activities which are similar to those found in the private sector.

The two types of proprietary funds used by the City are:

Enterprise Funds are used to account for activities that are operated in a manner similar to private businesses where the costs of providing goods and services are primarily recovered through user charges. Enterprise funds of the City are as follows:

Electric Utility Fund  
Gas Utility Fund  
Water Utility Fund  
Sanitary Sewer and Wastewater Treatment Fund  
Sanitation Services Fund  
Ambulance Fund

The ambulance service was assumed by Lake County in October, 1982.

Internal Service Funds are used to account for the financing of goods and services provided by one department to other departments of the City on a cost-reimbursement basis. The Motor Pool Service Fund is the Internal Service Fund operated by the City.

- (3) Fiduciary funds are used to account for assets held in a trustee capacity for others. The City's fiduciary funds are as follows:

Municipal Police Officers' Retirement Trust Fund  
Municipal Firemen's Retirement Trust Fund  
General Employees' Pension Plan

- (4) Account Groups record and control the government's general fixed assets and general long-term debt. The account groups are not funds and do not reflect available financial resources and related liabilities. The following account groups are maintained by the City.

General Fixed Assets - to account for property and equipment not used in Proprietary Fund operations or accounted for in Trust Funds.

General Long-Term Debt - to account for unmatured principal of long-term general obligation indebtedness that is not a specific liability of the Proprietary or Fiduciary Fund.

NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)  
(Basis of Accounting)

Basis of Accounting

Governmental Fund revenues and expenditures are recognized on the modified accrual basis. This method recognizes revenues in the accounting period in which they become available and measurable. Expenditures are recognized in the period in which the fund liability is incurred (except unmatured interest on general long-term debt which is recognized when due and accumulated employee vacation and sick pay which are not accrued).

Governmental Fund Type revenues that are susceptible to accrual include property taxes, franchise fees, Federal and State Revenue sharing revenues, and reimbursements from grants for authorized expenditures through September 30.

Budget data, when presented in the financial statements, is prepared on the same basis of accounting as described for each fund. Encumbrances outstanding at year end are deemed cancelled and amounts sufficient to re-establish the commitment are included in the appropriations for the subsequent year.

Fund balances are reserved within the General Fund for inventory (\$6,834) and police expenditures (\$23,917); within the Debt Service Fund (\$103,501) for retirement of debt; within the Capital Projects Fund (\$187,350) for construction; and within the Special Revenue Funds (\$45,425) for certain capital improvements in the Community as a result of a litigation settlement.

Proprietary Fund revenues and expenses are recognized on the accrual basis. Revenues of the enterprise funds are recognized on the basis of services rendered. Billing cycles of the Utility Funds which overlap September 30 are prorated based upon meter reading dates. Total unbilled revenues for the combined Utility Funds amount to \$1,527,730 at September 30, 1983.

Fiduciary Funds of the City are all nonexpendable Pension Trust Funds and are accounted for on the accrual basis.

Transfers

Transfers are recognized in the accounting period in which the interfund receivable and payable arise. Transfers are made from the utility funds to finance operations of the General Fund and the General Fund makes transfers to the Community Development Block Grant Fund, Debt Service Fund, and the Capital Projects Funds.

Grants-Proprietary Funds

Unrestricted grants, entitlements or shared revenues received are reported as non-operating revenues. Such resources externally

CITY OF LEESBURG, FLORIDA  
NOTES TO FINANCIAL STATEMENTS

---

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)  
(Basis of Accounting)

restricted for capital acquisitions or construction are reported as contributed capital. Operating expenses include depreciation on all depreciable fixed assets.

Cash Equivalents

The City has a cash management program which provides that the pooled cash balances exceeding a minimum amount be invested in overnight repurchase agreements at an interest rate tied to the Federal Funds rate. These repurchase agreements consist of securities guaranteed by the United States government.

Cash With Fiscal Agents

Cash has been transferred to fiscal agents for the purpose of funding upcoming principal and interest payments on the Refunding and Capital Improvement Utilities Revenue Bonds, Series 1977.

Investments

In all funds, except the Pension Trust Funds, investments are stated at amortized cost. In accordance with Statement of Financial Accounting Standards No. 35 - Accounting and Reporting By Defined Benefit Pension Plans, the investments within the Pension Trust Funds are stated at market value.

Inventories

Inventories held by the Utility, Sanitation Services and Motor Pool Funds are priced by the weighted average cost method. Inventory shown in the General Fund consists of expendable supplies and Police Department gasoline held for consumption. The amount thereof has been recorded for information purposes as an asset, offset by a reserve of an equal amount.

Amortization

Amortization of bond issue costs and discounts is computed by the "Bonds Outstanding" method which is not materially different from the interest method.

Fixed Assets (Proprietary Funds)

Fixed assets (Proprietary Funds) are recorded at historical cost. Depreciation is computed by the straight-line method over the estimated useful lives of the assets as follows:

Utility Funds:

Buildings	10 to 50 Years
Improvements Other Than Buildings	20 to 100 Years
Machinery, Equipment and Vehicles	4 to 20 Years
Nuclear Fuel	5 Years

CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Sanitation Services Fund:

Equipment	5 to 10 Years
Vehicles	5 to 7 Years

Motor Pool Service Fund:

Equipment	3 to 10 Years
Vehicles	6 Years

Capitalized Interest During Construction

In accordance with Statement of Financial Accounting Standards No 34 - Capitalization of Interest Cost, the City has capitalized interest related to the acquisition and construction of certain Utility projects. In the current year, \$27,342 and \$96,629 of interest was capitalized relating to Gas and Water Utility Construction, respectively, and in the year ended September 30, 1982, \$33,707 of interest was capitalized relating to Water Utility Construction.

General Fixed Assets

General Fixed Assets purchased are recorded as expenditures in the Governmental Fund Types at the time of purchase. Such assets are capitalized at cost in the General Fixed Assets group of accounts. The City's policy is not to report public domain fixed assets such as streets, rights-of-way, sidewalks, drainage systems and similar assets. Donated fixed assets are valued at their estimated fair value at the time of acquisition. General Fixed Assets include the City's cost of assets of Leesburg General Hospital. Depreciation is not provided on General Fixed Assets.

Accumulated Unpaid Vacation and Sick Pay

The City accrues accumulated unpaid vacation and sick pay when incurred in the Proprietary Funds. Personnel policies allow employees to accumulate a maximum of 90 days vacation leave and 90 days sick leave. Upon termination, employees are paid for their accrued vacation leave and 25% of their accrued sick leave balance. Vacation and sick pay is not accrued in the governmental type funds. The unrecorded vacation and sick leave benefits in these funds at September 30, 1983, are as follows:

	<u>VACATION</u>	<u>SICK PAY</u>
General Fund	\$165,523	\$124,193
Housing Assistance	324	375
TOTAL	<u>\$165,847</u>	<u>\$124,568</u>

Budgeting

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

CITY OF LEESBURG, FLORIDA  
NOTES TO FINANCIAL STATEMENTS

---

NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)  
(Budgeting)

- (1) The City Manager is responsible for preparing a proposed operating budget for the upcoming year prior to September 30, that includes estimated revenues, proposed expenditures, and other financing sources and uses.
- (2) Public hearings are held to obtain taxpayer comments and suggestions. The budget is enacted through passage of a resolution.
- (3) The City Manager is authorized to transfer budgeted amounts within any fund, but may not revise total fund expenditures without the approval of the City Commission. The budgetary data presented is in agreement with the originally adopted budget as amended by the City Commission.
- (4) Formal budgetary integration is employed as a management control device during the year for all funds. Budgets are adopted on a basis consistent with generally accepted accounting principles. Total budgeted fund expenditures within the governmental type funds may not be exceeded legally. Appropriations lapse at the end of the year.

Total Columns on the Combined Statements-Overview

Total columns on the Combined Statements-Overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2      RESTRICTED ASSETS AND RESERVED RETAINED EARNINGS

Utility Funds - Bond Service Requirements As of September 30, 1983, bond service requirements are current. The Revenue Bond Resolutions required the establishment of the following accounts.

Revenue Bond Debt Service In accordance with terms of the bond resolution, the City deposits cash monthly into a separate account to fund upcoming principal and interest payments on the bonds. Such cash and investments are reflected in the financial statements as restricted assets.

Revenue Bond Reserve In addition to debt service deposit requirements, the bond resolution requires a reserve account to be used only to pay principal and interest in the event the monies in the sinking fund are insufficient therefor. Deposits into this account are to be made until the amount

CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 2 RESTRICTED ASSETS AND RESERVED RETAINED EARNINGS (Continued)

of deposit equals the maximum amount of principal and interest becoming due in any ensuing fiscal year. As of September 30, 1983, the Reserve Account had been funded for \$1,800,159 which includes the combined maximum debt service of the Refunding and Capital Improvement Utilities Revenue Bonds, Series 1977, and the Anticipated Utilities Revenue Bonds, Series 1980.

Renewal and Replacement The City must make monthly deposits to a separate account which is restricted for paying the costs of extensions, enlargements or additions to, or replacement of capital assets and emergency repairs thereto. The deposit requirement is 1/12 of 5% of the year's gross revenues after deducting the cost of purchased energy and fuel adjustment collections. There is no deposit requirement if the amount of deposit equals an amount recommended by the consulting engineer. The total monthly deposit requirement is currently \$32,685.

1977 and 1980 Construction The proceeds of the bond and note issues have been segregated and are restricted to payment of acquisition and construction costs of capital improvement projects.

Designated Retained Earnings

The depreciation account and potable water account are funds set aside by management for Capital Improvements. They should be distinguished from reserves, since managerial plans are subject to change and may never be legally authorized or result in actual expenditures.

NOTE 3 PROPERTY, PLANT AND EQUIPMENT

A summary of changes in general fixed assets follows:

	BALANCE 10/1/82	ADDITIONS	DELETIONS	BALANCE 09/30/83
Land	\$1,066,597	\$ 0	\$ 20,000	\$1,046,597
Buildings	3,609,858	747,685	0	4,357,543
Improvements Other Than Buildings	515,563	807,932	0	1,323,495
Equipment	1,900,063	359,750	65,251	2,194,562
Construction in Progress	872,206	41,126	872,206	41,126
TOTAL	<u>\$ 7,964,287</u>	<u>\$1,956,493</u>	<u>\$ 957,457</u>	<u>\$8,963,323</u>

A summary of proprietary fund type property, plant and equipment at September 30, 1983, follows:



CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 3 PROPERTY, PLANT AND EQUIPMENT (Continued)

	<u>ENTERPRISE</u>	<u>INTERNAL</u>
	<u>RISE</u>	<u>SERVICE</u>
Intangible Plant	\$ 79,231	\$ 0
Land	1,047,078	0
Buildings	3,124,650	0
Improvements Other Than Buildings	32,554,281	0
Equipment	5,124,114	33,059
Construction in Progress	774,242	0
TOTAL	<u>42,703,596</u>	<u>33,059</u>
(Accumulated Depreciation)	(10,450,576)	(21,539)
NET	<u>\$ 32,253,020</u>	<u>\$ 11,520</u>

NOTE 4 NOTES, MORTGAGE NOTES AND BONDS PAYABLE

The following is a summary of all notes, mortgage notes and bonds payable of the various funds and general long-term debt.

Utility Funds:

Refunding and Capital Improvement Utilities Revenue Bonds, Series 1977 - \$12,020,000

The 1977 Bonds are coupon bonds in denominations of \$5,000 each and are collateralized by a pledge of net revenues of the utilities system and income on certain investments. Bond maturity and interest rates are as follows:

SERIAL BONDS

<u>MATURITY</u>	<u>INTEREST</u>		<u>MATURITY</u>	<u>INTEREST</u>	
<u>DATE</u>	<u>RATE</u>	<u>AMOUNT</u>	<u>DATE</u>	<u>RATE</u>	<u>AMOUNT</u>
1993	5.60%	\$620,000	1999	5.90%	\$860,000
1994	5.70	660,000	2000	5.90	890,000
1995	5.75	700,000	2001	6.00	175,000
1996	5.80	735,000	2002	6.00	185,000
1997	5.85	780,000	2003	6.00	200,000
1998	5.90	810,000	2004	6.00	<u>210,000</u>

\$6,825,000

TERM BONDS

6.00% Bonds Due October 1, 2005 5,195,000

\$8,500,000 Public Utility Revenue Bonds Anticipation Notes, Series 1980

\$8,500,000 in notes have been issued in anticipation of and payable upon sale of bonds not later than 1985. Interest rates range from 7.78% to 9.375%.

8,500,000  
\$20,520,000

The City is considering refunding the 1977 bonds and issuing the 1980 bonds in 1984.

CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 4      NOTES, MORTGAGE NOTES AND BONDS PAYABLE (Continued)

GENERAL LONG-TERM DEBT:

PUBLIC IMPROVEMENT REVENUE CERTIFICATES

These certificates are collateralized by cigarette tax revenues. The maturity dates and interest rates of the certificates are as follows:

PUBLIC IMPROVEMENT REVENUE CERTIFICATES

<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>AMOUNT</u>	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>AMOUNT</u>	
01/01/84	4.1%	\$ 35,000	01/01/87	4.2%	\$ 40,000	
01/01/85	4.1	40,000	01/01/88	4.2	40,000	
01/01/86	4.2	40,000	01/01/89	4.2	<u>45,000</u>	
						\$ 240,000
Note Payable, Unsecured, Due in Monthly Installments of \$2,123 including Interest at 8%						137,482
Mortgage Notes Payable Collateralized by Real Estate, Due in Annual Installments of \$1,000 with Interest at 4%						20,000
Mortgage Note Payable, Collateralized by Real Estate, Due in Annual Installments of \$3,000 with Interest at 10%						27,000
Refunding and Capital Improvement Revenue Bond Anticipation Note, Interest at 75% of Sun Bank's Prime Rate, Refinanced by August, 1984						<u>900,000</u>
TOTAL						<u>\$ 1,324,482</u>

Maturities of general long-term debt for years ending September 30, are as follows:

1984	\$ 954,497
1985	60,118
1986	62,739
1987	64,360
1988	64,981
Thereafter	116,787
TOTAL	<u>\$ 1,324,482</u>

CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 4 NOTES, MORTGAGE NOTES AND BONDS PAYABLE (Continued)

The following is a summary of changes in general long-term debt for the year ended September 30, 1983:

	BALANCE OCTOBER 1, 1982	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 1983
Bonds Payable	\$ 925,000	\$ 0	\$ 685,000	\$ 240,000
Bond Anticipation Notes Payable	0	900,000	0	900,000
Notes Payable	<u>217,490</u>	<u>0</u>	<u>33,008</u>	<u>184,482</u>
TOTAL	<u>\$ 1,142,490</u>	<u>\$ 900,000</u>	<u>\$ 718,008</u>	<u>\$ 1,324,482</u>

NOTE 5 ELECTRIC POWER AGREEMENTS

Crystal River Unit #3 Participation Agreement

The City is a participant in an agreement with Florida Power Corporation which was entered into on July 31, 1975. Under terms of the agreement, the City acquired an 0.8244% ownership interest and generation entitlement share in the nuclear steam electric generating unit. Participants are entitled to energy output of the unit based upon their respective generation entitlement share.

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

The participation agreement provides for reversion of the ownership interest of the unit to Florida Power Corporation upon retirement from service. The book value of the investment included in Utility Plant in Service amounts to \$3,602,534 as of September 30, 1983.

St. Lucie No. 2 Power Purchase Agreement

The City has negotiated an agreement with Florida Power and Light Corporation guaranteeing the City the right to purchase up to 2.326 megawatts of generating capacity from the St. Lucie No. 2 nuclear generating plant. The plant became operational in 1984. The cost of this agreement has been capitalized and will be amortized over the plant's expected useful life.

In addition, the City has agreed to sell one-half of the capacity and energy from its respective entitlement shares from St. Lucie No. 2 to certain purchasing systems.

CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 6            GRANTS

The City participates in a number of State and Federal grant programs, principal of which are the following:

HUD Community Development Block Grants  
Section 8 - Housing Assistance Payments Program  
Airport Improvements Grants

These programs are subject to program compliance audits by the grantors or their representatives. The audits of these programs for or including the year ended September 30, 1983, either have not yet been conducted by the grantees or have not been accepted/approved by the grantors. Accordingly, the final determination of the City's compliance with applicable grant requirements will be established at a future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined although the City expects such amounts, if any, to be immaterial.

NOTE 7            SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City operates six enterprise funds which provide electric, gas, water, sewer, garbage and ambulance service. Segment information as of September 30, 1983, is as follows:

	<u>ELECTRIC UTILITY FUND</u>	<u>GAS UTILITY FUND</u>	<u>WATER UTILITY FUND</u>	<u>SANITARY SEWER AND WASTEWATER TREATMENT FUND</u>	<u>SANITATION SERVICES FUND</u>	<u>AMBULANCE FUND</u>
Operating Revenues	\$18,511,805	\$3,200,218	\$ 936,684	\$1,415,801	\$ 617,484	\$ 30,732
Depreciation	798,714	53,217	103,867	338,033	62,800	0
Operating Income	2,259,782	551,961	243,375	260,860	20,959	2,614
Operating Transfers (To) From General Fund	(1,860,000)	(500,000)	(90,000)	(100,000)	0	0
Net Income (Loss)	24,870	69,113	103,144	116,626	20,959	4,243
Current Year Capital Contributions	24,230	0	82,192	84,663	0	0
Property and Equipment Additions	1,026,764	298,606	956,368	34,450	0	0
Net Working Capital	2,130,464	242,095	( 3,303)	176,790	(60,707)	N/A
Bonds Payable From Operating Revenues (Net)	12,259,311	1,406,724	4,165,799	2,489,235	0	N/A
Total Fund Equity	7,949,041	998,794	1,826,442	9,170,539	166,618	N/A

CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 8 OTHER DISCLOSURES

- (1) There were no excess of expenditures over appropriations in individual governmental funds.
- (2) Deficit retained earnings/fund balance of individual funds:

<u>FUND</u>	<u>AMOUNT</u>
Proprietary Fund Type:	
Sanitation Services	\$(274,349)
Motor Pool Service	\$( 8,041)

- (3) Individual fund interfund receivable and payable balances:

<u>FUND</u>	<u>INTERFUND RECEIVABLES</u>	<u>INTERFUND PAYABLES</u>
General Fund	\$ 1,298,219	\$ 226,450
Federal Revenue Sharing	270	4,813
Community Development		1,820
Housing Assistance		4,363
Debt Service	3,722	
Airport Capital Project	6,439	161,186
Community Building Capital Project	150,469	0
Electric Utility	178,860	891,616
Gas Utility		246,389
Water Utility	144,219	157,328
Sanitation Services		201,052
Sanitary Sewer		31,412
Motor Pool	154,835	13,493
Police Pension Trust		8,480
General Employees' Pension	11,774	405
TOTAL	<u>\$ 1,948,807</u>	<u>\$ 1,948,807</u>

NOTE 9 PENSION PLANS

The City has established three defined benefit pension plans for employees. The following brief description of the plans is presented for information only.

- (1) Eligibility  
 The Municipal Police Officers' Retirement Trust Fund covers policemen upon employment and who have attained eighteen years of age. The Municipal Firemen's Retirement Trust Fund covers firemen who have completed one year of employment and attained eighteen years of age.

NOTE 9      PENSION PLANS (Continued)

The Pension Fund for General Employees covers employees (other than firemen) who have completed one year of employment and attained eighteen years of age.

(2) Plan Description

The plans have differing provisions for pension, death and disability benefits. The most recent actuarial valuation for the General Employees' and Firemen's Pension Funds is as of October 1, 1982. The actuarial valuation as of October 1, 1980, is the most recent for the Police Officers' Pension Fund.

(3) Funding Policy

Municipal Police Officers' Retirement Trust Fund

Funding of the Police pension fund is provided from policemen contributions (5% of their annual compensation) and 1% excise tax. The tax is levied on gross premiums collected on casualty insurance policies covering property within the corporate limits of the City. The State collects and contributes the tax to the Fund under Florida Statute 185. The City does not contribute to the fund since policemen contributions and excise tax monies are sufficient to fund the plan. As of October 1, 1980, the frozen initial liability has been completely funded. Policemen accumulated refundable contributions at September 30, 1983, were \$134,573.

Municipal Firemen's Retirement Plan

Firemen contribute 5% of their annual compensation to the plan. A 1% excise tax on fire insurance premiums sold within the corporate limits is remitted to the fund by the State of Florida. The City accrues and contributes an additional amount, as determined by an actuary, to fund annual normal cost and prior service cost amortized over forty years. The required City contribution for the year ended September 30, 1983, amounted to \$50,626 (8.66% of covered payroll) which has been adequately funded. This amount is recorded as revenue in the pension fund and an expense in the General Fund and Ambulance Fund. Firemen accumulated refunded contributions at September 30, 1983, were \$170,781.

Retirement Plan For General Employees

The General Employees' Plan is noncontributory. The City accrues and contributes an amount, as determined by an actuary, to fund annual normal cost and prior service cost amortized over forty years. The required City contribution for the year ended September 30, 1983, amount to \$399,800 (12.0% of covered payroll) which has been adequately funded.

CITY OF LEESBURG, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS

NOTE 9 PENSION PLANS (Continued)

This amount is recorded as revenue in the pension fund and an expense in the various governmental and proprietary funds.

(4) Actuarial Information

Accumulated plan benefits are those future periodic payments that are attributable under the Plan's provisions to the service employees have rendered. Benefits payable under all circumstances (retirement, death, disability, and termination of employment) are included to the extent they are deemed attributable to employee service rendered to the valuation date.

The following is a summary of actuarial present value of accumulated plan benefits (most recent valuation information available):

	MUNICIPAL POLICE RETIREMENT TRUST FUND <u>10/01/80</u>	MUNICIPAL FIREMEN'S RETIREMENT TRUST FUND <u>10/01/82</u>	RETIREMENT PLAN FOR GENERAL EMPLOYEES <u>10/01/82</u>
Vested Benefits:			
Participants Currently Receiving Payments	\$ 58,214	\$ 19,577	\$ 398,990
Other Participants	<u>115,468</u>	<u>703,542</u>	<u>1,313,018</u>
Total Vested Benefits	173,682	723,119	1,712,008
Non-Vested Benefits	<u>6,513</u>	<u>93,847</u>	<u>321,842</u>
Total Actuarial Present Value Of Accumulated Plan Benefits	<u>\$ 180,195</u>	<u>\$ 816,966</u>	<u>\$ 2,033,850</u>
Net Assets Available For Benefits	<u>\$ 463,769</u>	<u>\$1,019,734</u>	<u>\$ 2,063,837</u>
Rate of Return Used To Determine The Actuarial Present Value of Plan Benefits	<u>6%</u>	<u>8%</u>	<u>6%</u>

# **COMBINING AND INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS AND SCHEDULES**

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 account group statements are presented when there is only one fund of a given type and for the account group. They are also necessary to present budgetary comparisons.

This section contains the following subsections:

- \*Combining and Individual Fund and Account Group Statements
- \*Schedules



GENERAL FUND

The General Fund accounts for all revenues and expenditures of the City which are not required to be accounted for in other funds. It receives a greater variety and number of taxes and other general revenues than any other fund.

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
BALANCE SHEET

September 30, 1983 and 1982

A-1

	September 30	
	1983	1982
<u>ASSETS</u>		
Cash	\$ 434,450	\$ 94,106
Due From Other Governments	32,004	2,426
Assessments Receivable	9,574	15,041
Other Accounts Receivable (Net of Allowance for Doubtful Accounts of \$44,289 and \$1,896)	53,839	16,849
Due from Other Funds	1,298,219	1,082,054
Supplies Inventory at Cost	6,834	6,456
Total Assets	\$ 1,834,920	\$ 1,216,932
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts Payable	\$ 44,119	\$ 137,232
Accrued Wages and Payroll Tax	46,243	64,228
Due to Other Funds	226,450	68,167
Deposits	2,425	2,893
Unearned License Revenue	50,739	38,314
Total Liabilities	369,976	310,834
Fund Balance:		
Reserved:		
For Inventory	6,834	6,456
For Police Education	2,902	4,868
For Police Expenditure	21,015	18,000
Unreserved	1,434,193	876,774
Total Fund Balance	1,464,944	906,098
Total Liabilities & Fund Balance	\$ 1,834,920	\$ 1,216,932

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982 A-2

	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<b>Revenues:</b>				
Taxes	\$ 950,000	\$ 950,283	\$ 283	\$ 986,279
Licenses and permits	74,950	76,565	1,615	66,228
Intergovernmental Revenues				13,543
Shared Revenues	865,400	859,645	( 5,755)	578,322
Charges for services	188,400	191,522	3,122	191,688
Fines and forfeitures	106,900	105,473	( 1,427)	114,252
Miscellaneous	255,410	191,256	( 64,154)	271,345
<b>Total Revenues</b>	<u>2,441,060</u>	<u>2,374,744</u>	<u>66,316</u>	<u>2,221,657</u>
<b>Expenditures:</b>				
General Government	480,967	443,402	37,565	435,294
Public safety	2,242,200	2,215,564	26,636	1,967,448
Physical environment	224,033	233,916	( 9,883)	154,097
Transportation	578,800	523,761	55,039	445,792
Economic environment	48,800	48,319	481	31,245
Human Services	7,900	7,972	( 72)	6,626
Culture/Recreation	1,184,350	1,054,029	130,321	1,056,506
<b>Total Expenditures</b>	<u>4,767,050</u>	<u>4,526,963</u>	<u>240,087</u>	<u>4,097,008</u>
Excess (deficiency) of Revenues Over Expenditures	<u>(2,325,990)</u>	<u>(2,152,219)</u>	<u>173,771</u>	<u>(1,875,351)</u>
<b>Other Financing Sources (Uses):</b>				
Proceeds of Bond				
Anticipation Notes	650,000	650,000		
Operating Transfers In	2,550,000	2,550,000		2,100,000
Operating Transfers Out	<u>( 716,300)</u>	<u>( 699,926)</u>	16,374	<u>( 119,899)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>2,483,700</u>	<u>2,500,074</u>	<u>16,374</u>	<u>1,980,101</u>
Excess of Revenues & Other Sources over Expenditures & Other Uses	157,710	347,855	190,146	104,750
Fund Balance at Beginning of Year	906,098	906,098	-0-	801,348
Residual Equity Transfer	<u>50,000</u>	<u>210,991</u>	<u>160,991</u>	
<b>Fund Balance at End of Year</b>	<u>\$ 1,113,808</u>	<u>\$ 1,464,944</u>	<u>\$ 351,137</u>	<u>\$ 906,098</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF REVENUES, BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982 A-3

	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<b>Taxes:</b>				
Ad Valorem	\$ 916,500	\$ 915,704	\$ ( 796)	\$ 958,235
Franchise Fees	33,500	34,579	1,079	28,044
Total	<u>950,000</u>	<u>950,283</u>	<u>283</u>	<u>986,279</u>
<b>Licenses and Permits:</b>				
Professional and Occupational	45,000	43,876	( 1,124)	42,629
Building Permits	21,000	22,849	1,849	16,016
Other Permits	8,950	9,840	890	7,583
Total	<u>74,950</u>	<u>76,565</u>	<u>1,615</u>	<u>66,228</u>
<b>Intergovernmental Revenue:</b>				
State Public Safety Grant	_____	_____	_____	13,543
Total	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>13,543</u>
<b>Shared Revenues:</b>				
Insured Agents-County Licenses	1,750	1,744	( 6)	350
Two-Cent Cigarette Tax	76,300	77,017	717	76,206
State Revenue Sharing	376,450	372,478	( 3,972)	389,077
Mobile Home Licenses	16,000	17,967	1,967	17,429
Alcoholic Beverage License	16,000	15,674	( 326)	15,139
Local Government Additional				
Homestead Exemption	11,900	11,892	( 8)	15,216
Rebate on Municipal Vehicles	4,000	3,148	( 852)	8,104
Municipality Share of Road and				
Bridge Tax	24,000	24,751	751	41,260
Municipality Share of County				
Occupational Licenses	16,000	16,146	146	15,541
Half Cent Sales Tax	268,000	278,635	10,635	
One Cent Gas Tax	55,000	40,193	(14,807)	
Total	<u>865,400</u>	<u>859,645</u>	<u>( 5,755)</u>	<u>578,322</u>
<b>Charges for Services:</b>				
General Government Charges	5,000	7,439	2,439	4,812
Room and Board for Prisoners	70,000	68,951	( 1,049)	79,827
Other Public Safety Charges	6,800	7,259	459	5,205
Police Dispatch Fees	7,600	9,300	1,700	7,650
Other Physical Environment Chgs.	3,000	3,226	226	4,572
Libraries	6,500	7,374	874	5,937
Program Activities Fees	55,000	47,602	( 7,398)	47,040
Swimming Pools	13,500	15,854	2,354	12,138
Other Recreation Fees	5,000	7,360	2,360	2,405
Marina Charges	7,000	8,307	1,307	14,176
Community Building	9,000	8,850	( 150)	7,926
Total	<u>188,400</u>	<u>191,522</u>	<u>3,122</u>	<u>191,688</u>

(Continued) 1 of 2

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF REVENUES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1983  
With Comparative Actual Amounts for Year Ended September 30, 1982 A-3

	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<b>Fines and Forfeitures:</b>				
Court Fines	\$ 77,000	\$ 76,806	\$( 194)	\$ 77,691
Police Education		2,634	2,634	2,786
Library Fines	3,000	3,643	643	3,087
Other Fines and Forfeitures	26,900	22,390	( 4,510)	30,688
Total	<u>106,900</u>	<u>105,473</u>	<u>( 1,427)</u>	<u>114,252</u>
<b>Miscellaneous Revenues:</b>				
Interest, including Profit on Investments	90,300	77,855	(12,445)	129,171
Rents and Percentages	5,250	5,159	( 91)	7,489
Airport Rental	29,500	27,772	( 1,728)	13,936
Sale of Land	60,000	59,554	( 446)	3,145
Sale of Furniture and Equipment	8,800	8,028	( 772)	24,084
Sale of Surplus Materials	500	376	( 124)	1,706
Sale of Timber	7,800	4,791	( 3,009)	3,738
Contributions-Private Sources	1,700	1,672	( 28)	77,274
Other Income	200	1,996	1,796	6,561
Insurance Compensation	4,000	4,053	53	4,241
Reimbursement from Enterprise Funds for Administrative Services	47,360	-0-	-0-	-0-
Total	<u>255,410</u>	<u>191,256</u>	<u>(64,154)</u>	<u>271,345</u>
Total Revenues	<u>\$ 2,441,060</u>	<u>\$ 2,374,744</u>	<u>\$(66,316)</u>	<u>\$ 2,221,657</u>

See Accompanying Notes

(Concluded) 2 of 2

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982

A-4

<u>Function/Activity/Subactivity/Object</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1983 Actual</u>
<u>General Government Services:</u>				
<u>Legislative:</u>				
City Commission:				
Personal Services	\$ 17,300	\$ 17,395	\$ ( 95)	\$ 12,119
Operating Expenses	14,700	9,600	5,100	17,744
Cost Recovered	( 17,344)	( 17,344)		( 16,007)
Total City Commission	<u>14,656</u>	<u>9,651</u>	<u>5,005</u>	<u>13,856</u>
Boards and Commissions:				
Operating Expenses	6,000	3,471	2,529	4,610
Total Boards & Commissions	<u>6,000</u>	<u>3,471</u>	<u>2,529</u>	<u>4,610</u>
Total Legislative	<u>20,656</u>	<u>13,122</u>	<u>7,534</u>	<u>18,466</u>
<u>Executive:</u>				
City Manager's Office:				
Personal Services	69,300	68,587	713	53,331
Operating Expenses	11,600	11,749	( 149)	24,778
Capital Outlay	300	198	102	
Cost Recovered	( 60,146)	( 60,146)		( 55,504)
Total City Manager's Office	<u>21,054</u>	<u>20,388</u>	<u>666</u>	<u>22,600</u>
City Clerk/Finance Director:				
Personal Services	114,150	117,790	( 3,640)	88,997
Operating Expenses	12,250	14,992	( 2,742)	32,409
Capital Outlay	500	99	401	
Cost Recovered	(100,019)	(100,019)		( 92,308)
Total City Clerk/Finance	<u>26,881</u>	<u>32,862</u>	<u>( 5,981)</u>	<u>29,098</u>
Total Executive	<u>47,935</u>	<u>53,250</u>	<u>( 5,315)</u>	<u>51,698</u>
<u>Finance and Administrative:</u>				
Accounting Office:				
Personal Services	116,900	106,407	10,493	87,667
Operating Expenses	15,000	15,791	( 791)	29,564
Capital Outlay	1,000	702	298	564
Cost Recovered	( 70,237)	( 70,237)		( 64,822)
Total Accounting	<u>62,663</u>	<u>52,663</u>	<u>10,000</u>	<u>52,973</u>
Collections Office:				
Personal Services	67,300	59,439	7,861	55,290
Operating Expenses	7,600	14,490	( 6,890)	18,853
Capital Outlay	300	150	150	511
Cost Recovered	( 58,777)	( 58,777)		( 54,245)
Total Collections Office	<u>16,423</u>	<u>15,302</u>	<u>1,121</u>	<u>20,409</u>
Data Processing:				
Personal Services	69,100	70,306	( 1,206)	42,407
Operating Expenses	67,800	64,016	3,784	120,557
Capital Outlay	18,200	17,208	992	
Cost Recovered	(131,071)	(131,071)		(120,965)
Total Data Processing	<u>24,029</u>	<u>20,459</u>	<u>3,570</u>	<u>41,999</u>

(Continued) 1 of 7

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982

A-4

Function/Activity/Subactivity/Object	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<u>General Government Services (cont'd):</u>				
Finance and Administrative (cont'd)				
Customer Service:				
Personal Services	\$ 168,000	\$ 183,742	\$(15,742)	\$ 129,916
Operating Expenses	49,900	46,993	2,907	72,612
Capital Outlay	200	211	( 11)	
Cost Recovered	(230,346)	(230,346)		(212,586)
Total Customer Service	<u>( 12,246)</u>	<u>600</u>	<u>(12,846)</u>	<u>( 10,058)</u>
Purchasing Office:				
Personal Services	42,500	42,847	( 347)	30,768
Operating Expenses	11,400	10,972	428	16,939
Capital Outlay				191
Cost Recovered	( 52,217)	( 52,217)		( 48,191)
Total Purchasing Office	<u>1,683</u>	<u>1,602</u>	<u>81</u>	<u>( 293)</u>
Personnel Office:				
Personal Services	51,900	56,185	( 285)	40,210
Operating Expenses	11,400	12,407	( 1,007)	20,213
Capital Outlay		99	( 99)	
Cost Recovered	( 23,970)	( 23,970)		( 22,122)
Total Personnel Office	<u>39,330</u>	<u>40,721</u>	<u>( 1,391)</u>	<u>38,301</u>
Total Finance & Administrative	<u>131,882</u>	<u>131,347</u>	<u>535</u>	<u>143,331</u>
Legal Services:				
City Attorney's Office:				
Operating Expenses	40,700	37,055	3,645	40,896
Cost Recovered	( 27,219)	( 27,219)		( 25,120)
Total Legal Counsel	<u>13,481</u>	<u>9,836</u>	<u>3,645</u>	<u>15,776</u>
Community & Economic Development:				
Planning Office:				
Personal Services	52,000	53,254	( 1,254)	26,874
Operating Expenses	37,100	39,567	( 2,467)	14,138
Capital Outlay	5,000		5,000	
Cost Recovered	( 8,996)	( 8,996)		( 8,302)
Total Planning Office	<u>85,104</u>	<u>83,825</u>	<u>1,279</u>	<u>32,710</u>
Other General Government Services:				
Warehouse Services:				
Personal Services	39,600	38,749	851	34,630
Operating Expenses	5,800	6,408	( 148)	11,181
Capital Outlay				173
Cost Recovered	( 63,416)	( 63,416)		( 58,527)
Total Warehouse Services	<u>( 18,016)</u>	<u>( 18,619)</u>	<u>603</u>	<u>( 12,543)</u>
Printing and Reproduction:				
Personal Services	17,300	17,219	81	12,149
Operating Expenses	300	641	( 341)	4,100
Capital Outlay	13,000	13,583	( 583)	750
Total Printing & Reproduction	<u>30,000</u>	<u>31,443</u>	<u>( 843)</u>	<u>16,999</u>

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983  
With Comparative Actual Amounts for Year Ended September 30, 1982

A-4

Function/Activity/Subactivity/Object	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<u>General Government Services (cont'd):</u>				
Other General Government				
Services (continued):				
Public Information Office:				
Personal Services	\$ 9,400	\$ 8,724	\$ 676	\$ 7,478
Operating Expenses	12,200	10,168	2,032	9,600
Capital Outlay	200	129	71	
Cost Recovered	( 16,811)	( 16,811)		( 15,515)
Total Public Info. Office	<u>4,989</u>	<u>2,210</u>	<u>2,779</u>	<u>1,563</u>
Civic Functions' Support:				
Operating Expenses	31,550	33,472	( 1,972)	39,915
Total Civic Funct. Support	<u>31,550</u>	<u>33,472</u>	<u>( 1,972)</u>	<u>39,915</u>
Public Buildings:				
Personal Services	58,900	56,648	2,252	42,492
Operating Expenses	42,800	45,082	( 2,282)	43,202
Capital Outlay	28,000	1,425	27,575	37,080
Cost Recovered	( 12,881)	( 12,882)		( 11,888)
Total Public Buildings	<u>116,819</u>	<u>89,274</u>	<u>27,545</u>	<u>110,886</u>
Switchboard:				
Personal Services	10,700	10,645	55	11,953
Operating Expenses	15,600	14,048	1,552	14,155
Cost Recovered	( 15,633)	( 15,633)		( 14,428)
Total Switchboard	<u>10,667</u>	<u>9,060</u>	<u>1,607</u>	<u>11,680</u>
Elections:				
Operating Expenses	300	203	97	
Total Elections	<u>300</u>	<u>203</u>	<u>97</u>	
Miscellaneous & Contingencies:				
Operating Expenses	5,000	4,979	21	4,813
Total Misc. & Contingencies	<u>5,000</u>	<u>4,979</u>	<u>21</u>	<u>4,813</u>
Total Other General Government Services	<u>181,909</u>	<u>152,022</u>	<u>29,887</u>	<u>173,313</u>
Total General Government	<u>480,967</u>	<u>443,402</u>	<u>37,565</u>	<u>435,294</u>
<u>Public Safety:</u>				
Law Enforcement:				
Police Department:				
Personal Services	918,000	925,242	( 7,242)	710,473
Operating Expenses	169,700	163,510	6,190	309,670
Capital Outlay	41,200	38,944	2,256	77,491
Total Police Department	<u>1,128,900</u>	<u>1,127,696</u>	<u>1,204</u>	<u>1,097,634</u>
Fire Control:				
Fire Department:				
Personal Services	804,200	772,441	31,759	507,638
Operating Expenses	58,900	64,756	( 5,856)	192,065
Capital Outlay	119,000	119,759	( 759)	27,644
Total Fire Department	<u>982,100</u>	<u>956,956</u>	<u>25,144</u>	<u>727,347</u>



CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982

A-4

Function/Activity/Subactivity/Object	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<u>Public Safety (cont'd):</u>				
Detention and Corrections:				
City Jail:				
Personal Services	\$ 25,600	\$ 22,426	\$ 3,174	\$ 25,383
Operating Expenses	29,400	32,110	( 2,710)	46,446
Capital Outlay	1,000	913	87	2,245
Total Deten. & Corrections	<u>56,000</u>	<u>55,449</u>	<u>551</u>	<u>74,074</u>
Protective Inspections:				
Building and Inspections:				
Personal Services	66,200	67,573	( 1,373)	19,041
Operating Expenses	9,000	7,890	1,110	19,041
Capital Outlay				638
Total Protect. Inspections	<u>75,200</u>	<u>75,463</u>	<u>( 263)</u>	<u>68,393</u>
Total Public Safety	<u>2,242,200</u>	<u>2,215,564</u>	<u>26,636</u>	<u>1,967,448</u>
<u>Physical Environment:</u>				
Other Physical Environment:				
Street Cleaning:				
Personal Services	21,300	20,245	1,055	9,148
Operating Expenses	10,100	8,597	1,503	9,416
Debt Service	7,900	7,804	96	15,397
Total Street Cleaning	<u>39,300</u>	<u>36,646</u>	<u>2,654</u>	<u>33,961</u>
Engineering:				
Personal Services	112,300	120,558	( 8,258)	82,395
Operating Expenses	10,100	10,187	( 87)	27,502
Capital Outlay				2,090
Cost Recovered	( 108,367)	( 108,367)		( 100,028)
Total Engineering	<u>14,033</u>	<u>22,378</u>	<u>( 8,345)</u>	<u>11,959</u>
Cemeteries:				
Personal Services	5,300	2,173	3,127	3,106
Operating Expenses	4,400	7,631	( 3,231)	898
Total Cemeteries	<u>9,700</u>	<u>9,804</u>	<u>( 104)</u>	<u>4,004</u>
Public Works Office:				
Personal Services	62,100	56,816	5,284	13,221
Operating Expenses	20,800	21,091	( 291)	21,366
Total Public Works Office	<u>82,900</u>	<u>77,907</u>	<u>4,993</u>	<u>34,587</u>
Grounds & Beautification:				
Personal Services	63,900	69,335	( 5,435)	38,489
Operating Expenses	13,600	17,325	( 3,725)	30,447
Capital Outlay	600	527	79	650
Total Grounds Maintenance	<u>78,100</u>	<u>87,181</u>	<u>( 9,081)</u>	<u>69,586</u>
Total Physical Environment	<u>224,033</u>	<u>233,916</u>	<u>( 9,883)</u>	<u>154,097</u>

(Continued) 4 of 7

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982 A-4

Function/Activity/Subactivity/Object	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<u>Transportation:</u>				
Roads and Streets:				
Street Maintenance:				
Personal Services	\$ 82,300	\$ 84,644	\$( 2,344)	\$ 56,092
Operating Expenses	169,800	165,184	4,616	142,053
Capital Outlay	26,700	26,670	30	
Total Street Maintenance	<u>278,800</u>	<u>276,498</u>	<u>2,302</u>	<u>198,145</u>
Roads and Streets:				
Storm Drainage:				
Personal Services	16,500	12,880	3,620	15,387
Operating Expenses	25,500	13,399	12,101	11,482
Total Storm Drainage	<u>42,000</u>	<u>26,279</u>	<u>15,721</u>	<u>26,869</u>
Street Lighting:				
Personal Services	7,800	7,700	100	6,660
Operating Expenses	135,000	132,033	2,967	127,962
Capital Outlay	41,400		41,400	742
Total Street Lighting	<u>184,200</u>	<u>139,733</u>	<u>44,467</u>	<u>135,364</u>
Traffic Control:				
Personal Services	13,400	11,870	1,530	8,792
Operating Expenses	7,400	10,423	( 3,023)	19,088
Capital Outlay				13,306
Total Traffic Control	<u>20,800</u>	<u>22,293</u>	<u>( 1,493)</u>	<u>31,879</u>
Right of Ways and Crossings:				
Personal Services				5,285
Operating Expenses				4,933
Total R-O-W's & Crossings				<u>10,218</u>
Total Roads and Streets	<u>525,800</u>	<u>464,803</u>	<u>60,997</u>	<u>402,475</u>
Airports:				
Airport Maintenance:				
Personal Services	18,000	20,423	( 2,423)	8,792
Operating Expenses	14,400	17,903	( 3,503)	19,088
Capital Outlay				3,865
Total Airport Maintenance	<u>32,400</u>	<u>38,326</u>	<u>( 5,926)</u>	<u>31,745</u>
Parking Facilities:				
Parking Lots				
Personal Services	12,200	12,226	( 26)	8,981
Operating Expenses	2,500	2,406	94	2,591
Debt Service	5,900	6,000	( 100)	
Total Parking Facilities	<u>20,600</u>	<u>20,632</u>	<u>( 32)</u>	<u>11,572</u>
Total Transportation	<u>578,800</u>	<u>523,761</u>	<u>55,039</u>	<u>445,792</u>

(Continued) 5 of 7

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982

A-4

<u>Function/Activity/Subactivity/Object</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1982 Actual</u>
<u>Economic Environment:</u>				
<u>Industry Development:</u>				
Leesburg Redevelopment Agency:				
Personal Services	\$	\$	\$	\$ 11,750
Operating Expenses	2,800	2,639	161	9,246
Capital Outlay	46,000	45,680	320	10,249
Total Leesburg Redev. Agency and Economic Environment	<u>48,800</u>	<u>48,319</u>	<u>381</u>	<u>31,245</u>
<u>Human Services:</u>				
Other Human Services:				
Animal Control:				
Personal Services	7,500	7,774	( 174)	5,900
Operating Expenses	300	198	102	726
Total Animal Control and Human Services	<u>7,900</u>	<u>7,972</u>	<u>( 72)</u>	<u>6,626</u>
<u>Culture and Recreation:</u>				
Libraries:				
Main Library:				
Personal Services	153,800	157,120	( 3,320)	127,201
Operating Expenses	35,900	43,258	( 7,358)	52,152
Capital Outlay	23,700	26,428	( 2,728)	49,441
Debt Service	88,600	29,876	58,724	25,480
Total Library	<u>302,000</u>	<u>256,682</u>	<u>45,318</u>	<u>254,274</u>
Parks and Recreation:				
Recreation Office:				
Personal Services	138,400	138,685	( 285)	105,621
Operating Expenses	122,100	111,479	10,621	139,656
Capital Outlay	3,100		3,100	10,709
Total Recreation Office	<u>263,600</u>	<u>250,164</u>	<u>13,436</u>	<u>255,986</u>
Swimming Pools:				
Personal Services	37,100	26,690	10,410	25,409
Operating Expenses	63,500	58,615	4,885	55,315
Capital Outlay	13,600	14,783	( 1,183)	14,683
Total Swimming Pools	<u>114,200</u>	<u>100,088</u>	<u>14,112</u>	<u>95,407</u>
Parks and Canals:				
Personal Services	204,800	211,372	( 6,572)	146,255
Operating Expenses	48,650	40,950	7,700	73,593
Capital Outlay	29,000	28,227	773	85,919
Debt Service				775
Total Parks and Canals	<u>282,450</u>	<u>280,549</u>	<u>1,901</u>	<u>306,542</u>

(Continued) 6 of 7

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1982 A-4

Function/Activity/Subactivity/Object	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
<u>Culture and Recreation (Continued):</u>				
Athletic Fields:				
Personal Services	\$ 51,300	\$ 40,379	\$ 10,921	\$ 35,711
Operating Expenses	53,700	50,001	3,699	22,872
Capital Outlay	28,000	1,442	26,558	1,629
Debt Service	2,100	2,960	( 860)	760
Total Athletic Fields	<u>135,100</u>	<u>94,782</u>	<u>40,318</u>	<u>60,972</u>
Total Parks and Recreation	<u>795,350</u>	<u>725,583</u>	<u>69,767</u>	<u>718,907</u>
Cultural Services:				
Cultural Arts Building:				
Operating Expenses	13,200	3,179	10,021	2,590
Capital Outlay	300	263	37	-0-
Total Cultural Arts Building	<u>13,500</u>	<u>3,442</u>	<u>10,058</u>	<u>2,590</u>
Special Recreational Facilities:				
Marina:				
Personal Services				88
Operating Expenses	7,400	3,842	3,558	11,344
Total Marina	<u>7,400</u>	<u>3,842</u>	<u>3,558</u>	<u>11,432</u>
Community Building:				
Personal Services	43,500	42,410	1,090	\$ 34,804
Operating Expenses	21,700	21,262	438	32,912
Capital Outlay	900	808	92	1,587
Total Community Building	<u>66,100</u>	<u>64,480</u>	<u>1,620</u>	<u>69,303</u>
Total Spec. Rec. Facilities	<u>73,500</u>	<u>68,322</u>	<u>5,178</u>	<u>80,735</u>
Total Culture and Recreation	<u>1,184,350</u>	<u>1,054,029</u>	<u>130,321</u>	<u>1,056,506</u>
Total Expenditures	<u>\$4,767,050</u>	<u>\$4,526,963</u>	<u>\$240,087</u>	<u>\$5,017,571</u>

See Accompanying Notes

(Concluded) 7 of 7

CITY OF LEESBURG, FLORIDA

GENERAL FUND  
STATEMENT OF OTHER FINANCING SOURCES AND USES, COMPARED TO BUDGET  
(GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

With Comparative Actual Amounts for Year Ended September 30, 1983

A-5

Function/Activity/Subactivity/Object	Budget	Actual	Variance Favorable (Unfavorable)	1982 Actual
Other Financing Sources (Uses):				
Operating Transfers In:				
Electric Utility Fund	\$ 1,950,000	\$ 1,860,000	\$ (90,000)	\$1,800,000
Gas Utility Fund	500,000	500,000		300,000
Water Utility Fund		90,000	90,000	
Sanitary Sewer and Wastewater Treatment Fund	100,000	100,000		
Proceeds of Bond Anticipation Notes	650,000	650,000		
Operating Transfers Out:				
Debt Service Fund	( 711,300)	( 693,501)	17,799	\$( 94,546)
Capital Projects Fund	( 5,000)	( 6,425)	( 1,425)	( 25,260)
Community Development Block Grant Fund	_____	_____	_____	( 93)
 Total Other Financing Sources (Uses)	 \$ <u>2,483,700</u>	 \$ <u>2,500,074</u>	 \$ <u>16,375</u>	 \$ <u>1,980,101</u>

See Accompanying Notes

This page intentionally left blank

### SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes. Certain Administrative expenses are paid by the General Fund.

CITY OF LEESBURG, FLORIDA

SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
September 30, 1983 and 1982

B-1

	Federal Revenue Sharing Fund	Community Development Fund	Housing Assistance Fund	Total September 30	
				1983	1982
<u>ASSETS</u>					
Cash	\$ 17,923	\$ 29,893	\$ 35,763	\$ 83,579	\$ 210,713
Due from Other Governments	40,050		24,434	64,484	19,713
Due from Other Funds	270			270	
Total Assets	<u>\$ 58,243</u>	<u>\$ 29,893</u>	<u>\$ 60,197</u>	<u>\$ 148,333</u>	<u>\$ 230,426</u>
<u>LIABILITIES AND FUND BALANCE</u>					
Liabilities:					
Accounts Payable	\$ 4,813	\$ 4,900	\$ 312	\$ 5,212	\$ 74
Due to Other Funds		1,820	4,363	10,996	95,641
Housing Assistance Payments			36,650	36,650	14,939
Due to HUD			5,316	5,316	28,690
Total Liabilities	<u>4,813</u>	<u>6,720</u>	<u>46,641</u>	<u>58,174</u>	<u>139,344</u>
Fund Balance:					
Reserved:					
For Capital Improvements	45,425			45,425	80,447
Unreserved:					
Total Fund-Balance	<u>8,005</u>	<u>23,173</u>	<u>13,556</u>	<u>44,734</u>	<u>10,635</u>
	<u>53,430</u>	<u>23,173</u>	<u>13,556</u>	<u>90,159</u>	<u>91,082</u>
Total Liabilities and Fund Balance	<u>\$ 58,243</u>	<u>\$ 29,893</u>	<u>\$ 60,197</u>	<u>\$ 148,333</u>	<u>\$ 230,426</u>

See Accompanying Notes



CITY OF LEESBURG, FLORIDA

SPECIAL REVENUE FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 Years Ended September 30, 1983 and 1982

B-2

	Federal Revenue Sharing Fund	Community Development Fund	Housing Assistance Fund	Total September 30	
				1983	1982
Revenue:					
Intergovernmental Revenue	\$ <u>80,848</u>	\$ <u>29,355</u>	\$ <u>145,381</u>	\$ <u>255,584</u>	\$ <u>223,404</u>
Expenditures:					
General Government Services	22,404			22,404	6,367
Transportation	95,658			95,658	28,419
Economic Environment		20,078		20,078	16,375
Human Services			144,310	144,310	142,766
Total Expenditures	<u>118,062</u>	<u>20,078</u>	<u>144,310</u>	<u>282,450</u>	<u>193,927</u>
Excess of Revenues Over (Under) Expenditures	( <u>37,214</u> )	<u>9,277</u>	<u>1,071</u>	( <u>26,866</u> )	<u>29,477</u>
Other Financing Sources (Uses):					
Operating Transfers In		<u>25,943</u>		<u>25,943</u>	<u>93</u>
Excess (Deficiency) of Revenues & Other Sources Over Expenditures	( <u>37,214</u> )	35,220	1,071	( <u>923</u> )	29,570
Fund Balances (Deficit) at Beginning of Year	<u>90,644</u>	( <u>12,047</u> )	<u>12,485</u>	<u>91,082</u>	<u>61,512</u>
Fund Balances at End of Year	\$ <u><u>53,430</u></u>	\$ <u><u>23,173</u></u>	\$ <u><u>13,556</u></u>	\$ <u><u>90,159</u></u>	\$ <u><u>91,082</u></u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

FEDERAL REVENUE SHARING FUND  
STATEMENT OF REVENUES AND EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGETED AND ACTUAL  
Years Ended September 30, 1983 and 1982

B-3

	1983		Variance Favorable (Unfavorable)	1982 Actual
	Budget	Actual		
<b>Revenues:</b>				
Intergovernmental Revenue				
Federal Revenue	\$ <u>69,370</u>	\$ <u>80,848</u>	\$ <u>11,478</u>	\$ <u>78,849</u>
<b>Expenditures:</b>				
General Government - Financial and Administrative:				
Other Services and Charges	1,200	1,166	34	6,367
Capital Outlay	<u>21,250</u>	<u>21,238</u>	<u>12</u>	<u>        </u>
Total General Government	<u>22,450</u>	<u>22,404</u>	<u>46</u>	<u>6,367</u>
Transportation:				
Personal Services		2,056	( 2,056)	
Capital Outlay	<u>132,470</u>	<u>93,602</u>	<u>38,868</u>	<u>28,419</u>
Total Transportation	<u>132,470</u>	<u>95,658</u>	<u>36,812</u>	<u>28,419</u>
Total Expenditures	<u>154,920</u>	<u>118,062</u>	<u>36,858</u>	<u>34,786</u>
Excess of Revenues (Under) Over Expenditures	( 85,550)	( 37,214)	48,336	44,063
Fund Balance at beginning of year	<u>85,550</u>	<u>90,644</u>	<u>5,094</u>	<u>46,581</u>
Fund Balance at end of Year	\$ <u>-0-</u>	\$ <u>53,430</u>	\$ <u>53,430</u>	\$ <u>90,644</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMMUNITY DEVELOPMENT FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGETED AND ACTUAL  
Years Ended September 30, 1983 and 1982

B-4

	1983		Variance Favorable (Unfavorable)	1982 Actual
	Budget	Actual		
<b>Revenues:</b>				
Intergovernmental Revenue:				
HUD Grant	\$	\$ 25,439	\$ 25,439	\$
Community Development Loan	4,250	3,916	( 334)	4,235
Total Revenue	<u>4,250</u>	<u>29,355</u>	<u>25,105</u>	<u>4,235</u>
<b>Expenditures:</b>				
Economic Environment:				
Housing and Urban Development				
Personal Services	13,550	11,422	2,129	12,209
Operating Expenditures	9,700	3,756	5,943	4,166
Capital Outlay	4,290	4,900	( 610)	
Total Expenditures	<u>27,540</u>	<u>20,078</u>	<u>7,462</u>	<u>16,375</u>
Excess of Revenue Over (Under)				
Expenditures	(23,290)	9,277	32,567	(12,140)
Operating Transfers In	<u>23,290</u>	<u>25,943</u>	<u>2,653</u>	<u>93</u>
Fund Balance at Beginning of Year	<u>-0-</u>	(12,047)	(12,047)	<u>-0-</u>
Fund Balance at end of Year	\$ <u>-0-</u>	\$ <u>23,173</u>	\$ <u>23,173</u>	\$ <u>(12,047)</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

HOUSING ASSISTANCE FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGETED AND ACTUAL  
Years Ended September 30, 1983 and 1982

B-5

	1983		Variance Favorable (Unfavorable)	1982 Actual
	Budget	Actual		
Revenue:				
Intergovernmental Revenue:				
HUD Contributions	\$ <u>249,950</u>	\$ <u>145,381</u>	\$ <u>104,569</u>	\$ <u>140,320</u>
Expenditures:				
Human Services:				
Welfare:				
Personal Services	16,700	16,496	204	16,758
Operating Expenses	<u>233,250</u>	<u>127,814</u>	<u>105,436</u>	<u>126,008</u>
Total Current Expenditures	<u>249,950</u>	<u>144,310</u>	<u>105,640</u>	<u>142,766</u>
Excess of Revenue Over (Under)				
Expenditures		1,071	1,071	( 2,446)
Fund Balance at Beginning of Year	<u>-0-</u>	<u>12,485</u>	<u>12,485</u>	<u>14,931</u>
Fund Balance at end of Year	\$ <u><u>-0-</u></u>	\$ <u><u>13,556</u></u>	\$ <u><u>13,556</u></u>	\$ <u><u>12,485</u></u>

See Accompanying Notes

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long term debt principal and interest.

CITY OF LEESBURG, FLORIDA

DEBT SERVICE FUNDS  
COMBINING BALANCE SHEET  
September 30, 1983 AND 1982

C-1

	1960 Revenue Certificates	1981 Library Bond	Total September 30	
			1983	1982
ASSETS				
Cash	\$( 854)	\$	\$( 854)	\$ 945
Investments	100,633		100,633	102,556
Due from other Funds	<u>3,722</u>	<u>          </u>	<u>3,722</u>	<u>54,167</u>
Total Assets	<u>103,501</u>	<u>-0-</u>	<u>103,501</u>	\$ <u>157,668</u>
FUND BALANCE				
Fund Balance (Reserved for Debt Service)	\$ <u>103,501</u>	\$ <u>-0-</u>	\$ <u>103,501</u>	\$ <u>157,668</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

DEBT SERVICE FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
Years ended September 30, 1983 and 1982

C-2

	1980 Revenue Certificates	1981 Library Bond	September 30	
			1983	1982
Revenues:				
Interest on Investments	\$ _____	\$ _____	\$ _____	\$ <u>4,287</u>
Expenditures:				
Retirement of Principal	35,000	650,000	685,000	35,000
Interest	<u>10,739</u>	<u>51,929</u>	<u>62,668</u>	<u>18,020</u>
Total Expenditures	<u>45,739</u>	<u>701,929</u>	<u>747,668</u>	<u>53,020</u>
Excess (deficiency) of revenues over expenditures	( 45,739)	(701,929)	(747,668)	( 48,733)
Other Financing Sources:				
Operating Transfers In	<u>45,739</u>	<u>647,762</u>	<u>693,501</u>	<u>94,546</u>
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures		( 54,167)	( 54,167)	45,813
Fund Balance at Beginning of Year	<u>103,501</u>	<u>54,167</u>	<u>157,668</u>	<u>111,855</u>
Fund Balance at End of Year	\$ <u><u>103,501</u></u>	\$ <u><u>-0-</u></u>	\$ <u><u>103,501</u></u>	\$ <u><u>157,668</u></u>

See Accompanying Notes

This page intentionally left blank



### CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds, Special Assessment Funds and Trust Funds.)

Airport Improvement Project - to account for the costs of resurfacing and lighting runways and taxiways; construction and purchase of airport navigation aids. The estimated cost of \$1,172,633 is being financed through Federal Grants (\$1,055,360), State Grants (\$58,637), County Grants (\$29,318) and the balance by General Fund revenues. Expected completion date is April, 1984.

Library Building Renovation - to account for the construction costs to renovate the new Public Library building. Financing is being provided by special revenue bond proceeds (\$650,000) and General Fund revenues (\$50,000) and public contributions (\$33,203). The renovation was completed during 1983.

Community Building Renovation - to account for the costs to renovate the City Community Building. Financing is provided by Bond Anticipation Proceeds (\$250,000) and public contributions (\$25,000). The renovation is expected to be completed during 1984.

CITY OF LEESBURG, FLORIDA

CAPITAL PROJECTS FUNDS  
COMBINING BALANCE SHEET  
September 30, 1983 and 1982

D-1

	Airport Improvement Project	Community Building Renovation	Total September 30	
			1983	1982
ASSETS				
Cash	\$	\$ 33,106	\$ 33,106	\$ 534,845
Due from Other Governments	157,666	3,775	161,441	88,339
Due from Other Funds	<u>6,439</u>	<u>150,469</u>	<u>156,908</u>	<u>          </u>
Total Assets	<u>\$ 164,105</u>	<u>\$ 187,350</u>	<u>\$ 351,455</u>	<u>\$ 623,184</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts Payable	\$ 245	\$	\$ 245	\$ 93,960
Contractors Deposits	550		550	550
Due to Other Funds	161,186		161,186	87,577
Deferred Revenue	<u>2,124</u>	<u>          </u>	<u>2,124</u>	<u>          </u>
Total Liabilities	<u>164,105</u>	<u>          </u>	<u>164,105</u>	<u>182,087</u>
Fund Balance (Reserved for Construction)	<u>-0-</u>	<u>187,350</u>	<u>187,350</u>	<u>441,097</u>
Total Liabilities and Fund Balance	<u>\$ 164,105</u>	<u>\$ 187,350</u>	<u>\$ 351,455</u>	<u>\$ 623,184</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

CAPITAL PROJECTS FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
Years Ended September 30, 1983 and 1982

D-2

	Airport Improvement Project	Library Building Renovation	Community Building Renovation	Total September 30	
				1983	1982
Revenues:					
Federal Aviation Administration Grant Reimbursement	\$ 155,601	\$	\$	\$ 155,601	\$ 71,866
Florida Dept. of Transportation Grant Reimbursement	9,514			9,514	1,236
Lake County Grant Reimbursement	1,733			1,733	1,995
Contributions		16,387	14,813	31,200	-0-
Total Revenues	<u>166,848</u>	<u>16,387</u>	<u>14,813</u>	<u>198,048</u>	<u>75,097</u>
Expenditures:					
Construction Contracts	126,335	520,224		646,559	236,952
Engineering and Other	46,938		14,723	61,661	67,059
Land Purchase					35,249
Total Expenditures	<u>173,273</u>	<u>520,224</u>	<u>14,723</u>	<u>708,220</u>	<u>339,260</u>
Excess of Revenues Over (Under) Expenditures	<u>( 6,425)</u>	<u>(503,837)</u>	<u>90</u>	<u>(510,172)</u>	<u>(264,163)</u>
Other Financing Sources:					
Operating Transfers from General Fund	6,425			6,425	25,260
Note Proceeds		62,740	187,260	250,000	30,000
Bond Proceeds					650,000
Total Other Financing Sources	<u>6,425</u>	<u>62,740</u>	<u>187,260</u>	<u>256,425</u>	<u>705,260</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures		<u>(441,097)</u>	<u>187,350</u>	<u>(253,747)</u>	<u>441,097</u>
Fund Balance at Beginning of Year	<u>-0-</u>	<u>441,097</u>	<u>-0-</u>	<u>441,097</u>	<u>-0-</u>
Fund Balance at End of Year	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>187,350</u>	\$ <u>187,350</u>	\$ <u>441,097</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

AIRPORT IMPROVEMENT CAPITAL PROJECTS FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
Year Ended September 30, 1983

D-3

	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>			
Federal Aviation Administration			
Grant Reimbursements	\$ 161,000	\$ 155,601	\$ (5,399)
Florida Department of Transportation			
Grant Reimbursements	8,950	9,514	564
Lake County Grant Reimbursements	4,455	1,733	(2,722)
Total Revenues	<u>174,405</u>	<u>166,848</u>	<u>(7,557)</u>
<b>Expenditures:</b>			
Construction Contracts	127,200	126,335	865
Engineering and Other	51,960	46,938	5,022
Total Expenditures	<u>179,160</u>	<u>173,273</u>	<u>5,887</u>
Excess of Revenues Over (Under)			
Expenditures	( 4,755)	( 6,425)	(1,670)
<b>Other Financing Sources:</b>			
Operating Transfers from General Fund	<u>4,755</u>	<u>6,425</u>	<u>1,670</u>
Excess of Revenues and Other			
Financing Sources over Expenditures			
Fund Balance at Beginning of Year	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund Balance at End of Year	\$ <u><u>-0-</u></u>	\$ <u><u>-0-</u></u>	\$ <u><u>-0-</u></u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

LIBRARY BUILDING RENOVATION CAPITAL PROJECTS FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
Year Ended September 30, 1983

D-4

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Contributions	\$ <u>19,775</u>	\$ <u>16,387</u>	\$( <u>3,388</u> )
Expenditures:			
Construction Contracts	<u>524,300</u>	<u>520,224</u>	<u>4,076</u>
Excess of Revenues Over (Under) Expenditures	(504,525)	(503,837)	<u>688</u>
Other Financing Sources:			
Note Proceeds	<u>504,525</u>	<u>62,740</u>	(441,785)
Total Other Financing Sources	<u>504,525</u>	<u>62,740</u>	(441,785)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures		(441,097)	(441,097)
Fund Balance at Beginning of Year	<u>-0-</u>	<u>441,097</u>	<u>441,097</u>
Fund Balance at End of Year	\$ <u><u>-0-</u></u>	\$ <u><u>-0-</u></u>	\$ <u><u>-0-</u></u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

COMMUNITY BUILDING RENOVATION CAPITAL PROJECTS FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
Year Ended September 30, 1983

D-5

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Contributions	\$ <u>25,000</u>	\$ <u>14,813</u>	\$( <u>10,187</u> )
Expenditures:			
Engineering and Other	<u>28,000</u>	<u>14,723</u>	<u>13,277</u>
Excess of Revenues Over (Under) Expenditures	( <u>3,000</u> )	<u>90</u>	<u>3,090</u>
Other Financing Sources:			
Note Proceeds	<u>3,000</u>	187,260	184,260
Total Other Financing Sources	<u>3,000</u>	<u>187,260</u>	<u>184,260</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures		187,350	187,350
Fund Balance at Beginning of Year	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund Balance at End of Year	\$ <u><u>-0-</u></u>	\$ <u><u>187,350</u></u>	\$ <u><u>187,350</u></u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

CAPITAL PROJECTS FUNDS  
PROJECT - LENGTH SCHEDULE OF CONSTRUCTION PROJECTS  
Beginning Of Projects to September 30, 1983

D-6

	Airport Improvement Project	Library Building Renovation	Community Building Renovation
Total Project Authorization	\$ <u>1,172,633</u>	\$ <u>733,203</u>	\$ <u>275,000</u>
Revenues and Other Financing Sources:			
Intergovernmental Contributions	\$ 798,694	\$ 16,387	\$ 14,813
Operating Transfers In	37,883		
Bond and Note Proceeds		712,740	187,260
	\$ <u>836,577</u>	\$ <u>729,127</u>	\$ <u>202,073</u>
Expenditures:			
Construction Costs	\$ 684,458	\$ 693,627	\$
Engineering and Other	152,119	35,500	14,723
	\$ <u>836,577</u>	\$ <u>729,127</u>	\$ <u>14,723</u>

See Accompanying Notes

This page intentionally left blank



### ENTERPRISE FUNDS

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

CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
COMBINING BALANCE SHEETS  
September 30, 1983 and 1982

E-1

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Combined Utilities Funds	Other Enterprise Funds		Total September	
						Sanitation Services Fund	Ambulance Fund	1983	1982
<b>ASSETS</b>									
<b>Current Assets:</b>									
Cash and Cash Equivalents									
Operating Account	\$ 182,484	\$ 42,485	\$ 8,985	\$ 14,933	\$ 248,887	\$ 14,597	\$	\$ 263,484	\$ 1,298,187
Depreciation Account									
Cash Equivalents	526,556	137,282			663,838			663,838	979,437
Investments	885,920	230,973			1,116,893			1,116,893	96,996
Potable Water Account									
Cash Equivalent			66,360		66,360			66,360	54,360
Receivables:									
Customer Accounts	3,004,732	160,743	118,559	229,375	3,513,409	32,997		3,546,406	2,908,132
Allowance for Doubtful Accounts	( 313,021)	( 17,700)	( 11,286)	( 17,529)	( 359,536)	( 8,130)		( 367,666)	( 293,547)
Power Refund Receivable	250,823				250,823			250,823	
Accrued Interest	78,067	4,091	52,757	13,803	158,718			158,718	55,022
Due from Other funds	178,860				178,860	144,219		323,079	150,976
Inventory, at cost	460,773	55,102	86,356	6,743	608,974	8,283		617,257	574,115
Total Current Assets	<u>5,255,194</u>	<u>612,976</u>	<u>331,731</u>	<u>247,325</u>	<u>6,447,226</u>	<u>191,966</u>		<u>6,639,192</u>	<u>5,823,678</u>
<b>Restricted Assets:</b>									
Accrued Bond Interest									
Cash with Fiscal Agents	225,247	22,582	33,001	74,786	355,616			355,616	355,616
Cash Equivalents	32,924	5,119	24,078		62,121			62,121	
Revenue Bond Debt Service									
Cash with Fiscal Agents	219,894	59,763	15,368		295,025			295,025	273,952
Investments	890,132	242,006			1,132,138			1,132,138	667,303
Revenue Bond Reserve									
Cash Equivalents	59,348	19,782			79,130			79,130	21,219
Investments	1,071,522	262,595	386,912		1,721,029			1,721,029	901,034
Renewal and Replacement									
Cash Equivalents	262,505	43,771			306,276			306,276	188,854
1977 Construction Account									
Cash Equivalents	264,258				264,258			264,258	264,258
Restricted Assets (Forward)	<u>3,025,830</u>	<u>655,618</u>	<u>459,359</u>	<u>74,786</u>	<u>4,215,593</u>			<u>4,215,593</u>	<u>2,872,241</u>

CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
COMBINING BALANCE SHEETS

September 30, 1983 and 1982

E-1

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Combined Utilities Funds	Other Enterprise Funds		Total September	
						Sanitation Services Fund	Ambulance Fund	1983	1982
Restricted Assets (Forward)	\$ 3,025,830	\$ 655,618	\$ 459,359	\$ 74,786	\$ 4,215,593	\$	\$	\$ 4,215,593	\$ 2,872,241
1980 Construction Account:									
Cash Equivalents	331,602	45,406	205,349		582,357			582,357	3,479,184
Investments	609,381	83,341	377,119		1,069,841			1,069,841	
Customer Deposits:									
Cash Equivalents	677,316	36,016	37,288		750,620			750,620	697,872
Total Restricted Assets	<u>4,644,129</u>	<u>820,381</u>	<u>1,079,115</u>	<u>74,786</u>	<u>6,618,411</u>			<u>6,618,411</u>	<u>7,049,297</u>
Property, Plant and Equipment at Cost:									
Rights to Purchase Power	79,230				79,230			79,230	102,420
Property and Equipment	19,094,863	2,303,032	5,529,028	13,062,890	39,989,813	480,740		40,470,553	37,937,821
Nuclear Fuel	1,379,571				1,379,571			1,379,571	1,181,861
Accumulated Depreciation and Amortization	( 6,394,951)	( 931,863)	(1,253,923)	( 1,616,424)	(10,197,161)	(253,415)		(10,450,576)	( 9,215,791)
Construction in Progress	36,739	24,563	712,940		774,242			774,242	1,490,186
Net Property, Plant and Equipment	<u>14,195,452</u>	<u>1,395,732</u>	<u>4,988,045</u>	<u>11,446,466</u>	<u>32,025,695</u>	<u>227,325</u>		<u>32,253,020</u>	<u>31,496,497</u>
Other Assets:									
Interfund Advances Rec.									605,532
Long-Term Receivable	44,953				44,953			44,953	44,953
Deferred Issue Costs (Net)	128,828	11,025	22,741	36,518	199,112			199,112	234,392
Total Other Assets	<u>173,781</u>	<u>11,025</u>	<u>22,741</u>	<u>36,518</u>	<u>244,065</u>			<u>244,065</u>	<u>884,877</u>
Total Assets	\$ <u>24,268,556</u>	\$ <u>2,840,114</u>	\$ <u>6,421,632</u>	\$ <u>11,805,095</u>	\$ <u>45,335,397</u>	\$ <u>419,291</u>	\$	\$ <u>45,754,688</u>	\$ <u>45,254,349</u>

See Accompanying Notes

(Continued) 2 of 4

CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
COMBINING BALANCE SHEETS  
September 30, 1983 and 1982

E-1

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Combined Utilities Funds	Other Enterprise Funds		Total	
						Sanitation Services Fund	Ambulance Fund	September 1983	September 1982
<b>LIABILITIES</b>									
<b>Current Liabilities:</b>									
Accounts Payable	\$ 41,700	\$ 48,480	\$ 154,081	\$ 4,659	\$ 248,920	\$ 36,017	\$	\$ 284,937	\$ 436,944
Accounts Payable-Purchased Energy	1,738,484	48,541			1,787,025			1,787,025	1,380,304
Accrued Expenses	335,088	25,448	23,625	27,264	411,425	15,604		427,029	433,526
Customer Advances for Construction	117,842	2,023		7,200	127,065			127,065	121,365
Due to Other Funds	891,616	246,389	157,328	31,412	1,326,745	201,052		1,527,797	1,033,997
<b>Total Current Liabilities</b>	<b>3,124,730</b>	<b>370,881</b>	<b>335,034</b>	<b>70,535</b>	<b>3,901,180</b>	<b>252,673</b>		<b>4,153,853</b>	<b>3,406,136</b>
<b>Current Liabilities (Payable from Restricted Assets):</b>									
Customer Deposits	677,303	36,014	37,278		750,595			750,595	697,872
Accrued Interest on Revenue Bonds	258,171	27,701	57,079	74,786	417,737			417,737	355,616
<b>Total Current Liabilities (payable from Restricted Assets)</b>	<b>935,474</b>	<b>63,715</b>	<b>94,357</b>	<b>74,786</b>	<b>1,168,332</b>			<b>1,168,332</b>	<b>1,053,488</b>
<b>Other Liabilities:</b>									
Revenue Bonds Payable	7,613,468	763,270	1,115,456	2,527,806	12,020,000			12,020,000	12,020,000
1980 Bond Anticipation Notes	4,764,600	655,100	3,080,300		8,500,000			8,500,000	8,500,000
Unamortized Discount	( 118,757)	( 11,646)	( 29,957)	( 38,571)	( 198,931)			( 198,931)	( 217,056)
Interfund Advances Payable									605,532
<b>Total Other Liabilities</b>	<b>12,259,311</b>	<b>1,406,724</b>	<b>4,165,799</b>	<b>2,489,235</b>	<b>20,321,069</b>			<b>20,321,069</b>	<b>20,908,476</b>
<b>Total Liabilities</b>	<b>16,319,515</b>	<b>1,841,320</b>	<b>4,595,190</b>	<b>2,634,556</b>	<b>25,390,581</b>	<b>252,673</b>		<b>25,643,254</b>	<b>25,368,100</b>

See Accompanying Notes

(Continued) 3 of 4

CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
COMBINING BALANCE SHEETS  
September 30, 1983 and 1982

E-1

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Combined Utilities Funds	Other Enterprise Funds		Total September	
						Sanitation Services Fund	Ambulance Fund	1983	1982
<b>FUND EQUITY</b>									
<b>Contributed Capital:</b>									
Federal Government	\$ 17,987	\$ 6,512	\$ 48,708	\$ 8,011,471	\$ 8,084,738	\$	\$	\$ 8,084,738	\$ 8,047,218
Private Contributions	587,253		162,414	405,713	1,155,380			1,155,380	1,001,815
General Fund Contributions						440,967		440,967	644,805
Emergency Medical Service									20,387
<b>Total Contributed Capital</b>	<u>605,240</u>	<u>6,512</u>	<u>211,182</u>	<u>8,417,184</u>	<u>9,240,118</u>	<u>440,967</u>		<u>9,681,085</u>	<u>9,714,225</u>
<b>Retained Earnings:</b>									
<b>Reserved:</b>									
Revenue Bond Debt Service	1,110,026	301,769	15,368		1,427,163			1,427,163	1,141,260
Revenue Bond Reserve	1,130,870	282,377	386,912		1,800,159			1,800,159	922,253
Renewal and Replacement	262,505	43,771			306,276			306,276	188,854
<b>Designations:</b>									
Depreciation Account	1,412,476	368,255			1,780,731			1,780,731	1,076,433
Potable Water Account			66,360		66,360			66,360	54,360
Unreserved Balance (Deficit)	<u>3,427,924</u>	<u>( 3,890)</u>	<u>1,146,620</u>	<u>753,355</u>	<u>5,324,009</u>	<u>( 274,349)</u>		<u>5,049,660</u>	<u>6,788,864</u>
<b>Total Retained Earnings</b>	<u>7,343,801</u>	<u>992,282</u>	<u>1,615,260</u>	<u>753,355</u>	<u>10,704,698</u>	<u>( 274,349)</u>		<u>10,430,349</u>	<u>10,172,024</u>
<b>Total Fund Equity</b>	<u>7,949,041</u>	<u>998,794</u>	<u>1,826,442</u>	<u>9,170,539</u>	<u>19,944,816</u>	<u>160,618</u>		<u>20,111,434</u>	<u>19,886,249</u>
<b>Total Liabilities and Fund Equity</b>	<u>\$ 24,268,586</u>	<u>\$ 2,840,114</u>	<u>\$ 6,421,632</u>	<u>\$ 11,805,095</u>	<u>\$ 45,335,397</u>	<u>\$ 419,291</u>	<u>\$</u>	<u>\$ 45,754,688</u>	<u>\$ 45,254,349</u>

See Accompanying Notes

(Concluded) 4 of 4

CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
 COMBINING STATEMENT OF OPERATIONS and CHANGES IN RETAINED EARNINGS (DEFICIT)  
 Years Ended September 30, 1983 and 1982

E-2

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Combined Utilities Funds	Other Enterprise Funds		Total September	
						Sanitation Services Fund	Ambulance Fund	1983	1982
<b>Operating Revenue:</b>									
User Charges	\$ 18,511,805	\$ 3,200,218	\$ 936,684	\$ 1,415,801	\$ 24,064,508	\$ 617,484	\$ 30,732	\$ 24,712,724	\$ 22,119,417
Contract Services									275,000
Other Operating Revenue	179,653	21,899	11,483	52,774	265,809			265,809	231,958
<b>Total Operating Revenue</b>	<u>18,691,458</u>	<u>3,222,117</u>	<u>948,167</u>	<u>1,468,575</u>	<u>24,330,317</u>	<u>617,484</u>	<u>30,732</u>	<u>24,978,533</u>	<u>22,626,375</u>
<b>Operating Expenses:</b>									
Power Generation	1,059,068				1,059,068			1,059,068	544,337
Purchased Energy	12,717,964	2,182,853			14,900,817			14,900,817	13,375,228
Transmission	211,017				211,017			211,017	200,618
Supply and Pumping Treatment			88,659	86,869	175,528			175,528	172,011
Distribution and Collection	506,384	92,225	144,233	418,495	562,728			562,728	532,037
Customer Accounts	400,979	97,897	51,639	748,145	727,643			748,145	722,812
Administration and General Operating Expenses	737,550	225,317	162,943	209,752	1,335,562	533,725	28,118	1,335,562	1,312,060
Depreciation and Amortization	798,714	53,217	103,867	338,033	1,293,831	62,800		561,843	792,190
<b>Total Operating Expenses</b>	<u>16,431,676</u>	<u>2,670,156</u>	<u>704,792</u>	<u>1,207,715</u>	<u>21,014,339</u>	<u>596,525</u>	<u>28,118</u>	<u>21,638,982</u>	<u>19,634,325</u>
<b>Operating Income</b>	<u>2,259,782</u>	<u>551,961</u>	<u>243,375</u>	<u>260,860</u>	<u>3,315,978</u>	<u>20,959</u>	<u>2,614</u>	<u>3,339,551</u>	<u>2,992,050</u>
<b>Non-Operating Revenue (Expense):</b>									
Interest Income	459,628	95,883	223,045	88,458	867,014			867,014	997,154
Other Non-Operating Income	49,985	1,788		72,132	123,905		1,629	125,534	205,422
Interest Expense	( 878,891)	( 80,519)	(273,276)	( 153,787)	(1,386,473)			( 1,386,473)	( 1,420,569)
Other Non-Operating Expense	( 5,634)			( 51,037)	( 56,671)			( 56,671)	( 102,793)
<b>Total Non-Operating Revenue (Expense)</b>	<u>( 374,912)</u>	<u>17,152</u>	<u>( 50,231)</u>	<u>( 44,234)</u>	<u>( 452,225)</u>		<u>1,629</u>	<u>( 450,596)</u>	<u>( 320,786)</u>
<b>Net Income before Operating Transfers (Forward)</b>	<u>1,884,870</u>	<u>569,113</u>	<u>193,144</u>	<u>216,626</u>	<u>2,863,753</u>	<u>20,959</u>	<u>4,243</u>	<u>2,888,955</u>	<u>2,671,264</u>

CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
 COMBINING STATEMENT OF OPERATIONS and CHANGES IN RETAINED EARNINGS (DEFICIT)  
 Years Ended September 30, 1983 and 1982

E-2

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Combined Utilities Funds	Other Enterprise Funds			Total September 30	
						Sanitation Services Fund	Ambulance Fund	1983	1982	
Net Income before Operating Transfer (Forward)	\$ 1,884,870	\$ 569,113	\$ 193,144	\$ 216,626	\$ 2,863,753	20,959	\$ 4,243	\$ 2,888,955	\$ 2,671,264	
Operating Transfers:										
Transfers Out	(1,860,000)	(500,000)	( 90,000)	(100,000)	( 2,550,000)			( 2,550,000)	(2,100,000)	
Net Income	24,870	69,113	103,144	116,626	313,753	20,959	4,243	338,955	571,264	
Add depreciation on EMS Ambulance Vehicles that reduces Contributed Capital									9,809	
Residual Equity Transfer Out							(80,630)	( 80,630)		
Retained Earnings (Deficit)										
Beginning of Year	<u>7,318,931</u>	<u>923,169</u>	<u>1,512,116</u>	<u>636,729</u>	<u>10,390,945</u>	<u>(95,308)</u>	<u>76,387</u>	<u>10,172,024</u>	<u>9,590,951</u>	
Retained Earnings (Deficit)										
End of Year	\$ <u>7,343,801</u>	\$ <u>992,282</u>	\$ <u>1,615,260</u>	<u>753,355</u>	<u>10,704,698</u>	<u>(274,349)</u>	\$ <u>      </u>	\$ <u>10,430,349</u>	\$ <u>10,172,024</u>	

See Accompanying Notes

(Concluded) 2 of 2

## CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION  
 Years Ended September 30, 1983 and 1982

E-3

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Other Enterprise Funds			Total	
					Combined Utilities Funds	Sanitation Services Fund	Ambulance Fund	September 30	
								1983	1982
<b>Sources of Working Capital:</b>									
<b>Operations:</b>									
Net Income	\$ 24,870	\$ 69,113	\$ 103,144	\$ 116,626	\$ 313,753	\$ 20,959	\$ 4,243	\$ 338,955	\$ 571,264
<b>Items not affecting Working Capital:</b>									
Depreciation and Amortization	839,698	63,892	120,409	343,279	1,367,278	62,800		1,430,078	1,433,036
<b>Working Capital Provided by</b>									
Operations	864,568	133,005	223,553	459,905	1,681,031	83,759	4,243	1,769,033	2,004,300
Decrease in Restricted Assets		117,714	1,399,738	50,550	1,568,002			1,568,002	
Decrease in Interfund Advances Rec.	605,532				605,532			605,532	1,627,646
Decrease in Long Term Receivables									6,216
<b>Net Increase in Current Liabilities</b>									
Payable from Restricted Assets	75,351	11,562	27,931		114,844			114,844	63,721
Contributed Capital	24,230		82,192	84,663	191,085			191,085	109,439
1980 Bond Anticipation Note Proceeds									4,500,000
<b>Reclassification of 1980 Bond</b>									
Anticipation Notes	514,600	155,100			669,700			669,700	
Book Value of Equipment Disposals	16,253				16,253		143,549	159,802	
Decrease in Intangible Plant	23,190				23,190			23,190	12,606
<b>Total Sources of Working Capital</b>	<b>2,123,724</b>	<b>417,381</b>	<b>1,733,414</b>	<b>595,118</b>	<b>4,869,637</b>	<b>83,759</b>	<b>147,792</b>	<b>5,101,188</b>	<b>8,323,928</b>
<b>Uses of Working Capital:</b>									
Increase in Restricted Assets	1,137,116				1,137,116			1,137,116	3,178,687
Additions to Property and Equipment	829,054	298,606	956,368	34,450	2,118,478			2,118,478	2,464,147
Additions to Intangible Plant									102,420
Increase in Nuclear Fuel	197,710				197,710			197,710	247,602
Increase in Deferred Issue Costs									21,207
<b>Reclassification of 1980 Bond</b>									
Anticipation Notes			669,700		669,700			669,700	
Decrease in Interfund Advances Payable			113,931	491,601	605,532			605,532	1,627,646
Decrease in Contributions							224,225	224,225	
Residual Equity Transfer							80,630	80,630	
Increase in Unamortized Discounts									31,050
<b>Total Uses of Working Capital</b>									
<b>(Forward)</b>	<b>2,163,880</b>	<b>298,606</b>	<b>1,739,999</b>	<b>526,051</b>	<b>4,728,536</b>		<b>304,855</b>	<b>5,033,391</b>	<b>7,672,759</b>



CITY OF LEESBURG, FLORIDA

ALL ENTERPRISE FUNDS  
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION  
Years Ended September 30, 1983 and 1982

E-3

	Electric Utility Fund	Gas Utility Fund	Water Utility Fund	Sanitary Sewer and Wastewater Treatment Fund	Other Enterprise Funds			Total	
					Combined Utilities Funds	Sanitation Services Fund	Ambulance Fund	September 30	
								1983	1982
Total Uses of Working Capital (Forward)	\$ <u>2,163,880</u>	\$ <u>298,606</u>	\$ <u>1,739,999</u>	\$ <u>526,051</u>	\$ <u>4,728,536</u>	\$ _____	\$ <u>304,855</u>	\$ <u>5,033,391</u>	\$ <u>7,672,759</u>
Net Increase (Decrease) in Working Capital/See Schedule below)	\$ ( <u>40,156</u> )	\$ <u>118,775</u>	\$ ( <u>6,585</u> )	\$ <u>69,067</u>	\$ <u>141,101</u>	\$ <u>83,759</u>	\$ ( <u>157,063</u> )	\$ <u>67,797</u>	\$ <u>651,169</u>
Elements of Net Increase (Decrease) in Working Capital:									
Cash and Investments	( 464,783 )	95,863	20,985	14,933	( 333,002 )	14,597		( 318,405 )	( 260,695 )
Customer Accounts (Net)	576,979	( 59,813 )	12,015	61,927	591,108	( 5,222 )	( 21,731 )	564,155	438,093
Power Refund Receivable	250,823				250,823			250,823	
Accrued Interest	23,045	4,091	62,757	13,803	103,696			103,696	34,691
Due from Other Funds	170,409				170,409	144,219	(142,525)	172,103	15,281
Inventory	45,925	( 50,104 )	36,013	4,626	36,460	6,682		43,142	61,663
Accounts Payable	( 322,241 )	69,019	( 8,491 )	1,521	( 260,192 )	4,438	1,040	( 254,714 )	359,762
Accrued Expenses	( 30,296 )	6,108	27,464	3,669	6,945	( 1,638 )	1,190	6,497	( 38,806 )
Customer Advances for Construction	( 5,700 )				( 5,700 )			( 5,700 )	48,760
Due to Other Funds	( <u>284,317</u> )	<u>53,611</u>	( <u>157,328</u> )	( <u>31,412</u> )	( <u>419,446</u> )	( <u>79,317</u> )	<u>4,963</u>	( <u>493,800</u> )	<u>92,420</u>
Net Increase (Decrease) in Working Capital	\$ ( <u>40,156</u> )	\$ <u>118,775</u>	\$ ( <u>6,585</u> )	\$ <u>69,067</u>	\$ <u>141,101</u>	\$ <u>83,759</u>	\$ ( <u>157,063</u> )	\$ <u>67,797</u>	\$ <u>651,169</u>

See Accompanying Notes

(Concluded) 2 of 2

This page intentionally left blank

INTERNAL SERVICE FUND

The Motor Pool Service Fund has been established to account for the cost of maintaining automotive vehicles for the various departments of the City. Costs are billed at estimated actual cost which includes depreciation on maintenance equipment. Such billings are recognized as operating revenue in the Motor Pool Service Fund and as expenses or expenditures of the various departments and other funds. The Motor Pool Service Fund is a proprietary fund and is maintained on the accrual basis.

CITY OF LEESBURG, FLORIDA

MOTOR POOL SERVICE FUND  
BALANCE SHEET

September 30, 1983 and 1982

F-1

	September 30	
	1983	1982
<u>ASSETS</u>		
Current Assets:		
Due from Other Funds	\$ 154,835	\$
Inventory, at Cost	<u>24,248</u>	<u>17,783</u>
	<u>179,083</u>	<u>17,783</u>
Property, Plant and Equipment, at Cost:		
Machinery and Equipment	33,059	27,765
Less: Accumulated Depreciation	<u>( 21,539)</u>	<u>17,822</u>
	<u>11,520</u>	<u>9,943</u>
Total Assets	<u>\$ 190,630</u>	<u>\$ 27,726</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Accounts Payable	\$ 36,178	\$ 9,303
Due to Other Funds	145,070	11,893
Accrued Vacation and Sick Pay	<u>1,417</u>	<u>1,254</u>
Total Liabilities	<u>182,665</u>	<u>22,450</u>
Fund Equity:		
Contributed Capital - General Fund	15,979	15,979
Retained Earnings (Deficit)	<u>( 8,041)</u>	<u>( 10,703)</u>
Total Fund Equity	<u>7,938</u>	<u>5,276</u>
Total Liabilities and Fund Equity	<u>\$ 190,603</u>	<u>\$ 27,726</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

MOTOR POOL SERVICE FUND  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
Years Ended September 30, 1983 and 1982

F-2

	September 30,	
	1983	1982
Operating Revenues:		
Charges for Services	\$ <u>172,590</u>	\$ <u>137,921</u>
Operating Expenses:		
Personal Services	56,599	50,825
Insurance and Professional	1,524	-0-
Repairs and Maintenance	2,422	6,092
Operating Supplies	16,707	6,810
Lubricants and Oil	3,743	5,341
Gasoline	422	12,526
Diesel	1,621	23,400
Major Vehicle Parts	62,808	17,611
Tires and Batteries	20,365	16,750
Depreciation	<u>3,717</u>	<u>4,085</u>
Total Operating Expenses	<u>169,928</u>	<u>143,440</u>
Net Income (Loss)	2,662	( 5,519)
Retained Earnings (Deficit) at Beginning of Year	( <u>10,703</u> )	( <u>5,184</u> )
Retained Earnings (Deficit) at End of Year	\$ ( <u><u>8,041</u></u> )	\$ ( <u><u>10,703</u></u> )

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

MOTOR POOL SERVICE FUND  
STATEMENT OF CHANGES IN FINANCIAL POSITION  
Years Ended September 30, 1983 and 1982

F-3

	September 30,	
	1983	1982
<b>Sources of Working Capital:</b>		
<b>Operations:</b>		
Net Income (Loss)	\$ 2,662	\$( 5,519)
Depreciation not requiring the use of Working Capital	3,717	4,085
Working Capital Provided by (Used in) Operations	6,379	( 1,434)
Book Value of Equipment Sold	—	502
Total Sources of Working Capital	6,379	( 932)
<b>Uses of Working Capital:</b>		
Purchase of Property and Equipment	5,294	1,500
Net increase (decrease) in Working Capital (See schedule below)	\$ 1,085	\$( 2,432)
<b>Elements of Net increase (decrease) in Working Capital:</b>		
Due from Other Funds	\$ 154,835	\$
Inventory	6,465	7,462
Accounts Payable	( 26,875)	( 5,072)
Due to Other Funds	(133,177)	( 4,913)
Accrued vacation and sick pay	( 163)	91
Net increase (decrease) in Working Capital	\$ 1,085	\$( 2,432)

See Accompanying Notes

#### FIDUCIARY FUND TYPE

Fiduciary type funds are used to account for the assets of the City's employee pension funds. Certain administrative expenses are paid by the General Fund. The primary objective of the following section is to provide financial information that is useful in assessing each plan's present and future ability to pay benefits when due.

CITY OF LEESBURG, FLORIDA

FIDUCIARY FUND TYPES  
COMBINING STATEMENT OF NET ASSETS  
AVAILABLE FOR BENEFITS  
September 30, 1983 and 1982

G-1

	Municipal Police Retirement Trust Fund	Municipal Firemen's Retirement Trust Fund	General Employees' Pension Fund	Totals September 30,	
				1983	1982
<u>ASSETS</u>					
Cash and Cash Equivalent	\$ 41,221	\$ 59,167	\$ 345,612	\$ 446,000	\$ 637,226
Investments at Fair Value:					
U. S. Government Bonds	203,403	712,569	1,021,968	1,937,940	1,964,173
Federal Agency Bonds	550,932	433,846	544,577	1,529,355	983,922
Corporate Bonds		47,375	48,000	95,375	135,657
Common Stock			577,458	577,458	
Total Investments	<u>754,335</u>	<u>1,193,790</u>	<u>2,192,003</u>	<u>4,140,128</u>	<u>3,083,752</u>
Receivables:					
State Contributions	39,494			39,494	
Employee Contributions					
Employer Contributions					19,516
Accrued Interest	18,465	29,776	37,008	85,249	81,117
Total Receivables	<u>57,959</u>	<u>29,776</u>	<u>37,008</u>	<u>124,743</u>	<u>100,633</u>
Total Assets	<u>853,515</u>	<u>1,282,733</u>	<u>2,574,623</u>	<u>4,710,871</u>	<u>3,821,611</u>
<u>LIABILITIES</u>					
Accounts Payable	1,046	1,609	2,730	5,385	3,441
Due to Other Funds	8,480		405	8,885	9,438
Deferred Income (Excess Employer Contributions)		24,294	4,423	28,717	15,600
Total Liabilities	<u>9,526</u>	<u>25,903</u>	<u>7,558</u>	<u>42,987</u>	<u>28,479</u>
Net Assets Available for Benefits	\$ <u>843,989</u>	\$ <u>1,256,830</u>	\$ <u>2,567,065</u>	\$ <u>4,667,884</u>	\$ <u>3,793,132</u>

See Accompanying Notes



CITY OF LEESBURG, FLORIDA

FIDUCIARY FUND TYPES  
 COMBINING STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS  
 Years Ended September 30, 1983 and 1982

G-2

	Municipal Police Retirement Trust Fund	Municipal Firemen's Retirement Trust Fund	General Employees' Pension Fund	Total September 30,	
				1983	1982
<b>Investment Income:</b>					
Unrealized Appreciation in Fair Value of Investments	\$ 1,881	\$ 17,874	\$ 70,386	\$ 90,141	\$ 335,307
Interest and Dividend Income	85,042	120,986	209,156	415,184	372,603
Gain on Sale of Investments	2,585		16,826	19,411	3,624
Total Investment Income	<u>89,508</u>	<u>138,860</u>	<u>296,368</u>	<u>524,736</u>	<u>711,555</u>
<b>Contributions:</b>					
Employer		50,626	388,026	438,652	416,596
Employee	24,827	29,601		54,428	53,010
State of Florida	39,494	31,612		71,106	64,128
Total Contributions	<u>64,321</u>	<u>111,839</u>	<u>388,026</u>	<u>564,186</u>	<u>533,734</u>
Total Additions	<u>153,829</u>	<u>250,699</u>	<u>684,394</u>	<u>1,088,922</u>	<u>1,245,289</u>
<b>Deductions:</b>					
Refunds	7,225	2,575		9,800	11,002
Benefit Payments	6,949	1,662	142,343	150,954	30,531
Administrative Expenses	5,227	9,366	38,823	53,416	63,017
Total Deductions	<u>19,401</u>	<u>13,603</u>	<u>181,166</u>	<u>214,170</u>	<u>104,739</u>
Net Increase	134,428	237,096	503,228	874,752	1,140,739
Net Assets Available for Benefits at Beginning of Year	<u>709,561</u>	<u>1,019,734</u>	<u>2,063,837</u>	<u>3,793,132</u>	<u>2,652,393</u>
Net Assets Available for Benefits at End of Year	\$ <u>843,989</u>	\$ <u>1,256,830</u>	\$ <u>2,567,065</u>	\$ <u>4,667,884</u>	\$ <u>3,793,132</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

MUNICIPAL POLICE RETIREMENT TRUST FUND  
STATEMENT OF NET ASSETS  
AVAILABLE FOR BENEFIT  
September 30, 1983 AND 1982

G-3

	September 30	
	1983	1982
<u>ASSETS</u>		
Cash and Cash Equivalent	\$ 41,221	\$ 39,092
Investments at Fair Value:		
U.S. Government Bonds	203,403	257,500
Federal Agency Bonds	550,932	403,888
Total Investments	<u>754,335</u>	<u>661,388</u>
Receivables:		
State Contributions	39,494	
Accrued Interest	18,465	19,137
Total Receivables	<u>57,959</u>	<u>19,137</u>
Total Assets	<u>853,515</u>	<u>719,617</u>
<u>LIABILITIES</u>		
Accounts Payable	1,046	1,023
Due to Other Funds	<u>8,480</u>	<u>9,033</u>
Total Liabilities	<u>9,526</u>	<u>10,056</u>
Net Assets Available for Benefits	\$ <u>843,989</u>	\$ <u>709,561</u>

See Accompanying Notes

CITY OF LEESBURG

MUNICIPAL POLICE RETIREMENT TRUST FUND  
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS  
Years Ended September 30, 1983 and 1982

G-4

	September 30	
	1983	1982
Investment Income:		
Unrealized Appreciation		
in Fair Value of Investments	\$ 1,881	\$ 52,006
Interest Income	85,042	71,642
Gain (Loss) on Sale of Investments	<u>2,585</u>	<u>( 527)</u>
Total Investment Income	<u>89,508</u>	<u>123,121</u>
Contributions:		
Employee	24,827	23,630
State of Florida	<u>39,494</u>	<u>34,720</u>
Total Contributions	<u>64,321</u>	<u>58,350</u>
Total Additions	<u>153,829</u>	<u>181,471</u>
Deductions:		
Refunds	7,225	2,462
Benefit payments	6,949	6,401
Administrative expenses	<u>5,227</u>	<u>8,692</u>
Total Deductions	<u>19,401</u>	<u>17,555</u>
Net Increase	134,428	163,916
Net Assets Available for Benefits at		
Beginning of Year	<u>709,561</u>	<u>545,645</u>
Net Assets Available for Benefits at		
End of Year	<u>\$ 843,989</u>	<u>\$ 709,561</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

MUNICIPAL FIREMEN'S RETIREMENT TRUST FUND  
STATEMENT OF NET ASSETS  
AVAILABLE FOR BENEFITS  
September 30, 1983 and 1982

G-5

	September 30	
	1983	1982
<u>ASSETS</u>		
Cash and Cash Equivalent	\$ 59,167	\$ 79,601
Investment at Fair Value:		
U.S. Government Bonds	712,569	605,641
Federal Agency Bonds	433,846	246,347
Corporate Bonds	47,375	45,219
Total Investments	<u>1,193,790</u>	<u>897,207</u>
Receivables:		
Employer Contributions		19,516
Accrued Interest	29,776	24,173
Total Receivables	<u>29,776</u>	<u>43,689</u>
Total Assets	<u>1,282,733</u>	<u>1,020,497</u>
<u>LIABILITIES</u>		
Accounts Payable	1,609	763
Deferred Income (Excess Employer Contributions)	<u>24,294</u>	<u>        </u>
Total Liabilities	<u>25,903</u>	<u>763</u>
Net Assets Available for Benefits	\$ <u><u>1,256,830</u></u>	\$ <u><u>1,019,734</u></u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

MUNICIPAL FIREMEN'S RETIREMENT TRUST FUND  
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS  
Years Ended September 30, 1983 and 1982

G-6

	September 30	
	1983	1982
Investment Income		
Unrealized Appreciation		
in Fair Value of Investments	\$ 17,874	\$ 97,667
Interest Income	120,986	97,429
Gain on Sale of Investments	<u>          </u>	<u>1,391</u>
Total Investment Income	<u>138,860</u>	<u>196,487</u>
Contributions:		
Employer	50,626	95,163
Employee	29,601	29,380
State of Florida	<u>31,612</u>	<u>29,408</u>
Total Contributions	<u>111,839</u>	<u>153,951</u>
Total Additions	<u>250,699</u>	<u>350,438</u>
Deductions:		
Refunds	2,575	8,540
Benefit Payments	1,662	1,118
Administrative Expenses	<u>9,366</u>	<u>10,019</u>
Total Deductions	<u>13,603</u>	<u>19,677</u>
Net Increase	237,096	330,761
Net assets Available for Benefits at		
Beginning of Year	<u>1,019,734</u>	<u>688,973</u>
Net assets Available for Benefits at		
End of Year	<u>\$ 1,256,830</u>	<u>\$ 1,019,734</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

GENERAL EMPLOYEES PENSION FUND  
STATEMENT OF NET ASSETS  
AVAILABLE FOR BENEFITS  
September 30, 1983 and 1982

G-7

	<u>September 30</u>	
	<u>1983</u>	<u>1982</u>
<u>ASSETS</u>		
Cash and Cash Equivalent	\$ <u>345,612</u>	\$ <u>518,533</u>
Investments at Fair Value:		
U. S. Government Bonds	1,021,968	1,101,032
Federal Agency Bonds	544,577	333,687
Corporate Bonds	48,000	90,438
Common Stocks	577,458	
Total Investments	<u>2,192,003</u>	<u>1,525,157</u>
Receivables:		
Accrued Interest	<u>37,008</u>	<u>37,807</u>
Total Assets	<u>2,574,623</u>	<u>2,081,497</u>
<u>LIABILITIES</u>		
Accounts Payable	2,730	1,655
Due to Other Funds	405	405
Deferred Income (Excess employer contributions)	<u>4,423</u>	<u>15,600</u>
Total Liabilities	<u>7,558</u>	<u>17,660</u>
Net Assets Available for Benefits	\$ <u><u>2,567,065</u></u>	\$ <u><u>2,063,837</u></u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

GENERAL EMPLOYEES' PENSION FUND  
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS  
Years Ended September 30, 1983 and 1982

G-8

	September 30	
	1983	1982
Investment Income:		
Unrealized Appreciation in Fair Value of Investments	\$ 70,386	\$ 185,634
Interest and Dividend Income	209,156	203,532
Gain on Sale of Investments	<u>16,826</u>	<u>2,781</u>
Total Investment Income	<u>296,368</u>	<u>391,947</u>
Contributions:		
Employer	<u>388,026</u>	<u>321,433</u>
Total Additions	<u>684,394</u>	<u>713,380</u>
Deductions:		
Benefit payments	142,343	23,012
Administrative expenses	<u>38,823</u>	<u>44,306</u>
Total Deductions	<u>181,166</u>	<u>67,318</u>
Net Increase	503,228	646,062
Net Assets Available for Benefits at Beginning of Year	<u>2,063,837</u>	<u>1,417,775</u>
Net Assets Available for Benefits at End of Year	<u>\$ 2,567,065</u>	<u>\$ 2,063,837</u>

See Accompanying Notes

This page intentionally left blank



### ACCOUNT GROUPS

Account Groups are used to establish accounting control and accountability for the City's general fixed assets and the unmatured principal of its general long term debt. These account groups are not funds; they do not reflect available financial resources and related liabilities.

CITY OF LEESBURG, FLORIDA

COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS BY SOURCES  
September 30, 1983 and 1982

H-1

	September 30	
	1983	1982
<b>General Fixed Assets:</b>		
Land	\$ 1,046,597	\$ 1,066,597
Building	4,357,543	3,609,858
Improvements Other than Buildings	1,323,495	515,563
Equipment	2,194,562	1,900,063
Construction Work in Progress	41,126	872,206
Total General Fixed Assets	\$ 8,963,323	\$ 7,964,287
<b>Investments in General Fixed Assets From:</b>		
General Obligation Bonds and Revenue Certificates	\$ 1,958,495	\$ 1,454,659
Capital Projects Funds:		
Economic Development Administration Grants	430,079	430,079
Special Improvement Fund	62,657	62,657
Hospital Construction Fund	2,174,204	2,174,204
Federal, State and Local Grants	1,035,082	868,234
General Fund Revenues	2,692,459	2,488,306
Special Revenue Fund Revenues	311,937	292,589
Utility Revenue Fund Revenues	69,607	69,607
Gifts and other	228,803	123,952
Total Investment in General Fixed Assets	\$ 8,963,323	\$ 7,964,287

See Accompanying Notes

## CITY OF LEESBURG, FLORIDA

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTIONS AND ACTIVITIES  
September 30, 1983

H-2

Function and Activity	Total	Land	Improvements Other Than Buildings	Building	Equipment
<b>General Government:</b>					
Legislative	\$ 785,649	\$ 665,331	\$	\$ 120,318	\$
Executive	137,020				137,020
Financial and Administrative	76,461				76,461
Other General Government	114,692	65,709		37,073	11,910
Total General Government	<u>1,113,822</u>	<u>731,040</u>		<u>157,391</u>	<u>225,391</u>
<b>Public Safety:</b>					
Law Enforcement	633,932	5,452	4,3664	162,453	422,363
Fire Control	703,812	5,452	1,298	270,392	426,670
Detention and Correction	5,002				5,002
Protective Inspection	14,042				14,042
Total Public Safety	<u>1,356,788</u>	<u>10,904</u>	<u>44,962</u>	<u>432,845</u>	<u>868,077</u>
Physical Environment	<u>260,878</u>			<u>37,080</u>	<u>223,798</u>
<b>Transportation:</b>					
Roads and Street	118,990	17,433		47,918	53,639
Airport	938,914	43,050	837,251	49,467	9,146
Parking Facilities	35,249	35,249			
Total Transportation	<u>1,093,153</u>	<u>95,732</u>	<u>837,251</u>	<u>97,385</u>	<u>62,785</u>
Economic Environment	<u>15,854</u>		<u>558</u>		<u>15,296</u>
Hospitals and Human Services	<u>2,179,114</u>	<u>31,430</u>		<u>2,147,684</u>	
<b>Culture and Recreation:</b>					
Libraries	1,188,496	51,000		861,244	276,252
Parks and Recreation	850,802	49,249	155,854	178,776	466,923
Cultural Services	222,864		1,470	218,866	2,528
Special Recreational Facilities	640,426	77,242	283,400	226,272	53,512
Total Culture and Recreation	<u>2,902,588</u>	<u>177,491</u>	<u>440,724</u>	<u>1,485,158</u>	<u>799,215</u>
	<u>8,922,197</u>	<u>\$ 1,046,597</u>	<u>\$ 1,323,495</u>	<u>\$ 4,357,543</u>	<u>\$ 2,194,562</u>
Construction Work in Progress	41,126				
Total General Fixed Assets	<u>\$ 8,963,323</u>				

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTIONS AND ACTIVITIES  
Year Ended September 30, 1983

H-3

Function and Activity	General Fixed Assets 10/1/82	Additions	Deductions	General Fixed Assets 9/30/83
<b>General Government:</b>				
Legislative	\$ 805,649	\$	\$ 20,000	\$ 785,649
Executive	129,928	7,092		137,020
Financial and Administrative	32,192	44,269		76,461
Other General Government	117,115	99	2,522	114,692
Total General Government	<u>1,084,884</u>	<u>51,460</u>	<u>22,522</u>	<u>1,113,822</u>
<b>Public Safety:</b>				
Law Enforcement	626,815	38,846	31,729	633,932
Fire Control	521,475	182,337		703,812
Detention and Correction	4,089	913		5,002
Protective Inspection	14,042			14,042
Total Public Safety	<u>1,166,421</u>	<u>222,096</u>	<u>31,729</u>	<u>1,356,788</u>
Physical Environment	<u>259,933</u>	<u>945</u>		<u>260,878</u>
<b>Transportation:</b>				
Roads and Streets	123,831	26,159	31,000	118,990
Airport	128,741	810,173		938,914
Parking Facilities	35,249			35,249
Total Transportation	<u>287,821</u>	<u>836,332</u>	<u>31,000</u>	<u>1,093,153</u>
Economic Environment	<u>15,854</u>			<u>15,854</u>
Hospitals and Human Services	<u>2,179,114</u>			<u>2,179,114</u>
<b>Culture and Recreation:</b>				
Libraries	428,552	759,944		1,188,496
Parks and Recreation	807,813	42,989		850,802
Cultural Services	222,864			222,864
Special Recreational Facilities	638,825	1,601		640,426
Total Culture and Recreation	<u>2,098,054</u>	<u>804,534</u>		<u>2,902,588</u>
Construction Work in Progress	<u>872,206</u>	<u>41,126</u>	<u>872,206</u>	<u>41,126</u>
Total General Fixed Assets	\$ <u>7,964,287</u>	\$ <u>1,956,493</u>	\$ <u>957,457</u>	\$ <u>8,963,323</u>

See Accompanying Notes

CITY OF LEESBURG, FLORIDA

STATEMENT OF GENERAL LONG-TERM DEBT  
September 30, 1983 and 1982

H-4

	<u>September 30</u>	
	<u>1983</u>	<u>1982</u>

AMOUNT AVAILABLE AND TO BE PROVIDED  
FOR THE PAYMENT OF GENERAL LONG-TERM DEBT

Term Bonds - General Obligation Bond:		
Amount Available in Debt Service Fund	\$	\$ 54,167
Amount to be Provided		<u>595,833</u>
Total - Term Bonds		<u>650,000</u>
Serial Bonds - Public Improvement Revenue Certificates:		
Amount Available in Debt Service Fund	103,501	103,501
Amount to be Provided	<u>146,499</u>	<u>171,499</u>
Total - Serial Bonds	<u>240,000</u>	<u>275,000</u>
Other Long-Term Liabilities:		
Amount to be Provided	<u>1,084,482</u>	<u>217,490</u>
Total Available and to be Provided	\$ <u>1,324,482</u>	\$ <u>1,142,490</u>

GENERAL LONG-TERM DEBT PAYABLE

Refunding and Capital Improvement Revenue		
Bond Anticipation Note	\$ 900,000	\$ -0-
General Obligation Bond Payable	-0-	650,000
Public Improvement Revenue Certificates Payable	240,000	275,000
Hospital Equipment Note Payable	-0-	6,999
Other Equipment Note Payable	-0-	7,633
Real Estate Notes Payable	<u>184,482</u>	<u>202,858</u>
Total General Long-Term Debt Payable	\$ <u>1,324,482</u>	\$ <u>1,142,490</u>

See Accompanying Notes

This page intentionally left blank

## **SCHEDULES**

Financial schedules are presented to provide greater detailed information than reported in the preceding financial statements. This information in many cases has been spread throughout the report and is brought together here for greater clarity. Financial schedules are not necessary for fair presentation in conformity with Generally Accepted Accounting Principles.

## CITY OF LEESBURG, FLORIDA

SUMMARY SCHEDULE OF UTILITY PLANT IN SERVICE  
COMBINED UTILITY FUNDS  
Year Ended September 30, 1983

I-1

	ASSETS			ACCUMULATED DEPRECIATION				
	Balance	Additions	Disposals	Balance	Balance	Current Year		Balance
	10/1/82			9/30/83		10/1/82	Depreciation	Disposals
<u>Electric Plant</u>								
Intangible	\$ 102,420	\$	\$ ( 23,190)	\$ 79,230	\$	\$ 1,145	\$	\$ 1,145
Land	6,600			6,600				
Buildings	648,583	11,529		660,112	133,731	12,426		146,157
Improvements Other than Buildings	18,252,540	1,055,695	( 244,025)	19,064,210	5,161,790	774,356	( 46,498)	5,889,648
Construction in Progress	11,977	24,761		36,738				
Machinery and Equipment	588,004	159,858	( 4,352)	743,510	299,687	61,275	( 2,959)	358,003
Total Electric Plant	<u>19,610,124</u>	<u>1,251,843</u>	<u>( 271,567)</u>	<u>20,590,400</u>	<u>5,595,208</u>	<u>849,202</u>	<u>( 49,457)</u>	<u>6,394,953</u>
<u>Gas Plant</u>								
Land	19,650			19,650				
Buildings	12,704			12,704	1,016	254		1,270
Improvements Other than Buildings	1,667,648	433,647		2,101,295	784,594	51,844		836,438
Construction in Progress	167,909		( 143,346)	24,563				
Machinery and Equipment	161,078	8,305		169,383	83,643	10,512		94,155
Total Gas Plant	<u>2,028,989</u>	<u>441,952</u>	<u>( 143,346)</u>	<u>2,327,595</u>	<u>869,253</u>	<u>62,610</u>		<u>931,863</u>
<u>Water Plant</u>								
Land	32,245	4,525		36,770				
Buildings	106,297	24,784		131,081	20,012	4,398		24,410
Improvements Other than Buildings	3,643,517	902,785		4,546,302	1,030,999	63,372		1,094,371
Construction in Progress	1,310,300		( 597,360)	712,940				
Machinery and Equipment	193,241	621,634		814,875	97,471	37,671		135,142
Total Water Plant	<u>5,285,600</u>	<u>1,553,728</u>	<u>( 597,360)</u>	<u>6,241,968</u>	<u>1,148,482</u>	<u>105,441</u>		<u>1,253,923</u>
<u>Sanitary Sewer and Wastewater Treatment Plant</u>								
Land	984,058			984,058				
Buildings	2,320,752			2,320,752	91,135	54,343		145,478
Improvements Other than Buildings	6,830,892	11,586		6,842,478	879,320	137,295		1,016,615
Machinery and Equipment	2,892,738	22,865		2,915,603	306,932	147,399		454,331
Total Sanitary Sewer and Wastewater Treatment Plant	<u>13,028,440</u>	<u>34,451</u>		<u>13,062,891</u>	<u>1,277,387</u>	<u>339,037</u>		<u>1,616,424</u>
TOTAL COMBINED UTILITY PLANT	\$ <u>39,953,153</u>	\$ <u>3,281,974</u>	\$ <u>(1,012,273)</u>	\$ <u>42,222,854</u>	\$ <u>8,890,330</u>	\$ <u>1,356,290</u>	\$ <u>( 49,457)</u>	\$ <u>10,197,163</u>



CITY OF LEESBURG, FLORIDA  
 SCHEDULE OF UTILITY PLANT IN SERVICE  
 ELECTRIC UTILITY FUND  
 Year Ended September 30, 1983

1-2

	ASSETS			ACCUMULATED DEPRECIATION				
	Balance 10/1/82	Additions	Disposals	Balance 9/30/83	Balance 10/1/82	Current Year Depreciation	Disposals	Balance 9/30/83
Intangible Property:								
Rights to Purchase Power	\$ 102,420	\$ _____	\$ ( 23,190)	\$ 79,230	\$ _____	\$ 1,145	\$ _____	\$ 1,145
Land:	<u>6,600</u>	<u>_____</u>	<u>_____</u>	<u>6,600</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
Buildings:								
Warehouse	454,987	11,529	_____	466,516	112,196	8,554	_____	120,750
General Plant	145,801	_____	_____	145,801	16,755	2,917	_____	19,672
City Hall	33,295	_____	_____	33,295	3,330	665	_____	3,995
Repair Shop-Transformers	<u>14,500</u>	<u>_____</u>	<u>_____</u>	<u>14,500</u>	<u>1,450</u>	<u>290</u>	<u>_____</u>	<u>1,740</u>
Total Buildings	<u>648,583</u>	<u>11,529</u>	<u>_____</u>	<u>660,112</u>	<u>133,731</u>	<u>12,426</u>	<u>_____</u>	<u>146,157</u>
Improvements Other Than Buildings:								
Nuclear Fuel	967,638	411,933	_____	1,379,571	588,049	213,353	_____	801,402
Crystal River #3 Nuclear Plant	4,836,176	109,369	(233,166)	4,712,379	987,985	168,358	( 46,498)	1,109,845
Overhead Conductors and Devices	5,697,748	233,030	_____	5,930,778	2,282,631	174,429	_____	2,457,060
Underground Conductors & Devices	276,191	51,346	_____	327,537	19,440	9,056	_____	28,496
Line Transformers	1,728,721	106,337	_____	1,835,058	647,077	53,458	_____	700,535
Distribution Plant	113,089	60,408	_____	173,497	12,974	4,299	_____	17,273
Electric Meters	778,736	47,916	_____	826,652	228,352	24,082	_____	252,434
Street Lights and Signals	653,102	35,356	_____	688,458	232,876	20,451	_____	253,327
Rental Lights	1,655	_____	_____	1,655	1,655	_____	_____	1,655
Power Substations	3,199,484	_____	( 10,859)	3,188,625	160,751	106,870	_____	267,621
Construction in Progress	<u>11,977</u>	<u>24,761</u>	<u>_____</u>	<u>36,738</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
Total Improvements Other Than Buildings	<u>18,264,517</u>	<u>1,080,456</u>	<u>( 244,025)</u>	<u>19,100,948</u>	<u>5,161,790</u>	<u>774,356</u>	<u>( 46,498)</u>	<u>5,889,648</u>
Machinery and Equipment:								
Plant and Test Equipment	72,198	11,445	_____	83,643	21,677	3,899	_____	25,576
Tools and Work Equipment	79,827	3,178	_____	83,005	12,090	4,071	_____	16,161
Office Equipment	119,443	51,654	_____	171,097	24,958	11,489	_____	36,447
Vehicles	<u>316,536</u>	<u>93,581</u>	<u>( 4,352)</u>	<u>405,765</u>	<u>240,962</u>	<u>41,816</u>	<u>( 2,959)</u>	<u>279,819</u>
Total Machinery and Equipment	<u>588,004</u>	<u>159,858</u>	<u>( 4,352)</u>	<u>743,510</u>	<u>299,687</u>	<u>61,275</u>	<u>( 2,959)</u>	<u>358,003</u>
 Total Electric Plant	<u>\$ 19,610,124</u>	<u>\$ 1,251,843</u>	<u>\$ ( 271,567)</u>	<u>20,590,400</u>	<u>\$ 5,595,208</u>	<u>849,202</u>	<u>\$ ( 49,457)</u>	<u>\$ 6,394,953</u>

- 75 -

CITY OF LEESBURG, FLORIDA

SCHEDULE OF UTILITY PLANT IN SERVICE  
GAS UTILITY FUND

Year Ended September 30, 1983

I-3

	ASSETS			ACCUMULATED DEPRECIATION				
	Balance 10/1/82	Additions	Disposals	Balance 9/30/83	Balance 10/1/82	Current Year Depreciation	Disposals	Balance 9/30/83
Land	\$ 19,650	\$ _____	\$ _____	\$ 19,650	\$ _____	\$ _____	\$ _____	\$ _____
Buildings:								
City Hall	12,704	_____	_____	12,704	1,016	254	_____	1,270
Total Buildings	12,704	_____	_____	12,704	1,016	254	_____	1,270
Improvements Other than Buildings:								
Natural Gas System	1,397,662	323,816		1,721,478	723,078	42,908		765,986
Gate Station	46,430	94,873		141,303	13,834	2,582		16,416
Gas Meters	223,556	14,958		238,514	47,682	6,354		54,036
Construction in Progress	167,909	_____	( 143,346)	24,563	_____	_____	_____	_____
Total Improvements Other than Buildings	1,835,557	433,647	( 143,346)	2,125,858	784,594	51,844	_____	836,438
Machinery and Equipment								
System Equipment	35,057			35,057	25,522	1,238		26,760
Tools and Shop Equipment	31,295	8,305		39,600	5,469	1,879		7,348
Office Equipment	23,485			23,485	5,488	1,234		6,722
Vehicles	71,241	_____	_____	71,241	47,164	6,161	_____	53,325
Total Machinery and Equipment	161,078	8,305	_____	169,383	83,643	10,512	_____	94,155
Total Gas Plant	\$ 2,028,989	\$ 441,952	\$ ( 143,346)	\$ 2,327,595	\$ 869,253	\$ 62,610	\$ _____	\$ 931,863

CITY OF LEESBURG, FLORIDA

SCHEDULE OF UTILITY PLANT IN SERVICE  
WATER UTILITY FUND  
Year Ended September 30, 1983

I-4

	ASSETS			ACCUMULATED DEPRECIATION				
	Balance 10/1/82	Additions	Disposals	Balance 9/30/83	Balance 10/1/82	Current Year Depreciation	Disposals	Balance 9/30/83
Land	\$ 32,245	\$ 4,525	\$ _____	\$ 36,770	\$ _____	\$ _____	\$ _____	\$ _____
Buildings:								
Vehicle Storage		24,784		24,784		612		612
Pumping Plant	49,180			49,180	4,566	984		5,550
Warehouse - Water	22,618			22,618	6,220	1,131		7,351
Warehouse - Improvement	32,699			32,699	8,992	1,635		10,627
City Hall	1,800			1,800	234	36		270
Total Buildings	<u>106,297</u>	<u>24,784</u>	<u>_____</u>	<u>131,081</u>	<u>20,012</u>	<u>4,398</u>	<u>_____</u>	<u>24,410</u>
Improvements Other than Buildings:								
Water Meters	36,978	15,151		52,129	2,327	2,227		4,554
Water Works	1,453,555	662,978		2,116,533	530,248	35,701		565,949
Water Distribution	22,174			22,174	2,393	444		2,837
Fire Hydrants	45,903			45,903	13,472	918		14,390
Water Mains and Potable								
Water Wells	1,876,927	218,460		2,095,387	385,470	19,860		405,330
Well and Spring Pumps	207,980	6,196		214,176	97,089	4,222		101,311
Construction in Progress	<u>1,310,300</u>	<u>_____</u>	<u>( 597,360)</u>	<u>712,940</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
Total Improvements Other than Buildings	<u>4,953,817</u>	<u>902,785</u>	<u>( 597,360)</u>	<u>5,259,242</u>	<u>1,030,999</u>	<u>63,372</u>	<u>_____</u>	<u>1,094,371</u>
Machinery and Equipment								
System Equipment	26,372	601,016		627,388	17,460	16,344		33,804
Tools and Shop Equipment	48,506	20,293		68,799	17,525	11,750		29,275
Office Equipment	13,072	325		13,397	2,552	684		3,236
Vehicles	105,291			105,291	59,934	8,893		68,827
Total Machinery and Equipment	<u>193,241</u>	<u>621,634</u>	<u>_____</u>	<u>814,875</u>	<u>97,471</u>	<u>37,671</u>	<u>_____</u>	<u>135,142</u>
Total Water Plant	<u>\$ 5,285,600</u>	<u>\$ 1,553,728</u>	<u>\$ ( 597,360)</u>	<u>\$ 6,241,968</u>	<u>\$ 1,148,482</u>	<u>\$ 105,441</u>	<u>\$ _____</u>	<u>\$ 1,253,923</u>

- 77 -

## CITY OF LEESBURG, FLORIDA

SCHEDULE OF UTILITY PLANT IN SERVICE  
 SANITARY SEWER AND WASTEWATER TREATMENT FUND  
 Year Ended September 30, 1983

I-5

	ASSETS				ACCUMULATED DEPRECIATION			
	Balance 10/1/82	Additions	Disposals	Balance 9/30/83	Balance 10/1/82	Current Year Depreciation	Disposals	Balance 9/30/83
<b>Land</b>								
Land Sewer System	\$ 4,573	\$	\$	\$ 4,573	\$	\$	\$	\$
Treatment Plant	45,258			45,258				
201 Farm	934,227			934,227				
Total Land	<u>984,058</u>			<u>984,058</u>				
<b>Buildings</b>								
Truck Shed	7,668			7,668	843	154		997
City Hall	4,499			4,499	2,124	306		2,430
Treatment Plant	727,459			727,459	28,043	16,229		44,272
Office	2,310			2,310	1,617	231		1,848
Lab	301,388			301,388	11,932	6,373		18,305
Disposal Plant	249,541			249,541	15,739	10,493		26,232
Pump Stations	1,027,887			1,027,887	30,837	20,557		51,394
Total Buildings	<u>2,320,752</u>			<u>2,320,752</u>	<u>91,135</u>	<u>54,343</u>		<u>145,478</u>
<b>Improvements Other than Buildings:</b>								
Sewer Lines and Manholes	1,551,956	11,586		1,563,542	371,711	15,581		387,292
Disposal Expansion	1,007,435			1,007,435	356,675	20,148		376,823
Treatment Plant	594,156			594,156	21,381	14,253		35,634
Disposal Plant	766,463			766,463	43,643	29,095		72,738
Pipelines	2,910,882			2,910,882	85,910	58,218		144,128
Total Improvements	<u>6,830,892</u>	<u>11,586</u>		<u>6,842,478</u>	<u>879,320</u>	<u>137,295</u>		<u>1,016,615</u>
<b>Machinery and Equipment:</b>								
System Equipment	2,621,442	10,641		2,632,083	238,150	119,427		357,577
Office Equipment	19,155			19,155	10,263	853		11,116
Vehicles	252,141	12,224		264,365	58,519	27,119		85,638
Total Machinery & Equipment	<u>2,892,738</u>	<u>22,865</u>		<u>2,915,603</u>	<u>306,932</u>	<u>147,399</u>		<u>454,331</u>
Total Sanitary Sewer and Wastewater Treatment Plant	<u>\$ 13,028,440</u>	<u>\$ 34,451</u>	<u>\$</u>	<u>\$ 13,062,891</u>	<u>\$ 1,277,387</u>	<u>\$ 339,037</u>	<u>\$</u>	<u>\$ 1,616,424</u>

CITY OF LEESBURG, FLORIDA

SCHEDULE OF SOLID WASTE EQUIPMENT  
SANITATION SERVICES FUND

Year Ended September 30, 1983

I-6

	ASSETS				ACCUMULATED DEPRECIATION			
	Balance 10/1/82	Additions	Disposals	Balance 9/30/83	Balance 10/1/82	Current Year Depreciation	Disposals	Balance 9/30/83
Machinery and Equipment	\$ 97,090	\$	\$	\$ 97,090	\$ 23,989	\$ 13,656	\$	\$ 37,645
Landfill Equipment								
Trucks and Other Vehicles	<u>392,209</u>		<u>( 8,560 )</u>	<u>383,649</u>	<u>175,185</u>	<u>49,144</u>	<u>( 8,560 )</u>	<u>215,769</u>
Total Solid Waste Machinery & Equipment	<u>\$ 489,299</u>	\$	<u>\$ ( 8,560 )</u>	<u>\$ 480,739</u>	<u>\$ 199,174</u>	<u>\$ 62,800</u>	<u>\$ ( 8,560 )</u>	<u>\$ 253,414</u>

CITY OF LEESBURG, FLORIDA

SCHEDULE OF PROPERTY AND EQUIPMENT  
AMBULANCE FUND

Year Ended September 30, 1983

I-7

	ASSETS				ACCUMULATED DEPRECIATION			
	Balance 10/1/82	Additions	Disposals	Balance 9/30/83	Balance 10/1/82	Current Year Depreciation	Disposals	Balance 9/30/83
<b>Buildings:</b>								
Griffin Road Building	\$ 42,958	\$	\$ 42,958	\$	\$ 8,412	\$	\$ 8,412	\$
Fire Station	36,377		36,377		9,397		9,397	
Ambulance Bay	13,986		13,986		3,455		3,455	
Total Building	<u>93,321</u>	<u>          </u>	<u>93,321</u>	<u>          </u>	<u>21,264</u>	<u>          </u>	<u>21,264</u>	<u>          </u>
<b>Machinery and Equipment:</b>								
Equipment Funded by EMS Grants	45,103		45,103		24,717		24,717	
Other Equipment	16,158		16,158		9,256		9,256	
Total Machinery and Equipment	<u>61,261</u>	<u>          </u>	<u>61,261</u>	<u>          </u>	<u>33,973</u>	<u>          </u>	<u>33,973</u>	<u>          </u>
<b>Vehicles:</b>								
Vehicles Funded by EMS Grants	51,010		51,010		51,010		51,010	
Other Vehicles	64,244		64,244		20,040		20,040	
Total Vehicles	<u>115,254</u>	<u>          </u>	<u>115,254</u>	<u>          </u>	<u>71,050</u>	<u>          </u>	<u>71,050</u>	<u>          </u>
 Total Ambulance Fund	 <u>\$ 269,836</u>	 <u>\$</u>	 <u>\$ 269,836</u>	 <u>\$</u>	 <u>\$ 126,287</u>	 <u>\$</u>	 <u>\$ 126,287</u>	 <u>\$</u>

CITY OF LEESBURG, FLORIDA

SCHEDULE OF PROPERTY AND EQUIPMENT  
MOTOR POOL FUND

Year Ended September 30, 1983

I-8

	ASSETS				ACCUMULATED DEPRECIATION			
	Balance 10/1/82	Additions	Disposals	Balance 9/30/83	Balance 10/1/82	Current Year Depreciation	Disposals	Balance 9/30/83
Machinery and Equipment	\$ 16,111	\$ 5,294	\$	\$ 21,405	\$ 9,899	\$ 2,476	\$	\$ 12,375
Tools and Equipment								
Vehicles	<u>11,654</u>			<u>11,654</u>	<u>7,923</u>	<u>1,525</u>		<u>9,448</u>
Total Motor Pool	\$ <u>27,765</u>	\$ <u>5,294</u>	\$	\$ <u>33,059</u>	\$ <u>17,822</u>	\$ <u>4,001</u>	\$	\$ <u>21,823</u>

CITY OF LEESBURG, FLORIDA

COMBINED SCHEDULE OF INVESTMENTS - ALL FUNDS  
September 30, 1983

I-9

INVESTMENTS STATED AT MARKET VALUE	INTEREST RATES (%)	MATURITY DATES	PAR VALUE	MARKET VALUE
<u>Municipal Police Officers' Retirement Trust Fund</u>				
U.S. Government Securities:				
U.S. Treasury Note	15.875	1985	\$ 50,000	\$ 54,735
U.S. Treasury Note	14.875	1986	100,000	109,281
U.S. Treasury Note	10.50	1986	40,000	39,387
Federal Agency:				
Federal Farm Credit Bank	9.7	1984	100,000	99,999
Federal Home Loan Bank	10.8	1985	50,000	50,375
Federal Land Bank Notes	7.95	1985	45,000	42,890
Federal Farm Credit Bank	15.1	1986	100,000	109,687
Federal Home Loan Bank	11.1	1987	100,000	100,125
Federal Home Loan Bank	7.65	1987	110,000	98,793
Federal Home Loan Bank	9.35	1985	50,000	49,063
			<u>745,000</u>	<u>754,335</u>
<u>Municipal Firemen's Retirement Plan</u>				
U.S. Government Securities:				
U.S. Treasury Notes	10.5	1983	25,000	25,047
U.S. Treasury Notes	10.375	1985	50,000	50,125
U.S. Treasury Notes	15.875	1985	25,000	27,367
U.S. Treasury Notes	14.0	1985	100,000	105,625
U.S. Treasury Notes	8.0	1985	50,000	48,797
U.S. Treasury Notes	13.75	1986	100,000	106,562
U.S. Treasury Notes	14.875	1986	100,000	109,280
U.S. Treasury Notes	9.0	1987	50,000	47,500
U.S. Treasury Notes	10.50	1987	100,000	98,468
U.S. Treasury Notes	8.25	1988	50,000	44,938
U.S. Treasury Notes	10.75	1989	50,000	48,860
Federal Agency:				
Federal Farm Credit Bank	9.7	1984	50,000	50,000
Federal Farm Credit Bank	9.2	1985	35,000	34,388
Federal Home Loan Bank	9.35	1985	135,000	132,469
Federal National Mortgage	9.2	1986	35,000	33,884
Federal Farm Credit Bank	13.35	1986	50,000	52,812
Federal Home Loan Bank	11.1	1987	100,000	100,125
Federal Home Loan Bank	11.35	1987	30,000	30,169
Corporate Bonds:				
Philip Morris, Inc.	8.5	1985	25,000	24,000
J.P. Morgan and Company, Inc.	8.0	1986	25,000	23,375
			<u>\$ 1,185,000</u>	<u>\$ 1,193,790</u>

(Continued) 1 of 4



## CITY OF LEESBURG, FLORIDA

COMBINED SCHEDULE OF INVESTMENTS - ALL FUNDS  
September 30, 1983

I-9

INVESTMENTS STATED AT MARKET VALUE	INTEREST RATES (%)	MATURITY DATES	PAR VALUE/ NUMBER OF SHARES	MARKET VALUE
<u>Retirement Plan for General Employees</u>				
U.S. Government Securities:				
U.S. Treasury Notes	10.5	1983	\$ 100,000	\$ 100,187
U.S. Treasury Notes	10.375	1985	100,000	100,250
U.S. Treasury Notes	15.875	1985	100,000	109,469
U.S. Treasury Notes	14.875	1986	200,000	218,562
U.S. Treasury Notes	9.0	1987	100,000	95,000
U.S. Treasury Notes	13.75	1987	100,000	108,125
U.S. Treasury Notes	8.25	1988	100,000	89,875
U.S. Treasury Notes	10.75	1989	100,000	97,719
U.S. Treasury Notes	11.875	1993	100,000	102,781
Federal Agency:				
Federal Farm Credit Bank	9.70	1984	100,000	99,999
Federal Home Loan Bank	9.35	1985	175,000	171,719
Federal National Mortgage	9.2	1986	75,000	72,609
Federal Home Loan Bank	11.1	1987	200,000	200,250
Corporate Bonds:				
Philip Morris, Inc.	8.5	1985	50,000	48,000
			<u>1,600,000</u>	<u>1,614,545</u>
<u>Equity Stocks</u>				
Automotive:				
Chrysler Corporation			500	14,750
Ford Motor Company			400	24,700
General Motors Corporation			250	18,406
Auto Parts and Supplies:				
Lear Siegler, Inc.			400	16,650
Building Materials:				
American Standard, Inc.			600	19,725
United States Gypsum Company			350	17,603
Construction:				
U.S. Home Corporation			1,200	17,100
Machinery and Equipment:				
Deere and Company			450	17,775
Mobile Homes:				
Redman Industries			800	15,800
Tire and Rubber:				
Goodyear Tire and Rubber Company			700	21,262

(Continued) 2 of 4

## CITY OF LEESBURG, FLORIDA

COMBINED SCHEDULE OF INVESTMENTS - ALL FUNDS  
September 30, 1983

I-9

INVESTMENTS STATED AT MARKET VALUE	INTEREST RATES (%)	MATURITY DATES	PAR VALUE/ NUMBER OF SHARES	MARKET VALUE
<u>Retirement Plan for General Employees (Continued)</u>				
Drugs:				
Searle G D and Company			350	\$ 17,719
Smithline Beckman Corporation			200	13,250
Home Furnishings and Appliances:				
Henredon Furniture Industry, Inc.			350	14,131
Merchandising:				
Revco D S Incorporated			525	18,113
Zayre Corporation			400	18,100
Finance:				
American Express Company			400	14,750
Savings and Loan:				
California Federal Savings & Loan L.A.			1,000	24,875
Home Federal Savings & Loan San Diego, CA			1,200	21,150
Miscellaneous				
Hutton E. F. Group, Inc.			437	16,551
Merrill Lynch and Co., Inc.			600	19,800
Paine Webber, Inc.			300	11,625
Cessna Aircraft			550	13,956
Metals and Mining:				
Phibro-Salomon, Inc.			400	11,950
Computer Equipment & Services:				
Computervision Corporation			350	16,713
NCR Corporation			150	18,956
Sperry Corporation			400	18,450
Electronics-Non Consumer:				
Honeywell, Inc.			150	18,206
Perkin-Elmer Corporation			500	17,313
Health Care				
Hospital Corporation of America			350	16,100
Johnson and Johnson			300	13,538
Airlines and Air Transportation:				
Delta Air Line Inc., Del.			300	10,575
U.S. Air Group			450	12,206
Broadcasting and CATV:				
Cox Communications, Inc.			350	16,625

(Continued) 3 of 4

CITY OF LEESBURG, FLORIDA

COMBINED SCHEDULE OF INVESTMENTS - ALL FUNDS

September 30, 1983

I-9

INVESTMENTS STATED AT MARKET VALUE	INTEREST RATES (%)	MATURITY DATES	PAR VALUE/ NUMBER OF SHARES	MARKET VALUE
<u>Retirement Plan for General Employees (Continued)</u>				
Multi Industry Companies International Telephone & Telegraph, Inc.			450	\$ 19,575
Total Equity Stocks Stated at Market Value				<u>557,458</u>
Total Investments Stated at Market Value				\$ <u>4,120,131</u>

INVESTMENTS STATED AT AMORTIZED COST	INTEREST RATES (%)	MATURITY DATES	PAR VALUE	AMORTIZED COST
<u>Combined Utility Funds</u>				
<u>Revenue Bond Debt Service:</u>				
U.S. Treasury Bonds	8.25	2005	\$ 190,000	\$ 193,460
U.S. Treasury Bonds	8.25	2005	205,000	208,895
U.S. Treasury Bonds	8.25	2005	220,000	224,350
U.S. Treasury Bonds	8.25	2005	235,000	239,841
U.S. Treasury Bonds	8.25	2005	260,000	265,592
			<u>1,110,000</u>	<u>1,132,138</u>
<u>Revenue Bond Debt Reserve:</u>				
U.S. Treasury Bonds	4.25	1985	40,000	38,885
U.S. Treasury Notes	14.625	1989	800,000	805,144
U.S. Treasury Notes	10.125	1993	900,000	877,000
			<u>1,740,000</u>	<u>1,721,029</u>
<u>1980 Construction Account:</u>				
U.S. Treasury Notes	10.125	1993	1,100,000	1,069,84
<u>Depreciation Account:</u>				
U.S. Treasury Note	11.75	1988	1,000,000	1,016,250
U.S. Treasury Note	14.625	1989	100,000	100,643
			<u>1,100,000</u>	<u>1,116,893</u>
<u>Debt Service Fund</u>				
U.S. Treasury Note	14.625	1989	100,000	100,633
Total Investment Stated at Amortized Cost			\$ <u>5,050,000</u>	\$ <u>5,140,534</u>

(Concluded) 4 of 4

CITY OF LEESBURG, FLORIDA

\$12,020,000 REFUNDING and IMPROVEMENT UTILITIES REVENUE BONDS SERIES 1977  
DEBT SERVICE REQUIREMENTS TO MATURITY

I-10

Fiscal Year	Serial Bonds Term Bonds		Invested Sinking Fund		Total Net Debt <sup>1</sup> Service	Par Amount of Sinking Fund Bonds
	Principal	Interest	Annual Deposit	Interest Earned		
1978	\$	\$ 354,895	\$ 200,195	\$	\$ 555,090	\$ 190,000
1979		709,790	216,001	15,675	910,116	205,000
1980		709,790	231,806	32,588	909,008	220,000
1981		709,790	247,611	50,738	906,663	235,000
1982		709,790	273,952	70,125	913,617	260,000
1983		709,790	295,025	91,575	913,240	280,000
1984		709,790	316,099	114,675	911,214	300,000
1985		709,790	342,440	139,631	912,599	325,000
1986		709,790	379,319	166,856	922,253	360,000
1987		709,790	405,661	196,763	918,688	385,000
1988		709,790	432,003	228,938	912,856	410,000
1989		709,790	474,150	262,969	920,971	450,000
1990		709,790	511,028	300,506	920,312	485,000
1991		709,790	553,176	340,931	922,034	525,000
1992		709,790	595,322	384,450	920,662	565,000
1993	620,000	709,790		428,588	901,203	
1994	660,000	675,070		428,588	906,483	
1995	700,000	637,450		428,588	908,863	
1996	735,000	597,200		428,587	903,612	
1997	780,000	554,570		428,587	905,982	
1998	810,000	508,940		428,587	890,353	
1999	860,000	461,150		428,587	892,563	
2000	890,000	410,410		428,587	871,822	
2001	175,000	357,900		428,587	104,312	
2002	185,000	347,400		428,587	103,812	
2003	200,000	336,300		428,587	107,713	
2004	210,000	324,300		428,588	105,713	
2005	5,195,000	311,700		5,623,588	( 116,887)	
Totals	<u>\$ 12,020,000</u>	<u>\$ 16,524,135</u>	<u>\$ 5,473,788</u>	<u>\$ 13,163,056</u>	<u>\$ 20,854,867</u>	<u>\$ 5,195,000</u>

1) The sum of principal, interest and annual deposit less interest earned on Invested Sinking Fund.

CITY OF LEESBURG, FLORIDA

UTILITY RATE SCHEDULE  
September 30, 1983

I-11

Schedule of rates, fees, and charges of the system and number of customers in each class of service as of September 30, 1983

The following schedules are provided for compliance with Section 15 Covenants of the Issuer (Item J) of the Refunding and Capital Improvements Utilities Revenue Bonds, Series 1977 Bond Resolution.

ELECTRIC RATE SCHEDULE

Residential

Service Charge	\$ 5.00
All KWH (per KWH)	.0647
Minimum monthly charge	\$ 5.00
Deposit	\$ 50.00
Cut-on Charge - When cut off for non-payment of bill	\$ 10.00
Number of Residential electric customers 9/30/83	<u>10,560</u>

General Service Non-Demand

Service Charge	\$ 6.00
All KWH (per KWH)	.0790
Minimum monthly charge	\$ 6.00
Deposit - Estimated bill for two months' service	
Cut-on Charge - When cut off for non-payment of bill	\$ 10.00
Number of General Service Non-Demand customers 9/30/83	<u>1,991</u>

General Service Demand

Service Charge	\$ 17.00
Demand (per KWH)	.0414
Demand (per KWH)	8.00
Minimum monthly charge	\$ 17.00
Power Factor correction if customer's power factor drops below 90%.	
Deposit - Estimated bill for two months' service	
Number of General Service Demand Customers 9/30/83	<u>219</u>

Flat Rate Service

This rate shall apply in those cases where the city chooses to not install an electrical meter and to negotiate a flat rate in lieu thereof.

Schedule (Continued) 1 of 5

CITY OF LEESBURG, FLORIDA

UTILITY RATE SCHEDULE

September 30, 1983

I-11

BULK POWER COST ADJUSTMENT

In addition, all of the foregoing rates, except the flat rate, shall be adjusted by one of the following:

Bulk Power Cost Adjustment - Non-Demand (BPCAnd) times the kwh billed to the customer will be applied as a credit or charge to each customer not on a demand metering basis for billing purposes.

The Bulk Power Cost Adjustment per kwh to be used for billing to non-demand customers in any given month is computed by:

$$\frac{\text{Total Power Cost}}{\text{Total Kwh Billed}} \quad \text{minus} \quad \frac{\text{Base Power Cost}}{\text{Kwh Billed}}$$

Where: Total power cost equals the total of the demand, energy and fuel adjustment charges billed by Florida Power Corporation for other than the City's share of Crystal River Nuclear Unit No. 3 plus the fixed operating charges for this share; as billed or accrued in the second month prior to the given month.

Total kwh billed equals the total billed by the City of Leesburg to its customers during the second month prior to the given month.

WATER RATE SCHEDULE

Water Service - All Customers

Availability Charge, exclusive of use	\$ 6.25
Charge Per 100 cubic feet in addition to availability charge	\$ 0.58
Minimum monthly charge bill per month	\$ 6.25
Deposit	\$ 20.00
Cut-on Charge - When cut off for nonpayment for bill	\$ 10.00
Number of Water Customers	<u>5,116</u>

GAS RATE SCHEDULE

Residential and Small Commercial

Service Charge	\$ 2.50
First 20 therms (per therms)	0.54652
Over 20 therms (per therms)	0.50652
Minimum monthly charge	\$ 2.50
Deposit	\$ 20.00
Cut-on Charge - When cut off for nonpayment of bill	\$ 10.00
Number of Residential and Small Commercial Gas Customers 9/30/83	<u>4,800</u>

Schedule (Continued) 2 of 5

CITY OF LEESBURG, FLORIDA

UTILITY RATE SCHEDULE  
September 30, 1983

I-11

GAS RATE SCHEDULE (Continued)

Heating Only

Service Charge	\$ 2.75
First 20 therms (per therm)	0.58652
Over 20 therms (per therm)	0.55652
Minimum monthly charge	\$ 2.75
Deposit	\$ 20.00
Cut-on Charge - When cut off for nonpayment of bill	\$ 10.00
Number of Heating Only Residential and Commercial Gas Customers 9/30/83	<u>811</u>

Public Building, Larger Commercial and Small Industrial

Service Charge	\$ 6.00
First 20 therms (per therm)	0.54652
Over 50 therms (per therm)	0.49652
Minimum monthly charge	\$ 6.00
Deposit	\$ 20.00
Cut-on Charge - When cut off for nonpayment of bill	\$ 10.00
Number of Small Industrial Gas Customers 9/30/83	<u>45</u>

Interruptible

The rate shall be as fixed from time to time by motion by the City Commission, or by contract between the City and its interruptible rate consumer, negotiated by the City Manager, with the approval of the City Commission. Under this rate the City shall have the right to terminate the service at any time without notice.

Deposit	\$ 50.00
Cut-on Charge - When cut off for nonpayment of bill	\$ 10.00
Number of Interruptible Gas Customers 9/30/83	<u>2</u>

GAS RATE ADJUSTMENT

The rates set forth herein shall be automatically adjusted by the City Clerk/ Finance Director for gas price increases effective subsequent to July 31, 1978, which gas price increases are charged to the City by its supplier. This increase in rates to the customer shall be the exact same increase per therm that is charged the City by its supplier.

Schedule (Continued) 3 of 5

CITY OF LEESBURG, FLORIDA

UTILITY RATE SCHEDULE

September 30, 1983

I-11

POLLUTION ABATEMENT RATE SCHEDULE

Domestic

Availability Charge	\$ 11.50
Per 100 cubic feet or fraction thereof of metered water not to exceed \$3.00	.15
Minimum Monthly Charge	11.50
Number of Domestic Users 9/30/83	<u>3,821</u>

Commercial - Class I

Service Charge	12.25
Per 100 cubic feet or fraction thereof of metered water	.25
Minimum Monthly Charge	12.25
Number of Commercial Class I Users 9/30/83	<u>728</u>

Commercial - Class II

Service Charge	20.00
Per 100 cubic feet or fraction thereof of metered water	.30
Minimum Monthly Charge	20.00
Number of Commercial Class II Users 9/30/83	<u>138</u>

Commercial - Class III

Service Charge	50.00
Per 100 cubic feet of fraction thereof of metered water	.40
Minimum Monthly Charge	50.00
Number of Commercial Class III Users 9/30/83	<u>110</u>

Industrial

Charges for Industrial Users will be set by contract between the City and the User.

Number of Industrial Users 9/30/83

SANITATION SERVICE RATE SCHEDULE

Residential

Monthly Service Charge	5.50
Number of Residential Users 9/03/83	<u>5,038</u>

Schedule (Continued) 4 of 5



CITY OF LEESBURG, FLORIDA

UTILITY RATE SCHEDULE

September 30, 1983

I-11

---

SANITATION SERVICE RATE SCHEDULE (Continued)

Commercial Roll-Out Containers

Minimum Monthly Service Charge \$ 6.50

Number of Commercial Roll-Out Container Users 9/30/83 580

Commercial/Industrial (Dumpsters)

Service Charge per cubic yard not to exceed 8 yards 1.25  
Minimum Monthly Service Charge 6.50

Number of Commercial/Industrial Users 9/30/83 333

Landfill

Charge per cubic yard 1.25

(Concluded) 5 of 5

## **STATISTICAL SECTION**

**Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These tables reflect social and economic data, financial trends and the fiscal capacity of the government.**

CITY OF LEESBURG, FLORIDA

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION  
Last Ten Fiscal Years

Table 1

Fiscal Year	General Government	Public Safety	Physical Environment	Transportation	Economic Environment	Human Services	Culture & Recreation	Debt Service	Miscellaneous	Total
1974	241,311	783,519	436,493	270,501	-0-	451,188	451,188	56,062	271,391	2,525,500
1975	497,426	949,662	460,583	346,972	-0-	516,913	516,913	63,646	334,110	3,190,376
1976	627,215	996,317	519,079	326,931	55,646	465,266	465,266	60,162	408,891	3,477,390
1977	633,314	1,111,987	410,816	335,952	20,403	531,743	531,743	61,939	634,195	3,761,592
1978	741,695	1,160,341	542,150	400,440	79,539	671,839	671,839	47,550	638,792	4,305,548
1979	1,020,925	1,430,900	234,784	279,871	573,777	813,732	813,732	48,044	-0-	4,519,152
1980	1,030,852	1,611,337	234,792	293,335	607,894	928,781	928,781	45,254	-0-	4,927,592
1981	1,146,425	1,708,637	245,367	326,815	281,282	161,159	1,017,084	43,621	-0-	4,930,390
1982	1,262,196	1,967,448	254,125	474,211	47,620	1,056,506	1,056,506	53,020	-0-	5,264,518
1983	465,806	2,215,564	233,916	619,419	68,397	152,282	1,054,029	794,308	-0-	5,603,721

(1) In 1979 through 1982, Ambulance Services and Refuse and Garbage are shown in enterprise funds.

(2) Includes General, Special Revenue and Debt Service Funds.

(3) In 1978 through 1983, Insurance, Retirement Benefits, Taxes and Other Miscellaneous expenditures were distributed to the various functions.

CITY OF LEESBURG, FLORIDA

GENERAL REVENUES BY SOURCE  
Last Ten Fiscal Years

Table 2

Fiscal Years	Taxes	Licenses and Permits	Intergovernmental and Shared Revenue	Charges for Services	Fines and Forefeits	Miscellaneous and Other	Transfers	Total
1974	352,151	48,096	555,309	325,038	98,582	62,668	1,063,417	2,505,261
1975	366,706	53,540	681,096	456,224	107,357	338,364	1,146,756	3,150,043
1976	404,656	52,838	871,971	526,669	126,918	287,830	1,495,365	3,766,797
1977	458,762	71,551	896,191	547,456	85,754	328,693	1,654,539	4,042,946
1978	492,394	79,746	1,542,556	445,389	88,335	450,235	1,747,654	4,846,309
1979	509,023	76,778	1,444,433	92,636	89,939	479,897	1,967,995	4,660,701
1980	545,845	76,647	1,431,881	122,714	102,552	848,678	1,953,350	5,081,667
1981	655,651	80,496	1,056,259	137,949	104,341	923,903	2,539,250	5,497,849
1982	986,279	66,228	815,269	191,688	114,252	1,196,195	2,219,899	5,589,810
1983	950,283	76,565	1,115,229	191,522	105,473	191,256	3,269,444	5,899,772

- 1 In 1979 through 1982, the Ambulance Services revenues are shown in enterprise fund. From 1979 through 1983, the Refuse and Garbage revenues are shown in enterprise fund.
- 2 Includes General, Special Revenue and Debt Service Funds.
- 3 In Fiscal 1983 accounting, billing, meter reading and data processing, formerly shown as General Fund expenditures with offsetting reimbursement revenue from the Utilities Fund are charged directly to the Utility Fund.
- 4 Includes transfers from special revenue and enterprise funds.

CITY OF LEESBURG, FLORIDA

PROPERTY TAX LEVIES AND COLLECTIONS  
Last Ten Fiscal Years

Table 3

Fiscal Year	Total tax levy	Current tax collections	Percent of levy collected <sup>f</sup>	Delinquent tax collections	Total tax collections	Percent of total tax collections to tax levy	Outstanding delinquent taxes	Percent of delinquent taxes to tax levy
1974	343,115	332,534	96.9	32	332,566	96.9	-0-	-0-
1975	368,178	354,069	96.2	202	354,271	96.2	-0-	-0-
1976	403,541	390,744	96.8	310	391,054	96.9	-0-	-0-
1977	451,956	436,774	96.6	97	436,871	96.7	-0-	-0-
1978	483,135	467,852	96.8	-0-	467,852	96.8	-0-	-0-
1979	493,598	475,514	96.3	649	476,163	96.5	-0-	-0-
1980	518,141	513,210	99.0	1,371	514,581	99.3	-0-	-0-
1981	639,396	622,864	97.4	2,043	624,907	97.7	-0-	-0-
1982	984,022	957,309	97.3	926	958,235	97.4	-0-	-0-
1983	950,141	915,181	96.3	523	915,704	96.4	-0-	-0-

1 Property tax assessments and collections are performed for the City by Lake County. This information was not available from Lake County.

2 S. 197.012 of Florida Statutes allows a discount for early payment of 4% in November, 3% in December, 2% in January and 1% in February.

CITY OF LEESBURG, FLORIDA

ASSESSED VALUE OF EXEMPT AND TAXABLE PROPERTY  
Last Ten Fiscal Years

Table 4

Fiscal Year	Exempt Assessed Valuation	Taxable Assessed Valuation			Assessed Valuation
		Real	Personal	Centrally Assessed	
1974	35,479,795	52,999,350	15,197,290	426,282	104,102,717
1975	48,804,210	94,032,894	22,448,140	401,022	165,686,266
1976	52,777,660	99,956,286	29,320,580	479,033	182,533,559
1977	54,460,280	103,822,050	41,042,470	458,804	199,783,604
1978	55,204,060	105,537,140	45,350,457	621,692	206,713,349
1979	61,258,460	109,289,340	44,831,660	612,665	215,992,525
1980	67,618,300	114,584,750	46,831,900	672,627	229,707,577
1981	99,776,130	146,364,880	53,282,610	664,594	300,088,214
1982	81,909,004	164,693,026	59,735,848	696,273	307,034,151
1983	96,371,174	179,778,838	62,670,290	553,754	339,374,056

See following page

CITY OF LEESBURG, FLORIDA

ASSESSED VALUE OF EXEMPT AND TAXABLE PROPERTY  
Last Ten Fiscal Years

Table 4 (Continued)

Notes:

- 1 Florida Statutes Chapter 193 require that all property shall be assessed at just or fair market value as of January 1 of each year. All taxes are due and payable on November 1 and become delinquent on April 1 of the subsequent year. Discounts are allowed at the rate of 4% in the month of November, 3% in December, 2% in January and 1% in February.

Chapter 193, Florida Statutes provides that all items of inventory (in personal property) shall be assessed at 10% of just valuation except goods-in-process and raw materials which shall be assessed at 1%. Furthermore agricultural properties are assessed at agricultural value as opposed to fair market value for non-agricultural property.

- 2 Estimated actual value is not available. According to a report by the State of Florida Department of Revenue, the assessed value of property in Lake County is approximately 95% of fair market value as of Fiscal Year 1982, (Tax year 1981).

CITY OF LEESBURG, FLORIDA

PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS  
(PER \$1,000 OF ASSESSED VALUE)  
Last Ten Years

Table 5

Tax <sup>1</sup> Year	City	School District	County	Ambulance District	Northwest Hospital District	Water Conservation Authority	Water Management District	Total
1973	5.00	10.900	4.264	1.250	-	0.250	0.400	22.064
1974	3.15	7.610	2.550	1.420	-	0.150	0.530	15.410
1975	3.11	7.596	3.650	0.920	-	0.150	0.250	15.676
1976	3.11	7.916	3.650	0.400	-	0.125	0.570	15.771
1977	3.19	7.916	3.650	0.490	-	0.100	0.330	15.676
1978	3.19	7.916	3.400	0.490	-	0.080	0.231	15.307
1979	3.26	6.750	3.400	0.502	-	0.080	0.251	14.243
1980	3.192	6.005	3.580	0.537	-	0.398	0.234	13.946
1981	4.371	6.060	3.318	0.439	1.000	0.090	0.316	15.594
1982	3.91	5.478	2.732	0.421	0.960	0.046	0.224	13.770

<sup>1</sup> Tax year is equivalent to subsequent Fiscal Year, i.e., Tax Year 1981 corresponds to Fiscal Year 1982.



CITY OF LEESBURG, FLORIDA

RATIO OF NET GENERAL BONDED DEBT  
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA  
Last Ten Fiscal Years

Table 6

Tax Year	Population <sup>1</sup>	Assessed Taxable Value	Gross <sup>2</sup> Bonded Debt	Ratio of Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1973	12,266	68,622,922	-0-	-0-	-0-
1974	12,398	166,882,056	-0-	-0-	-0-
1975	12,530	129,755,899	-0-	-0-	-0-
1976	12,663	145,323,324	-0-	-0-	-0-
1977	12,795	151,509,289	-0-	-0-	-0-
1978	12,927	154,733,065	-0-	-0-	-0-
1979	13,059	162,089,277	-0-	-0-	-0-
1980	13,192	200,312,084	-0-	-0-	-0-
1981	13,260	225,125,147	-0-	-0-	-0-
1983	13,663	243,002,882	-0-	-0-	-0-

Data Sources

- 1 Estimates from 1970 Census, 1980 Preliminary Census and City Planning Department.
- 2 See Notes to Financial Statements (Note 3) for Public Improvement Revenue Certificates and Table 10.
- 3 The City has no Ordinance which limits General Obligation Debt to a percentage to Assessed Property Values.

CITY OF LEEsburg, FLORIDA

COMPUTATION OF LEGAL BONDED DEBT MARGIN  
September 30, 1983

Table 7

---

Net Assessed Value		\$ 243,002,882
Plus Exempt Property		<u>96,371,174</u>
Total Assessed Value		<u>\$ 339,374,056</u>
Debt Limit - 30% of Total Assessed value		101,812,217
Amount of Debt Applicable to Debt Limit:		
Total Bonded Debt (including Special Revenue Bonds and Revenue Bond Anticipation Notes)	\$ <u>1,140,000</u>	
Less:		
Other Deductions Allowed by Law:		
Special Revenue Bonds	\$ <u>240,000</u>	
Total Amount of Debt Applicable to Debt Limit		<u>900,000</u>
Legal Debt Margin		<u>\$ 100,912,216</u>

---

CITY OF LEESBURG, FLORIDA

Overlapping Debt  
September 30, 1983

Table 8

<u>Type of Debt</u>	<u>Outstanding Debt</u>	<u>Percent Allocated To City</u>	<u>Total Allocated To City</u>
DIRECT DEBT:			
NON-SELF SUPPORTING DEBT			
Public Improvement Rev. Bonds (1960)	\$ 240,000		
Refunding & Improvement Revenue Bond Anticipation Notes (1983) *	900,000		
Mortgage Notes Payable	185,654		
Total	<u>1,325,654</u>		
Less: Debt Service Reserve	( 103,502)		
Net Non Self-Supporting Debt	<u>1,222,152</u>	100%	\$ 1,222,152
SELF-SUPPORTING REVENUE DEBT			
Utility Revenue Bonds, Series 1977	12,020,000		
Utility Revenue Bonds, Series 1980, Anticipation Notes **	8,500,000		
Equipment Mortgage	28,989		
Total	<u>20,549,989</u>		
Less: Sinking Fund & Reserve	( 2,350,436)		
Net Self-Support Debt	<u>18,199,553</u>	100%	<u>18,199,553</u>
Total Net Direct Debt	<u>19,421,705</u>	100%	19,421,705
OVERLAPPING DEBT ***			
Lake County Certificates of Indebtedness	1,635,000		
Lake County Board of Public Instruction	535,000		
Race Track & Jai-Alai Rev. Certificates	2,085,000		
State of Florida Bd. of Education Bonds	4,500,000		
Total	<u>8,755,000</u>		
Less: Debt Reserve Funds	( 1,747,104)		
Net Overlapping Debt	<u>7,007,896</u>	13%	<u>911,026</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u>\$ 26,429,601</u>		<u>\$ 20,332,731</u>

1 The City of Leesburg has no Ordinance which limits General Obligation Debt to a percentage of assessed property values.

CITY OF LEESBURG, FLORIDA

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES  
FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES  
Last Ten Fiscal Years

Table 9

Fiscal Year	Principal <sup>1</sup>	Interest	Total Debt Service	Total General Expenditures <sup>2</sup>	Ratio of Debt Service to Total General Expenditures
1974	25,000	21,018	46,081	2,525,500	1.82
1975	25,000	20,028	45,028	3,190,376	1.41
1976	25,000	19,081	44,081	3,476,390	1.27
1977	25,000	18,144	43,144	3,761,592	1.15
1978	30,000	17,406	47,406	4,881,575	0.97
1979	30,000	16,044	46,044	4,519,152	1.02
1980	30,000	15,254	45,254	4,927,592	0.92
1981	30,000	13,621	43,621	4,930,390	0.88
1982	35,000	18,020	53,020	5,264,518	1.01
1983	35,000	10,723	45,723	6,169,760	0.74

1 Includes only Public Improvement Revenue Certificates which are not General Obligation Bonds.

2 Excludes Operating Transfers Out

CITY OF LEESBURG, FLORIDA

COMBINED UTILITY FUNDS  
SCHEDULE OF REVENUE BOND COVERAGE  
Last Ten Fiscal Years

Table 10

Fiscal Year	Gross Revenues	Operation & Maintenance Costs	Net Revenue	Debt Service Requirements			Total	Coverage
				Principal	Interest <sup>4</sup>	Sinking Fund		
1974	7,125,950	5,434,553	1,691,397	170,000	206,267	-0-	376,267	4.49
1975	8,586,061	6,530,913	2,055,148	170,000	269,230	-0-	438,230	4.68
1976	9,733,944	6,983,122	2,750,822	175,000	428,763	-0-	593,763	4.63
1977	11,296,977	8,479,105	2,817,872	182,000	568,042	-0-	750,042	3.76
1978	12,610,000	9,646,631	2,963,369	-0-	635,320	200,195	835,515	3.55
1979	14,170,822	11,020,367	3,150,455	-0-	709,790	216,000	925,790	3.40
1980	18,056,392	14,888,400	3,167,992	-0-	740,573	231,806	972,379	3.26
1981	22,696,527	16,759,038	5,937,489	-0-	770,023	247,611	1,017,634	5.83
1982	22,770,000	17,528,352	5,241,048	-0-	1,455,240	273,952	1,729,192	3.03
1983	25,321,236	19,777,179	5,544,057	-0-	1,386,473	295,025	1,681,498	3.30

1 Header terminology as defined in bond covenants.

2 An invested sinking fund, requiring an annual deposit in a trust account, is used to provide for the retirement of \$5,195,000 in term bonds maturing in 2005 and being a part of Series 1977 \$12,020,000 Bond Issue. The remainder of the issue is serial bonds. (See Table I-10).

3 The Series 1977 Bond indentures require a minimum 1.35 coverage but debt service requirements are defined as principal and interest, not sinking fund requirements.

4. Includes 1980 Bond Anticipation Notes interest not capitalized.

CITY OF LEESBURG

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

Table 11

Fiscal Year	Population <sup>1</sup>	Per Capita Income <sup>f</sup>	Median Age	Education Level in Years of Formal Schooling	School Enrollment	Unemployment <sup>4</sup> Rate
1974	12,266	4,872	Not Available	Not Available	5,166	6.2
1975	12,530	5,049	Available	Available	5,205	10.1
1976	12,663	5,401			5,292	9.4
1977	12,795	5,981			5,326	10.6
1978	12,927	6,814			5,260	8.8
1979	13,059	7,534			5,309	9.3
1980	13,192	8,376			5,198	9.5
1981	13,260	9,176			5,192	15.1
1982	13,399	N/A			5,237	13.1
1983	13,538	N/A				

Data Sources

- 1 U.S. Census Bureau and City Planning Office based on active residential electric meter count.
- 2 Data for Lake County was obtained from the U.S. Department of Commerce, Economic Analysis.
- 3 Annual school census by Board of Education. Figures represent elementary and secondary, public and private schools. Students in community colleges are not included. School years 1975 and 1976 are not available.
- 4 U.S. Department of Labor - These estimated figures are based on the County as a whole. No individual figures are available for the City of Leesburg. Data prior to 1974 not comparable due to major methodology change.

CITY OF LEESBURG, FLORIDA

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS  
Last Ten Fiscal Years

Table 12

Fiscal Year	Commercial <sup>1</sup> Construction		Residential <sup>1</sup> Construction		Bank <sup>2</sup> Deposits	Assessed Taxable <sup>3</sup> Property Value	
	Number of Units	Value	Number of Units	Value		Taxable	Non-Taxable
1974	5	3,095,257	27	1,667,800	159,462,924	68,622,922	35,479,795
1975	3	1,321,346	12	484,200	192,274,431	116,882,056	48,804,210
1976	4	1,361,400	15	983,300	220,164,431	129,755,899	52,777,660
1977	129	2,756,411	36	1,010,500	238,645,000	145,322,324	54,460,280
1978	90	3,731,398	38	2,520,100	298,030,000	151,509,289	55,204,060
1979	107	5,281,789	59	3,561,745	348,210,000	154,733,065	61,258,460
1980	10	4,113,024	59	4,991,300	410,990,000	162,089,277	67,618,300
1981	142	1,896,000	21	5,028,488	409,163,000	200,312,084	99,776,130
1982	12	3,482,844	31	1,886,200	460,518,000	225,125,147	81,909,004
1983	11	1,166,000	51	2,138,300	N/A	243,002,882	96,371,174

1 Based on building permits issued by City Department of Building and Zoning Codes. Property values are estimated construction costs.

2 Bank deposits for 1972-1977 include balances in commercial banks, savings banks, and savings and loan associations. Data provided by Florida Bankers Association. Balances for 1982 provided by individual banks. Balances for 1983 not available.

3 Lake County Assessor's Office.

CITY OF LEESBURG, FLORIDA

PRINCIPAL TAXPAYERS  
September 30, 1983

Table 13

<u>Taxpayers</u>	<u>Type of Business</u>	<u>Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Florida Telephone Corporation	Telephone	\$ 33,632,159	13.84
Coca Cola - Foods Division	Citrus	9,800,659	4.03
Lake Hospital Corporation (Lake Community Hospital)	Hospital	5,003,127	2.06
Leesfair - Southern Realty	Shopping Center	2,400,517	.99
Walling Enterprises (Palm Plaza)	Shopping Center	2,333,006	.96
Mid-Florida Freezer	Warehouse	2,246,360	.92
Leesburg Associates (K-Mart Plaza)	Shopping Center	2,212,162	.91
Florida Power Corporation	Electric Utility	1,778,607	.73
William Gross (Holiday Inn)	Hotel	1,524,079	.63
Tropic Builders (McCobe Apartments)	Apartment Complex	<u>1,237,563</u>	<u>.51</u>
		\$ <u>62,168,239</u>	<u>25.58</u>

Data Source

Lake County Tax Assessor's Office



CITY OF LEESBURG, FLORIDA

MISCELLANEOUS STATISTICAL DATA

Table 14

FORM OF GOVERNMENT

Commissioner - Manager

DATE OF INCORPORATION

1925

PRESENT CHARTER ADOPTED

1953

TERM OF OFFICE

Mayor/Commissioner and 4 Commissioners - Three Years  
City Manager - Appointed

ANNUAL SALARIES OF OFFICERS

City Manager.....	\$ 41,475	Parks & Recreation Director..	\$ 32,032
Finance Director.....	37,274	Electric Utilities Director.	36,234
Planning Director.....	29,536	Wastewater Director.....	29,619
Police Chief.....	29,453	Water & Gas Director.....	32,032
Fire Chief.....	29,453	City Engineer & Public Works	
Building Director.....	22,069	Director.....	36,234
Personnel & Safety Director.	28,267	Library Director.....	21,798
Purchasing Director.....	22,797		

AREA OF CITY

10.17 Square Miles - Municipal Boundaries  
71.05 Square Miles - Electric Service Area

AREA OF COUNTY

1,163 Square Miles

CITY OF LEESBURG, FLORIDA

MISCELLANEOUS STATISTICS  
September 30, 1983

Table 15

---

Miles of streets	67.6
Number of street lights	1,526
Fire Protection:	
Number of stations	2
Number of firemen and officers	30
Police Protection:	
Number of stations	1
Number of policemen and officers	32
Education (elementary only):	
Attendance Centers (public schools only) <sup>1</sup>	3
Number of classrooms	73
Number of teachers	83
Number of students	1,365
Municipal Water Department:	
Number of consumers - Residential	3,898
Average daily consumption	2.6 Million gallons
Miles of water mains	237.2
Municipal Gas Department:	
Number of consumers - Residential	4,405
Average daily consumption	.80 therms
Miles of gas mains	167
Municipal Electric Department:	
Number of consumers - Residential	10,687
Average monthly consumption	728 kwh
Miles of primary electric lines within the City	130
Wastewater and Sanitary Sewers:	
Sanitary sewers	78 miles
Storm sewer	3.5 miles
Building permits issued	679
Recreation and culture:	
Number of parks	7 with 155 acres
Number of libraries	1
Number of volumes	90,000
Total employees for the City overall:	
Full time employees	275
Part-time employees	14

---

<sup>1</sup> Elementary includes grades 1 through 4.

CITY OF LEESBURG, FLORIDA

Corporate Limits and Annexations  
Last Ten Years

Table 16

---

<u>Year</u>	<u>Annexations</u>	<u>Corporate Limits</u>	
	<u>Acres</u>	<u>Acres</u>	<u>Squares Miles</u>
1974	6.10	6,054.10	9.46
1975	1.33	6,060.20	9.47
1976	99.80	6,061.53	9.47
1977	78.34	6,161.33	9.63
1978	27.40	6,239.67	9.75
1979	27.40	6,267.07	9.79
1980	58.70	6,294.47	9.84
1981	124.83	6,353.17	9.93
1982	6.35	6,478.00	10.12
1983	32.70	6,510.70	10.17

Source: City of Leesburg; Department of Planning and Community Development

---

CITY OF LEESBURG, FLORIDA

SCHEDULE OF INSURANCE IN FORCE  
As of September 30, 1983

Table 17

Type of Coverage Name of Company	Policy Number	Policy Period From - To	Details of Coverage	Liability Limits	Annual Premium
Commercial Umbrella Twin City Fire Insurance Co.	TUX105062 UPF-0255	10/1/82 10/1/83	insures City for all sums legally obligated to pay as damages in excess of primary liability insurance coverage	\$ 5,000,000	\$ 9,200
Public Officials Liability Ins. Vanguard Ins. Company	UPF-0255	10/1/82 10/1/83	Insures City for all sums legally obligated to pay as damage under Public Officials Liability Policy	\$ 2,000,000	\$ 1,884
Police Prof. Liability Ins. Vanguard Ins. Company	ULF-0124	10/1/82 10/1/83	Insures City for all sums legally obligated to pay as damages under Policy Police Professional Liability Policy	\$ 250,000 Per Person \$ 500,000 Per incident \$ 1,000,000 Aggregate	\$ 5,443
All Risk Water Tanks, Etc. Reliance Ins. Co.	M464 0638	10/1/82 10/1/83	All Risk to 3 water tanks, Communication Tower, 2 antennas and 2 base stations	\$ 285,000 on water tanks \$ 41,300 on	\$ 1,622
Fire Insurance Buildings and Contents U.S. Fidelity & Guaranty Company	MP54005	10/1/82 10/1/83	Fire, E.C., V & M.M. coverage on buildings and contest of City as per schedule on file with company blanket coverage	\$ 7,078,700	\$ 10,384
Fire Rescue Boat, Motor, Trailer U.S. Fidelity & Guaranty Co.	WIM01935- 0342	1/1/83 1/1/84	All Risk on Rescue boat, motor trailer and equipment	\$ 2,125	\$ 79

(Continued) 1 of 3

CITY OF LEESBURG, FLORIDA

SCHEDULE OF INSURANCE IN FORCE  
As of September 30, 1983

Table 17

Type of Coverage Name of Company	Policy Number	Policy Period From - To	Details of Coverage	Liability Limits	Annual Premium
Mural - Community Building U.S. Fidelity & Guaranty Co.	SP580303	1/6/83 1/6/84	Insures Mural by Mrs. Smith against all risk. Located in Community Building	\$ 5,000	\$ 100
Boiler and Machine Great Northern Insurance Co.	7824-41-11	10/1/82 10/1/83	Insures against direct loss or accidental damage boilers, machines, electrical apparatus as per schedule. Also Liability coverage to pay for Bodily injury or Property Damage and defense against such claims.	\$ 500,000 Per Accident Repair or Re- placement on equipment as per schedule	\$ 7,702
All Risks Farm Equipment Guaranty Co.	SP580475	10/1/82 10/1/83	All risk coverage on schedule of equipment located at Sprayfield	\$ 113,000	\$ 904
Comprehensive General Liability U.S. Fidelity & Guaranty Co.	MP54005	10/1/82 10/1/83	Insures against Bodily Injury and Property Damage claims the City may be legally obligated to pay as a result of accident or injury to members of public including products liability of Water Dept. Also protects City against personal injury claims resulting from slander, libel etc.	\$ 500,000 each occurrence \$ 500,000 Aggregate = B.I. \$ 100,000 each occurrence \$ 200,000 Aggregate = P.D. \$ 500,000	\$ 49,241
Comprehensive Auto Liability U.S. Fidelity &	BAP016-283663	10/1/82 10/1/83	Insures all City vehicles as per schedule against Bodily Injury, Property Damage claims arising out of the use of the vehicles. Also insures against claims arising out of use of non-owned or hired vehicles. Also pays for loss or damage to vehicle on an actual cash value basis.	\$ 500,00 Single Limit for Bodily In- jury and/or Property Damage	\$ 24,440

(Continued) 2 of 3

CITY OF LEESBURG, FLORIDA

SCHEDULE OF INSURANCE IN FORCE  
As of September 30, 1983

Table 17

Type of Coverage Name of Company	Policy Number	Policy Period From - To	Details of Coverage	Liability Limits	Annual Premium
Worker's Comp U.S. Fidelity &	7902845- 825	10/1/82 10/1/83	Insures City against obligations imposed by Worker's Compensation Law of Florida includes Employers Liability coverage with limit of \$100,000	Statutory	\$ 99,012
Airport Liability U.S. Aircraft Insurance Co.	LG 18928	10/7/82 10/7/83	Insures City against and Bodily Injury or Property Damage claims arising out of ownership of Leesburg Airport. Does not insure any owned aircraft or operation of the airport by the City	\$ 2,000,000 Single Limit of Liability for both Bodily Injury and/or Property Damage	\$ 1,900
Bond - City Clerk & Fin. Director U.S. Fidelity & Guaranty Co.	79017000 227570	1/1/83 1/1/84	Bond on City Clerk, Auditor and Treasurer protecting City from wrongful abstraction of funds, embezzlement	\$ 100,000	\$ 750
Bond - City Employees U.S. Fidelity & Guaranty Co.	79008000	1/1/81	Public Employees Blanket Bond covering all employees of City excluding City Clerk, Auditor, Treasurer	\$ 25,000	\$ 894
Monies & Sec- urities Policy U.S. Fidelity &	MSP 163813	1/1/83 1/1/84	Covers Loss of Money & Securities by Robbery both inside and outside premises of insured	\$ 6,000 Inside \$ 6,000 Outside	\$ 192
All Risk Cont. Equipment U.S. Fidelity & Guaranty Co.	SP580402	10/1/82 10/1/83	All Risk coverage on schedule of equipment, mowers, cranes, tractors etc.	\$ 354,847	\$ 1,394
All Risk-Computer U.S. Fidelity & Guaranty Co.	EDP6684	10/1/82 10/1/83	All Risk on Electronic Data Processing Equipment	\$ 138,271	\$ 568

(Concluded) 3 of 3

Audited Financial Statements

ORLANDO UTILITIES COMMISSION

September 30, 1983

Audited Financial Statements

Auditors' Report . . . . .	1
Balance Sheets . . . . .	2
Statements of Income and Accumulated Retained Earnings . . . . .	4
Statements of Changes in Financial Position. . . . .	5
Notes to Financial Statements. . . . .	6

# Ernst & Whinney

Certified Public Accountants  
332 North Magnolia Avenue  
P.O. Box 3426  
Orlando, Florida 32802

305/841-2050

Orlando Utilities Commission  
Orlando, Florida

We have examined the balance sheets of the Orlando Utilities Commission as of September 30, 1983 and 1982, and the related statements of income and accumulated retained earnings and changes in financial position for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the financial position of the Orlando Utilities Commission at September 30, 1983 and 1982, and the results of its operations and the changes in its financial position for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

*Ernst & Whinney*

Orlando, Florida  
December 8, 1983



BALANCE SHEETS

ORLANDO UTILITIES COMMISSION

	September 30	
	<u>1983</u>	<u>1982</u>
<b>ASSETS</b>		
<b>UTILITY PLANT</b>		
In service:		
Electric	\$412,513,631	\$321,692,109
Water	64,267,666	56,880,014
Common	14,132,098	12,580,922
Allowances for depreciation and amortization (deduction)	<u>(123,503,162)</u>	<u>(112,121,659)</u>
	367,410,233	279,031,386
Construction work in progress--Note E	<u>70,863,980</u>	<u>112,364,104</u>
	438,274,213	391,395,490
<b>RESTRICTED ASSETS--Note B</b>		
Debt service funds	62,120,366	53,480,147
Construction and related funds	<u>22,211,508</u>	<u>32,042,131</u>
	84,331,874	85,522,278
<b>CURRENT ASSETS</b>		
Cash	116,051	910,585
Pooled investments	21,417,980	16,599,104
Customer accounts receivable, less allowance for doubtful accounts (1983--\$194,789; 1982--\$259,581)	14,263,992	11,284,147
Accrued utility revenues	8,063,702	6,561,868
Fuel for generation	13,240,016	14,789,471
Materials and supplies	3,952,813	3,900,126
Accrued interest receivable	1,136,744	1,838,537
Miscellaneous receivables and prepaid expenses	<u>332,982</u>	<u>391,096</u>
	62,524,280	56,274,934
	<u>\$585,130,367</u>	<u>\$533,192,702</u>

	September 30	
	<u>1983</u>	<u>1982</u>
<b>CAPITALIZATION AND LIABILITIES</b>		
<b>CAPITALIZATION</b>		
Equity:		
Accumulated retained earnings:		
Appropriated for debt service	\$ 45,954,696	\$ 41,466,326
Invested in or appropriated for utility plant and working capital	<u>104,655,577</u>	<u>100,652,390</u>
	150,610,273	142,118,716
Contributed capital	<u>17,546,364</u>	<u>11,701,499</u>
	168,156,637	153,820,215
Long-term debt--Note C:		
Bond principal	331,710,000	222,980,000
Bond anticipation notes		105,000,000
Revenue notes	47,000,000	16,800,000
Unamortized discount and expense (deduction)	<u>(2,873,979)</u>	<u>(1,486,471)</u>
	<u>375,836,021</u>	<u>343,293,529</u>
	543,992,658	497,113,744
CURRENT LIABILITIES--payable from restricted assets		
Accrued interest payable on long-term debt	14,895,670	10,808,821
Current portion of long-term debt--Note C	1,270,000	1,205,000
Accounts payable--construction funds	<u>90,859</u>	<u>120,352</u>
	16,256,529	12,134,173
CURRENT LIABILITIES--payable from current assets		
Accounts payable and accrued expenses	12,276,708	12,617,348
Customer meter deposits and interest thereon	3,387,900	3,142,662
Collections on behalf of state and political subdivisions	4,373,764	3,260,820
Due to the General Fund of the City of Orlando	<u>1,425,479</u>	<u>1,823,377</u>
	21,463,851	20,844,207
OTHER LIABILITIES		
Customer water and electric line extension deposits	3,417,329	3,100,578
COMMITMENTS AND CONTINGENT LIABILITIES--Note E		
	<u>\$585,130,367</u>	<u>\$533,192,702</u>

See notes to financial statements.

STATEMENTS OF INCOME AND ACCUMULATED RETAINED EARNINGS

ORLANDO UTILITIES COMMISSION

	Year Ended September 30	
	1983	1982
Operating revenues	\$177,100,090	\$155,617,612
Operating expenses:		
Production	103,430,220	99,459,729
Transmission and distribution	8,674,638	7,508,227
Depreciation	11,374,515	8,606,296
Customer accounting	3,175,746	2,985,251
General and administrative	8,207,094	6,912,204
State utilities tax	2,095,826	1,924,160
Consumer education	337,610	215,969
Payments to the General Fund of the City of Orlando	<u>5,856,096</u>	<u>5,109,598</u>
	<u>143,151,745</u>	<u>132,721,434</u>
OPERATING INCOME	33,948,345	22,896,178
Interest and other income--Note B	<u>14,756,228</u>	<u>13,994,921</u>
	48,704,573	36,891,099
Other deductions--principally interest	<u>31,428,016</u>	<u>25,050,294</u>
NET INCOME	17,276,557	11,840,805
Accumulated retained earnings at beginning of year	<u>142,118,716</u>	<u>137,790,911</u>
	159,395,273	149,631,716
Less transfers to the General Fund of the City of Orlando	<u>(8,785,000)</u>	<u>(7,513,000)</u>
ACCUMULATED RETAINED EARNINGS AT END OF YEAR	<u>\$150,610,273</u>	<u>\$142,118,716</u>

See notes to financial statements.

STATEMENTS OF CHANGES IN FINANCIAL POSITION

ORLANDO UTILITIES COMMISSION

	Year Ended September 30	
	1983	1982
<b>SOURCE OF FUNDS</b>		
Net income	\$ 17,276,557	\$ 11,840,805
Charges to operations not requiring current outlay of working capital:		
Depreciation and amortization	12,269,811	9,141,116
Amortization of bond discount and expense	<u>633,016</u>	<u>430,342</u>
TOTAL FROM OPERATIONS	30,179,384	21,412,263
Proceeds from sales of bonds and revenue notes	140,200,000	41,800,000
Contributed capital	5,844,865	2,028,992
Increase in restricted liabilities	4,122,356	198,900
Increase in other liabilities	316,751	219,350
Decrease in restricted assets	<u>1,190,404</u>	<u>11,748,291</u>
	181,853,760	77,407,796
<b>APPLICATION OF FUNDS</b>		
Additions to utility plant--net	59,148,534	61,240,943
Transfers to the General Fund of the City of Orlando	8,785,000	7,513,000
Decrease in long-term debt	106,270,000	1,205,000
Expenses attributable to sale of bonds	<u>2,020,524</u>	<u>105,743</u>
	<u>176,224,058</u>	<u>70,064,686</u>
INCREASE IN WORKING CAPITAL	<u>\$ 5,629,702</u>	<u>\$ 7,343,110</u>
<b>CHANGES IN COMPONENTS OF WORKING CAPITAL</b>		
Increase (decrease) in current assets:		
Cash	\$ (794,534)	\$ 907,585
Pooled investments	4,818,876	8,778,619
Customer accounts receivable	2,979,845	452,079
Fuel for generation	(1,549,455)	(3,576,567)
Accrued interest receivable	1,096,357	(6/1,701)
Accrued utility revenue	1,501,834	418,688
Miscellaneous receivables and other accounts	<u>(5,427)</u>	<u>141,203</u>
	8,047,496	6,449,906
Increase (decrease) in current liabilities:		
Accounts payable and accrued expenses	1,457,510	(1,719,489)
Customer meter deposits and interest thereon	245,238	559,760
Collections on behalf of state and political subdivisions	1,112,944	755,015
Due to the General Fund of the City of Orlando	<u>(397,898)</u>	<u>(488,490)</u>
	<u>2,417,794</u>	<u>(893,204)</u>
INCREASE IN WORKING CAPITAL	<u>\$ 5,629,702</u>	<u>\$ 7,343,110</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

ORLANDO UTILITIES COMMISSION

September 30, 1983

NOTE A--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Orlando Utilities Commission are presented in conformity with generally accepted accounting principles and represent General Purpose Financial Statements as defined in Statement 1 - Governmental Accounting and Financial Reporting Principles promulgated by The National Council on Governmental Accounting. The statements are substantially in conformity with accounting principles and methods prescribed by the Federal Energy Regulatory Commission and other regulatory authorities except for the method of accounting for contributed capital described below.

Utility Plant: Utility plant is stated at original cost which includes cost of contract work, labor, materials and allocated indirect charges for equipment, supervision and engineering and labor related costs. The Commission charges the cost of repairs and minor replacements to maintenance expense. The cost of electric or water plant property retired or otherwise disposed of, together with removal costs less salvage, is charged to accumulated depreciation at such time as property is removed from service. The estimated useful lives are as follows:

Electric Plant	
Generation Plant:	
Steam	30 years
Nuclear	28 years
Transmission Plant	28 - 50 years
Distribution Plant:	
Overhead	25 - 30 years
Underground	40 - 50 years
Water Plant	
Production Plant	25 - 50 years
Distribution Plant	40 - 67 years
Common Plant	
Structures and improvements	50 years
Office equipment	14 1/3 years
Vehicles and other construction equipment	5 - 30 year

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE A--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Depreciation: The utility plant is depreciated using the straight-line method for each of the various plant classifications at rates which will amortize the costs over the estimated economical useful lives of the assets. Depreciation of transportation and construction equipment is charged to departmental operating expenses or construction work in progress. Amounts for all other assets are charged to depreciation expense.

Undivided Interest in Joint Projects: The Commission accounts for its undivided ownership interest in electric generating facilities owned with other utilities (See Note D) based on the Commission's pro-rata share of the project's construction costs and operating expenses.

Pooled Investments: The Commission maintains a pooled investment account which includes all investments (restricted and unrestricted) except those in the Investment Account described in Note C. The investments consist mainly of direct obligations of the U.S. Government, debt instruments of federal agencies, and securities held under repurchase agreements. These investments, at cost (approximate market value of \$85,111,609 and \$85,791,000 at September 30, 1983 and 1982, respectively) were classified as follows:

	September 30	
	1983	1982
Restricted assets	\$64,953,308	\$69,549,689
Current assets	<u>21,417,980</u>	<u>16,599,104</u>
TOTALS	<u>\$86,371,288</u>	<u>\$86,148,793</u>

Customer Accounts Receivable: The Commission bills customers monthly on a cyclical basis and accrues revenues at the end of the fiscal year for energy and water sold but not billed. The Commission also acts as the billing and collection agency for the City of Orlando's Sewer System Fund and Refuse Collecting System Fund and for Orange County's sewer customers within the Commission's service area. Amounts billed by the Commission are remitted to the City and County on a monthly basis. The Commission charges the City and the County for these services based on a fixed fee or number of services billed.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE A--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Fuel for Generation and Materials and Supplies: Fuel oil, coal and materials and supplies inventories are stated at the lower of average cost or market. Nuclear fuel is classified as utility plant and amortized over the estimated life of the fuel.

Contributed Capital: The Commission considers property donation amounts received from customers and others for construction of utility plant as capital contributions. Accordingly, these capital contributions are considered a component of equity and are not offset against utility plant; depreciation provided for the related utility plant is charged against income.

Debt Discount and Expenses: Debt discount and issue expenses are deferred and amortized to operations over the lives of the related issues using the bonds outstanding method of amortization.

Rates and Revenues: Each year, the Orlando Utilities Commission performs a rate adequacy study to determine the electric and water revenue requirements for the ensuing year. Based on this study, current cost of service studies and regulations of the Florida Public Service Commission regarding electric "rate structure", the Commission develops its electric and water rate schedules.

The Commission makes its determination of revenue requirements using the rate base method and includes construction work in progress in the rate base. Therefore, in accordance with proper ratemaking theory, the Commission does not use an allowance for funds used during construction (AFUDC) in determining revenue requirements. Since the Commission's level of revenue requirements and subsequent revenue is determined without regard to AFUDC, the Commission does not capitalize interest on construction work in progress.

Payments and Transfers to the City of Orlando: The Commission makes payments to the General Fund of the City of Orlando based on gross revenues derived from sales of electricity and water to customers within the boundaries of the City. This amount is considered an operating expense for financial reporting and rate making purposes. In addition, the Commission transfers monies to the General Fund of the City of Orlando based on the Commission's net income.

Reclassification: For comparability purposes, certain reclassifications have been made to the 1982 financial statements to conform with the 1983 financial statement presentation.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE B--RESTRICTED ASSETS

Restricted assets consist of the following funds:

	September 30	
	<u>1983</u>	<u>1982</u>
Sinking Funds--Note C:		
Investment Account	\$17,411,390	\$14,174,439
Principal and Interest Accounts	<u>17,165,408</u>	<u>21,641,834</u>
	34,576,798	35,816,273
Debt Service Reserve Account	27,543,568	17,663,874
Renewal and Replacement Fund	9,775,352	9,437,623
Construction Funds	<u>12,436,156</u>	<u>22,604,508</u>
TOTALS	<u>\$84,331,874</u>	<u>\$85,522,278</u>

The above funds are classified in the balance sheet as:

Debt service funds	\$62,120,366	\$53,480,147
Construction and related funds	<u>22,211,508</u>	<u>32,042,131</u>
TOTALS	<u>\$84,331,874</u>	<u>\$85,522,278</u>

The funds consist of:

Cash	\$ 122,855	\$ 1,466
United States Treasury securities-- at cost (approximate market value: 1983--\$13,588,000; 1982--\$10,770,000)	16,867,146	13,737,034
Pooled investments--Note A	64,953,308	69,549,689
Interest receivable	<u>2,388,565</u>	<u>2,234,089</u>
TOTALS	<u>\$84,331,874</u>	<u>\$85,522,278</u>

Certain amounts of interest income earned are restricted in accordance with the bond resolution, as amended.



NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE C--LONG-TERM DEBT

During 1978, the Commission provided for the advance refunding of all of its water and electric revenue bonds outstanding at April 1, 1978 in the aggregate principal amount of \$123,325,000 (Refunded Bonds) by the sale of \$110,330,000 Water and Electric Revenue Refunding and Improvement Bonds, Series 1978 and \$94,650,000 Special Obligation Bonds, Series 1978. From the proceeds of the sale of the two issues, monies were invested in United States obligations in an irrevocable Escrow Deposit Trust Fund. Such United States obligations will mature at such time and in such amounts so as to provide sufficient funds for the payment of maturing principal and interest on the Refunded Bonds. All interest earned or accrued on the United States obligations has been pledged and will be used for the payment of the principal and interest on the Special Obligation Bonds, Series 1978. The Refunded Bonds are treated as extinguished debts in the accompanying financial statements.

In 1979 and 1980 the Commission issued the balance of the authorized Water and Electric Refunding and Improvement Bonds as Series 1978A and 1978B in the amount of \$40,000,000 and \$75,000,000, respectively.

The Commission redeemed \$11,875,000 of the Series 1981 Bond Anticipation Notes, due November 5, 1982, through the issuance of an equivalent amount of revenue notes. During 1983, the Commission provided for the advance funding of the 1980 Series, Bond Anticipation Notes in the aggregate principal amount of \$80,000,000 (Refunded BANS) and the payment of the 1981 Series Bond Anticipation Notes in the aggregate principal amount of \$13,125,000 and Revenue Notes in the principal amount of \$11,875,000 by the sale of \$110,000,000 Water and Electric Revenue Bonds, Series 1982. The proceeds of the sale were invested in United States obligations in an irrevocable Escrow Deposit Trust Fund. Such United States obligations will mature at such time and in such amounts so as to provide sufficient funds for the payment of maturing principal and interest on the Refunded BANS. The Refunded BANS are treated as extinguished debts in the accompanying financial statements.

The Series 1978, 1978A, 1978B and 1982 Bonds are payable from and secured by a first lien upon and pledge of the net revenues derived by the Commission from the operation of the water and electric system and from investment income earned on monies and obligations in certain sinking fund accounts.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE C--LONG-TERM DEBT--Continued

Bonds outstanding as of September 30 are as follows:

	<u>1982</u>	<u>Additions</u>	<u>Retirements</u>	<u>1983</u>
1978 Series, 5.8%-6.375%, due serially 1994 to 2008	\$110,330,000			\$110,330,000
1978A Series, 5.6%-6.4%, due serially 1993 to 2008	40,000,000			40,000,000
1978B Series, 6.25%-8.0%, due serially through 2003	73,855,000		\$1,205,000	72,650,000
1982 Series, 5.5% to 9.625%, due serially 1985 to 2003 redeemable at the option of the Commission, beginning in 1993 at a premium ranging from .25% to 2.5% of principal		\$110,000,000		110,000,000
	<u>224,185,000</u>	<u>\$110,000,000</u>	<u>\$1,205,000</u>	<u>332,980,000</u>
Less current portion of long-term debt	<u>1,205,000</u>			<u>1,270,000</u>
	<u>\$222,980,000</u>			<u>\$331,710,000</u>

A resolution dated April 18, 1978 authorizing the Water and Electric Revenue Refunding and Improvement Bonds, Series 1978, as amended, requires the establishment of a Sinking Fund and certain accounts to be maintained therein. The accounts presently in use are the Interest Account, Principal Account, Investment Account and Debt Service Reserve Account. The Principal Account shall be used to provide for the retirement of the Serial Bonds as they become due. The Investment Account shall be used to accumulate monies for the retirement of \$61,740,000 of Term Bonds, Series 1978 that are due in 2008. Monies in the Investment Account are required to be used to purchase Investment Account Securities as defined in the resolution which shall be held in trust separate from other investments.

As of June 15, 1983, the Commission established a commercial paper program. The outstanding Notes are backed by a bank revolving credit agreement with a termination date in June 1986. The credit agreement is for a maximum of \$50,000,000 Short-term Revenue Notes which shall include the principle amount and interest to maturity on the outstanding Notes. Interest under the revolving credit agreement cannot exceed 15%. At September 30, 1983 the Commission had \$47,000,000 of Short-term Revenue Notes outstanding and classified as long-term debt on the balance sheet. The Notes are secured by a lien on and pledge of, and are payable solely from, Net Revenues as defined in the Note Resolution which lien and pledge is and shall be junior, inferior and subordinate in all respects to the lien and pledge of Net Revenues for the outstanding Water and Electric Revenue Bonds and the Transfer of Funds to the City as defined in the Bond Resolution.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE C--LONG-TERM DEBT--Continued

Following is a schedule of annual long-term debt service requirements for the payment of bond principal and interest:

Fiscal Year Ending September 30	Payments for Serial Bond Principal	Payments for Term Bond Principal (1)	Payment for Bond Interest	Total (2)
1984	\$ 1,305,000	\$ 3,506,864	\$ 24,421,651	\$ 29,233,515
1985	4,017,500	3,714,713	24,340,087	32,072,300
1986	4,290,000	3,978,852	24,108,794	32,377,646
1987	4,530,000	4,326,550	23,847,756	32,704,306
1988	4,815,000	4,684,079	23,557,157	33,056,236
1989	5,125,000	5,082,122	23,232,331	33,439,453
1990	5,497,500	5,496,654	22,865,225	33,859,379
1991	5,887,500	5,960,008	22,458,642	34,306,150
1992	6,255,000	6,523,280	22,018,661	34,796,941
1993	10,472,500	2,397,602	21,571,562	34,441,664
1994	14,525,000		20,865,643	35,390,643
1995	15,512,500		19,875,836	35,388,336
1996	16,595,000		18,796,475	35,391,475
1997	17,770,000		17,617,883	35,387,883
1998	19,080,000		16,311,010	35,391,010
1999	20,562,500		14,828,309	35,390,809
2000	22,227,500		13,161,080	35,388,580
2001	22,892,500		11,336,845	34,229,345
2002	24,785,000		9,448,263	34,233,263
2003	26,842,500		7,387,910	34,230,410
2004	4,617,500		5,047,507	9,665,007
2005	4,115,000		4,758,380	8,873,380
2006	3,462,500		4,499,422	7,961,922
2007	3,577,500		4,281,232	7,858,732
2008	1,845,000		2,086,043	3,931,043
	<u>\$270,605,000</u>	<u>\$45,670,724</u>	<u>\$402,723,704</u>	<u>\$718,999,428</u>

(1) Assumes purchase of 8 1/4% U.S. Treasury Bonds at prices ranging from 98.80% to 101.143% of par and the payment of accrued interest aggregating \$1,088,628. The principal of such Treasury Bonds or other Investment Account Securities is required under the Resolution to be used to pay the \$61,740,000 principal of the 1978 Term Bonds.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE C--LONG-TERM DEBT--Continued

For purposes of this schedule it is assumed that the above referred to Treasury Bonds will not be redeemed prior to their maturity, May 15, 2005. In the event such Treasury Bonds are so redeemed by the U.S. Government on February 15, 2000 or on any interest payment date thereafter, the Commission has the option to redeem the 1978 Term Bonds at par or reinvest the proceeds of such Treasury Bonds in other Investment Account Securities.

(2) Does not include earnings from the Investment and Debt Service Reserve Accounts.

Outstanding bond principal of the Commission as of September 30, 1983 is as follows:

Serial Bond Principal	\$270,605,000
Term Bond Principal due 2008	61,740,000
Serial Bond Principal funded as of September 30, 1983	<u>635,000</u>
	<u>\$332,980,000</u>

NOTE D--PARTICIPATION AGREEMENTS

In 1980 the Commission entered into a Participation Agreement with Florida Power and Light Company (FPL) to purchase a 6.08951% undivided ownership interest in St. Lucie Unit No. 2 nuclear powered electric generating facility constructed by FPL. This unit is presently rated at 802 net MW and commenced commercial operation in August, 1983. The Commission has also entered into a Reliability Exchange Agreement with FPL. The Reliability Exchange Agreement results in the Commission exchanging 50% of its share of the output from St. Lucie Unit No. 2 for a like amount from St. Lucie Unit No. 1.

The Commission also has a Participation Agreement with the City of Lakeland, Florida dated April 4, 1978. Under the terms of this Agreement the Commission has a 40% interest in a 334 net MW refuse and coal-fired steam generating unit (McIntosh Unit No. 3), which began commercial operation September 1, 1982.

Since 1975, the Commission has owned a 1.6015% undivided interest in Florida Power Corporation's nuclear powered electric generating plant designated Crystal River Unit No. 3. This ownership interest was acquired under the terms of a Participation Agreement with Florida Power Corporation and ten other Florida utilities. The Unit is rated 806 net MW and provides the Commission with approximately 13 MW of energy.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE E--COMMITMENTS AND CONTINGENT LIABILITIES

1. The Commission has executed contracts for construction of the Curtis H. Stanton Energy Center Unit No. 1 (SEC 1) totaling approximately \$187 million of which \$35 million has been paid through September 30, 1983. The total cost of SEC 1 is currently estimated to approximate \$550 million. \$700 million of Water and Electric Revenue Bonds have been validated for the purpose of funding the construction of Sec. 1.
2. The Commission has adopted a plan of paying employees having at least two years of employment a portion of their unused sick leave accumulated at the date they terminate or retire. The maximum estimated liability, calculated on the basis of unused sick leave for eligible employees at September 30, 1983 is approximately \$900,000. It is the policy of the Commission to record the costs of the plan only as benefits are paid. Benefit payments for the years ended September 30, 1983 and 1982 were \$93,801 and \$74,759, respectively.
3. In 1969, the Orlando Utilities Commission pledged \$480,000 of its annual revenues in connection with the issuance by the City of Orlando of \$5,500,000 Improvement Revenue Bonds. This pledge is for a period of 22 years from the date of issuance by the City of the Improvement Revenue Bonds or such longer period as shall be required to pay and retire all principal and interest on such bonds. This lien on the revenues derived from the utilities shall be junior and subordinate to the lien of holders of any obligations of the Commission outstanding or pari passu obligations hereinafter issued for purposes of the Commission, but shall be prior and superior to any lien, pledge or encumbrance hereafter made of such revenues for any purposes other than said obligations of the Commission for water or electric purposes.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE F--PENSION PLAN

The Orlando Utilities Commission has a defined benefit pension plan covering substantially all employees. The total pension expense for the years 1983 and 1982 was \$2,515,790 and \$2,259,311, respectively, which includes normal costs plus amortization of past service costs over a period of approximately 30 years. Accumulated plan benefit information, as estimated by consulting actuaries, and plan net assets at September 1, 1983 are:

Actuarial present value of accumulated plan benefits:	
Vested	\$17,772,431
Nonvested	<u>4,371,026</u>
	<u>\$22,143,457</u>
 Net assets available for benefits	 <u>\$28,134,129</u>

The assumed rate of return used in determining the actuarial present value of accumulated plan benefits was 7%.

NOTE G--REGULATION

According to existing laws of the State of Florida, the five members of the Orlando Utilities Commission act as the regulatory authority for the establishment of electric and water rates. The Florida Public Service Commission (FPSC) has authority to regulate the electric "rate structures" of municipal utilities in Florida. It is believed that "rate structures" are clearly distinguishable from the total amount of revenues which a particular utility may receive from rates, and that distinction has thus far been carefully made by the FPSC.

Prior to implementation of any rate change, the Commission has established the prerequisite of a Public Notice and the holding of a Public Hearing.

Florida Public Service Commission: As noted above, the FPSC has jurisdiction to regulate electric "rate structures" of municipal utilities. In addition, the Florida Energy Efficiency and Conservation Act has given the FPSC exclusive authority to approve the construction of new power plants under the Florida Electrical Power Plant Siting Act. The FPSC also exercises jurisdiction under the National Energy Act, including oil and electric use conservation programs.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE G--REGULATION

Fuel Use Act of 1978: The Commission is subject to the provisions of the Fuel Act of 1978. Under the original terms of this act the Commission is severely restricted in the use of natural gas as a fuel. Effective August 13, 1981, the Omnibus Budget Reconciliation Act of 1981 amended the Fuel Use Act. The amendment essentially eliminated the prohibition against burning natural gas, subject to the requirement that the utilities submit conservation plans. The Commission has submitted its plan to the Department of Energy and received approval for the plan and the burning of natural gas.

Environmental and Other Regulations: Operations of the Commission are subject to environmental regulation by Federal, State and local authorities and to zoning regulations by local authorities. Federal and State standards and procedures that govern control of the environment can change. These changes can arise from continuing legislative, regulatory, and judicial action respecting the standards and procedures. Therefore, there is no assurance that the units in operation, under construction, or contemplated will always remain subject to the regulations currently in effect, or will always be in compliance with future regulations.

An inability to comply with environmental standards or deadlines could result in reduced operating levels or complete shutdown of individual electric generating units or water plant facilities not in compliance. Furthermore, compliance with environmental standards or deadlines may substantially increase capital and operating costs.

NOTES TO FINANCIAL STATEMENTS--Continued

ORLANDO UTILITIES COMMISSION

NOTE H--BUSINESS SEGMENTS

The Commission operates in two business segments; the generation, transmission and distribution of electricity and the production, treatment, transmission and distribution of water. A summary of the segment information is:

	<u>Electric</u>	<u>Water</u>	<u>Administration</u>	<u>Total</u>
Year Ended September 30, 1983				
Operating revenues	\$165,599,183	\$11,500,907		\$177,100,090
Operating income	31,251,580	2,696,765		33,948,345
Identifiable assets	494,885,666	67,358,190	\$22,886,511	585,130,367
Depreciation	10,041,570	1,332,945		11,374,515
Capital expenditures	50,150,027	8,998,507		59,148,534
Year Ended September 30, 1982				
Operating revenues	\$145,188,343	\$10,429,269		\$155,617,612
Operating income	20,218,719	2,677,459		22,896,178
Identifiable assets	456,154,148	57,440,476	\$17,799,928	531,394,552
Depreciation	7,366,245	1,240,051		8,606,296
Capital expenditures	45,830,799	4,704,335		50,535,134

There were no sales to any single customer in excess of 10% of operating revenues for the years 1983 and 1982.

NOTE I--INCOME TAXES

It is the opinion of the Commission and its counsel, that the Orlando Utilities Commission is exempt from federal and state income taxes.



SEBRING UTILITIES COMMISSION  
SEBRING, FLORIDA  
FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983 AND 1982

Certified Public Accountants

# Wicks, Brown, Williams & Co.

140 South Commerce Avenue, Post Office Box 597, Sebring, Florida 33870 • (813) 382-1157

Charles F. Wicks (Retired)  
J. Richard Brown  
Frank L. Williams  
Constance P. Athos  
Robert P. Marchewka

Lake Placid Office  
(813) 465-2835

Avon Park Office  
(813) 453-7525

Okeechobee Office  
(813) 763-2354

Sebring Utilities Commission  
Sebring, Florida

We have examined the balance sheets of Sebring Utilities Commission as of September 30, 1983 and 1982, and the related statements of retained earnings, source of funds used for construction, and income for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

As more fully discussed in Note 10 to the financial statements, the Commission has encountered unforeseen financial difficulty, and according to their revised financial plan they intend to violate certain covenants of the bond resolution adopted January 21, 1981. These actions will constitute an event of default if the Commission is notified in writing of such violations and if the violations are not remedied within 30 days. As of the date of this report no written notification has been received and no provision for any liability that may result has been made in the financial statements.

In our opinion, subject to the effects on the financial statements of such adjustments, if any, as might have been required had the outcome of the uncertainty referred to in the preceding paragraph been known, the financial statements referred to in the first paragraph present fairly the financial position of the Sebring Utilities Commission at September 30, 1983 and 1982, and the results of its operations and source of funds used for construction for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

*Wicks, Brown, Williams & Co.*

Wicks, Brown, Williams & Co.

December 5, 1983

except for Note 10, as to which the date is February 2, 1984

SEBRING UTILITIES COMMISSION  
BALANCE SHEET  
SEPTEMBER 30, 1983 AND 1982

ASSETS	1983	1982
<b>PROPERTY, PLANT AND EQUIPMENT, at cost:</b>		
Property, plant and equipment in service	\$ 85,081,861	\$ 22,012,873
Less: Accumulated depreciation	9,287,102	7,913,402
Total	<u>75,794,759</u>	<u>14,099,471</u>
Construction work in progress	2,279,369	53,634,938
Nuclear fuel, at amortized cost	450,588	412,582
Total property, plant and equipment	<u>78,524,656</u>	<u>68,146,991</u>
<b>RESTRICTED ASSETS:</b>		
Bond service fund	4,822,996	13,145,081
Reserve account	10,463,233	10,533,300
Emergency and facilities account	226,135	900,000
Construction fund	2,481,698	15,386,731
Total restricted assets	<u>17,994,060</u>	<u>39,965,112</u>
<b>CURRENT ASSETS:</b>		
Cash	1,946,240	72,340
Accounts receivable, net of allowance for doubtful accounts of \$166,478 for 1983 and \$166,478 for 1982	1,120,948	1,049,309
Inventories of fuel and materials	815,867	457,077
Prepaid expenses	75,049	52,248
Total current assets	<u>3,958,104</u>	<u>1,630,974</u>
<b>DEFERRED CHARGES:</b>		
Unamortized bond expense	3,592,996	3,876,704
Total deferred charges	<u>3,592,996</u>	<u>3,876,704</u>
<b>TOTAL ASSETS</b>	<u>\$104,069,826</u>	<u>\$113,619,781</u>

LIABILITIES AND CAPITALIZATION	1983	1982
<b>CAPITALIZATION:</b>		
Long-term debt:		
Revenue bonds payable	\$ 92,640,000	\$ 92,715,000
Unamortized discount	( 2,391,808)	( 2,580,669)
Revenue certificate payable	315,000	500,000
Customer deposits	583,606	547,822
Obligation under capital lease	4,692	9,383
Notes payable	175,869	215,593
Total long-term debt	<u>91,327,359</u>	<u>91,407,129</u>
Equity:		
Contributed by City of Sebring	712,648	712,648
Retained earnings	4,201,957	7,161,389
Total equity	<u>4,914,605</u>	<u>7,874,037</u>
Contributions in aid of construction	1,389,738	1,147,792
Total capitalization	<u>97,641,702</u>	<u>100,428,958</u>
<b>LIABILITIES PAYABLE FROM RESTRICTED ASSETS:</b>		
Accounts payable	356,360	7,215,264
Accrued interest	4,967,015	4,968,859
Total liabilities payable from restricted assets	<u>5,303,375</u>	<u>12,184,123</u>
<b>CURRENT LIABILITIES:</b>		
Revenue bonds payable - current portion	40,000	-
Revenue certificate payable - current portion	80,000	50,000
Obligation under capital lease - current portion	4,692	4,692
Accounts payable	661,161	682,286
Notes payable - current portion	48,600	42,466
Accrued expenses	290,296	247,656
Total current liabilities	<u>1,124,749</u>	<u>1,027,100</u>
<b>TOTAL LIABILITIES AND CAPITALIZATION</b>	<u>\$104,069,826</u>	<u>\$113,619,781</u>

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

SEBRING UTILITIES COMMISSION  
 STATEMENTS OF RETAINED EARNINGS  
 FOR THE YEARS ENDED SEPTEMBER 30, 1983 AND 1982

	<u>1983</u>	<u>1982</u>
RETAINED EARNINGS - BEGINNING OF YEAR:		
As previously reported	\$7,161,389	\$8,474,941
Cumulative effect on prior year of retroactive restatement for accounting change (Note 4)	-	( 105,234)
Adjustment (Note 3)	-	( 1,351,721)
As restated	<u>7,161,389</u>	<u>7,017,986</u>
Net income (loss)	( <u>2,392,154</u> )	<u>653,061</u>
Transfers to the City of Sebring:		
Cash	270,000	250,000
Receivables forgiven	<u>297,278</u>	<u>259,658</u>
	<u>567,278</u>	<u>509,658</u>
RETAINED EARNINGS - END OF YEAR	<u><u>\$4,201,957</u></u>	<u><u>\$7,161,389</u></u>

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

SEBRING UTILITIES COMMISSION  
STATEMENTS OF SOURCE OF FUNDS USED FOR CONSTRUCTION  
FOR THE YEARS ENDED SEPTEMBER 30, 1983 AND 1982

	1983	1982
<b>SOURCE OF FUNDS:</b>		
Funds derived from (used for) operations:		
Net income (loss)	(\$ 2,392,154)	\$ 653,061
Items included in net income not requiring (providing) funds:		
Depreciation	1,373,700	779,417
Amortization of nuclear fuel	71,669	68,145
Bond expense and discount amortization	173,661	35,827
Total funds derived from (used for) operations	( <u>773,124</u> )	( <u>1,536,450</u> )
Increase in net current assets	( <u>2,229,481</u> )	( <u>979,570</u> )
Funds from financing and other sources (uses):		
Obligation under capital lease	( 4,691 )	( 56,503 )
Bonds redeemed	( 75,000 )	( 35,000 )
Repayment of revenue certificate	( 335,000 )	( 100,000 )
Decrease in deferred charges, less amount expensed	179,450	273,650
Net decrease in net restricted assets	15,110,704	48,057,513
Payments and commitments to the City of Sebring	( 567,278 )	( 509,658 )
Contributions in aid of construction	239,198	170,495
Customer deposits	42,397	26,190
Proceeds from revenue certificate	150,000	450,000
Proceeds from notes payable	16,059	285,000
Decrease in notes payable	( 49,648 )	( 26,940 )
Decrease in unamortized discount, less amount expensed	119,458	181,294
	<u>14,825,649</u>	<u>48,716,041</u>
<b>FUNDS USED FOR CONSTRUCTION</b>	<u>\$11,823,044</u>	<u>\$49,272,921</u>
<b>CHANGES IN NET CURRENT ASSETS:</b>		
Increase (decrease) in current assets:		
Cash	\$ 1,873,900	\$ 45,592
Accounts receivable	71,639	625
Inventories of fuel and materials	358,790	( 49,671 )
Prepaid expenses	22,801	( 8,706 )
Decrease (increase) in current liabilities:		
Revenue certificate - current portion	( 40,000 )	50,000
Obligation under capital lease - current portion	( 30,000 )	30,981
Accounts payable	21,125	785,941
Notes payable - current portion	( 6,134 )	( 42,466 )
Accrued expenses	( 42,640 )	167,274
<b>INCREASE IN NET CURRENT ASSETS</b>	<u>\$ 2,229,481</u>	<u>\$ 979,570</u>

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

SEBRING UTILITIES COMMISSION  
 STATEMENTS OF INCOME  
 FOR THE YEARS ENDED SEPTEMBER 30, 1983 AND 1982

	1983	1982
OPERATING REVENUE:		
Sales	\$ 9,967,389	\$9,512,701
Gas supplier recovery	-	319,118
Other	45,333	103,100
Total operating revenue	10,012,722	9,934,919
OPERATING EXPENSES	9,270,758	8,598,698
OPERATING INCOME	741,964	1,336,221
INTEREST INCOME (After credit to construction costs of \$2,197,553 in 1983 and \$7,896,036 in 1982)	754,215	135,338
	1,496,179	1,471,559
INTEREST EXPENSE (After charge to construction costs of \$6,258,138 in 1983 and \$9,629,388 in 1982)	3,888,333	818,498
NET INCOME (LOSS)	(\$ 2,392,154)	\$ 653,061

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

SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 1 - The Sebring Utilities Commission is an independent special district that is incorporated under the laws of the State of Florida.

Note 2 - Summary of Significant Accounting Policies:

The financial statements have been prepared on the accrual basis of accounting based upon the Uniform System of Accounts prescribed for electric utilities by the Federal Energy Regulatory Commission and upon the Uniform System of Accounts for Water Utilities issued by the National Association of Regulatory Utility Commissioners.

Property, plant and equipment are stated at cost. Construction costs include payroll and the related costs, such as taxes, pensions and other fringe benefits, and allocation of indirect charges for engineering, supervision and transportation expenses. Construction period interest is capitalized. The assets are depreciated over estimated useful lives ranging from 5 to 50 years, using the straight-line method of depreciation. A summary of property, plant and equipment and accumulated depreciation is included in Note 12.

Maintenance is charged with the cost of repairs of property, and the plant accounts are charged with the cost of renewals and replacements.

Nuclear fuel is carried in the electric plant accounts at cost, net of estimated energy consumed. The amount consumed is charged to nuclear fuel expense. Amortization of energy consumed has been determined by the unit-of-production method, based on engineering estimates. Nuclear fuel expense does not include a provision for salvage value nor a provision for future disposition costs.

Restricted fund investments are carried at cost.

Unbilled utility revenues are accrued based on the estimated usage between the last meter reading dates and year end.

Inventories are stated at the lower of cost or market. Cost is determined generally on an average cost method, except for fuel inventory costs, which are determined using the last-in, first-out (LIFO) method. Reusable materials that have been removed from service are included in inventories at the carrying value of similar new materials.

Issuance discount and expenses related to the bonds payable are deferred and amortized over the life of the bonds on the bonds outstanding method.

Note 3 - Prior Period Adjustment:

In the year ended September 30, 1981, the calculation of interest income capitalized did not include interest income resulting from accrued interest receivable at the end of the year. Accordingly, interest income was overstated and construction work in progress was understated by \$1,351,721. The financial statements have been restated to reflect this correction.

SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Accounting change:

During the year ended September 30, 1982, the Commission changed the method of capitalizing interest on construction projects. The effect of this change was to increase construction work in progress, income before extraordinary item and net income for 1982 by \$762,871. Retained earnings has been adjusted for \$105,234, the effect of retroactive application of the new method.

Note 5 - Long-Term Debt:

Revenue bonds outstanding at September 30, are as follows:

	1983	1982
Series of 1981, 8.25% to 11.25% due in varying amounts from 1983 through 2011	\$92,680,000	\$92,715,000

In September, 1978, the Commission provided for advance refunding on the Series 1964, 1973 and 1975 revenue bonds (Refunded Bonds) by the sale of \$8,400,000 Utilities System Revenue Bonds (Series 1978) and Utilities System Special Obligation Bonds (Series 1978A). From the proceeds of the sale of the two issues, and other sources, sufficient monies were deposited into irrevocable escrow accounts, and invested in United States obligations that will provide sufficient funds for the payment of the maturing principal and interest on the Series 1964, 1973 and 1975 outstanding revenue bonds. In March 1981, the Series 1981 Bonds were issued and a portion of the proceeds was used to refund the Series 1978 Bonds in same manner that the 1978 Bonds refunded prior issues, as described above. The Refunded Bonds have been treated as extinguished debts.

The Utilities System Revenue Bonds (Series 1978) and the Series 1981 Bonds are secured by a pledge of the net revenues of the Commission. The Utilities System Special Obligation Bonds (Series 1978A) are secured by a pledge of the interest to be paid on the escrow funds.



SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 5 - Long-Term Debt (Continued):

The maturity schedule for the Utilities System Revenue Bonds (Series 1981) is as follows:

<u>Year Ending October 1</u>	<u>Principal Amount</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
1983	\$ 40,000	\$ 9,894,030	\$ 9,934,030
1984	640,000	9,890,730	10,530,730
1985	695,000	9,836,970	10,531,970
1986	755,000	9,775,115	10,530,115
1987	825,000	9,705,655	10,530,655
1988	905,000	9,628,105	10,533,105
1989	990,000	9,541,225	10,531,225
1990	1,090,000	9,443,215	10,533,215
1991	1,200,000	9,333,125	10,533,125
1992	1,320,000	9,209,525	10,529,525
1993	1,460,000	9,070,925	10,530,925
1994	1,625,000	8,906,675	10,531,675
1995	1,805,000	8,723,863	10,528,863
1996	2,010,000	8,520,800	10,530,800
1997	2,235,000	8,294,675	10,529,675
1998	2,490,000	8,043,238	10,533,238
1999	2,765,000	7,763,112	10,528,112
2000	3,080,000	7,452,050	10,532,050
2001	3,415,000	7,113,250	10,528,250
2002	3,795,000	6,737,600	10,532,600
2003	4,210,000	6,320,150	10,530,150
2004	4,675,000	5,857,050	10,532,050
2005	5,190,000	5,342,800	10,532,800
2006	5,760,000	4,771,900	10,531,900
2007	6,395,000	4,138,300	10,533,300
2008	7,095,000	3,434,850	10,529,850
2009	7,875,000	2,654,400	10,529,400
2010	8,745,000	1,788,150	10,533,150
2011	9,595,000	935,512	10,530,512
	<u>\$92,580,000</u>	<u>\$212,126,995</u>	<u>304,806,995</u>

Revenue certificates payable are as follows:

	<u>Current portion</u>	<u>Long-term</u>
Revenue Certificate payable \$50,000 annually, plus interest at 7.25%	\$50,000	\$ -
Revenue certificate payable \$30,000 annually, plus interest at 13.13%	30,000	90,000
Revenue certificate payable \$225,000 annually, plus interest at 60% of Flagship First National Bank's prime rate	-	225,000
	<u>\$80,000</u>	<u>\$315,000</u>

SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 6 - Employee Pension Plan:

The Commission has a pension plan covering the majority of its employees. Pension expense amounted to \$173,993 and \$121,390 in 1983 and 1982, respectively, including amortization of prior service costs over forty years. At September 30, 1983 and 1982, the actuarial value of assets of the pension fund is in excess of the actuarially computed value of vested benefits. Unfunded prior service cost is approximately \$305,833 and \$351,114 at September 30, 1983 and 1982, respectively.

Note 7 - Capital Leases:

During 1981, the Commission leased a word processor under a capital lease which expires in 1985. Following is a schedule of future minimum lease payments for the word processor by years:

Year	Minimum Payment
1984	\$ 8,858
1985	8,858
Total	17,716
Less: Amount representing interest	8,333
Present value of minimum lease payments	\$ 9,383

Depreciation of leased property under the capital lease is \$1,877 in both 1983 and 1982, respectively, and interest expense is \$4,167 for both 1983 and 1982. The plant account includes \$23,458 capitalized cost and \$4,379 and \$2,502 accumulated depreciation as of September 30, 1983 and 1982, respectively.

Note 8 - Insurance in Force:

Coverage	Limits
Workmen's Compensation & Employer's Liability	\$ 100,000
Automobile	
Bodily Injury - Each Person	\$ 1,000,000
- Each Occurrence	\$ 1,000,000
Property Damage - Each Occurrence	\$ 100,000
General Liability	
Bodily Injury - Each Occurrence	\$ 1,000,000
Property Damage - Each Occurrence	\$ 100,000
Fire, Lightning and Extended Coverages	
Listed Items - 80% Co-Insurance	\$73,095,029
Listed Items - 100% Co-Insurance	\$ 2,181,740
Boiler and Machinery - Each Accident	\$ 8,000,000

SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 9 - Budget Analyses:

	1983		1982	
	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>
Operating revenue	\$13,834,300	\$10,012,722	\$11,303,000	\$ 9,934,919
Operating expense	8,491,300	7,825,389	7,849,200	7,751,136
Net interest expense	<u>1,888,000</u>	<u>2,960,457</u>	<u>516,000</u>	<u>192,389</u>
Net income before depreciation and amortization	<u>\$ 3,455,000</u>	<u>(\$ 773,124)</u>	<u>\$ 2,937,800</u>	<u>\$ 1,991,394</u>
Variance over (under) budget		<u>(\$ 4,228,124)</u>		<u>(\$ 946,406)</u>

Note 10 - Contingencies, Commitments and Subsequent Events:

On April 7, 1981, the Commission issued \$92,750,000 of its Utilities System Revenue Bonds, Series 1981, (the bonds) a major portion of the proceeds of which were used to pay for the construction of the power project. Subsequent to September 30, 1983, the Commission violated certain provisions of the related bond resolution. An explanation of the events leading to the violation of the bond provisions and an explanation of the specific violations follows.

At the time of the issuance of the bonds a number of economic considerations and assumptions relating to future energy prices, electrical loads and the needs for new power supply facilities in Florida were made. In the opinion of Consulting Engineers (CH2M HILL), these considerations and assumptions, on which analyses, projections and recommendations were based at the time, seemed reasonable. It has turned out, however, that certain expectations concerning the revenue from the sales of surplus power from the power project and the amount of retail electric sales by the Commission are not likely to be realized. As a result, the net cost of the power from the power project to the Commission is much greater than anticipated, placing the Commission at a severe economic and competitive disadvantage.

One such expectation involved the projected amount of surplus energy sales through the Energy Broker System (the "Energy Broker") of the Florida Electric Power Coordinating Group, Inc. (the "FCG").

Expected revenues from Energy Broker sales were crucial to the projection that the construction of the power project would result in a significant cost savings. It was projected that the net benefits of the Energy Broker for the fiscal year ending September 30, 1983 would be \$3,000,000, while in fact were \$191,672. It was projected that for fiscal 1984 such benefits would be \$5,859,000, but changed power load and resource conditions in Florida make it likely that the 1984 benefit will be only \$1,370,000.

SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 10 - Contingencies, Commitments and Subsequent Events (Continued)

Also, in 1981 the Commission forecast retail electric sales in 1984 of 131,500 MWh. Such sales are now expected to be about 122,000 MWh, resulting in 1984 Budget retail electric sales revenue of \$12,128,000 which is much lower than the \$14,886,000 projected in 1981 for 1984.

Additionally, the marked reduction in the load growth rate of the surrounding utilities has permitted their cost increases to be less than were previously forecast. Consequently, the Commission's charges to its customers are now significantly greater than those of surrounding utilities.

Another assumption that did not materialize was the interest rate on the investments during construction. It was assumed that the unexpended funds could be invested at an average rate of 14.38% per annum. Only a 12.6% rate was earned. This resulted in approximately a \$1.9 million shortfall.

The Sebring Utilities Commission has been very aware of this serious financial condition and is dedicated to restoring the financial integrity of the utility. To this end, management has assembled a team of financial, economic, engineering and legal advisors to provide guidance.

The August 17, 1983 report to the Commission, "Power Marketing and Financial Study" included lower future loads than had previously been forecast by the Commission. In that report were set forth major underlying assumptions and other information upon which analyses of several alternatives of the Commission's future conditions were based.

A revenue increase of about \$1.4 million in 1984, would result in a projected revenue shortfall of about \$2,933,000 below actual debt service, after meeting all other estimated operating expenses, resulting in a coverage ratio of 0.73. In addition, however, if a 10 percent rate increase is made in 1985 and 1986, and an 11 percent increase is made in 1987 and 1988 the Commission should be able to meet its debt service requirements by 1988 with a coverage ratio of 1.14. In 1984 through 1987 the coverage ratio of 1.25 times the maximum debt service will not be met as provided in the bond resolution, however the all actual principal and interest payments should be met by borrowing from the Bond Reserve Fund. This fund was established for this purpose and will not be fully depleted by making these payments as planned. After 1988 the Bond Reserve Fund will begin to be replenished.

SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 10 - Contingencies, Commitments and Subsequent Events (Continued)

The financial projections reflect management's cautious optimism by reducing the projected customer growth to reflect the present economic conditions; by reducing the average annual usage per residential customer to reflect the effect of conservation and rate increases; and reducing the sales for resale on the broker system to reflect the surplus capacity condition in the State of Florida. The further improvement of any of the various factors affecting operations, such as market for surplus power, customer growth, or energy usage per customer, would increase the net revenues higher than the levels shown. Also, to the extent that the Commission's bond service requirements could be reduced by a refinancing or other arrangement, the net revenues could be higher.

The developments of the past few years have not been favorable, and there is not one simple solution to this very complex problem. Therefore, the Commission has taken or will take other actions, including the following:

- 1) Accelerate wholesale power marketing efforts to supplement the energy broker system.
- 2) Implemented rate increases for electric and water utilities effective November 1, 1983.
- 3) Established impact fees from developer/customer for providing new water facilities effective January 1, 1984.
- 4) Implemented rate and service charges designed to have seasonal customers carry an equitable share of the costs to serve them.
- 5) Initiated territorial agreements with neighboring utilities. Tentative agreement reached with Glades Electric Cooperative, Inc.
- 6) Increase customer base by encouraging annexation policies of City of Sebring.
- 7) Adopted a 1984 budget with major cost reductions.

In addition to the above actions it is apparent that in the next few years the Bond Reserve funds must be temporarily used to assure the full payment of principal and interest on the outstanding bonds. The payment of any installment of interest on any bonds not being made when the same shall become due and payable can be considered an event of default as provided in the bond resolution. In addition, a coverage ratio of less than 1.25 and the depletion of the Bond Reserve account are also considered to be events of default. The remedy for this situation, as provided in the bond resolution, is upon written notice by the holders of not less than ten percent of all bonds then outstanding may institute and prosecute in a court of competent jurisdiction an appropriate suit to compel the Commission to rectify the default in accordance with the covenants of the Bond Resolution. In addition, the holders of not less than twenty-five percent of the Bonds outstanding can by written notice to the Commission, declare the principal of all the Bonds due and payable.

Subsequent to September 30, 1983, the Commission's actions will constitute an event of default if the Commission is notified in writing of such violations and if violations are not remedied within 30 days. As of the date of this report no written notification has been received and no provision for any liability that may result has been made in the financial statements.

SEBRING UTILITIES COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS

Note 11 - Rate Revisions:

Electric rates were raised effective October 1, 1982 and March 1, 1983, and water rates were raised effective October 1, 1982 in accordance with adopted rate schedules.

Note 12 - Property, Plant and Equipment in Service:

	September 30,			
	1983		1982	
	Cost	Accumulated Depreciation	Cost	Accumulated Depreciation
Land	\$ 218,250	\$ -	\$ 218,250	\$ -
Electric generation plants	70,074,649	4,281,602	7,902,863	3,501,414
Electric transmission system	1,932,320	399,437	1,930,173	335,126
Electric distribution system	7,322,370	2,044,377	6,662,416	1,798,703
Water system	4,005,701	1,716,822	3,844,129	1,571,189
Equipment	1,222,533	791,389	1,175,604	662,688
Storage buildings	306,038	53,475	279,438	44,282
	<u>\$85,081,861</u>	<u>\$9,287,102</u>	<u>\$22,012,873</u>	<u>\$7,913,402</u>

## SUPPLEMENTARY FINANCIAL INFORMATION

Our examinations were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary schedules of income for the electric and water systems are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the examinations of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

---

Wicks, Brown, Williams & Co.

December 5, 1983

SEBRING UTILITIES COMMISSION  
 SUPPLEMENTARY SCHEDULES OF INCOME  
 ELECTRIC SYSTEM  
 FOR THE YEARS ENDED SEPTEMBER 30, 1983 AND 1982

	<u>1983</u>	<u>1982</u>
<b>OPERATING REVENUE:</b>		
Sale of electricity	\$8,674,475	\$8,337,543
Interdepartmental sales	128,312	106,883
Gas supplier recovery	-	319,118
Miscellaneous sales and service	45,333	99,722
Total operating revenue	<u>8,848,120</u>	<u>8,863,266</u>
<b>OPERATING EXPENSES:</b>		
Generation and transmission:		
Fuel	3,120,557	2,251,600
Purchased power	1,239,564	2,442,691
Operation and maintenance	1,593,107	1,040,241
Transmission system operation and maintenance	491,480	374,66
Distribution system operation and maintenance:		
Operating expenses	85,452	80,949
Maintenance expenses	132,545	180,125
Depreciation	873,726	311,834
General and administrative expenses	895,124	1,046,502
State utility taxes	128,445	81,369
Total operating expenses	<u>8,560,000</u>	<u>7,809,972</u>
<b>OPERATING INCOME</b>	<u>\$ 288,120</u>	<u>\$1,053,294</u>



SEBRING UTILITIES COMMISSION  
 SUPPLEMENTARY SCHEDULES OF INCOME  
 WATER SYSTEM  
 FOR THE YEARS ENDED SEPTEMBER 30, 1983 AND 1982

	<u>1983</u>	<u>1982</u>
OPERATING REVENUE:		
Sale of water	\$1,158,789	\$1,067,195
Interdepartmental sales	5,813	1,080
Miscellaneous sales and service	-	3,378
Total operating revenue	<u>1,164,602</u>	<u>1,071,653</u>
OPERATING EXPENSES:		
Production operation and maintenance:		
Electricity for pumping	128,312	106,883
Operating expenses	45,099	41,634
Maintenance expenses	6,911	12,877
Transmission and distribution operation and maintenance:		
Operating expenses	26,502	12,877
Maintenance expenses	56,561	67,770
Depreciation	153,900	163,344
General and administrative expenses	293,473	383,341
Total operating expenses	<u>710,758</u>	<u>788,726</u>
OPERATING INCOME	<u>\$ 453,844</u>	<u>\$ 282,927</u>

SEBRING UTILITIES COMMISSION  
UNAUDITED FINANCIAL STATEMENTS  
FEBRUARY, 1984

I N D E X

FINANCIAL STATEMENTS

Balance Sheet	
Assets . . . . .	1
Liabilities and Capitalization . . . . .	2
Retained Earnings . . . . .	3
Statement of Income	
Consolidated System . . . . .	4
Electric System . . . . .	5
Water System . . . . .	6
Revenue	
Electric System . . . . .	7
Water System . . . . .	7
Resale Summary . . . . .	8

BUDGET ANALYSIS

Revenue . . . . .	9
Expense by Responsibility Area . . . . .	.10
Expense by Type . . . . .	.11
Capital . . . . .	.12
Carry-Over Projects . . . . .	.14

SEBRING UTILITIES COMMISSION  
 UNAUDITED BALANCE SHEET  
 FIVE MONTHS ENDED FEBRUARY 29, 1984

ASSETS

PROPERTY, PLANT AND EQUIPMENT, at cost:	
Property, plant and equipment in service	\$ 85,081,861
Less: Accumulated depreciation	( 10,435,812)
Total	<u>74,646,049</u>
Construction work in progress	2,889,054
Nuclear fuel, at amortized cost	401,979
Total property, plant and equipment	<u>77,937,082</u>
RESTRICTED ASSETS:	
Bond service fund	3,488,933
Reserve account	10,384,200
Emergency and facilities fund	270,979
Construction fund	1,760,406
Accrued interest receivable	572,170
Total restricted assets	<u>16,476,688</u>
CURRENT ASSETS:	
Cash and investments	963,792
Accounts receivable, net of allowance for doubtful account of \$166,477	485,478
Accounts Receivable - Other	135,670
Accrued Unbilled Revenue	561,925
Inventories of fuel and materials	902,574
Prepaid expenses	75,152
Total current assets	<u>3,124,591</u>
DEFERRED CHARGES:	
Unamortized bond expense	3,478,768
Other deferred charges	57,024
Total deferred charges	<u>3,535,792</u>
TOTAL ASSETS	<u>\$ 101,074,153</u>

## LIABILITIES AND CAPITALIZATION

### CAPITALIZATION:

#### Long-term debt:

Revenue bonds payable	\$ 92,640,000
Less: Original issue discount	( 2,315,768)
Revenue certificate payable, less amount due currently	235,000
Customer deposits	627,436
Obligation under capital lease	4,692
Note payable - Other	175,870
Total long-term debt	<u>\$ 91,367,230</u>

#### Equity:

Contributed by City of Sebring	712,647
Retained earnings	1,892,302
Total equity	<u>2,604,949</u>
Contribution in aid of construction	1,524,336
Total Equity and Aid of Construction	<u>4,129,285</u>

### LIABILITIES PAYABLE FOR RESTRICTED ASSETS:

Retainage Payable	255,690
Accounts Payable	100,670
Accrued interest payable	4,121,138
Total Liabilities Payable for Restricted Assets	<u>4,477,498</u>

### CURRENT LIABILITIES:

Current portion of revenue certificate	160,000
Current obligation under capital lease	263
Current portion - Other note payable	27,170
Accounts payable	569,499
Accrued pension liability	96,248
Other accrued expenses	246,960
Total current liabilities	<u>1,100,140</u>

TOTAL LIABILITIES AND CAPITALIZATION

\$ 101,074,153

SEBRING UTILITIES COMMISSION  
UNAUDITED STATEMENTS OF RETAINED EARNINGS  
FIVE MONTHS ENDED FEBRUARY 29, 1984

RETAINED EARNINGS - BEGINNING OF YEAR:	\$ 4,201,949
Net income for the year	( <u>2,309,647</u> )
RETAINED EARNINGS - END OF YEAR	\$ <u><u>1,892,302</u></u>

SEBRING UTILITIES COMMISSION  
 UNAUDITED CONSOLIDATED STATEMENT OF INCOME  
 FIVE MONTHS ENDED FEBRUARY 29, 1984

	<u>FEBRUARY</u>	<u>YEAR TO DATE</u>
OPERATING REVENUE:		
Sales	\$ 1,271,153	\$ 6,026,466
Miscellaneous Sales and Service	78,878	154,770
Total operating revenue	<u>\$ 1,350,031</u>	<u>\$ 6,181,236</u>
OPERATING EXPENSES		
Fuel expense	325,277	1,786,307
Purchased power	60,749	366,357
Operations expense	95,004	619,583
Maintenance expense	59,169	248,184
Depreciation expense	229,920	1,149,600
Administrative & General expense	105,201	499,086
Tax expense	16,407	77,805
Total Expense	<u>891,727</u>	<u>4,746,922</u>
OPERATING INCOME	458,304	1,434,314
INTEREST INCOME	<u>115,144</u>	<u>592,744</u>
	573,448	2,027,058
INTEREST EXPENSE	<u>867,396</u>	<u>4,336,705</u>
NET INCOME (LOSS)	(\$ <u>293,948</u> )	(\$ <u>2,309,647</u> )

SEBRING UTILITIES COMMISSION  
 UNAUDITED SUPPLEMENTARY SCHEDULES OF INCOME  
 ELECTRIC SYSTEM  
 FIVE MONTHS ENDED FEBRUARY 29, 1984

	<u>FEBRUARY</u>	<u>YEAR TO DATE</u>
OPERATING REVENUE:		
Sale of electricity	\$ 1,130,907	\$ 5,402,484
Miscellaneous sales and service	78,878	154,770
Total operating revenue	<u>1,209,785</u>	<u>5,557,254</u>
OPERATING EXPENSES:		
Generation:		
Fuel	325,277	1,786,307
Purchased Power	60,749	366,357
Operation Expenses	60,762	432,937
Maintenance Expenses	25,904	154,020
Transmission:		
Operating Expenses	12,212	73,535
Maintenance Expenses	36	303
Distribution:		
Operating expenses	5,746	29,133
Maintenance expenses	13,126	48,524
Depreciation - Electric Plant	209,585	1,047,925
Depreciation - General Plant	5,445	27,225
Administrative & General Expenses	78,901	374,315
Taxes	16,407	77,805
Total operating expenses	<u>814,150</u>	<u>4,418,386</u>
OPERATING INCOME BEFORE INTEREST	\$ <u>395,635</u>	\$ <u>1,138,868</u>



SEBRING UTILITIES COMMISSION  
 UNAUDITED SUPPLEMENTARY SCHEDULES OF INCOME  
 WATER SYSTEM  
 FIVE MONTHS ENDED FEBRUARY 29, 1984

	<u>FEBRUARY</u>	<u>YEAR TO DATE</u>
OPERATING REVENUE:		
Sale of water	\$ 140,246	\$ 623,982
Miscellaneous sales and service		
Total operating revenue	<u>140,246</u>	<u>623,982</u>
OPERATING EXPENSES:		
Production operation and maintenance:		
Operating expenses	15,118	75,922
Maintenance expenses	2,910	5,174
Transmission and Distribution		
Operating expenses	1,166	8,056
Maintenance expenses	17,193	40,163
Depreciation - Water Plant	13,075	65,375
Depreciation - General Plant	1,815	9,075
Administrative & General Expenses	<u>26,300</u>	<u>124,771</u>
Total operating expenses	<u>77,577</u>	<u>328,536</u>
OPERATING INCOME BEFORE INTEREST	\$ <u>62,669</u>	\$ <u>295,446</u>

SEBRING UTILITIES COMMISSION  
 UNAUDITED  
 SUPPLEMENTARY SCHEDULE OF REVENUE  
 FIVE MONTHS ENDED FEBRUARY 29, 1984

	<u>FEBRUARY</u>	<u>YEAR TO DATE</u>
OPERATING REVENUE:		
<u>ELECTRIC</u>		
Residential	\$ 678,113	\$ 2,990,283
Rental Lights	7,339	36,720
Commercial	284,140	1,443,848
City Lights	12,147	59,122
Government Lights	659	3,030
City	21,802	70,813
Government	59,190	302,064
Resale	57,268	441,031
Sebring Utilities	12,524	64,892
Adjustments	< 2,275 >	< 9,319 >
<b>TOTAL ELECTRIC SALES</b>	<b>\$ 1,130,907</b>	<b>\$ 5,402,484</b>
Miscellaneous Sales	66,866	80,257
Penalties	5,757	14,195
Service Charges	6,255	60,318
<b>TOTAL MISCELLANEOUS SALES &amp; SERVICE</b>	<b>\$ 78,878</b>	<b>\$ 154,770</b>
<b>TOTAL ELECTRIC REVENUE</b>	<b>\$ 1,209,785</b>	<b>\$ 5,557,254</b>
<u>WATER</u>		
Residential	\$ 96,451	\$ 442,319
Commercial	37,715	149,485
Fire Protection		
City	1,918	10,991
Government	3,380	17,411
Sebring Utilities	782	3,776
<b>TOTAL SALE OF WATER</b>	<b>\$ 140,246</b>	<b>\$ 623,982</b>
<b>TOTAL REVENUE</b>	<b>\$ 1,350,031</b>	<b>\$ 6,181,236</b>

SEBRING UTILITIES COMMISSION  
 UNAUDITED  
 SUPPLEMENTARY SCHEDULE OF REVENUE  
 FIVE MONTHS ENDED FEBRUARY 29, 1984

	<u>FEBRUARY</u>	<u>YEAR TO DATE</u>
<b>RESALE SUMMARY</b>		
Florida Power Corporation	\$ 44,948	\$ 381,117
St. Cloud Utilities		1,206
Orlando Utilities		773
Vero Beach Utilities		
Gainesville Utilities		6,002
Florida Power & Light	42	5,514
Tampa Electric Company	11,615	19,839
Lakeland Utilities		4,830
Jacksonville Electric Authority		18,633
Homestead Utilities	438	579
Lake Worth Utilities		
New Smyrna Beach		51
Fort Pierce Utilities Authority		
City of Tallahassee		145
City of Kissimmee	<u>225</u>	<u>2,342</u>
<b>TOTAL RESALE</b>	<u>\$ 57,268</u>	<u>\$ 441,031</u>

SEBRING UTILITIES COMMISSION  
REVENUE ANALYSIS FISCAL YEAR 1984  
As of February 29, 1984

DESCRIPTION	B U D G E T			A C T U A L			
	ANNUAL	MONTHLY	YTD	MONTHLY	%	YTD	YTD %
RESIDENTIAL RENTAL LIGHTS	\$ 6,919,950	\$ 839,552	\$ 3,104,570	\$ 678,113		\$ 2,990,283	
COMMERCIAL CITY STREET LIGHTS	3,348,260	274,278	1,306,006	284,140		1,443,848	
GOVERNMENT LIGHTS CITY	131,930	10,994	54,970	12,147		59,122	
GOVERNMENT SEBRING UTILITIES	8,511	709	3,545	659		3,030	
ADJUSTMENTS	217,046	17,527	83,446	21,802		70,813	
	1,047,993	73,749	406,007	59,190		302,064	
	200,023	16,669	87,102	12,524		64,892	
	\$ <u>11,971,596</u>	\$ <u>1,241,635</u>	\$ <u>5,086,431</u>	\$ <u>1,073,639</u>	86.5	\$ <u>4,951,453*</u>	97.5
PENALTIES	25,534	3,098	11,456	5,757		14,195	
SERVICE CHARGES	87,244	7,270	36,350	6,255		60,318	
MISCELLANEOUS	43,626	3,635	18,175	66,866		80,257	
	\$ <u>156,404</u>	\$ <u>14,003</u>	\$ <u>65,981</u>	\$ <u>78,878</u>		\$ <u>154,770</u>	
RESALE	3,345,000	278,750	1,393,750	57,268		441,031	
TOTAL ELECTRIC	\$ <u>15,473,000</u>	\$ <u>1,534,388</u>	\$ <u>6,546,162</u>	\$ <u>1,209,785</u>	78.8	\$ <u>5,557,254</u>	84.9
RESIDENTIAL COMMERCIAL	\$ 1,211,000	\$ 91,289	\$ 447,686	\$ 96,451		\$ 442,319	
CITY GOVERNMENT	364,000	30,335	158,508	37,715		149,485	
SEBRING UTILITIES	52,000	4,169	19,181	1,918		10,991	
	67,000	4,519	26,120	3,380		17,411	
	11,000	917	4,790	782		3,776	
TOTAL WATER	\$ <u>1,705,000</u>	\$ <u>131,229</u>	\$ <u>656,285</u>	\$ <u>140,246</u>	106.9	\$ <u>623,982*</u>	95.1
TOTAL SALES	\$ <u>17,178,000</u>	\$ <u>1,665,617</u>	\$ <u>7,202,447</u>	\$ <u>1,350,031</u>	81.05	\$ <u>6,181,236</u>	85.8
TOTAL SALES LESS RESALE	\$ <u>13,833,000</u>	\$ <u>1,386,867</u>	\$ <u>5,808,697</u>	\$ <u>1,292,763</u>	93.2	\$ <u>5,740,205</u>	98.8

\* Actual Revenue for October 1983 was below budget \$72,417 (Electric \$45,475, water \$26,942) on retail sales due primarily to rates being implemented on November 1, 1983, but budgeted to be in effect October 1, 1983.

SEBRING UTILITIES COMMISSION  
EXPENSE ANALYSIS FISCAL YEAR 1984  
As of February 29, 1984

YTD PERCENTAGE: 41.66%

RA	DESCRIPTION	B U D G E T			A C T U A L		
		ANNUAL	MONTHLY	YTD	MONTHLY	YTD	YTD %
11	ADMINISTRATIVE	\$ 543,480	\$ 45,290	\$ 226,450	\$ 65,855	\$ 289,657	53.30
12	METER READING	105,247	8,771	43,855	5,805	32,598	30.97
13	VEHICLE MAINTENANCE	133,680	11,140	55,700	6,063	37,342	27.93
14	STORES	86,615	7,218	36,090	5,865	35,257	40.70
15	CUSTOMER SERVICE	425,208	35,434	177,170	23,899	130,822	30.76
16	DATA PROCESSING	158,960	13,247	66,233	11,409	58,206	36.61
17	GENERAL ACCOUNTING	160,143	13,345	66,726	11,157	59,836	37.36
19	ENERGY CONSERVATION	30,868	2,572	12,862	1,658	8,919	28.89
20	ENERGY MARKETING	42,772	3,564	17,822	2,869	14,738	34.45
21	POWER PROD - OPERATIONS	8,217,334	684,778	3,423,890	546,147	2,950,239	35.90
22	POWER PROD - ENERGY CONTR	1,144,780	95,398	476,992	71,424	431,875	37.72
23	POWER PROD - MAINTENANCE	239,837	19,986	99,930	13,003	80,476	33.55
29	POWER PROD - CR3	497,691	41,474	207,371	56,090	229,016	46.01
41	ELEC T&D - CONST & MAINT	616,120	51,343	256,717	40,266	208,777	33.88
42	ELEC T&D - TREE TRIMMING	54,816	4,568	22,840	1,207	6,679	12.18
51	WATER PRODUCTION	434,524	36,210	181,052	39,998	163,733	37.68
52	WATER T&D	129,201	10,767	53,833	11,080	58,350	45.16
61	PLANT METERING & CONTROL	197,525	16,460	82,300	15,578	55,157	27.92
TOTAL		\$ <u>13,218,801</u>	\$ <u>1,101,565</u>	\$ <u>5,507,833</u>	\$ <u>929,373</u>	\$ <u>4,851,677</u>	<u>36.70</u>

SEBRING UTILITIES COMMISSION  
EXPENSE ANALYSIS FISCAL YEAR 1984  
As of February 29, 1984

ALL RA'S

YTD PERCENTAGE: 41.66%

EXPENSE TYPE	DESCRIPTION	B U D G E T			A C T U A L		
		ANNUAL	MONTHLY	YTD	MONTHLY	YTD	YTD %
13	PAYROLL - OVERHEAD	\$ 392,439	\$ 32,703	\$ 163,515	\$ 25,562	\$ 154,401	39.34
15	PAYROLL	1,962,420	163,535	817,675	127,156	770,523	39.26
17	OUTSIDE CONTRACTORS				23,333	23,333	
18	OUTSIDE SERVICES	673,876	56,156	280,780	59,806	221,088	32.81
19	PREPAID SERVICES	21,000	1,750	8,750	2,281	10,806	51.46
26	PREPAID EXP WRITE OFF	67,200	5,600	28,000	14,420	68,200	101.49
28	TRAVEL AND MEALS EXP	33,630	2,803	14,015	607	4,019	11.95
30	VEHICLE EXPENSE	74,566	6,214	31,070			
32	EQUIP & TOOL PURCHASE	29,600	2,467	12,335	1,427	4,496	15.19
33	UNIFORM EXPENSE	11,595	966	4,830	717	2,849	24.57
41	DEPRECIATION	2,759,040	229,920	1,149,600	229,920	1,149,600	41.66
43	UNCOLLECTABLE ACCOUNTS	75,200	6,267	31,333			
50	POSTAGE	25,150	2,096	10,480	2,532	10,440	41.51
53	FEES, LICENSES, PERMITS	38,840	3,237	16,183	< 69 >	14,746	37.96
54	BOOKS, PERIODICALS, PUBL						
55	TRAINING	10,080	840	4,200	307	853	8.46
56	INSURANCE - LIABILITY	23,187	1,932	9,660	21	2,109	9.09
59	ADVERTISING	13,230	1,103	5,513	376	918	6.93
60	RENT & UTILITIES	67,285	5,607	28,035	5,648	26,096	38.78
61	INTERDEPARTMENT UTILITIES	216,080	18,007	90,035	13,417	69,217	32.03
65	OFFICE SUPPLIES	72,500	6,042	30,208	6,481	22,633	31.22
68	COMPUTER SERV - ALLOCATED	158,960	13,247	66,235	11,409	58,233	36.63
70	FUEL	5,102,793	425,233	2,126,165	321,862	1,765,545	34.60
76	OTHER OIL	150	13	63			
80	FPC ENERGY PURCHASE	1,000,000	83,333	416,667	60,589	366,084	36.60
90	MATERIALS	275,950	22,996	114,980	13,138	58,060	21.04
92	VEHICLE PARTS & TIRES	33,000	2,750	13,750	3,652	9,003	27.28
93	VEHICLE GAS, OIL, COOLANT	55,000	4,583	22,917	391	16,847	30.63
94	STORES EXPENSE - ALLOCATED	26,030	2,169	10,845	4,388	21,580	82.90
	TOTAL	\$ <u>13,218,801</u>	\$ <u>1,101,569</u>	\$ <u>5,507,840</u>	\$ <u>929,371</u>	\$ <u>4,851,679</u>	<u>36.70</u>

SEBRING UTILITIES COMMISSION  
CAPITAL BUDGET ANALYSIS  
AS OF FEBRUARY 29, 1984

RA	DESCRIPTION	WORK ORDER #	BUDGET	ACTUAL FEB.	ACTUAL YTD	REMAINING BALANCE
11	ADMINISTRATIVE		<u>600</u>		<u>492</u>	<u>108</u>
12	METER READING					
	Electric-Single Phase	B0010	5,690	146	786	4,904
	Electric-Three Phase	B0040	362		82	280
	Water		655			655
12	Total		<u>6,707</u>	<u>146</u>	<u>868</u>	<u>5,839</u>
16	DATA PROCESSING		<u>1,870</u>			<u>1,870</u>
21	POWER PRODUCTION		<u>158,000</u>			<u>158,000</u>
41	ELECTRIC T & D					
	Colony Pointe	D0457	29,794	1,471	29,428	366
	S. Huckleberry	D0485	7,216			7,216
	Thunderbird	D0684	6,040	2,171	13,940	< 7,900>
	Pine & Lake	D0686	46,995		7,270	39,725
	Lakeshore	D0681	15,796		2,686	13,110
	Harder Hall	D0478	78,245		4,570	73,675
	Res. OH Services	B2010	21,440	2,069	8,269	13,171
	Res. UG Services	B2020	26,038	3,059	14,835	11,203
	Com. OH Services	B2030	7,987	835	2,117	5,870
	Com. UG Services	B2040	6,812	994	3,480	3,332
	Sec. Light MV	B4010		54	683	< 683>
	Sec. Light HPS	B4020	26,073	1,917	7,753	18,320
	Sec. Light Quartz	B4030	145	56	73	72
	St. Lights MV	B4040		82	893	< 893>
	St. Lights HPS	B4050	10,147	380	1,416	8,731
	St. Lights Quartz	B4060	542	37	51	491
	Other Jobs		137,632	17,687	102,179	35,453
	Equipment		64,700			64,700
41	Total		<u>485,602</u>	<u>30,812</u>	<u>199,643</u>	<u>285,959</u>
42	TREE TRIMMING	D0684	<u>740</u>			<u>740</u>

SEBRING UTILITIES COMMISSION  
 CAPITAL BUDGET ANALYSIS  
 AS OF FEBRUARY 29, 1984  
 Continued

RA	DESCRIPTION	WORK ORDER #	BUDGET	ACTUAL FEB.	ACTUAL YTD	REMAINING BALANCE
52	WATER T & D					
	Equipment		2,000		548	1,452
	Pine & Lake	S0033	17,500			17,500
	Golf Hammock	J0778	80,500		5,861	74,639
	Cormorant Point	J0957	3,645		461	3,184
	Wal-Mart		22,130			22,130
	Colony Pointe		14,770			14,770
	Thrush Ave.		12,400			12,400
	New Services		71,509	2,919	29,076	42,433
	Meter Change Outs		27,200			27,200
	Other		77,400	556	52,853	24,547
52	Total		<u>329,054</u>	<u>3,475</u>	<u>88,799</u>	<u>240,255</u>
61	PLANT METERING					
	Phillips Power Plant		31,818	30	1,808	30,010
	Park Street Plant		16,755			16,755
	Park Street Substation		9,950			9,950
	Dinner Lake Substation		42,950			42,950
	Park Street Pump House		12,025			12,025
	Oil Tester		3,000			3,000
	Meters		36,000	2,340	7,737	28,263
	CT Installation		12,145	1,425	2,513	9,632
61	Total		<u>164,643</u>	<u>3,795</u>	<u>12,058</u>	<u>152,585</u>
	GRAND TOTAL		<u>1,147,216</u>	<u>38,228</u>	<u>301,860</u>	<u>845,356</u>



SEBRING UTILITIES COMMISSION  
 CARRY OVER PROJECTS  
 FEBRUARY 29, 1984

	<u>WORK ORDER #</u>	<u>BUDGET COMPLETION AMOUNT</u>	<u>ACTUAL FEB.</u>	<u>ACTUAL YTD</u>	<u>REMAINING BALANCE</u>
PHILLIPS PLANT					
Sulzer Retainage	P1000	\$ 261,200	\$	\$ 4,925	\$256,275
Various Work Orders	P2000	13,730		160	13,570
TRANSMISSION LINE					
Labor and Miscellaneous	P3000	150,000	9,240	56,618	93,382
SPARE PARTS/TOOLS/EQUIP.					
Various Work Orders	P4000	150,000	1,241	29,368	120,632
ENGINEERING					
CH..M Hill	P6000	38,000	611 <	2,410>	40,410
SYSTEM IMPROVEMENTS					
Thunderbird Substation	P7000	400,000			400,000
WATER DEPARTMENT					
Vehicle	D0707	16,500	14,844	14,844	1,656
AUTOMATIC GENERATION CONTROL					
Equipment and Installation	P7021	155,000	125,700	134,977	20,023
Engineering	P6101	10,000		56	9,944
		<u>\$1,194,430</u>	<u>\$151,636</u>	<u>\$238,538</u>	<u>\$955,892</u>

FINANCIAL STATEMENTS  
AND  
AUDITORS' REPORT

CITY OF ALACHUA

ALACHUA, FLORIDA

SEPTEMBER 30, 1983

FINANCIAL STATEMENTS  
AND  
AUDITORS' REPORT

CITY OF ALACHUA  
ALACHUA, FLORIDA  
SEPTEMBER 30, 1983

CONTENTS

	<u>PAGE</u>
<u>AUDITORS' REPORT</u>	1-2
<u>COMBINED FINANCIAL STATEMENTS</u>	
Combined Balance Sheet - All Fund Types and Account Groups	3-4
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Governmental Fund Types	5
Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types	6
Combined Statement of Changes in Financial Position - All Proprietary Fund Types	7-8
<u>NOTES TO FINANCIAL STATEMENTS</u>	9-20
<u>ACCOMPANYING INFORMATION - Combining and Individual Fund Statements</u>	
<u>General Fund</u>	
Balance Sheets	21
Statement of Revenues - Budget and Actual	22
Statement of Expenditures - Budget and Actual	23-24
<u>Proprietary Funds</u>	
Combining Balance Sheet	25-26
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	27
Combining Statement of Changes in Financial Position	28-29

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

PURVIS, GRAY AND COMPANY  
CERTIFIED PUBLIC ACCOUNTANTS  
POST OFFICE BOX 999 222 NORTHEAST 1ST STREET  
TELEPHONE 378-2461 AREA CODE 904  
GAINESVILLE, FLORIDA 32602

MEMBERS OF  
AMERICAN AND FLORIDA  
INSTITUTES OF  
CERTIFIED PUBLIC ACCOUNTANTS

AUDITORS' REPORT

Honorable City Commission  
City of Alachua  
Alachua, Florida

We have examined the combined financial statements of the City of Alachua, Florida, as of and for the year ended September 30, 1983, as listed in the table of contents. Except as explained in the following paragraph, our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

We were unable to examine sufficient evidential matter to support the cost of electric plant in service as of September 30, 1982. Further, we were unable to examine sufficient evidential matter to support an adjustment to electric fund inventory and certain overhead costs for the year ended September 30, 1983, in the amount of \$133,800 - \$78,960 being capitalized as an addition to electric plant in service as of September 30, 1983, and \$54,840 charged to distribution expense.

The City's counsel has advised that the ordinance providing for sewer assessments requires calculation of interest and penalties in a manner different from the calculation currently used. City personnel are in the process of obtaining an opinion from counsel as to the effects of this difference. The effects of the ultimate resolution of this matter on the accompanying financial statements cannot be reasonably determined at this time.

In our opinion, subject to the outcome of the matter discussed in the preceding paragraph and except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine adequate documentation to support the cost of electric plant in service as of September 30, 1982, and certain adjustments as discussed in the second preceding paragraph, the combined financial statements referred to above present fairly the financial position of the City of Alachua, Florida, at September 30, 1983, and the results of its operations and the changes in financial position of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Honorable City Commission  
City of Alachua  
Alachua, Florida

AUDITORS' REPORT  
(Concluded)

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining and individual fund statements and columns on the accompanying combined financial statements captioned "Total (Memorandum Only)" are presented for purposes of additional analysis and are not a required part of the combined financial statements of the City of Alachua, Florida. The information has been subjected to the auditing procedures applied in the examination of the combined financial statements and, except for and subject to the effects of the matters discussed in the following two paragraphs, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

As discussed in the second paragraph of our report, we were unable to examine sufficient evidential matter to support the cost of electric utility plant in service as of September 30, 1982, or certain adjustments to inventory and certain overhead costs for the year ended September 30, 1983.

As discussed in the third paragraph of our report, the effects of the ultimate resolution of a calculation method of penalties and interest on sewer assessment cannot be reasonably determined or estimated at this time.

January 18, 1984

*Purvis, Gray and Company*

CITY OF ALACHUA, FLORIDA

COMBINED  
FINANCIAL STATEMENTS

These basic statements provide a summary overview of the financial position of all funds and account groups and of the operating results of all funds. They also serve as an introduction to and summary of the more detailed statements included in the accompanying information.

COMBINED BALANCE SHEET  
ALL FUND TYPES AND ACCOUNT GROUPS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA

ASSETS

Cash, Including Certificates of Deposit  
Receivables (Net of Allowances For Uncollectibles  
Parenthetically Indicated):  
    Taxes  
    Accounts (\$68,472)  
    Special and Sewer Assessments  
    Accrued Interest and Penalties  
Due From Other Funds  
Due From Other Governments  
Inventory of Fuel and Supplies  
Prepaid Expenses  
Restricted Assets:  
    Cash, Investments and Accrued Interest  
Property, Plant and Equipment - Cost Less Accumulated  
    Depreciation For Proprietary Fund Types; Cost For  
    General Fixed Asset Account Group  
Unamortized Bond Issue Costs and Miscellaneous Deferred Debits  
Amount To Be Provided For Retirement of General  
    Long-Term Debt

TOTAL ASSETS

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

GOVERNMENTAL FUND TYPES		PROPRIETARY	ACCOUNT GROUPS		TOTALS	
GENERAL	SPECIAL ASSESSMENT	FUND TYPES ENTERPRISE	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	(MEMORANDUM ONLY)	
					1983	1982
\$ 220,535		\$ 112,507			\$ 333,042	\$ 319,692
24,481					24,481	8,960
2,155		304,655			306,810	234,942
	\$ 314,601	152,332			466,933	195,876
1,355	17,195	28,970			47,520	25,831
		724,074			724,074	477,682
16,948					16,948	11,728
1,187		201,357			202,544	165,138
		7,455			7,455	6,437
		854,715			854,715	820,671
		4,693,723	\$1,048,668		5,742,391	5,746,369
		235,052			235,052	7,140
				\$ 124,038	124,038	122,810
<u>\$ 266,661</u>	<u>\$ 331,796</u>	<u>\$ 7,314,840</u>	<u>\$1,048,668</u>	<u>\$ 124,038</u>	<u>\$9,086,003</u>	<u>\$8,143,276</u>

(Continued)

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.



COMBINED BALANCE SHEET  
ALL FUND TYPES AND ACCOUNT GROUPS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Concluded)

LIABILITIES AND FUND EQUITY

LIABILITIES

Accounts and Retainages Payable  
Other Accrued Expenses  
Customer Deposits  
Due to Fiscal Agent  
Payable From Restricted Assets:  
    Accounts Payable  
    Accrued Interest  
    Current Portion of Bonds Payable  
Due to Other Funds  
Deferred Revenues and Credits  
Ad Valorem and Sales Tax Anticipation Notes Payable  
Capital Leases  
Installment Notes Payable  
Chattel Mortgage Payable  
Revenue Bonds Payable  
TOTAL LIABILITIES

FUND EQUITY

Contributed Capital  
Investment in General Fixed Assets  
Retained Earnings:  
    Reserved For Revenue Bond Retirement  
    Unreserved  
Fund Balance:  
    Reserved For Inventory  
    Designated For Capital Improvements  
    Designated For Police Department  
    Designated For Streets and Recreation  
    Unreserved  
TOTAL FUND EQUITY

TOTAL LIABILITIES AND FUND EQUITY

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

GOVERNMENTAL FUND TYPES		PROPRIETARY FUND TYPES ENTERPRISE	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
GENERAL	SPECIAL ASSESSMENT		GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	1983	1982
\$ 29,814		\$ 489,390		\$ 519,204	\$ 439,898	
6,587		18,392		24,979	35,770	
		92,355		92,355	91,832	
				0	15,250	
		228,503		0	1,999	
17,985		8,000		228,503	254,229	
1,096	\$ 262,167	706,089		8,000	8,000	
		189,339		724,074	477,682	
				452,602	71,261	
			\$ 96,237	96,237	0	
			16,042	16,042	58,139	
		25,260		0	64,671	
		4,594,855	11,759	37,019	0	
<u>55,482</u>	<u>262,167</u>	<u>6,352,183</u>	<u>124,038</u>	<u>4,594,855</u>	<u>3,530,000</u>	
				<u>6,793,870</u>	<u>5,048,731</u>	
		1,357,725		1,357,725	1,346,464	
			\$1,048,668	1,048,668	1,014,114	
		678,985		678,985	624,670	
		(1,074,053)		(1,074,053)	(47,802)	
1,187				1,187	332	
	69,629			69,629	0	
2,470				2,470	2,556	
105,000				105,000	0	
102,522				102,522	153,211	
<u>211,179</u>	<u>69,629</u>	<u>962,657</u>	<u>1,048,668</u>	<u>2,292,133</u>	<u>3,094,545</u>	
<u>\$ 266,661</u>	<u>\$ 331,796</u>	<u>\$ 7,314,840</u>	<u>\$ 1,048,668</u>	<u>\$ 9,086,003</u>	<u>\$ 8,143,276</u>	
			<u>\$ 124,038</u>			

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA

	GENERAL FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Taxes and Special Assessments	\$ 440,289	\$ 424,550	\$(15,739)
Licenses and Permits	9,000	20,352	11,352
Intergovernmental	272,522	277,696	5,174
Charges For Services	8,250	9,550	1,300
Fines and Forfeitures	22,000	19,065	( 2,935)
Miscellaneous	54,950	70,680	15,730
TOTAL REVENUES	<u>807,011</u>	<u>821,893</u>	<u>14,882</u>
<u>EXPENDITURES</u>			
General Government	165,762	122,371	43,391
Public Safety	552,178	531,835	20,343
Highways and Streets	96,727	72,854	23,873
Sanitation and Physical Environment	29,217	6,925	22,292
Culture and Recreation	72,216	21,145	51,071
Urban Redevelopment and Housing			
Capital Outlay - Contribution to Proprietary Fund			
Debt Service	19,900	84,202	(64,302)
(TOTAL EXPENDITURES)	<u>(936,000)</u>	<u>(839,332)</u>	<u>(96,668)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(128,989)</u>	<u>( 17,439)</u>	<u>111,550</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Operating Transfers In	25,000	0	(25,000)
Proceeds From Chattel Mortgage	0	11,519	11,519
Capital Leases			
Proceeds From Sales Tax Note	0	60,000	60,000
TOTAL OTHER FINANCING SOURCES	<u>25,000</u>	<u>71,519</u>	<u>46,519</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITUREC	<u>(103,989)</u>	<u>54,080</u>	<u>158,069</u>
FUND BALANCES, BEGINNING OF YEAR	<u>157,099</u>	<u>157,099</u>	<u>0</u>
FUND BALANCES, END OF YEAR	<u>\$ 53,110</u>	<u>\$ 211,179</u>	<u>\$158,069</u>

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

SPECIAL ASSESSMENT FUND			TOTALS (MEMORANDUM ONLY)	
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	1983 ACTUAL	1982 ACTUAL
\$ 0	\$ 104,867	\$104,867	\$ 529,417	\$ 402,058
			20,352	10,405
			277,696	212,221
			9,550	7,264
			19,065	22,798
			114,272	96,451
			970,352	751,197
			122,371	125,414
			531,835	461,046
			72,854	33,038
			6,925	39,305
			21,145	23,934
			0	2,156
0	78,830	(78,830)	78,830	0
0	(78,830)	(78,830)	84,202	41,351
			(918,162)	(726,244)
0	69,629	69,629	52,190	24,953
			0	0
			11,519	1,680
			0	73,959
			60,000	0
0	0	0	71,519	75,639
0	69,629	69,629	123,709	100,592
0	0	0	157,099	56,507
\$ 0	\$ 69,629	\$ 69,629	\$ 280,808	\$ 157,099

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
ALL PROPRIETARY FUND TYPES  
FOR THE YEAR ENDED SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA

	<u>PROPRIETARY FUND TYPES ENTERPRISE</u>	<u>TOTAL (MEMORANDUM ONLY) 1982</u>
<u>OPERATING REVENUES</u>	<u>\$ 2,372,936</u>	<u>\$ 2,126,004</u>
<u>OPERATING EXPENSES</u>		
Power Production Expense	1,451,517	1,367,328
Customer Accounts	95,667	65,520
Depreciation	164,127	158,724
Distribution Expenses	198,876	203,532
General and Administrative	148,466	142,475
Taxes	6,685	5,311
Transmission Expense	22,243	23,836
Treatment	36,249	26,584
(TOTAL OPERATING EXPENSES)	<u>(2,123,830)</u>	<u>(1,993,310)</u>
OPERATING INCOME	<u>249,106</u>	<u>132,694</u>
<u>NONOPERATING REVENUES (EXPENSES)</u>		
Interest Income	86,477	82,865
Interest on Long-Term Debt	( 463,247)	( 378,679)
Amortization of Bond Issue Costs	( 4,840)	( 3,735)
Miscellaneous Income	1,233	1,613
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>( 380,377)</u>	<u>( 297,936)</u>
NET (LOSS) BEFORE EXTRAORDINARY ITEM	( 131,271)	( 165,242)
EXTRAORDINARY ITEM - GAIN (LOSS) ON ADVANCE REFUNDING	<u>( 840,665)</u>	<u>724,487</u>
NET (LOSS) INCOME	( 971,936)	559,245
RETAINED EARNINGS, BEGINNING OF YEAR	<u>576,868</u>	<u>17,623</u>
RETAINED EARNINGS (DEFICIT), END OF YEAR	<u>\$( 395,068)</u>	<u>\$ 576,868</u>

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION  
ALL PROPRIETARY FUND TYPES  
FOR THE YEAR ENDED SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA

	<u>PROPRIETARY FUND TYPES ENTERPRISE</u>	<u>TOTAL (MEMORANDUM ONLY) 1982</u>
<u>SOURCE OF WORKING CAPITAL</u>		
Net Income (Loss) Before Extraordinary Item		\$( 165,242)
Items Not Requiring Outlay of Working Capital:		
Depreciation and Amortization		163,570
Working Capital Provided From (Applied To)		
Operations Before Extraordinary Item		( 1,672)
Extraordinary Item		724,487
Working Capital Provided From Operations		722,815
Proceeds From Long-Term Debt Issuance	\$ 3,809,678	2,715,000
Decrease in Restricted Assets	0	21,032
Increase in Current Liabilities Payable From		
Restricted Assets	0	95,357
Contributions	11,261	6,700
Reclassification of Sewer Assessments As		
Current	48,495	46,793
Decrease in Unamortized Bond Issue Costs	0	56,447
Decrease in Miscellaneous Deferred Debits	0	599
Electric Revenue and Improvement Bond		
Anticipation Notes Refunded By Long-Term		
Liabilities	0	500,000
<b>TOTAL SOURCE OF WORKING CAPITAL</b>	<b>3,869,434</b>	<b>4,164,743</b>
<u>USE OF WORKING CAPITAL</u>		
Net (Income) Loss Before Extraordinary Item	131,271	
Items Not Requiring Outlay of Working Capital:		
Depreciation and Amortization	( 174,023)	
Working Capital (Provided From) Applied To		
Operations Before Extraordinary Item	( 42,752)	
Extraordinary Item	840,665	
Working Capital Applied to Operations	797,913	
Property, Plant and Equipment Additions	125,596	128,823
Decrease in Long-Term Liabilities:		
Debt Refunded Under Terms of Advance		
Refunding	2,715,000	3,579,754
Reclassification As Current or Payments	14,087	8,000
Increase in Restricted Assets	34,044	0
Decrease in Current Liabilities Payable From		
Restricted Assets	27,725	0
Bond Issue Costs	232,345	0
Increase in Miscellaneous Deferred Debits	1,677	0
<b>(TOTAL USE OF WORKING CAPITAL)</b>	<b>(3,948,387)</b>	<b>(3,716,577)</b>
<b>(DECREASE) INCREASE IN WORKING CAPITAL (BELOW)</b>	<b>\$( 78,953)</b>	<b>\$ 448,166</b>

(Continued)

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION  
ALL PROPRIETARY FUND TYPES  
FOR THE YEAR ENDED SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
 (Concluded)

	<u>PROPRIETARY FUND TYPES ENTERPRISE</u>	<u>TOTAL (MEMORANDUM ONLY) 1982</u>
<u>CHANGES IN WORKING CAPITAL BY COMPONENT</u>		
Current Assets - Increase (Decrease):		
Cash	\$ 3,817	\$ 38,658
Receivables	79,636	9,461
Due From Other Funds	246,502	302,159
Inventory	36,551	257
Prepaid Expenses	1,018	( 10,164)
Current Liabilities - Decrease (Increase):		
Accounts Payable	( 77,852)	( 89,438)
Other Accrued Expenses	( 179)	( 4,827)
Customer Deposits	( 523)	( 3,159)
Due to Fiscal Agent	15,250	( 15,250)
Due to Other Funds	( 259,443)	( 286,652)
Deferred Credits	( 119,260)	7,121
Current Portion of Long-Term Debt	( 4,470)	0
Electric Revenue and Improvement Bond Anticipation Notes	0	500,000
(DECREASE) INCREASE IN WORKING CAPITAL (ABOVE)	\$( 78,953)	\$ 448,166

The accompanying "Notes to Financial Statements" form an integral part of this statement. This statement is subject to comments in the accompanying "Auditors' Report" containing a qualified opinion.

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund Accounting

The City's accounting records are organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity, with a self-balancing set of accounts recording all financial resources with all related liabilities, reserves and residual equities, or balances or changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives. Amounts receivable from or payable to other funds are shown in the accounts of an individual fund and separately presented in the accompanying financial statements until liquidated by payment or an interfund transfer.

The following fund types and account groups are used in accounting for the financial operations of the City:

Governmental Fund Types

- (1) General Fund - to account for all financial resources not properly accounted for in another fund;
- (2) Special Assessment Fund - to account for the financing of certain public and utility improvements or services deemed to benefit the properties in Turkey Creek subdivision against which special assessments are levied.

Proprietary Fund Types

- (3) Enterprise Funds - to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges;

Account Groups

- (4) The Account Groups are used to establish accounting control and accountability for the government's general fixed assets and general long-term debt. These account groups are not considered funds since they do not reflect available financial resources and related liabilities.

Bases of Accounting

The Governmental Fund Types are maintained on the modified accrual basis of accounting. Under this method of accounting, revenues are generally recognized when they become measurable and available. Revenues which are susceptible to accrual, i.e., being recorded when earned, include property taxes, refuse contract fees and lot clearing and certain other fees. Other revenues are not susceptible to accrual since they do not meet the two criteria previously mentioned. Expenditures are generally recorded on an accrual basis, i.e., when incurred, except as follows:



NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Bases of Accounting (Concluded)

- (1) Accumulated vacation and sick pay are not accrued;
- (2) Expenditures are not divided between years by the recording of prepaid expenses;
- (3) Principal and interest on long-term debt are recognized when due.

The Proprietary Fund Types are maintained on the accrual basis of accounting. This method of accounting relates costs and expenditures to the period in which benefits of the outlays are received. It is intended to provide an accurate matching of these benefits with associated revenues. Under the accrual basis of accounting, revenues are recognized when earned and measurable and expenses recognized when incurred.

Investments

Investments are stated at amortized cost. All investments are currently in restricted assets.

Inventory

Inventory in the General Fund consists of gasoline. Inventory in the General Fund is charged to expenditures when purchased. Reported inventories in the General Fund are equally offset by a reservation of fund balance which indicates that they do not constitute available spendable resources. Inventory in the Proprietary Fund Types consists of supplies held for consumption or capital improvements and nuclear fuel. All inventories are valued at cost as determined by the average unit cost method.

Property, Plant and Equipment and Depreciation

Property, plant and equipment in the Proprietary Fund Types are recorded at historical cost or at fair market value on the date donated. Ordinary maintenance and repairs are charged to expense as incurred.

Provision has been made for the depreciation of such property, plant and equipment using the straight-line method. The straight-line rate is computed using the period of years considered as the normal service life of the property. Such rates are as follows:

Electric Plant	3% to 20%
Water Plant	3% to 20%
Sewer Plant	2.5% to 10%

Construction work in progress is not depreciated until completed and placed into service.

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)

Property, Plant and Equipment and Depreciation (Concluded)

All other property and equipment owned by the City is reflected at cost in the General Fixed Asset Group of Accounts and shown as an expenditure in the fund purchasing the property or equipment. Certain improvements such as streets and sidewalks are capitalized along with other general fixed assets. No provision for depreciation is made for general fixed assets.

Bond Discount and Issue Costs Amortization

The bond issue costs on Utility Revenue Bonds of 1983 are being amortized over the life of the bonds using the straight-line method. The bond discount on the Utility Revenue Bonds of 1983 are being amortized over the term of the bond issue using the effective interest method.

Long-Term Liabilities

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

Compensated Absences

When considered to be material, accumulated unpaid vacation pay is accrued when incurred in Proprietary Funds (using the accrual basis of accounting). Such amounts are not accrued in Governmental Funds and are considered not to be material at September 30, 1983.

Reclassifications

Certain amounts for prior years accompanying information have been reclassified to conform with current years' classifications in order to provide more meaningful comparative data.

NOTE 2 - EXTRAORDINARY ITEM - ADVANCE REFUNDING OF LONG-TERM DEBT

By resolution adopted on January 31, 1983, the City provided for the advance refunding of certain of its utility refunding and revenue bonds outstanding in the aggregate principal amount of \$2,715,000 (refunded bonds) by the sale of Utility Refunding Revenue Bonds, Series 1983. All of the \$3,920,000 principal amount of Utilities Refunding Revenue Bonds sold on April 5, 1983, was used to advance refund the refunded bonds.

From the refunding proceeds of the 1983 bonds and an additional \$32,645 in cash provided by the City, monies were invested in United States obligations in an irrevocable Escrow Deposit Trust Fund. Such United States obligations will mature at such times and in such amounts so as to provide sufficient funds for the payment of interest and maturing principal of the refunded bonds.

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
 (Continued)

NOTE 2 - EXTRAORDINARY ITEM - ADVANCE REFUNDING OF LONG-TERM DEBT (Concluded)

Therefore, the refunded bonds are considered extinguished debt in the accompanying financial statements in accordance with the defeasance provisions of the refunding bonds. As a result of the advance refunding, a loss was recognized in accordance with generally accepted accounting principles. Such loss was computed as follows:

Net Carrying Value of Refunded Debt (Carried At Par)	\$ 2,715,000
Investment in Refunding:	
Refunding Bonds Issued	3,920,000
Cash Provided By City	32,645
(Unamortized Financing Costs)	( 369,545)
(Refunding Proceeds Required To Pay Accrued Interest On Refunded Bonds As of The Refunding Date)	( 27,435)
(Net Reacquisition Price)	(3,555,665)
Loss on Advance Refunding of Long-Term Debt	<u><u>\$ ( 840,665)</u></u>

NOTE 3 - DETAIL OF PROPERTY, PLANT AND EQUIPMENT

General Fixed Assets Account Group

A summary of changes in general fixed assets for the year follows:

	BALANCE OCTOBER 1, 1982	NET INCREASE (DECREASE)	BALANCE SEPTEMBER 30, 1983
City Park - Structures and Improvements	\$ 15,180	\$ 750	\$ 15,930
Jail and Equipment	3,068	0	3,068
City Hall - Building	138,852	0	138,852
City Hall - Equipment	30,190	12,999	43,189
Fire Station	70,306	0	70,306
Police Station	0	60,000	60,000
New Parking Lot - Land	14,939	0	14,939
Street Paving and Sidewalks	274,959	0	274,959
Fire Trucks and Other Equipment	166,122	10,698	176,820
Mosquito Spraying Equipment	2,425	0	2,425
Land	158,815	( 31,624)	127,191
Sanitation Equipment	24,500	( 24,500)	0
Library	0	3,315	3,315
Police Department - Cars and Equipment	78,696	1,801	80,497
Streets and Roads Equipment	32,465	1,115	33,580
Miscellaneous	3,597	0	3,597
<b>TOTAL PROPERTY, PLANT AND EQUIPMENT - At Cost</b>	<u><u>\$1,014,114</u></u>	<u><u>\$ 34,554</u></u>	<u><u>\$ 1,048,668</u></u>

(Continued)

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
 (Continued)

NOTE 3 - DETAIL OF PROPERTY, PLANT AND EQUIPMENT (Concluded)

Proprietary Fund Types

A summary of property, plant and equipment in the Proprietary Fund Types at September 30, 1983, follows:

Electric Plant	\$ 1,493,533
Water Plant	1,689,669
Sewer Plant (Including \$7,900 Construction Work-In-Process)	<u>2,681,731</u>
	5,864,933
(Accumulated Depreciation)	<u>(1,171,210)</u>
UTILITY PLANT - Cost Less Accumulated Depreciation	<u>\$ 4,693,723</u>

Included in electric plant is a .0779% undivided interest in the Florida Power Corporation Crystal River Unit Number 3 ("CR-3"). "CR-3" is a nuclear generating plant which began generating and transmitting electricity during April, 1977.

NOTE 4 - EMPLOYEES' RETIREMENT SYSTEM

The City of Alachua participates in the Florida Retirement System, a pension plan covering all employees. Employee contributions were made prior to October 1, 1975, and these contributions are refundable if employment terminates prior to retirement. Pension benefits generally vest after 10 years of service but cannot be drawn until normal retirement at age 62, or 58 if 35 years of service have been rendered. Total pension expense was \$69,070 for the year ended September 30, 1983. Contributions are made by the City of Alachua to the Florida Retirement System based on 13.91% of Police Department earnings and 10.3% of all other employees' earnings. The City's policy is to fund pension costs as accrued.

City employees are participants in the noncontributory defined benefit Florida Retirement Plan. The funding methods and the determination of benefits payable are provided in various acts of the State Legislature. Contributions of all participating agencies throughout the State of Florida are pooled to fund accrued benefits under the System. System officials have reported that the System has a computed unfunded actuarial accrued liability of approximately \$4.3 billion as of July 1, 1980, the latest valuation date of the plan. This amount represents an obligation of the System and not of the participating agencies. The most recent actuarial study indicates that, if certain actuarial assumptions are realized and certain increases to the contribution rates are made, this unfunded actuarial accrued liability will be liquidated within thirty (30) years.

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Continued)

NOTE 5 - INTERFUND RECEIVABLES AND PAYABLES

The balances of interfund receivables and payables at September 30, 1983, were as follows:

	INTERFUND	
	RECEIVABLE	PAYABLE
General Fund	\$ 0	\$ 17,985
Proprietary Fund Types:		
Electric Fund	362,325	259,853
Water Fund	262,349	98,753
Sewer Fund	99,400	347,483
Total Proprietary Fund Types	<u>724,074</u>	<u>706,089</u>
TOTAL	<u>\$ 724,074</u>	<u>\$ 724,074</u>

NOTE 6 - LONG-TERM AND OTHER DEBT

General Long-Term Debt

The following tabulation summarizes the changes in the City's general long-term debt account group during the year ended September 30, 1983:

	BALANCE SEPTEMBER 30, 1982	NEW DEBT	PRINCIPAL PAID	BALANCE SEPTEMBER 30, 1983
General Ad Valorem Tax Note (Fire Truck)	\$ 63,225		\$( 13,100)	\$ 50,125
Sales Tax Note Payable (Police Station)	0	\$ 60,000	( 13,888)	46,112
Chattel Mortgages:				
Radar Equipment	1,447		( 514)	933
Computer Equipment	0	11,519	( 693)	10,826
Capital Leases - Vehicles and Equipment	58,138		( 42,096)	16,042
TOTAL	<u>\$122,810</u>	<u>\$ 71,519</u>	<u>\$( 70,291)</u>	<u>\$124,038</u>

The chattel mortgage secured by the computer equipment is payable in monthly installments of \$243, which includes interest of 10.00%. The other chattel mortgage is payable in monthly installments of \$61 which includes an effective interest rate of 18.75%.

The general ad valorem tax note is payable in annual installments of \$19,837.50 including 10.75% interest. The sales tax note payable is payable in quarterly installments of \$5,871 including 10.25% interest.

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
 (Continued)

NOTE 6 - LONG-TERM AND OTHER DEBT (Continued)

The gross amount of property and equipment recorded in the general fixed assets account group as a result of the capital leases shown above is as follows:

City Hall - Equipment	\$ 3,845
Fire Trucks and Other Equipment	9,509
Police Department - Cars and Equipment	9,679
TOTAL	<u>\$ 23,033</u>

Further, future minimum lease payments on the preceding capital leases as of September 30, 1983, amount to the following for the fiscal years ended September 30: 1984 - \$4,758; 1985 - \$4,442; 1986 - \$4,306; 1987 - \$2,536.

The following tabulation indicates the principal retirement of general long-term debt by fiscal year:

<u>FISCAL YEAR ENDED</u> <u>SEPTEMBER 30,</u>	<u>PRINCIPAL</u> <u>RETIREMENT</u>
1984	\$ 41,167
1985	44,506
1986	29,424
1987	7,070
1988	1,871
TOTAL	<u>\$ 124,038</u>

Proprietary Fund Types - Utility Refunding Revenue Bonds of 1983

On January 31, 1983, the City adopted a resolution to issue the Utilities Refunding Revenue Bonds, Series 1983. These bonds were issued pursuant to a plan of an advance refunding of long-term debt as more fully described in Note 2. The 1983 Bonds were issued on a parity and rank equally as to lien on and source and security for payment from gross revenues and excise taxes as the Utility Revenue Bonds of 1979.

Net revenues, utilities service taxes and proceeds from special assessments principal, interest and penalty are pledged as collateral for the revenue bonds which have a coupon rate ranging from 7.100% to 9.375%. At the option of the City, the payment of principal and/or interest on certain of the Term Bonds may be secured by an irrevocable lien on the principal and interest to become due on certain Federal Securities to be purchased from monies deposited into the Bond Amortization Account.

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Continued)

NOTE 6 - LONG-TERM AND OTHER DEBT (Continued)

Proprietary Fund Types - Utility Refunding Revenue Bonds of 1983 (Continued)

The bond ordinance required the establishment of the following account groups:

<u>Revenue</u>	To collect electric, water and sewer revenues.
<u>Operation and Maintenance</u>	To pay for cost of operation and maintenance of the utility system.
<u>Bond and Interest Sinking</u>	To accumulate sufficient monies to pay interest on the next semiannual interest date (October 1 and April 1) and to pay principal coming due on serial bonds.
<u>Bond Amortization</u>	To accumulate monies for payment of amortization installments coming due on term bonds.
<u>Reserve</u>	To accumulate monies to (1) pay cost of repairs and replacements to utility system; (2) pay for improvements to the system; (3) pay bond principal and interest when other accounts are insufficient.

In accordance with the bond resolution, operating revenues from the utility system must be disbursed in the following order:

- A. To meet operating and maintenance expenses before depreciation;
- B. to satisfy current debt service requirements of serial and term bonds;
- C. to fund a reserve account equal to the maximum bond service requirement (\$434,340 as of September 30, 1983);
- D. for any other lawful purpose.

The \$3,920,000 issue consists of \$870,000 of serial bonds maturing from 1988 to 1996 and \$2,440,000 of term bonds, \$730,000 due in 2000 and \$2,320,000 due in 2007, but which are subject to mandatory redemption in earlier years as tabulated below. All bonds redeemed prior to maturity date are subject to a call premium of one to three percent (1% to 3%).

The following tabulation summarizes interest and principal payment requirements of the 1983 issue:

(Continued)

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Continued)

NOTE 6 - LONG-TERM AND OTHER DEBT (Continued)

Proprietary Fund Types - Utility Refunding Bonds of 1983 (Concluded)

FISCAL YEAR ENDED SEPTEMBER 30,	PRINCIPAL	INTEREST	TOTAL
1984		\$ 386,521	\$ 386,521
1985		356,793	356,793
1986		356,793	356,793
1987		356,793	356,793
1988	\$ 45,000	356,793	401,793
1989	50,000	353,597	403,597
1990	50,000	349,922	399,922
1991	95,000	346,072	441,072
1992	110,000	338,472	448,472
1993	115,000	329,453	444,453
1994	125,000	319,792	444,792
1995	135,000	309,043	444,043
1996	145,000	297,162	442,162
1997	160,000	284,113	444,113
1998	170,000	269,512	439,512
1999	190,000	254,000	444,000
2000	210,000	236,663	446,663
2001	225,000	217,500	442,500
2002	245,000	196,406	441,406
2003	270,000	173,437	443,437
2004	295,000	148,125	443,125
2005	325,000	120,469	445,469
2006	355,000	90,000	445,000
2007	605,000	56,723	661,723
TOTALS	<u>\$3,920,000</u>	<u>\$6,504,154</u>	<u>\$10,424,154</u>

ALLOCATED BETWEEN PROPRIETARY FUNDS

	PAR	UNAMORTIZED DISCOUNT	CARRYING VALUE
Electric Fund	\$1,144,640	\$( 38,586)	\$1,106,054
Sewer Fund	2,775,360	( 93,559)	2,681,801
TOTAL	<u>\$3,920,000</u>	<u>\$(132,145)</u>	<u>\$3,787,855</u>

Proprietary Fund Types - Utilities Revenue Bonds of 1979

On August 6, 1979, the City adopted a resolution to issue the Utilities Revenue Bonds of 1979. These bonds were issued on December 17, 1979, to partially finance the cost of construction of additions to the utility system.



NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Continued)

NOTE 6 - LONG-TERM AND OTHER DEBT (Concluded)

Proprietary Fund Types - Utilities Revenue Bonds of 1979 (Concluded)

Net utility revenues, utilities service taxes and certain special assessments are pledged as collateral for the revenue bonds which have a coupon rate of 5%. The liens on revenues by the 1979 bonds is equal to the Utilities Refunding Revenue Bonds of 1983. Amounts deposited in the revenue fund created by the bond resolution must be disbursed in the following order:

- A. To meet operation expenses.
- B. To satisfy debt service requirements.
- C. To fund a reserve account to be used for repairs, improvements and to satisfy debt service.

The issue consists of \$830,800 of Serial Bonds - \$15,800 of which has been paid, \$8,000 of which is due during the fiscal year ended September 30, 1984, and the long-term remainder which matures as indicated in the following schedule:

<u>FISCAL YEAR ENDED</u> <u>SEPTEMBER 30,</u>	<u>PRINCIPAL</u> <u>AMOUNT</u>
1985	\$ 9,000
1986	9,000
1987	10,000
1988	10,000
1989	11,000
1990-1994	63,000
1995-1999	81,000
2000-2004	102,000
2005-2009	131,000
2010-2014	167,000
2015-2019	214,000
TOTAL	<u>\$807,000</u>

Summary of Principal Maturities Required For Next Five Years

	<u>PRINCIPAL REQUIRED DURING FISCAL</u> <u>YEAR ENDED SEPTEMBER 30,</u>				
	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>
General Long-Term Debt	\$41,167	\$44,506	\$29,424	\$ 7,070	\$ 1,871
Utility Refunding Revenue Bonds of 1983	0	0	0	0	45,000
Utilities Revenue Bonds of 1979	9,000	9,000	10,000	10,000	11,000
TOTAL	<u>\$50,167</u>	<u>\$53,506</u>	<u>\$39,424</u>	<u>\$17,070</u>	<u>\$57,871</u>

Interest

Interest paid or accrued on the preceding debt and certain other debt refunded as described in Note 2 amounted to \$14,712 in the general fund and \$463,247 in the proprietary fund types for the fiscal year ended September 30, 1983. All interest costs were charged to expenditure/expense for the year.

(Continued)

NOTES TO FINANCIAL STATEMENTS  
 SEPTEMBER 30, 1983  
 CITY OF ALACHUA, FLORIDA  
 (Continued)

NOTE 7 - SEGMENT INFORMATION - PROPRIETARY FUND TYPES

	<u>ELECTRIC FUND</u>	<u>WATER FUND</u>	<u>SEWER FUND</u>
Operating Revenues	\$1,935,783	\$ 155,186	\$ 281,967
Depreciation and Amortization	46,228	56,893	70,902
Operating Income	152,744	19,000	77,362
Net Income (Loss) Before Extraordinary Item	11,637	(18,559)	(124,349)
Extraordinary Item - (Loss) on Advance Refunding	(231,917)	0	(608,748)
Net (Loss)	(220,280)	(18,559)	(733,097)
Current Contributions	0	0	48,495
Property, Plant and Equipment Additions	88,939	16,477	20,180
Net Working Capital	( 67,431)	189,867	(157,243)
Total Assets	2,169,813	1,668,561	3,476,466
Bonds Payable - Long-Term Portion	1,106,054	807,000	2,681,801
Total Equity	( 17,923)	718,087	262,493
Total Retained Earnings (Deficit)	( 17,923)	428,078	(805,223)

NOTE 8 - COMMITMENTS AND CONTINGENCIES

Long-Term and Other Debt

As the issuer of revenue bonds, sales tax notes and ad valorem notes, the City has agreed to various covenants set forth in the resolutions providing for such debt. However, the City has not complied with all provisions contained in said resolutions.

Various separate accounts required by the resolutions have not been established. Further, payments required to have been made monthly to various debt service accounts were not always made on a timely basis. However, the total amounts required in such accounts were paid by September 30, 1983, except as follows:

Certain monthly payments required by the ad valorem and sales tax note resolutions have not been made in a timely manner as required as of January 18, 1984.

Securities Purchase

In accordance with its bond resolutions, the City is party to a contract to purchase \$430,000 of direct obligations of the United States at a purchase price of 96-97% of face value. While such contract continues to February 15, 1990, the City may, at any time, elect to accelerate the purchase of \$90,000 of such securities to be purchased during fiscal year 1986. The following amounts are the minimal face amount of securities to be purchased:

NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983  
CITY OF ALACHUA, FLORIDA  
(Concluded)

NOTE 8 - COMMITMENTS AND CONTINGENCIES (Concluded)

<u>FISCAL YEARS ENDED</u> <u>SEPTEMBER 30,</u>	
1984	\$ 30,000
1985	\$ 20,000
1986	\$120,000
1987	\$ 65,000
1988	\$ 75,000
1989	\$ 80,000
1990	\$ 40,000

Other

The City has signed certain documents with Florida Municipal Power Agency that provide that if the agency defaults on certain loans, the City would be required to satisfy payment.

ACCOMPANYING INFORMATION

CITY OF ALACHUA, FLORIDA

COMBINING AND INDIVIDUAL FUND  
STATEMENTS

These statements provide a more detailed view of the General Purpose Financial Statements.

Combining statements are presented when there are more than one fund of a given fund type. Individual fund statements are presented when there is only one fund of a given fund type. They are also necessary to present budgetary comparisons.

BALANCE SHEETS  
GENERAL FUND  
SEPTEMBER 30, 1983 AND 1982  
CITY OF ALACHUA, FLORIDA

<u>ASSETS</u>	<u>1983</u>	<u>1982</u>
Cash in Bank, Including Certificates of Deposit:		
Police Department Trust Fund	\$ 2,470	\$ 2,556
Alachua Meadows Account	121,530	74,602
Ad Valorem Note Payable	2,014	12,438
Other	94,521	121,406
Receivables:		
Utility Taxes and Tax Certificates Accounts	24,481	8,960
Accrued Interest	2,155	951
Due From Other Funds	1,355	882
Due From Other Governments	0	110
Inventory of Fuel	16,546	11,728
Deposit on General Fixed Assets	1,187	332
	<u>0</u>	<u>1,269</u>
<b>TOTAL ASSETS</b>	<u>266,661</u>	<u>235,234</u>
 <u>LIABILITIES AND FUND BALANCE</u>  		
<u>LIABILITIES</u>		
Accounts Payable	29,814	28,360
Accrued Expenses	6,587	17,557
Due From Other Funds	17,985	31,036
Occupational Licenses Collected in Advance	1,096	1,182
<b>TOTAL LIABILITIES</b>	<u>55,482</u>	<u>78,135</u>
 <u>FUND BALANCES</u>		
Reserved For Inventory	1,187	332
Designated For Police Department	2,470	2,556
Designated For Streets and Recreation	105,000	0
Undesignated	102,522	154,211
<b>TOTAL FUND BALANCES</b>	<u>211,179</u>	<u>157,099</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$266,661</u>	<u>\$235,234</u>

STATEMENT OF REVENUES - BUDGET AND ACTUAL  
GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 1983, WITH  
COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
CITY OF ALACHUA, FLORIDA

REVENUES	1983		VARIANCE FAVORABLE (UNFAVORABLE)	1982
	BUDGET	ACTUAL		ACTUAL
<u>Taxes</u>				
Property Taxes	\$226,289	\$234,984	\$ 8,695	\$224,375
Franchise Taxes	9,000	5,672	( 3,328)	6,639
Utility Taxes	205,000	183,894	(21,106)	171,044
Total Taxes	<u>440,289</u>	<u>424,550</u>	<u>(15,739)</u>	<u>402,058</u>
<u>Licenses and Permits</u>				
Occupational Licenses	3,000	5,595	2,595	4,248
Building Permits	6,000	14,757	8,757	6,157
Total Licenses and Permits	<u>9,000</u>	<u>20,352</u>	<u>11,352</u>	<u>10,405</u>
<u>Intergovernmental</u>				
<u>Federal:</u>				
Revenue Sharing	45,215	39,360	( 5,855)	45,311
<u>State:</u>				
Alcoholic Beverage License	3,500	4,633	1,133	2,821
Homestead Exemption Trust Fund	10,000	0	(10,000)	12,868
Local Government Half-Cent Sales Tax	77,273	78,554	1,281	0
Mobile Home Licenses	3,500	3,482	( 18)	2,930
Other State Revenue Sharing				
Including Cigarette Tax	113,034	126,394	13,360	126,134
Rebate on Municipal Vehicles	1,500	773	( 727)	758
Various Grants	0	2,000	2,000	4,714
Total State	<u>208,807</u>	<u>215,836</u>	<u>7,029</u>	<u>150,225</u>
<u>Alachua County:</u>				
Public Safety - Fire Protection	18,500	22,500	4,000	16,685
Total Intergovernmental	<u>272,522</u>	<u>277,696</u>	<u>5,174</u>	<u>212,221</u>
<u>Charges For Services</u>				
Sanitation	7,000	8,726	1,726	7,264
Zoning Fees and Other	1,250	824	( 426)	836
Total Charges For Services	<u>8,250</u>	<u>9,550</u>	<u>1,300</u>	<u>8,100</u>
<u>Fines and Forfeitures</u>				
Court Fines	22,000	19,065	( 2,935)	22,798
<u>Miscellaneous</u>				
Interest	4,000	11,275	7,275	6,142
Other	5,150	8,772	3,622	10,140
Land Sales	45,800	50,633	4,833	79,333
Total Miscellaneous	<u>54,950</u>	<u>70,680</u>	<u>15,730</u>	<u>95,615</u>
TOTAL REVENUES	<u>807,011</u>	<u>821,893</u>	<u>14,882</u>	<u>751,197</u>
<u>OTHER FINANCING SOURCES</u>				
Operating Transfers In	25,000	0	(25,000)	0
Proceeds From Chattel Mortgage	0	11,519	11,519	1,680
Capital Leases	0	0	0	73,959
Sales Tax Note	0	60,000	60,000	0
TOTAL OTHER FINANCING SOURCES	<u>25,000</u>	<u>71,519</u>	<u>46,519</u>	<u>75,639</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$832,011</u>	<u>\$893,412</u>	<u>\$ 61,401</u>	<u>\$826,836</u>

STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL  
 GENERAL FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 1983, WITH  
 COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
 CITY OF ALACHUA, FLORIDA

EXPENDITURES	1983		VARIANCE FAVORABLE (UNFAVORABLE)	1982
	BUDGET	ACTUAL		ACTUAL
<u>General Government</u>				
<u>Legislative:</u>				
Personal Services	\$ 19,680	\$ 10,236	\$ 9,444	\$ 10,449
Operations	1,100	2,202	( 1,102)	572
Capital Outlay	350	325	25	559
Total Legislative	<u>21,130</u>	<u>12,763</u>	<u>8,367</u>	<u>11,580</u>
<u>Executive:</u>				
Personal Services	14,054	13,916	138	13,756
Operations	2,200	2,263	( 63)	2,164
Capital Outlay	4,800	0	4,800	8,280
Total Executive	<u>21,054</u>	<u>16,179</u>	<u>4,875</u>	<u>24,200</u>
<u>Finance and Administration:</u>				
Personal Services	25,383	21,671	3,712	21,081
Operations	29,545	32,453	( 2,908)	32,784
Capital Outlay	19,900	12,904	6,996	3,845
Total Finance and Administration	<u>74,828</u>	<u>67,028</u>	<u>7,800</u>	<u>57,710</u>
<u>Legal:</u>				
Operations	<u>16,000</u>	<u>21,325</u>	<u>( 5,325)</u>	<u>20,487</u>
<u>Community Development:</u>				
Operations	<u>2,200</u>	<u>0</u>	<u>2,200</u>	<u>0</u>
<u>Other General Government:</u>				
Operations	<u>30,550</u>	<u>5,076</u>	<u>25,474</u>	<u>11,437</u>
Total General Government	<u>165,762</u>	<u>122,371</u>	<u>43,391</u>	<u>125,414</u>
<u>Public Safety</u>				
<u>Law Enforcement:</u>				
Personal Services	267,965	261,493	6,472	242,522
Operations	60,580	48,104	12,476	40,588
Capital Outlay	59,822	60,961	( 1,139)	67,552
Total Law Enforcement	<u>388,367</u>	<u>370,558</u>	<u>17,809</u>	<u>350,662</u>
<u>Fire Control:</u>				
Personal Services	113,674	115,383	( 1,709)	64,235
Operations	27,225	28,614	( 1,389)	29,434
Capital Outlay	17,912	13,547	4,365	16,520
Total Fire Control	<u>158,811</u>	<u>157,544</u>	<u>1,267</u>	<u>110,189</u>
<u>Protective Inspections:</u>				
Operations	<u>5,000</u>	<u>3,733</u>	<u>1,267</u>	<u>0</u>
<u>Rescue:</u>				
Personal Services	0	0	0	0
Operations	0	0	0	195
Total Rescue	<u>0</u>	<u>0</u>	<u>0</u>	<u>195</u>
Total Public Safety	<u>552,178</u>	<u>531,335</u>	<u>20,343</u>	<u>461,046</u>

(Continued)



STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL  
 GENERAL FUND  
 FOR THE YEAR ENDED SEPTEMBER 30, 1983, WITH  
 COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
 CITY OF ALACHUA, FLORIDA  
 (Concluded)

	1983		VARIANCE FAVORABLE (UNFAVORABLE)	1982
	BUDGET	ACTUAL		ACTUAL
<u>EXPENDITURES (Concluded)</u>				
<u>Highways and Streets</u>				
Personal Services	\$ 34,727	\$ 44,391	\$( 9,664)	\$ 20,212
Operations	8,000	21,348	(13,348)	10,248
Capital Outlay	54,000	7,115	46,885	2,578
<u>Total Highways and Streets</u>	<u>96,727</u>	<u>72,854</u>	<u>23,873</u>	<u>33,038</u>
<u>Sanitation and Physical Environment</u>				
Personal Services	23,217	5,699	17,518	25,666
Operations	6,000	1,226	4,774	7,639
Capital Outlay	0	0	0	6,000
<u>Total Sanitation and Physical Environment</u>	<u>29,217</u>	<u>6,925</u>	<u>22,292</u>	<u>39,305</u>
<u>Culture and Recreation</u>				
<u>Parks and Recreation:</u>				
Personal Services	6,860	5,845	1,015	8,934
Operations	4,550	9,230	( 4,680)	13,013
Capital Outlay	50,000	750	49,250	360
<u>Total Parks and Recreation</u>	<u>61,410</u>	<u>15,825</u>	<u>45,585</u>	<u>22,307</u>
<u>Libraries:</u>				
Operations	6,268	2,005	4,263	1,627
Capital Outlay	4,538	3,315	1,223	0
<u>Total Libraries</u>	<u>10,806</u>	<u>5,320</u>	<u>5,486</u>	<u>1,627</u>
<u>Total Culture and Recreation</u>	<u>72,216</u>	<u>21,145</u>	<u>51,071</u>	<u>23,934</u>
<u>Urban Redevelopment and Housing</u>				
Operations	0	0	0	2,156
<u>Debt Service</u>				
Principal Retirement		69,490		28,027
Interest Paid		14,712		13,324
Total Debt Service	19,900	84,202	(64,302)	41,351
<u>TOTAL EXPENDITURES</u>	<u>936,000</u>	<u>839,332</u>	<u>96,668</u>	<u>726,244</u>
<u>OTHER FINANCING USES</u>				
Tax Anticipation Notes	0	0	0	0
<u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u>	<u>\$936,000</u>	<u>\$839,332</u>	<u>\$ 96,668</u>	<u>\$726,244</u>

COMBINING BALANCE SHEET  
PROPRIETARY FUNDS  
SEPTEMBER 30, 1983, WITH  
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
CITY OF ALACHUA, FLORIDA

ASSETS

CURRENT ASSETS

Cash, Including Certificates of Deposit  
Receivables (Net of Allowance For Uncollectibles As  
Parenthetically Indicated):  
    Accounts (\$68,472)  
    Sewer Assessments, Current Portion  
    Accrued Interest and Penalties  
Due From Other Funds  
Inventory, At Cost  
Prepaid Expenses

TOTAL CURRENT ASSETS

RESTRICTED ASSETS

Revenue Bond Construction Account  
Revenue Bond Debt Service Accounts

TOTAL RESTRICTED ASSETS

PROPERTY, PLANT AND EQUIPMENT

Utility Plant in Service  
(Accumulated Depreciation)

TOTAL PROPERTY, PLANT AND EQUIPMENT - Cost Less  
Depreciation

OTHER ASSETS

Sewer Assessments, Less Current Portion of  
    \$86,210  
Unamortized Bond Issue Costs  
Miscellaneous Deferred Debits

TOTAL OTHER ASSETS

TOTAL ASSETS

<u>ELECTRIC</u>	<u>WATER</u>	<u>SEWER</u>	<u>TOTALS</u>	
			<u>1983</u>	<u>1982</u>
\$ 102,759	\$ 2,670	\$ 7,078	\$ 112,507	\$ 108,690
304,471	112	72	304,655	233,991
0	0	86,210	86,210	81,259
0	96	28,874	28,970	24,949
362,325	262,349	99,400	724,074	477,572
167,558	33,799	0	201,357	164,806
7,455	0	0	7,455	6,437
<u>944,568</u>	<u>299,026</u>	<u>221,634</u>	<u>1,465,228</u>	<u>1,097,704</u>
0	0	0	0	2,859
<u>0</u>	<u>40,000</u>	<u>814,715</u>	<u>854,715</u>	<u>817,812</u>
<u>0</u>	<u>40,000</u>	<u>814,715</u>	<u>854,715</u>	<u>820,671</u>
1,493,533	1,689,669	2,681,731	5,864,933	5,739,337
<u>(342,267)</u>	<u>(360,134)</u>	<u>(468,809)</u>	<u>(1,171,210)</u>	<u>(1,007,082)</u>
<u>1,151,266</u>	<u>1,329,535</u>	<u>2,212,922</u>	<u>4,693,723</u>	<u>4,732,255</u>
0	0	66,122	66,122	114,617
66,431	0	161,073	227,504	0
<u>7,548</u>	<u>0</u>	<u>0</u>	<u>7,548</u>	<u>5,871</u>
<u>73,979</u>	<u>0</u>	<u>227,195</u>	<u>301,174</u>	<u>120,488</u>
<u>\$2,169,813</u>	<u>\$1,668,561</u>	<u>\$3,476,466</u>	<u>\$ 7,314,840</u>	<u>\$6,771,118</u>

COMBINING BALANCE SHEET  
PROPRIETARY FUNDS  
SEPTEMBER 30, 1983, WITH  
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
CITY OF ALACHUA, FLORIDA  
(Concluded)

LIABILITIES AND FUND EQUITY

CURRENT LIABILITIES, PAYABLE FROM CURRENT ASSETS

Accounts Payable  
Other Accrued Expenses  
Customer Deposits  
Due to Fiscal Agent  
Due to Other Funds  
Deferred Credits and Developer Deposits  
Current Portion of Long-Term Liabilities  
TOTAL CURRENT LIABILITIES, PAYABLE FROM CURRENT ASSETS

CURRENT LIABILITIES, PAYABLE FROM RESTRICTED ASSETS

Accounts Payable  
Accrued Interest  
Current Portion of Long-Term Liabilities  
TOTAL CURRENT LIABILITIES, PAYABLE FROM RESTRICTED  
ASSETS

LONG-TERM LIABILITIES

Chattel Mortgage Payable, Less Current Portion of \$4,470  
Utilities Revenue Bonds of 1979, Less Current Portion of  
\$8,000  
Utility Refunding and Revenue Bonds of 1983  
Utility Refunding Revenue Bonds of 1981  
TOTAL LONG-TERM LIABILITIES

TOTAL LIABILITIES

FUND EQUITY

Contributions:  
Customers  
EDA and HUD  
Farmers Home Administration  
Retained Earnings:  
Reserved For Debt Service  
Unreserved  
Total Retained Earnings  
TOTAL FUND EQUITY

TOTAL LIABILITIES AND FUND EQUITY

<u>ELECTRIC</u>	<u>WATER</u>	<u>SEWER</u>	<u>TOTALS</u>	
			<u>1983</u>	<u>1982</u>
\$ 451,911	\$ 8,303	\$ 29,176	\$ 489,390	\$ 411,538
16,625	826	941	18,392	18,213
92,355	0	0	92,355	91,832
0	0	0	0	15,250
259,853	98,753	347,483	706,089	446,646
189,339	0	0	189,339	70,079
1,916	1,277	1,277	4,470	0
<u>1,011,999</u>	<u>109,159</u>	<u>378,877</u>	<u>1,500,035</u>	<u>1,053,558</u>
0	0	0	0	1,999
60,773	20,375	147,355	228,503	254,229
0	8,000	0	8,000	8,000
<u>60,773</u>	<u>28,375</u>	<u>147,355</u>	<u>236,503</u>	<u>264,228</u>
8,910	5,940	5,940	20,790	0
0	807,000	0	807,000	815,000
1,106,054	0	2,681,801	3,787,855	0
0	0	0	0	2,715,000
<u>1,114,964</u>	<u>812,940</u>	<u>2,687,741</u>	<u>4,615,645</u>	<u>3,530,000</u>
<u>2,187,736</u>	<u>950,474</u>	<u>3,213,973</u>	<u>6,352,183</u>	<u>4,847,786</u>
0	19,250	864,892	884,142	872,881
0	23,859	22,424	46,283	46,283
0	246,900	180,400	427,300	427,300
0	11,625	667,360	678,985	624,670
(17,923)	416,453	(1,472,583)	(1,074,053)	( 47,802)
(17,923)	428,078	( 805,223)	( 395,068)	576,868
(17,923)	718,087	262,493	962,657	1,923,332
<u>\$2,169,813</u>	<u>\$1,668,561</u>	<u>\$3,476,466</u>	<u>\$7,314,840</u>	<u>\$6,771,118</u>

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 1983, WITH  
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
CITY OF ALACHUA, FLORIDA

OPERATING REVENUES

OPERATING EXPENSES

Power Production Expenses:  
    Nuclear Power Generation  
    Purchased Power and Other  
Customer Accounts  
Depreciation  
Distribution Expenses  
General and Administrative  
Taxes  
Transmission Expense - Operation  
Treatment  
(TOTAL OPERATING EXPENSES)

OPERATING INCOME

NONOPERATING REVENUES (EXPENSES)

Interest Income  
Interest and Fiscal Charges  
Amortization of Bond Issue Costs  
Miscellaneous (Expense) Income  
TOTAL NONOPERATING REVENUES (EXPENSES)

NET INCOME (LOSS) BEFORE EXTRAORDINARY ITEM

EXTRAORDINARY ITEM - GAIN (LOSS) ON ADVANCE REFUNDING

NET INCOME (LOSS)

RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR

RETAINED EARNINGS (DEFICIT), END OF YEAR

<u>ELECTRIC</u>	<u>WATER</u>	<u>SEWER</u>	<u>TOTALS</u>	
			<u>1983</u>	<u>1982</u>
<u>\$ 1,935,783</u>	<u>\$ 155,186</u>	<u>\$ 281,967</u>	<u>\$ 2,372,936</u>	<u>\$2,126,004</u>
223,528	0	0	223,528	181,203
1,227,989	0	0	1,227,989	1,186,125
61,636	18,632	15,399	95,667	65,520
43,339	56,892	63,896	164,127	158,724
117,506	22,278	59,092	198,876	203,532
80,113	25,864	42,489	148,466	142,475
6,685	0	0	6,685	5,311
22,243	0	0	22,243	23,836
0	12,520	23,729	36,249	26,584
<u>(1,783,039)</u>	<u>(136,186)</u>	<u>(204,605)</u>	<u>(2,123,830)</u>	<u>(1,993,310)</u>
<u>152,744</u>	<u>19,000</u>	<u>77,362</u>	<u>249,106</u>	<u>132,694</u>
8,025	3,576	74,876	86,477	82,865
( 148,366)	( 41,135)	(273,746)	( 463,247)	( 378,679)
( 1,413)	0	( 3,427)	( 4,840)	( 3,735)
647	0	586	1,233	1,613
<u>( 141,107)</u>	<u>( 37,559)</u>	<u>(201,711)</u>	<u>( 380,377)</u>	<u>( 297,936)</u>
11,637	( 18,559)	(124,349)	( 131,271)	( 165,242)
<u>( 231,917)</u>	<u>0</u>	<u>(608,748)</u>	<u>( 840,665)</u>	<u>724,487</u>
( 220,280)	( 18,559)	(733,097)	( 971,936)	559,245
<u>202,357</u>	<u>446,637</u>	<u>( 72,126)</u>	<u>576,868</u>	<u>17,623</u>
<u>\$( 17,923)</u>	<u>\$ 428,078</u>	<u>\$ (805,223)</u>	<u>\$( 395,068)</u>	<u>\$ 576,868</u>

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 1983, WITH  
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
CITY OF ALACHUA, FLORIDA

SOURCE OF WORKING CAPITAL

Net Income (Loss) Before Extraordinary Item  
Items Not Requiring Outlay of Working Capital:  
    Depreciation and Amortization  
Working Capital Provided From (Applied To) Operations Before Extraordinary Item  
Extraordinary Item  
Working Capital Provided From Operations  
Proceeds From Long-Term Debt Issuance  
Decrease (Increase) in Restricted Assets  
Increase (Decrease) in Current Liabilities Payable From Restricted Assets  
Contributions  
Reclassification of Sewer Assessments As Current  
Decrease in Unamortized Bond Issue Costs  
Decrease (Increase) in Miscellaneous Deferred Debits  
Electric Revenue and Improvement Bond Anticipation Notes Refunded By Long-Term  
    Liabilities

TOTAL SOURCE OF WORKING CAPITAL

USE OF WORKING CAPITAL

Net (Income) Loss Before Extraordinary Item  
Items Not Requiring Outlay of Working Capital:  
    Depreciation and Amortization  
Working Capital (Provided From) Applied To Operations Before Extraordinary Item  
Extraordinary Item  
Working Capital Applied To Operations  
Property, Plant and Equipment Additions  
Decrease in Long-Term Liabilities:  
    Debt Refunded Under Terms of Advance Refunding  
    Reclassified As Current or Payments  
Increase (Decrease) in Restricted Assets  
Decrease (Increase) in Current Liabilities Payable From Restricted Assets  
Bond Issue Costs  
Increase (Decrease) in Miscellaneous Deferred Debits

(TOTAL USE OF WORKING CAPITAL)

(DECREASE) INCREASE IN WORKING CAPITAL (BELOW)



<u>ELECTRIC</u>	<u>WATER</u>	<u>SEWER</u>	<u>TOTALS</u>	
			<u>1983</u>	<u>1982</u>
				\$ ( 165,242)
				<u>163,570</u>
				( <u>1,672</u> )
				<u>724,487</u>
\$ 1,116,098	\$ 7,679	\$ 2,685,901	\$ 3,809,678	722,815
0	0	0	0	2,715,000
0	0	0	0	21,032
0	8,785	2,476	0	95,357
0	0	48,495	11,261	6,700
0	0	0	48,495	46,793
0	0	0	0	56,447
0	0	0	0	599
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>500,000</u>
<u>1,116,098</u>	<u>16,464</u>	<u>2,736,872</u>	<u>3,869,434</u>	<u>4,164,743</u>
( 11,637)	18,559	124,349	131,271	
( <u>46,228</u> )	( <u>56,893</u> )	( <u>70,902</u> )	( <u>174,023</u> )	
( <u>57,865</u> )	( <u>38,334</u> )	<u>53,447</u>	( <u>42,752</u> )	
<u>231,917</u>	<u>0</u>	<u>608,748</u>	<u>840,665</u>	
<u>174,052</u>	( <u>38,334</u> )	<u>662,195</u>	<u>797,913</u>	
<u>88,939</u>	<u>16,477</u>	<u>20,180</u>	<u>125,596</u>	128,823
796,072	0	1,918,928	2,715,000	3,579,754
2,609	9,739	1,739	14,087	8,000
0	( 2,859)	36,903	34,044	0
7,454	2,199	18,072	27,725	0
67,845	0	164,500	232,345	0
<u>1,677</u>	<u>0</u>	<u>0</u>	<u>1,677</u>	<u>0</u>
<u>(1,138,648)</u>	<u>12,778</u>	<u>(2,822,517)</u>	<u>(3,948,387)</u>	<u>(3,716,577)</u>
<u>\$ ( 22,550)</u>	<u>\$ 29,242</u>	<u>\$ ( 85,645)</u>	<u>\$ ( 78,953)</u>	<u>\$ 448,166</u>

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 1983, WITH  
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 1982  
CITY OF ALACHUA, FLORIDA  
(Concluded)

CHANGES IN WORKING CAPITAL BY COMPONENT

Current Assets - Increase (Decrease):

Cash  
Receivables  
Due From Other Funds  
Inventory  
Prepaid Expenses

Current Liabilities - Decrease (Increase):

Accounts Payable  
Other Accrued Expenses  
Customer Deposits  
Due to Fiscal Agent  
Due to Other Funds  
Deferred Credits  
Current Portion of Long-Term Debt  
Electric Revenue and Improvement Bond Anticipation Notes

(DECREASE) INCREASE IN WORKING CAPITAL (ABOVE)

<u>ELECTRIC</u>	<u>WATER</u>	<u>SEWER</u>	<u>TOTALS</u>	
			<u>1983</u>	<u>1982</u>
\$ ( 1,875)	\$ 40	\$ 5,652	\$ 3,817	\$ 38,658
74,827	7	4,802	79,636	9,461
126,805	69,889	49,808	246,502	302,159
28,335	8,216	0	36,551	257
1,018	0	0	1,018	( 10,164)
( 58,444)	( 92)	( 19,316)	( 77,852)	( 89,438)
( 3,096)	1,620	1,297	( 179)	( 4,827)
( 523)	0	0	( 523)	( 3,159)
0	0	15,250	15,250	( 15,250)
( 68,421)	(49,161)	( 141,861)	( 259,443)	( 286,652)
( 119,260)	0	0	( 119,260)	7,121
( 1,916)	( 1,277)	( 1,277)	( 4,470)	0
0	0	0	0	500,000
<u>\$ ( 22,550)</u>	<u>\$ 29,242</u>	<u>\$ ( 85,645)</u>	<u>\$ ( 78,953)</u>	<u>\$ 448,166</u>

CITY OF BUSHNELL, FLORIDA

---

ANNUAL FINANCIAL STATEMENTS

AND

MANAGEMENT LETTER

FISCAL YEARS ENDING SEPTEMBER 30, 1983 and 1982

CITY OF BUSHNELL, FLORIDA

---

ANNUAL FINANCIAL STATEMENTS

AND

MANAGEMENT LETTER

FISCAL YEARS ENDING SEPTEMBER 30, 1983 and 1982

CITY OF BUSHNELL, FLORIDA

CITY COUNCIL AND OFFICIALS  
SEPTEMBER 30, 1983

Mayor Councilman .....	Joe Strickland, Jr.
Vice Mayor .....	Frank Hamilton
Councilman .....	R. J. Eubanks
Councilman .....	Oscar Chenoweth
Councilman .....	C. W. Stover
City Attorney .....	Daniel Moriarty
City Clerk .....	Judy Skipper
City Manager .....	Vicente Ruano

CITY OF BUSHNELL, FLORIDA  
ANNUAL FINANCIAL STATEMENTS  
FISCAL YEARS ENDED SEPTEMBER 30, 1983 and 1982

---

TABLE OF CONTENTS

<u>INTRODUCTORY SECTION</u>	<u>PAGE NUMBER</u>
City Council and Officials	
Table of Contents	
<u>FINANCIAL SECTION</u>	
Report of Certified Public Accountant	1
<u>COMBINED STATEMENTS - OVERVIEW</u>	
Combined Balance Sheet - All Fund Types and Account Groups	2
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	3
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual - All Governmental Fund Types	4
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - All Proprietary Fund Types	5
Combined Statement of Changes in Financial Posi- tion - All Proprietary Fund Types	6
Notes to Financial Statements	7-18
<u>COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS</u>	
<u>General Fund</u>	
Balance Sheet	19
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) & Actual	20
Statement of Revenue - Budgeted and Actual	21-22
Statement of Expenditures - Budgeted and Actual	23-26

CITY OF BUSHNELL, FLORIDA  
ANNUAL FINANCIAL STATEMENTS  
FISCAL YEARS ENDED SEPTEMBER 30, 1983 and 1982

---

<u>COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS</u>	<u>PAGE NUMBER</u>
<u>Federal Revenue Sharing Fund</u>	
Balance Sheet	27
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	28-29
<u>Enterprise Funds</u>	
Combining Balance Sheet	30-31
Combining Statement of Revenues, Expenses, and Changes in Retained Earnings (Deficit)	32-33
Combining Statement of Changes in Financial Position	34-35
<u>SUPPLEMENTARY SCHEDULES</u>	
Schedule of Insurance in Force	36
<u>MANAGEMENT LETTER</u>	37-39



DAVID C. LOGAN  
*Certified Public Accountant*

1135 OLD HIGHWAY 441  
P.O. BOX 1226  
MOUNT DORA, FLORIDA 32757  
(904) 383-6146

21 EAST PINEHURST BLVD.  
P.O. DRAWER K  
EUSTIS, FLORIDA 32727  
(904) 357-2200

February 17, 1984

The Honorable City Council  
City of Bushnell, Florida

I have examined the combined financial statements of the City of Bushnell, Florida and the individual fund financial statements of the City as of and for the year ended September 30, 1983 as listed in the Table of Contents. My examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as I considered necessary in the circumstances. The Financial Statements of the City of Bushnell for the year ended September 30, 1982 included herein for comparative purposes, were examined by other auditors whose report dated December 10, 1982, expressed an unqualified opinion on those statements.

In my opinion, the 1983 combined financial statements referred to above present fairly the financial position of the City of Bushnell, Florida at September 30, 1983 and the results of operations for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year. Also, in my opinion, the individual fund financial statements referred to above present fairly the financial position of the individual funds of the City of Bushnell, Florida at September 30, 1983 and their results of operations for the years then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

My examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole and on the combining and individual fund financial statements. The accompanying financial information listed as supplementary schedules in the Table of Contents is presented for purposes of additional analysis and is not a required part of the combined financial statements of the City of Bushnell. The information has been subjected to the auditing procedures applied in the examination of the combined, combining, and individual fund financial statements and, in my opinion, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

*David C. Logan*  
David C. Logan  
Certified Public Accountant

This page intentionally left blank

FINANCIAL SECTION

CITY OF BUSHNELL, FLORIDA  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 SEPTEMBER 30, 1983 and 1982

ASSETS	GOVERNMENTAL FUND TYPES		PROPRIETARY FUND TYPES	AGENCY	ACCOUNT GROUPS		TOTALS	
	GENERAL	SPECIAL REVENUE	ENTERPRISE	BAIL BOND FUND	GENERAL FIXED ASSETS	LONG TERM DEBT	(MEMORANDUM ONLY)	
							1983	1982
Cash	\$40,294	\$6,092	\$ 97,510	\$1,987			\$ 145,883	\$ 105,996
Investments, at cost (Note 1)			1,939				1,939	1,800
Accounts Receivable (Net)	6,485		146,523				153,008	111,833
Due From Other Funds (Note 7)			1,800				1,800	18,391
Due From Other Governments	1,062	2,277					3,339	6,023
Inventories, at cost (Note 1)	1,396		19,127				20,523	17,253
Restricted Assets (Note 2):								
Cash and Investments			225,327				225,327	219,420
Due From Other Funds (Note 7)			1,312				1,312	1,339
Property and Equipment, at cost (Net of Accumulated Depreciation) (Notes 1 & 3)			740,461		\$282,459		1,022,920	977,095
Amount to be Provided for Retirement of General Long Term Debt						\$15,661	15,661	34,787
<b>TOTAL ASSETS</b>	<b>\$49,237</b>	<b>\$8,369</b>	<b>\$1,233,999</b>	<b>\$1,987</b>	<b>\$282,459</b>	<b>\$15,661</b>	<b>\$1,591,712</b>	<b>\$1,493,937</b>

LIABILITIES

Accounts Payable	\$ 8,284	\$4,193	\$ 101,791			\$ 114,268	\$ 87,544
Accrued Liabilities	5,388		7,916			13,304	9,178
Due To Other Funds (Note 7)	1,312		1,800			3,112	19,730
Deposits	235			\$1,987		2,222	2,179
Payable From Restricted Assets:							
Customer Deposits			41,507			41,507	35,015
Accrued Interest Payable			16,172			16,172	18,230
Revenue Bonds Payable (Note 4)			15,000			15,000	10,000
Long Term Revenue Bonds Payable (Net) (Note 4)			414,628			414,628	433,602
Notes Payable (Note 4)			35,520		\$15,661	51,181	34,787
 TOTAL LIABILITIES	 <u>15,219</u>	 <u>4,193</u>	 <u>634,334</u>	 <u>1,987</u>		 <u>15,661</u>	 <u>671,394</u>
							<u>650,265</u>
 <u>FUND EQUITY</u>							
Contributed Capital (Note 1)			353,404			353,404	341,716
Investment in General Fixed Assets					\$282,459	282,459	275,306
Retained Earnings:							
Reserved			153,960			153,960	157,514
Unreserved			92,301			92,301	39,027
Fund Balances:							
Reserved	1,931					1,931	1,807
Unreserved	32,087	4,176				36,263	28,302
 TOTAL FUND EQUITY	 <u>34,018</u>	 <u>4,176</u>	 <u>599,665</u>		 <u>282,459</u>	 <u>920,318</u>	 <u>843,672</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$49,237</u>	 <u>\$8,369</u>	 <u>\$1,233,999</u>	 <u>\$1,987</u>	 <u>\$282,459</u>	 <u>\$15,661</u>	 <u>\$1,591,712</u>
							<u>\$1,493,937</u>

See Accompanying Notes to Financial Statements

CITY OF BUSHNELL, FLORIDA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
 YEARS ENDED SEPTEMBER 30, 1983 and 1982

	<u>GENERAL</u>	<u>FEDERAL REVENUE SHARING</u>	<u>TOTALS</u>	
			<u>(MEMORANDUM ONLY)</u> <u>1983</u>	<u>1982</u>
Revenues:				
Taxes	\$ 136,576		\$ 136,576	\$ 112,664
Licenses & Permits	7,851		7,851	8,917
Intergovernmental	72,888	\$ 9,097	81,985	80,081
Charges for Services	1,355		1,355	1,035
Fines & Forfeits	15,705		15,705	17,180
Miscellaneous Revenue	7,208	175	7,383	7,138
	<u>241,583</u>	<u>9,272</u>	<u>250,855</u>	<u>227,015</u>
Expenditures:				
General Government	85,297		85,297	72,423
Public Safety	113,130		113,130	121,190
Physical Environment	1,795	5,745	7,540	1,773
Transportation	63,754	4,193	67,947	52,839
Culture & Recreation	13,010		13,010	14,306
Debt Service	18,833		18,833	19,387
	<u>295,819</u>	<u>9,938</u>	<u>305,757</u>	<u>282,918</u>
Deficiency of Revenues Over Expenditures	<u>( 54,236)</u>	<u>( 666)</u>	<u>( 54,902)</u>	<u>( 55,903)</u>
Other Financing Sources: Operating Transfers in	<u>62,863</u>		<u>62,863</u>	<u>57,608</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures	8,627	( 666)	7,961	1,705
Fund Balances, Beginning of Year	25,267	4,842	30,109	28,404
Increase in Inventory Reserve	<u>124</u>		<u>124</u>	
FUND BALANCES, END OF YEAR	<u>\$ 34,018</u>	<u>\$ 4,176</u>	<u>\$ 38,194</u>	<u>\$ 30,109</u>

See Accompanying Notes to Financial Statements

CITY OF BUSHNELL, FLORIDA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
 ALL GOVERNMENTAL FUND TYPES  
 YEARS ENDED SEPTEMBER 30, 1983 and 1982

	GENERAL FUND			FEDERAL REVENUE SHARING FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:						
Taxes	\$ 111,700	\$ 136,576	\$ 24,876			
Licenses and Permits	5,900	7,851	1,951			
Intergovernmental	73,088	72,888	( 200)	\$ 9,067	\$ 9,097	\$ 30
Charges for Services	1,000	1,355	355			
Fines and Forfeits	25,000	15,705	( 9,295)			
Miscellaneous Revenue	5,200	7,208	2,008		175	175
	<u>221,888</u>	<u>241,583</u>	<u>19,695</u>	<u>9,067</u>	<u>9,272</u>	<u>205</u>
Expenditures:						
General Government	87,010	85,297	1,713			
Public Safety	107,992	113,130	( 5,138)			
Physical Environment	1,950	1,795	155	5,745	5,745	
Transportation	50,900	63,754	(12,854)	3,322	4,193	(871)
Culture and Recreation	23,872	13,010	10,862			
Debt Service	19,398	18,833	565			
	<u>291,122</u>	<u>295,819</u>	<u>( 4,697)</u>	<u>9,067</u>	<u>9,938</u>	<u>(871)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>( 69,234)</u>	<u>( 54,236)</u>	<u>14,998</u>		<u>( 666)</u>	<u>(666)</u>
Other Financing Sources:						
Operating Transfers in	<u>63,234</u>	<u>62,863</u>	<u>( 371)</u>			
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	<u>( 6,000)</u>	<u>8,627</u>	<u>14,267</u>		<u>( 666)</u>	<u>(666)</u>
Fund Balances, Beginning of Year	25,267	25,267		4,842	4,842	
Increase in Inventory Reserve		124	124			
FUND BALANCES, END OF YEAR	<u>\$ 19,267</u>	<u>\$ 34,018</u>	<u>\$ 14,751</u>	<u>\$ 4,842</u>	<u>\$ 4,176</u>	<u>\$(666)</u>

See Accompanying Notes to Financial Statements

CITY OF BUSHNELL, FLORIDA  
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN  
 RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES  
 YEARS ENDED SEPTEMBER 30, 1983 and 1982

	<u>ENTERPRISE FUND TYPES</u>	
	<u>1983</u>	<u>1982</u>
Operating Revenues:		
Charges for Services	\$ 1,096,580	\$ 934,689
Operating Expenses:		
Purchased Power	749,302	647,462
Salaries	92,267	89,977
Employee Benefits	25,270	26,925
Professional Services	4,116	11,173
Utility Services	7,608	7,046
Insurance	5,118	3,865
Repairs and Maintenance	7,566	5,569
Operating Supplies	18,326	11,345
Other Current Charges	10,517	7,881
Books, Publications and Memberships	2,299	3,042
Depreciation	32,655	33,690
Rate Studies	16,711	
	<u>971,755</u>	<u>847,975</u>
Operating Income	<u>124,825</u>	<u>86,714</u>
Non-Operating Revenue (Expense):		
Interest Earned	20,639	21,223
Interest Expense & Fiscal Charges	( 32,881)	( 36,421)
	<u>( 12,242)</u>	<u>( 15,198)</u>
Income Before Transfers	112,583	71,516
Operating Transfers to General Fund	<u>( 62,863)</u>	<u>( 57,608)</u>
Net Income (Loss)	49,720	13,908
Retained Earnings, Beginning of Year	<u>196,541</u>	<u>182,633</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 246,261</u>	<u>\$ 196,541</u>

See Accompanying Notes to Financial Statements



CITY OF BUSHNELL, FLORIDA  
 COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION  
 ALL PROPRIETARY FUND TYPES  
 YEARS ENDED SEPTEMBER 30, 1983 and 1982

	<u>ENTERPRISE FUND TYPES</u>	
	<u>1983</u>	<u>1982</u>
<b>Sources of Working Capital:</b>		
Net Income	\$ 49,720	\$ 13,908
Add: Items Not Requiring the Use of Working Capital:		
Depreciation	32,654	33,690
Amortization	<u>1,025</u>	<u>1,024</u>
Working Capital Provided by Operations	83,399	48,622
Contributed Capital	11,687	5,823
Increase in Current Liabilities		
Payable From Restricted Assets	9,587	3,874
Decrease in Restricted Assets	1,896	
Increase in Long Term Debt	<u>35,520</u>	
<b>Total Sources of Working Capital</b>	<u>142,089</u>	<u>58,319</u>
<b>Uses of Working Capital:</b>		
Acquisition of Property & Equipment	71,326	35,126
Decrease in Long Term Debt	19,998	10,000
Increase in Restricted Assets	7,776	7,378
Decrease in Current Liabilities		
Payable From Restricted Assets	<u>153</u>	<u>87</u>
<b>Total Uses of Working Capital</b>	<u>99,253</u>	<u>52,591</u>
<b>NET INCREASE IN WORKING CAPITAL</b> (SCHEDULE BELOW)	<u>\$ 42,836</u>	<u>\$ 5,728</u>
<b>Elements of Net Increase (Decrease) in Working Capital:</b>		
Cash	\$ 18,331	\$ 22,554
Investments	139	( 1,800)
Customer Accounts Receivable (Net)	35,212	11,351
Accrued Interest on Investments	( 194)	( 3,601)
Due From Other Funds	( 1,775)	3,425
Inventories	3,146	( 4,442)
Accounts Payable	(24,759)	(10,772)
Accrued Liabilities	( 3,366)	( 1,448)
Due to Other Funds	<u>16,102</u>	<u>( 9,539)</u>
<b>NET INCREASE IN WORKING CAPITAL</b>	<u>\$ 42,836</u>	<u>\$ 5,728</u>

See Accompanying Notes to Financial Statements

CITY OF BUSHNELL, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Bushnell, Florida was incorporated in 1957. The City operates under a council-manager form of government and provides services to its more than 1,000 residents in many areas, including public safety (police and fire), highways and streets, utilities, sanitation, culture - recreation, public improvements, and general administrative services.

The accounting policies of the City of Bushnell conform to generally accepted accounting principles for governmental entities. The following is a summary of significant accounting policies.

A. Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with 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 City's various funds and account groups are as follows:

Governmental Funds:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in another fund.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or for major capital projects) that are legally restricted to expenditures for specific purposes.

Proprietary Funds:

Enterprise Funds - Enterprise Funds are used to account for the City's ongoing activities which are similar to those found in the private sector. Generally accepted accounting principles in these type funds are similar to private business enterprises where the measurement focus is on determination of net income, financial position and changes in financial position.

CITY OF BUSHNELL, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)  
(Fund Accounting)

Fiduciary Fund:

Agency Fund - An Agency Fund is used to account for assets held in a trustee capacity for others.

Account Groups:

Account groups are not funds and do not reflect available financial resources and related liabilities. The following account groups are maintained by the City:

General Fixed Assets - Accounts for property and equipment not used in proprietary fund operations or accounted for in trust funds.

General Long-Term Debt - Accounts for unmatured principal of long-term general obligation indebtedness that is not a specific liability of a Proprietary or Fiduciary Fund.

B. Fixed Assets and Long-Term Liabilities

Governmental fund types (General and Special Revenue) are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are recorded on their balance sheets. The reported fund balances (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenue and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Fixed Assets:

Fixed assets purchased in the Governmental Fund Types are recorded as expenditures at the time of purchase. Such assets are capitalized at cost in the General Fixed Assets Account Group. The City's policy is not to report public domain fixed assets such as streets, right-of-ways, sidewalks, drainage systems and similar assets.

Long-Term Liabilities:

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

CITY OF BUSHNELL, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

Governmental Funds:

All governmental funds (General and Special Revenue) are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measureable and available as net current assets.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee benefit amounts which are not accrued; and (2) principal and interest on general long-term debt which is recognized when due.

Governmental Fund Type revenues that are susceptible to accrual include the City's share of federal and state revenues for the period ending September 30.

The City had no current property taxes receivable as of September 30 and delinquent property taxes were immaterial.

Proprietary Funds:

Proprietary fund revenues and expenses are recognized on the accrual basis. Revenues of the enterprise funds are recognized on the basis of services rendered. Billing cycles of the utility funds which overlap September 30 are pro-rated based upon meter reading dates. Total unbilled revenues for the combined utility funds amounted to \$29,271 at September 30, 1983.

D. Budgets and Budgetary Accounting

The City Council follows these procedures in establishing the the budgetary data reflected in the financial statements:

CITY OF BUSHNELL, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 SEPTEMBER 30, 1983

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)  
 (Budgets and Budgetary Accounting)

1. Prior to October 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Budget workshops are held and public hearings are conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally enacted through passage of a resolution.
4. Any transfers of budgeted amounts between departments within any fund and any revisions that alter the total expenditures of any fund must be approved by the Council.
5. Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, and Enterprise Funds.
6. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
7. Budgeted amounts presented agree with the original adopted budget. There were no budget amendments made during the year.

E. Accumulated Unpaid Vacation Pay Benefits

Accumulated unpaid vacation pay benefits are accrued when incurred in proprietary funds (using the accrual basis of accounting). Such amounts are not accrued in governmental funds. At September 30, 1983 unrecorded governmental fund liabilities included approximately \$3,474 in vacation pay. This amount does not exceed a normal year's accumulation.

Accumulated unpaid vacation pay in enterprise funds are as follows:

Electric Utility Fund	\$2,068
Water Utility Fund	1,505
Garbage Fund	<u>407</u>
	<u>\$3,980</u>

As of September 30, 1983 employees did not accumulate unpaid sick leave pay upon termination.

CITY OF BUSHNELL, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Investments

Investments are comprised of certificates of deposit and savings accounts stated at cost which approximates fair market value.

G. Inventory

Inventories held by the enterprise funds are stated at cost using the weighted average method.

H. Amortization

Amortization of issue cost and discount related to the revenue bonds is computed by the straight-line method.

I. Depreciation

Depreciation (Proprietary Funds) is computed by the straight-line method over the estimated useful lives of the assets as follows (assets are stated at cost):

Electric Utility Fund	
Distribution plant	25-40 years
Structures and improvements	32 years
Equipment	6-12 years
Investment in Crystal River #3 Nuclear Plant	28 years
Water Utility Fund	
Distribution plant	25-101 years
Building	50 years
Equipment	25 years
Garbage Fund	
Equipment	7 years

J. Cash with Fiscal Agents

Utilities revenue certificates maturing on October 1 each year together with interest payments then due are paid to the City's paying agent prior to that date. The aforementioned payment is recorded as an asset as of the balance sheet date and subsequently as a reduction of utilities revenue certificates, and/or accrued interest payable within the fiscal year of maturity.

CITY OF BUSHNELL, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Grants - Proprietary Funds

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

L. Water Line Extension Charges

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

M. Total Columns on Combined Statements - Overview

Total columns on Combined Statements - Overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position and results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 BOND SERVICE REQUIREMENTS/RESTRICTED ASSETS

As of September 30, 1983 bond service requirements are current. The following is a summary of the restricted assets related to the Utilities System Revenue Bonds Series 1976.

Revenue Bonds Debt Service - The City deposits cash monthly into a separate account to fund upcoming principal and interest payments in accordance with the bond resolution. Such cash and investments are reported as restricted assets.

Renewal and Replacement - The bond resolution requires a monthly deposit for renewal and replacement (extensions, enlargements or additions to, or the replacement of capital assets of the facilities and emergency repairs thereto or unusual costs of operation and maintenance). The required monthly contribution is computed at 1/12 of 9% of the prior year's gross revenue, however, no further deposits are required when the balance on hand equals 10% of the outstanding principal balance of the revenue bonds.

CITY OF BUSHNELL, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 SEPTEMBER 30, 1983

NOTE 2 BOND SERVICE REQUIREMENTS/RESTRICTED ASSETS (CONTINUED)

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

NOTE 3 PROPERTY AND EQUIPMENT

A summary of changes in general fixed assets follows:

	BALANCE 10/1/82	ADDITIONS	DISPOSALS	BALANCE 9/30/83
Land	\$ 97,720	\$	\$	\$ 97,720
Buildings	103,340			103,340
Improvements	674			674
Machinery & Equipment	<u>73,572</u>	<u>7,153</u>	<u>          </u>	<u>80,725</u>
	<u>\$275,306</u>	<u>\$7,153</u>	<u>-0-</u>	<u>\$282,459</u>

A summary of Proprietary Fund Type property and equipment at September 30, 1983 is as follows:

	ELECTRIC UTILITY FUND	WATER UTILITY FUND	GARBAGE FUND	TOTAL
Land	\$ 2,300			\$ 2,300
Distribution Plant	525,954	\$ 234,975		760,929
Buildings	10,481	14,094		24,575
Equipment	51,430	18,468	\$ 67,086	136,984
Crystal River 3 Investment	<u>199,033</u>	<u>          </u>	<u>          </u>	<u>199,033</u>
	789,198	267,537	67,086	1,123,821
Accumulated Depreciation	<u>(264,029)</u>	<u>( 94,759)</u>	<u>(24,572)</u>	<u>(383,360)</u>
	<u>\$ 525,169</u>	<u>\$ 172,778</u>	<u>\$ 42,514</u>	<u>\$ 740,461</u>



CITY OF BUSHNELL, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 SEPTEMBER 30, 1983

NOTE 4 NOTES AND BONDS PAYABLE

The following is a summary of the bonds payable and general long-term debt:

Utilities System Revenue Bonds Series 1976 -- \$500,000

The 1976 bonds are coupon bonds in denomination of \$5,000 each and are collateralized by a pledge of the gross revenues of the utilities system. The bond liability is recorded according to use of the original proceeds as follows - Electric Utility Fund 86%; Water Utility Fund 14%. Bond maturities and interest rates are as follows:

<u>MATURITY</u> <u>APRIL 1</u>	<u>COUPON</u> <u>RATE</u>	<u>PRINCIPAL</u> <u>AMOUNT</u>	
Serial Bonds:			
1984	6.2%	\$15,000	
1985	6.3%	15,000	
1986	6.4%	15,000	
1987	6.5%	20,000	
1988	6.6%	20,000	
1989	6.7	20,000	\$105,000
Term Bonds:			
1999	7.3%		<u>340,000</u>
Total principal balance outstanding			445,000
Less: Unamortized discount and issue costs			<u>15,372</u>
			<u>\$429,628</u>
Total Remaining Interest			<u>\$331,953</u>

GARBAGE FUND NOTE PAYABLE

Florida Bank of Sumter County:  
 8.93% Note due June 10, 1988 collateralized by  
 1983 International Garbage Truck. \$ 35,520

Total Remaining Interest \$ 14,274

General Long-Term Debt

	<u>PRINCIPAL</u> <u>BALANCE</u> <u>9/30/83</u>	<u>REMAINING</u> <u>INTEREST</u>
Florida Retirement Systems contribution payable for past service, interest at 6.5%	\$ 3,124	\$ 308
Note Payable, collateralized by utility tax revenue, due in monthly payments of \$1,085 including interest at 5.5%	<u>12,537</u>	<u>1,332</u>
	<u>\$15,661</u>	<u>\$1,640</u>

CITY OF BUSHNELL, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 SEPTEMBER 30, 1983

NOTE 4 NOTES AND BONDS PAYABLE (CONTINUED)

The following is a summary of debt transactions of the City for the year ended September 30, 1983:

	<u>Electric Utility Fund</u>	<u>Water Utility Fund</u>	<u>Garbage Fund</u>	<u>General Long Term Debt</u>
Notes and Bonds Pay- able, beginning of year	\$ 415,000	\$ 45,000	\$ -0-	\$ 34,787
Adjustment to Allocate Liability to 86/14 Ratio (Note 5)	( 19,700)	19,700		
Principal Repayments	( 12,600)	( 2,400)		(19,126)
Additional Borrowing	<u>                    </u>	<u>                    </u>	\$35,520	<u>-0-</u>
Balances End of Year	<u>\$ 382,700</u>	<u>\$ 62,300</u>	<u>\$35,520</u>	<u>\$ 15,661</u>

NOTE 5 ADJUSTMENTS TO RETAINED EARNINGS

Retained earnings balances of the Electric and Water Utility funds have been adjusted to reflect an allocation of bond liability based upon the ratio of original use of the proceeds. Sinking fund assets have also been re-allocated between the electric and water funds in the same ratio (86% Electric; 14% Water). The following is a summary of the adjustments:

	<u>Electric Utility Fund</u>	<u>Water Utility Fund</u>
Beginning Retained Earnings, (Deficit), as Previously Reported	\$227,538	\$(30,201)
Adjustment to re-allocate Bond Liability Balances	19,700	(19,700)
Adjustment to re-allocate Sinking Fund Assets	<u>1,350</u>	<u>( 1,350)</u>
Beginning Retained Earnings (Deficit), as restated	<u>\$248,588</u>	<u>\$(51,251)</u>

CITY OF BUSHNELL, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1983

NOTE 6 CRYSTAL RIVER UNIT #3 PARTICIPATION AGREEMENT

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

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

The participants agreement provides for reversion of the ownership interest of the unit to Florida Power Corporation upon retirement from service.

NOTE 7 OTHER DISCLOSURES

Excess of expenditures over appropriations in individual governmental funds:

General Fund - amount (\$4,697)

Federal Revenue Sharing Fund - amount (\$871)

Deficit retained earnings of individual funds:

Water Utility Fund deficit balance - (\$57,054)

Garbage Utility Fund deficit balance - (\$ 548)

CITY OF BUSHNELL, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 SEPTEMBER 30, 1983

NOTE 7 OTHER DISCLOSURES (CONTINUED)

Individual fund interfund receivable and payable balances:

<u>FUND</u>	<u>INTERFUND RECEIVABLES</u>	<u>INTERFUND PAYABLES</u>
General Fund		\$1,312
Electric Utility Fund	\$3,112	
Water Utility Fund	<u>          </u>	<u>1,800</u>
	<u>\$3,112</u>	<u>\$3,112</u>

Allowances for doubtful accounts:

General Fund	\$ 457
Electric Utility Fund	2,000
Water Utility Fund	100
Garbage Fund	<u>100</u>
	<u>\$2,657</u>

NOTE 8 SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains three enterprise funds which provide electric, water and garbage services. Segment information as of September 30, 1983 is as follows:

	<u>ELECTRIC UTILITY FUND</u>	<u>WATER UTILITY FUND</u>	<u>GARBAGE FUND</u>	<u>TOTAL ENTERPRISE FUND</u>
Operating Revenues	\$978,360	\$70,429	\$ 47,791	\$1,096,580
Depreciation and Amortization	23,133	6,063	4,483	33,679
Operating Income (Loss)	112,829	14,055	( 2,059)	124,825
Operating Transfers In (Out)	( 57,428)	( 8,574)	3,139	( 62,863)
Net Income (Loss)	46,587	2,885	248	49,270
Current Year Capital Contributions		5,942	5,745	11,687
Property & Equipment Additions	22,150	3,392	45,784	71,326

(Continued on Next  
Page)...

CITY OF BUSHNELL, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 SEPTEMBER 30, 1983

NOTE 8 SEGMENT INFORMATION FOR ENTERPRISE FUNDS (CONTINUED)

	<u>ELECTRIC UTILITY FUND</u>	<u>WATER UTILITY FUND</u>	<u>GARBAGE FUND</u>	<u>TOTAL ENTERPRISE FUND</u>
Net Working Capital	\$127,621	\$ 22,970	\$ 4,801	\$155,392
Bonds Payable (Net Payable From Oper- ating Revenues)	355,965	58,663		414,628
Total Equity	442,097	145,773	11,795	599,665

NOTE 9 ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded as expenditures in order to reserve that portion of the applicable appropriation is not employed by the City for budgetary purposes. Encumbrances outstanding at year end do not constitute expenditures or liabilities and are not reported as reserved fund balances. Appropriations lapse at year end. The City is legally subject to budgetary control at the total fund expenditure level.

This page intentionally left blank

COMBINING AND INDIVIDUAL  
FUND FINANCIAL STATEMENTS

This page intentionally left blank



### GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund. The General Fund receives a greater variety and number of taxes than any other fund. The City of Bushnell, Florida General Fund directly services general long term debt.

CITY OF BUSHNELL, FLORIDA  
 GENERAL FUND  
 BALANCE SHEET  
 SEPTEMBER 30, 1983 and 1982

	<u>1983</u>	<u>1982</u>
<b>ASSETS</b>		
Cash	\$ 40,294	\$ 24,384
Account Receivable	6,942	785
Allowance For Doubtful Accounts (Note 7)	( 457)	( 457)
Due From Other Funds (Note 7)	-	14,816
Due From Other Governments	1,062	1,520
Inventories, at cost (Note 1)	<u>1,396</u>	<u>1,272</u>
<b>TOTAL ASSETS</b>	<u>\$ 49,237</u>	<u>\$ 42,320</u>
 <b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts Payable	\$ 8,284	\$ 10,512
Accrued Liabilities	5,388	4,626
Due to Other Funds (Note 7)	1,312	1,828
Deposits	<u>235</u>	<u>85</u>
<b>TOTAL LIABILITIES</b>	<u>15,219</u>	<u>17,053</u>
Fund Balance:		
Reserve for Petty Cash	535	535
Reserve for Inventories	1,396	1,272
Fund Balance - Unreserved	<u>32,087</u>	<u>23,460</u>
<b>TOTAL FUND BALANCE</b>	<u>34,018</u>	<u>25,267</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 49,237</u>	<u>\$ 42,320</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

	<u>BUDGETED</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>PRIOR YEAR ACTUAL</u>
Revenues:				
Taxes	\$ 111,700	\$ 136,576	\$ 24,876	\$ 112,663
Licenses and Permits	5,900	7,851	1,951	8,917
Intergovernmental	73,088	72,888	( 200)	60,929
Charges for Services	1,000	1,355	355	1,035
Fines and Forfeits	25,000	15,705	( 9,295)	17,182
Miscellaneous Revenue	5,200	7,208	2,008	8,286
	<u>221,888</u>	<u>241,583</u>	<u>19,695</u>	<u>209,012</u>
Expenditures:				
General Government	87,010	85,297	1,713	69,954
Public Safety	107,992	113,130	( 5,138)	107,844
Physical Environment	1,950	1,795	155	1,368
Transportation	50,900	63,754	(12,854)	45,427
Culture and Recreation	23,872	13,010	10,862	13,978
Debt Service	19,398	18,833	565	19,387
	<u>291,122</u>	<u>295,819</u>	<u>( 4,697)</u>	<u>257,958</u>
Excess (deficiency) of Revenues Over Expenditures	<u>( 69,234)</u>	<u>( 54,236)</u>	<u>14,998</u>	<u>( 48,946)</u>
Other Financing Sources (Uses):				
Operating Transfers In (Out):				
Electric Utility Fund	54,136	57,428	3,292	53,980
Water Utility Fund	9,098	8,574	( 524)	3,628
Garbage Fund	-	( 3,139)	( 3,139)	-
	<u>63,234</u>	<u>62,863</u>	<u>( 371)</u>	<u>57,608</u>
Excess (deficiency) of Revenues and Other Sources Over Expenditures	<u>( 6,000)</u>	<u>8,627</u>	<u>14,627</u>	<u>8,662</u>
Fund Balances, Beginning of Year	25,267	25,267	-	16,605
Increase in Inventory Reserve	<u>-</u>	<u>124</u>	<u>124</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 19,267</u>	<u>\$ 34,018</u>	<u>\$ 14,751</u>	<u>\$ 25,267</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
 GENERAL FUND  
 STATEMENT OF REVENUE  
 BUDGETED AND ACTUAL  
 YEAR ENDED SEPTEMBER 30, 1983

REVENUE	<u>BUDGETED</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>PRIOR YEAR ACTUAL</u>
<b>TAXES:</b>				
Ad Valorem	\$ 54,473	\$ 59,798	\$ 5,325	\$ 55,502
Franchise Fees:				
Telephone	1,427	1,654	227	1,307
Electric	400	766	366	269
Cable TV	500	-	( 500)	328
Utility Service Taxes:				
Telephone	8,500	10,150	1,650	8,131
Gas	8,500	6,982	( 1,518)	6,162
Electric	500	492	( 8)	377
Fuel Oil	400	218	( 182)	280
City Utility Tax	<u>37,000</u>	<u>56,516</u>	<u>19,516</u>	<u>40,307</u>
	<u>111,700</u>	<u>136,576</u>	<u>24,876</u>	<u>112,663</u>
<b>LICENSES AND PERMITS:</b>				
Occupational Licenses	2,200	3,765	1,565	3,560
Building Permits	3,500	4,084	584	5,348
Other	<u>200</u>	<u>2</u>	( 198)	<u>9</u>
	<u>5,900</u>	<u>7,851</u>	<u>1,951</u>	<u>8,917</u>
<b>INTERGOVERNMENTAL REVENUE:</b>				
LEAA Grant	-	-	-	1,009
Two Cent Cigarette Tax	10,500	10,857	357	10,978
State Revenue Sharing	36,546	36,546	-	36,546
Mobile Home Licenses	3,000	3,593	593	2,925
Alcoholic Beverage License	600	1,270	670	603
Additional Homestead Exemption		139	139	327
Five Cent Sales Tax	13,962	13,696	( 266)	-
County Fire Fee	6,080	4,560	( 1,520)	6,080
Share of County Occ. License	2,000	1,746	( 254)	1,843
Rebate on Municipal Vehicles	<u>400</u>	<u>481</u>	<u>81</u>	<u>618</u>
	<u>73,088</u>	<u>72,888</u>	<u>( 200)</u>	<u>60,929</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
 GENERAL FUND  
 STATEMENT OF REVENUE  
 BUDGETED AND ACTUAL  
 YEAR ENDED SEPTEMBER 30, 1983

	<u>BUDGETED</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>PRIOR YEAR ACTUAL</u>
<u>CHARGES FOR SERVICES:</u>				
Mowing Fees	750	873	123	1,001
Fire Calls	250	475	225	-
Animal Control Shelter Fee	-	7	7	34
	<u>1,000</u>	<u>1,355</u>	<u>355</u>	<u>1,035</u>
<u>FINES AND FORFEITURES:</u>				
Fines and Forfeitures	25,000	15,208	( 9,792)	16,629
Police Education	-	497	497	553
	<u>25,000</u>	<u>15,705</u>	<u>( 9,295)</u>	<u>17,182</u>
<u>MISCELLANEOUS REVENUES:</u>				
Refund on Cleaning	1,200	1,100	( 100)	1,150
Interest Earned	400	676	276	31
Rent	1,850	2,620	770	3,916
Miscellaneous	1,750	2,812	1,062	3,189
	<u>5,200</u>	<u>7,208</u>	<u>2,008</u>	<u>8,286</u>
 TOTAL REVENUE	 <u>\$221,888</u>	 <u>\$241,583</u>	 <u>\$ 19,695</u>	 <u>\$209,012</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
 GENERAL FUND  
 STATEMENT OF EXPENDITURES  
 BUDGETED AND ACTUAL  
 YEAR ENDED SEPTEMBER 30, 1983

<u>FUNCTION/ACTIVITY/ SUBACTIVITY/OBJECT</u>	<u>BUDGETED</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>PRIOR YEAR ACTUAL</u>
<u>GENERAL GOVERNMENT</u>				
<u>SERVICES</u>				
Legislative:				
Council Fees	\$ 60	\$ 48	\$ 12	\$ 834
Insurance	592	592	-	592
	<u>652</u>	<u>640</u>	<u>12</u>	<u>1,426</u>
Financial and				
Administrative:				
Executive Salary	36,750	36,750	-	28,339
Regular Salary	4,750	4,689	61	5,321
FICA Taxes	2,780	2,847	( 67)	2,646
Retirement Contribu- tions	4,536	4,311	225	4,173
Workmen's Compensa- tion	75	147	( 72)	68
Past Service Retire- ment	417	516	( 99)	1,216
Group Insurance	2,000	3,446	(1,446)	3,085
Accounting and Auditing	5,250	9,660	(4,410)	2,956
Contractual Services	1,700	1,311	389	1,298
Travel & Per Diem	750	788	( 38)	686
Telephone	1,000	2,042	(1,042)	1,400
Utilities	2,500	2,207	293	2,565
General Insurance	1,600	1,653	( 53)	1,987
Other Current Charges	2,250	3,619	(1,369)	3,197
Office Supplies	2,200	1,839	361	1,704
Operating Supplies	800	1,471	( 671)	1,033
Repair & Maintenance	2,000	1,560	440	1,674
Capital Outlay	10,000	378	9,622	-
	<u>81,358</u>	<u>79,234</u>	<u>2,124</u>	<u>63,848</u>
Legal Counsel	<u>5,000</u>	<u>5,423</u>	<u>( 423)</u>	<u>4,680</u>
Total General Government Services	<u>87,010</u>	<u>85,297</u>	<u>1,713</u>	<u>69,954</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
GENERAL FUND  
STATEMENT OF EXPENDITURES  
BUDGETED AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

FUNCTION/ACTIVITY/ SUBACTIVITY/OBJECT	BUDGETED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	PRIOR YEAR ACTUAL
<b>PUBLIC SAFETY</b>				
Police Department:				
Executive Salaries	\$17,800	\$19,482	\$(1,682)	\$17,220
Regular Salaries	36,020	42,604	(6,584)	33,022
Other Salaries	2,289	884	1,405	3,107
FICA Taxes	3,759	4,183	(424)	3,990
Retirement Contributions	7,344	8,306	(962)	7,722
Group Insurance	2,980	3,353	(373)	1,614
Workmens Compensation	3,000	1,807	1,193	2,251
Past Service Retirement	700	700	-	-
Travel & Per Diem	300	160	140	121
Communication & Phone	800	682	118	828
Insurance-General	1,900	1,775	125	1,322
Repair & Maintenance	4,000	4,842	(842)	5,288
Other Current Charges	500	632	(132)	3,301
Office Supplies	1,000	1,241	(241)	517
Operating Supplies	8,000	8,662	(662)	8,039
Police Education	-	125	(125)	120
Discretionary Fund	500	-	500	-
Prisoner Expense	-	-	-	857
Capital Outlay	2,000	417	1,583	780
	<u>92,892</u>	<u>99,855</u>	<u>(6,963)</u>	<u>90,099</u>
Fire Department:				
Personal Allowances	4,000	3,500	500	5,860
Workmens Compensation	350	130	220	157
Communication Services	350	279	71	285
Insurance	2,150	2,024	126	1,875
Repair & Maintenance	1,500	1,111	389	1,660
Other Current Charges	200	154	46	299
Operating Supplies	1,000	737	263	3,322
Capital Outlay	2,250	1,740	510	1,057
	<u>11,800</u>	<u>9,675</u>	<u>2,125</u>	<u>14,515</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
 GENERAL FUND  
 STATEMENT OF EXPENDITURES  
 BUDGETED AND ACTUAL  
 YEAR ENDED SEPTEMBER 30, 1983

<u>FUNCTION/ACTIVITY/ SUBACTIVITY/OBJECT</u>	<u>BUDGETED</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>PRIOR YEAR ACTUAL</u>
<u>PUBLIC SAFETY (continued):</u>				
Building Inspector:				
Contracted Fee	3,300	3,600	( 300)	3,230
Total Public Safety	<u>107,992</u>	<u>113,130</u>	<u>( 5,138)</u>	<u>107,844</u>
<u>PHYSICAL ENVIRONMENT:</u>				
Cemetery:				
Aid to Private Organization	1,650	1,650	-	1,075
Utility Service	300	145	155	293
Total Physical Environment	<u>1,950</u>	<u>1,795</u>	<u>155</u>	<u>1,368</u>
<u>TRANSPORTATION:</u>				
Road and Street Dept.				
Executive Salary	3,775	10,419	( 6,644)	7,778
Regular Salary	8,575	12,873	( 4,298)	8,003
FICA Taxes	827	1,699	( 872)	1,206
Retirement Contribu- tions	1,350	2,545	( 1,195)	1,949
Group Insurance	745	1,730	( 985)	361
Workmens Compensation	500	762	( 262)	461
General Insurance	1,200	1,197	3	1,214
Repair & Maintenance	1,300	2,714	( 1,414)	1,174
Other Current Charges	250	2,329	( 2,079)	149
Operating Supplies	2,500	1,286	1,214	2,069
Street Lights	25,200	22,943	2,257	20,977
Communication	-	455	( 455)	86
Capital Outlay	4,678	2,802	1,876	-
Total Transportation	<u>50,900</u>	<u>63,754</u>	<u>(12,854)</u>	<u>45,427</u>

See accompanying notes to financial statements



CITY OF BUSHNELL, FLORIDA  
GENERAL FUND  
STATEMENT OF EXPENDITURES  
BUDGETED AND ACTUAL  
YEAR ENDED SEPTEMBER 30, 1983

FUNCTION/ACTIVITY/ SUBACTIVITY/OBJECT	BUDGETED	ACTUAL	VARIANCE FAVORABLE (UNFAVCRABLE)	PRIOR YEAR ACTUAL
<b>CULTURE AND RECREATION:</b>				
Library:				
Aid to Private Organization	\$ 1,800	\$ 1,800	\$ -	\$ 1,800
Utility Services	500	453	47	571
	<u>2,300</u>	<u>2,253</u>	<u>47</u>	<u>2,371</u>
Parks & Recreation:				
Executive Salary	3,775	-	3,775	-
Regular Salaries	8,575	867	7,708	4,227
FICA Tax	827	17	810	238
Retirement Contribu- tions	1,350	87	1,263	480
Workmens Compensation	500	762	( 262)	461
Group Insurance	745	58	687	-
Utilities	3,000	4,880	( 1,880)	3,440
Repair & Maintenance	750	712	38	1,141
Operating Supplies	750	271	479	849
General Insurance	500	658	( 158)	550
Other Current Charges	300	629	( 329)	221
Capital Outlay	500	1,816	( 1,316)	-
	<u>21,572</u>	<u>10,757</u>	<u>10,815</u>	<u>11,607</u>
Total Culture & Recreation	<u>23,872</u>	<u>13,010</u>	<u>10,862</u>	<u>13,978</u>
DEBT SERVICE:				
Principal and Interest	19,398	18,833	565	19,387
Total Expenditures	<u>\$291,122</u>	<u>\$295,819</u>	<u>\$( 4,697)</u>	<u>\$257,958</u>

See accompanying notes to financial statements

This page intentionally left blank

FEDERAL REVENUE

SHARING FUND

CITY OF BUSHNELL, FLORIDA  
 FEDERAL REVENUE SHARING FUND  
 BALANCE SHEET  
 SEPTEMBER 30, 1983 and 1982

<u>ASSETS</u>	<u>1983</u>	<u>1982</u>
Cash	\$6,092	\$ 339
Federal Revenue Sharing Entitlement Receivable	<u>2,277</u>	<u>4,503</u>
TOTAL ASSETS	<u>\$8,369</u>	<u>\$4,842</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Accounts Payable	\$4,193	-
Fund Balance	<u>4,176</u>	<u>\$4,842</u>
TOTAL FUND BALANCE	<u>\$8,369</u>	<u>\$4,842</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
 FEDERAL REVENUE SHARING FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
 YEAR ENDED SEPTEMBER 30, 1983

	<u>BUDGETED</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)	PRIOR YEAR <u>ACTUAL</u>
<b>Revenues:</b>				
Intergovernmental:				
Federal Revenue Sharing	\$9,067	\$9,097	\$ 30	\$ 18,003
Interest Earned	<u>-</u>	<u>175</u>	<u>175</u>	<u>-</u>
	<u>9,067</u>	<u>9,272</u>	<u>205</u>	<u>18,003</u>
<b>Expenditures:</b>				
General Government:				
Financial & Admin.:				
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,469</u>
Public Safety:				
Law Enforcement:				
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,800</u>
Fire Control:				
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,546</u>
Total Public Safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,346</u>
Physical Environment:				
Garbage/Solid Waste Control Services:				
Operating Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital Outlay	<u>5,745</u>	<u>5,745</u>	<u>-</u>	<u>405</u>
Transportation:				
Road & Street Facilities:				
Operating Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>109</u>
Capital Outlay	<u>3,322</u>	<u>4,193</u>	<u>( 871)</u>	<u>7,303</u>
Total Transportation	<u>3,322</u>	<u>4,193</u>	<u>( 871)</u>	<u>7,412</u>
Culture & Recreation:				
Parks & Recreation:				
Operating Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>( 120)</u>
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>448</u>
Total Culture & Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>328</u>
Total Expenditures	<u>9,067</u>	<u>9,938</u>	<u>( 871)</u>	<u>24,960</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
 FEDERAL REVENUE SHARING FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
 YEAR ENDED SEPTEMBER 30, 1983

(Continued)	<u>BUDGETED</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)	PRIOR YEAR <u>ACTUAL</u>
Deficiency of Revenue Over Expenditures	\$ -	\$( 666)	\$(666)	\$( 6,957)
Fund Balance, Beginning of Year	<u>4,842</u>	<u>4,842</u>	<u>-</u>	<u>11,799</u>
FUND BALANCE, END OF YEAR	<u>\$4,842</u>	<u>\$ 4,176</u>	<u>\$(666)</u>	<u>\$ 4,842</u>

See accompanying notes to financial statements

### ENTERPRISE FUNDS

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

CITY OF BUSHNELL, FLORIDA  
ENTERPRISE FUNDS  
COMBINING BALANCE SHEET  
SEPTEMBER 30, 1983 and 1982

	<u>ELECTRIC UTILITY FUND</u>	<u>WATER UTILITY FUND</u>	<u>GARBAGE FUND</u>	Totals September 30	
				<u>1983</u>	<u>1982</u>
<u>ASSETS</u>					
Current Assets:					
Cash	\$ 79,235	\$ 17,258	\$ 1,017	\$ 97,510	\$ 79,179
Investments, at cost	1,939			1,939	1,800
Customer Accounts Receivable	136,476	7,154	5,093	148,723	113,011
Allowance for Doubtful Accounts	( 2,000)	( 100)	( 100)	( 2,200)	( 1,700)
Accrued Interest					194
Due From Other Funds	1,800			1,800	3,575
Inventories, at cost	14,534	4,484	109	19,127	15,981
	<u>231,984</u>	<u>28,796</u>	<u>6,119</u>	<u>266,899</u>	<u>212,040</u>
Restricted Assets, Cash and					
Investments:					
Debt Service	75,103	12,226		87,329	85,997
Renewal and Replacement	26,880			26,880	35,000
Capital Improvements	59,352	826		60,178	58,367
Customer Deposits	50,940			50,940	41,395
Due From Other Funds	1,312			1,312	
	<u>213,587</u>	<u>13,052</u>	<u>          </u>	<u>226,639</u>	<u>220,759</u>
Property and Equipment, at cost:					
Utility Plant in Service	789,198	267,537	67,086	1,123,821	1,052,495
Accumulated Depreciation	(264,029)	( 94,759)	(24,572)	( 383,360)	( 350,706)
	<u>525,169</u>	<u>172,778</u>	<u>42,514</u>	<u>740,461</u>	<u>701,789</u>
<b>TOTAL ASSETS</b>	<u>\$ 970,740</u>	<u>\$ 214,626</u>	<u>\$ 48,633</u>	<u>\$ 1,233,999</u>	<u>\$ 1,134,588</u>

See accompanying notes to financial statements



CITY OF BUSHNELL, FLORIDA  
 ENTERPRISE FUNDS  
 COMBINING BALANCE SHEET  
 SEPTEMBER 30, 1983 and 1982

	<u>ELECTRIC UTILITY FUND</u>	<u>WATER UTILITY FUND</u>	<u>GARBAGE FUND</u>	<u>Totals September 30</u>	
				<u>1983</u>	<u>1982</u>
<u>LIABILITIES</u>					
<u>Current Liabilities:</u>					
Accounts Payable	\$ 98,359	\$ 2,521	\$ 911	\$ 101,791	\$ 77,032
Accrued Liabilities	6,004	1,505	407	7,916	4,550
Due to Other Funds		1,800		1,800	17,902
	<u>104,363</u>	<u>5,826</u>	<u>1,318</u>	<u>111,507</u>	<u>99,484</u>
<u>Current Liabilities (Payable From Restricted Assets):</u>					
Customer Deposits	41,507			41,507	35,015
Accrued Interest Payable	13,908	2,264		16,172	18,230
Current Portion of Revenue Bonds	<u>12,900</u>	<u>2,100</u>		<u>15,000</u>	<u>10,000</u>
	<u>68,315</u>	<u>4,364</u>		<u>72,679</u>	<u>63,245</u>
<u>Long Term Liabilities:</u>					
Revenue Bonds (Net of Current Portion and Discount)	<u>355,965</u>	<u>58,663</u>		<u>414,628</u>	<u>433,607</u>
Long Term Note Payable			<u>35,520</u>	<u>35,520</u>	
<b>TOTAL LIABILITIES</b>	<u>528,643</u>	<u>68,853</u>	<u>36,838</u>	<u>634,334</u>	<u>596,331</u>
<u>Fund Equity:</u>					
Contributed Capital	<u>146,922</u>	<u>194,139</u>	<u>12,343</u>	<u>353,404</u>	<u>341,716</u>
Retained Earnings:					
Reserved	145,272	8,688		153,960	157,514
Unreserved (Deficit)	<u>149,903</u>	<u>( 57,054)</u>	<u>( 548)</u>	<u>92,301</u>	<u>39,027</u>
	<u>295,175</u>	<u>( 48,366)</u>	<u>( 548)</u>	<u>246,261</u>	<u>196,541</u>
<b>TOTAL FUND EQUITY</b>	<u>442,097</u>	<u>145,773</u>	<u>11,795</u>	<u>599,665</u>	<u>538,257</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$970,740</u>	<u>\$ 214,626</u>	<u>\$ 48,633</u>	<u>\$ 1,233,999</u>	<u>\$ 1,134,588</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN  
 RETAINED EARNINGS (DEFICIT) - ENTERPRISE FUNDS  
 YEARS ENDED SEPTEMBER 30, 1983 and 1982

	ELECTRIC UTILITY FUND	WATER UTILITY FUND	GARBAGE FUND	Totals September 30	
				1983	1982
Operating Revenues:					
Charges for Services	\$ 978,360	\$ 70,429	\$ 47,791	\$ 1,096,580	\$ 934,689
Operating Expenses:					
Purchased Power	749,302			749,302	647,462
Salaries	38,046	28,742	25,479	92,267	89,977
Employee Benefits	9,633	7,715	7,922	25,270	26,925
Professional Services	3,666	450		4,116	11,173
Utility Services		7,608		7,608	7,046
Insurance	2,651	1,115	1,352	5,118	3,865
Repairs & Maintenance	2,979	1,303	3,284	7,566	5,569
Operating Supplies	10,369	3,171	4,786	18,326	11,345
Other Current Charges	7,664	310	2,543	10,517	7,881
Books, Publ., Membshps.	2,299			2,299	3,042
Depreciation	22,211	5,960	4,484	32,655	33,690
Rate Studies	16,711			16,711	
	<u>865,531</u>	<u>56,374</u>	<u>49,850</u>	<u>971,755</u>	<u>847,975</u>
Operating Income (Loss)	<u>112,829</u>	<u>14,055</u>	<u>( 2,059)</u>	<u>124,825</u>	<u>86,714</u>

(Continued on Next Page)

CITY OF BUSHNELL, FLORIDA  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN  
 RETAINED EARNINGS (DEFICIT) - ENTERPRISE FUNDS  
 YEARS ENDED SEPTEMBER 30, 1983 and 1982

	ELECTRIC UTILITY FUND	WATER UTILITY FUND	GARBAGE FUND	Totals September 30	
				<u>1983</u>	<u>1982</u>
(Continued from previous page)					
Non-Operating Revenue (Expense):					
Interest Earned	18,626	2,013		20,639	21,223
Interest Expense	<u>( 27,440)</u>	<u>( 4,609)</u>	<u>( 832)</u>	<u>( 32,881)</u>	<u>( 36,421)</u>
	<u>( 8,814)</u>	<u>( 2,596)</u>	<u>( 832)</u>	<u>( 12,242)</u>	<u>( 15,198)</u>
Income Before Transfers	104,015	11,459	( 2,891)	112,583	71,516
Operating Transfers In (Out)	<u>( 57,428)</u>	<u>( 8,574)</u>	<u>3,139</u>	<u>( 62,863)</u>	<u>( 57,608)</u>
Net Income (Loss)	<u>46,587</u>	<u>2,885</u>	<u>248</u>	<u>49,720</u>	<u>13,908</u>
Retained Earnings, October 1	227,538	(30,201)	( 796)	196,541	182,633
Prior Period Adjustment	<u>21,050</u>	<u>(21,050)</u>			
Balances, As Restated	<u>248,588</u>	<u>(51,251)</u>	<u>( 796)</u>	<u>196,541</u>	<u>182,633</u>
Retained Earnings, September 30	<u>\$ 295,175</u>	<u>\$(48,366)</u>	<u>\$( 548)</u>	<u>\$ 246,261</u>	<u>\$ 196,541</u>

See accompanying notes to financial statements

CITY OF BUSHNELL, FLORIDA  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION  
YEARS ENDED SEPTEMBER 30, 1983 and 1982

	ELECTRIC UTILITY FUND	WATER UTILITY FUND	GARBAGE FUND	Totals September 30	
				1983	1982
Sources of Working Capital:					
Net Income (Loss)	\$46,587	\$ 2,885	\$ 248	\$ 49,720	\$13,908
Add: Items Not Requiring The Use of Working Capital:					
Depreciation	22,211	5,960	4,483	32,654	33,690
Amortization	922	103		1,025	1,024
Working Capital Provided By					
Operations	69,720	8,948	4,731	83,399	48,622
Contributed Capital		5,942	5,745	11,687	5,823
Increase in Current Liabilities					
Payable From Restricted Assets	9,587			9,587	3,874
Decrease in Restricted Assets		1,896		1,896	
Increase in Long Term Debt			35,520	35,520	
Total Sources of Working Capital	<u>79,307</u>	<u>16,786</u>	<u>45,996</u>	<u>142,089</u>	<u>58,319</u>
Uses of Working Capital:					
Acquisition of Property and Equipment	22,150	3,392	45,784	71,326	35,126
Decrease in Long Term Debt	15,749	4,249		19,998	10,000
Increase in Restricted Assets	7,776			7,776	7,378
Decrease in Current Liabilities					
Payable From Restricted Assets		153		153	87
Total Uses of Working Capital	<u>45,675</u>	<u>7,794</u>	<u>45,784</u>	<u>99,253</u>	<u>52,591</u>
Net Increase in Working Capital	<u>\$33,632</u>	<u>\$ 8,992</u>	<u>\$ 212</u>	<u>\$ 42,836</u>	<u>\$ 5,728</u>

(See Schedule on Following Page)

CITY OF BUSHNELL, FLORIDA  
 ENTERPRISE FUNDS  
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION  
 YEARS ENDED SEPTEMBER 30, 1983 and 1982

	<u>ELECTRIC UTILITY FUND</u>	<u>WATER UTILITY FUND</u>	<u>GARBAGE FUND</u>	Totals September 30	
				<u>1983</u>	<u>1982</u>
(Continued)					
Elements of Net Increase					
(Decrease) in Working Capital:					
Cash	\$ 13,957	\$ 3,357	\$ 1,017	\$ 18,331	\$ 22,554
Investments	139			139	( 1,800)
Accounts Receivable (Net)	34,075	968	169	35,212	11,351
Accrued Interest	( 194)			( 194)	( 3,601)
Due From Other Funds	( 1,259)		( 516)	( 1,775)	3,425
Inventory	3,142	477	( 473)	3,146	( 4,442)
Accounts Payable	(23,966)	( 833)	40	(24,759)	(10,772)
Accrued Liabilities	( 2,878)	( 463)	( 25)	( 3,366)	( 1,448)
Due to Other Funds	10,616	5,486		16,102	( 9,539)
	<u>\$ 33,632</u>	<u>\$ 8,992</u>	<u>\$ 212</u>	<u>\$ 42,836</u>	<u>\$ 5,728</u>

See accompanying notes to financial statements

This page intentionally left blank

SUPPLEMENTARY SCHEDULES

CITY OF BUSHNELL, FLORIDA  
 SCHEDULE OF INSURANCE IN FORCE  
 SEPTEMBER 30, 1983

<u>NAME OF CARRIER</u>	<u>POLICY #</u>	<u>AMT. OF INSURANCE</u>	<u>TERM</u>	<u>DESCRIPTION</u>	<u>ANNUAL PREMIUM</u>
Travelers	650-978E271	\$727,650.00 300,000 BI 50,000 PD	10/1/82-83	Property cov. on bldgs., crime comp. gen. liab.	\$5,627
Travelers	650-162A447	100/300/50 Comp. & Coll on Scheduled Vehs.	10/1/82-83	Comp. Auto & Employer's & Non-Owned Liability	\$4,623
Travelers	DKUB556F854	Statutory	10/1/82-83	Worker's Compensation	\$6,071
International Surplus	GP26647	\$1,000,000.	11/6/82-83	Public Official Liability	\$ 592
Hartford	RN4363386	\$5,000	11/1/82-83	Bond for Tom Swain	\$ 50
Travelers	BT(1)11118R	\$20,000	11/8/82-83	Accident Death on Policemen	\$ 100
Hartford	VP101233	\$10,000 Death \$80 week income	12/4/82-83	Volunteer Firemen Accident	\$ 307
Hartford	6012136	\$25,000	1/6/83-84	Bond for City Clerk	\$ 250
Hartford	PEBBG7140	\$5,000	2/8/83-84	Blanket Position Bond	\$ 153



February 17, 1984

Honorable Mayor and Members of the  
City Council  
City of Bushnell  
Bushnell, Florida

I have examined the financial statements of the City of Bushnell for the year ended September 30, 1983, and have issued my report thereon dated February 17, 1984. As part of my examination, I made a study and evaluation of the City's system of internal accounting control to the extent I considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of my study and evaluation was to determine the nature, timing, and extent of other auditing procedures necessary for expressing an opinion on the City's financial statements. My study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

The management of the City is responsible for establishing and maintaining a system of internal accounting control. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of control procedures. The objectives of a system are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles.

Because of inherent limitations in any system of internal accounting control, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Honorable Mayor and Members of the  
City Council  
Page Three  
February 17, 1984

9. Within the scope of the audit, I did not discover any material inaccuracies, irregularities, shortages, or defalcations.
10. The financial report filed with the Department of Banking and Finance pursuant to Section 218.32, Florida Statutes is in agreement with the annual financial audit report for the year ended September 30, 1983.

*David C Logan*

David C. Logan,  
Certified Public Accountant

SEMINOLE ELECTRIC COOPERATIVE, INC.

---

REPORT ON EXAMINATION OF FINANCIAL STATEMENTS  
for the years ended December 31, 1983 and 1982

**Coopers  
& Lybrand**

Certified Public Accountants

## C O N T E N T S

---

	<u>Pages</u>
Accountants' Report	1
Financial Statements:	
Balance Sheets	2
Statements of Revenue and Expenses	3
Statements of Changes in Patronage Capital and Other Margins and Equities (Deficits)	4
Statements of Changes in Financial Position	5
Notes to Financial Statements	6-13

Board of Trustees  
Seminole Electric Cooperative, Inc.:

We have examined the balance sheets of Seminole Electric Cooperative, Inc. as of December 31, 1983 and 1982, and the related statements of revenue and expenses, changes in patronage capital and other margins and equities (deficits), and changes in financial position for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the financial position of Seminole Electric Cooperative, Inc. as of December 31, 1983 and 1982, and the results of its operations and the changes in its financial position for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

ers + Lybrand

Tampa, Florida  
February 24, 1984

SEMINOLE ELECTRIC COOPERATIVE, INC.  
BALANCE SHEETS, December 31, 1983 and 1982

ASSETS	1983	1982	EQUITY AND LIABILITIES	1983	1982
Utility plant, at original cost:			Equity:		
Plant in service	\$ 78,614,600	\$ 69,592,765	Memberships	\$ 1,200	\$ 1,200
Construction work in progress	884,628,241	608,206,898	Patronage capital	4,461,869	616,237
	<u>963,242,841</u>	<u>677,799,663</u>	Other margins and equities (deficits)	-	(299,343)
Less accumulated depreciation	(2,944,298)	(2,095,092)	Donated capital	<u>17,919</u>	<u>17,919</u>
Acquisition adjustment, less amortization	<u>418,098</u>	<u>438,438</u>			
	960,716,641	676,143,009	Total equity	<u>4,480,988</u>	<u>336,013</u>
Nuclear fuel, less amortization	1,005,486	514,763	Long-term liabilities:		
Nuclear fuel in process of refinement and enrichment	<u>665,729</u>	<u>1,031,428</u>	Construction payables	111,196,130	83,895,945
Utility plant, net	<u>962,387,856</u>	<u>677,689,200</u>	Long term debt	947,120,054	678,068,602
Investments, at cost:			Other	<u>1,562,057</u>	<u>-</u>
Investments in associated organizations	9,891,001	1,656,679	Total long-term liabilities	<u>1,059,878,241</u>	<u>761,964,547</u>
Cash investments restricted for payment of long-term liabilities including accrued interest of \$739,000 in 1983	95,630,637	23,297,946	Current liabilities:		
Pollution control funds held by trustee including accrued interest of \$855,868 in 1985 and \$3,694,008 in 1982	<u>45,282,727</u>	<u>65,832,085</u>	Notes payable	10,132,277	6,770,500
	<u>150,804,365</u>	<u>90,786,710</u>	Accounts payable	7,405,307	4,819,962
Current assets:			Accrued interest and taxes, other than income	582,993	919,526
Cash	167,107	36,106	Other current and accrued liabilities	<u>874,537</u>	<u>695,725</u>
Receivables, principally for sales of electricity	8,024,687	3,000,232	Total current liabilities	<u>18,995,114</u>	<u>13,205,713</u>
Unbilled revenues	4,019,818	2,104,532	Deferred gain on sale of tax benefits	<u>97,056,970</u>	<u>19,303,595</u>
Inventories, at average cost:			Commitments and contingencies (Notes 4, 11, 12 and 13)		
Materials and supplies	6,283,627	2,301,363			
Fuel	25,932,476	7,672,920			
Prepayments and other	<u>763,494</u>	<u>801,929</u>			
Total current assets	<u>45,191,209</u>	<u>15,917,082</u>			
Deferred charges, net	<u>22,027,883</u>	<u>10,416,876</u>			
	<u>\$1,180,411,313</u>	<u>\$794,809,868</u>		<u>\$1,180,411,313</u>	<u>\$794,809,868</u>

See accompanying notes.

STATEMENTS OF REVENUE AND EXPENSES  
for the years ended December 31, 1983 and 1982

	<u>1983</u>	<u>1982</u>
Operating revenue	<u>\$ 47,424,300</u>	<u>\$ 40,805,308</u>
Operating expenses:		
Operation:		
Fuel	357,506	317,841
Other production expenses	1,583,878	1,109,023
Purchased power	42,218,042	35,865,563
Transmission	487,223	482,966
Administrative and general	2,082,892	1,253,109
Depreciation and amortization	598,668	447,806
Taxes other than income	295,742	209,098
Write-off of deferred charges	1,088,223	332,429
Other	1,361	16,526
	<u>48,713,535</u>	<u>40,034,361</u>
Operating margins (deficits) before interest charges	<u>(1,289,235)</u>	<u>770,947</u>
Interest charges:		
Long-term obligations	96,215,625	70,422,565
Current obligations	4,345,158	1,590,013
Less interest charged to construction	<u>(98,668,479)</u>	<u>(70,766,717)</u>
	<u>1,892,304</u>	<u>1,245,866</u>
Operating deficits	<u>(3,181,539)</u>	<u>(474,919)</u>
Patronage capital credits	<u>351,467</u>	<u>101,812</u>
Net operating deficits	<u>(2,830,072)</u>	<u>(373,107)</u>
Nonoperating margins (expenses):		
Amortization of deferred gain on sale of tax benefits	12,833,315	53,770
Other nonrecurring expense	(5,718,826)	-
Other, net	<u>(139,442)</u>	<u>32,287</u>
Net margins (deficits)	<u>\$ 4,144,975</u>	<u>\$ (287,050)</u>

See accompanying notes.

STATEMENTS OF CHANGES IN PATRONAGE CAPITAL  
AND OTHER MARGINS AND EQUITIES (DEFICITS)  
for the years ended December 31, 1983 and 1982

	<u>Patronage Capital</u>	<u>Other Margins and Equities (Deficits)</u>	<u>Total</u>
Balance, December 31, 1981	\$ 616,237	\$ (12,293)	\$ 603,944
Net deficits, 1982	<u>          -</u>	<u>(287,050)</u>	<u>(287,050)</u>
Balance, December 31, 1982	616,237	(299,343)	316,894
Net margins, 1983	<u>3,845,632</u>	<u>299,343</u>	<u>4,144,975</u>
Balance, December 31, 1983	<u>\$4,461,869</u>	<u>\$          -</u>	<u>\$4,461,869</u>

See accompanying notes.



STATEMENTS OF CHANGES IN FINANCIAL POSITION  
for the years ended December 31, 1983 and 1982

	<u>1983</u>	<u>1982</u>
Funds provided by (used in):		
Operations:		
Net margins (deficits)	\$ 4,144,975	\$ (287,050)
Add (deduct) items not affecting working capital:		
Depreciation and amortization of plant	598,668	447,806
Amortization of nuclear fuel	268,768	312,960
Write-off of deferred charges	1,088,223	332,429
Amortization of deferred gain on sale of tax benefits	(12,833,315)	(53,770)
Patronage capital credits	(351,467)	(101,812)
Total funds provided by (used in) operations	<u>(7,084,148)</u>	<u>650,563</u>
Increase in long-term debt	286,222,000	277,728,000
Proceeds from sale of tax benefits, net	90,586,690	19,357,365
Increase in construction payables	27,300,185	9,835,516
Decrease in investments	-	3,247,418
Increase in other long-term liabilities	<u>1,562,057</u>	<u>-</u>
	<u>\$398,586,784</u>	<u>\$310,818,862</u>
Funds used for:		
Utility plant additions, including net interest charged to construction	\$285,566,092	\$298,972,983
Increase in investments	59,666,188	-
Increase in deferred charges	12,699,230	5,456,127
Payments on long-term debt	17,170,548	40,445
Increase in working capital	23,484,726	6,349,307
	<u>\$398,586,784</u>	<u>\$310,818,862</u>
Changes in components of working capital:		
Increase (decrease) in current assets:		
Cash	\$ 131,001	\$ 19,271
Receivables	5,024,455	95,830
Unbilled revenues	1,915,286	(154,775)
Inventories	22,241,820	9,735,099
Prepayments and other	(38,435)	(112,168)
	<u>29,274,127</u>	<u>9,583,257</u>
Increase (decrease) in current liabilities:		
Notes payable	3,361,777	4,563,737
Accounts payable	2,585,345	(1,616,481)
Accrued interest and taxes, other than income	(336,533)	(204,073)
Other current and accrued liabilities	178,812	490,767
	<u>5,789,401</u>	<u>3,233,950</u>
Increase in working capital	<u>\$ 23,484,726</u>	<u>\$ 6,349,307</u>

See accompanying notes.

## NOTES TO FINANCIAL STATEMENTS

### 1. The Cooperative:

Seminole Electric Cooperative, Inc. (Seminole) is a generation and transmission cooperative. It is responsible for meeting the electric power and energy needs of its eleven distribution cooperative members operating within the State of Florida.

Through 1983, the Seminole-owned resources for supplying its members' electric power and energy requirements are its 1.6994% undivided ownership interest in the Crystal River Unit No. 3 (CR3) nuclear power plant operated by Florida Power Corporation, and various transmission lines connecting individual members to other power suppliers. The balance of its members' needs are supplied by wholesale purchases of electricity from other power suppliers.

In order to supply a larger share of its members' projected needs, Seminole is constructing two coal-fired generating facilities (Seminole Unit No. 1 and Unit No. 2) near Palatka, Florida, with approximately 600 megawatts of output per unit. These units are connected to the Florida bulk power supply grid through Seminole's 230 kv transmission lines and associated facilities. At December 31, 1983, Unit No. 1 was in the start-up phase and on January 31, 1984, commenced commercial operation. Unit No. 2 is scheduled for commercial operation in January 1985.

### 2. Summary of Significant Accounting Policies:

Seminole maintains its accounts in accordance with policies prescribed or permitted by the Rural Electrification Administration (REA). The more significant accounting policies are as follows:

Utility Plant - Utility plant is stated at original cost. Such cost includes applicable supervisory and overhead cost, plus net interest charged during construction. The cost of maintenance and repairs, including renewals of minor items of property, is charged to operating expense. The cost of replacement of depreciable property units, as distinguished from minor items, is charged to utility plant. The cost of units replaced or retired, including cost of removal, net of any salvage value, is charged to accumulated depreciation. Income taxes related to capitalized income derived from investment of unexpended construction funds have been charged to construction work in progress.

Operating Revenues - Seminole has wholesale power contracts with each of its members, whereby the members must purchase all electric power and energy which the member shall require for its system within the State of Florida to the extent that Seminole shall have such power and energy and facilities available; provided, however, that the member shall have the right to continue to purchase power under

(Continued)

NOTES TO FINANCIAL STATEMENTS, Continued

2. Summary of Significant Accounting Policies, continued:

any existing contract with a supplier other than Seminole during the remainder of the terms of these existing contracts or until such time as Seminole requests these contracts be terminated. Payments received and disbursed by Seminole on behalf of its members are not recognized either as revenue or expense. If these wholesale power purchases and corresponding revenues and operating revenues described below were recorded in the accompanying financial statements, total operating revenues would have been \$255,393,000 and \$223,571,000 in 1983 and 1982, respectively. Effective in January 1983, the aforementioned existing contracts were assigned to Seminole by its members. Commencing with commercial operation of Unit No. 1, Seminole will begin expense recognition for wholesale power purchased under these assigned contracts with revenues for all power sales billed under a uniform rate schedule.

During 1983 and 1982, operating revenues consisted of billings for sales of electric power by Seminole to its members, a member adjustment factor, and a facilities use charge for Seminole's transmission lines servicing a single member cooperative. Revenue is accrued to match costs incurred in generation at CR3 and transmission line ownership or billings received for purchased power.

Depreciation - Seminole provides for depreciation using the straight-line method at annual composite rates which will amortize the original cost of depreciable property over its estimated useful service life. The rates for 1983 and 1982 were as follows:

	<u>1983</u>	<u>1982</u>
Nuclear production plant	3.2 %	3.6%
Transmission plant	2.75%	2.75%
General plant	5.7 %	10.1%

Prior to 1983 the nuclear production plant rate included an estimated negative salvage value of 12%, representing estimated cost of removal and disposal. Beginning in 1983 Seminole began providing on a straight-line basis for the estimated costs to be incurred in 2008.

Amortization of Nuclear Fuel - The cost of nuclear fuel is amortized to fuel expense based on the quantity of heat produced for generation of electric energy in relation to the quantity of heat expected to be produced over the life of the nuclear fuel core.

Beginning in 1983, Seminole began providing for the prior and future cost of storing and disposing of spent nuclear fuel. At December 31, 1983, this provision amounted to \$84,000.

(Continued)

NOTES TO FINANCIAL STATEMENTS, Continued

2. Summary of Significant Accounting Policies, continued:

Capitalization of Interest - In accordance with procedures permitted under the Uniform System of Accounts prescribed by the REA, a portion of interest on borrowed funds, at average rates of approximately 11% and 12.8% for 1983 and 1982, respectively, is capitalized as a component of the cost of construction work in progress, and is reflected as a reduction of interest expense. Interest earned on unexpended construction funds (net of related income taxes) is credited to construction work in progress.

Reclassifications - Certain reclassifications have been made to the 1982 statements to conform to current classifications. There were no changes in net margins as previously reported.

3. Utility Plant:

The original cost of utility plant at December 31, 1983 and 1982, was as follows:

	<u>1983</u>	<u>1982</u>
Ownership (1.6994%) in nuclear plant	\$ 7,742,860	\$ 7,736,047
Transmission plant	61,677,626	53,075,676
General plant	9,194,114	8,781,042
	<u>78,614,600</u>	<u>69,592,765</u>
Construction work in progress	884,628,241	608,206,898
	<u>\$963,242,841</u>	<u>\$677,799,663</u>

4. Investments in Associated Organizations:

Investments in associated organizations at December 31, 1983 and 1982, consisted of the following:

	<u>1983</u>	<u>1982</u>
Florida Rural Electric Cooperative Association	\$ 10,017	\$ 10,017
National Rural Utilities Cooperative Finance Corporation (CFC):		
Membership	1,000	1,000
Capital Term Certificates (CTC)	687,357	436,750
Subordinated Term Certificates (STC)	8,411,456	972,986
Patronage Capital Certificates	519,361	206,723
Columbia Bank for Cooperatives	197,217	-
Other	64,593	29,203
	<u>\$9,891,001</u>	<u>\$1,656,679</u>

(Continued)

NOTES TO FINANCIAL STATEMENTS, Continued

4. Investments in Associated Organizations, continued:

Seminole is obligated to purchase CTC's issued by CFC through 1984. Seminole's obligation for purchase of CTC's is approximately \$286,000 for 1984. These certificates mature beginning in 2025 and bear interest at the rate of 3% annually.

Purchases of STC's amounting to \$926,456 were required as a part of the CFC indemnification guarantee for the 1982 sale of tax benefits and bear interest at the rate of 3% annually. In addition, purchases of STC's amounting to \$7,485,000 were required as part of CFC's guarantee of 1983 pollution control revenue bonds and pollution control revenue commercial paper bonds and bear interest at rates of 10.429% to 11.062%. The STC's mature at various dates through 2012.

5. Long-Term Liabilities:

Construction Payables - Construction payables consisted of unsecured obligations due vendors and contractors, accrued interest payable on loan advances used in construction, a portion of the notes payable to CFC and income taxes payable. Such amounts are generally financed through long-term borrowings; accordingly, construction payables are classified as long-term liabilities.

Long-Term Debt - At December 31, 1983 and 1982, long-term debt consisted of:

	<u>1983</u>	<u>1982</u>
First mortgage notes payable to Federal Financing Bank (FFB), guaranteed by REA, interest payable quarterly at 7.442% to 15.832 %, due through 2017 (See below.)	\$718,228,164	\$473,821,000
First mortgage notes payable to REA, due in various installments through 2015 at 5% interest	3,943,090	3,998,802
Pollution control revenue bonds, payable to the Putnam County Development Authority, guaranteed by CFC, at various maturities through February 1986, interest payable semi-annually at 7.0% to 9.25%	126,800,000	200,000,000
Pollution control revenue commercial paper bonds, Series 1983A, payable to the Putnam County Development Authority, guaranteed by CFC, principal due 1985, interest payable at variable interest rates, currently 4.5% to 6%	97,900,000	-
Advances from members, unsecured, with no interest or due date	248,800	248,800
	<u>\$947,120,054</u>	<u>\$678,068,602</u>

(Continued)

NOTES TO FINANCIAL STATEMENTS, Continued

5. Long-Term Liabilities, continued:

In September 1979, Seminole received a commitment from FFB and REA for a loan in the amount of \$1,104,388,000 to be used for long-term financing of the Seminole Unit No. 1, Unit No. 2 and related transmission facilities. The loan is guaranteed by REA.

Under the terms of the Loan Commitment Agreement, dated August 14, 1974, between FFB and REA, all advances are subject to the approval of REA. The maturity date of each advance may be not less than two years, nor more than seven years, after the date of the advance; provided, however, at the option of the borrower, such maturity dates may be extended for a period of 34 years from the end of the year in which advances were made. Interest on each advance shall be the respective rate established at the time of the advance, or upon extension shall be the rate established at that time. It is anticipated that the amounts due in 1984 and 1985, together with future additional borrowings from FFB, will be extended to the maximum maturity dates.

The Putnam County Development Authority (Florida) issued pollution control revenue bonds and pollution control revenue commercial paper bonds for use by Seminole to finance the construction of certain pollution control facilities at Seminole Units No. 1 and No. 2. Seminole is required to pay an amount equal to the interest and principal amounts, when due, relating to the outstanding bond issues. Under the terms of the Trust Indenture relating to the bonds, the proceeds from the issues are deposited with the Trustee, who disburses amounts as the various pollution control projects are constructed.

During 1983 and 1982 interest income of approximately \$12 million and \$13 million was earned on the unexpended proceeds of the pollution control revenue bonds, pollution control revenue commercial paper bonds and tax benefit transfers and has been recorded (net of related income taxes) as a reduction of construction work in progress.

The maturities of all long-term debt, after giving effect to the maximum extensions under current financing agreements for the five years subsequent to December 31, 1983, are presented below:

<u>Year ending December 31,</u>	<u>Annual Maturities</u>
1984	\$160,370
1985	\$171,914
1986	\$184,329
1987	\$373,222
1988	\$978,899

(Continued)

NOTES TO FINANCIAL STATEMENTS, Continued

5. Long-Term Liabilities, continued:

Seminole intends to refinance pollution control revenue bonds and pollution control revenue commercial paper bonds that are due in 1984 through 1986. Seminole anticipates that these borrowings will be financed through the issuance of long-term tax-exempt securities; however, the commitment for long-term financing from FFB and REA is available to refinance these bonds if necessary. Accordingly, these bonds have been reclassified as long-term under the maximum extensions provided for in the FFB and REA financing agreement.

Substantially all assets are pledged as collateral for the above mentioned debt to the United States of America (REA and FFB) and CFC.

6. Net Margins and Equity Restrictions:

Under provision of the agreements relating to the REA mortgage notes, until the total of equities and margins equals or exceeds forty percent of total assets, the distribution of capital contributed by members is limited generally to twenty-five percent of patronage capital and margins of the next preceding year where, after giving effect to such distribution, the total equity will equal or exceed twenty percent of total assets.

The REA mortgage requires Seminole to maintain, on a calendar year basis, a Times Interest Earned Ratio (as defined) of not less than 1.0 and a Debt Service Coverage Ratio (as defined) of not less than 1.0, in each case using an average of the two best years of the last three. An REA stipulation arising from the sale of tax benefits requires Seminole to design its wholesale rates to provide an annual Times Interest Earned Ratio (as defined) of not less than 1.05 beginning in 1984.

7. Notes Payable:

At December 31, 1983, there was \$46,533,200 drawn under lines of credit, of which \$156,000,000 was available. The portion of the note that will be refunded with long-term debt was \$36,401,000, and was included in construction payables. The interest rate is approximately the prime rate, as defined. REA policy governs use of these funds.

8. Other Production Expenses:

Other production expenses consist of CR3 operating and maintenance costs, which represent Seminole's portion of all expenses incurred by Florida Power Corporation attributable to the operation of CR3 and properly recordable in accordance with the operating expense instructions and in appropriate accounts as set forth in the Uniform System of Accounts. These payments are made to Florida Power Corporation in accordance with the Crystal River Unit No. 3 Participation Agreement.

NOTES TO FINANCIAL STATEMENTS, Continued

9. State and Federal Income Taxes:

For 1983 and 1982, Seminole was subject to state and federal income taxes due to the amount of nonmember income earned. In 1983 there were no income taxes. In 1982 income taxes of \$737,000, after the application of investment tax credits of \$1,225,000 were charged to construction work in progress. Such taxes have reduced the interest earned on investments which was credited to construction work in progress.

10. Retirement Plan:

Substantially all employees are covered by a pension plan which is funded through participation in a National Rural Electric Cooperative Association group plan. Pension costs were approximately \$754,000 and \$503,000 for the years ended December 31, 1983 and 1982, respectively. Information with regard to Seminole's portion of actuarial present value of vested and nonvested accumulated plan benefits and plan net assets available for benefits is not available.

11. Sale of Tax Benefits:

During 1983 and 1982 Seminole sold tax benefits under the applicable federal income tax laws. Net proceeds of the sales amounted to \$90,587,000 and \$19,357,000 in 1983 and 1982, respectively. At December 31, 1983, the net proceeds from the 1983 sale of tax benefits were pledged to the Columbia Bank for Cooperatives (CBC) as collateral for a letter of credit agreement. At such time as CBC is included on the REA and CFC mortgage, the proceeds will be available for payment of long-term debt. The proceeds from the 1982 sale of tax benefits were used to retire long-term debt in 1983 and purchase Subordinated Term Certificates. Under the terms of the sales, Seminole has indemnified the buyers in future tax years from certain losses of tax benefits.

Beginning in 1983 Seminole changed the period of amortization of deferred gain on sale of tax benefits from thirty to five years. The purpose of the change was to more equitably spread the plant benefits over the life of the plant by reducing the initial unfavorable impacts of new plant construction and to more closely relate the amortization period to the life of the related tax benefits. The change in amortization period for the 1982 sale of tax benefits increased 1983 net margins by approximately \$3,277,000.

12. Leases:

Seminole has taken delivery of approximately \$68,887,000 of marine and rail equipment used for transporting coal. The equipment was financed under leveraged lease agreements with terms that range from 18 to 22-1/2 years and expire in 2001 through 2005. The leases

(Continued)



NOTES TO FINANCIAL STATEMENTS, Continued

12. Leases, continued:

provide for renewals and options to purchase the equipment at fair market value upon expiration. Rent costs are being deferred and will be expensed as a component of fuel cost as coal is consumed in operations. During 1983 and 1982 lease payments amounted to \$4,414,000 and \$529,000, respectively.

In December 1983 Seminole entered into additional leveraged lease agreements to finance approximately \$31,000,000 of marine and rail equipment that will be delivered in 1984. These agreements are subject to REA approval.

The following is a schedule by years of future minimum lease payments under REA approved leveraged lease agreements as of December 31, 1983:

<u>Year ending December 31:</u>	
1984	\$ 5,315,000
1985	5,729,000
1986	5,729,000
1987	5,729,000
1988	5,729,000
Later years	<u>103,211,000</u>
Total minimum lease payments	<u>\$131,442,000</u>

In December 1983 Seminole entered into a letter agreement for the negotiation of leveraged lease financing through a sale and lease-back of Unit No. 2. The base lease term of 25 years is anticipated to commence December 31, 1984. Under the terms of the agreement, Seminole has paid a commitment fee of \$1,000,000. The commitment fee is refundable in full or in part under certain conditions specified in the agreement. An additional \$500,000 nonrefundable commitment fee is required to be paid in 1984.

13. Commitments:

Seminole is purchasing coal for the plant under long-term contracts expiring in 2010. Contract terms specify minimum annual purchase commitments and prices, which are subject to adjustment for changes in costs. In addition, Seminole has long-term contracts for coal transportation from the mine sites to the plant. Contract terms include a minimum cost as determined by a base quantity of tons shipped and prices, which are subject to adjustment for changes in costs. Total charges under these agreements were \$29,000,000 and \$5,872,000 in 1983 and 1982, of which \$5,718,826 in 1983 has been charged to nonoperating margins due to Seminole's inability to accept delivery of minimum tonnage requirements.

Seminole has commitments for completion of Units No. 1 and No. 2 amounting to approximately \$118,231,000 for 1984 through completion.

**UTILITIES COMMISSION**  
CITY OF NEW SMYRNA BEACH, FLORIDA



**Financial Statements  
and  
Auditor's Report**

**SEPTEMBER 30, 1983 AND 1982**

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
September 30, 1983 and 1982

OFFICIALS

Paul D. Roche, Chairman  
Barbara L. Bidwell, Vice-Chairman  
James A. Pence, Secretary-Treasurer  
John J. Hill, Assistant Secretary-Treasurer  
H. J. Van Auken, Commissioner

DIRECTOR OF UTILITIES

R. Ronald Hagen

CONTROLLER

Valois Pagan, CPA

ATTORNEY

John F. Bolt, Esquire

INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Brent Millikan & Co., P.A.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

TABLE OF CONTENTS

	<u>REFERENCE</u>	<u>PAGE</u>
INTRODUCTORY SECTION		
Title Page .....		i
Organization Chart .....		iv
Certificate of Conformance .....		v
General Letter of Transmittal, Director of Utilities .....		vi-viii
Financial Letter of Transmittal, Controller .....		ix-xvii
FINANCIAL SECTION		
<u>AUDITORS' REPORT</u> .....		1
<u>BASIC GENERAL PURPOSE FINANCIAL STATEMENTS:</u>		
Comparative Balance Sheets .....	Statement 1	2-3
Statement of Revenues, Expenses and Changes in Retained Earnings .....	Statement 2	4-5
Statement of Changes in Financial Position .....	Statement 3	6-7
Notes to the Financial Statements .....		8-25
<u>SUPPLEMENTAL COMBINING DETAIL OF THE ELECTRIC, WATER AND POLLUTION CONTROL SYSTEMS:</u>		
Combining Statement of Revenues, Expenses and Changes in Retained Earnings .....	Exhibit A-1	26-29
Statement of Revenues and Expenses - Budget and Actual - Electric System .....	Exhibit A-2	30
Statement of Revenues and Expenses - Budget and Actual - Water System .....	Exhibit A-3	31
Statement of Revenues and Expenses - Budget and Actual - Pollution Control System .....	Exhibit A-4	32
<u>SUPPLEMENTAL SCHEDULES:</u>		
Schedule of Restricted Assets .....	Schedule 1	33
Schedule of Operating Expenses - Electric System .....	Schedule 2	34
Schedule of Operating Expenses - Water System .....	Schedule 3	35
Schedule of Operating Expenses - Pollution Control System .....	Schedule 4	36
Schedule of Restricted Investments .....	Schedule 5	37-38
Schedule of Bonds Payable .....	Schedule 6	39-42
Schedule of Interest Earnings .....	Schedule 7	43

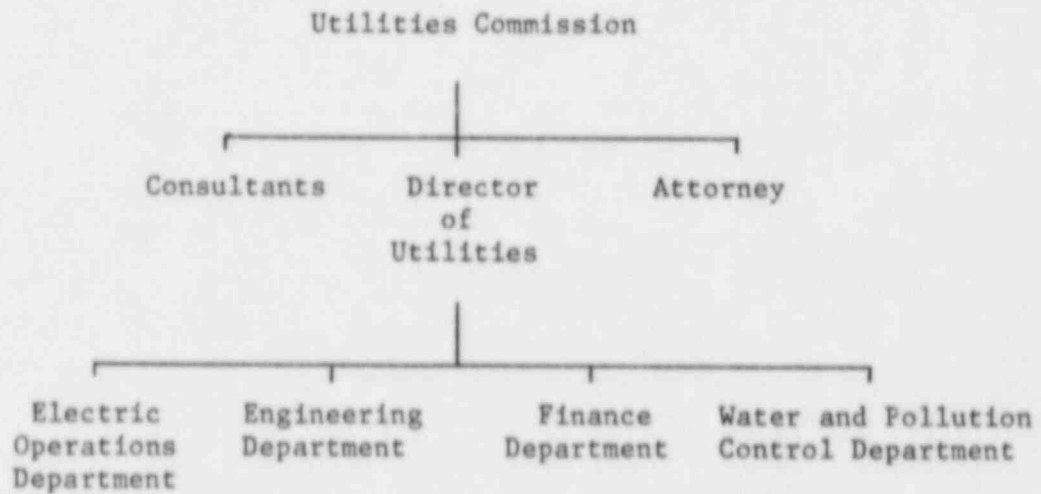
	<u>REFERENCE</u>	<u>PAGE</u>
STATISTICAL SECTION		
Schedule of Expenses by Function - Last Nine Fiscal Years .	Table I	44-45
Schedule of Revenues by Source - Last Nine Fiscal Years ...	Table II	46-47
Schedule of Revenue Bond Coverage .....	Table III	48
Demographic Statistics .....	Table IV	49
Property Value, Construction and Bank Deposits - Last Ten Fiscal Years .....	Table V	50
Schedule of Insurance in Force .....	Table VI	51-52
Ten Largest Water Customers .....	Table VII	53
Ten of the Largest Electric Customers and Their Total Kilowatt Hours Purchased .....	Table VIII	54
General Utilities Commission Information .....	Table IX	55-59

ORGANIZATION CHART

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

ORGANIZATION CHART

---



UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

CERTIFICATE OF CONFORMANCE  
for the year ended September 30, 1982

A Certificate of Conformance is awarded by the Municipal Finance Officers Association of the United States and Canada only to the governmental units whose financial report is judged to conform substantially to the high standards for financial reporting established by the Association. These standards are contained in publications of the National Council on Governmental Accounting. It is management's belief that the financial statements contained herein continue to conform with these standards.



# Certificate of Conformance in Financial Reporting

Presented to

Utilities Commission City of  
New Smyrna Beach, Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 1982

A Certificate of Conformance in Financial Reporting is presented by the Municipal Finance Officers Association of the United States and Canada to governmental units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) are judged to substantially conform to program standards.



*Carl T. White*  
President

*Jeffrey L. Eselle*  
Executive Director

GENERAL LETTER OF TRANSMITTAL

DIRECTOR OF UTILITIES

# UTILITIES COMMISSION

CITY OF NEW SMYRNA BEACH, FLOR DA

ELECTRIC, WATER, POLLUTION CONTROL

Post Office Box 519-120 Sams Ave.  
New Smyrna Beach, Florida 32069  
(904) 427-1361



February 10, 1984

To the Chairman and Members  
of the Utilities Commission  
City of New Smyrna Beach, Florida

The comments found in this letter relate to the period and conditions existing as of September 30, 1983. In accordance with state statutes and Resolution Number 28-78, I hereby transmit the comprehensive annual financial report of the Utilities Commission, City of New Smyrna Beach, Florida, as of September 30, 1983, and for the fiscal year then ended. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Management of the Utilities Commission. Management believes that the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the Utilities Commission as measured by the financial activity of its various functions; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Utilities Commission's financial affairs have been included.

In developing and evaluating the Utilities Commission's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are discussed in the accompanying financial letter of transmittal, and within that framework, I believe that the Utilities Commission's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

This report has been prepared following the guidelines recommended by the Federal Energy Regulatory Commission, American Institute of Certified Public Accountants, Financial Accounting Standards Board and the Municipal Finance Officers Association of the United States and Canada. The Municipal Finance Officers Association awards Certificates of Conformance to those governmental entities whose annual financial reports are judged to conform substantially with high standards of public financial reporting, including generally accepted accounting principles promulgated by the National Council on Governmental Accounting. The Utilities Commission, City of New Smyrna Beach, Florida, was awarded a Certificate of Conformance for its annual financial reports for fiscal years 1978 through 1982. It is my belief that the accompanying fiscal year 1983 financial report continues to meet program standards and it will be submitted to the Municipal Finance Officers Association for review.

In accordance with the above mentioned guidelines, the accompanying report consists of three parts:

- (1) Introduction section, including the financial letter of transmittal,
- (2) Financial section, including the financial statements and supplemental data of the government accompanied by our independent auditors' opinion, and
- (3) Statistical section, including a number of tables of data depicting certain financial information of the Utilities Commission, information on revenue certificate debt coverage and other miscellaneous information.

State laws and Resolution Number 28-78 requires that the financial statements of the Utilities Commission, City of New Smyrna Beach, Florida, be audited by a certified public accountant selected by the Utilities Commission. This requirement has been complied with, and the auditors' opinion by the firm of Brent Millikan & Co., P.A., Certified Public Accountants, is included in the financial section of this report.

Although the Utilities Commission has concluded this year in a sound financial condition, there are several areas I would like to specifically bring to your attention.

The financial statements for the 1982 fiscal year have been restated to reflect the retroactive cumulative effect of the Commission's change in accounting for compensated absences, change in accounting for its contributions in aid of construction and to reflect an adjustment made to revalue, at cost, the Commission's electric, water and pollution control physical utility plant facilities. The most significant of the changes resulted in a corresponding net increase in the Commission's utility plant and utility equity of approximately \$12.04 million each which represents the segregating and recording of contributed capital as equity rather than as a reduction of the Commission's utility plant as was previously reported. Another component of the net increase was the approximate \$1.18 million increase in the adjusted basis of the Commission's utility plant which was the result of revaluing, at cost, the physical utility plant as a part of the development of a formal continuing property record system for the Commission.

I have also made an analytical review of this year's results from operations which provides a detailed summary of the increased costs over those incurred last year.

In lieu of effecting an increase in the Commission's pollution control rates at the beginning of this past fiscal year, proceeds from the 1981 sewer assessments levy were budgeted and expended to finance approximately \$184,000 in debt service costs of the pollution control department's share of revenue bond obligation indebtedness. This accounts for the significant portion of this fiscal year's loss in the pollution control system since this amount was not intended to be recovered from users fees.

Chairman and Members  
of the Utilities Commission  
City of New Smyrna Beach, Florida  
Page Three

Interest expense (net of capitalized construction period interest) increased \$383,176 over last year's amount due exclusively to the issuance of the Commission's 1982 revenue certificates. It should be noted that it is not always practical or possible to recover first and second year interest costs on new debt obligations since the proceeds cannot be immediately converted to utility plant capable of producing user fees.

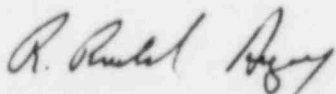
Fiscal 1983's depreciation expense was \$1,515,523 as compared to last year's reported amount of \$1,090,243 which was stated net of \$205,873 in amortization of contributed capital. The increase of \$425,280 is due exclusively to the effect of the utility plant revaluation and amendment of the estimated useful lives prepared this year in conjunction with the establishment of the Commission's continuing property record system. Also, the Commission no longer reduces depreciation expense for amortization of contributed capital.

As a result of the above described items, the Utilities Commission's net loss from operations for the 1983 fiscal year contains \$992,456 in expenses which developed exclusively this year from interest on a new debt obligation, increased depreciation on revalued utility plant, and on supplementing the pollution control department with special assessment funds to finance the increased debt service costs.

Our basic business is supplying adequate and reliable utilities service at a competitive cost. This objective requires long-term planning and construction activities spanning many years. These activities require a long-term commitment to the future of this area. This commitment requires financial resources and dedicated work of those who comprise the Utilities Commission. The employees of our system, the customers, and the Utilities Commission all have an important role in the accomplishments to be made within our system. In our community the basic interests of these three groups are not in conflict. Rather, they supplement each other.

The preparation of this annual financial report could not have been accomplished without the dedicated effort of the entire staff of the Finance Department. Their efforts over the past years toward upgrading the accounting and financial reporting systems of the Utilities Commission, New Smyrna Beach, Florida, have led substantially to the improved quality of the information being reported to the Utilities Commission, the New Smyrna Beach City Commission, and our customers whom we proudly service.

Respectfully submitted,



R. Ronald Hagen  
Director of Utilities

FINANCIAL LETTER OF TRANSMITTAL

CONTROLLER

# UTILITIES COMMISSION

CITY OF NEW SMYRNA BEACH, FLORIDA

ELECTRIC, WATER, POLLUTION CONTROL

Post Office Box 519-120 Sams Ave.  
New Smyrna Beach, Florida 32069  
(904) 427-1361



February 9, 1984

To the Chairman and Members  
of the Utilities Commission  
City of New Smyrna Beach, Florida

The Comprehensive Annual Financial Report of the Utilities Commission, City of New Smyrna Beach, Florida, for the fiscal year ended September 30, 1983, is submitted herewith. The preparation of this report is the responsibility of the Finance Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Management of the Utilities Commission. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the Utilities Commission as measured by the financial activity of its various functions; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Utilities Commission's financial affairs have been included.

## Internal Accounting Controls and Budgetary Control

In developing and evaluating the Utilities Commission's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgements by management.

All internal control evaluations occur within the above framework. We believe that the Utilities Commission's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The Utilities Commission's accounting records are maintained on a full accrual basis of accounting under which revenues are recorded when earned and expenditures are recorded as soon as they result in liabilities for benefits received, notwithstanding that the receipt of the revenue or the payment of the expenditure may take place, in whole or in part, in another accounting period. Your attention is directed to the summary of significant accounting policies in Note 1 to the Financial Statements which states fully the accounting practices for the presentation of the report.

The electric, water and pollution control systems were combined into a single utilities enterprise fund originally by Resolution No. 16-75, passed in a special meeting of the Utilities Commission of the City of New Smyrna Beach, Florida, on May 28, 1975. This was done in the spirit of making these funds self-supporting and to provide a comparable basis with other public and privately owned utilities.

Budgetary control is maintained through the use of monthly financial reports and the use of purchase orders.

#### The Reporting Entity and Its Services

The funds and entities related to the Utilities Commission which are included in our Comprehensive Annual Financial Report are controlled by or dependent on the Utilities Commission. Determination of "controlled by or dependent on" is based on the criteria contained in Statement 3 of the National Council on Governmental Accounting. The criteria deals with the various manifestations of oversight, which include criteria concerning selection of governing authority, designation of management, ability to significantly influence operations and the accountability for fiscal matters. Based on these criteria, the Financial Report contains all funds and financial activities of the Utilities Commission, City of New Smyrna Beach, Florida.

This report does not include the financial activities of the City of New Smyrna Beach, Florida, which is considered a separate government because it does not meet the criteria established in the manifestations of oversight, set forth in the National Council on Governmental Accounting (NCGA), Statement 3.

- a. Selection of Governing Authority - The Utilities Commission members are appointed to five year overlapping terms by the New Smyrna Beach City Commission, in an authoritative official capacity. However, due to the nature of the two bodies, there is little continuing linkage to the elected officials.
- b. Designation of Management - The Director of Utilities, who is responsible for the day to day operations is appointed by and held accountable to the Utilities Commission. The City of New Smyrna Beach does not possess the powers of appointment over any of the members of management.



- c. Ability to Significantly Influence Operations - The authority to review and approve budgetary requests, adjustments and amendments, to sign contracts as the contracting authority, to exercise control over facilities and properties and to determine the outcome or disposition of matters affecting the recipients of the services being provided rests exclusively with the Utilities Commission.
- d. Accountability for Fiscal Matters - Budgetary authority, responsibility for funding deficits and operating deficiencies, control over the collection and disbursement of funds and fiscal management remain exclusively with the Utilities Commission.

Audited financial statements of the City of New Smyrna Beach, Florida, which have also been awarded the Certificate of Conformance, are available upon request from the City of New Smyrna Beach, 210 Sams Avenue, New Smyrna Beach, Florida, 32069.

The Utilities Commission, City of New Smyrna Beach, Florida, provides the full range of electric, water and pollution control services to its customers both inside and outside the City limits. These activities are fully accounted for in this financial report.

Electric, Water and Pollution Control System-Enterprise Fund

In compliance with Resolution No. 16-75, the electric, water and pollution control systems are accounted for as a single enterprise fund. As of September 30, 1983, there were 11,640 accounts being actively billed for electric service, 7,460 being actively billed for water services, and 6,026 accounts actively billed for pollution control services. Pre-1981 customer account tabulations contained the estimated and actual number of total accounts whether active or inactive. For 1981, and subsequent years, all accounts are tabulated on the basis of "active" operating accounts only. Service totals for the last ten years are summarized below:

<u>Fiscal Year</u>	<u>Electric Customers</u>	<u>Water Accounts</u>	<u>Sewer Accounts</u>
1974 estimated	7,684	5,100	4,325
1975 estimated	8,265	5,400	4,400
1976 estimated	8,938	5,700	4,500
1977 estimated	9,550	6,033	4,603
1978 actual	10,214	6,676	5,476
1979 actual	10,455	6,842	5,694
1980 actual	11,049	7,004	5,797
1981 actual	11,178	7,103	5,296
1982 actual	11,323	7,241	5,540
1983 actual	11,640	7,460	6,026

The current year's operating revenues from the combined utilities systems totaled \$15,185,863 an increase of 10.69% over last year's \$13,719,441. The increase was caused by rate adjustments and an overall increase in the

number of active customer accounts. The amount of revenue from various sources and the increases over last year are shown on the following tabulation:

<u>Operating Revenue Source</u>	<u>Amount (000's)</u>	<u>Percent of Total</u>	<u>Increase Over 1982 (000's)</u>
Electric system	\$12,026	79.19%	\$ 874
Water system	1,981	13.05	525
Pollution control system	1,179	7.76	68
	<u>\$15,186</u>	<u>100.00%</u>	<u>\$ 1,467</u>

Prospects For Future

The current year's operating expenses from the combined utilities system totaled \$14,619,524, an increase of 12.51% over last year's adjusted amount of \$12,994,506. Increases in the levels of expenses for the individual systems over the preceding year are shown in the following tabulation:

<u>Function</u>	<u>Amount (000's)</u>	<u>Percent of Total</u>	<u>Increase Over 1982 (000's)</u>
Electric system	\$11,415	78.08%	\$ 1,081
Water system	1,628	11.14	213
Pollution control system	1,577	10.78	331
	<u>\$14,620</u>	<u>100.00%</u>	<u>\$ 1,625</u>

Debt Administration

The revenue certificate debt coverage is a useful indicator of the Utilities Commission's debt position. The current year's revenue certificate coverage is 1.79 times and is summarized in the following tabulation:

Operating revenues	\$15,185,863
Interest and other income (excluding construction fund interest of \$517,803)	837,868
Connection fees	448,832
Assessment collections	260,404
Gross income	<u>\$16,732,967</u>
Operating expenses (net of depreciation and required payments to the City)	<u>12,226,372</u>
Income available for debt service	<u>\$ 4,506,595</u>
Annual debt service requirement (less funded interest of \$351,125)	<u>\$ 2,519,409</u>
COVERAGE RATIO	<u>1.79 times</u>

A summary of revenue certificate coverage for the last ten years is detailed below:

<u>Fiscal Year</u>	<u>Coverage</u>
1974	2.60x
1975	1.88x
1976	1.66x
1977	2.32x
1978	1.48x
1979	2.18x
1980	1.94x
1981	2.46x
1982	2.15x
1983	1.79x

On August 29, 1978, the Utilities Commission provided for the advance refunding of the following revenue certificates/bonds:

Waterworks and Electric:

- Series 1955 - 3.75% due serially to 1993
- Series 1962 refunding - 3.5% due serially to 1987, \$35,000 in 1999
- Series 1962 - 3.9% to 4.2% due serially to 2000
- Series 1965 - 4.2% and 4.25% due serially to 2004

Sewer:

- Series S - 1963 - 3.9% due serially to 2002
- Series T - 1963 - 4.0% due in 2003
- Series B - 1965 - 3.7% to 4.1% due serially to 2003

Utilities:

- Series 1975 - 3.75% to 6.2% due serially to 2004
- Series 1975A - 5.0% to 6.6% due serially to 2005
- Series 1976 - 4.5% to 5.3% due serially to 1986

Water and Sewer Revenue General Obligation Bonds:

- Series 1976 - 4.5% to 6.2% due serially to 2001

The refunding of the refunded revenue certificates was provided for by the sale of \$25,810,000 Utilities System Revenue Refunding and Improvement Certificates, Series 1978, and \$22,335,000 Special Obligation Certificates, Series 1978. From the proceeds of the sale of the two issues, sufficient monies were deposited into an irrevocable escrow account to be invested in United States obligations that, together with the interest earned thereon, will provide sufficient funds for the payment of maturing principal and interest on the refunding revenue certificates/bonds and the \$22,335,000 Special Obligation Certificates, Series 1978. The proceeds of the certificate sale also provided for the funding of the reserve fund, an amount which equaled the maximum annual debt service requirement and provided over six million dollars for the acquisition, construction, additions, and improvements to the utility system. The refunded revenue certificates are treated as extinguished debts in accordance with generally accepted accounting principles.

The \$22,335,000 Special Obligation Certificates, Series 1978 which were issued as a part of the advance refunding are not a liability of the Utilities

Commission in accordance with generally accepted accounting principles, because the interest and principal payments will be serviced by the First National Bank of Florida, Tampa, Florida, from the earnings and proceeds of the net advance refunding which were placed in an irrevocable trust fund.

In May, 1982, the Utilities Commission issued an additional \$6,190,000 Utilities System Revenue Improvement Certificates, Series 1982, for the purchase and installation at the Commission's W. E. Swoope Generating Station ("Swoope Station") of two gas/oil fired 12-cylinder 38TDD8-1/8 Fairbanks Morse engines having nameplate ratings of 2050 kW and 2275 kW, respectively, to be rebuilt and warranted by Fairbanks Morse under a "turnkey" installation contract; finance the initial phases of acquisition and construction of a transmission and distribution operations center to provide modern facilities for construction and maintenance personnel and equipment of the transmission and distribution department of the electric system and to provide for consolidation of warehouse and storeroom facilities; to make extensions of the electric, water and pollution control systems to an industrial park being developed and improved by the City of New Smyrna Beach, Florida; improvements to the water system and additions and improvements to the water treatment plant; and miscellaneous improvements to the water distribution system and pollution control collection system; to fund a portion of the amounts required to be deposited in the Reserve Fund; to fund interest on the Series 1982 Certificates through February, 1983, and to pay certain other costs incurred in connection for the issuance of the Series 1982 Certificates.

As of September 30, 1983, the Utilities Commission had outstanding \$31,505,000 revenue certificates payable. The obligations are secured by a first lien on and a pledge of the net revenue on the system. These revenue certificates continue to have the same ratings which they had when they were issued. These ratings are as follows:

Moody's Investor Service Standard & Poor's

Utilities System Revenue Refunding and Improvement Certificates, Series 1978	A	BBB+
Utilities System Revenue Improvement Certificates, Series 1982	A	BBB+

The debt service requirements on these obligations are detailed in Note 5 to the financial statements.

Commitments

During 1983, the Utilities Commission and several Florida cities, acting through the Florida Municipal Power Agency (FMFA), participated in the purchase of a portion of Florida Power and Light Company's St. Lucie Unit No. 2, a nuclear generating unit with an estimated net capability rating of 802 MW. The Commission's participation provides for a 9.884% (6.981 MW) entitlement share of FMFA's 8.806% undivided ownership interest. Under the participation agreement, the Commission is obligated to provide payments of approximately \$2.07 million annually.

Cash Management

Cash temporarily idle during the year was invested through the use of a competitive bid procedure in time deposits ranging from overnight to medium short-term investments. Shorter investment periods were utilized by the Utilities Commission due to the rapid changes and uncertainties of interest rates experienced during the fiscal year. The interest rates and maturity dates of the Utilities Commission's investments are detailed in the Schedule Section of the financial statements. The amount of interest earned during the year was \$1,144,035.

The Utilities Commission is extremely proud of the banking service agreement consummated with a local bank. This agreement was obtained by a competitive bid procedure in which all local banks were allowed the opportunity to participate. The service agreement obtained provides the Utilities Commission many services free of charge and provides an open-ended repurchase agreement at a minimum amount of \$50,000 and in increments of \$10,000 thereafter by any amount which the combined total of all Commission accounts covered in the agreement exceed the compensating balance. The following table summarizes the interest income and rates received from the Utilities Commission's checking accounts as the result of the banking service agreement.

	<u>Monthly Interest Rate</u>		<u>Interest</u>
	<u>Low</u>	<u>High</u>	<u>Income</u>
October	8.500%	10.000%	\$ 7,785
November	8.000	9.500	14,615
December	8.250	10.000	15,861
January	8.125	12.500	34,240
February	8.000	8.375	41,345
March	8.250	8.875	49,358
April	8.250	10.000	46,013
May	8.125	8.625	48,095
June	8.375	9.250	18,135
July	8.750	9.375	16,677
August	9.000	9.625	16,467
September	8.250	9.500	14,083
For Year	<u>8.000%</u>	<u>12.500%</u>	<u>\$322,674</u>

Utility Plant

The fixed assets of the Utilities Commission are used to provide the customers of the system electric, water and pollution control utility services.

During 1983, the Commissions electric, water, pollution control and common assets utility plant were inventoried and revalued at cost or estimated historical cost with the development of a formal continuing property record system. Subsequent to the revaluation, the monetary value of the utility plant increased approximately \$1.3 million which is net of the recomputed

allowance for depreciation. The utility plant by department is summarized below:

	<u>Electric</u>	<u>Water</u>	<u>Pollution Control</u>	<u>Total</u>
Utility plant in service	\$26,900,862	\$11,006,185	\$15,942,561	\$53,849,608
Less: allowance for depreciation and amortization	<u>10,934,181</u>	<u>2,625,004</u>	<u>2,175,699</u>	<u>15,734,884</u>
	\$15,966,681	\$ 8,381,181	\$13,766,862	\$38,114,724
Construction work in progress	<u>2,437,838</u>	<u>1,166,418</u>	<u>735,123</u>	<u>4,339,379</u>
NET UTILITY PLANT	<u>\$18,404,519</u>	<u>\$ 9,547,599</u>	<u>\$14,501,985</u>	<u>\$42,454,103</u>

Prospects For Future

The Commission's power supply program is reviewed from time to time. Since the Commission is interconnected at 115 kV with FP&L and, therefore, with the statewide transmission systems in Florida and Georgia, it is able to consider varied long-range power supply alternatives. The Commission had its engineers prepare a power supply study, with respect to potential intermediate and peaking load power supply resources. It was concluded, among other things, that, predicated on FP&L's rate design for wholesale sales under the then current Partial Requirements ("PR-2") service rate and the Commission's current and committed base load generating units, the Commission should continue to purchase such capacity and energy for its intermediate and peaking loads from FP&L when compared to the alternative of the installation of certain additional on-site generating diesel units. It was also concluded in the study that the Commission should continue its evaluation of long-term base load alternatives to PR-2 service from FP&L through consideration of arrangements that may be developed by Florida Municipal Power Agency (FMPA).

The only major future water system capital improvement currently anticipated will be the expansion of the Glencoe Road Water Treatment Plant estimated to be required after 1989. Several facility alternatives have been investigated with associated estimated capital costs ranging from \$400,000 to \$800,000 expressed in 1983 dollars. It is estimated that after 1995, additional raw water capacity would be required. In addition, other normal future capital improvements will be made when needs have been demonstrated.

No major pollution control system capital improvements are projected through the year 2000 for treatment and effluent disposal. A major South Beachside Systems Extension was recently completed to provide a significant increase in customers without additional capital over the next three fiscal years. Other future collection system improvements will be conducted as needed and found economically sound.

Independent Audit

Resolution Number 28-78 and other local and state statutes require an annual audit of the books of account, financial records and transactions of all administrative departments of the Utilities Commission by independent certified public accountants selected by the Utilities Commission. This requirement has been complied with and the auditors' opinion by the firm Brent Millikan & Co., P.A. Certified Public Accountants, has been included in this report.

Certificate of Conformance

The Municipal Finance Officers Association of the United States and Canada (MFOA) awarded a Certificate of Conformance in Financial Reporting to the Utilities Commission, City of New Smyrna Beach, Florida, for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 1982.

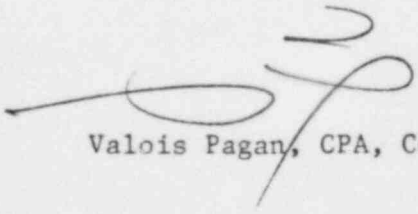
In order to be awarded a Certificate of Conformance, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable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

A Certificate of Conformance is valid for a period of one year only. We believe our current report continues to conform to Certificate of Conformance Program requirements, and we are submitting it to MFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the Utilities Commission's staff who assisted and contributed to its preparation. We would also like to thank the members of the Utilities Commission for their interest and support in planning and conducting the financial operations of the Utilities Commission in a responsible and progressive manner.

Respectfully submitted,



Valois Pagan, CPA, Controller

FINANCIAL SECTION

This section is composed of the following four parts:

AUDITORS' REPORT

BASIC GENERAL PURPOSE FINANCIAL STATEMENTS

SUPPLEMENTAL COMBINING DETAIL OF THE ELECTRIC,  
WATER AND POLLUTION CONTROL SYSTEMS

SUPPLEMENTAL SCHEDULES



AUDITORS' REPORT

# Brent Millikan & Co., P.A.

Certified Public Accountants

205 Magnolia Street  
Post Office Box 1226  
New Smyrna Beach, FL 32070-1226  
(904) 427-1333 • (904) 252-3821

In Reply  
Refer To:

148 South Ridgewood  
Suite C  
Daytona Beach, FL 32014  
(904) 255-2624

Utilities Commission  
City of New Smyrna Beach, Florida  
New Smyrna Beach, Florida

## AUDITORS' REPORT

We have examined the balance sheets of the Utilities Commission, City of New Smyrna Beach, Florida, as of September 30, 1983, and 1982, and the related statements of revenues, expenses and changes in retained earnings, and changes in financial position for the years then ended appearing on pages 2 through 25. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the financial position of the Utilities Commission, City of New Smyrna Beach, Florida, as of September 30, 1983, and 1982, and the results of its operations and the changes in its financial position for the years then ended in conformity with generally accepted accounting principles applied on a consistent basis after restatement for the changes, with which we concur, in the method of accounting for contributed capital, in the method of determining utility plant costs and in the method of accounting for compensated absences, as described in Note 11 of Notes to the Financial Statements.

Our examinations were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental combining exhibits of individual utility systems, schedules, and tables listed on pages ii and iii of the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Utilities Commission, City of New Smyrna Beach, Florida. The information has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

In connection with our examination, nothing came to our attention that caused us to believe that the Utilities Commission, City of New Smyrna Beach, Florida, was not in compliance with any of the terms, covenants, provisions, or conditions of section 16 of Resolution No. 28-78 (Bond Resolution) dated June 30, 1978. However, it should be noted that our examination was not directed primarily toward obtaining knowledge of such noncompliance.

*Brent Millikan & Co.*

New Smyrna Beach, Florida  
January 25, 1984

BASIC GENERAL PURPOSE FINANCIAL STATEMENTS  
(Combined Statements - Overview)

These basic financial statements provide a summary overview of the financial position as well as the operating results of the Utilities Commission. They also serve as an introduction to the more detailed statements and schedules that follow.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Statement 1

COMPARATIVE BALANCE SHEETS  
September 30, 1983 and 1982

ASSETS	1983	1982
<u>UTILITY PLANT:</u>		
In Service:		
Electric system	\$26,900,862	\$25,980,911
Water system	11,006,185	10,643,745
Pollution control system	15,942,561	15,853,717
	<u>\$53,849,608</u>	<u>52,478,373</u>
Less: Allowance for depreciation and amortization	15,734,884	14,189,128
	<u>\$38,114,724</u>	<u>38,289,245</u>
Construction work in progress	4,339,379	2,583,248
	<u>\$42,454,103</u>	<u>\$40,872,493</u>
 <u>RESTRICTED ASSETS:</u>		
Debt service funds	\$ 4,165,204	\$ 2,692,583
Renewal and replacement funds	464,709	358,492
Construction funds	4,462,844	7,143,247
Customers' deposits	882,734	779,964
	<u>\$ 9,975,491</u>	<u>\$10,974,286</u>
 <u>CURRENT ASSETS:</u>		
Cash	\$ 1,166,384	\$ 413,496
Investment	300,000	500,000
Accrued interest receivable - other	84,832	95,065
Accounts receivable (net of allowance of \$80,016 and \$87,063 for doubtful accounts)	910,813	877,821
Unbilled accounts receivable	978,002	521,489
Due from other governments	35,941	34,646
Loan to the City Library fund	8,000	4,000
Notes receivable	7,709	8,315
Inventories:		
Materials and supplies	604,921	580,586
Fuel oil	363,864	392,323
Prepaid expenses and other assets	46,069	31,105
Assessments receivable	190,661	145,411
	<u>\$ 4,697,196</u>	<u>\$ 3,604,257</u>
 <u>DEFERRED CHARGES AND OTHER ASSETS:</u>		
Unamortized debt expense	\$ 468,957	\$ 461,484
Deferred charges and other assets	46,745	42,266
Loan to the City Library fund - noncurrent	4,000	8,000
Notes receivable - noncurrent	--	3,903
Assessments receivable - noncurrent	852,338	1,138,843
	<u>\$ 1,372,040</u>	<u>\$ 1,654,496</u>
 <hr/>		
TOTAL ASSETS	\$58,498,830	\$57,105,532

The accompanying notes are an integral part of the financial statements.

LIABILITIES AND UTILITY EQUITY	1983	1982
<u>UTILITY EQUITY:</u>		
Contributed capital	\$12,153,981	\$11,200,933
Retained Earnings:		
Reserved for net restricted assets	6,965,904	8,176,177
Unreserved	3,881,653	3,098,246
	<u>\$10,847,557</u>	<u>\$11,274,423</u>
 TOTAL UTILITY EQUITY	 <u>\$23,001,538</u>	 <u>\$22,475,356</u>
<u>LONG-TERM DEBT:</u>		
Revenue certificates payable (net of current portion)	\$30,975,000	\$31,330,000
Less: Unamortized debt discount	710,331	718,153
	<u>\$30,264,669</u>	<u>\$30,611,847</u>
 TOTAL LONG-TERM DEBT	 <u>\$30,264,669</u>	 <u>\$30,611,847</u>
<u>DEFERRED CREDITS AND OPERATING RESERVES:</u>		
Deferred compensated absences	\$ 216,863	\$ 181,831
Reserve for nuclear re-fueling and maintenance outage	21,731	31,402
	<u>\$ 238,594</u>	<u>\$ 213,233</u>
 TOTAL DEFERRED CREDITS AND OPERATING RESERVES	 <u>\$ 238,594</u>	 <u>\$ 213,233</u>
<u>CURRENT LIABILITIES:</u>		
Accounts payable	\$ 1,368,524	\$ 599,029
Accrued liabilities	381,431	282,153
Due to other governments	234,487	125,805
	<u>\$ 1,984,442</u>	<u>\$ 1,006,987</u>
<u>CURRENT LIABILITIES (Payable from restricted assets):</u>		
Accounts payable	\$ 409,014	\$ 1,743,847
Customers' deposits	810,116	709,262
Revenue certificates payable (current portion)	530,000	345,000
Accrued interest payable	1,260,457	--
	<u>\$ 3,009,587</u>	<u>\$ 2,798,109</u>
 TOTAL CURRENT LIABILITIES	 <u>\$ 4,994,029</u>	 <u>\$ 3,805,096</u>
 TOTAL LIABILITIES	 <u>\$35,497,292</u>	 <u>\$34,630,176</u>
 <hr/>		
TOTAL LIABILITIES AND UTILITY EQUITY	\$58,498,830	\$57,105,532

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Statement 2  
Page 1 of 2

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
For the Fiscal Years Ended September 30, 1983 and 1982

	1983	1982
<u>OPERATING REVENUES:</u>		
Sales	\$15,061,672	\$13,644,748
Other revenues	124,191	74,693
TOTAL OPERATING REVENUES	<u>\$15,185,863</u>	<u>\$13,719,441</u>
<u>OPERATING EXPENSES:</u>		
Production expenses	\$ 8,241,667	\$ 7,297,762
Transmission, distribution and collection	1,420,397	1,409,742
Customer accounting	400,372	315,595
Administrative and general	2,079,755	1,776,286
Required payments to the City of New Smyrna Beach	877,629	826,719
State utilities tax	84,181	84,350
Depreciation	1,515,523	1,284,052
TOTAL OPERATING EXPENSES	<u>\$14,619,524</u>	<u>\$12,994,506</u>
OPERATING INCOME	<u>\$ 566,339</u>	<u>\$ 724,935</u>
<u>ADD: NONOPERATING REVENUE:</u>		
Interest earnings	\$ 1,144,035	\$ 1,111,615
Other income	211,636	100,499
Gain on disposal of fixed assets	--	6,394
TOTAL NONOPERATING REVENUE	<u>\$ 1,355,671</u>	<u>\$ 1,218,508</u>
TOTAL INCOME	<u>\$ 1,922,010</u>	<u>\$ 1,943,443</u>
<u>LESS: NONOPERATING EXPENSES:</u>		
Interest and debt expense	\$ 2,314,563	\$ 1,927,066
Loss on disposal of fixed assets	34,313	--
TOTAL NONOPERATING EXPENSE	<u>\$ 2,348,876</u>	<u>\$ 1,927,066</u>
NET INCOME (LOSS)	<u>\$ ( 426,866)</u>	<u>\$ 16,377</u>

The accompanying notes are an integral part of the financial statements.

UTILITIES COMMISSION  
 CITY OF NEW SMYRNA BEACH, FLORIDA  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES  
 IN RETAINED EARNINGS  
 September 30, 1983

Statement 2  
Page 2 of 2

	1983	1982
<u>RETAINED EARNINGS - BEGINNING OF YEAR -</u> <u>AS PREVIOUSLY REPORTED</u>		\$10,389,123
<u>PRIOR PERIOD ADJUSTMENTS:</u>		
Resulting from a physical inventory and revaluation of utility plant		1,178,613
Resulting from a change in accounting for sick leave		( 167,171)
Resulting from a change in accounting for contributions in aid of construction		<u>( 142,519)</u>
<u>RETAINED EARNINGS - BEGINNING OF YEAR -</u> <u>AS RESTATED</u>	<u>\$11,274,423</u>	<u>\$11,258,046</u>
<u>RETAINED EARNINGS - END OF YEAR</u>	<u>\$10,847,557</u>	<u>\$11,274,423</u>

The accompanying notes are an integral part of the financial statements.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Statement 3  
Page 1 of 2

STATEMENT OF CHANGES IN FINANCIAL POSITION  
For the Fiscal Years Ended September 30, 1983 and 1982

	1983	1982
<u>SOURCES OF WORKING CAPITAL:</u>		
Operations:		
Net income (loss)	\$( 426,866)	\$ 16,377
Items not requiring working capital:		
Depreciation and amortization	1,633,401	1,382,833
Increase in deferred compensated absences	35,032	37,097
Increase (Decrease) in unfunded nuclear re-fuel and outage reserve	( 9,671)	31,402
(Gain) Loss on disposal of utility plant	<u>34,313</u>	<u>( 6,394)</u>
 TOTAL FROM OPERATIONS	 \$ 1,266,209	 \$ 1,461,315
 Decrease in restricted assets:		
Construction funds	2,680,403	--
Contributions in aid of construction	953,048	2,731,377
Decrease in noncurrent receivables	294,408	--
Increase in other liabilities payable from restricted assets	211,478	716,370
Proceeds from sale of utility plant	19,337	6,394
Proceeds from sale of revenue certificates	--	6,190,000
Decrease in other assets	<u>--</u>	<u>8,304</u>
 TOTAL SOURCES OF WORKING CAPITAL	 <u>\$ 5,424,833</u>	 <u>\$11,113,760</u>
 <u>USES OF WORKING CAPITAL:</u>		
Additions to utility plant	\$ 3,255,812	\$ 5,090,354
Increase in restricted assets:		
Debt service funds	1,472,621	500,493
Renewal and replacement funds	106,217	75,654
Customers' deposits	102,770	131,052
Construction funds	--	3,758,326
Reduction of long-term debt	355,000	325,000
Increase in unamortized revenue bond discount and debt issue costs	12,500	302,077
Increase in other assets	4,479	--
Increase in noncurrent receivables	<u>--</u>	<u>1,061,648</u>
 TOTAL USES OF WORKING CAPITAL	 <u>\$ 5,309,399</u>	 <u>\$11,244,604</u>
 NET INCREASE (DECREASE) IN WORKING CAPITAL	 <u>\$ 115,484</u>	 <u>\$( 130,844)</u>

The accompanying notes are an integral part of the financial statements.



UTILITIES COMMISSION  
 CITY OF NEW SMYRNA BEACH, FLORIDA  
 STATEMENT OF CHANGES IN FINANCIAL POSITION  
 For the Fiscal Years Ended September 30, 1983 and 1982

Statement 3  
 Page 2 of 2

	1983	1982
	<u>Increase (Decrease)</u>	<u>Increase (Decrease)</u>
<u>ELEMENTS OF NET INCREASE (DECREASE) IN WORKING CAPITAL:</u>		
Cash	\$ 752,888	\$( 145,541)
Investments	( 200,000)	500,000
Accrued interest receivable	( 10,233)	71,422
Accounts receivable (net)	32,992	( 10,074)
Unbilled accounts receivable	456,513	( 134,258)
Due from other governments	1,295	( 504,333)
Loan to the City library fund	4,000	--
Notes receivable	( 606)	4,319
Inventory	( 4,124)	43,364
Prepaid expenses	14,964	( 36,784)
Assessments receivable (current)	45,250	123,240
Accounts payable	( 769,495)	42,345
Accrued liabilities	( 99,278)	( 65,895)
Due to other governments	( 108,682)	( 18,649)
 NET INCREASE (DECREASE) IN WORKING CAPITAL	 <u>\$ 115,484</u>	 <u>\$( 130,844)</u>

The accompanying notes are an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS  
September 30, 1983

Page 1 of 18

---

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Utilities Commission conform to the generally accepted accounting principles as promulgated by the American Institute of Certified Public Accountants, the Financial Accounting Standards Board, the Federal Energy Regulatory Commission, and the National Council on Governmental Accounting. The following is a summary of the significant policies:

A. REPORTING ENTITY

The Utilities Commission, City of New Smyrna Beach, Florida, was created in 1967 through the passage of Chapter 67-1754, Laws of Florida, Special Acts of 1967 (House Bill 1669) which amended the Charter of the City of New Smyrna Beach, Florida, to create the Utilities Commission, City of New Smyrna Beach. The special act was approved by a referendum vote of the people. Pursuant to Chapter 67-1754, the Commission has full and exclusive authority to the extent permitted by law over the management, operation and control of the City's electric, water and pollution control utilities system.

B. FUND ACCOUNTING

On May 28, 1975, the Utilities Commission, City of New Smyrna Beach, Florida, passed Resolution Number 16-75, which established the electric, water and pollution control systems as a single utility fund. This utility fund is accounted for as an enterprise fund. Enterprise funds are used to account for operations that are financed and operated in a manner where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The Utilities Commission, City of New Smyrna Beach, utilizes the accrual basis of accounting. By utilizing this method, revenues are recognized when they are earned, and expenses are recognized as they are incurred. Unbilled electric, water and pollution control utility service receivables are recorded at year end so as to provide a better matching of service revenues and the costs of providing the service.

D. BUDGET AND BUDGETARY ACCOUNTING

An annual budget was adopted for the electric, water and pollution control utility systems. The budget was prepared on the accrual basis for the period beginning October 1, and ending September 30. By use of the

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

D. BUDGET AND BUDGETARY ACCOUNTING (continued)

accrual method of budgeting, revenues and expenses are budgeted for specific periods of time and are recorded as incurred, along with acquired assets, without regard to the date of receipts, or payment of cash. Budget appropriations are prepared by the administrative staff and authorized by resolution by the Utilities Commission. Budgetary control is exercised at the departmental level. Budget amendments, if any, can be requested by the Director of Utilities. However, all budget amendments must be approved by the Utilities Commission. During the fiscal year ended September 30, 1983, the Utilities Commission, City of New Smyrna Beach, did not make any amendments to the approved budget and no supplemental appropriations were necessary.

E. CASH

The Utilities Commission invests all temporary cash surpluses with overnight bank repurchase agreements. These residual investments are classified for reporting purposes as cash rather than investments. Earnings from these investments are appropriately allocated to the investing fund accounts based upon the investment equity and are used, where applicable, to finance general utilities commission operations.

F. INVESTMENTS

Investments are recorded at cost or amortized cost, which approximates market. Adjustments are made to cost, for any premium or discount, which is amortized over the maturity of the investment.

G. RECEIVABLES

Allowance for uncollectible accounts

Accounts receivable have been reported net of the allowance for uncollectible accounts which has been provided based upon management's analysis of historical trends. Those amounts of allowances for uncollectible accounts at September 30, 1983, and 1982, totaled \$80,016 and \$87,063, respectively.

Estimated unbilled revenue

Utility operating sales are recognized on the basis of cycle billings rendered monthly. Unbilled accounts receivable are accrued at September 30, to recognize the sales revenues earned between the last meter reading date made in September through the end of the fiscal year.

H. INVENTORIES

Inventories are priced at cost by the use of the "first-in, first-out" method of accounting. The effect of this method is to flow the costs of the materials and supplies in the order in which they are purchased and to assign a balance sheet inventory valuation more nearly at current replacement value.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

H. INVENTORIES (continued)

Electric line transformers, electric meters, water meters and replacement units for the steam and diesel generating plants are classified as utility plant in accordance with accepted industry practices set forth by the National Association of Regulatory Utility Commissions.

I. UNAMORTIZED DEBT DISCOUNT AND ISSUE COSTS

Bond discounts and issuance costs are deferred and amortized over the term of the bonds using the bond outstanding method which approximates the interest method. Bond discounts are presented on the financial statements as such and issuance costs are presented as other assets.

J. RESTRICTED ASSETS

Proceeds from debt, funds required to be set aside for the payment of enterprise fund revenue bonds debt service and contingencies, and other specific enterprise fund assets set aside for restricted purposes and cannot be used for continuing operations are classified as restricted assets since their exclusive use is limited by applicable bond covenants and other legal indentures.

K. UTILITY PLANT

Utility plant is stated at historical or estimated historical cost. The costs of additions, replacements, and renewals of units of property are added to utility plant. The cost (estimated, if not known) of units of property retired, less net salvage, is charged to accumulated depreciation and the appropriate asset account. Maintenance and repairs of property and replacements and renewals of items determined to be less than units of property, are charged to operating expenses--maintenance. Construction period interest is calculated and capitalized in accordance with Financial Accounting Standards Board Opinion No. 34.

Depreciation is provided for by utilization of the straight-line method calculated on a service-life basis to amortize the cost over the assets' economic estimated useful lives which are as follows:

Electric System:

Production plant:

Steam production	28-30 years
Nuclear production	27 years
Diesel production	20-40 years
Transmission plant	30-55 years
Distribution plant	28-45 years

General plant:

Structures and improvements	40 years
Other general plant	10-20 years

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

K. UTILITY PLANT (continued)

Water System:

Source of supply plant	25-50 years
Pumping plant	35 years
Water treatment plant	40-50 years
Transmission and distribution plant:	
Transmission and distribution plant	25-50 years
Meters and meter installations	25 years
General plant:	
Structures and improvements	35 years
Other general plant	10-35 years

Pollution Control System:

Collection plant	35-50 years
Pumping plant:	
Structures and improvements	50 years
Pumping equipment	25 years
Treatment and disposal plant	25-40 years
General plant	10-50 years

Common Plant:

Structures and improvements	35 years
Other general plant	5-15 years

L. ACCRUED PAYROLL AND ACCUMULATED UNPAID VACATION AND SICK PAY

The portion of employees payroll costs paid subsequent to year-end attributable to services performed prior to year-end is recorded and recognized as a current liability.

Employees earn annual vacation leave at the rate of 80 hours per year for one through five years of service and 80 hours plus eight hours for each two years service over the first five years to a maximum of 160 hours. All outstanding vacation leave is generally payable upon termination.

Employees accumulate eight hours of sick leave credit for each month on regular pay status. Generally, employees make an irrevocable election regarding the accumulation of credits and the amounts of credits which can be received upon termination. One option provides for the payment of all unused sick leave at 75% of the existing pay rate at termination. The second option requires the "banking" of at least 240 accumulated hours. Hours accumulated in excess of 240 hours will be paid annually at varying percentage rates.

M. CONTRIBUTIONS

Contributions of capital to a proprietary fund from any source received are recorded in an appropriately captioned contributed capital account.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. RESERVES

Funded reserves are used to record a portion of retained earnings which must be segregated for some future use and which are, therefore, not available for further appropriation or expenditure.

The reserve for nuclear re-fueling and maintenance outage is an unfunded reserve established to account for the estimated charges to be incurred for the removal and installation of nuclear fuel assemblies. Charges are made against the reserve at the time the actual re-fueling takes place.

O. RATES, REVENUES AND FUEL EXPENSES

Revenues are recognized based on monthly cycle billings to customers. The rate schedules are approved by the Utilities Commission. The electric rate schedule contains an energy cost adjustment clause which reflects the cost of fuel as well as the energy and fuel components of purchased power. Generally, the effect of the increases and/or decreases in the cost of energy is recovered over a four month period and is determined as the difference between actual applicable fuel costs and the costs actually billed during the same period.

The cost of nuclear fuel is amortized to fuel expense based on the quantity of heat produced for generation of electric energy in relation to the quantity of heat expected to be produced over the life of the nuclear fuel core.

2. FIXED ASSETS

A summary of utility plant at September 30, 1983, is as follows:

	Electric System	Water System	Pollution Control System	Total
Land and land rights	\$ 1,229,598	\$ 91,069	\$ --	\$ 1,320,667
Structures and improvements	1,810,732	3,780,847	9,621,963	15,213,542
Production plant and nuclear fuel	8,220,328	456,026	--	8,676,354
Transmission, distribution and collection plant	14,812,372	6,176,041	5,384,749	26,373,162
Other general plant and equipment	827,832	502,202	935,849	2,265,883
	<u>\$26,900,862</u>	<u>\$11,006,185</u>	<u>\$15,942,561</u>	<u>\$53,849,608</u>
Less: Accumulated depreciation	<u>10,934,181</u>	<u>2,625,004</u>	<u>2,175,699</u>	<u>15,734,884</u>
	<u>\$15,966,681</u>	<u>\$ 8,381,181</u>	<u>\$13,766,862</u>	<u>\$38,114,724</u>
Construction work in progress	<u>2,437,838</u>	<u>1,166,418</u>	<u>735,123</u>	<u>4,339,379</u>
UTILITY PLANT-NET	<u>\$18,404,519</u>	<u>\$ 9,547,599</u>	<u>\$14,501,985</u>	<u>\$42,454,103</u>

3. CAPITALIZED INTEREST

It is the policy of the Utilities Commission to capitalize construction period interest in accordance with Statement of Financial Accounting Standards No. 34. During the year, interest and debt expense totaling \$2,606,583 was incurred by the Utilities Commission of which \$292,020 was appropriately capitalized as construction period interest based on average accumulated construction expenditures.

4. RESTRICTED ASSETS

Restricted assets consist of the following:

	September 30, 1983				September 30, 1982 Total
	Cash	Investment	Accrued Interest Receivable	Total	
Utilities System Revenue					
Refunding and					
Improvement					
Certificates, Series					
1978 Fund:					
Sinking fund	\$1,042,021	\$ --	\$ --	\$1,042,021	\$ 31,025
Reserve fund	28,895	2,643,140	54,309	2,726,344	2,654,506
Renewal and					
replacement	464,709	--	--	464,709	358,492
Construction	47,647	1,253,943	11,255	2,312,845	2,140,706
	<u>\$2,583,272</u>	<u>\$3,897,083</u>	<u>\$65,564</u>	<u>\$6,545,919</u>	<u>\$5,184,729</u>
Utilities System					
Revenue Improvement					
Certificates, Series					
1982 Fund:					
Sinking fund	\$ 396,839	\$ --	\$ --	\$ 396,839	\$ 7,052
Construction fund	637,728	1,500,000	12,271	2,149,999	5,002,541
	<u>\$1,034,567</u>	<u>\$1,500,000</u>	<u>\$12,271</u>	<u>\$2,546,838</u>	<u>\$5,009,593</u>
Customers' deposits	<u>\$ 378,644</u>	<u>\$ 500,000</u>	<u>\$ 4,090</u>	<u>\$ 882,734</u>	<u>\$ 779,964</u>
<b>TOTAL RESTRICTED ASSETS</b>	<u><u>\$3,996,483</u></u>	<u><u>\$5,897,083</u></u>	<u><u>\$81,925</u></u>	<u><u>\$9,975,491</u></u>	<u><u>\$10,974,286</u></u>

5. LONG-TERM DEBT

On August 29, 1978, the Utilities Commission provided for the advance refunding of the following revenue certificates/bonds which are referred to herein as refunded revenue bonds:



5. LONG-TERM DEBT: (continued)

Waterworks and Electric:

- Series 1955 - 3.75% due serially to 1993
- Series 1962 refunding - 3.5% due serially to 1987 and \$35,000 in 1999
- Series 1962 - 3.9% to 4.2% due serially to 2000
- Series 1965 - 4.2% and 4.25% due serially to 2004

Sewer:

- Series S - 1963 - 3.9% due serially to 2002
- Series T - 1963 - 4.0% due in 2003
- Series B - 1965 - 3.7% to 4.1% due serially to 2003

Utilities:

- Series 1975 - 3.75% to 6.2% due serially to 2004
- Series 1975A - 5.0% to 6.6% due serially to 2005
- Series 1976 - 4.5% to 5.3% due serially to 1986

Water and Sewer Revenue General Obligation Bonds:

- Series 1976 - 4.5% to 6.2% due serially to 2001

The refunding of the refunded revenue bonds was provided for by the sale of \$25,810,000 Utilities System Revenue Refunding and Improvement Certificates, Series 1978 (1978 Certificates) and \$22,335,000 Special Obligation Certificates, Series 1978. From the proceeds of the sale of the two issues, sufficient monies were deposited into an irrevocable escrow account to be invested in United States obligations that, together with the interest earned thereon, will provide sufficient funds for the payment of maturing principal and interest on the 1978 Certificates and the \$22,335,000 Special Obligation Certificates, Series 1978. The proceeds of the bond sale also provided for the funding of the reserve funds, an amount which equaled the maximum annual debt service requirement and provided over \$6 million for the acquisition, construction, additions and improvements to the utility system. In accordance with generally accepted accounting principles the \$22,335,000 Special Obligation Certificates, Series 1978, which were issued as a part of the advance refunding are fully defeased and are not a liability of the Utilities Commission because the interest and principal payments will be serviced by the First National Bank of Florida, Tampa, Florida, from the earnings and proceeds of the advance refunding which were placed in an irrevocable trust fund.

In May, 1982, the Utilities Commission issued \$6,190,000 of Utilities System Revenue Improvements Certificates, Series 1982, (1982 Certificates) to provide the financing for improvements to the electric, water and pollution control systems. The 1982 Certificates rank on a parity with the 1978 Certificates and any additional parity obligations which may be subsequently issued.

The authorization for the 1978 Certificates and the 1982 Certificates provides that the Utilities Commission will not issue additional obligations except for the construction and acquisition of additions, extensions and improvements to the system or for refunding purposes and except upon the conditions provided in the authorizing resolution.

5. LONG-TERM DEBT: (continued)

The 1978 Certificates and the 1982 Certificates are payable from and secured by a first lien upon and pledge of the net revenues derived from the operation of the system. The 1978 Certificates and the 1982 Certificates do not constitute general indebtedness of the Utilities Commission or the City of New Smyrna Beach, Florida (City) and the City is not obligated to levy any taxes for the payment thereof.

The 1978 Certificates and the 1982 Certificates were issued as coupon bonds, in the denomination of \$5,000 each, registrable as to principal only. Semi-annual principal and interest (April 1 and October 1) are payable at the principal office of the First National Bank of Florida, Tampa, Florida. The 1978 Certificates and 1982 Certificates are subject to redemption prior to maturity, commencing October 1, 1988, and April 1, 1992, respectively. The 1978 Certificates consisted of \$5,400,000 in 5.35% to 6.40% serial bonds maturing in various amounts from April 1, 1982, through October 1, 1993; \$9,075,000 in 7.00% term certificates due October 1, 2003, and \$11,335,000 in 7.125% term certificates due October 1, 2010. The 1982 Certificates consisted of \$6,190,000 in 12.625% serial bonds maturing in various amounts from April 1, 2012 through April 1, 2016.

Under the terms of the long-term debt agreements, the Utilities Commission has agreed to maintain certain restricted funds (see Note 4) and to comply with the covenants contained in such agreements. Certain of these agreements contain the following provision relating to the rights of the obligation holder:

"Any holder of certificates or any coupons appertaining thereto issued under the provision hereof or any trustee acting for the holders of such certificates may by suit, action, mandamus or other proceedings in any court of competent jurisdiction, protect and enforce any and all rights, including the right to the appointment of a receiver, existing under the laws of the State of Florida, or granted and contained herein, and may enforce and compel the performance of all duties herein required or by any applicable statutes to be performed by the Commission or by any officer thereof.

Nothing herein, however, shall be construed to grant to any holder of the certificates any lien on any real property of the Commission or the City."

Revenue certificates/bonds outstanding at September 30, 1983, and 1982, are as follows:

A. Quasi-defeased debt funded from the earnings and proceeds of the advance refunding:

5. LONG-TERM DEBT: (continued)

	Balances Due at	
	9-30-83	9-30-82
	(000 omitted)	
<u>Waterworks and Electric:</u>		
Series 1955 - 3.75% due 1993		
Outstanding principal	\$ 969	\$ 1,002
Less amounts to be retired by Trustee	( 969) \$-0-	(1,002) \$-0-
Series 1962 Refunding - 3.5% due serially to 1987 and \$35,000 in 1999		
Outstanding principal	\$ 283	\$ 358
Less amounts to be retired by Trustee	( 283) \$-0-	( 358) \$-0-
Series 1962 - 3.9% to 4.2% due serially to 2000		
Outstanding principal	\$ 1,935	\$ 1,970
Less amounts to be retired by Trustee	(1,935) \$-0-	(1,970) \$-0-
Series 1965 - 4.2% and 4.25% due serially to 2004		
Outstanding principal	\$ 2,035	\$ 2,060
Less amounts to be retired by Trustee	(2,035) \$-0-	(2,060) \$-0-
<u>Sever:</u>		
Series S - 1963 - 3.9% due serially to 2002		
Outstanding principal	\$ 420	\$ 435
Less amounts to be retired by Trustee	( 420) \$-0-	( 435) \$-0-
Series T - 1963 - 4.0% due 2003		
Outstanding principal	\$ 948	\$ 978
Less amounts to be retired by Trustee	( 948) \$-0-	( 978) \$-0-
Series B - 1965 - 3.7% to 4.1% due serially to 2003		
Outstanding principal	\$ 530	\$ 545
Less amounts to be retired by Trustee	( 530) \$-0-	( 545) \$-0-
<u>Utilities:</u>		
Series 1975 - 3.75% to 6.2% due serially to 2004		
Outstanding principal	\$ 2,730	\$ 2,780
Less amounts to be retired by Trustee	\$(2,730) \$-0-	(2,780) \$-0-
Series 1975A - 5.0% to 6.6% due serially to 2005		
Outstanding principal	\$ 3,600	\$ 3,690
Less amounts to be retired by Trustee	(3,600) \$-0-	(3,690) \$-0-
Series 1976 - 4.5% to 5.3% due serially to 1986		
Outstanding principal	\$ 185	\$ 260
Less amounts to be retired by Trustee	( 185) \$-0-	( 260) \$-0-

5. LONG-TERM DEBT: (continued)

	Balances Due at			
	9-30-83		9-30-82	
	(000 omitted)			
<u>Water and Sewer Revenue General</u>				
<u>Obligation Bonds:</u>				
Series 1974 - 7.2% to 7.5% due				
serially to 2004				
Outstanding principal	\$ 5,855		\$ 5,975	
Less amounts to be retired by Trustee	<u>(5,855)</u>	\$-0-	<u>(5,975)</u>	\$-0-
Series 1976 - 4.5% to 6.2% due				
serially to 2001				
Outstanding principal	\$ 5,855		\$ 5,975	
Less amounts to be retired by Trustee	<u>(5,855)</u>	\$-0-	<u>(5,975)</u>	\$-0-
 TOTAL		<u>\$ -0-</u>		<u>\$-0-</u>

B. Long-term debt to be financed from revenues derived from the operation of the utilities systems.

	Balances Due at	
	9-30-83	9-30-82
	(000 omitted)	
<u>Utilities System Revenue Refunding and</u>		
<u>Improvement Certificates, Series 1978:</u>		
Outstanding principal	\$25,315	\$25,485
<u>Utilities System Revenue Improvement</u>		
<u>Certificates, Series 1982:</u>		
Outstanding principal	<u>6,190</u>	<u>6,190</u>
 TOTAL	<u>\$31,505</u>	<u>\$31,675</u>

The current maturities of long-term debt at September 30, were as follows:

	September 30,	
	1983	1982
Utilities System Revenue Refunding and		
Improvement Certificates, Series 1978	\$530,000	\$345,000
Utilities System Revenue Improvement		
Certificates, Series 1982	--	--
 TOTAL	<u>\$530,000</u>	<u>\$345,000</u>

The schedule of debt service requirements to maturity on the \$25,810,000 Utilities System Revenue Refunding and Improvement Certificates, Series 1978, is as follows:

<u>Payment</u>		<u>Coupon</u>		<u>Total</u>
<u>Date</u>	<u>Principal</u>	<u>Rate</u>	<u>Interest</u>	<u>Requirements</u>
10-1-83	\$ 175,000	5.450%	\$ 869,707	\$ 1,044,707
04-1-83	175,000	5.550	864,938	1,039,938
10-1-84	180,000	5.550	860,082	1,040,082

5. LONG-TERM DEBT: (continued)

<u>Payment Date</u>	<u>Principal</u>	<u>Coupon Rate</u>	<u>Interest</u>	<u>Total Requirements</u>
04-1-85	\$ 185,000	5.650%	\$ 855,087	\$ 1,040,087
10-1-85	195,000	5.650	849,861	1,044,861
04-1-86	200,000	5.750	844,352	1,044,352
10-1-86	205,000	5.750	838,602	1,043,602
04-1-87	210,000	5.900	832,708	1,042,708
10-1-87	215,000	5.900	826,513	1,041,513
04-1-88	220,000	6.000	820,171	1,040,171
10-1-88	230,000	6.000	813,571	1,043,571
04-1-89	235,000	6.100	806,671	1,041,671
10-1-89	245,000	6.100	799,503	1,044,503
04-1-90	250,000	6.200	792,031	1,042,031
10-1-90	260,000	6.200	784,281	1,044,281
04-1-91	265,000	6.300	776,221	1,041,221
10-1-91	275,000	6.300	767,873	1,042,873
04-1-92	285,000	6.350	759,211	1,044,211
10-1-92	290,000	6.350	750,162	1,040,162
04-1-93	300,000	6.400	740,954	1,040,954
10-1-93	310,000	6.400	731,354	1,041,354
04-1-94	320,000	7.000	721,434	1,041,434
10-1-94	330,000	7.000	710,234	1,040,234
04-1-95	345,000	7.000	698,684	1,043,684
10-1-95	355,000	7.000	686,609	1,041,609
04-1-96	370,000	7.000	674,184	1,044,184
10-1-96	380,000	7.000	661,234	1,041,234
04-1-97	395,000	7.000	647,934	1,042,934
10-1-97	410,000	7.000	634,109	1,044,109
04-1-98	425,000	7.000	619,759	1,044,759
10-1-98	435,000	7.000	604,884	1,039,884
04-1-99	455,000	7.000	589,659	1,044,659
10-1-99	470,000	7.000	573,734	1,043,734
04-1-00	485,000	7.000	557,284	1,042,284
10-1-00	500,000	7.000	540,309	1,040,309
04-1-01	520,000	7.000	522,809	1,042,809
10-1-01	540,000	7.000	504,609	1,044,609
04-1-02	555,000	7.000	485,709	1,040,709
10-1-02	575,000	7.000	466,285	1,041,285
04-1-03	595,000	7.000	446,160	1,041,160
10-1-03	615,000	7.000	425,335	1,040,335
04-1-04	640,000	7.125	403,810	1,043,810
10-1-04	660,000	7.125	381,010	1,041,010
04-1-05	685,000	7.125	357,497	1,042,497
10-1-05	710,000	7.125	333,094	1,043,094
04-1-06	735,000	7.125	307,800	1,042,800
10-1-06	760,000	7.125	281,616	1,041,616
04-1-07	790,000	7.125	254,541	1,044,541
10-1-07	815,000	7.125	226,397	1,041,397
04-1-08	845,000	7.125	197,363	1,042,363

5. LONG-TERM DEBT: (continued)

<u>Payment Date</u>	<u>Principa'</u>	<u>Coupon Rate</u>	<u>Interest</u>	<u>Total Requirements</u>
10-1-08	\$ 875,000	7.125	\$ 167,259	\$ 1,042,259
04-1-09	905,000	7.125	136,088	1,041,088
10-1-09	940,000	7.125	103,847	1,043,847
04-1-10	970,000	7.125	70,359	1,040,359
10-1-10	<u>1,005,000</u>		<u>35,803</u>	<u>1,040,803</u>
TOTAL	<u>\$25,315,000</u>		<u>\$32,011,295</u>	<u>\$57,326,295</u>

The schedule of debt service requirements to maturity on the \$6,190,000 Utilities System Revenue Improvement Certificates, Series 1982, is as follows:

<u>Payment Date</u>	<u>Principal</u>	<u>Coupon Rate</u>	<u>Interest</u>	<u>Total Requirements</u>
04-1-84	-	12.625%	\$ 390,744	\$ 390,744
10-1-84	-	12.625%	390,744	390,744
04-1-85	-	12.625%	390,744	390,744
10-1-85	-	12.625%	390,744	390,744
04-1-86	-	12.625%	390,744	390,744
10-1-86	-	12.625%	390,744	390,744
04-1-87	-	12.625%	390,744	390,744
10-1-87	-	12.625%	390,744	390,744
04-1-88	-	12.625%	390,744	390,744
10-1-88	-	12.625%	390,744	390,744
04-1-89	-	12.625%	390,744	390,744
10-1-89	-	12.625%	390,744	390,744
04-1-90	-	12.625%	390,744	390,744
10-1-90	-	12.625%	390,744	390,744
04-1-91	-	12.625%	390,744	390,744
10-1-91	-	12.625%	390,744	390,744
04-1-92	-	12.625%	390,744	390,744
10-1-92	-	12.625%	390,744	390,744
04-1-93	-	12.625%	390,744	390,744
10-1-93	-	12.625%	390,744	390,744
04-1-94	-	12.625%	390,744	390,744
10-1-94	-	12.625%	390,744	390,744
04-1-95	-	12.625%	390,744	390,744
10-1-95	-	12.625%	390,744	390,744
04-1-96	-	12.625%	390,744	390,744
10-1-96	-	12.625%	390,744	390,744
04-1-97	-	12.625%	390,744	390,744
10-1-97	-	12.625%	390,744	390,744
04-1-98	-	12.625%	390,744	390,744
10-1-98	-	12.625%	390,744	390,744
04-1-99	-	12.625%	390,744	390,744

5. LONG-TERM DEBT: (continued)

<u>Payment Date</u>	<u>Principal</u>	<u>Coupon Rate</u>	<u>Interest</u>	<u>Total Requirements</u>
10-1-99	\$ -	12.625%	\$ 390,744	\$ 390,744
04-1-00	-	12.625%	390,744	390,744
10-1-00	-	12.625%	390,744	390,744
04-1-01	-	12.625%	390,744	390,744
10-1-01	-	12.625%	390,744	390,744
04-1-02	-	12.625%	390,744	390,744
10-1-02	-	12.625%	390,744	390,744
04-1-03	-	12.625%	390,744	390,744
10-1-03	-	12.625%	390,744	390,744
04-1-04	-	12.625%	390,744	390,744
10-1-04	-	12.625%	390,744	390,744
04-1-05	-	12.625%	390,744	390,744
10-1-05	-	12.625%	390,744	390,744
04-1-06	-	12.625%	390,744	390,744
10-1-06	-	12.625%	390,744	390,744
04-1-07	-	12.625%	390,744	390,744
10-1-07	-	12.625%	390,744	390,744
04-1-08	-	12.625%	390,744	390,744
10-1-08	-	12.625%	390,744	390,744
04-1-09	-	12.625%	390,744	390,744
10-1-09	-	12.625%	390,744	390,744
04-1-10	-	12.625%	390,744	390,744
10-1-10	-	12.625%	390,744	390,744
04-1-11	-	12.625%	390,744	390,744
10-1-11	-	12.625%	390,744	390,744
04-1-12	960,000	12.625%	390,744	1,350,744
10-1-12	-	12.625%	330,144	330,144
04-1-13	1,085,000	12.625%	330,144	1,415,144
10-1-13	-	12.625%	261,653	261,653
04-1-14	1,220,000	12.625%	261,653	1,481,653
10-1-14	-	12.625%	184,641	184,641
04-1-15	1,375,000	12.625%	184,640	1,559,640
10-1-15	-	12.625%	97,844	97,844
04-1-16	<u>1,550,000</u>	12.625%	<u>97,844</u>	<u>1,647,844</u>
TOTAL	<u>\$6,190,000</u>		<u>\$24,020,971</u>	<u>\$30,210,971</u>

The aggregate annual debt service requirements for the certificates in each of the next five years are as follows:

1984	\$2,861,508
1985	2,866,436
1986	2,869,442
1987	2,865,709
1988	2,865,230

6. COMPENSATED EMPLOYEE ABSENCES

Pursuant to the Utilities Commission's collective bargaining agreements and employment contracts, the Commission provides compensatory wages for accumulated vacation and sick leave credits that vest with employees. As of September 30, 1983, the Commission's liability for accumulated compensated absences totaled the following:

	<u>Current Portion</u>	<u>Deferred Portion</u>
Vacation credits	\$ 104,536	\$ 26,134
Sick leave credits	<u>74,754</u>	<u>190,729</u>
	<u>\$ 179,290</u>	<u>\$ 216,863</u>

7. CONTRIBUTED CAPITAL

Contributions in aid of construction from any source received by the Utilities Commission are recorded in an appropriately captioned contribution equity account. The following is a summary of contributed capital:

<u>Source</u>	<u>Balance September 30, 1982</u>	<u>(Deletions) Additions</u>	<u>Balance September 30, 1983</u>
Governmental grants	\$ 6,415,833	\$ 465,451	\$ 6,881,284
Connection fees	2,041,166	448,833	2,489,999
Special assessments	1,762,415	( 16,655)	1,745,760
Contributions for construction	<u>981,519</u>	<u>55,419</u>	<u>1,036,938</u>
	<u>\$11,200,933</u>	<u>\$ 953,048</u>	<u>\$12,153,981</u>

8. REQUIRED PAYMENT TO THE CITY OF NEW SMYRNA BEACH, FLORIDA

The legislation that created the Utilities Commission requires the Commission to pay to the general fund of the City of New Smyrna Beach, Florida, a sum equal to six percent (6%) of the gross revenues from utilities under Commission control. This payment is subordinate to the debt service requirement of all utilities revenue certificates. The amounts required to be paid to the City totaled \$877,629 and \$826,719 for the years ended September 30, 1983, and 1982, respectively. The unpaid balances due to the City at September 30, 1983, and 1982, totaled \$189,295 and \$75,459, respectively.



9. EMPLOYEE PENSION PLAN

The Utilities Commission, City of New Smyrna Beach, Florida, has provided a pension plan for all its employees which assets are included in the Florida Retirement System of the State of Florida. The funding methods and determination of benefits payable are provided in the various acts of the Florida Legislature, which created the fund, including subsequent amendments thereto. In previous years, these acts provided, in general, that funds were to be accumulated from employee contributions, employer contributions and income from the investment of accumulated funds. Subsequent amendments require that the plan be non-contributory for the employees. The act also provides that, should the accumulated funds in the fund at any time be insufficient to meet and pay the benefits due, the Commission shall supplement the funds by an appropriation from current funds, or from any revenues which may lawfully be used for said purposes, in an amount sufficient to make up the deficiency.

The actual contributions and contribution rates in effect for the year ended September 30, 1983, and 1982, were as follows:

	<u>1983</u>	<u>1982</u>
Employer's contributions	<u>\$290,671</u>	<u>\$277,786</u>
Percent of employee's gross earnings		
Normal cost	6.17%	6.17%
Past service cost	<u>4.76</u>	<u>4.76</u>
	<u>10.93%</u>	<u>10.93%</u>

The most recent actuarial information concerning the statewide Florida Retirement System is set forth below:

Most recent valuation date	July 1, 1980
Actuarial cost method used	Entry age-normal cost
Unfunded prior service cost	\$4,323,005,000
Period of amortization	30 years
Interest rate used in determining costs	8.5%
Total assets of pension fund	\$3,867,514,000
Valuation basis of assets	Bonds - amortized cost Stocks - market value

10. SEGMENT INFORMATION

The Utilities Commission provides electric, water and pollution control services to the public. In accordance with NCGA Interpretation No. 2, the following is a summary of the segment information for the electric, water and pollution control systems.

	Electric System	Water System	Pollution Control System	Total
Operating revenue	\$12,026,330	\$ 1,980,611	\$ 1,178,922	\$15,185,863
Depreciation	794,560	268,117	452,846	1,515,523
Operating income (loss)	611,392	352,852	( 397,905)	566,339
Required payments to City of New Smyrna Beach	694,580	113,909	69,140	877,629
Net income (loss)	( 23,530)	41,587	( 444,923)	( 426,866)
Contributions in aid of construction	264,161	2,485,925	9,403,895	12,153,981
Utility plant acquisitions	1,140,396	1,316,508	798,908	3,255,812
Utility plant retirements	95,943	28,323	4,181	128,447
Revenue certificates payable	14,994,925	9,793,592	6,716,483	31,505,000
Utility Equity	6,721,913	5,012,041	11,267,584	23,001,538

11. ACCOUNTING CHANGES

Contributed capital:

Effective October 1, 1981, the Utilities Commission changed its policy of accounting for contributions in aid of construction to recognize amounts received as a component of utility equity rather than as a reduction of utility plant. Pursuant to this change, the Commission has also elected not to amortize contributed capital which amortization was recorded as a reduction to depreciation expense in previous years. Due to this accounting change, depreciation expense for the year ended September 30, 1982, was increased \$205,873. The amount of \$142,519, which represents the retroactive cumulative effect of this accounting change at October 1, 1981, was charged as a reduction of retained earnings.

Utility plant:

During the year ended September 30, 1983, the Utilities Commission completed a physical inventory and revaluation of its electric, water, and pollution control utility plant. The plant inventory and revaluation were applied retroactively to September 30, 1982, and resulted in adjustments to the September 30, 1982, account balances as follows:

	<u>Increase/(Decrease)</u>
Utility plant in service	\$14,718,090
Accumulated depreciation	2,750,773
Construction work in progress	75,900
Contributed capital	11,200,933
Retained earnings	1,036,093
Depreciation expense	193,809

11. ACCOUNTING CHANGES (continued)

Compensated absences:

During the year, the Utilities Commission retroactively adopted the provisions of Financial Accounting Standards Board Statement No. 43 relating to compensated absences (vacations, illness and personal absences) to the extent these provisions were not being specifically applied previously.

The effects of this accounting change were to reduce net income for 1983 and 1982 by \$61,080 and \$37,232, respectively. The cumulative effect of the change in years ending prior to fiscal 1982, was a reduction of net income of \$167,171.

The accompanying financial statements have been retroactively restated to reflect the above described accounting changes.

12. LEGAL MATTERS

Since April, 1979, Florida Power & Light and the Utilities Commission, City of New Smyrna Beach, Florida, have been engaged in a controversy over service territory. On March 12, 1982, the Florida Public Service Commission entered Order No. 10300, which according to estimates contained in a report dated July 23, 1981, of the Electric and Gas Department of the Florida Public Service Commission, awarded approximately 1,100 customers formerly served by FP&L in the "Mission City" area to the Utilities Commission and approximately 1,200 customers lying west of the City formerly served by the Utilities Commission to Florida Power and Light. That order is currently on appeal to the Florida Supreme Court. While that appeal was pending, the Utilities Commission, City of New Smyrna Beach, Florida, and Florida Power & Light reached a territorial settlement agreement. The Florida Public Service Commission has since disapproved that settlement agreement, and the decision disapproving that settlement is also on appeal to the Florida Supreme Court. It is not possible at this time to predict with any reasonable certainty of accuracy the outcome of that appeal. If the Florida Public Service Commission is upheld in both instances, then Order 10300 will become effective and the transfer of customers outlined above will occur. It is the opinion of management that in that event, the net effect on the Utilities Commission of the loss of revenue resulting from the reassignment of customers will be minimal.

The Utilities Commission is also engaged in other routine litigation incidental to the conduct of its municipal utilities affairs. In the opinion of the Counsel to the Commission, no legal proceedings are pending against the Commission not covered by insurance which would inhibit the Commission's ability to perform its operations or materially affect its financial condition.

13. COMMITMENTS

At September 30, 1983, the Utilities Commission had unrecognized construction contract commitments of approximately \$620,000 for utility plant expansion and upgrading. Approximately \$120,000 of these costs related to the

13. COMMITMENTS (continued)

pollution control system are expected to be reimbursed under a Federal grant contract with the U.S. Environmental Protection Agency.

Acting through the Florida Municipal Power Agency (FMFA), the Utilities Commission is participating in the purchase of a portion of Florida Power and Light Company's St. Lucie Unit No. 2, a nuclear generating unit with an estimated net capability rating of 802 MW. FMFA issued St. Lucie Project Revenue Bonds, Series 1983, in the amount of \$290,000,000 for an 8.806% undivided ownership interest of St. Lucie No. 2 together with rights to receive electric capacity and electric energy under a reliability exchange agreement. The Utilities Commission's participation provides for a 9.884% (6.981 MW) entitlement share of FMFA's 8.806% undivided ownership interest.

The Reliability Exchange Agreement provides for FMFA's exchanging 50% of its output from St. Lucie No. 2 for a like amount from St. Lucie No. 1 to mitigate the potential for economic loss resulting from an extended or permanent outage of St. Lucie No. 2.

The Utilities Commission is not obligated to pay the St. Lucie Project Revenue Bonds, Series 1983, and neither the faith and credit nor the taxing power of the Utilities Commission and/or the City of New Smyrna Beach is pledged to payment of the 1983 Bonds.

The Utilities Commission, as a participant has entered into a power sales contract which requires payment on a "take-and-pay" basis for the Utilities Commission's entitlement share of the project capability of the St. Lucie Project for each month during any portion of which electric capacity and electric energy are available to the Utilities Commission from the St. Lucie Project, including electric capacity and electric energy under the Reliability Exchange Agreement with FP&L. In the event payment is not required for any month under the Utilities Commission's power sales contract, it is required to make payment for such month under its project support contract on a "take-or-pay" basis. The payment under the project support contract would be the amount the Utilities Commission would have been required to pay under its power sales contract for such month if any electric capacity and electric energy from the St. Lucie Project had been made available to them.

As a result of these agreements, the Utilities Commission is obligated to provide payments approximating \$2,067,060 annually.

14. SUBSEQUENT EVENTS

The Utilities Commission has approximately 18,668 barrels of Number Six Fuel oil in storage at its W.E. Swoope Generating Plant. Subsequent to the end of the fiscal year, the entire inventory of Number Six Fuel oil was declared to be surplus property and is being held for sale. The fuel oil is included in the accompanying financial statements at its cost of \$277,650. The disposal value of the fuel oil is estimated to be \$20 per barrel or approximately \$373,360 in total.

SUPPLEMENTAL COMBINING DETAIL OF THE ELECTRIC,  
WATER AND POLLUTION CONTROL SYSTEMS

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

Resolution Numbers 16-75 and 28-78 established the electric, water and pollution control systems as a single enterprise fund. These statements are presented to provide detailed information on the individual electric, water and pollution control utility systems and to present the budgetary comparisons and are not necessary for a fair presentation in conformity with generally accepted accounting principles.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Exhibit A-1  
Page 1 of 2

COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN RETAINED EARNINGS  
For the Fiscal Year Ended September 30, 1983, with Comparative  
Actual Amounts for the Fiscal Year Ended September 30, 1982

	1983		
	Utilities Systems Allocations		
	Electric	Water	Pollution Control
<u>OPERATING REVENUES:</u>			
Sales	\$11,926,851	\$ 1,955,899	\$ 1,178,922
Other revenues	99,479	24,712	--
TOTAL OPERATING REVENUES	<u>\$12,026,330</u>	<u>\$ 1,980,611</u>	<u>\$ 1,178,922</u>
<u>OPERATING EXPENSES:</u>			
Production expenses	\$ 7,749,914	\$ 491,753	\$ --
Transmission, distribution and collection	610,618	160,527	649,252
Customer accounting	245,945	112,497	41,930
Administrative and general	1,235,140	480,956	363,659
Required payments to the City of New Smyrna Beach	694,580	113,909	69,140
State utilities tax	84,181	--	--
Depreciation	794,560	268,117	452,846
TOTAL OPERATING EXPENSES	<u>\$11,414,938</u>	<u>\$ 1,627,759</u>	<u>\$ 1,576,827</u>
OPERATING INCOME (LOSS)	<u>\$ 611,392</u>	<u>\$ 352,852</u>	<u>\$ ( 397,905)</u>
<u>ADD: NONOPERATING REVENUES:</u>			
Interest earnings	\$ 337,206	\$ 412,514	\$ 394,315
Other income	184,507	9,952	17,177
Gain on disposal of fixed assets	--	--	--
TOTAL NONOPERATING REVENUE	<u>\$ 521,713</u>	<u>\$ 422,466</u>	<u>\$ 411,492</u>
TOTAL INCOME	<u>\$ 1,133,105</u>	<u>\$ 775,318</u>	<u>\$ 13,587</u>
<u>LESS: NONOPERATING EXPENSES:</u>			
Interest and debt expense	\$ 1,131,553	\$ 725,565	\$ 457,445
Loss on disposal of fixed assets	25,082	8,166	1,065
TOTAL NONOPERATING EXPENSES	<u>\$ 1,156,635</u>	<u>\$ 733,731</u>	<u>\$ 458,510</u>
NET INCOME (LOSS)	<u>\$ ( 23,530)</u>	<u>\$ 41,587</u>	<u>\$ ( 444,923)</u>

1983 Combined System	1982 Combined System
\$15,061,672	\$13,644,748
<u>124,191</u>	<u>74,693</u>
\$15,185,863	\$13,719,441
\$ 8,241,667	\$ 7,297,762
1,420,397	1,409,742
400,372	315,595
2,079,755	1,776,266
877,629	826,719
84,181	84,350
<u>1,515,523</u>	<u>1,284,052</u>
\$14,619,524	\$12,994,506
\$ 566,339	\$ 724,935
\$ 1,144,035	\$ 1,111,615
211,636	100,499
--	6,394
<u>\$ 1,355,671</u>	<u>\$ 1,218,508</u>
\$ 1,922,010	\$ 1,943,443
\$ 2,314,563	\$ 1,927,066
<u>34,313</u>	<u>--</u>
\$ 2,348,876	\$ 1,927,066
\$ ( 426,866)	\$ 16,377

UTILITIES COMMISSION  
 CITY OF NEW SMYRNA BEACH, FLORIDA  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN RETAINED EARNINGS  
 September 30, 1983 and 1982

	1983		
	Utilities Systems Allocations		
	Electric	Water	Pollution Control
<u>RETAINED EARNINGS - BEGINNING OF YEAR AS PREVIOUSLY REPORTED</u>			
<u>PRIOR PERIOD ADJUSTMENTS:</u>			
Resulting from a physical inventory and revaluation of utility plant			
Resulting from a change in accounting for sick leave			
Resulting from a change in accounting for contributions in aid of construction			
<u>RETAINED EARNINGS - BEGINNING OF YEAR - AS RESTATED</u>	<u>6,481,282</u>	<u>2,484,529</u>	<u>2,308,612</u>
<u>RETAINED EARNINGS - END OF YEAR</u>	<u>\$ 6,457,752</u>	<u>\$ 2,526,116</u>	<u>\$ 1,863,689</u>



1983 Combined System	1982 Combined System
\$ --	\$10,389,123
--	1,178,613
--	( 167,171)
--	( 142,519)
<u>11,274,423</u>	<u>11,258,046</u>
<u>\$10,847,557</u>	<u>\$11,274,423</u>

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Exhibit A-2

STATEMENT OF REVENUES AND EXPENSES -  
BUDGET AND ACTUAL - ELECTRIC SYSTEM  
For the Fiscal Year Ended September 30, 1983, with Comparative  
Actual Amounts for the Fiscal Year Ended September 30, 1982

	1983		Variance Favorable (Unfavorable)	1982
	Budget	Actual		Actual
<u>OPERATING REVENUES:</u>				
Electric Sales	\$13,471,000	\$11,926,851	\$(1,544,149)	\$11,092,011
Other revenues	73,000	99,479	26,479	60,089
<b>TOTAL OPERATING REVENUES</b>	<u>\$13,544,000</u>	<u>\$12,026,330</u>	<u>\$(1,517,670)</u>	<u>\$11,152,100</u>
<u>OPERATING EXPENSES:</u>				
Power production and fuel	\$ 8,868,724	\$ 7,749,914	\$ 1,118,810	\$ 6,826,351
Transmission and distribution	487,434	610,618	( 123,184)	641,818
Customer accounting	310,276	245,945	64,331	191,141
Administrative and general	1,067,053	1,235,140	( 168,087)	1,148,666
Required payments to the City of New Smyrna Beach	808,260	694,580	113,680	673,927
State utilities tax	103,858	84,181	19,677	84,350
Depreciation	986,118	794,560	191,558	768,008
<b>TOTAL OPERATING EXPENSES</b>	<u>\$12,631,723</u>	<u>\$11,414,938</u>	<u>\$ 1,216,785</u>	<u>\$10,334,261</u>
<b>OPERATING INCOME</b>	<u>\$ 912,277</u>	<u>\$ 611,392</u>	<u>\$( 300,885)</u>	<u>\$ 817,839</u>
<u>ADD: NONOPERATING REVENUES:</u>				
Interest earnings	\$ 394,845	\$ 337,206	\$( 57,639)	\$ 371,533
Other income	174,000	184,507	10,507	61,313
Gain on disposal of fixed assets	--	--	--	5,312
<b>TOTAL NONOPERATING REVENUES</b>	<u>\$ 568,845</u>	<u>\$ 521,713</u>	<u>\$( 47,132)</u>	<u>\$ 438,158</u>
<b>TOTAL INCOME</b>	<u>\$ 1,481,122</u>	<u>\$ 1,133,105</u>	<u>\$( 348,017)</u>	<u>\$ 1,255,997</u>
<u>LESS: NONOPERATING EXPENSES:</u>				
Interest and debt expense	\$ 1,245,622	\$ 1,131,553	\$ 114,069	\$ 982,085
Loss on disposal of fixed assets	--	25,082	( 25,082)	-
<b>TOTAL NONOPERATING EXPENSES</b>	<u>\$ 1,245,622</u>	<u>\$ 1,156,635</u>	<u>\$ 88,987</u>	<u>\$ 982,085</u>
<b>NET INCOME (LOSS)</b>	<u>\$ 235,500</u>	<u>\$( 23,530)</u>	<u>\$( 259,030)</u>	<u>\$ 273,912</u>

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Exhibit A-3

STATEMENT OF REVENUES AND EXPENSES -  
BUDGET AND ACTUAL - WATER SYSTEM  
For the Fiscal Year Ended September 30, 1983, with Comparative  
Actual Amounts for the Fiscal Year Ended September 30, 1982

	1983		Variance Favorable (Unfavorable)	1982
	Budget	Actual		Actual
<u>OPERATING REVENUES:</u>				
Metered water sales	\$ 1,838,370	\$ 1,955,899	\$ 117,529	\$ 1,441,521
Other revenues	18,500	24,712	6,212	14,604
TOTAL OPERATING REVENUES	<u>\$ 1,856,870</u>	<u>\$ 1,980,611</u>	<u>\$ 123,741</u>	<u>\$ 1,456,125</u>
<u>OPERATING EXPENSES:</u>				
Water production	\$ 521,057	\$ 491,753	\$ 29,304	\$ 471,411
Transmission and distribution	154,790	160,527	( 5,737)	163,368
Customer accounting	156,621	112,497	44,124	94,909
Administrative and general	368,173	480,956	( 112,783)	365,399
Required payments to the City of New Smyrna Beach	110,302	113,909	( 3,607)	85,551
Depreciation	132,484	268,117	( 135,633)	233,738
TOTAL OPERATING EXPENSES	<u>\$ 1,443,427</u>	<u>\$ 1,627,759</u>	<u>\$ ( 184,332)</u>	<u>\$ 1,414,376</u>
OPERATING INCOME (LOSS)	<u>\$ 413,443</u>	<u>\$ 352,852</u>	<u>\$ ( 60,591)</u>	<u>\$ 41,749</u>
<u>ADD: NONOPERATING REVENUES:</u>				
Interest earnings	\$ 253,175	\$ 412,514	\$ 159,339	\$ 366,581
Other income	95,000	9,952	( 85,048)	26,263
TOTAL NONOPERATING REVENUES	<u>\$ 348,175</u>	<u>\$ 422,466</u>	<u>\$ 74,291</u>	<u>\$ 392,844</u>
TOTAL INCOME	<u>\$ 761,618</u>	<u>\$ 775,318</u>	<u>\$ 13,700</u>	<u>\$ 434,593</u>
<u>LESS: NONOPERATING EXPENSE:</u>				
Interest and debt expense	\$ 855,034	\$ 725,565	\$ 129,469	\$ 577,783
Loss on disposal of fixed assets	--	8,166	( 8,166)	--
TOTAL NONOPERATING EXPENSE	<u>\$ 855,034</u>	<u>\$ 733,731</u>	<u>\$ 121,303</u>	<u>\$ 577,783</u>
NET INCOME (LOSS)	<u><u>\$ ( 93,416)</u></u>	<u><u>\$ 41,587</u></u>	<u><u>\$ 135,003</u></u>	<u><u>\$ ( 143,190)</u></u>

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Exhibit A-4

STATEMENT OF REVENUES AND EXPENSES -  
BUDGET AND ACTUAL - POLLUTION CONTROL SYSTEM  
For the Fiscal Year Ended September 30, 1983, with Comparative  
Actual Amounts for the Fiscal Year Ended September 30, 1982

	1983		Variance Favorable (Unfavorable)	1982
	Budget	Actual		Actual
<u>OPERATING REVENUES:</u>				
Pollution control service charges	\$ 1,179,042	\$ 1,178,922	\$( 120)	\$ 1,111,216
<u>OPERATING EXPENSES:</u>				
Collection and treatment system	\$ 668,870	\$ 649,252	\$ 19,618	\$ 604,556
Customer accounting	58,807	41,930	16,877	29,545
Administrative and general	285,663	363,659	( 77,996)	262,221
Required payments to the City of New Smyrna Beach	70,740	69,140	1,600	67,241
Depreciation	111,126	452,846	( 341,720)	282,306
TOTAL OPERATING EXPENSES	<u>\$ 1,195,206</u>	<u>\$ 1,576,827</u>	<u>\$( 381,621)</u>	<u>\$ 1,245,869</u>
OPERATING INCOME (LOSS)	<u>\$( 16,164)</u>	<u>\$( 397,905)</u>	<u>\$( 381,741)</u>	<u>\$( 134,653)</u>
<u>ADD: NONOPERATING REVENUES:</u>				
Interest earnings	\$ 188,980	\$ 394,315	\$ 205,335	\$ 373,501
Other income	40,000	17,177	( 22,823)	12,923
Gain on disposal of fixed assets	--	--	--	1,082
TOTAL NONOPERATING REVENUES	<u>\$ 228,980</u>	<u>\$ 411,492</u>	<u>\$ 182,512</u>	<u>\$ 387,506</u>
TOTAL INCOME	<u>\$ 212,816</u>	<u>\$ 13,587</u>	<u>\$( 199,229)</u>	<u>\$ 252,853</u>
<u>LESS: NONOPERATING EXPENSES:</u>				
Interest and debt expense	\$ 490,876	\$ 457,445	\$ 33,431	\$ 367,198
Loss on disposal of fixed assets	--	1,065	( 1,065)	-
TOTAL NONOPERATING EXPENSES	<u>\$ 490,876</u>	<u>\$ 458,510</u>	<u>\$ 32,366</u>	<u>\$ 367,198</u>
NET INCOME (LOSS)	<u>\$( 278,060)</u>	<u>\$( 444,923)</u>	<u>\$( 166,863)</u>	<u>\$( 114,345)</u>

#### SUPPLEMENTARY SCHEDULES

Financial schedules are presented to provide greater detailed information than reported in the preceding financial statements. This information in many cases has been spread throughout the report and is brought together here for greater clarity. Financial schedules are not necessary for a fair presentation in conformity with generally accepted accounting principles.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Schedule 1

SCHEDULE OF RESTRICTED ASSETS  
September 30, 1983, With  
Comparative Totals for September 30, 1982

	1983 Combined System	1982 Combined System
<u>RESTRICTED ASSETS:</u>		
Debt Service Funds:		
Cash	\$ 1,467,755	\$ 58,154
Investments	2,643,140	2,580,898
Accrued interest	54,309	53,531
	<u>\$ 4,165,204</u>	<u>\$ 2,692,583</u>
Renewal and Replacement Funds:		
Cash	\$ 464,709	\$ 153,847
Investment	--	200,000
Accrued interest	--	4,650
	<u>\$ 464,709</u>	<u>\$ 358,492</u>
Construction Funds:		
Cash	\$ 1,685,375	\$ 146,720
Investments	2,753,943	6,788,092
Accrued interest	23,526	208,435
	<u>\$ 4,462,844</u>	<u>\$ 7,143,247</u>
Customers' Deposits:		
Cash	\$ 378,644	\$ 39,163
Investments	500,000	702,554
Accrued interest	4,090	38,247
	<u>\$ 882,734</u>	<u>\$ 779,964</u>
 TOTAL RESTRICTED ASSETS	 <u>\$ 9,975,491</u>	 <u>\$10,974,286</u>

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Schedule 2

ELECTRIC SYSTEM  
SCHEDULE OF OPERATING EXPENSES  
For the Fiscal Years Ended September 30, 1983 and 1982

	1983	1982
<u>Power Production and Fuel:</u>		
<u>Steam Power Generation:</u>		
Fuel	\$ 145,533	\$ 495,877
Operation	187,908	382,495
Maintenance	22,193	24,931
<u>Nuclear Power Generation:</u>		
Operation	415,159	277,709
Maintenance	226,895	191,084
<u>Diesel Power Generation:</u>		
Fuel	500,145	264,350
Operation	193,041	41,637
Maintenance	69,092	42,404
<u>Other Power Supply:</u>		
Purchased power	5,821,527	4,953,041
System control and load dispatching	168,421	152,823
	<u>\$ 7,749,914</u>	<u>\$ 6,826,351</u>
<u>Transmission and Distribution:</u>		
Operation	\$ 542,553	\$ 544,102
Maintenance	68,065	97,716
	<u>\$ 610,618</u>	<u>\$ 641,818</u>
<u>Customer Accounting:</u>		
Operation	\$ 245,945	\$ 191,141
<u>Administrative and General:</u>		
Operation	\$ 1,172,194	\$ 1,138,235
Maintenance	62,946	10,431
	<u>\$ 1,235,140</u>	<u>\$ 1,148,666</u>
<u>Required Payments to the City of New Smyrna Beach</u>		
	<u>\$ 694,580</u>	<u>\$ 673,927</u>
<u>State Utilities Taxes</u>		
	<u>\$ 84,181</u>	<u>\$ 84,350</u>
<u>Depreciation</u>		
	<u>\$ 794,560</u>	<u>\$ 768,008</u>
 TOTAL OPERATING EXPENSES	 <u>\$11,414,938</u>	 <u>\$10,334,261</u>

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Schedule 3

WATER SYSTEM  
SCHEDULE OF OPERATING EXPENSES  
For the Fiscal Years Ended September 30, 1983 and 1982

	1983	1982
<u>Water Production:</u>		
Source of Supply:		
Operation	\$ 28,974	\$ 30,263
Maintenance	1,455	644
Pumping:		
Operation	119,188	118,811
Maintenance	4,356	4,388
Water Treatment:		
Operation	327,901	312,893
Maintenance	9,879	4,412
	<u>\$ 491,753</u>	<u>\$ 471,411</u>
<u>Transmission and Distribution:</u>		
Operation	\$ 140,828	\$ 120,092
Maintenance	19,699	43,276
	<u>\$ 160,527</u>	<u>\$ 163,368</u>
<u>Customer Accounting:</u>		
Operation	<u>\$ 112,497</u>	<u>\$ 94,909</u>
<u>Administrative and General:</u>		
Operation	\$ 446,392	\$ 361,118
Maintenance	34,564	4,281
	<u>\$ 480,956</u>	<u>\$ 365,399</u>
<u>Required Payments to the City of New Smyrna Beach</u>	<u>\$ 113,909</u>	<u>\$ 85,551</u>
<u>Depreciation</u>	<u>\$ 268,117</u>	<u>\$ 233,738</u>
 TOTAL OPERATING EXPENSES	 <u>\$1,627,759</u>	 <u>\$1,414,376</u>



UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Schedule 4

POLLUTION CONTROL SYSTEM  
SCHEDULE OF OPERATING EXPENSES  
For the Fiscal Years Ended September 30, 1983 and 1982

	1983	1982
<u>Collection and Treatment System:</u>		
<u>Collection Expenses:</u>		
Operation	\$ 66,001	\$ 62,693
Maintenance	10,287	8,883
<u>Pumping Expenses:</u>		
Operation	106,336	113,098
Maintenance	8,080	14,696
<u>Treatment and Disposal Expenses:</u>		
Operation	435,240	398,612
Maintenance	23,308	6,574
	<u>\$ 649,252</u>	<u>\$ 604,556</u>
<u>Customer Accounting:</u>		
Operation	<u>\$ 41,930</u>	<u>\$ 29,545</u>
<u>Administrative and General:</u>		
Operation	\$ 324,002	\$ 259,653
Maintenance	39,657	2,568
	<u>\$ 363,659</u>	<u>\$ 262,221</u>
<u>Required Payments to the City of New Smyrna Beach</u>	<u>\$ 69,140</u>	<u>\$ 67,241</u>
<u>Depreciation</u>	<u>\$ 452,846</u>	<u>\$ 282,306</u>
 TOTAL OPERATING EXPENSE	 <u>\$1,576,827</u>	 <u>\$1,245,869</u>

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Schedule 5  
Page 1 of 2

SCHEDULE OF RESTRICTED INVESTMENTS  
September 30, 1983

	Identification Numbers	Interest Rates (%)	Maturity Dates	Par Value	Unamortized Premiums (Discounts)	Total Book Value
<u>Debt Service Funds:</u>						
Investment in U.S.						
Treasury Obligations						
Held by Federal Reserve:						
U.S. Treasury Bonds	4200331	7.2193	07-01-98	\$ 19,400	\$ -	\$ 19,400
	4200332	7.2193	01-01-99	31,300	-	31,300
	4200333	7.2193	07-01-99	19,200	-	19,200
	4200334	7.2193	01-01-00	32,500	-	32,500
	4200335	7.2193	07-01-00	20,300	-	20,300
	4200336	7.2193	01-01-01	35,300	-	35,300
	4200337	7.2193	07-01-01	15,600	-	15,600
	4200338	7.2193	01-01-02	37,300	-	37,300
	4200339	7.2193	01-01-03	37,900	-	37,900
	4200340	7.2193	01-01-04	33,600	-	33,600
	4200341	7.2193	01-01-05	21,300	-	21,300
	4200362	7.2193	01-01-95	24,500	-	24,500
	4200363	7.2193	07-01-95	16,800	-	16,800
	4200364	7.2193	01-01-96	25,700	-	25,700
	4200365	7.2193	07-01-96	17,800	-	17,800
	4200366	7.2193	01-01-97	27,100	-	27,100
	4200367	7.2193	07-01-97	18,400	-	18,400
	4200368	7.2193	01-01-98	28,500	-	28,500
	4200371	7.2193	01-01-94	22,900	-	22,900
	4200372	7.2193	07-01-94	15,900	-	15,900
	4200377	7.2193	07-01-92	11,900	-	11,900
	4200378	7.2193	01-01-93	24,600	-	24,600
	4200379	7.2193	07-01-93	12,600	-	12,600
	4200383	7.2193	01-01-89	20,300	-	20,300
	4200384	7.2193	07-01-89	10,300	-	10,300
	4200385	7.2193	01-01-90	21,200	-	21,200
	4200386	7.2193	07-01-90	10,900	-	10,900
	4200387	7.2193	01-01-91	22,400	-	22,400
	4200388	7.2193	07-01-91	11,600	-	11,600
	4200389	7.2193	01-01-92	23,200	-	23,200
U.S. Treasury Notes - SLGS	4113683	7.2193	01-01-84	19,100	-	19,100
	4113684	7.2193	07-01-84	5,300	-	5,300
	4113685	7.2193	01-01-85	20,100	-	20,100
	4113686	7.2193	07-01-85	6,600	-	6,600
	4113687	7.2193	01-01-86	18,200	-	18,200
	4113688	7.2193	07-01-86	9,500	-	9,500
	4113689	7.2193	01-01-87	17,900	-	17,900
	4113690	7.2193	07-01-87	9,900	-	9,900
	4113691	7.2193	01-01-88	19,600	-	19,600
	4113692	7.2193	07-01-88	9,900	-	9,900

UTILITIES COMMISSION  
 CITY OF NEW SMYRNA BEACH, FLORIDA  
 SCHEDULE OF RESTRICTED INVESTMENTS  
 September 30, 1983

	Identification Numbers	Interest Rates (%)	Maturity Dates	Par Value	Unamortized Premiums (Discounts)	Total Book Value
<u>Debt Service Funds: (continued)</u>						
Certificates of Deposit:						
Metropolitan Bank of Tampa, Florida	12075	7.5000	01-01-85	\$ 287,750	\$ -	\$ 287,750
City National Bank of Miami, Florida	21785	8.0000	07-01-84	250,000	-	250,000
First National Bank of Fort Lauderdale, Florida	5041	7.5000	01-01-85	187,964	-	187,964
Investments in U.S. Treasury Obligations Held by Atlantic National Bank of Florida:						
U.S. Treasury Notes		14.6250	02-15-85	315,000	( 1,102)	313,898
		14.6250	02-15-85	220,000	1,236	221,236
		13.5000	02-15-86	49,000	237	49,237
		12.7500	02-15-87	200,000	( 4,631)	195,369
		13.2500	04-15-88	240,000	( 2,324)	237,676
		13.5000	02-15-86	10,000	( 183)	9,817
		12.7500	02-15-87	15,000	382	15,382
		14.6250	02-15-85	10,000	544	10,544
		13.5000	02-15-86	20,000	1,425	21,425
U.S. Treasury Bill		9.7645	09-06-84	40,000	( 3,558)	36,442
<b>TOTAL DEBT SERVICE FUNDS</b>				<u>\$2,651,114</u>	<u>\$( 7,974)</u>	<u>\$2,643,140</u>
<u>Construction Funds:</u>						
Investment in U.S. Treasury Obligations Held by Southeast Bank of Volusia County, Florida:						
U.S. Treasury Notes		7.0000	11-15-83	\$ 54,000	\$( 57)	\$ 53,943
		9.5000	10-31-83	1,200,000	--	1,200,000
		9.5000	10-31-83	1,500,000	--	1,500,000
<b>TOTAL CONSTRUCTION FUNDS</b>				<u>\$ 2,754,000</u>	<u>\$( 57)</u>	<u>\$2,753,943</u>
<u>Customers' Deposits:</u>						
Certificates of Deposit:						
First Bankers of Volusia County, Florida				\$ 500,000	\$ --	\$ 500,000
<b>TOTAL RESTRICTED INVESTMENTS</b>				<u>\$ 5,905,114</u>	<u>\$( 8,031)</u>	<u>\$5,897,083</u>

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Schedule 6  
Page 1 of 2

SCHEDULE OF BONDS PAYABLE  
September 30, 1983

	Interest Rates And Dates	Issue Date	Final Maturity Date	Annual Serial Payments
<u>REVENUE BONDS:</u>				
Utilities System Revenue				
Refunding and				
Improvement Certificates,				
Series 1978				
	5.450 (10/1)	07/01/78	10/01/10	\$ 175,000 (83)
	5.550 (4/1; 10/1)			175,000 (84)
	5.650 (4/1; 10/1)			180,000 (84)
	5.750 (4/1; 10/1)			185,000 (85)
	5.900 (4/1; 10/1)			195,000 (85)
	6.000 (4/1; 10/1)			200,000 (86)
	6.100 (4/1; 10/1)			205,000 (86)
	6.200 (4/1; 10/1)			210,000 (87)
	6.300 (4/1; 10/1)			215,000 (87)
	6.350 (4/1; 10/1)			220,000 (88)
	6.400 (4/1; 10/1)			230,000 (88)
	7.000 (4/1; 10/1)			235,000 (89)
				245,000 (89)
				250,000 (90)
				260,000 (90)
				265,000 (91)
				275,000 (91)
				285,000 (92)
				290,000 (92)
				300,000 (93)
				310,000 (93)
				320,000 (94)
				330,000 (94)
				345,000 (95)
				355,000 (95)
				370,000 (96)
				380,000 (96)
				395,000 (97)
				410,000 (97)
				425,000 (98)
				435,000 (98)
				455,000 (99)
				470,000 (99)
				485,000 (00)
				500,000 (00)
				520,000 (01)
				540,000 (01)
				555,000 (02)
				575,000 (02)
				595,000 (03)
				615,000 (03)

---

---

Bonds

---

---

Authorized      Issued      Retired      Outstanding

\$32,000,000      \$25,810,000      \$495,000      \$25,315,000

UTILITIES COMMISSION  
 CITY OF NEW SMYRNA BEACH, FLORIDA  
 SCHEDULE OF BONDS PAYABLE  
 September 30, 1983

	Interest Rates And Dates	Issue Date	Final Maturity Date	Annual Serial Payments
<u>REVENUE BONDS: (continued)</u>				
Utilities System Revenue				
Refunding and				
Improvement Certificates,				
Series 1978	7.125 (4/1; 10/1)	7/1/78	10/1/10	\$ 640,000 (04)
				660,000 (04)
				685,000 (05)
				710,000 (05)
				735,000 (06)
				760,000 (06)
				790,000 (07)
				815,000 (07)
				845,000 (08)
				875,000 (08)
				905,000 (09)
				940,000 (09)
				970,000 (10)
				1,005,000 (10)
Utilities System Revenue				
Improvement Certificates,				
Series 1982	12.625 (4/1; 10/1)	5/1/82	4/1/16	960,000 (12)
				1,085,000 (13)
				1,220,000 (14)
				1,375,000 (15)
				1,550,000 (16)

---

---

Bonds

---

Authorized      Issued      Retired      Outstanding

\$            -      \$ 6,190,000      \$            -      \$ 6,190,000

---

---

\$32,000,000      \$32,000,000      \$495,000      \$31,505,000

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Schedule 7

SCHEDULE OF INTEREST EARNINGS  
For the Fiscal Year Ended September 30, 1983

	Electric System	Water System	Pollution Control System	Total
<u>INTEREST EARNINGS:</u>				
From Investments:				
Sinking funds	\$154,818	\$ 89,988	\$ 77,213	\$ 322,019
Renewal and replacement funds	10,847	4,209	23,179	38,235
Construction funds	92,696	297,666	127,441	517,803
Customers' deposits	53,533	10,038	3,346	66,917
Other	25,311	10,613	61,218	97,142
	<u>\$337,205</u>	<u>\$412,514</u>	<u>\$292,397</u>	<u>\$1,042,116</u>
From Assessments	--	--	101,918	101,918
 TOTAL INTEREST EARNINGS	 <u>\$337,205</u>	 <u>\$412,514</u>	 <u>\$394,315</u>	 <u>\$1,144,034</u>



## STATISTICAL SECTION

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These tables reflect social and economic data and financial trends of the Utilities Commission, City of New Smyrna Beach.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table I

SCHEDULE OF EXPENSES BY FUNCTION  
LAST NINE FISCAL YEARS

Fiscal Year	Total Expenses	Production Expenses	Operating Expenses			Required Payments to City of New Smyrna Beach
			Transmission, Distribution and Collection	Customer Accounting	Administrative and General	
1975	\$ 5,217,562	\$2,558,739	\$ 498,353	\$ 165,222	\$ 454,464	\$ 317,907
1976	6,558,957	3,117,952	543,129	192,683	524,505	375,261
1977	7,430,153	3,462,915	663,209	201,261	691,711	417,188
1978	8,205,483	3,650,129	802,469	206,113	964,959	440,795
1979	9,367,152	4,207,711	846,639	237,152	894,164	484,199
1980	11,121,048	5,347,656	980,960	259,025	1,213,890	598,205
1981	12,284,939	5,744,288	1,113,301	304,241	1,612,993	705,868
1982	14,921,572	7,297,762	1,409,742	315,595	1,776,286	826,719
1983	16,968,400	8,890,919	771,145	400,372	2,079,755	877,629

Operating Expenses			Nonoperating Expenses		
State Utilities Tax	Depreciation	Total Operating Expenses	Interest and Debt Expense	Other Nonoperating Expenses	Total Nonoperating Expenses
\$40,709	\$ 531,818	\$ 4,567,212	\$ 650,350	\$ --	\$ 650,350
38,220	558,692	5,350,442	1,208,515	--	1,208,515
44,696	699,121	6,180,101	1,250,052	--	1,250,052
55,177	852,169	6,971,811	1,233,672	--	1,233,672
54,645	911,124	7,635,634	1,731,518	--	1,731,518
55,155	962,197	9,417,088	1,703,960	--	1,703,960
57,196	1,008,326	10,546,213	1,527,731	210,995	1,738,726
84,350	1,284,052	12,994,506	1,927,066	--	1,927,066
84,181	1,515,523	14,619,524	2,314,563	34,313	2,348,876

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table II

SCHEDULE OF REVENUES BY SOURCE  
LAST NINE FISCAL YEARS

Fiscal Year	Total Revenues	Operating Revenues			
		Electric System	Water System	Pollution Control System	Total
1975	\$ 6,001,919	\$ 4,255,285	\$ 607,613	\$ 456,721	\$5,319,619
1976	6,882,200	4,772,120	782,439	724,345	6,278,904
1977	7,828,676	5,387,100	859,666	759,764	7,006,530
1978	7,950,622	5,866,939	884,646	810,439	7,562,024
1979	9,536,222	6,480,325	955,378	862,521	8,298,224
1980	11,457,983	8,128,944	1,143,160	861,954	10,134,058
1981	13,218,442	9,810,442	1,154,658	1,020,688	11,985,788
1982	14,937,949	11,152,100	1,456,125	1,111,216	13,719,441
1983	16,541,534	12,026,330	1,980,611	1,178,922	15,185,863

Nonoperating Revenues		
Interest Earnings	Other Income	Total
\$ 650,350	\$ 31,950	\$ 682,300
590,153	13,142	603,296
435,660	386,486	822,146
362,467	26,131	388,598
1,073,772	164,226	1,237,998
1,153,818	170,107	1,323,925
1,010,548	222,106	1,232,654
1,111,615	106,893	1,218,508
1,144,035	211,636	1,355,671

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table III

SCHEDULE OF REVENUE BOND COVERAGE  
Last Ten Fiscal Years  
(000's Omitted)

Fiscal Year	Gross Revenue Per Bond Resolution	Expenses Per Bond Resolution	Net Revenue Available For Debt Service	Annual Debt Service Requirements			Less Funded Interest	Net Debt Service Payments	Coverage Ratio
				Principal	Interest	Total			
1974	\$ 4,818	\$ 3,191	\$1,627	\$249	\$ 376	\$ 625	\$ -	\$ 625	2.60x
1975	5,665	3,718	1,947	469	566	1,035	-	1,035	1.88x
1976	6,677	4,416	2,261	348	1,014	1,362	-	1,362	1.66x
1977	7,869	5,064	2,805	334	877	1,211	-	1,211	2.32x
1978	7,973 (1)	5,679 (2)	2,294	355	1,217	1,572	21	1,551	1.48x
1979	9,027 (1)	6,240 (2)	2,787	-	1,766	1,766	485	1,281	2.18x
1980	10,958 (1)	7,857 (2)	3,101	-	1,766	1,766	166	1,600	1.94x
1981	12,960 (1)	8,832 (2)	4,128	-	1,766	1,766	85	1,681	2.46x
1982	15,342 (1)	10,847 (2)	4,495	325	2,031	2,356	269	2,087	2.15x
1983	16,733 (1)	12,226 (2)	4,507	345	2,526	2,871	351	2,520	1.79x

NOTE:

The Utilities Commission, City of New Smyrna Beach, Florida, was established as an enterprise fund on October 1, 1973.

- (1) Includes operating revenues, miscellaneous income including interest income (except on construction fund investments), penalty charges, special assessment collections, connection fees and rentals.
- (2) Includes current expenses paid and accrued of operation, maintenance and repair of the system except for payments in lieu of taxes to the City and depreciation expense.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table IV

DEMOGRAPHIC STATISTICS  
LAST TEN FISCAL YEARS

Fiscal Year	New Smyrna Beach's Estimated Population(1)	Per Capita Income(2)	County Unemployment Rate(4)	School(5)	
				Enrollment	Percent Attendance
1974	13,961	\$ 4,696	4.6%	3,653	97%
1975	14,912	4,957	7.0	3,685	96
1976	14,987	5,328	11.8	3,553	96
1977	15,682	5,847	9.9	3,502	96
1978	16,128	6,516	6.7	3,455	96
1979	16,500	7,277	7.6	3,412	96
1980	13,310 (6)	8,139	6.5	3,391	96
1981	13,634	9,057	4.8	3,375	96
1982	14,200	10,099 (3)	6.8	3,318	97
1983	14,700	11,260 (3)	6.7	3,665	97

(1) Obtained from University of Florida, Bureau of Economics and Business Research.

(2) Obtained from U.S. Department of Commerce, Bureau of Economic Analysis.

(3) Estimated, amounts not available.

(4) State of Florida, Department of Labor and Employment Security.

(5) Volusia County School Board - includes grades K-12, Coronado Beach Elementary, Faulkner Street Elementary, New Smyrna Beach Junior and Senior High, Read-Pattillo Elementary and Sacred Heart, a private school.

(6) Beginning with 1980, New Smyrna Beach's Estimated Population reflects only the estimated number of permanent residents based on the 1980 census data compiled by the U.S. Department of Commerce, Bureau of the Census. Prior to 1980, the Estimated Population included residents of New Smyrna Beach who were not considered permanent residents for census purposes.

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table V

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS (1)  
LAST TEN FISCAL YEARS

Fiscal Year	Construction		Bank Deposits (000's)	Savings and Loan Deposits (000's)	Assessed Value
	Number Of Permits	Value Of Construction			
1974	234	\$ 3,481,383	\$ 42,747	\$ 51,042	\$101,265,864
1975	317	4,742,137	48,054	61,179	164,047,871
1976	425	5,676,610	54,838	45,428	188,331,404
1977	566	11,312,965	63,473	102,970	199,621,346
1978	582	10,405,696	71,334	122,525	214,439,769
1979	552	22,521,582 (2)	84,663	142,396	225,695,148
1980	582	21,103,303	93,460	167,018	246,627,345
1981	539	25,229,289	100,676	182,271	315,992,191
1982	550	11,111,417	104,324	192,305	421,495,317
1983	718	23,730,247	123,924	222,419	479,806,754

Sources:

Construction - City of New Smyrna Beach, Florida Building Department  
 Deposits - Confirmed directly by banks and savings and loan associations  
 Assessed value - Volusia County, Florida Finance Department

- (1) The above data is related exclusively to area within the municipal limits of the City of New Smyrna Beach, Florida
- (2) Includes \$6,200,000 sewage treatment plant of the Utilities Commission, City of New Smyrna Beach, Florida



UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table VI  
Page 1 of 2

SCHEDULE OF INSURANCE IN FORCE  
September 30, 1983

Coverage and Insuring Company	Policy Number	Policy Period	Details of Coverage	Liability Limits
<u>Special Multi-Peril</u>				
Fireman's Fund	248MXX64800704	8-15-83 8-15-84	Property: Building and contents-blanket  Accounts receivable  Valuable papers  Blanket crime  Liability: Comprehensive general liability: Broad form CGL Employee benefit liability	\$14,621,380 all risk with \$10,000 deductible  \$1,500,000 all risk with \$500 deductible  \$50,000 all risk with \$500 deductible  \$100,000 with faithful performance  \$500,000csl
<u>Scheduled Property Floater</u>				
Fireman's Fund	248MXX64800704	8-15-83 8-15-84	Contractors equipment and mobile equipment	\$457,926 with \$500 and \$250 respectively deductible
<u>Commercial Umbrella Liability</u>				
Integrity Insurance	15X112651	5-1-82 10-1-84	Catastrophe liability	\$3,000,000 with \$10,000 self-insured retention
<u>Business Auto Policy</u>				
Fireman's Fund	248MXX64800704	8-15-83 8-15-84	Liability Personal injury Comprehensive collision	\$500,000csl \$10,000 no deductible \$500 deductible
<u>Boiler &amp; Machinery</u>				
Great Northern Insurance	78274432	9-30-82 9-30-85	Breakdown due to accident	\$5,000,000 with \$10,000 deductible

UTILITIES COMMISSION  
 CITY OF NEW SMYRNA BEACH, FLORIDA  
 SCHEDULE OF INSURANCE IN FORCE  
 September 30, 1983

Table VI  
 Page 2 of 2

Coverage and Insuring Company	Policy Number	Policy Period	Details of Coverage	Liability Limits
<u>Workmen's Compensation</u>				
Florida Municipal Self-Insurers' Fund	109	10-1-83 10-1-84	Statutory coverage Employers liability	Statutory \$100,000
<u>Nuclear Energy Damage</u>				
Arkwright Boston Insurance	N315	10-9-83 10-9-84	Nuclear energy damage	\$67,500,000 with \$50,000 deductible
<u>Public Officials and Employee Liability</u>				
Illinois Employers Insurance of Nausau	573400300352	7-22-81 7-22-84	Public official and employee liability	\$5,000,000 with \$2,500 deductible each loss

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table VII

TEN LARGEST WATER CUSTOMERS  
September 30, 1983

	Consumption Gallons (000's)	Revenues Billed
Inlet Properties	22,108	\$23,278
Islander Beach Lodge	14,555	18,701
Pelican Condominium	13,804	18,403
Utilities Commission Steam Plant	13,522	17,688
Fish Memorial Hospital	10,680	12,691
Errol by the Sea Condominium	10,584	18,048
Oceanview Towers Condominium	9,461	13,264
Sandpiper Condominium	8,631	13,353
Moontide Condominium	5,664	5,731
Board of Public Instruction (Volusia County School Board)	5,059	7,833

UTILITIES COMMISSION  
CITY OF NEW SMYRNA BEACH, FLORIDA

Table VIII

TEN OF THE LARGEST ELECTRIC CUSTOMERS AND  
THEIR TOTAL KILOWATT HOURS PURCHASED  
September 30, 1983

	Kilowatt Hour Sales	Revenues Billed
Fish Memorial Hospital	3,188,270	\$208,450
Publix Supermarket	2,723,520	177,392
Utilities Commission's Pollution Control Plant	2,296,600	145,967
Islander Beach Lodge	1,882,240	127,835
Food Fair Supermarket	1,718,640	109,137
Volusia County School Board	1,290,240	101,349
Winn Dixie Supermarket	1,437,120	91,904
K-Mart	976,348	77,128
Utilities Commission's Water Treatment Plant	904,800	74,102
Florida East Coast Railroad	761,200	52,753

GENERAL UTILITIES COMMISSION INFORMATION

---

THE COMMISSION

The Commission was created in 1967 through the passage of Chapter 67-1754, Laws of Florida, Special Acts of 1967 (House Bill 1669), which amended the Charter of the City of New Smyrna Beach, Florida, to create the Utilities Commission, City of New Smyrna Beach, Florida. This Special Act was approved by a referendum vote of the citizens and the Commission was established.

Pursuant to Chapter 67-1754, the Commission has full and exclusive authority to the extent permitted by law over the management, operation and control of the City's utilities.

The Commission consists of five members who are appointed by the City Commission for terms of five years. Members are paid a salary of \$100 each month. Officers of the Commission consist of a chairman, vice-chairman, secretary-treasurer and assistant secretary-treasurer elected by and from the membership which also appoints a Director of Utilities. The Commission has the power and duty to fix rates and the power to sell revenue certificates. All revenue certificates by the Commission are obligations of the Commission. The Commission has no power to pledge the full faith and credit of the City of New Smyrna Beach.

The current members of the Utilities Commission are:

Paul D. Roche, Chairman (term expires September, 1984)

Mr. Roche has a wide range of business experience and is currently president of Paul Roche and Associates, Inc., a full service real estate firm. He is also president of a local building construction firm and is the official appraiser for the First Bankers of Volusia County, N.A. He served sixteen years in the Army and received an honorable discharge with the rank of Lieutenant Colonel.

Barbara Bidwell, Vice-Chairman (term expires September, 1985)

Mrs. Bidwell was formerly with the State of Illinois, Division of Unemployment Compensation and has other wide business experience. She is currently chairman of the American Public Power Association Legislative and Resolutions Committee and a member of the Florida Municipal Utilities Association Legislative Committee. She is chairman of the Board of Directors of the Florida Municipal Power Agency and chairman of that Agency's Executive Committee. Mrs. Bidwell is currently active as a realtor-associate.

James A. Pence, Secretary-Treasurer (term expires September, 1986)

Mr. Pence has over thirty years experience in the public utilities field with a nationwide telecommunications common carrier, Western Union. He is the chairman of the Republican Party in Volusia County.

John J. Hill, Assistant Secretary-Treasurer (term expires September, 1987)

Mr. Hill, a native of New Smyrna Beach, holds a Bachelor of Science degree in Electrical Engineering from Georgia Tech and is a Senior Member of IEEE. He was associated with the Westinghouse Electric Corporation for forty-one years in various management positions dealing primarily with investor-owned and consumer-owned electric utilities. He served five years in the U.S. Army Signal Corps and was relieved from active duty with rank of Lieutenant-Colonel.

H. J. Van Auken, Commissioner (term expires September, 1988)

Mr. Van Auken was employed by GTE Sylvania for thirty-five years before retiring in New Smyrna Beach seven years ago. As Plant Services Engineer, he was responsible for electric, water, waste treatment, gas and bulk chemicals services at a GTE Sylvania facility in Pennsylvania. His responsibilities included financial as well as engineering and operational management of these plant services and administration of a \$20 million annual budget. After his retirement, Mr. Van Auken managed a local New Smyrna Beach business for three and one-half years. The Utilities Commission's newest Commissioner, Mr. Van Auken, was appointed in September, 1983.

R. Ronald Hagen, Director of Utilities

Mr. Hagen has over twenty-five years of progressively responsible municipal utility management experience, including twenty years with the Jacksonville Electric Authority (JEA) and five years with the Utilities Commission, City of New Smyrna Beach. He has a degree from Jacksonville University and has substantially broadened his background through attendance and presentation of papers at industry seminars and conferences. During his tenure with the City of Jacksonville and the JEA, he headed the Statistical and Accounting Department; was Division Chief of the Budget and Cost Division; was the Director of Construction and Maintenance; and later served as Director of Customer Service, a position held until his retirement in 1976. In 1978 he was appointed to the newly created position of Controller of the Utilities Commission. Mr. Hagen was appointed Director of Utilities for the Utilities Commission in June, 1982.

THE UTILITIES SYSTEM

The municipal utilities system has been serving residents of New Smyrna Beach since 1920 when the first generating units were installed. Municipal water and pollution control systems were established later.

The Commission employs approximately 160 people, approximately 90 of whom are represented by the International Brotherhood of Electrical Workers. Management characterizes labor relations as excellent, and there never have been any strikes. The Commission has provided a pension plan for all employees, which assets are included in the Retirement System of the State of Florida.

Electric System

General

The System's power and energy requirements are met with a combination of self-generation and purchased power. The Commission's self-generation consists of the W.E. Swoope Generating Station ("Swoope Station"), the Diesel Plant, the North Causeway and Glencoe Road peaking units, and its ownership share of Crystal River Unit No. 3 ("CR-3"), which together provided approximately 17% of the Commission's total energy requirements for the fiscal year ended September 30, 1983. Power purchases from Florida Power & Light Company ("FP&L") and Florida Municipal Power Agency ("FMPA") and economy purchases under the Energy Broker system have provided the remainder of the Commission's power and energy requirements. In addition to the FP&L agreement, the Commission has executed interchange agreements providing for the purchase and sale of economy energy with fifteen other investor owned and municipal utilities in Florida.

The Commission's generation facilities include (i) the Swoope Station which consists of a steam turbine generator with a nameplate capability of 7,500 kW and a demonstrated base load net capability of 8,900 kW and three stationary diesel engine generators with a combined nameplate rating of 5,235 kW; (ii) the Diesel Plant located on Smith Street which consists of five stationary diesel engine generators with a combined nameplate capacity of 6,540 kW and three 2,000 kW quick-start remotely controlled peaking units; (iii) the North Causeway Plant 750 kW diesel peaking unit; and (iv) the Glencoe Road Plant 750 kW diesel peaking unit. The total installed nameplate generator capacity is 26,775 kW. The Swoope station steam unit is fueled by natural gas or No. 6 oil, and the Swoope Station diesel units by either a combination of natural gas and No. 2 oil or by No. 2 oil alone; the remaining diesel units are fueled by No. 2 oil.

It should be noted that the Swoope No. 1 Generating Unit ("Swoope No. 1") has been placed in "extended cold-standby", and will be unavailable to provide normal service. Although Swoope No. 1 was initially designed as a base load unit, due to increased fuel costs relative to other base load power supply resources available to the Commission, the unit's generation in the recent past had been dispatched to serve predominantly the peaking function. Predicated on independent studies by the Commission staff and Reynolds, Smith and Hills, Architects-Engineers-Planners, Inc. ("RS&H"), it was determined that Swoope No. 1 was not operating efficiently for peaking service and should either be placed in "extended cold-standby" or be retired from service. This recommendation was predicated on findings by the Commission staff and RS&H that there is an adverse economic impact of using such unit for peaking service as compared to other alternative power supply resources currently available to the Commission. The Commission presently has an independent study underway by R.W. Beck and Associates to determine the ultimate disposition of Swoope No. 1.

Crystal River Unit No. 3 Nuclear Plant

The Commission owns a 0.5608% undivided interest in the CR-3 on the Florida Power Corporation ("FPC") system which currently (as of January 1, 1984) has a net winter rating of 846 MW and a net summer rating of 821 MW, resulting in the Commission's capacity being 4,744 kW and 4,604 kW, respectively, measured at the CR-3 busbar. FPC operates CR-3 on behalf of itself, the Commission, and the other participants pursuant to a participation agreement. CR-3 is used as the primary base load resource of the Electric System.

St. Lucie Project

The Commission's Electric System is currently one of twenty-five individual municipal electric systems within the state which are members of FMPA. FMPA is a joint action power agency which was formed to provide bulk electric power to its members through joint cooperation with other electric utilities in Florida. Acting through FMPA, the Commission is participating in the purchase of a portion of the capacity and energy from the FP&L (nuclear) St. Lucie Unit No. 2.

There is also a Reliability Exchange Agreement with FP&L, with respect to FMPA's St. Lucie Project. The Reliability Exchange Agreement provides for FMPA's exchanging 50% of its output from St. Lucie No. 2 for a like amount from St. Lucie No. 1, also a nuclear generating unit.

The Commission has contracted for a 9.884% Power Entitlement Share in FMPA's St. Lucie Project, or approximately 6.981 MW. The entitlement share of 6.981 MW is made up of the Commission's own entitlement share of 5.439MW, and the Commission's assumption of 1.542 MW of the City of Gainesville's entitlement share. The Commission has given the City of Gainesville the option to take back such entitlement share on October 1, 1992, subject to four years' prior written notice by the City of Gainesville.

Energy Control Center

The Commission has operated an Energy Control Center since April, 1977, which is staffed at all times by power coordinators who schedule the economic loading of its generating resources and the interchange of power over the interconnection with FP&L. Telemetry of tie line energy is provided along with "hot line" voice communication and teletype circuits to all major power system control centers in the State of Florida. A computerized monitor logs and surveys major system functions.

Transmission and Distribution Facilities

The Commission's transmission facilities consist of three major installations; (i) the 115 kV/23 kV Smyrna Substation which is the point of interconnection with FP&L through which the systems are operated electrically in parallel, giving the Commission access to the peninsular Florida transmission grid; (ii) a 115 kV transmission line between Smyrna Substation and Field Street Substation; and (iii) the 115 kV/23 Field Street Substation.



The distribution system is supplied from the Swoope Station and the Diesel Plant as well as from the Smyrna and Field Street Substations. There are eight 23 kV/4 kV substations on the Commission's distribution system. A network of 23 kV and 4 kV lines delivers power and energy to the customers. A number of residential developments are now being served by underground electric facilities.

#### THE WATER SYSTEM

The Commission operates twelve wells with a total firm capacity of 8.7 million gallons per day (mgd) which draw water from the Florida Aquifer. Five of the 12 existing wells, with a capacity of 3.3 mgd, were constructed in 1981, approximately six miles inland from the water treatment facility. The raw water supply is expected to be sufficient through 1995. The raw water is of good quality, requiring only conventional aeration, softening, filtration and disinfection. The Commission has implemented both a saltwater intrusion monitoring program as well as a water supply management program which will ensure the continued cost effective use of existing facilities. The consulting engineers for the water system have concluded that the water supply facilities have been well operated and maintained.

The raw water is treated at the Glencoe Road Water Treatment Plant, which provides complete water treatment, including aeration, softening, pH adjustment, filtration, and disinfection. The facility has a capacity of 6.2 mgd, and was designed for future expansion. The Florida Department of Environmental Regulation selected the Glencoe Road Water Treatment Plant as the Best Operated Class "A" Water Plant for the years 1980 and 1981.

The Commission also maintains ground and elevated storage of 3.32 million gallons, two major pumping stations, and approximately 133 miles of transmission and distribution lines.

#### THE POLLUTION CONTROL SYSTEM

The Pollution Control Plant, located on the North Causeway, was originally constructed in 1964 as a 1.2 million gallon per day (mgd) conventional activated sludge plant. In the past few years there have been several improvements made, both to improve operation and to curb surging from infiltration/inflow sources.

In 1981, the 1.2 mgd plant was expanded to a capacity of 4.0 mgd. The expanded facility utilizes the oxygenation activated sludge process whereby pure oxygen is used for biological stabilization of sewage waste. This process provides 2.5 to 3 times the previous treatment capacity and produces a better quality effluent, with fewer plant additions and lower capital investment than a more conventional process would require.

The existing collection system consists of over 120 miles of associated sewer and force mains.

There are currently over 40 lift stations in service. The stations are in good state of repair and are checked daily by regularly assigned mechanics.