

CITY OF BOCA RATON

FLORIDA



Comprehensive Annual Financial Report
For the Year Ended September 30, 2009

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Boca Raton
Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2008

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



President

Executive Director

COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
CITY OF BOCA RATON, FLORIDA

FOR THE FISCAL YEAR ENDED

September 30, 2009



Prepared by the Financial Services Department

Linda C. Davidson, C.P.A., C.G.F.O., Director
Patricia White, C.P.A., Accounting Manager
Carol Himes, C.G.F.O., Treasurer
Sharon McGuire, C.P.A., C.G.F.O, O.M.B. Director
Victoria Guinn, Accountant
Allison Teslia, Accountant
Edwin Fry, Accountant
Leslie Harmon, Grants Administrator
Ella Moore-Poitier, Budget Analyst
Nancy Asher, Budget Technician
Jean Bonds, Office Supervisor II

ABOUT THE COVER:

The City of Boca Raton's new Fire Rescue Station No. 5 located at 2333 West Glades Road, was dedicated on Saturday, August 1, 2009. The Fire Station was named in memory of Firefighter/Paramedic Michael G. Debrecht, a 12 year veteran for the City of Boca Raton.

The 12,500 square foot state-of-the-art facility houses a medical advanced life-support unit, an advanced life support fire apparatus, and a brush/aircraft fire suppression apparatus. The "mega" station houses five units including: Fire Engine, two Medic Units, Brush Truck, and the EMS Captain's vehicle. The station provides accommodation for 14 firefighters during emergency preparedness activities. Additional features include:

- Tilt-wall concrete construction and impact-resistant doors and windows to withstand 155 MPH winds.
- Medical decontamination room.
- Commercial washer and dryer for firefighting gear.
- Industrial grade natural gas kitchen equipment.
- 250 kilo-watt emergency generator with a 500 gallon diesel fuel tank.
- Separate fuel dispensing station to fill vehicles on-site.
- City government's first "green building"....applying for LEED certified status.

PHOTO & DESIGN CREDIT:

Mark Witzen
John Wallace

CITY OF BOCA RATON, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ended September 30, 2009

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION (Unaudited)	
Letter of Transmittal.....	i
List of Principal Officials.....	x
Organization Chart.....	xi
FINANCIAL SECTION	
Independent Auditors' Report	
Management's Discussion and Analysis.....	1
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets.....	21
Statement of Activities.....	23
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	25
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets.....	27
Statement of Revenues, Expenditures, and Changes in Fund Balances, Governmental Funds.....	28
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	30
Statement of Net Assets, Proprietary Funds.....	31
Statement of Revenues, Expenses and Changes in Fund Net Assets, Proprietary Funds.....	33
Statement of Cash Flows, Proprietary Funds.....	34
Statement of Fiduciary Net Assets, Fiduciary Funds.....	35
Statement of Changes in Fiduciary Net Assets, Fiduciary Funds.....	36
Notes to Financial Statements.....	37
Required Supplementary Information:	
Schedule of Funding Progress, Pension Trust Funds.....	83
Schedule of Funding Progress, Other Post Employment Benefits.....	84
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual, General Fund.....	85
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual, Community Development Agency – Mizner Park Revenue Fund.....	88
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual, Beach and Park Operations Fund.....	89
Notes to Required Supplementary Information.....	90
Combining and Individual Fund Statements and Schedules:	
Major Governmental Funds:	
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual, Five-Year Capital Improvement Fund.....	91
Non-Major Governmental Funds:	
Combining Balance Sheet.....	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	93
Non-Major Special Revenue Funds:	
Combining Balance Sheet.....	94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	96

Community Development Block Grant Program Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	98
Housing Assistance Trust Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	99
Law Enforcement Trust Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	100
Transportation Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	101
Right-of-Way Beautification Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	102
Mizner Park Lock Box Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	103
Community Redevelopment Agency Operating Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	104
Grant Funds, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	105
Perpetual Care Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	106
Non-Major Debt Service Funds:	
Combining Balance Sheet.....	107
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	108
City Debt Service Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	109
Community Redevelopment Agency Debt Service Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	110
Non-Major Capital Projects Funds:	
Combining Balance Sheet.....	111
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	113
Right-of-Way Acquisition Program Fund, Schedule of Revenues, Expenditures and Changes In Fund Balance, Budget and Actual.....	115
Park Land Dedication Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	116
Downtown Land Dedication Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual.....	117
Downtown Infrastructure Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	118
Environmentally Sensitive Lands Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	119
Fire Improvements Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	120
Library Improvements Fund, Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	121
Non-Major Enterprise Funds:	
Combining Statement of Net Assets.....	122
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets.....	123
Combining Statement of Cash Flows.....	124
Internal Service Funds:	
Combining Statement of Net Assets.....	125
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets.....	126
Combining Statement of Cash Flows.....	127
Pension Funds:	
Combining Statement of Fiduciary Net Assets.....	128
Combining Statement of Changes in Fiduciary Net Assets.....	129

STATISTICAL SECTION (Unaudited)

Financial Trends

Net Assets by Component - Last Eight Fiscal Years..... 130
Changes in Net Assets - Last Eight Fiscal Years..... 131
Fund Balances of Governmental Funds - Last Ten Fiscal Years..... 133
Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years..... 135

Revenue Capacity

Assessed Value and Estimated Actual Value of Taxable Property - Last Ten Years..... 137
Property Tax Rates - All Direct and Overlapping Governments - Last Ten Fiscal Years..... 139
Principal Property Taxpayers..... 140
Property Tax Levies and Collections - Last Ten Fiscal Years..... 141

Debt Capacity

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years..... 142
Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years..... 144
Direct and Overlapping Governmental Activities Debt..... 145
Pledged-Revenue Coverage for Water and Sewer Revenue Bonds - Last Ten Fiscal Years..... 146
Pledged-Revenue Coverage for Special Assessment Bonds - Last Ten Fiscal Years..... 147
Pledged-Revenue Coverage for Tax Increment Revenue Refunding Bonds - Last Ten Fiscal Years..... 148

Demographic/Economic

Demographic and Economic Statistics - Last Ten Fiscal Years..... 149
Principal Employers..... 150

Operating Information

Full-Time Employees by Function - Last Ten Fiscal Years..... 151
Operating Indicators by Function/Program - Last Ten Fiscal Years..... 152
Capital Asset Statistics by Function/Program - Last Ten Fiscal Years..... 154



PAGE INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION



March 31, 2010

The Honorable Mayor,
Members of the City Council,
Citizens of the City of Boca Raton, Florida:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Boca Raton, Florida (the City), for the fiscal year ended September 30, 2009. State law requires that every general-purpose local government publish within twelve months of the close of each fiscal year a complete set of audited financial statements. In addition to meeting this legal requirement, the report continues to present the City's strong tradition of full financial disclosure. This philosophy is reflected by the informative financial analysis provided by the City's Financial Services Department and the exhibits and statistical tables included herein.

The CAFR's role is to assist in making economic, social and political decisions and to assist in assessing accountability to the citizenry by:

- comparing actual financial results with the legally adopted budget, where appropriate;
- assessing financial condition and results of operations;
- assisting in determining compliance with finance related laws, rules and regulations; and
- assisting in evaluating the efficiency and effectiveness of City operations.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City.

We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly present the financial position and results of operations of the City; and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been included.

MarcumRachlin, a division of Marcum LLP, independent auditors, has issued an unqualified opinion on the City of Boca Raton's financial statements for the fiscal year ended September 30, 2009. The independent auditors' report is located at the front of the financial section of this report.

The City's Financial Statements have been prepared using the reporting model in accordance with Governmental Accounting Standard Board (GASB) Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis (MD&A). MD&A immediately follows the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A compliments the letter of transmittal and should be read in conjunction with it.

THE CITY

Profile

Boca Raton is a full service city located within the boundaries of Palm Beach County. The City derives its governmental authority from a charter granted by the Legislature of the State of Florida. In 1965, the Council-Manager form of government replaced the Commissioner-Manager system in Boca Raton. Four Council Members and a Mayor are elected at large on a non-partisan basis for two-year terms. The City Council appoints the City Manager who is the Chief Administrative Officer of the City and directs the business of the City and its various departments. The City Council determines policy, adopts legislation, approves the City's budget, sets taxes and fees, and appoints the City Attorney and members of various boards and committees.

Services Provided

The City provides a full range of municipal services. The public safety program includes police, fire protection and rescue services; the City's extensive recreation program includes beaches, a pool, golf courses, a library, tennis courts, neighborhood parks, and community centers; the Municipal Services Department provides essential traffic, street maintenance, sanitation, storm water system maintenance and other technical assistance to the City; the Utility Services Department provides water and sewer services. The City's Development Services Department provides planning, zoning and building permit and inspection services and administers the City's Community Development Block Grants. The City also provides general administrative services.

Reporting Entity

This report includes all of the funds of the City. In addition to general government activities, the Community Redevelopment Agency (CRA) is included in the reporting entity. However, the Greater Boca Raton Beach and Park District, the Boca Raton Housing Authority and the Boca Raton Airport Authority have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

Accounting and Internal Control

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that:

(1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit

As a recipient of federal, state and county financial assistance, the City is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

The City is required to undergo an annual single audit performed under the provisions of the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations and Chapter 10.550, Rules of the Auditor General, State of Florida. The information related to the Single Audit, including the schedule of expenditure of federal awards and state financial assistance, findings and recommendations, and auditors' reports on the internal control and compliance with applicable laws and regulations are included in a separate report. This report disclosed no instances of significant deficiencies in internal control over financial reporting or significant violations of applicable laws and regulations.

Budgetary Controls

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body. Activities of the General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department (by fund) level. The City maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances generally are reappropriated as part of the following year's budget. All expenditures for other than personal services are controlled by a procurement system, which encumbers purchase orders against budgets prior to issuance to the vendors. Purchase orders are not issued until appropriations are made available.

Administrative budget transfers may occur upon approval of the City Manager as long as the fund budget is not increased. Budget amendments are submitted quarterly to Council for their consideration.

MAJOR INITIATIVES

For the Year

With goals and priorities of a financially sound City government, top quality municipal services, and a strong partnership with our stakeholders, the City continues to demonstrate its ability to be one of the most financially secure local governments in Florida.

In early 2009, Moody's, Standard and Poor's and Fitch Ratings affirmed to "AAA" ratings on the City of Boca Raton's General Obligation Debt. Moody's stated "*The rating affirmations are based on the city's continued sound financial condition, low direct levels, and a weakened but still viable and diverse economy.*" Fitch stated "*The 'AAA' rating reflects Boca Raton's conservative fiscal management characterized by historically sound financial performance and strong reserve levels. Also factored into the rating are the city's diverse and relatively stable economy, high wealth levels, and low debt levels.*" Boca Raton was the first city or county in Florida to receive the highest bond credit rating from all three credit rating agencies. Two of the rating agencies have rated the water and sewer revenue bonds an "AAA" as well.

The City, in March 2009, issued \$8.485 million in Water and Sewer Revenue Refunding Bonds to refund the 1999 Water and Sewer Revenue Bonds with a present value savings of 7.38%. In June 2009, the City also issued \$11.205 million in Special Assessment Refunding Bonds to refinance the 2001 Special Assessment Bonds with present value savings of 3.27%.

The construction of Fire Rescue Station No. 5 was finished in June 2009 with the building dedication on August 25, 2009. With completion of this project, all eight fire stations will have been either renovated or newly constructed. All were funded with proceeds from voter approved general obligation bonds and funding from the City's Capital Improvements Program Fund.

As part of the comprehensive plan update, the City implemented shuttle systems to connect the Tri-Rail with various employment and educational centers in Boca Raton and is continuing with its efforts to development future mobility strategies to address transit, pedestrian and bike needs.

The Boca Raton Community Redevelopment Agency's taxable value over the last five years has increased an average of 7.1% annually. The City of Boca Raton's taxable property values decreased 7.75% for the 2009 tax year and this is the second year of a decline in property values that the City has experienced since 1992 and is well below the City's average property value growth rate of 7.2%. The City's taxable value is 17.992 billion making the City's taxable value the highest of any municipality in Palm Beach County and the fourth highest in the three South Florida counties behind Miami, Miami Beach and Ft. Lauderdale.

For the Future

The City recognizes that a successful downtown is a critical component for Boca Raton. To be successful, downtown Boca Raton must develop a sense of place, the public and private sector must work together with a common goal, public funds need to be wisely invested and new development should provide pedestrian connections to the overall downtown.

A new pedestrian promenade to connect Mizner Park to Palmetto Park Road and a Palmetto Park Road makeover from Federal Highway to NE 5th Avenue are under design with an anticipated completion of fall 2010. The Mizner Park Cultural Arts Center will open in the site of the former Cartoon Museum with a new black box theatre and meeting space. A new downtown marketing program, a merchants association, a revised downtown website and numerous special events are in process.

The City is also working with the Centre for the Arts at Mizner Park to facilitate concerts at the Mizner Park Amphitheatre. In March 2010, the Festival of the Arts Boca hosted the Russian National Orchestra featuring opera singer Renée Fleming.

The City was able to acquire the Wildflower Property East Palmetto Park Road at the Intracoastal Waterway in December 2009. The property covers 2.27 acres with more than 300 feet of waterfront and access on to Palmetto Park Road as well as NE 5th Avenue and is adjacent to the downtown.

The City continues to evaluate and implement user fees as part of its efforts for long term sustainability. In the 2010 budget the sanitation fee was increased from \$5 to \$10 monthly for single family residents and from \$2.87 to \$5.74 monthly for multi family residential units to cover approximately 60% of the projected cost of the \$6 million to provide sanitation services. Over the next few budget years the City will increase the user fee to have the users of the service pay 100% of the costs. The provision of solid waste services is accounted for as an enterprise fund.

The City is implementing a parking system program for certain enforcement areas in the downtown and beach parking areas. The City anticipates this program will generate additional revenue of over \$600,000. Also, in the 2010 operating budget, the City increased the fire assessment fee from \$30 to \$40 per household to recover a portion of the operational costs of the City's fire services.

In the 2010 Session, the Florida Legislature is considering revenue and expenditure limitations including additional property tax reform, a moratorium on new and/or changes to fees and revenues, expenditure caps and public pension plan reform. The City is closely monitoring these proposals and their potential impacts and limitations to Florida municipalities. The consequences of a combination of several of the proposals being considered could have a significant impact on the City's ability to maintain and/or improve services to residents.

ECONOMIC CONDITION AND OUTLOOK

Despite the continued economic downturn Boca Raton has maintained its strong financial position through prudent long-term financial planning and fiscal actions to reduce or contain fixed costs. Our building permits have decreased significantly from \$9.9 million in 2008 to \$6.6 million in 2009. The Boca Raton real estate market has seen foreclosure rates in the 7.6% range which is less than the statewide average. We anticipate a downward trend of 8% to 10% in taxable value growth for 2010 related to housing value declines, foreclosures and property tax reform.

Boca Raton is a major commercial center in southeast Florida. In fact, with over 12 million square feet of office space, Boca Raton has about half of all of the office space in Palm Beach County. Several Fortune 500 companies and nearly 3,000 businesses are located in Boca Raton, employing over 38,000 people. Thanks to the City's low tax rate, strong employment base, a City-sponsored shuttle system, and quality of life, Boca Raton's business community continues to grow.

In 2009, Office Depot, Inc relocated its corporate headquarters to Boca Raton. The headquarters (624,320 square feet) is the home of the global supplier of office products and services, with \$12.1 billion of sales in 2009. The three 5-story office buildings currently houses close to 2,000 employees and has the capacity to increase that number.

Several other firms also relocated their corporate headquarters to Boca Raton in 2009, including Successories and The Learning Experience. In addition to relocations, in 2009, a number of companies with their corporate headquarters in Boca Raton announced plans to expand their operations and increase their existing workforce, including Champion Solutions Group, Biotest, Campus Management TMS Health, and PartsBase. Collectively, these firms will be adding almost 400 jobs in Boca Raton.

According to Real Estate Analytics, based upon the CoStar Office Report, *“Market conditions impacting the Boca Raton office market are the same as those impacting all of Palm Beach County. An unstable economy, concerns for the financial markets and resultant uncertainty of the future have caused tenants to pull back and delay decisions to renew leases or relocate, but that condition changed at the end of 2009. Tenants are now beginning to take action according to agents active in the market.”* The Boca Raton market has an office vacancy rate of approximately 21% at the end of calendar year 2009, in part the result of the high concentration of financial industry related tenants.

The City recognizes the importance of supporting and facilitating economic development programs within the City, and in 2009, the City enacted an expedited permitting process to encourage economic development, and partnered with Enterprise Florida and the Palm Beach County Business Development Board to provide local matches for economic development incentive programs that attract and retain businesses.

Boca Raton also remains as a premier shopping and dining location. Town Center Mall has continued to expand and is considered the premier regional mall in South Florida. Other destination shopping and dining areas in the City include Mizner Park, Royal Palm Place and the Shops at Boca Center. The City has a large number of quality hotel accommodations, including the iconic Boca Raton Resort & Club, which recently completed construction that renovated its ocean front property. Boca Raton is also a major cultural location in southeast Florida, anchored by the Caldwell Theater, the Center for the Arts, and the Mizner Park Cultural Arts Center

The City is the location of Florida Atlantic University, Lynn University, and the southern campus of Palm Beach Community College with over 25,000 enrolled students combined which adds stability to the base. The City and Florida Atlantic University recently amended the Campus Development Agreement to provide for future growth at the University related to a stadium and university housing. Additionally the State of Florida has rated all of the public schools in the City as A-rated, the highest rating possible.

Compared to the 2009 fiscal year, the City will collect \$4.7 million or 8% less in property taxes due to Amendment 1, declines in property values and the City not raising the tax rate. The City expects the trend to continue for the next several years and the City maintained the same operating tax rate of \$3.02 per \$1,000 for the third year. The City’s debt service tax rate increased slightly over the 2009 rate to \$.3211 based upon voter approved bond issues.

Long Range Financial Planning

The City Council has adopted financial policies for operating, capital and debt management. Management has made every effort to comply with these policies and we believe that we are in

compliance with the adopted policies. Annually, a long-range financial plan is presented to the City Council in the spring. This document forecasts the General Fund and several other fund operations for the next five years and is used to guide the development of the annual operating budget.

The City has also recognized the long-term financial cost implications of its pension benefits and in fiscal year 2008 adjusted benefits prospectively for new general employee hires and in fiscal year 2010 committed \$7.5 million for a retirement system reserve. The City continues to monitor all of its pension costs for sustainability and to provide cost containment so as not to shift the costs to future taxpayers.

The Capital Improvements Program (CIP) is prepared and presented to the City Council as part of the annual budget process. The projects represent the City's plan for infrastructure improvement and major equipment acquisition for the next six years.

In order to construct a new Downtown Library, the City will be required to borrow the remaining \$9.8 million of the 2003 voter approved General Obligation Bonds. Additionally, the CIP includes \$2.5 million to fund the balance of the Downtown Library construction, furniture, fixtures and equipment. The approved CIP also includes energy efficiency, greenhouse gas reduction, and public education projects funded by the Federal Energy Efficiency and Conservation Block Grant (EECBG) application. Recognizing the importance of environmental sustainability and the leadership role that the City continues to take in this area, the approved CIP budget includes \$500,000 for other energy reduction and environmental sustainability projects.

Financial Policies

The City, as part of the budget adoption for Fiscal Year 2009 – 2010, adopted a fund balance policy for the General Fund and early implemented Governmental Accounting Standards Board (GASB) Statement No. 54 "*Fund Balance Reporting and Governmental Fund Type Definitions*" for its governmental fund types. GASB Statement No. 54 establishes various classifications of fund balance based on a certain hierarchy. Fund balances classified as restricted are balances with constraints placed on the use of resources by creditors, grantors, contributors or laws or regulations of other governments. Fund balances classified as committed can only be used for specific purposes pursuant to constraints imposed by the City Council through an ordinance or a resolution. Assigned fund balances are constrained by intent to be used for specific purposes but are neither restricted nor committed. Assignments are made by City management based on City Council direction. Unassigned fund balance can be viewed as the net resources available at the end of the fiscal year.

On September 23, 2009 the City Council adopted Resolution No. 137-2009 which established a fund balance policy for the General Fund and also set a minimum level of unassigned fund balance at 10% of the following year's projected budgeted expenditures.

The City Council by its actions adopted the following for the General Fund:

Committed Fund Balance

- § Emergency Operating Reserve – to ensure the maintenance of services to the public during emergency situations
- § Pension Plans and Preservation of Benefits Plan Reserve – to stabilize the fiscal impact of the City’s required annual contributions to the pension plans as determined actuarially, to fund future pension deficits, if any, and to fund future liabilities, if any, for supplemental retirement benefits
- § Mizner Park Debt Service Reserve – to provide funds for the repayment of the Boca Raton Community Redevelopment Agency tax increment revenue bonds if the primary and secondary pledged revenues are insufficient to fund the required debt service payments on the outstanding bonds

Assigned Fund Balance

- § Designated Carry Forward – to provide funds for differences, if any, between budgeted revenues and expenditures as set forth in the annual budget

Non-Spendable Fund Balance

- § Inventory Reserve – to indicate those amounts relating to inventories that are not in a spendable form.

OTHER INFORMATION

Independent Audit

The City Charter, Article 3, Section II, requires an annual audit of the City's financial statements by independent accountants selected by the City Council. This requirement has been complied with and the independent auditors' report is included in the financial section of this report.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Boca Raton, Florida for its comprehensive annual financial report for the fiscal year ended September 30, 2008. This was the 29th consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Award for Distinguished Budget

The City received the GFOA Award for the Distinguished Budget Presentation for the City budget for the fiscal year ended September 30, 2008. It was the 26th consecutive year the City received the award for the document, which serves as the City's primary fiscal policy document.

ACKNOWLEDGMENTS

The completion and issuance of this report could not have been accomplished without the dedicated efforts of the entire staff of the Financial Services Department. Special thanks must be given to Patricia White, Carol Himes, Ed Fry, Victoria Guinn and Allison Teslia for their dedication in the creation and compilation of this document. Our appreciation is also extended to Jean Bonds, Robert George, Ella Moore-Poitier, Nancy Asher, Leslie Harmon, Sharon McGuire and Michael Woika for providing support in the preparation of this report.

We believe that this report clearly illustrates the strong financial posture of the City of Boca Raton and we wish to take this opportunity to thank you and the citizens of Boca Raton for the vital role you have historically played in enabling the City to achieve and maintain this high degree of fiscal responsibility.

Respectfully yours,

A handwritten signature in blue ink that reads "Linda C. Davidson". The signature is written in a cursive style and is placed on a light yellow rectangular background.

Linda C. Davidson, C.P.A., C.G.F.O., C.P.F.O.
Financial Services Director

LIST OF PRINCIPAL OFFICIALS
September 30, 2009

MayorSusan Welchel

Deputy Mayor Susan Haynie

Council MemberMichael Mullaugh

Council Member Anthony Majhess

Council MemberConstance Scott

City Manager.....Leif J. Ahnell

Deputy City Manager.....George S. Brown

Assistant City Manager..... Michael J. Woika

City Attorney.....Diana Grub Frieser

City ClerkSusan Saxton

Development Services Director.....Jorge A. Camejo

Financial Services DirectorMervyn C. Timberlake, Jr.

Deputy Financial Services Director Linda C. Davidson

Fire/Rescue Services Chief..... Thomas R. Wood

Recreation Services DirectorMickey A. Gomez

Police Services Chief Dan Alexander

Utility Services DirectorChris Helfrich

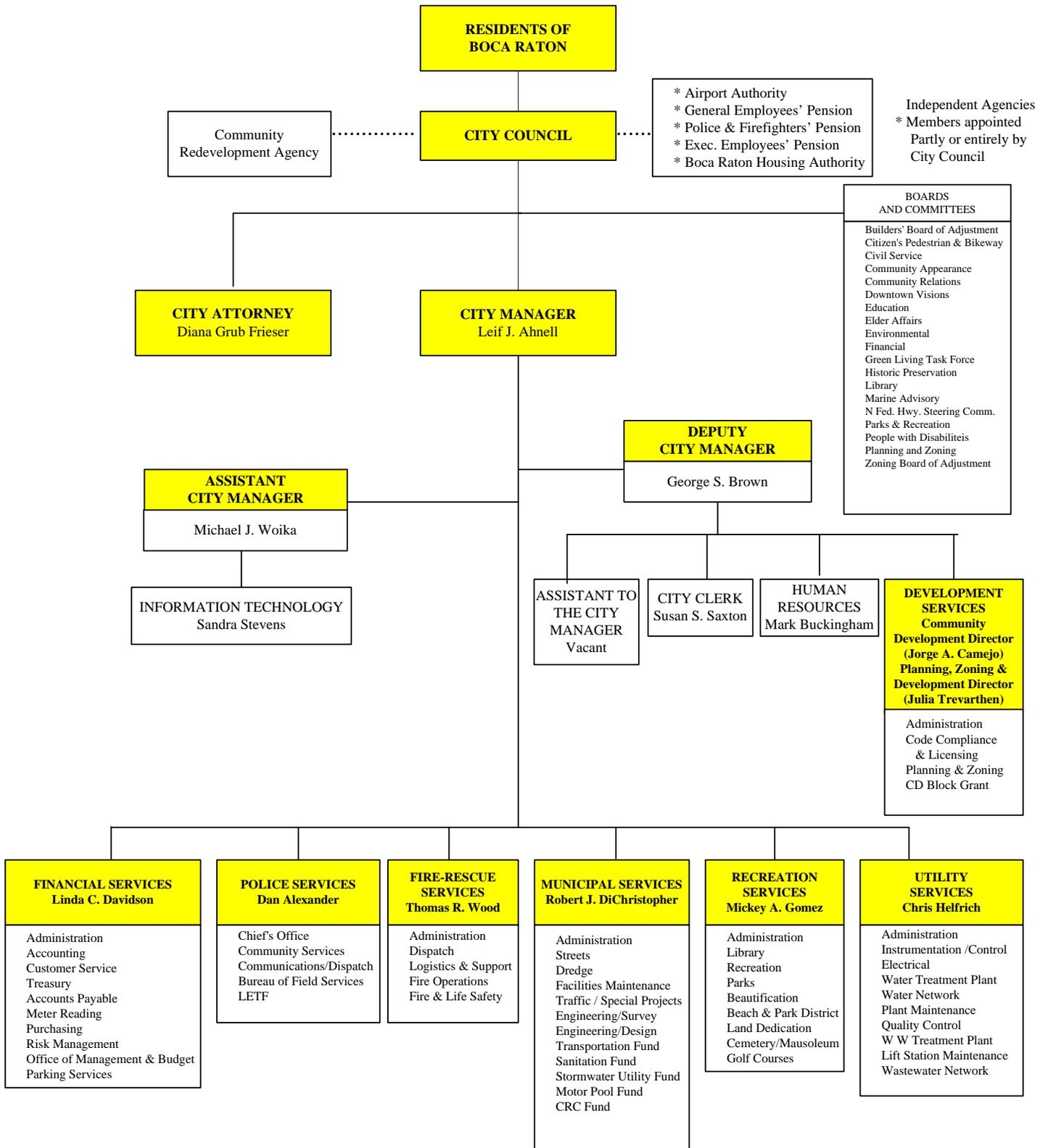
Municipal Services DirectorRobert DiChristopher

Office of Management and Budget DirectorSharon McGuire

Information Technology Director..... Sandra Stevens

Human Resources Director..... Mark Buckingham

CITY OF BOCA RATON ORGANIZATIONAL STRUCTURE





PAGE INTENTIONALLY LEFT BLANK

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Members of the City Council
City of Boca Raton, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information (including the Community Redevelopment Agency Funds) of the City of Boca Raton, Florida, (the City) as of and for the year ended September 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2010, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



MARCUMGROUP
MEMBER

MarcumRachlin a Division of Marcum LLP ■ marcumrachlin.com

450 East Las Olas Boulevard ■ Ninth Floor ■ Fort Lauderdale, Florida 33301 ■ Phone 954.525.1040 ■ Fax 954.525.2004

NEW YORK ■ NEW JERSEY ■ CONNECTICUT ■ PENNSYLVANIA ■ FLORIDA ■ GRAND CAYMAN

The Honorable Mayor and Members of the City Council
City of Boca Raton, Florida
Page Two

The Management's Discussion and Analysis and the Required Supplementary Information on pages 1 to 20 and 83 to 90 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The information included in the introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Marcum Rachlin

a division of Marcum LLP
Fort Lauderdale, Florida
March 31, 2010

**MARCUM
RACHLIN**
ACCOUNTANTS • ADVISORS

A division of Marcum LLP

Management's Discussion and Analysis (Unaudited)

The purpose of financial reporting, in general, is to provide the readers of the financial statements with information that will help them make decisions or draw conclusions about an entity. As management of the City of Boca Raton, Florida (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2009. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$789.271 million (net assets). Of this amount, \$130.867 million (unrestricted net assets) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net assets increased by \$14.992 million, before prior period adjustments. The increase is largely attributable to an increase in revenues for the business-type activities, especially in water and sewer. The governmental funds showed a slight increase in net assets from the prior year due to operations.
- The City's business-type activities reported total net assets of \$296.219 million, which is an increase of \$16.306 million, after prior period adjustments, or 5.8%, in comparison to the prior year. Approximately 12% of the total or \$35.935 million is unrestricted and thus available for spending at the City's discretion.
- At the end of the current fiscal year, fund balance for the general fund was \$49.034 million, or 38% of the general fund expenditures and other financing uses. Of this balance, \$19.733 million has been committed for hurricane/disaster emergency, Mizner Park debt service and retirement, \$3.242 million was assigned for subsequent years' budget, \$27.7 thousand for inventories was non-spendable and \$26.032 million was unassigned and available for new spending.
- Due to continued volatile financial market conditions, interest rates declined by a significant margin this past fiscal year, resulting in decreased interest earnings for the City. The City's average interest earnings return decreased from 3.81% in 2008 to 2.61% in 2009.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The focus of the *government-wide financial statements* is on the overall financial position and activities of the City of Boca Raton. Reporting is similar to that of a private-sector business. The City's government-wide financial statements include the statement of net assets and statement of activities. As described below, these statements do not include the City's fiduciary funds because resources of these funds cannot be used to finance the City's activities. However, the financial statements of fiduciary funds are included in the City's fund financial statements, because the City is financially accountable for those resources, even though they belong to other parties.

The *Statement of Net Assets* presents information on the assets held and liabilities owed by the City. Assets are reported when the City acquires ownership over the assets and liabilities are reported when they are incurred, regardless of the timing of the related cash flows. For example, the City reports buildings and infrastructure as assets, even though they are not available to pay the obligations incurred by the City. On the other hand, the City reports liabilities even though these liabilities might not be paid until several years into the future.

The difference between the City's total assets and total liabilities is net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Although the purpose of the City is not to accumulate net assets, in general, as this amount increases it indicates that the financial position of the City is improving over time.

The *Statement of Activities* presents the revenue and expenses of the City. The items presented on the statement of activities are measured in a manner similar to the approach used in the private-sector in that revenues are recognized when earned and expenses are reported when incurred. Accordingly, revenues are reported even when they may not be collected for several months after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, law enforcement, fire rescue, physical environment, transportation, community development and parks and recreation. The business-type activities include water and sewer utility, cemetery/mausoleum, golf course, stormwater utility, and sanitation.

The City's government-wide financial statements are presented on pages 21-24 of this report.

Fund Financial Statements

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the City rather than the City as a whole. Except for the General Fund, separate funds are established to maintain control over resources that

have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary (pension) funds.

Governmental Funds

Governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures, and change in fund balances. These statements are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted to cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a short period of time, but do not include capital assets such as land and buildings. Fund liabilities include amounts that are to be paid within a short period of time after the end of the fiscal year. The difference between a fund's total assets and total liabilities is labeled as the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's activities. The operating statement for governmental funds reports only those revenues and expenditures that were collected or paid during the current period or very shortly after the end of the year.

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements. However, because a different accounting basis is used to prepare the fund financial statements and the government-wide financial statements, there are often significant differences between the totals presented. For this reason, there is an analysis after the balance sheet that reconciles the total fund balances to the amount of net assets presented in the governmental activities column on the statement of net assets. Also, there is an analysis after the statement of revenues, expenditures, and changes in fund balances that reconciles the total change in fund balances for all governmental funds to the change in net assets as reported in the governmental activities column in the statement of activities.

The City maintains twenty-three individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statements of revenues, expenditures, and changes in fund balances for the major funds which are the General Fund, Community Redevelopment Agency Mizner Park Revenue Fund, the Five Year Capital Improvement Fund and the Beach and Park Operations Fund. The City presents data from all other governmental funds in a single column (non-major funds). Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City's governmental fund financial statements are presented on pages 25-30.

Proprietary Funds

Proprietary fund financial statements consist of a statement of net assets, a statement of revenues, expenses, and changes in fund net assets and a statement of cash flows. These statements are prepared on an accounting basis that is similar to the basis used to prepare the government-wide financial statements. For financial reporting purposes, proprietary funds are grouped into Enterprise Funds and Internal Service Funds.

The City uses Enterprise Funds to account for business-type activities that charge fees to customers for the use of specific goods or services. These funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Internal Service funds are used to account for services provided and billed on an internal basis. The City uses Internal Service Funds to account for its fleet of vehicles, information technology systems and self-insurance/benefit programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The City presents a separate column for the Water and Sewer Utility Fund since it is most significant to the City. The remaining four Enterprise Funds are aggregated and reported in a single column. Internal Service Funds are aggregated and presented in a single column. A statement of cash flows is presented at the fund financial statement level for proprietary funds, but no equivalent statement is presented in the government-wide financial statements for either governmental activities or business-type activities.

The City's proprietary fund financial statements are presented on pages 31-34.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. Fiduciary financial statements consist of a statement of fiduciary net assets and a statement of changes in fiduciary net assets.

The City's fiduciary fund financial statements are presented on pages 35-36.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 37-82.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees as well as other post employment benefits. This section also includes a comparison between the City's

adopted and final budget and actual financial results. The City adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for the general fund and for the major special revenue funds to demonstrate compliance with this budget.

Required supplementary information can be found on pages 83-90.

Combining and individual fund statements and schedules referred to earlier in connection with major and non-major governmental funds and proprietary funds are presented immediately following the required supplementary information and can be found on pages 91-129 of this report.

Government-Wide Financial Analysis

The following schedule is a summary of the fiscal 2009 Statement of Net Assets found on pages 21–22 with comparative information for fiscal 2008.

CITY OF BOCA RATON, FLORIDA						
Net Assets (in thousands)						
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 190,003	\$ 189,964	\$ 102,798	\$ 97,998	\$ 292,801	\$ 287,962
Capital assets	451,438	456,389	258,971	249,295	710,409	705,684
Total assets	641,441	646,353	361,769	347,293	1,003,210	993,646
Non-current liabilities outstanding	132,151	129,489	55,788	58,237	187,939	187,726
Other liabilities	16,238	27,931	9,762	9,143	26,000	37,074
Total liabilities	148,389	157,420	65,550	67,380	213,939	224,800
Net assets:						
Invested in capital assets, net of related debt	352,077	346,985	210,989	208,208	563,066	555,193
Restricted	46,043	53,428	49,295	48,930	95,338	102,358
Unrestricted	94,932	88,520	35,935	22,775	130,867	111,295
Total net assets	\$ 493,052	\$ 488,933	\$ 296,219	\$ 279,913	\$ 789,271	\$ 768,846

The overall position of the City improved in both the 2009 and 2008 fiscal years. Changes in net assets over time can be one of the best and most useful indicators of financial position. The total net assets of the City increased by \$20 million after prior period adjustments or approximately 2.69% from \$769 million in 2008, to \$789 million in 2009. The increase in net assets was primarily as a result of operations in both the governmental and the business-type activities.

At end of the fiscal year, the City reported positive balances in all categories of net assets for both governmental and business-type activities.

By far, the largest portion of the City's net assets (71%) reflect its investment in capital assets (such as land, roads, parks, buildings, machinery and equipment) less any related outstanding debt used to acquire those assets. Although the capital assets are

shown net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate and pay for these liabilities.

An additional portion of the City's net assets (12%) represents resources that are subject to external restrictions on how they may be used. The balance in restricted net assets reflect a net decrease of \$7.02 million from \$102.358 million in 2008 to \$95.338 million in 2009.

The 2009 balance in unrestricted net assets of \$130.867 million increased by \$19.57 million or 18% from the prior year. As stated earlier, this increase is due to income generated by operations of approximately \$15 million which was then offset by the reclassification of net assets to the other categories as described above. The balance in unrestricted net assets represents resources that may be used to meet the City's on going obligations to its citizens and creditors.

The following schedule is a summary of the fiscal 2009 Statement of Activities found on pages 23-24 with comparative information for fiscal 2008.

CITY OF BOCA RATON, FLORIDA
Changes in Net Assets (in thousands)

	Governmental		Business-type		Total	
	Activities		Activities			
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues:						
Charges for services	\$ 45,878	\$ 46,916	\$ 56,672	\$ 46,278	\$ 102,550	\$ 93,194
Operating grants & contributions	4,777	8,386			4,777	8,386
Capital grants & contributions	2,980	2,169	3,079	3,491	6,059	5,660
General revenues:						
Property taxes	61,764	65,155			61,764	65,155
Other taxes	48,447	50,244			48,447	50,244
Other	7,280	9,057	2,520	2,847	9,800	11,904
Total revenues	<u>171,126</u>	<u>181,927</u>	<u>62,271</u>	<u>52,616</u>	<u>233,397</u>	<u>234,543</u>
Expenses:						
General government	19,099	18,999			19,099	18,999
Law enforcement	37,225	36,406			37,225	36,406
Fire rescue	36,104	34,955			36,104	34,955
Physical environment	4,252	10,238			4,252	10,238
Transportation	18,650	18,817			18,650	18,817
Community development	2,115	2,408			2,115	2,408
Parks and recreation	37,772	36,203			37,772	36,203
Interest and fiscal charges	5,148	5,554			5,148	5,554
Water and sewer			46,630	45,537	46,630	45,537
Cemetery			653	593	653	593
Golf			3,098	2,992	3,098	2,992
Stormwater Utility			1,736	1,428	1,736	1,428
Sanitation			5,923		5,923	-
Total expenses	<u>160,365</u>	<u>163,580</u>	<u>58,040</u>	<u>50,550</u>	<u>218,405</u>	<u>214,130</u>
Increase in net assets before transfers	10,761	18,347	4,231	2,066	14,992	20,413
Transfers	<u>(10,158)</u>	<u>(361)</u>	<u>10,158</u>	<u>361</u>		
Increase in net assets	<u>603</u>	<u>17,986</u>	<u>14,389</u>	<u>2,427</u>	<u>14,992</u>	<u>20,413</u>
Net assets beginning of year, as previously reported	488,933	470,947	279,913	277,486	768,846	748,433
Prior period adjustment	<u>3,516</u>		<u>1,917</u>		<u>5,433</u>	
Net assets beginning of year, as restated	<u>492,449</u>	<u>470,947</u>	<u>281,830</u>	<u>277,486</u>	<u>774,279</u>	<u>748,433</u>
Net assets end of year	<u>\$ 493,052</u>	<u>\$ 488,933</u>	<u>\$ 296,219</u>	<u>\$ 279,913</u>	<u>\$ 789,271</u>	<u>\$ 768,846</u>

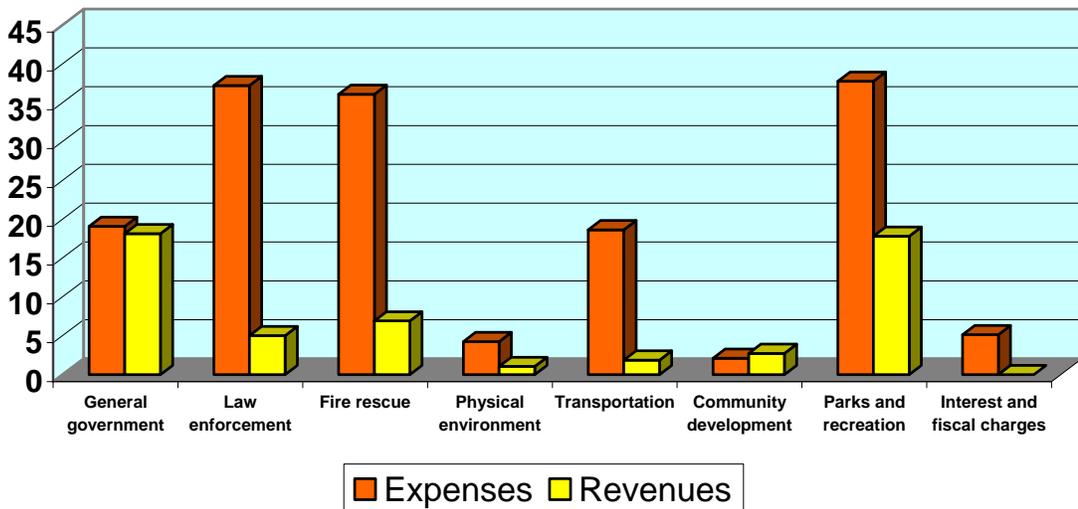
Changes in net assets:

Governmental activities increased the City's net assets by \$4.119 million after prior period adjustments. This net increase in assets is a result of the following:

- Property tax revenues decreased by approximately \$3.391 million due to a decrease in new construction and property tax values and no change in the property tax rate.
- Other taxes (including utility, franchise, sales and other state shared revenue) decreased by \$1.8 million due primarily to a decline in public service taxes (communications services) in the current year.
- Charges for services decreased by \$1.04 million related to a decrease in permit and license revenues.
- Operating grants and contributions received by the City decreased by approximately \$3.6 million due to the reimbursements related to hurricane events from prior fiscal years.
- Capital grants and contributions received by the City increased by approximately \$811,000 due primarily to contributed capital assets.
- Expenses during 2009 decreased by approximately \$3.2 million from 2008, net of \$6 million in sanitation costs which are no longer reported in the governmental activities but are now reported in a newly established Enterprise Fund for sanitation. The actual increase in expenses of \$2.8 million was due primarily to increased benefit costs for personal services.

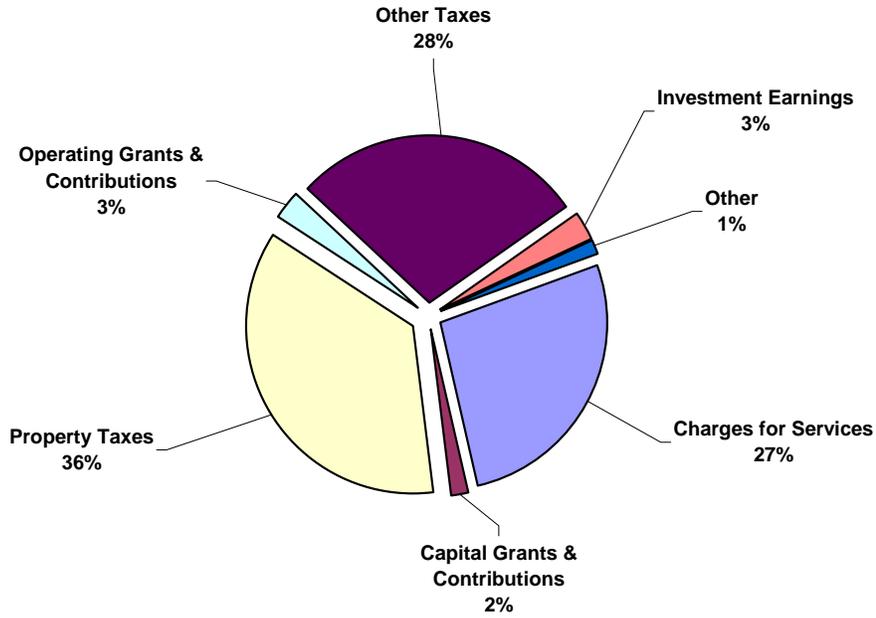
The following chart compares expenses and program revenues for the governmental activities.

**Expenses and Program Revenues - Governmental Activities
(in millions)**



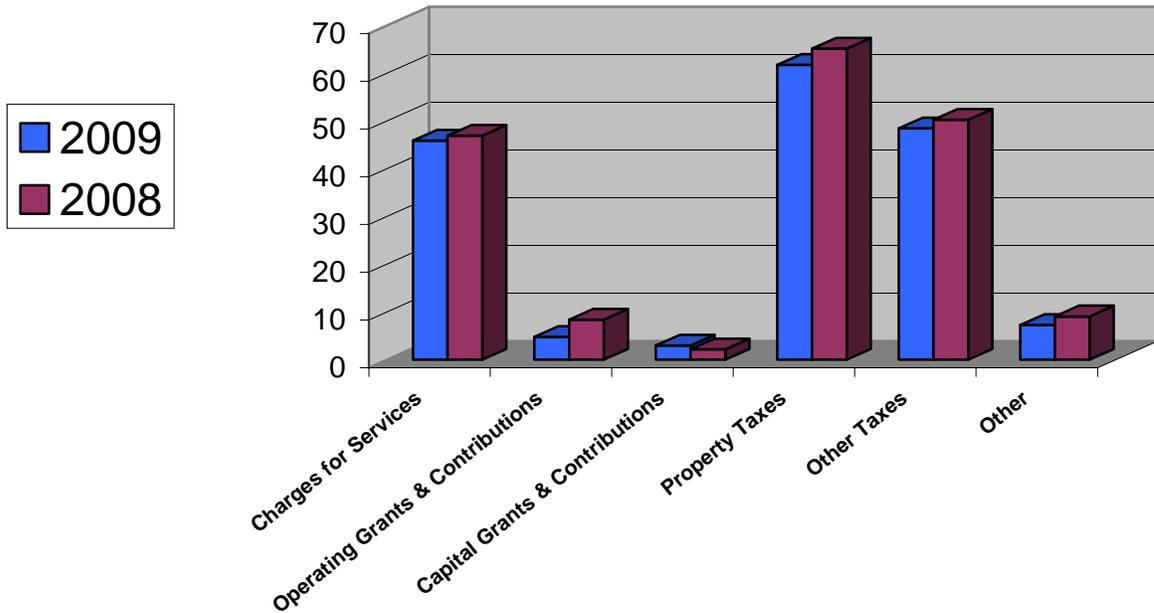
The following is a chart of revenues by source of governmental activities by percent of total revenues.

Revenues by Source - Governmental Activities



The following is a comparative chart of revenues by source for governmental activities for fiscal year 2009 and 2008.

Revenues by Source - Governmental Activities



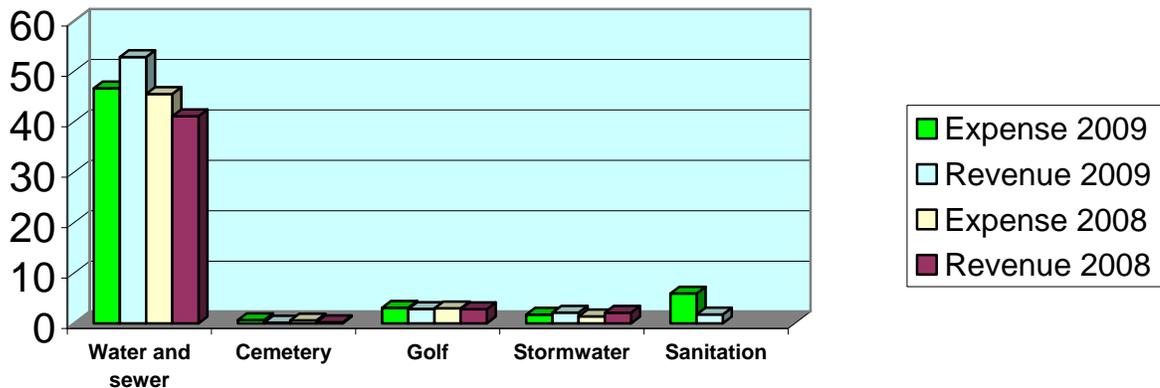
Business-Type Activities

The business-type activities net assets increased \$16.3 million after prior period adjustments from \$279.9 million to \$296.2 million or 5.8% from the prior fiscal year. This represents approximately 80% of the total increase in net assets for the City as a whole. The Water and Sewer Utility Fund produced the majority (62%) of the increase in net assets primarily as a result of the size of the activity in relation to the other activities (see chart below). Of the other business-type activities, the Stormwater, Cemetery, Golf Course and Sanitation Funds produced positive changes to net assets.

The operating loss for the Water and Sewer Fund improved from \$2.4 million in 2008 to operating income of \$5.5 million in 2009. The income resulted from an \$8.9 million increase in water and sewer revenue and \$958 thousand in increased expenses, including fuel, electricity, personal services and depreciation expense. Non operating revenues and capital contributions were primarily responsible for an additional increase of \$2.1 million in net assets for the fund.

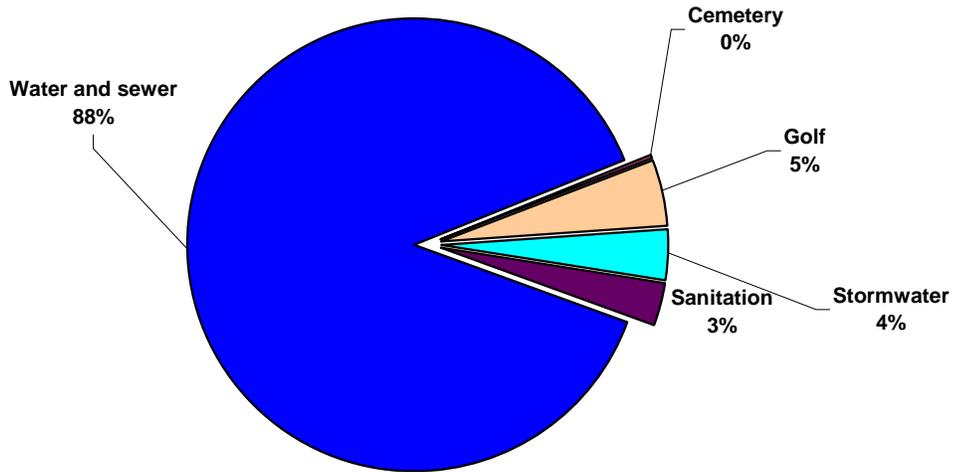
The following chart shows expenses and revenues by program for fiscal year ending 9/30/2008 and 9/30/2009 for the business-type activities.

Business-Type Activities- Expenses and Revenues (in millions)



The following is a chart of revenue by program for business-type activities.

Revenues by Source - Business-Type Activities



Financial Analysis of the City of Boca Raton's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The fund financial statements for the governmental funds are provided on pages 25-30. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Major Fund Information

	<u>General</u>	<u>Community Redevelopment Agency Mizner Park Revenue Fund</u>	<u>Five Year Capital Improvement Fund</u>	<u>Beach and Parks Operations</u>
Fiscal Year 2009				
Revenues	\$ 119,608	\$8,305	\$ 11,697	\$ 13,648
Expenditures	114,397		8,606	13,608
Other financing sources (uses)	(6,840)	(6,751)	2,608	(40)
Increase (decrease) in fund balance	(1,629)	1,554	5,699	
Fiscal Year 2008				
Revenues	\$ 132,942	\$7,808	\$ 12,134	\$ 12,092
Expenditures	115,810		10,622	12,593
Other financing sources (uses)	(17,109)	(6,309)	5,016	
Increase (decrease) in fund balance	24	1,499	6,528	(501)

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$26.032 million while the total fund balance amounted to \$49.034 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures and other financing uses. Unassigned fund balance represents 26% of total general fund expenditures and other financing uses, while total fund balance represents 38% of that same amount.

The 2009 fund balance for the City's General Fund decreased \$1.629 million from 2008. During 2009, revenues declined \$13.34 due to property tax declines and decreases in licenses and permits and intergovernmental revenue related to the economic conditions in Florida while expenditures and other financing uses decreased by approximately \$4.5 million primarily due to a reduction in other financing uses related to operating transfers out to other funds for capital projects.

The net increase in fund balance at September 30, 2009 of \$1.554 million in the Community Redevelopment Agency (CRA) Mizner Park Revenue Fund is attributable primarily to tax increment revenue and the net operating income related to the Mizner Park leases.

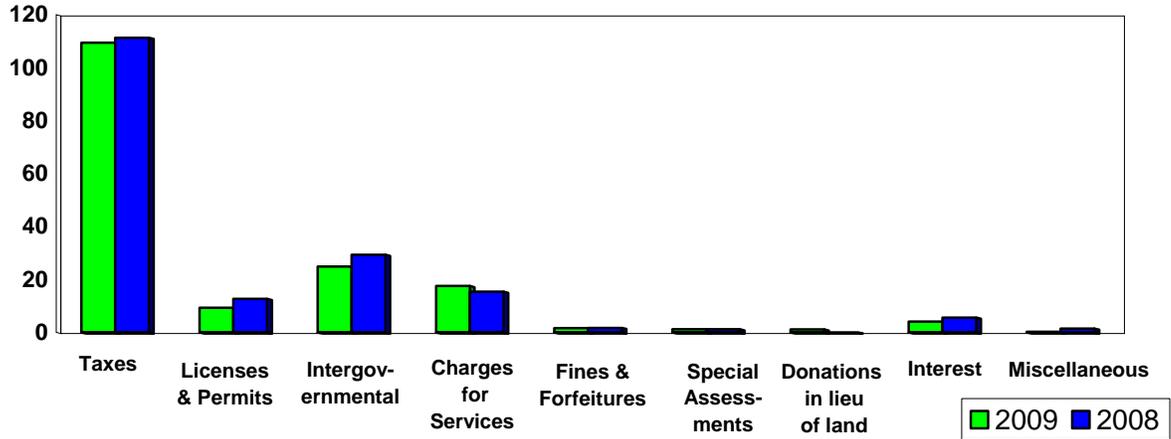
The Five Year Capital Improvement Fund had an increase in fund balance from the prior year of \$5.699 million from \$23.029 million in 2008 to \$28.728 million in 2009. Revenues declined \$437 thousand from 2008 and expenditures decreased by approximately \$2 million in 2009 from 2008. There were several large capital projects that were delayed to the next fiscal year which include beach renourishment and certain road improvement projects.

The Beach and Park Operations Fund experienced an increase of revenue of \$1.56 million to cover the increase \$1.56 million related in operating costs.

The fund balance in the other non-major governmental funds decreased \$9.5 million from \$47.159 million in 2008 to \$37.585 million in 2009 related primarily to a significant reduction in other financing sources for transfers in from other funds.

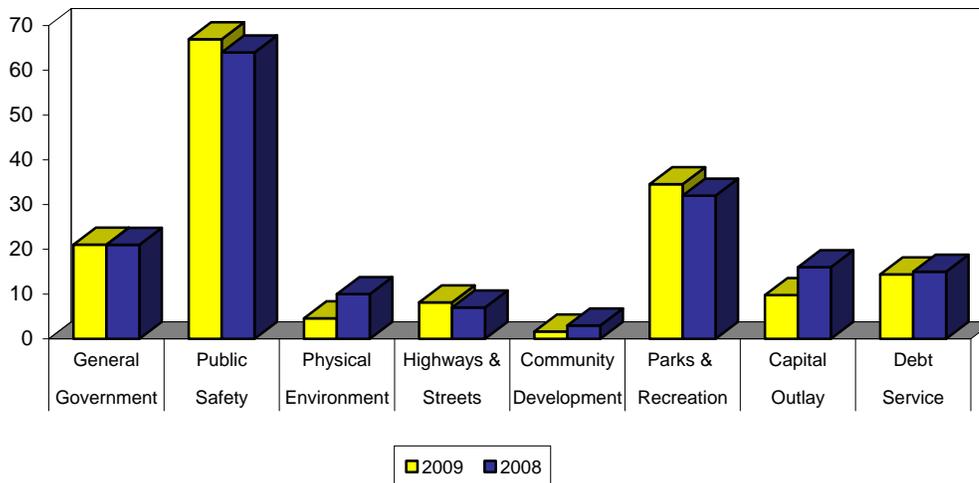
The chart below compares revenues by source for the governmental funds.

**Comparison of General Governmental Revenue
Fiscal Year 2008 and 2009
(Dollars in Millions)**



The following chart compares governmental expenditures by program for fiscal years 2008 and 2009.

**Comparison of Governmental Expenditures
Fiscal Year 2008 and 2009
(Dollars in Millions)**



Proprietary Funds

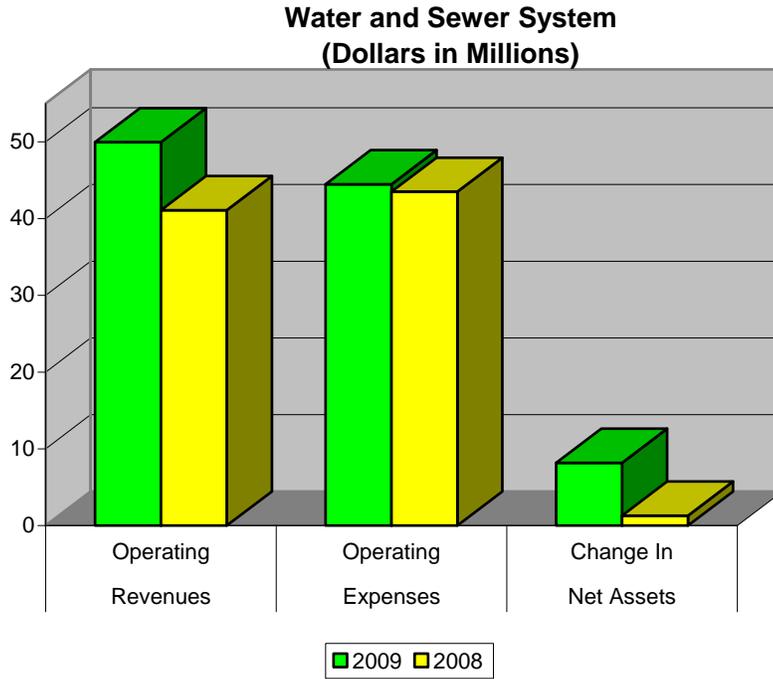
The table below summarizes both the operating income (loss) and the change in net assets after prior period adjustments for each of the City's proprietary funds. The current year operating income in the Water and Sewer Fund was \$5.489 million as compared with a \$2.421 million loss in the prior year. The current year income is due primarily to an \$8.9 million increase in water and sewer revenues.

PROPRIETARY FUNDS (in thousands)				
	<u>Operating Income</u>		<u>Change In Net Assets</u>	
	<u>(Loss)</u>		<u>2009</u>	<u>2008</u>
	<u>2009</u>	<u>2008</u>		
Water and Sewer	\$ 5,489	\$ (2,421)	\$ 8,171	\$ 1,339
Cemetery Mausoleum	(494)	(355)	6	85
Golf Course	(411)	(168)	(182)	89
Stormwater Utility	401	690	586	913
Sanitation	(4,201)		5,808	
Fleet Management	1,225	2,309	3,131	1,596
Information Technology	(2,173)	(1,796)	554	(72)
Insurance Programs	(552)	(2,657)	1,216	(2,113)
Total	<u>\$ (716)</u>	<u>\$ (4,398)</u>	<u>\$ 19,290</u>	<u>\$ 1,837</u>

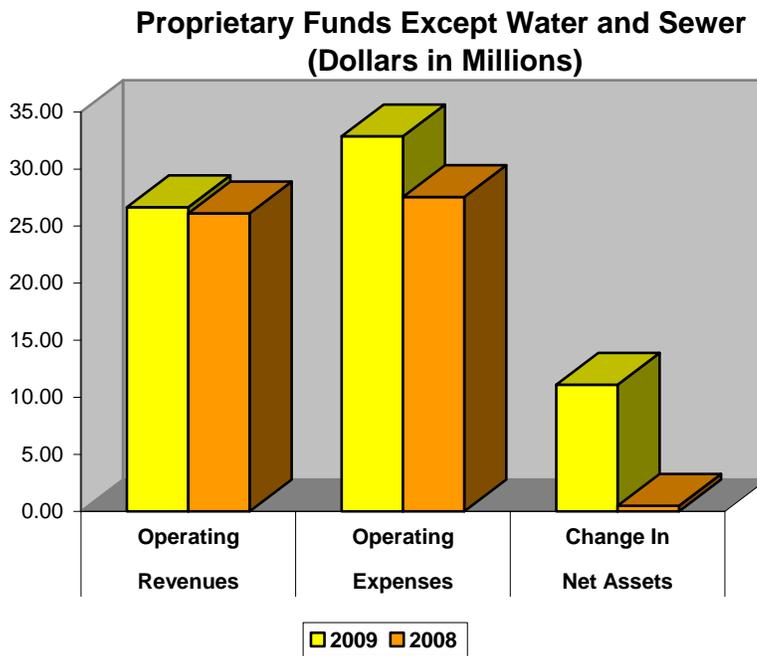
The Cemetery Mausoleum Fund generated an operating loss and an increase in net assets. The Perpetual Care Fund has sufficient fund balance to support continuing operations of this fund. The Golf Course Fund experienced an operating loss resulting in a decrease in net assets. The Sanitation Fund was a new enterprise fund for 2009 and experienced an operating loss of \$4.2 million and an increase in net assets of \$5.8 million due to transfers and contributed capital.

Fleet Management operating income decreased to \$1.225 million due to a decrease in revenues of \$1.2 million and a slight decrease in operating expenses from the prior year. The Self Insurance Programs increased its net assets by \$1.2 million due to increased charges for services, lower costs than the prior year, and a transfer from the General Fund of \$1.4 million for pending litigation costs. The Information Technology Fund recovers part of the cost of its operations through transfers in from other departments.

The following is a chart of the Water and Sewer Fund operations for fiscal 2008 and 2009.



The following is a chart of the Proprietary Funds, excluding the Water and Sewer Fund, operations for fiscal years 2008 and 2009.



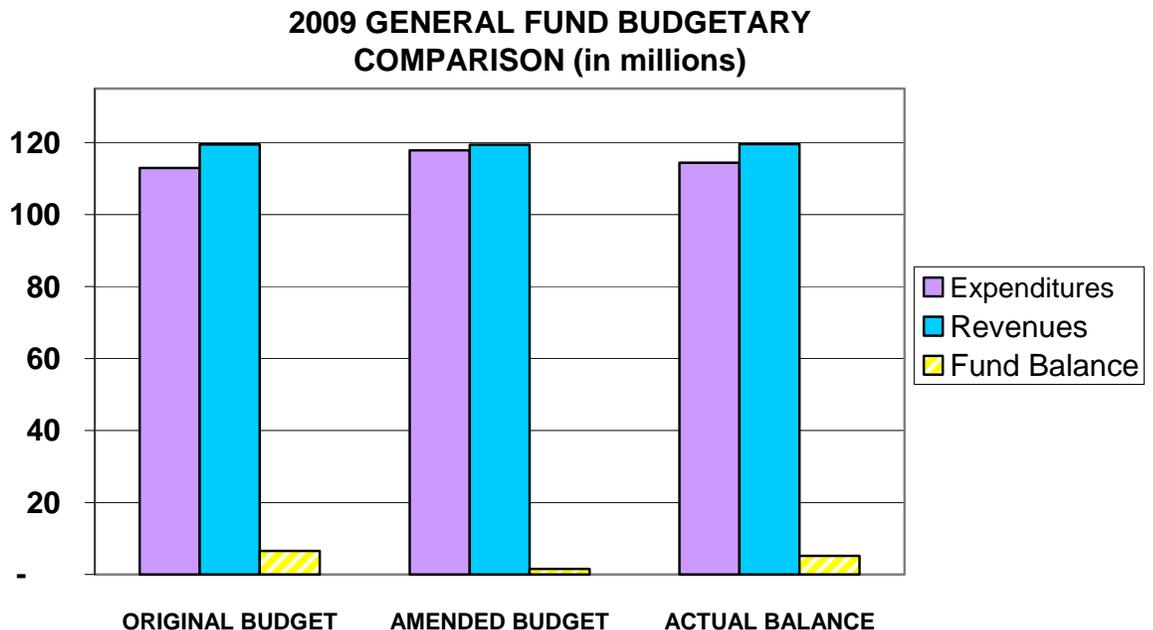
General Fund Budgetary Highlights

The difference between the original and final amended budget for 2009 was an increase of \$2.723 million funded from available unassigned fund balance. Of the increase, \$1.4 million was required to provide additional funding to the Self Insurance Programs relating to various pending litigation.

The City generated a positive variance of approximately \$5.1 million between the final adopted budget and actual results of operations. Actual revenues were greater than final budgeted revenues by \$219 thousand. Actual expenditures during the year were less than final budgeted expenditures by \$3.4 million. This positive variance is due primarily to reductions in operating costs related to general government of \$1.6 million, physical environment of \$801 thousand and transportation of \$862 thousand. Transfers out to other funds were \$1.5 million less than budgeted.

Both the original and the final budget anticipated \$4 and \$6.8 million, respectively, to be expended from available fund balance. During the year, however, expenditures in most areas met budgetary estimates, producing the positive budget variance of \$5.1 million. However, it was necessary to draw upon existing fund balance by \$1.6 million due primarily to a \$1.4 million transfer to the Self Insurance Program Fund.

The following chart depicts the 2009 original and amended budgets, as well as, the actual balance.



Capital Assets and Debt Administration

Capital Assets

As of year-end, the City had \$710 million invested in a variety of capital assets, as reflected in the following schedule. In 2009, there was a net decrease (additions less retirements and depreciation) of \$708 thousand.

CITY OF BOCA RATON
Capital Assets
(in thousands, net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2009	2008, as restated	2009	2008, as restated	2009	2008, as restated
Land	\$130,636	\$130,636	\$ 833	\$ 891	\$131,469	\$131,527
Utility plant in service			202,615	205,021	202,615	205,021
Buildings	60,008	58,642	1,034	1,093	61,042	59,735
Improvements other than buildings	13,601	13,843	14,308	12,406	27,909	26,249
Equipment	18,378	20,641	14,665	10,667	33,043	31,308
Intangible			5,882		5,882	
Infrastructure	225,600	232,468			225,600	232,468
Construction in progress	3,215	3,675	19,634	21,134	22,849	24,809
Total	<u>\$451,438</u>	<u>\$459,905</u>	<u>\$ 258,971</u>	<u>\$ 251,212</u>	<u>\$710,409</u>	<u>\$711,117</u>

Major capital asset events during the fiscal year included:

- Capital projects under construction in the governmental activities decreased by \$460 thousand after a prior period adjustment from 2008. Projects completed during the year included fire station construction and renovation and traffic enhancements.
- Sanitation vehicles with a net book value of \$3.1 million were transferred from governmental activities to business-type activities on October 1, 2008. Sanitation services, previously reported as governmental activities, are now reported as business-type activities.
- Total capital assets in the business-type activities increased \$7.759 after a prior period adjustment from 2008 to 2009 primarily from equipment purchases and intangible assets related to rights to use the bio-solids processing facility constructed by the Solid Waste Authority of Palm Beach County.

Additional information can be found in Note 6 Capital Assets on pages 58-60.

Debt Administration

As of year-end, the City had \$164 million in debt (bonds, notes, etc.) outstanding compared to the \$175 million last year, a 6% increase (considering new borrowing and debt retirement). Of this amount of debt outstanding as of the end of fiscal year 2009, approximately 27% was backed by the full faith and credit of the government and the balance was secured by various revenue sources.

The debt position of the City is summarized below and is more fully explained in Note 8 Long-Term Debt on page 61-67.

CITY OF BOCA RATON Bonded Debt and Loans Payable (in thousands)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
General obligation bonds	\$ 43,785	\$ 47,455			\$ 43,785	\$ 47,455
Revenue bonds	52,265	56,285	\$ 52,700	55,920	104,965	11,205
Special assessment debt with government commitments	11,205	11,420			11,205	11,420
Loans payable	3,400	4,340			3,400	4,340
Capital lease payable	178	304			178	304
Totals	<u>\$ 110,833</u>	<u>\$ 119,804</u>	<u>\$ 52,700</u>	<u>\$ 55,920</u>	<u>\$ 163,533</u>	<u>\$ 175,724</u>

During fiscal year 2009, the City had the following debt activity:

- Issued Water and Sewer Refunding Revenue Bonds in the amount of \$8.485 million.
- Issued Special Assessment Refunding Revenue Bonds in the amount of \$11.205 million.
- All other decreases in the debt and notes payable were due to principal payments on the debt.

The City's General Obligation Bonds were rated AAA by all three credit rating agencies. Boca Raton is the first municipality in Florida to have been granted this credit rating by all three. The Water and Sewer Utility Fund bonds are rated AAA by Fitch, AAA by Standard and Poor's and Aa1 by Moody's Investor Service. Under Florida Statutes, no debt limit margin is placed on local governments.

Economic Factors and Next Year's Budgets and Rates

The City Council during the annual Goal Setting Session in May 2009, established goals and priorities which included: a financially sound City government, top quality municipal services and a strong partnership with our stakeholders. These goals were used as a guide to prioritize funding for the Fiscal Year 2009-10 Approved Budget. The City expenditures have been strategically linked to the goals, objectives, core businesses, and existing obligations of the City.

- For FY 2009-10, property values decreased 7.75% in the City. The net decrease is composed of a 9.17% decrease from reassessments of existing properties and an increase of 1.42% from new construction (net of CRA Downtown values). This is the second year of decline in property values the City has experienced since 1992 and well below the City's twenty-year average property value growth rate of 7.2%. Property tax rates were not increased.
- Amendment 1 was adopted by the voters of Florida in January of 2008. This amendment provided an additional \$25,000 homestead exemption to permanent residents, provided portability of accumulated Save Our Homes exemptions and established a \$25,000 exemption on tangible personal property tax. The combined effects of Amendment 1, decline in property values and the City not increasing the tax rate will reduce the City's property tax revenues by \$4.7 million in 2010 compared to 2009. Since 2007 property tax revenues have declined by \$11.6 million or 16.9%.
- To support the increased cost of fire operations, the City Council increased the fire assessment fee from \$30 to \$40 per household for fiscal year 2010.
- In January 2010, the sanitation fees will increase to \$10 per month for single family residents and \$5.74 per month for multi-family residents. The sanitation fee will provide approximately \$3,805,500 or 61% of the total cost to provide sanitation services to residents. Starting in August 2009, the City launched a pilot program for semi-automated curb side collection in several neighborhoods. The new system will improve efficiency and safety and is more sanitary and aesthetically pleasing.
- A slowing real estate market combined with volatile financial markets will continue to have significant impact on the City's budget for at least the next several years. Current projections indicate that General Fund revenues will grow at an estimated rate of 2-3% annually for the next several years while at the same time operating expenses are projected to increase at 4-5% annually.
- The Florida legislature is again considering various proposals relating to caps on the growth of state and local government revenues and expenditures and limits to property tax amounts. Potential legislation could have a significant impact on a local government's ability to maintain and or improve services to residents. The City is carefully monitoring these initiatives and their future impact on the City's ability to function as its present level.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about this report or need additional information, contact the Director of Financial Services, 201 W. Palmetto Park Road, Boca Raton, Florida 33432. Additional Information is also available on the City's web site, www.myboca.us.

BASIC FINANCIAL SECTION



PAGE INTENTIONALLY LEFT BLANK

CITY OF BOCA RATON, FLORIDA
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 33,784,429	\$ 6,074,341	\$ 39,858,770
Investments	115,753,658	19,640,208	135,393,866
Receivables, net	16,424,939	11,235,951	27,660,890
Due from other governmental units	6,867,420	170,830	7,038,250
Inventories	383,865	62,433	446,298
Other assets	9,986	6,313	16,299
Restricted:			
Cash and cash equivalents	1,356,900	14,676,186	16,033,086
Investments	4,937,944	49,117,983	54,055,927
Interest receivable on investments	46,389	142,005	188,394
Accounts receivable	7,055	327,892	334,947
Assessment receivable		902,134	902,134
Interest receivable on assessments		5,797	5,797
Net pension assets	9,929,899		9,929,899
Deferred charges	500,606	436,029	936,635
Capital assets:			
Non-depreciable	133,851,089	20,466,034	154,317,123
Depreciable, net	317,587,141	238,504,684	556,091,825
Total assets	\$ 641,441,320	\$ 361,768,820	\$ 1,003,210,140

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

CITY OF BOCA RATON, FLORIDA
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Liabilities			
Accounts payable and accrued liabilities	\$ 7,469,966	\$ 1,815,089	\$ 9,285,055
Accrued interest payable	649,159		649,159
Retainage payable	55,338	133,793	189,131
Performance bonds and escrow funds	7,144,834		7,144,834
Due to other governmental units	62,984		62,984
Unearned revenue	855,295	703	855,998
Current liabilities payable from restricted assets:			
Accounts payable and accrued liabilities		2,446,505	2,446,505
Customer deposits payable		3,506,107	3,506,107
Retainage payable		828,546	828,546
Accrued interest payable		1,031,315	1,031,315
Non-current liabilities:			
Due within one year:			
Compensated absences	1,153,673	218,819	1,372,492
Bonds, loans and capital leases	10,922,536	2,655,000	13,577,536
Estimated liability for self-insurance losses	3,542,737		3,542,737
Due in more than one year:			
Compensated absences	10,383,071	1,969,371	12,352,442
Bonds, loans and capital leases	98,078,188	50,805,333	148,883,521
Net OPEB obligation	557,302	139,698	697,000
Estimated liability for self-insurance losses	7,513,942		7,513,942
Total liabilities	<u>148,389,025</u>	<u>65,550,279</u>	<u>213,939,304</u>
Net Assets			
Invested in capital assets, net of related debt	352,077,482	210,988,785	563,066,267
Restricted for:			
Capital projects	5,150,261		5,150,261
Community development	23,859,433		23,859,433
Debt service	3,352,078	14,144,088	17,496,166
Law enforcement	1,405,469		1,405,469
Perpetual care	5,817,805		5,817,805
Transportation	6,457,654		6,457,654
Renewal and replacement		23,023,032	23,023,032
Operations and maintenance reserves		8,390,425	8,390,425
Capital recovery cost reserves		1,082,624	1,082,624
Sinking fund reserves		2,655,000	2,655,000
Unrestricted	94,932,113	35,934,587	130,866,700
Total net assets	<u>\$ 493,052,295</u>	<u>\$ 296,218,541</u>	<u>\$ 789,270,836</u>

**CITY OF BOCA RATON, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
Governmental activities:				
General government	\$ 19,098,864	\$ 17,045,743	\$ 156,019	\$ 962,373
Law enforcement	37,225,238	2,972,711	576,033	1,489,819
Fire rescue	36,104,062	6,781,627	135,932	
Physical environment	4,252,480	149,506	900,203	14,514
Transportation	18,649,715		1,885,901	
Community development	2,114,506	1,697,380	1,043,108	
Parks and recreation	37,771,973	17,231,119	79,499	513,130
Interest and fiscal charges	5,147,810			
Total governmental activities	<u>160,364,648</u>	<u>45,878,086</u>	<u>4,776,695</u>	<u>2,979,836</u>
Business-type activities:				
Water and sewer	46,630,066	49,967,320		2,858,446
Cemetery	653,273	158,984		
Golf course	3,098,340	2,687,004		175,605
Stormwater utility	1,735,792	2,136,763		
Sanitation	5,923,237	1,721,904		45,509
Total business-type activities	<u>58,040,708</u>	<u>56,671,975</u>		<u>3,079,560</u>
Total Primary Government	<u>\$ 218,405,356</u>	<u>\$ 102,550,061</u>	<u>\$ 4,776,695</u>	<u>\$ 6,059,396</u>
General revenues:				
Property tax				
Utility tax				
Franchise tax				
Sales tax				
Gas tax				
Incremental property tax				
State shared revenues, unrestricted				
Unrestricted investment earnings				
Gain on disposal of capital assets				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net assets				
Net assets - beginning, as previously reported				
Prior period adjustment				
Beginning net assets, as restated				
Net assets - ending				

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

**Net (Expense) Revenue and
Changes in Net Assets**

Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (934,729)		\$ (934,729)
(32,186,675)		(32,186,675)
(29,186,503)		(29,186,503)
(3,188,257)		(3,188,257)
(16,763,814)		(16,763,814)
625,982		625,982
(19,948,225)		(19,948,225)
(5,147,810)		(5,147,810)
<u>(106,730,031)</u>		<u>(106,730,031)</u>
	\$ 6,195,700	6,195,700
	(494,289)	(494,289)
	(235,731)	(235,731)
	400,971	400,971
	<u>(4,155,824)</u>	<u>(4,155,824)</u>
	<u>1,710,827</u>	<u>1,710,827</u>
<u>(106,730,031)</u>	<u>1,710,827</u>	<u>(105,019,204)</u>
61,763,647		61,763,647
20,614,521		20,614,521
13,881,016		13,881,016
5,223,961		5,223,961
1,976,752		1,976,752
6,750,600		6,750,600
2,093,800		2,093,800
4,924,641	2,495,127	7,419,768
73,372	24,912	98,284
188,215		188,215
<u>(10,157,677)</u>	<u>10,157,677</u>	
<u>107,332,848</u>	<u>12,677,716</u>	<u>120,010,564</u>
602,817	14,388,543	14,991,360
488,933,632	279,912,589	768,846,221
<u>3,515,846</u>	<u>1,917,409</u>	<u>5,433,255</u>
492,449,478	281,829,998	774,279,476
<u>\$ 493,052,295</u>	<u>\$ 296,218,541</u>	<u>\$ 789,270,836</u>

CITY OF BOCA RATON, FLORIDA
GOVERNMENTAL FUNDS
BALANCE SHEET
SEPTEMBER 30, 2009

	General	Community Redevelopment Agency Mizner Park Revenue Fund	Five Year Capital Improvement Fund
ASSETS			
Cash and cash equivalents	\$ 10,556,459	\$ 1,425,138	\$ 5,838,184
Investments	37,747,936	7,204,162	23,332,006
Receivables, net:			
Accounts receivable	4,415,882		
Assessments receivable			
Lease revenues		10,642,633	
Interest	472,191	68,610	216,444
Due from other funds	1,431,288		
Due from other governmental units	3,610,764		365,103
Inventories	27,741		
Restricted:			
Cash and cash equivalents			
Investments			
Interest receivable on investments			
Accounts receivable			
Total assets	\$ 58,262,261	\$ 19,340,543	\$ 29,751,737
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	\$ 3,861,764		\$ 451,491
Retainage payable			5,942
Performance bonds and escrow funds	3,883,029	\$ 2,166,158	566,600
Due to other governmental units	62,984		
Due to other funds			
Unearned revenue	737,954	114,545	
Deferred revenue	682,192	10,642,633	
Total liabilities	9,227,923	12,923,336	1,024,033
Fund balances:			
Restricted for:			
Debt service			
Housing			
Law enforcement			
Transportation			
Right of way beautification			
Downtown		6,417,207	
Land dedication			
Committed to:			
Hurricane/disaster recovery	10,600,000		
Mizner Park debt service	1,633,000		
Parking			
Right of way acquisition			
Library			
Retirement system reserve	7,500,000		
Assigned to:			
Capital projects			28,727,704
Environmentally sensitive lands			
Subsequent year's budget	3,241,500		
Non-spendable:			
Inventories	27,741		
Perpetual care, cemetery			
Perpetual care, mausoleum			
Unassigned:			
General fund	26,032,097		
Total fund balances	49,034,338	6,417,207	28,727,704
Total liabilities and fund balances	\$ 58,262,261	\$ 19,340,543	\$ 29,751,737

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

Beach and Park Operations Fund	Other Governmental Funds	Total Governmental Funds
	\$ 7,435,216	\$ 25,254,997
	24,031,152	92,315,256
		4,415,882
	150,952	150,952
		10,642,633
	252,288	1,009,533
		1,431,288
\$ 1,441,664	1,449,889	6,867,420
		27,741
	1,356,900	1,356,900
	4,937,944	4,937,944
	46,389	46,389
	7,055	7,055
<u>\$ 1,441,664</u>	<u>\$ 39,667,785</u>	<u>\$ 148,463,990</u>
\$ 616,360	\$ 895,302	\$ 5,824,917
	49,396	55,338
1,050	527,997	7,144,834
		62,984
821,865	609,423	1,431,288
2,389	407	855,295
		11,324,825
<u>1,441,664</u>	<u>2,082,525</u>	<u>26,699,481</u>
	4,001,237	4,001,237
	770,253	770,253
	1,405,469	1,405,469
	6,457,654	6,457,654
	3,136,651	3,136,651
	949,459	7,366,666
	4,685,148	4,685,148
		10,600,000
	5,983,741	7,616,741
	3,067	3,067
	2,228,483	2,228,483
	1,106,683	1,106,683
		7,500,000
		28,727,704
	1,039,610	1,039,610
		3,241,500
		27,741
	2,199,417	2,199,417
	3,618,388	3,618,388
		26,032,097
	<u>37,585,260</u>	<u>121,764,509</u>
<u>\$ 1,441,664</u>	<u>\$ 39,667,785</u>	<u>\$ 148,463,990</u>

CITY OF BOCA RATON, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009

Ending fund balance - governmental funds		\$ 121,764,509
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Governmental capital assets, excluding Internal Service Funds	\$ 654,584,650	
Less accumulated depreciation	<u>(207,963,485)</u>	
Net capital assets		446,621,165
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		
Operating lease revenues	10,642,633	
Communication Service Tax revenues	<u>682,192</u>	
		11,324,825
Net pension assets resulting from overfunding of the Police and Firefighters, General Employees and Executive Employees pension plans		
		9,929,899
Long term liabilities, including bonds payable, loans payable and capital leases, are not due and payable in the current period and therefore are not reported in the governmental funds		
Accrued interest payable on long-term debt	(649,159)	
Bonds, loans and capital leases payable	(109,000,724)	
Compensated absences	(11,165,147)	
Net OPEB Obligation	(536,576)	
Supplemental SERP pension accrual	<u>(465,708)</u>	
Total long-term liabilities		(121,817,314)
Internal service funds are used by management to charge the costs of fleet management, management information systems and insurance programs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		
Assets	37,356,948	
Liabilities	<u>(12,628,343)</u>	
Net assets		24,728,605
Bond issuance costs are charged to expenditures when debt is issued in the governmental funds. These items, however, must be capitalized and amortized over the life of the bonds in the government-wide statements.		
Bond issuance costs	350,104	
Costs related to new debt	190,104	
Amortization	<u>(39,602)</u>	
Deferred charges		<u>500,606</u>
Net assets of governmental activities		<u>\$ 493,052,295</u>

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



PAGE INTENTIONALLY LEFT BLANK

CITY OF BOCA RATON, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>General</u>	<u>Community Redevelopment Agency Mizner Park Revenue Fund</u>	<u>Five Year Capital Improvement Fund</u>
REVENUES			
Taxes	\$ 83,090,380	\$ 6,750,600	\$ 9,706,327
Licenses and permits	9,330,151		
Intergovernmental	10,009,269		510,924
Charges for services	13,934,528	1,300,511	
Fines and forfeitures	1,377,979		
Special assessments			
Donations in lieu of land			610,150
Investment earnings	1,807,568	254,021	869,201
Miscellaneous	58,145		
Total revenues	<u>119,608,020</u>	<u>8,305,132</u>	<u>11,696,602</u>
EXPENDITURES			
Current:			
General government	21,062,541		
Law enforcement	33,403,537		
Fire rescue	32,888,433		
Physical environment	4,578,883		
Transportation	5,259,497		
Community development			
Parks and recreation	17,204,121		
Capital outlay			8,606,043
Debt service:			
Principal			
Interest			
Bond issuance costs			
Total expenditures	<u>114,397,012</u>	<u>8,606,043</u>	
Excess (deficiency) of revenues over expenditures	<u>5,211,008</u>	<u>8,305,132</u>	<u>3,090,559</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	7,191,200		5,989,130
Transfers out	(14,031,579)	(6,750,600)	(3,380,812)
Refunding bonds issued			
Payment to refunded bond escrow agent			
Premium on debt issue			
Total other financing sources (uses)	<u>(6,840,379)</u>	<u>(6,750,600)</u>	<u>2,608,318</u>
Net change in fund balances	(1,629,371)	1,554,532	5,698,877
Fund balances - beginning	50,663,709	4,862,675	23,028,827
Fund balances - ending	<u>\$ 49,034,338</u>	<u>\$ 6,417,207</u>	<u>\$ 28,727,704</u>

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

Beach and Park Operations Fund	Other Governmental Funds	Total Governmental Funds
	\$ 9,848,619	\$ 109,395,926
		9,330,151
\$ 11,443,733	2,952,352	24,916,278
2,204,540	94,872	17,534,451
	272,963	1,650,942
	1,194,209	1,194,209
	513,130	1,123,280
	1,159,765	4,090,555
	204,664	262,809
<u>13,648,273</u>	<u>16,240,574</u>	<u>169,498,601</u>
		21,062,541
	627,845	34,031,382
	22,913	32,911,346
		4,578,883
	2,887,269	8,146,766
	1,633,645	1,633,645
13,607,873	3,741,270	34,553,264
	1,179,346	9,785,389
	10,305,000	10,305,000
	3,906,558	3,906,558
	190,104	190,104
<u>13,607,873</u>	<u>24,493,950</u>	<u>161,104,878</u>
<u>40,400</u>	<u>(8,253,376)</u>	<u>8,393,723</u>
	9,499,976	22,680,306
(40,400)	(11,020,327)	(35,223,718)
	11,205,000	11,205,000
	(11,011,294)	(11,011,294)
	6,460	6,460
<u>(40,400)</u>	<u>(1,320,185)</u>	<u>(12,343,246)</u>
-	(9,573,561)	(3,949,523)
-	47,158,821	125,714,032
<u>\$ -</u>	<u>\$ 37,585,260</u>	<u>\$ 121,764,509</u>

**CITY OF BOCA RATON, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

Net change in fund balances - total governmental funds \$ (3,949,523)

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

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

Expenditures for capital assets	\$ 8,974,487	
Less current year depreciation	<u>(16,453,078)</u>	(7,478,591)

The net effect of the various miscellaneous transactions involving capital assets (i.e. sales, trade ins and donations) is to decrease net assets (1,697,435)

Some revenues, expenses, gains and losses reported in the statement of activities are not reported in the governmental funds because they have no effect on current financial resources

Operating lease revenues	396,869	
Communications Service Tax revenues	(1,109,460)	
Compensated absences	(318,687)	
Net OPEB obligation	(242,124)	
Accrued interest on long term debt	<u>96,023</u>	(1,177,379)

Pension contributions are reported as expenditures in the governmental funds and recorded as a net pension asset on the statement of net assets 921,092

The issuance of long-term debt (e.g., bonds, loans and capital leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas those amounts are deferred and amortized in the statement of activities.

Special assessment refunding bonds issued	(11,205,000)	
Bond issuance costs	190,104	
Premium on debt issued	(6,460)	
Payment to refunded bond escrow agent	11,011,294	
Principal payments on bonds and loans	10,305,000	
Principal payments on capital leases	126,060	
Amortization of deferred charges from issuance of debt	(227,170)	
Change in accreted interest on tax increment revenue bonds payable	<u>(1,110,105)</u>	9,083,723

Internal service funds are used by management to charge costs of certain activities to individual funds.

The net operating losses of the internal service funds increase the expenses reported in the governmental activities in proportion to the services provided to governmental activities:

Net operating losses of the internal service funds	(1,500,457)	
----------------------------------------------------	-------------	--

Impact of external transactions on the net assets of governmental activities:

Investment income	834,086	
Gain on disposal of capital assets	73,372	

Net transfers from governmental funds to internal service funds decrease the fund balances of the governmental funds, but have no effect on net assets as reported on a government-wide basis.

Capital contributions	5,482,939	
	<u>10,990</u>	4,900,930

Change in net assets of governmental activities \$ 602,817



PAGE INTENTIONALLY LEFT BLANK

**CITY OF BOCA RATON, FLORIDA
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS
 SEPTEMBER 30, 2009**

	Business - Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Fund
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 3,511,112	\$ 2,563,229	\$ 6,074,341	\$ 8,529,432
Investments	10,444,220	9,195,988	19,640,208	23,438,402
Interest receivable on investments	398,844	77,768	476,612	205,939
Interest receivable on assessments	19,238		19,238	
Accounts receivable (net of allowance for uncollectibles)	9,534,163	627,702	10,161,865	
Assessments receivable	578,236		578,236	
Due from other governmental units	90,755	80,075	170,830	
Inventories		62,433	62,433	356,124
Other assets		6,313	6,313	9,986
Deferred charges	436,029		436,029	
Total unrestricted current assets	<u>25,012,597</u>	<u>12,613,508</u>	<u>37,626,105</u>	<u>32,539,883</u>
Restricted assets:				
Cash and cash equivalents	14,676,186		14,676,186	
Investments	49,117,983		49,117,983	
Interest receivable on investments	142,005		142,005	
Interest receivable on assessments	5,797		5,797	
Assessments receivable	902,134		902,134	
Accounts receivable	327,892		327,892	
Total restricted current assets	<u>65,171,997</u>		<u>65,171,997</u>	
Total current assets	<u>90,184,594</u>	<u>12,613,508</u>	<u>102,798,102</u>	<u>32,539,883</u>
Noncurrent assets:				
Capital assets:				
Utility plant in service	326,804,278		326,804,278	
Land	245,873	586,735	832,608	
Buildings		2,260,661	2,260,661	1,313,785
Golf course improvements		3,116,398	3,116,398	
Cemetery lot improvements		484,202	484,202	
Stormwater utility improvements		13,776,644	13,776,644	
Equipment	28,960,591	6,318,662	35,279,253	19,072,345
Construction in progress	19,382,659	250,767	19,633,426	131,861
Less accumulated depreciation	(142,403,358)	(6,695,449)	(149,098,807)	(15,700,926)
Intangible assets	5,906,666		5,906,666	
Less accumulated amortization	(24,611)		(24,611)	
Total capital assets (net of accumulated depreciation and amortization)	<u>238,872,098</u>	<u>20,098,620</u>	<u>258,970,718</u>	<u>4,817,065</u>
Total noncurrent assets	<u>238,872,098</u>	<u>20,098,620</u>	<u>258,970,718</u>	<u>4,817,065</u>
Total assets	<u>329,056,692</u>	<u>32,712,128</u>	<u>361,768,820</u>	<u>37,356,948</u>

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

**CITY OF BOCA RATON, FLORIDA
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS
 SEPTEMBER 30, 2009**

	Business - Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Fund
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	\$ 1,371,970	\$ 443,119	\$ 1,815,089	\$ 1,179,341
Retainage payable	96,812	36,981	133,793	
Unearned revenue		703	703	
Estimated liability for self-insurance losses				3,542,737
Total unrestricted current liabilities	<u>1,468,782</u>	<u>480,803</u>	<u>1,949,585</u>	<u>4,722,078</u>
Current liabilities payable from restricted assets:				
Accounts payable and accrued liabilities	2,446,505		2,446,505	
Customer deposits payable	3,506,107		3,506,107	
Retainage payable	828,546		828,546	
Revenue bonds payable, current portion	2,655,000		2,655,000	
Accrued interest payable	1,031,315		1,031,315	
Total current liabilities payable from restricted assets	<u>10,467,473</u>		<u>10,467,473</u>	
Total current liabilities	<u>11,936,255</u>	<u>480,803</u>	<u>12,417,058</u>	<u>4,722,078</u>
Non-current liabilities:				
Compensated absences	1,443,336	744,854	2,188,190	371,597
Net OPEB obligation	89,560	50,138	139,698	20,726
Revenue bonds payable	50,805,333		50,805,333	
Estimated liability for self-insurance losses				7,513,942
Total noncurrent liabilities	<u>52,338,229</u>	<u>794,992</u>	<u>53,133,221</u>	<u>7,906,265</u>
Total liabilities	<u>64,274,484</u>	<u>1,275,795</u>	<u>65,550,279</u>	<u>12,628,343</u>
NET ASSETS				
Invested in capital assets, net of related debt	190,890,165	20,098,620	210,988,785	4,817,065
Restricted for:				
Debt service	14,144,088		14,144,088	
Renewal and replacement	23,023,032		23,023,032	
Operations and maintenance reserves	8,390,425		8,390,425	
Capital recovery cost reserves	1,082,624		1,082,624	
Sinking fund	2,655,000		2,655,000	
Unrestricted	24,596,874	11,337,713	35,934,587	19,911,540
Total net assets	<u>\$ 264,782,208</u>	<u>\$ 31,436,333</u>	<u>\$ 296,218,541</u>	<u>\$ 24,728,605</u>

**CITY OF BOCA RATON, FLORIDA
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Business - Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Fund
OPERATING REVENUES				
Charges for sales and services		\$ 6,608,937	\$ 6,608,937	\$ 19,962,512
Water sales	\$ 28,165,056		28,165,056	
Sewer service charges	17,026,958		17,026,958	
Other	4,775,306	95,718	4,871,024	
Total operating revenues	<u>49,967,320</u>	<u>6,704,655</u>	<u>56,671,975</u>	<u>19,962,512</u>
OPERATING EXPENSES				
Personal services	9,207,514	6,163,572	15,371,086	3,279,299
Materials and supplies	3,747,369	446,037	4,193,406	99,920
General and administration	9,219,417		9,219,417	
Other services and charges	11,402,166	3,463,231	14,865,397	6,051,429
Insurance claims				10,684,762
Depreciation	10,876,896	1,337,802	12,214,698	1,347,559
Amortization	24,611		24,611	
Total operating expenses	<u>44,477,973</u>	<u>11,410,642</u>	<u>55,888,615</u>	<u>21,462,969</u>
Operating income (loss)	<u>5,489,347</u>	<u>(4,705,987)</u>	<u>783,360</u>	<u>(1,500,457)</u>
NONOPERATING REVENUES (EXPENSES)				
Investment earnings	2,182,548	312,579	2,495,127	834,086
Interest expense	(2,152,093)		(2,152,093)	
System development charges	2,089,793	175,605	2,265,398	
Gain (loss) on disposal of capital assets	(6,125)	31,037	24,912	73,372
Total nonoperating revenues (expenses)	<u>2,114,123</u>	<u>519,221</u>	<u>2,633,344</u>	<u>907,458</u>
Income (loss) before contributions and transfers	7,603,470	(4,186,766)	3,416,704	(592,999)
Transfers in		7,268,173	7,268,173	7,380,700
Transfers out	(201,200)	(6,500)	(207,700)	(1,897,761)
Capital contributions	768,653	3,142,713	3,911,366	10,990
Change in net assets	<u>8,170,923</u>	<u>6,217,620</u>	<u>14,388,543</u>	<u>4,900,930</u>
Net assets - beginning, as previously reported	254,693,876	25,218,713	279,912,589	19,827,675
Prior period adjustment	1,917,409		1,917,409	
Beginning net assets, as restated	<u>256,611,285</u>	<u>25,218,713</u>	<u>281,829,998</u>	<u>19,827,675</u>
Net assets - ending	<u>\$ 264,782,208</u>	<u>\$ 31,436,333</u>	<u>\$ 296,218,541</u>	<u>\$ 24,728,605</u>

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

**CITY OF BOCA RATON, FLORIDA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Enterprise Funds			Governmental Activities Service Funds
	Water and Sewer	Enterprise Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 46,371,510	\$ 6,351,318	\$ 52,722,828	\$ 19,962,512
Payments to suppliers	(21,454,884)	(3,875,843)	(25,330,727)	(5,679,362)
Payments to employees	(11,496,350)	(5,649,074)	(17,145,424)	(3,314,762)
Claims paid				(11,481,311)
Net cash provided by (used in) operating activities	<u>13,420,276</u>	<u>(3,173,599)</u>	<u>10,246,677</u>	<u>(512,923)</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in		7,268,173	7,268,173	7,380,700
Transfers out	(201,200)	(6,500)	(207,700)	(1,897,761)
Net cash provided by (used in) non-capital financing activities	<u>(201,200)</u>	<u>7,261,673</u>	<u>7,060,473</u>	<u>5,482,939</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
System development charges	2,089,793	175,605	2,265,398	
Payment of bond principal	(2,030,000)		(2,030,000)	
Proceeds from refunding debt	8,665,946		8,665,946	
Payment of bond issuance costs	(140,756)		(140,756)	
Payment to refunding bond agent	(9,697,975)		(9,697,975)	
Acquisition of capital assets	(15,397,462)	(688,686)	(16,086,148)	(2,045,651)
Interest paid	(2,282,429)		(2,282,429)	
Proceeds from sale of capital assets	(6,125)	31,037	24,912	73,372
Net cash provided by (used in) capital and related financing activities	<u>(18,799,008)</u>	<u>(482,044)</u>	<u>(19,281,052)</u>	<u>(1,972,279)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	2,262,441	289,140	2,551,581	828,732
Sale of investments	59,175,572	6,199,139	65,374,711	22,533,362
Purchase of investments	(59,562,204)	(9,195,988)	(68,758,192)	(23,438,402)
Net cash provided by (used in) investing activities	<u>1,875,809</u>	<u>(2,707,709)</u>	<u>(831,900)</u>	<u>(76,308)</u>
Net increase (decrease) in cash and cash equivalents	(3,704,123)	898,321	(2,805,802)	2,921,429
Cash and cash equivalents				
Beginning of year	<u>21,891,421</u>	<u>1,664,908</u>	<u>23,556,329</u>	<u>5,608,003</u>
End of year	<u>\$ 18,187,298</u>	<u>\$ 2,563,229</u>	<u>\$ 20,750,527</u>	<u>\$ 8,529,432</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$ 5,489,347	\$ (4,705,987)	\$ 783,360	\$ (1,500,457)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Amortization	24,611		24,611	
Depreciation	10,876,896	1,337,802	12,214,698	1,347,559
(Increase) decrease in accounts receivable	(2,456,580)	(356,113)	(2,812,693)	
(Increase) decrease in assessment receivable	(1,114,345)		(1,114,345)	
(Increase) decrease in due from other governmental units	(90,755)	2,073	(88,682)	
(Increase) decrease in inventories		(57,875)	(57,875)	51,478
(Increase) decrease in other assets		(2,654)	(2,654)	3,014
Increase (decrease) in accounts payable and accrued liabilities	1,760	131,816	133,576	404,360
Increase (decrease) in retainage payable	522,909	26,981	549,890	
Increase (decrease) in unearned revenue	(6,484)		(6,484)	
Increase (decrease) in customer deposits payable	72,354		72,354	
Increase (decrease) in compensated absences	57,159	410,930	468,089	(32,372)
Increase (decrease) in OPEB obligations	43,404	39,428	82,832	10,044
Increase (decrease) in self-insured liabilities				(796,549)
Total adjustments	<u>7,930,929</u>	<u>1,532,388</u>	<u>9,463,317</u>	<u>987,534</u>
Net cash provided by (used in) operating activities	<u>\$ 13,420,276</u>	<u>\$ (3,173,599)</u>	<u>\$ 10,246,677</u>	<u>\$ (512,923)</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Increase in fair value of investments that are not cash equivalents:				
Unrealized gains on investments	\$ 109,407	\$ 18,364	\$ 127,771	\$ 46,648
Contributions of capital assets	768,653	3,142,713	3,911,366	10,990

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

**CITY OF BOCA RATON, FLORIDA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2009**

	Pension Plans
ASSETS	
Cash and cash equivalents	\$ 5,681,242
Investments:	
Corporate bonds and debentures	42,942,376
U.S. government securities	49,486,157
Common and preferred stock	167,849,339
Real estate	12,768,346
Mutual funds	46,607,361
Florida Municipal Pension Trust Fund	14,775,978
Total investments	334,429,557
Receivables:	
Interest and dividends	922,326
Unsettled trades	980,234
Total receivables	1,902,560
Other assets	63,397
Total assets	342,076,756
LIABILITIES	
Accounts payable	372,162
Unsettled trades	931,880
Total Liabilities	1,304,042
NET ASSETS	
Held in trust for pension benefits	\$ 340,772,714

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

**CITY OF BOCA RATON, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	Pension Plans
ADDITIONS	
Contributions:	
City	\$ 8,599,630
State	3,299,930
Employee	5,969,275
Transfer from Other Pension Plan	76,229
Total contributions	17,945,064
Investment income:	
Interest revenue, net	4,864,225
Dividends	4,572,178
Net depreciation in fair value of investments	(15,527,544)
Other investment income	72,437
Investment expense	(1,534,979)
Total investment income	(7,553,683)
Total additions	10,391,381
DEDUCTIONS	
Benefits paid:	
Retirement	11,643,400
Disability	1,477,511
Death	544,181
Deferred retirement option plan	2,350,106
Termination refunds	294,873
Administrative expenses	746,870
Transfer to Other Pension Plan	76,229
Member rollover into other plan	479,657
Total deductions	17,612,827
Change in net assets	(7,221,446)
Net assets - beginning	347,994,160
Net assets - ending	\$ 340,772,714

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

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

INDEX

	<u>Page</u>
Note 1 The City of Boca Raton	38
Note 2 Summary of Significant Accounting Policies	38
Note 3 Deposits and Investments	47
Note 4 Receivables and Payables	56
Note 5 Encumbrances	57
Note 6 Capital Assets	58
Note 7 System Development Charges (Impact Fees)	60
Note 8 Long-Term Debt	61
Note 9 Defeasance of Debt	67
Note 10 Employee Retirement Systems	67
Note 11 Other Post Employment Benefits	76
Note 12 Interfund Receivables, Payables, Advances and Transfers	78
Note 13 Self Insurance Programs	79
Note 14 Accounting Change	81
Note 15 Prior Period Adjustment	81
Note 16 Contingent Liabilities	81
Note 17 Excess of Expenditures over Appropriation	82
Note 18 Boca Raton Community Redevelopment Agency	82
Note 19 Subsequent Events	82

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

1. The City of Boca Raton

The City of Boca Raton, Florida (the City) was incorporated in 1925 and operates under a Charter granted by the Legislature of the State of Florida, Chapter 65-1264, Special Acts, Laws of Florida. The City is governed by an elected City Council (4 members) and an elected Mayor, and provides, under the administration of an appointed City Manager, the following services: public safety, recreation, sanitation, cemetery, streets and traffic engineering, planning and zoning, water and sewer services, animal control, and general administrative services.

2. Summary of Significant Accounting Policies

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's governmental accounting policies are described below.

A. Reporting Entity

As required by GASB Statement No. 14, "*The Financial Reporting Entity*", these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported; in a separate column in the combined financial statements to emphasize they are legally separate from the government.

Blended Component Unit. The City Council of Boca Raton, Florida under the provisions of Chapter 163 of Florida Statutes established the Boca Raton Community Redevelopment Agency (CRA) in 1980 as an independent special district. The CRA was established to prepare or have prepared a community redevelopment plan for areas within the City of Boca Raton, which are, determined to be slum or blighted areas, and to carry out the community redevelopment purposes of Part III, Chapter 163, of the Florida Statutes. As a tax increment district, the CRA receives operating revenues from tax increment assessments from three taxing jurisdictions within Palm Beach County. Funds are also provided by private contributions, fees collected, interest income, and the unexpended fund balance from the previous year. The CRA is reported as a blended component unit since its Board of Directors is the same as the governing board of the City. The funds of the CRA included within the reporting entity are the Community Redevelopment Agency Mizner Park Revenue Fund (major special revenue fund), Community Redevelopment Agency Operating Fund (nonmajor special revenue fund) and the Community Redevelopment Agency Debt Service Fund. During Fiscal Year 1989, the CRA entered into an interlocal agreement with the City. This agreement called for the City to make a secondary pledge of its excise tax revenues for the CRA's debt. On February 5, 1991, the City, by referendum, adopted a resolution declaring the City Council Members to constitute the Board of Directors of the CRA. Under Florida Statute 218.34, this made the CRA a dependent special district of the City.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Discretely Presented Component Units. There are no discretely presented component units for the City. The Greater Boca Raton Beach and Park District, the Boca Raton Housing Authority and the Boca Raton Airport Authority have not met the established criteria for inclusion as component units and, therefore, are excluded from this report.

B. Government-Wide And Fund Financial Statements

The basic financial statements consist of the government-wide financial statements and fund financial statements. Both sets of statements distinguish between the governmental and business-type activities of the City.

Government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements report on the government as a whole and provide a consolidated financial picture of the government. As part of the consolidation process, inter-fund activities are eliminated to avoid distorted financial results. The amounts reported as internal balances represent the residual amounts due between governmental and business-type activities. Fiduciary funds of the government are also excluded from this presentation since these resources are not available for general government funding purposes.

The Statement of Net Assets reports all financial and capital resources of the City's governmental and business-type activities. Governmental activities are those supported by taxes and intergovernmental revenues. Business type activities rely to a significant extent on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges for goods or services that are recovered directly from customers for services rendered and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Since the governmental fund financial statements are presented on a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is provided which briefly explains the adjustments necessary to reconcile the results of governmental fund accounting to the government-wide presentations.

The City's fiduciary funds are presented in the fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

C. Measurement Focus, Basis Of Accounting And Financial Statement Presentation

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

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

Property taxes, public services taxes, franchise taxes and interest income associated with the current fiscal period are susceptible to accrual and are recorded as earned since they are measurable and available. In addition, revenue from Federal, State and local reimbursement type grants for which eligibility requirements have been met and which meet the availability criteria have been accrued and recognized as revenues of the period. The City also considers funds due from the Greater Boca Raton Beach and Park District as current revenue if received within a twelve (12) month cycle. Only the portion of special assessments receivable due within the current period is considered to be susceptible to accrual as revenue of the current period. Licenses and permits, charges for services and miscellaneous revenues are recorded as revenue when received in cash, because they are generally not measurable until actually received.

D. Major Funds and Basis of Presentation

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for using a separate set of self-balancing accounts, which comprise its assets, liabilities, fund equities, revenues and expenditures or expenses. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

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

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

The City reports the following major governmental funds:

The **General Fund** is the primary operating fund of the City. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenue is derived primarily from property taxes, utility taxes, state and Federal distributions and other intergovernmental revenue. The general operating expenditures, fixed charges and capital outlay costs that are not paid through other funds are paid from the General Fund.

The **Community Redevelopment Agency Mizner Park Revenue Fund** is used to account for tax increment revenues assessed on downtown properties and land lease revenues that are used to fund the Mizner Park bond debt service and capital improvements that encourage development in the downtown.

The **Five-Year Capital Improvement Program Fund** is used to account for various building, park and street construction projects. Financing is being provided by general tax revenue, bond proceeds, excise tax and interest income.

The **Beach and Park Operations Fund** is used to account for beach and park operations reimbursed through an interlocal agreement with the Greater Boca Raton Beach Tax District. The Fund did not meet the minimum criteria for major fund determination during fiscal 2009. However, it will continue to be presented as a major fund for the purpose of consistency and to highlight the operations of the Fund.

The City reports the following major proprietary fund:

The **Water and Sewer Fund** accounts for the provision of water and sewer services to residents of the City and to some residents of Palm Beach County.

Additionally, the City reports the following fund types:

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City on a cost reimbursement basis.

Pension Trust Funds account for activities of the City's General Employees' Pension Plan, the Police and Firefighters' Retirement System and the Executive Employees' Retirement Plan that accumulate resources for pension benefits and disability benefit payments.

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

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions and 3) capital grants and contributions. All revenues that are not program revenues are general revenues, and include *all*

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

taxes, as well as grants, contributions and investment earnings that are not restricted to a particular program.

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

When both restricted and unrestricted amounts of fund balance are available for use, for expenditures incurred it is the City's policy to use restricted amounts first and then unrestricted amounts as they are needed. Unrestricted amounts include committed, assigned and unassigned amounts which are available and can be used for the intended purpose.

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

E. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand and time deposits and short-term investments with original maturities of three months or less from the date of acquisition. State statutes authorize the City to invest in obligations of the U.S. Treasury, its agencies and instrumentalities, commercial paper, corporate bonds, repurchase agreements, State Treasurer's Investment Pool and the Florida Municipal Investment Trust.

The City maintains a cash and investment pool that is available for use by all funds. This pool has deposits and other investments with maturities generally less than one year. In addition, longer-term investments are held by several of the City's funds. Pooled cash is classified as "Cash and Cash Equivalents" in the Statement of Net Assets and pooled investments are combined with other separate investments and classified as "Investments."

Long-term investments are stated at fair value as required by GASB Statement No. 31 "Accounting and Financial Reporting for Certain Investments and for External Investment Pools." Investments that have a remaining maturity at the time of purchase, of one year or less, are reported at amortized cost. Interest income earned as a result of pooling is distributed to the appropriate funds based on the month end equity balance in each fund.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

2. Receivables and Payables

During the course of its operations, the City has numerous transactions between funds to provide goods or render services. To the extent that certain transactions between funds were not paid for or received as of September 30, 2009, balances of interfund receivables and payables expected to be liquidated within one year have been recorded as due from and due to other funds. Balances of interfund receivables and payables not expected to be liquidated within one year are recorded as advances to and advances from other funds. Balances of advances to and from other funds are considered non-spendable fund balances of the respective funds since these balances are not available for appropriation.

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

Water and wastewater charges to customers are based on actual water consumption. Consumption is determined on a bi-monthly cycle basis. The City recognizes revenue and a related receivable for the estimated unbilled consumption as of September 30th of each year.

3. Inventories

All inventories are valued at weighted average cost. Perpetual inventory records are maintained and adjusted annually to physical inventory amounts as of September 30th of each year. Inventory for the Water and Sewer Fund, consisting of water meters and related parts, is reported using the purchase method, whereby inventory items are recorded as expense when purchased. All other inventory is accounted for using the consumption method whereby inventories are recorded as expenditures/expenses when used.

4. Restricted Assets

Certain proceeds of the City's enterprise fund revenue bonds, as well as certain resources set aside in accordance with bond covenants or local ordinances are classified as restricted assets on the fund level balance sheet. The "operations and maintenance reserve" is used to report resources set aside to subsidize potential deficiencies from the City's Water and Sewer Utility operations that could adversely affect debt service payments. The "renewal and replacement reserve" is used for the accumulation of resources to provide for replacement of existing system assets. The "debt service reserve" is used for the accumulation of resources needed to meet debt service requirements as they become due. The "capital recovery cost reserve" is used to incrementally fund future replacement of vehicles and heavy equipment over a threshold of \$35,000. Certain accounts receivable items in the Water and Sewer Fund are restricted to repay debt. Cash and investments of the City's Perpetual Care Fund are restricted to providing perpetual care for the City's cemetery and mausoleum. Additionally, cash and investments of the General Trust Fund are restricted as the funds are to be used only for specific purposes. All applicable assets in the enterprise funds and in the governmental funds have been restricted in amounts sufficient to meet restrictive purposes.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

5. Capital Assets

Capital assets, which include property, plant, equipment, intangible and infrastructure assets (e.g., roads, bridges, lighting systems and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City capitalizes assets with a cost in excess of a \$1,000 threshold and an estimated life greater than one year. A \$35,000 threshold is maintained for additions to infrastructure capital assets. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. All infrastructure assets acquired subsequent to June 30, 1980 are reported. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Property, plant, equipment, intangible and infrastructure assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Type</u>	<u>Life</u>
Building	40
Building improvements	10-50
Roads	40
Bridges	50
Other Infrastructure	10-75
Equipment	3-40
Intangible	20

6. Lease Revenues

The City accounts for lease revenues in accordance with FASB Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases* (FASB 13). FASB 13 requires accounting for leases on a straight-line basis when the lease contains rental payments that are lower than the amounts computed on a straight-line basis. At the government-wide level, lease revenue is recognized on a straight-line basis and a receivable is recorded for the difference between straight-line and actual rent received. In the governmental fund statements, revenue is recognized to the extent that it is both measurable and available. Long-term portions of the lease receivable are offset with deferred revenue, as it is not available to finance expenditures of the current period.

7. Unearned Revenue

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

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

8. Liabilities

Liabilities include amounts paid to the City by contractors as guarantees of performance. These amounts may be due back to the contractors.

9. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, sick pay benefits and compensatory time. All vacation, sick pay and compensatory time is accrued when earned in the government-wide and proprietary fund financial statements. A liability for those amounts is reported in governmental funds only if they have matured, as a result of employee resignations or retirements.

10. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs and refunding gains/losses, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount and refunding gains/losses. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

11. Nature and Purpose of Classifications of Fund Equity

In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Amounts that are restricted to specific purposes either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the City Council through an ordinance or resolution are classified as committed fund balances. Amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. Assignments are made by City management based on Council direction. Nonspendable fund balances include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

purposes within the general fund. Early implementation of GASB Statement No. 54 is further explained in Note 15 Accounting Changes.

12. Minimum Fund Balance Policy

The City's policy is to maintain an adequate General Fund fund balance to provide liquidity in the event of an economic downturn or natural disaster. The City Council has adopted a financial standard to maintain a General Fund minimum unassigned fund balance of 10 percent of budgeted expenditures.

13. Net Assets

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

F. Other Policies

1. Property Taxes

Calendar of Property Tax Events

- January 1, 2008 – Property taxes are based on assessed property value at this date as determined by the Palm Beach County Property Appraiser.
- May 31, 2008 - Property assessment roll and certificates of value by the Palm Beach County Property Appraiser are provided to the City.
- July 24, 2008 – Proposed tax millage rate approved by the City Council and provided to the Palm Beach County Property Appraiser, who mails notices to the taxpayers.
- September 18, 2008 – Property tax millage rate ordinance approved by the City Council.
- October 1, 2008 – Beginning of fiscal year for which taxes are levied.
- December 31, 2008 – The Palm Beach County Property Appraiser notifies the City of the taxable value on the final property tax assessment roll.
- April 1, 2009 – Unpaid property taxes become delinquent and become a lien.
- June 1, 2009 – Tax certificates are sold by the Palm Beach County Tax Collector.

Property Tax Collection

Property tax collections are governed by Chapter 197, Florida Statutes. The Palm Beach County Tax Collector (Tax Collector) bills and collects all property taxes levied within the County. Discounts are allowed for early payment of 4% in November, 3% in December, 2% in January and

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

1% in February. If property taxes are not paid by April 1, the County adds a 3% penalty on real estate and a 1 ½% penalty on personal property.

The Tax Collector advertises and sells tax certificates on all real property for delinquent taxes. Certificates not sold revert back to the County. The Tax Collector must receive payment before the certificates are issued. Any person owning land on which a tax certificate has been sold may redeem the land by paying the Tax Collector the face amount of the tax certificate plus interest and other costs. The owner of a tax certificate may at any time after taxes have been delinquent (April 1), for two years, file an application for tax deed sale. The County, as a certificate owner, may exercise similar procedures two years after taxes have been delinquent. Tax deeds are issued to the highest bidder for the property which is sold at public auction.

The Tax Collector remits current taxes collected through four distributions to the City in the first two months of the tax year and at least one distribution each month thereafter. The City recognizes property tax revenue in the period in which they are levied. The Tax Collector pays the City interest on monies held from day of collection to day of distribution. The City has no control over the investment program of the Tax Collector as this program is governed by State statutes.

Property Tax Limitation

The City is permitted by state statutes to levy taxes up to 10 mills of assessed value. The millage rate levied by the City for the fiscal year ended September 30, 2009, was 3.3057. Current tax collections for the City were approximately 95.5% of the total tax levy.

2. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

3. Encumbrances

Budgets in governmental funds are encumbered upon issuance of purchase orders, contracts or other forms of legal commitments. While appropriations lapse at the end of the fiscal year, the succeeding year's budget ordinance specifically provides for the reappropriation of year-end encumbrances.

3. Deposits and Investments

General Authorization:

Cash and cash equivalents include cash on hand, amounts in demand and time deposits and short-term investments with original maturity dates within three months of the date acquired by the City.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

All of the City's deposits are held in qualified public depositories pursuant to State of Florida Statutes, Chapter 280, *Florida Security for Public Deposits Act*. Under the Act, every qualified public depository shall deposit with the Treasurer eligible collateral of the depository to be held subject to his or her order. The Treasurer, by rule, shall establish minimum required collateral pledging levels. The pledging level may range from 25% to 200% of the average monthly balance of public deposits depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any potential losses to public depositories are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default.

The City's investment practices are governed by Chapter 280 and 218, Florida Statutes, City Code of Ordinances, Section 20, the adopted investment policy, and various legal covenants related to outstanding bond issues. For all investments authorized by statute and policy, the City applies the "Prudent Man Rule" when developing investment strategies.

Types of Investments:

The City is authorized to invest in a wide range of securities that include certificates of deposit, money market funds, U.S. Treasury obligations, State and U.S. Government Agencies and Enterprises, State and Local Government Series, the State Board of Administration investment pool, the Florida Municipal Investment Trust, mutual funds and repurchase agreements. The City uses only financial institutions qualified as public depositories by the State of Florida or "approved" security dealers to place its investments unless bond covenants specifically require other financial institutions to be used. In addition to the investments above, the Pension Plans are authorized to invest in corporate bonds, real estate, common and preferred stock.

The State Board of Administration (SBA) administers the Florida PRIME (formerly known as the Local Government Surplus Funds Trust (LGIP)) and the Fund B Surplus Funds Trust Fund (Fund B), both of which are governed by Chapter 19-7 of the Florida Administrative Code and Chapters 218 and 215 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for the administration of the Florida PRIME and Fund B. The Florida PRIME is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operating procedures consistent with the requirements for a 2a-7 fund, which permits money market funds to use amortized cost to maintain a constant net asset value (NAV) of \$1 per share. The fair value of the position in the Florida PRIME is equal to the value of the pool shares. The Fund B is accounted for as a fluctuating NAV pool. As of September 30, 2009, the fair value factor for Fund B was \$.54915 per share. The Fund B is not subject to participant withdrawal requests. Distributions from Fund B, as determined by the SBA, are effected by transferring eligible cash or securities to the Florida PRIME, consistent with the pro rata allocation of pool shareholders of record at the creation of Fund B. One hundred percent of such distributions from Fund B are available as liquid balance within the Florida PRIME. The investments in the Florida PRIME and Fund B are not insured by FDIC or any other governmental agency.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

The Florida Municipal Investment Trust (Municipal Trust) was created under the laws of the State of Florida to provide eligible units of local government with an investment vehicle to pool their surplus funds and to reinvest such funds in one or more investment portfolios under the direction and daily supervision of an investment advisor. The Florida League of Cities serves as the administrator, investment manager and secretary-treasurer of the Trust. The Municipal Trust is not a registrant with the Securities and Exchange Commission (SEC); however the Board has adopted operating procedures consistent with the requirements for a “2a-7 like” pool.

Violations:

There were no violations of the legal or contractual provisions for deposits and investments.

a. City of Boca Raton

At September 30, 2009, the City of Boca Raton had the following cash, cash equivalents and investments:

Portfolio/Investments	Fair Value	Weighted Average Maturity	Credit Rating	Percent Distribution
Cash Deposits	\$ 55,603,523			22.66%
State Board of Administration- Florida PRIME	288,333	33 days	AAAm S&P	0.12%
Total Cash	55,891,856			
State Board of Administration-Fund B	10,760	6.69 years	Not rated	
FMIvT High Quality Government Fund	5,214,780	.85 years	AAAf/S1+ S&P	2.13%
FMIvT 1-3 Year High Quality Bond Fund	17,271,204	1.58 years	AAA/V2 Fitch	7.04%
FMIvT Intermediate High Quality Bond Fund	16,020,887	3.83 years	AAA/V3 Fitch	6.53%
U.S. Treasury Notes	3,074,529	235 days		1.25%
U.S. Government Sponsored Enterprises:		801 days		
Federal National Mortgage Association	32,672,119		AAA S&P	13.32%
Federal Home Loan Mortgage Corporation	10,010,900		AAA S&P	4.08%
Federal Home Loan Bank	7,625,750		AAA S&P	3.11%
Certificates of Deposit	97,548,864		Not rated	39.76%
Total Investments	189,449,793			
Total Cash & Investments	\$ 245,341,649			100.00%

Interest Rate Risk

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment’s fair value. The City’s investment policy limits investments to those having a maturity, at the time of purchase, of less than five years. There were no investments in the City’s portfolio that exceeded this maximum maturity at September 30, 2009.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Credit Risk

Credit risk exists when there is a possibility the issuer or other counter-party to an investment may be unable to fulfill its obligations. The City’s investment policy allows investments in U.S. Government sponsored agencies and enterprises, the State Board of Administration investment pool, and the Florida Municipal Investment Trust. The ratings of the investments held at year end are shown above. All are rated within the policy guidelines.

Concentration of Credit Risk

In addition to describing the credit risk of investments in the portfolio, governmental entities need to disclose the concentration of any single investment type or holding per single issuer. The percentage allocation of each cash investment type in the portfolio is shown above. The City’s investment policy allows investment concentrations in various percentages for different types of investments. The investments held at year end are all within the allowable percentages.

Custodial Risk

The City’s investment policy requires that all securities, with the exception of certificates of deposit, be held with a third party custodian. Security transactions between a broker/dealer and the custodian involving the purchase or sale of securities by transfer of money or securities are made on a “delivery vs. payment” basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction. As of September 30, 2009, the City’s investment portfolio was held with a third-party custodian.

b. Executive Employees’ Retirement Plan

At September 30, 2009, the Executive Employee’s Retirement Plan (EERP) invested in securities and fixed income investments as listed below:

Portfolio/Investments	Fair Value	Weighted Average Maturity	Credit Rating	Percent Distribution
Cash Deposits	\$ 104,161			0.70%
FMIvT Broad Market High Quality Bond Portfolio	4,806,285	4.81 years	AA/V4 Fitch	32.30%
FMIvT Market High Quality Growth Portfolio	1,368,973		Not rated	9.20%
FMIvT Large Cap Diversified Value Portfolio	1,413,613		Not rated	9.50%
FMIvT Russell 1000 Index Portfolio	3,868,836		Not rated	26.00%
FMIvT Diversified Small Cap Equity Portfolio	2,008,819		Not rated	13.50%
FMIvT International Portfolio	1,309,452		Not rated	8.80%
Total Investments	14,775,978			
Total Cash & Investments	\$ 14,880,139			100.00%

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Interest Rate Risk

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. The EERP has a maximum maturity at purchase of 180 days with a total average maturity, at any point in time, for all repurchase agreements held of not greater than 60 days. Banker's Acceptances maximum maturity shall not exceed 270 days from the time of purchase. Nonnegotiable Certificates of Deposit shall not exceed 2 years. No investments held in the portfolio exceed these limits.

Credit Risk

The EERP allows investments in rated investments in Commercial Paper with A1/P1 or a comparable rating as provided by two of the top nationally recognized statistical rating organizations; and that the corporation's long-term debt, if any, is rated at least A1/A+ by a nationally recognized statistical rating organization or, if backed by a letter of credit (LOC), the long-term debt of the LOC provider must be rated at least AA (or comparable rating) by at least two of the nationally recognized statistical rating agencies publishing ratings for financial institutions. Banker's Acceptances issued with the U.S. by institutions with a long-term debt rating of at least AA or short term debt rating of P1 (or comparable rating) as provided by one nationally recognized statistical rating organization. Nonnegotiable Certificates of Deposit must be rated at least A1/P1 (or comparable rating) and a long-term rating of at least A (or comparable rating) as provided by two of the top nationally recognized rating agencies. Guaranteed Investment Contracts must be rated in the highest category by AM Best Rating System or a comparable nationally recognized statistical rating organization. All investments held in the portfolio meet these requirements.

Concentration of Credit Risk

The EERP allows no more than \$5 million in certificates of deposit with any one depository at one time. Corporate fixed income securities are limited to no more than 5% of any one corporation at the time of purchase. No more than \$10 million in investment agreements with other financial institutions may be entered into with any one financial institution. No investments exceeded these limits.

c. General Employees' Pension Plan

At September 30, 2009, the General Employees' Pension Plan's (the Plan) portfolio consisted of the following securities and fixed income investments.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Portfolio/Investments	Fair Value	Weighted Average Maturity	Credit Rating	Percent Distribution
Cash Deposits	\$ 245,722			0.17%
Short-term securities	1,222,857		Not rated	0.86%
Total Cash & Cash Equivalents	1,468,579			
U.S. Government Securities:				
U.S. Treasury Securities:				
U.S. Treasury Notes	1,037,300	8.66 years	Aaa Moody's	0.73%
U.S. Treasury index linked	17,446,687	5.19 years	Aaa Moody's	12.24%
U.S. Government Sponsored Enterprises/Agencies:				
Federal National Mortgage Association	16,566	6.46 years	Aaa Moody's	0.01%
Government Mortgage Backed Securities:		18.73 years		
Federal National Mortgage Association	8,446,719		Aaa Moody's	5.93%
Government National Mortgage Association	706,753		Aaa Moody's	0.50%
Federal Home Loan Mortgage Corporation	5,791,738		Aaa Moody's	4.06%
Federal Home Loan Mortgage Corporation	255,985		Not available	0.18%
Corporate Bonds & Debentures				
Corporate Obligations:		5.16 years		
Bonds	337,115		Aaa Moody's	0.24%
Bonds	1,618,710		Aa Moody's	1.14%
Bonds	10,532,908		A Moody's	7.39%
Bonds	1,944,192		Baa Moody's	1.36%
Bonds	395,901		Not available	0.28%
Collateralized Mortgage Obligations (CMO)		27.15years		
CMO	2,078,449		Aaa Moody's	1.46%
CMO	228,004		Not available	0.16%
Asset Backed Securities (ABS)		3.18 years		
ABS	775,750		Aaa Moody's	0.54%
Common Stock	52,433,722			36.79%
Real Estate Direct Investment				
Partnership	3,341,730			2.34%
Mutual Funds	33,667,112			23.62%
Total Investments	141,055,341			
Total Cash & Investments	\$142,523,920			100.00%

Government agency and treasury securities are not rated but have an implied Aaa rating.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect fair value of an investment in debt securities. Generally, the longer the time to maturity, the greater the exposure to interest rate risk. The established performance objectives require investment maturities to provide sufficient liquidity to pay obligations as they become due. Treasury inflation indexed securities are limited to ten year maturities. At September 30, 2009, the weighted average maturity in years for each investment type is included in the preceding table.

Credit Risk

Credit risk is the risk that a debt issuer will not fulfill its obligations. The Plan utilizes portfolio diversification in order to limit investments to the highest rated securities as rated by nationally recognized rating agencies. The investment policy limits credit risk by requiring fixed income securities to be rated by Moody's/Standard & Poor's as Baa2/BBB or better. The policy requires short-term commercial paper/bankers acceptances to be rated by Moody's/Standard & Poor's as P-1/A-1 with the issuer having a long-term debt rating of A. Commercial mortgage backed and asset backed securities are required to be rated by Moody's/Standard & Poor's as Aaa/AAA. Further, the investment policy does not permit private mortgages or tax exempt bonds. At September 30, 2009, for those where ratings are available, the portfolio met the credit rating limitations of the investment policy.

Concentration of Credit Risk

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of an investment in a single issuer. The Plan utilizes limitations on securities of a single issuer to manage this risk. The investment policy requires that corporate bond issues cannot represent more than 1 1/2% of the total bond portfolio. The policy further requires that corporate bond issues rated below A3/A- by Moody's/Standard & Poor's cannot represent more than 15% of the total bond portfolio. At September 30, 2009, the investment portfolio did not consist of any one single corporate bond issuer that represented more than 1-1/2% of the total bond portfolio.

Custodial Credit Risk

Custodial credit risk is defined as the risk that the plan may not recover cash and investments held by another party in the event of financial failure. Custodial credit risk is limited since investments are held in independent custodial safekeeping accounts or mutual funds.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The investment policy does not permit general obligations issued by a foreign government and is therefore, not exposed to foreign currency risk.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

d. Police and Firefighter's Retirement System

At September 30, 2009, the Police and Firefighter's Retirement System invested in the following securities and fixed income investments.

Portfolio/Investments	Fair Value	Weighted Average Maturity	Credit Rating	Percent Distribution
Cash Deposits	\$ 589,593			0.32%
Short Term Securities	3,518,909		Not rated	1.93%
Total Cash and Cash Equivalents	<u>4,108,502</u>			
U.S. Government Securities				
U.S. Treasury Securities:		13.43 years		
U.S. Treasury Notes	2,732,410		Aaa Moody's	1.50%
U.S. Treasury Bonds	1,212,891		Aaa Moody's	0.66%
U.S. Government Sponsored Enterprises/Agencies:				
Government Mortgage Backed Securities:		26.36 years		
Federal National Mortgage Association	7,888,522		Aaa Moody's	4.32%
Federal Home Loan Mortgage Corporation	3,833,183		Aaa Moody's	2.10%
Federal Home Loan Mortgage Corporation	117,403		Not rated	0.06%
Corporate Bonds & Debentures				
Corporate Obligations:		7.04 years		
Bonds	265,039		Aaa Moody's	0.15%
Bonds	2,089,125		Aa Moody's	1.14%
Bonds	8,159,242		A Moody's	4.47%
Bonds	8,991,797		Baa Moody's	4.92%
Bonds	150,276		Not rated	0.08%
Collateralized Mortgage Obligations (CMO):		21.23 years		
CMO	322,913		Aaa Moody's	0.18%
CMO	153,710		A Moody's	0.08%
CMO	135,924		Baa Moody's	0.07%
CMO	687,538		Ba Moody's	0.38%
Commercial Mortgage Backed Securities (CMBS):		33.01 years		
CMBS	3,316,385		Aaa Moody's	1.82%
CMBS	496,570		Not rated	0.27%
Asset Backed Securities:		4.92 years		
ABS	167,795		Aaa Moody's	0.09%
ABS	95,033		Not rated	0.05%
Common Stock	115,415,617			63.17%
Real Estate Direct				
Investment Partnership	9,426,616			5.16%
Mutual Funds:				
Common Stock Mutual Funds	10,900,735			5.96%
High Yield Fixed Income Fund	2,039,514		Not rated	1.12%
Total Investments	<u>178,598,238</u>			
Total Cash & Investments	<u>\$182,706,740</u>			<u>100.00%</u>

Government agency and treasury securities are not rated but have an implied Aaa rating.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect fair value of an investment in debt securities. Generally, the longer the time to maturity, the greater the exposure to interest rate risk. The established performance objectives require investment maturities to match anticipated cash-flow requirements in order to pay obligations when due. At September 30, 2009, the weighted average maturity in years for each investment type is included in the preceding table.

Credit Risk

Credit risk is the risk that a debt issuer will not fulfill its obligations. The Plan utilizes portfolio diversification in order to limit investments to the highest rated securities as rated by nationally recognized rating agencies. The investment policy limits credit risk by requiring fixed income securities to maintain a weighted average credit quality of A or better. The policy further limits high yield fixed income securities to 20% of the portfolio. The investment policy does not permit private placement bonds, except for Rule 144A securities of U.S. issuers which are limited to five percent of the portfolio. At September 30, 2009, the portfolio met the credit rating limitations of the policy.

Concentration of Credit Risk

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of an investment in a single issuer. The Plan utilizes limitations on securities of a single issuer to manage this risk. The investment policy requires that corporate bond issues cannot represent more than five percent of the fair value of the portfolio. At September 30, 2009, the portfolio met the corporate single issuer limitation of the policy.

Custodial Credit Risk

Custodial credit risk is defined as the risk that the plan may not recover cash and investments held by another party in the event of financial failure. Custodial credit risk is limited since investments are held in independent custodial safekeeping accounts or mutual funds.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The investment policy permits a maximum of 10% of the market value of the fixed income portfolio to be invested in Yankee securities (foreign issuers of dollar-denominated debt). At September 30, 2009, approximately 5% of the market value of the fixed income portfolio was invested in Yankee securities, which met the limitations of the policy.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

e. Risks and Uncertainties – Pension Plans

The Plans invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and, that such changes could materially affect the amounts reported in the statement of plan net assets for each Plan. The Plans, through their investment advisors, monitor Plan investments and the risks associated therewith on a regular basis which each Plan believes minimizes these risks.

Contributions to the Plans are made and the actuarial present value of accumulated plan benefits are reported based on certain assumptions pertaining to interest rates, inflation rates and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimations and assumptions process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would be material to the financial statements.

4. Receivables and Payables

Receivables as of year end for the City’s individual major and non-major funds, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental:	General	Community Redevelop- ment Agency Mizner Park Revenue	Five Year Capital Improvement	Other Govern- mental	Internal Service	Total
Receivables:						
Accounts	\$4,415,882					\$ 4,415,882
Assessments				\$150,952		150,952
Lease revenues		\$10,642,633				10,642,633
Interest	472,191	68,610	\$216,444	252,288	\$205,939	1,215,472
Net governmental receivables	<u>\$4,888,073</u>	<u>\$10,711,243</u>	<u>\$216,444</u>	<u>\$403,240</u>	<u>\$205,939</u>	<u>\$ 16,424,939</u>

Receivables for the City’s business-type activities, including individual major funds and allowances for uncollectibles accounts are as follows:

Business-type	Water and Sewer	Other Enterprise	Total
Receivables:			
Accounts	\$ 9,934,163	\$627,702	\$10,561,865
Interest on investments	398,844	77,768	476,612
Interest on assessments	19,238		19,238
Assessments	578,236		578,236
Allowance for uncollectibles	(400,000)		(400,000)
Net business-type receivables	<u>\$ 10,530,481</u>	<u>\$705,470</u>	<u>\$11,235,951</u>

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Accounts payable and accrued liabilities as of year end for the City's individual major and non-major funds, and internal service funds in the aggregate, are as follows:

Governmental:	General	Five Year Capital Improvement	Beach and Park Operations	Other Govern- mental	Internal Service	Total
Payables:						
Vendors	\$1,100,293	\$451,491	\$397,306	\$853,135	\$1,019,070	\$3,821,295
Salaries and benefits	2,761,471		219,054	42,167	160,271	3,182,963
Net governmental payables	<u>\$3,861,764</u>	<u>\$451,491</u>	<u>\$616,360</u>	<u>\$895,302</u>	<u>\$1,179,341</u>	<u>\$7,004,258</u>

Accounts payable and accrued liabilities for the City's business-type activities, including individual major funds, are as follows:

Business-type	Water and Sewer	Other Enterprise	Total
Payables:			
Vendors	\$3,420,476	\$ 275,034	\$3,695,510
Salaries and benefits	397,999	168,085	566,084
Net business-type payables	<u>\$3,818,475</u>	<u>\$443,119</u>	<u>\$4,261,594</u>

5. Encumbrances

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. Significant encumbrances as of September 30, 2009 are as follows:

Major funds:	
General Fund	\$ 1,248,028
Five Year Capital Improvement Fund	<u>10,510,168</u>
Total Major funds	11,758,196
Non-Major Governmental Funds	<u>2,477,972</u>
Total Encumbrances	<u>\$14,236,168</u>

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

6. Capital Assets

The following is a summary of capital asset activity for the year ended September 30, 2009:

	Beginning Balance, As Restated*	Additions	Deletions	Ending Balance
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$130,635,702			\$130,635,702
Construction in progress	3,675,127	\$ 7,532,970	\$7,992,710	3,215,387
<i>Total capital assets not being depreciated</i>	<u>134,310,829</u>	<u>7,532,970</u>	<u>7,992,710</u>	<u>133,851,089</u>
<i>Capital assets being depreciated:</i>				
Buildings	75,371,098	3,676,748	498,704	78,549,142
Improvements other than buildings	31,685,781	951,320	87,112	32,549,989
Equipment (1)	60,061,616	5,778,391	7,712,688	58,127,319
Infrastructure	369,444,791	3,213,229	632,917	372,025,103
<i>Total capital assets being depreciated</i>	<u>536,563,286</u>	<u>13,619,688</u>	<u>8,931,421</u>	<u>541,251,553</u>
<i>Less accumulated depreciation for:</i>				
Buildings	16,727,887	2,312,288	498,701	18,540,974
Improvements other than buildings	17,843,278	1,185,963	80,417	18,948,824
Equipment (1)	39,421,349	4,852,890	4,524,727	39,749,512
Infrastructure	136,976,928	9,449,496	1,322	146,425,102
<i>Total accumulated depreciation</i>	<u>210,968,942</u>	<u>17,800,637</u>	<u>5,105,167</u>	<u>233,664,412</u>
Total capital assets being depreciated, net	<u>325,594,344</u>	<u>(4,180,949)</u>	<u>3,826,254</u>	<u>317,587,141</u>
Governmental activities capital assets, net	<u>\$459,905,173</u>	<u>\$ 3,352,021</u>	<u>\$11,818,964</u>	<u>\$451,438,230</u>

* as restated, see Note 15.

(1) Equipment deletions include capital assets with a net book value of \$3,097,204 contributed to the Sanitation Fund

	Beginning Balance, As Restated*	Additions	Deletions	Ending Balance
Business-type activities:				
<u>Water and sewer</u>				
<i>Capital assets not being depreciated/amortized:</i>				
Land	\$ 245,873			\$ 245,873
Construction in progress	18,675,767	\$14,035,441	\$13,328,549	19,382,659
<i>Total capital assets not being depreciated/amortized</i>	<u>18,921,640</u>	<u>14,035,441</u>	<u>13,328,549</u>	<u>19,628,532</u>
<i>Capital assets being depreciated/amortized:</i>				
Utility plant in service	320,575,619	6,253,563	24,904	326,804,278
Equipment	25,893,717	3,313,266	246,392	28,960,591
Intangible	-	5,906,666	-	5,906,666
<i>Total capital assets being depreciated/amortized</i>	<u>346,469,336</u>	<u>15,473,495</u>	<u>271,296</u>	<u>361,671,535</u>
<i>Less accumulated depreciation/amortization for:</i>				
Utility plant in service	115,555,033	8,649,228	15,457	124,188,804
Equipment	16,228,453	2,227,668	241,567	18,214,554
Intangible	-	24,611	-	24,611
<i>Total accumulated depreciation/amortization</i>	<u>131,783,486</u>	<u>10,901,507</u>	<u>257,024</u>	<u>142,427,969</u>
Total capital assets being depreciated/amortized, net	<u>214,685,850</u>	<u>4,571,988</u>	<u>14,272</u>	<u>219,243,566</u>
Total water and sewer capital assets, net	<u>\$233,607,490</u>	<u>\$18,607,429</u>	<u>\$13,342,821</u>	<u>\$238,872,098</u>

* as restated, see Note 15.

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
<i>Non-major funds, business-type activities</i>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 645,326		\$ 58,591	\$ 586,735
Construction in progress	2,458,153	\$ 192,174	2,399,560	250,767
<i>Total capital assets not being depreciated</i>	<u>3,103,479</u>	<u>192,174</u>	<u>2,458,151</u>	<u>837,502</u>
<i>Capital assets being depreciated:</i>				
Buildings	2,260,661			2,260,661
Improvements other than buildings	14,987,121	2,399,560	9,437	17,377,244
Equipment (1)	2,912,767	3,709,024	303,129	6,318,662
<i>Total capital assets being depreciated</i>	<u>20,160,549</u>	<u>6,108,584</u>	<u>312,566</u>	<u>25,959,567</u>
<i>Less accumulated depreciation for:</i>				
Buildings	1,167,293	59,221		1,226,514
Improvements other than buildings	2,580,828	497,837	9,436	3,069,229
Equipment (1)	1,910,884	780,744	291,922	2,399,706
<i>Total accumulated depreciation</i>	<u>5,659,005</u>	<u>1,337,802</u>	<u>301,358</u>	<u>6,695,449</u>
Total capital assets being depreciated, net	<u>14,501,544</u>	<u>4,770,782</u>	<u>11,208</u>	<u>19,261,118</u>
Total non-major funds, capital assets, net	<u>17,605,023</u>	<u>4,962,956</u>	<u>2,469,359</u>	<u>20,098,620</u>
Total business-type activities, capital assets, net	<u>\$251,212,513</u>	<u>\$23,570,385</u>	<u>\$15,812,180</u>	<u>\$258,970,718</u>

(1) Equipment additions include capital assets with a net book value of \$3,097,204 contributed by the governmental activities

Depreciation expense was charged to function / programs of the primary government as follows:

Governmental activities:	
General government	\$ 586,864
Law enforcement	1,491,234
Fire rescue	1,740,572
Physical environment	33,759
Transportation, including depreciation of general infrastructure assets	10,054,949
Community development	67,802
Parks and recreation	2,477,898
	<u>16,453,078</u>
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	
	<u>1,347,559</u>
Total depreciation expense, governmental activities	<u>\$17,800,637</u>
Business-type activities:	
Water and sewer depreciation	\$10,876,896
Water and sewer amortization	24,611
Total water and sewer	<u>10,901,507</u>
Cemetery	66,110
Golf course	208,952
Stormwater utility	570,421
Sanitation	492,319
Total depreciation and amortization expense, business-type activities	<u>\$12,239,309</u>
Total government wide depreciation and amortization expense	<u>\$30,039,946</u>

Construction and Purchase Commitments:

The City has active construction projects as of September 30, 2009. The projects include street and traffic projects and various water, wastewater and drainage projects. In addition, the City has

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

outstanding purchase commitments for engineering and design services. At year-end, the City's significant commitments with contractors are as follows:

<u>Project</u>	<u>Spent to-date</u>	<u>Remaining Commitment</u>
Water, Wastewater and Drainage Projects	\$19,633,426	\$8,632,325

The water and sewer improvements are financed through revenue bonds from system revenues. All other commitments are financed from existing City resources.

7. System Development Charges (Impact Fees)

System Development Charges are fees designed to recover the cost of providing capacity for new customers. The fees represent a major source of financing for the Water and Sewer System (System) and will provide a significant portion of the debt service coverage for the 2001, 2008 and 2009 Revenue Bonds. A Florida State Supreme Court decision outlined the basic requirements of an equitable System Development Charge structure. These requirements are as follows:

- System Development Charges must reflect a pro rata share of the cost of new capacity.
- System Development Charges revenue may be applied only to capital projects expressly designed to expand System capacity.
- Anticipated System Development Charge revenues may not exceed the costs to be incurred by the municipality in expanding capacity to accommodate new users of the System.

The City's System Development Charge structure, implemented in 1980, was designed to comply with this decision. Compliance is achieved in the following manner:

- The Consulting Engineers have reviewed the proposed Capital Improvement Program and identified the expansion portions of the program directed as providing capacity for growth.
- The debt service associated with the cost of providing for this growth will be met through System Development Charges from new customers and the capital recovery portion of the rates paid by new customers.
- System Development Charge revenues will be utilized solely for meeting the construction costs or annual debt service or for early retirement of debt specifically designated for System expansion.

A computerized model has been developed to verify the validity of this approach. It is the City's intent to utilize this model to make necessary adjustments in the System Development Charge schedule from time to time to ensure that compliance with fee objectives is maintained.

The City has classified system development charges as non-operating revenue as the fees are revenues which are incidental to the Water and Sewer Enterprise Fund's primary service activities which are provision of potable water and processing of wastewater.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

8. Long Term Debt

A. General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City as a whole and not its individual funds. In each year that debt is outstanding, an ad valorem tax is levied equal to principal and interest due. No reserves are maintained. These bonds generally are issued as 20-year serial bonds.

B. Enterprise Funds Revenue Bonds

The City issues bonds where the City pledges income derived from the operations of the water and sewer system and a system development charge of the water and sewer system to pay debt service.

Water and Sewer Revenue Refunding and Improvement Bonds, Series 2009

The City of Boca Raton issued \$8.485 million Water and Sewer Revenue Refunding Bonds, Series 2009 on March 25, 2009. The bonds refinanced the 1999 Water and Sewer Revenue bonds, which had interest rates ranging from 3.40% to 4.75%. The interest rates on the 2009 bonds range from 2.50% to 4.00%. The refunding of the 1999 Bonds generated \$714,826 of net present value savings or 7.38% of the refunded par amount of the bonds.

C. Governmental Fund Revenue Bonds

The City issues bonds where the City pledges revenues from non-ad valorem revenues.

D. Special Assessment Bonds

The City issues special assessment debt where both principal and interest are payable from pledged funds, which consist of special assessment proceeds, and an annual appropriation of available non-ad valorem revenues as shall be necessary to make up any deficiencies in the event the pledged funds shall be inadequate.

The City of Boca Raton issued \$11.205 million Special Assessment Refunding Bonds, Series 2009 on June 9, 2009. The bonds refinanced the 2001 special assessment bonds which had interest rates ranging from 3.75% to 5%. The interest rates on the 2009 bonds range from 2.00% to 4.25%. The refunding of the 2001 Bonds generated \$355,273 of net present value savings or 3.27% of the refunded par amount of the bonds.

On August 25, 2008, the City Council adopted Resolution 91-2008, which equalized and adopted the special assessment roll for the Downtown Special Assessment and established the special assessment amounts due January 1, 2009. The City, in fiscal year 2009, assessed \$1,170,693 and collected \$1,113,943 which was approximately 95.2% of the assessment levied.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

E. Tax Increment Revenue Bonds

The Boca Raton Community Redevelopment Agency (CRA or Agency) issued tax increment revenue bonds to fund capital projects at Mizner Park. The Agency bonds are secured by a pledge of, and lien on, the Pledged Revenues as provided in the Agency resolution and on the Deficiency Payments received by the Agency pursuant to the Interlocal Agreement with the City. Pledged revenues consist of tax increment revenues and future land lease revenues of the Agency and the Public Service taxes (Deficiency Payments) of the City. In the event sufficient savings from the issuance of the Agency Bonds are realized, the Agency may use such savings to finance capital projects in Mizner Park, which would constitute public infrastructure or park improvements.

F. Loans payable

The City participates in the First Florida Governmental Financing Commission Loan Agreement Program. The Commission is a public body corporate and politically formed by seven local governments in Florida to benefit participants from the economies of scale associated with large financing. The City covenants and agrees to appropriate in its annual budget, by amendment if required, and to pay when due under its Loan Agreement as promptly as funds become available, amounts of non-ad valorem revenues and other legally available funds sufficient to satisfy the loan repayment requirements of the Loan Agreement.

G. Compensated Absences

For the governmental activities, compensated absences are generally liquidated by the General Fund. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the totals for governmental activities.

Governmental activities bonds and loans outstanding at September 30, 2009 consist of the following:

	Purpose of Issue	Amount Issued	Amount Outstanding	Interest Rate	Maximum Annual Debt Service
<u>Governmental activities:</u>					
General Obligation Bonds:					
Series 1997, Refunding	Refunding	\$ 8,920,000	\$ 2,410,000	3.70 – 5.60%	\$ 1,055,308
Series 2003	Fire Station Projects	17,500,000	13,175,000	2.00 – 4.50%	1,337,500
Series 2003A	Library Projects	10,000,000	7,380,000	2.00 – 4.50%	722,815
Series 2004, Refunding	Refunding	21,720,000	20,820,000	2.00 – 3.88%	2,325,480
		<u>58,140,000</u>	<u>43,785,000</u>		
Special Assessment Bonds:					
Series 2009, Refunding	Refunding	<u>11,205,000</u>	<u>11,205,000</u>	2.00 – 4.25%	1,162,388
Loans Payable:					
First Florida, Series 2001 Refunding	Refunding	5,635,000	2,980,000	3.00 – 5.50%	691,855
First Florida, Series 2003 Refunding	Refunding	2,760,000	420,000	1.30 – 3.00%	433,670
		<u>8,395,000</u>	<u>3,400,000</u>		
Tax Increment Revenue Bonds:					
Series 1998, Refunding	Refunding	72,560,168	52,265,146*	3.60 – 5.00%	6,655,000
Total for Governmental Activities		<u>\$150,300,168</u>	<u>\$110,655,146</u>		

* Includes \$9,639,978 of accreted interest on Capital Appreciation Bonds

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Business-type activities bonds and notes outstanding at September 30, 2009 consist of the following:

	<u>Purpose of Issue</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>	<u>Interest Rate</u>	<u>Maximum Annual Debt Service</u>
<u>Business-type activities:</u>					
Utility system revenue bonds:					
Series 2001	Plant Expansion	\$ 24,460,000	\$ 4,175,000	4.00 – 4.75%	\$ 1,213,444
Series 2008	Refunding	40,040,000	40,040,000	4.00 – 4.375%	4,005,988
Series 2009	Refunding	<u>8,485,000</u>	<u>8,485,000</u>	2.50 – 4.00%	1,037,388
Total for Business-type Activities		<u>\$ 72,985,000</u>	<u>\$ 52,700,000</u>		

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

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balances</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds and notes payable:					
General obligation bonds	\$ 47,455,000		\$ 3,670,000	\$ 43,785,000	\$3,815,000
Revenue bonds					
Tax increment revenue bonds	47,755,168		5,130,000	42,625,168	5,340,000
Special assessment bonds	11,420,000	\$11,205,000	11,420,000	11,205,000	670,000
Loans	4,340,000		940,000	3,400,000	965,000
Capital lease payable	304,271		126,060	178,211	132,536
Deferred amounts	(1,870,368)	(149,833)	(187,568)	(1,832,633)	
Accretion	8,529,873	1,110,105		9,639,978	
Total bonds, notes and capital lease payable, net	<u>117,933,944</u>	<u>12,165,272</u>	<u>21,098,492</u>	<u>109,000,724</u>	<u>10,922,536</u>
Compensated absences	11,250,429	1,411,744	1,125,429	11,536,744	1,153,673
Estimated liability for self-insurance losses	11,853,228	10,684,762	11,481,311	11,056,679	3,542,737
Total governmental activities, Long-term liabilities	<u>\$ 141,037,601</u>	<u>\$24,261,778</u>	<u>\$33,705,232</u>	<u>\$ 131,594,147</u>	<u>\$ 15,618,946</u>
Business-type activities:					
<i>Water and Sewer:</i>					
Revenue bonds	\$ 55,920,000	\$8,485,000	\$11,705,000	\$ 52,700,000	\$ 2,655,000
Deferred amounts	706,943	7,656	(45,734)	760,333	
Revenue bonds payable, net	<u>56,626,943</u>	<u>8,492,656</u>	<u>11,659,266</u>	<u>53,460,333</u>	<u>2,655,000</u>
Compensated absences	1,386,177	195,777	138,618	1,443,336	144,334
Total water and sewer	<u>58,013,120</u>	<u>8,688,433</u>	<u>11,797,884</u>	<u>54,903,669</u>	<u>2,799,334</u>
<i>Other business-type activities:</i>					
Compensated absences	333,924	444,325	33,395	744,854	74,485
Total other business-types activities,	<u>333,924</u>	<u>444,325</u>	<u>33,395</u>	<u>744,854</u>	<u>74,485</u>
Total business-type activities Long-term liabilities	<u>\$58,347,044</u>	<u>\$9,132,758</u>	<u>\$11,831,279</u>	<u>\$55,648,523</u>	<u>\$ 2,873,819</u>

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

H. Summary of Annual Debt Service Requirements:

Governmental Activities

<u>Year Ended</u> <u>September 30,</u>	<u>General Obligation Bonds</u>		<u>Special Assessment and Revenue Bonds</u>		<u>Tax Increment Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2010	\$3,815,000	\$1,605,944	\$670,000	\$400,453	\$5,340,000	\$1,193,760
2011	3,955,000	1,475,937	695,000	388,169	5,575,000	956,997
2012	3,555,000	1,338,391	715,000	367,319	5,815,000	704,206
2013	3,155,000	1,218,536	745,000	345,869	6,075,000	433,644
2014	3,260,000	1,116,130	770,000	323,519	6,355,000	146,959
2015-2019	18,150,000	3,743,885	4,415,000	1,196,894	13,465,168	19,669,932
2020-2022	7,895,000	578,965	3,195,000	270,625		
Total	\$43,785,000	\$11,077,788	\$11,205,000	\$3,292,848	\$42,625,168	\$23,105,498

Governmental Activities

Business Type Activities

<u>Year Ended</u> <u>September 30,</u>	<u>First Florida Loans</u>		<u>Enterprise Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2010	\$965,000	\$155,165	\$2,655,000	\$2,002,649
2011	570,000	121,855	3,145,000	1,883,550
2012	590,000	99,625	3,260,000	1,766,594
2013	620,000	70,125	3,380,000	1,660,169
2014	655,000	36,025	3,480,000	1,558,838
2015-2019			19,345,000	5,719,034
2020-2024			10,950,000	2,318,441
2025-2028			6,485,000	579,222
Total	\$3,400,000	\$482,795	\$52,700,000	\$17,488,497

I. Capital Lease

On September 14, 2004, the City entered into a master lease purchase agreement as lessee for financing the acquisition of telephone switching equipment. Lease payments commenced in October 2005 when the telephone equipment was installed and activated. Under the terms of the agreement, which is accounted for as a capital lease, the City will pay minimum monthly payments of \$11,538.36, including interest at 5.02%, over a period of 60 months.

Annual future minimum lease payments, together with the present value of minimum lease payments are as follows:

Year ending September 30

2010	\$ 138,460
2011	46,153
Total Minimum lease payments	184,613
Less amount presenting interest	6,402
Present value of minimum lease payments	<u>\$ 178,211</u>

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

The assets acquired through the capital lease are as follows:

Equipment	\$ 611,129
Less accumulated depreciation	<u>(327,390)</u>
Total	<u>\$ 283,739</u>

J. Water and Sewer System Bond Covenants

The Water and Sewer System (the System) bond ordinances provide for two separate revenue flows to meet the needs of the System operations, reserves and debt service. System Development Charges (impact fees) are deposited into separate accounts. An annual calculation determines the portion of the charge to be transferred to the debt service fund. Impact fees are restricted to payment of debt service related to the construction of new plant capacity. Impact fees may not be used for operations (see Note 7).

First, operating revenue of the System is used to meet the operations and maintenance requirements. Next, revenue is used to pay any portion of the bond interest, principal and reserve requirements not paid from impact fees. Next, an amount not less than 5% of the prior year's revenue is transferred to the System's renewal and replacement fund until the balance in the fund totals 1% of gross book value of assets of the System. Revenue is then used to fund an operation and maintenance reserve fund, which is maintained at a level equal to 1/8 of the operating budget. Remaining monies can be used for any legal City purpose.

At September 30, 2009, all reserves including the bond reserve account were fully funded. The rate structure is calculated annually to assure adequate coverage of all requirements.

K. Tax Increment Revenue Bonds Covenants

Mizner Park Project:

The Community Redevelopment Agency bonds are secured by a pledge of, and a lien on, the pledged revenues as provided in the resolution and on the deficiency payments received by the Agency pursuant to an interlocal agreement with the City. Pledged revenues consist of tax increment revenues and future land lease revenues of the Agency and the Public Service taxes of the City. In the event that the tax increment revenues and the future lease revenues are insufficient to pay the required obligations under the Agency bonds, then the City is required to pay the Agency from available Public Service taxes an amount equal to any deficit in the amounts required to be on deposit in the sinking fund established under the bond resolution.

During the 1991 Legislative Session, the State Legislature passed legislation exempting the Palm Beach County Health Care District (District) from tax increment payments to the Agency. Subsequently, this legislation has become law and has resulted in the loss of approximately \$6 million in tax increment revenues since 1991, and will continue to adversely affect the Agency in future years. At closing on the original financing, approximately 17.5% of annual tax increment revenues were expected from the District.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

In the 1992 Legislative Session, the State Legislature passed legislation exempting the Palm Beach County Children's Services District from tax increment payments to the Agency in Fiscal Year 1993. This has resulted in the loss of approximately \$3.2 million in tax increment revenues since 1993. At closing, approximately 2.3% of all future tax increment revenues were expected from the Children's Services District.

The Agency has leased the Mizner Park Project to a developer who has constructed a cultural, commercial and residential facility. The lease is an operating lease with scheduled rent increases over the life of the lease. The lease has a term of 99 years and requires minimum fixed future rentals of \$1,180,000 in 2010, 2011, 2012, 2013 and 2014 and \$130,360,333 in total thereafter, plus contingent rentals. Contingent rentals are the greater of the minimum fixed amount or 15% of the tenant's net operating income as defined in each lease agreement. In fiscal year 2009, rental income amounted to \$1,300,511 and the contingent rental payment was \$120,511.

The ability of the tenant to pay the Agency the lease revenues is dependent upon their ability to sublease the commercial facilities constructed thereon and such other guarantees contracted by the Agency. The Agency has an unsubordinated claim on the buildings constructed under the lease prior to the mortgage holder. All portions of the project have been constructed.

Management monitors the collection of pledged revenues to comply with the bond resolution. Tax increment and lease revenue payments of contingent rentals from the developer began in 2001 and are available for debt service. Management cannot presently make a reliable estimate of future contingent rentals. If lease rental and tax increment revenues are not sufficient for debt service, the City's pledge of public service tax would be required to be used for the repayment of the debt service.

Based on current information, management believes that there will be no future deficiencies in tax increment and lease revenues that will require the use of the City's public service tax revenues. The City's public service (excise) tax was increased from 8.5% to 10% effective January 1, 1997. The tax is levied on electric and water service and on the purchase of natural gas. The increase in revenues through September 30, 2004 was segregated into a special revenue lock box fund to cover future deficiencies in the pledged revenues for the debt service payments for the Mizner Park bonds. The City has committed \$5,983,741 in the special revenue Mizner Park Lock Box Fund and committed \$1,633,000 of fund balance in the General Fund at September 30, 2009 to cover future deficiencies in the pledged revenues.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

L. Pledged Revenues

The City issues bonds that are served by a pledge of specific revenues. Total pledged revenues to repay the principal and interest of those bonds as of September 30, 2009 are as follows:

<u>Source of Revenue Pledged</u>	<u>Government Activities</u>		<u>Business Activities</u>
	<u>Special Assessment</u>	<u>Tax Increment Bonds</u>	<u>Water and Sewer Revenues</u>
Current revenue pledged	\$1,194,209	\$8,051,111	\$18,563,296
Current debt service	1,100,730	6,546,300	4,182,093
Total future revenues pledged	14,497,848	65,730,666	70,188,497
Description of debt	Special Assessment Refunding Bonds, Series 2009 (Visions 90 Projects)	Tax Increment Bonds, Series 1998 (Mizner Park Project)	Water and Sewer Utility Revenue Bonds, issued 1999-2009
Purpose of debt	To refund Special Assessment Bonds, Series 2001	To refund Tax Increment Bonds, Series 1992	Construction and Refunding
Term of commitment	2010-2022	1998-2018	1999-2027
Percentage of debt service to pledged revenues (current year)	92%	81%	23%

9. Defeasance of Debt

The City defeased certain general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's general purpose financial statements. At September 30, 2009, \$23,335,784 of bonds outstanding are considered defeased.

10. Employee Retirement Systems

The City of Boca Raton sponsors three defined benefit plans – General Employees’ Pension Plan, Police and Firefighters’ Retirement System and the Executive Employees’ Retirement Plan.

The City’s pension plans are presented in accordance with GASB Statements No. 25, “Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans,” No. 27, “Accounting for Pensions by State and Local Governmental Employers” and No. 50, “Pension Disclosures.” The objective of these statements is to enhance the understandability and usefulness of pension information included in the financial statements of state and local governmental employers. The General Employees’ Pension Plan and the Police and Firefighters’ Retirement System each issue a publicly available audited GAAP financial report that includes financial statements and required supplementary information. Copies of the report are available in the Pension Office located at 2333 West Glades Road, Boca Raton, FL 33431. The Executive Employees’ Retirement Plan does not issue separate financial statements. Condensed financial statements are presented below.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Plan Descriptions, Contribution Information and Funding Policies

General Employees' Pension Plan:

Plan Description:

The General Employees' Pension Plan (The Plan) is a single-employer defined benefit plan administered by an eight-member Board of Trustees (the Board) that covers all regular full-time City employees except police, fire, and executive management employees. The Plan was established by Ordinance 1806, adopted April 17, 1973, by City Council. The Plan is also governed by Chapter 112, Florida Statutes.

The single-employer defined benefit plan is divided into Plan A, Plan B and Plan C. Employees hired prior to September 30, 1987 are enrolled in Plan A. Employees hired after September 30, 1987 and prior to November 1, 2007, are enrolled in Plan B. Employees hired on or after November 1, 2007 may elect to enroll in Plan C or the City's defined contribution plan. On an ongoing basis, all assets accumulated for the payment of benefits may legally be used to pay benefits to members or beneficiaries of Plan A, B and C.

Members become eligible for unreduced benefits upon the earlier of: 1) age 55 with the completion of 20 years of continuous service, 2) age 65 without regard to service 3) age 53 with the completion of 30 years of continuous service, or 4) when age plus service equals 68 and requires a minimum age of 50 and minimum continuous service of 15 years (Rule of 68). The monthly benefit for Plan A and B participants is equal to 3.00% of average monthly earnings (averaged over 60 months) for each year of continuous service. The monthly benefit for Plan C is equal to 1.75% of average monthly earnings (averaged over 60 months) for each year of continuous service. This is for the normal retirement options 1 through 3 listed above.

For the Rule of 68 retirement option, the monthly benefit for Plan A is equal to 2.5% of average monthly earnings (averaged over 60 months) for each year of continuous service. The monthly benefit for Plan B and C is equal to 1.50% of average monthly earnings (averaged over 60 months) for each year of continuous service.

Early retirement is available under 3 separate provisions. Regular early retirement is available at age 50 with 20 years of continuous service. The benefit is calculated as for normal retirement but is reduced by 5% for each year early retirement precedes age 55. For members employed on October 1, 2001, early retirement is also available at age 55 with 15 years of continuous service. The monthly benefit is equal to 2.0% times average monthly earnings for each year of continuous service.

Active employees who become disabled receive 60% (50% of earnings for disabilities incurred away from work) of the monthly earnings in effect at the time of disability, reduced by any public disability benefits to which the member is entitled. Disability benefits are paid until the earlier of death, recovery, or the end of the maximum benefit period. The maximum benefit period is until age 65 if the member became disabled prior to attainment of age 60 or for 60 months if the member became disabled after the attainment of age 60.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

The Deferred Retirement Option Plan (D.R.O.P.) is available to all Plan members who are still actively employed and have attained the age of 55 and have at least 20 years of continuous service, have attained age 53 and have at least 30 years of continuous service or have selected a reduced benefit at age 50 with 20 years of continuous service. Upon electing to participate in the D.R.O.P., members are considered to have retired for pension purposes of the pension plan but continue to remain in active employment with the City. Their benefits will remain frozen and continue to accrue interest until they retire from the City, at which time D.R.O.P. benefits will be paid. Maximum duration of participation is five years for D.R.O.P. enrollments on or after October 1, 2004.

If any employee dies while an active member or on disability, the benefit is equal to 3.5 times the member's annual earnings as of the date of death. The beneficiary receives an initial lump sum followed by monthly payments until the designated amount is paid in full. Interest, at a rate determined by the Board each fiscal year, is credited on the unpaid balance. If a member's employment is terminated before he or she becomes eligible for any other benefits under this plan, the member's contributions will be refunded with interest, which is credited at 3% per year compounded annually.

If a member terminates his employment either voluntarily or by lawful discharge after the completion of at least 10 years of continuous service, but before becoming eligible for retirement under this plan, he shall be entitled to a deferred vested benefit. The deferred vested benefit shall be based on average monthly earnings and continuous service as of the termination date and will be payable at the member's normal retirement date. The member may elect reduced benefits payable on or after his or her early retirement date, with such benefit being reduced by 5% for each year by which the commencement date precedes the normal retirement date.

Plan Contributions and Funding Policy:

Plan A and B members are required to contribute 8.65% of their annual earnings while Plan C members are required to contribute 5% of their annual earnings. Member contributions are established in accordance with the applicable collective bargaining agreement. Annual earnings include basic wages and longevity pay but exclude overtime, bonuses and any other extra compensation. Annual earnings does not include payments made to a member for any portion of a cost of living adjustment and/or merit increase, which exceeds the maximum of the employee's respective salary range. Employer contributions for the fiscal year ending September 30, 2009 determined using the actuarial valuation dated October 1, 2007 were 6.79% of covered payroll for both Plan A and B members. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Police and Firefighters' Retirement System:

Plan Description:

The Police and Firefighters' Retirement System is a single-employer defined benefit plan administered by an eight-member Board of Trustees which covers all City police officers and firefighters. The Police and Firefighters Retirement System was established by Ordinance 1806, adopted April 17, 1973, by City Council. The Plan is also governed by Chapters 112, 175, and 185, Florida Statutes. Pursuant to Chapters 175 and 185 of the Florida Statutes, premium taxes on certain property and casualty insurance contracts written on City properties is collected by the State and is remitted to the Plan. This amount totaled \$3,299,930 for the year ended September 30, 2009: \$2,028,958 for property insurance contracts for firefighters under Chapter 175 and \$1,270,972 for casualty insurance contracts for police officers under Chapter 185. This amount was recognized as an expenditure and revenue in the General Fund.

Police officers completing 20 or more continuous years of service, or age 55 with 10 years of continuous service, are entitled to monthly benefits at 3.5% of their average monthly earnings for the highest two consecutive years of continuous service up to a maximum of 87.5% with a 2% annual cost of living increase after one year of retirement. Police officers retiring after October 1, 1999, receive a \$10 monthly supplement per year of service.

Firefighters completing 20 or more continuous years of service, or age 55 with 10 years of service, are entitled to monthly benefits of 3.4% of their average monthly earnings for each year of continuous service up to a maximum of 100% with a 3% annual cost increase after one year of retirement but not earlier than age 52. In addition, the participant will receive a supplement of \$10 a month per year of service. Non-duty death or disability retirees will receive the COLA at age 52 if they have completed 20 years of service. Vested terminations will not get the COLA.

Police officers and firefighters who have reached normal retirement age may elect to participate in the Deferred Retirement Option Plan (D.R.O.P.). They will remain active employees of the City, but will no longer contribute to the Police and Firefighters' Retirement System. Their benefits will remain frozen and continue to accrue interest until they retire from the City, at which time D.R.O.P. benefits will be paid. Maximum duration of participation is five years.

Active employees who become disabled while in service receive 75% of the average monthly earnings. Disability benefits are paid until the earlier of death or recovery from disability. The maximum pension including social security and workers compensation is 100% of salary at disability. If an active employee dies, the beneficiary receives a \$5,000 lump sum benefit payment plus a maximum monthly benefit equal to 90% of the member's average monthly earnings until the beneficiary's death. If an employee terminates his employment with the police and firefighters and is not eligible for any other benefits under the system, the member is entitled to the following:

- . with less than ten years of continuous service, a refund of member contribution plus 3% interest.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

- with ten or more years of continuous service, the pension accrued to the date of termination, payable commencing at his or her normal retirement date or a lump sum refund of member contribution plus 3% interest.

Plan Contributions and Funding Policy:

Police Officer members are required to contribute 9.2% of their annual earnings. Member contributions are established in accordance with the applicable collective bargaining agreement. Annual earnings include basic wages, longevity pay and the first 300 hours of overtime but exclude any overtime earnings in excess of 300 hours, bonuses and any other extra compensation. The Plan receives funding from premium taxes on certain property and casualty insurance contracts written on City properties which is collected by the State and remitted directly to the Plan as a contribution to the Plan, which was 12.24%. Employer contributions for the fiscal year ending September 30, 2009 determined using the actuarial valuation dated October 1, 2007 were 22.52% of covered payroll. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

Firefighter members are required to contribute 9.2% of their annual earnings. Member contributions are established in accordance with the applicable collective bargaining agreement. Annual earnings include basic wages and longevity pay but exclude overtime, bonuses and any other extra compensation. The Plan receives funding from premium taxes on property and casualty insurance contracts written on City properties which is collected by the State and remitted directly to the plan as a contribution to the Plan, which was 14.94%. Employer contributions for the fiscal year ending September 30, 2009 determined using the actuarial valuation dated October 1, 2007 were 22.52% of covered payroll. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

Executive Employees' Retirement Plan

Plan Description:

The Executive Employees' Retirement Plan (the Plan) is a single-employer defined benefit plan administered by a five-member Board of Trustees that covers the executive employees of the City of Boca Raton. Executive employees are those managers occupying positions listed in the following table. The Plan was established by Ordinance 4745, adopted November 12, 2003, by City Council. The Plan is also governed by Chapter 112, Florida Statutes.

Executive employees are eligible to retire the earlier of reaching age 65 with at least 6 years of vesting service or reaching age 55 with at least 10 years of vesting service. As detailed below, Plan members are assigned to one of four divisions, each providing different levels of benefits. Monthly benefits are calculated as a percentage of average final compensation. A cost of living increase of 2% per year for Divisions 1, 2 and 3 and 3% per year for Division 4 in current monthly benefits commence on October 1st following 5 years after retirement. Members who terminate with 10 years or more of benefit service and are eligible for immediate early or normal

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

retirement receive a \$10 monthly supplement per year of service. The Plan also permits early retirement for all participants at the age of 50 and the completion of 10 years of vesting service.

Plan Contributions and Funding Policy:

Members are required to contribute 10% of their annual earnings. Annual earnings include basic wages and longevity pay but exclude overtime, bonuses and any other extra compensation. Annual earnings do not include payments made to a member for any portion of a cost of living adjustment and/or merit increase, which exceeds the maximum of the employee's respective salary range. Employer contributions for the fiscal year ending September 30, 2009 determined using the actuarial valuation dated October 1, 2007 were 14.09% of covered payroll. The City is required to contribute the remaining amounts necessary to finance the benefits through periodic contributions of actuarially determined amounts.

Division	Eligible Positions	Member Contributions	Accrued Benefit	Standard Form of Annuity
Division 1	D-1, D-2 & D-3	10.0%	3.05%	25% joint-and-survivor
Division 2	D-4 and higher D classifications	10.0%	3.15%	50% joint-and-survivor
Division 3	Department Heads (DD positions) Assistant City Manager, Deputy City Manager, Senior Assistant City Attorney	10.0%	3.25%	75% joint-and-survivor
Division 4	City Manager and City Attorney	10.0%	4.55% for first 10 years & 3.35% thereafter	100% joint-and-survivor

Executive employees who have reached normal retirement age may elect to participate in the Deferred Retirement Option Plan (D.R.O.P.). They will remain active employees of the City, but will no longer contribute to the Executive Employees' Retirement Plan. Their benefits will remain frozen and continue to accrue interest until they retire from the City, at which time D.R.O.P. benefits will be paid. Maximum duration of participation is thirty-six months.

Active employees who become disabled receive 60% of the average final compensation as of the date of disability payable starting at age 65. Disability benefits are paid until the earlier of death or recovery from disability. If an active employee dies, a member's beneficiary is entitled to an accrued benefit that varies with age, length of service and employee division. If an employee terminates his employment with the City and is not eligible for any other benefits under the plan, the member is entitled to the following:

- with less than six years of continuous service, a refund of member contribution plus 5% interest.
- with six or more years of continuous service, the pension accrued to the date of termination, payable commencing at the member's normal retirement date.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Condensed financial statements for the Executive Employees' Retirement Plan are show below:

Statement of Plan Net Assets

Assets:	
Cash and equivalents	\$ 104,161
Investments:	
Florida Municipal Pension Trust Fund	14,775,978
Total Assets	<u>14,880,139</u>
Net Assets	<u>\$ 14,880,139</u>

Statement of Changes In Plan Net Assets

Additions	
Contributions:	
City	\$ 894,988
Employee	526,464
Total Contributions	<u>1,421,452</u>
Investment Income:	
Interest Revenue, net	312,766
Investment Expense	(22,799)
Total Investment Income (Loss)	<u>289,967</u>
Total Additions	<u>1,711,419</u>
Deductions	
Retirement Benefits Paid	164,235
Deferred Retirement Option Plan Benefits Paid	110,731
Administrative Expenses	20,282
Transfer to General Employees' Pension Plan	12,737
Total Deductions	<u>307,985</u>
Change in Net Assets	1,403,434
Net Assets held in trust for pension benefits	
Net Assets – Beginning	<u>13,476,705</u>
Net Assets – Ending	<u>\$ 14,880,139</u>

Current Membership:

Current membership, at September 30, 2009 in the General Employees' Pension Plan, Police and Firefighters' Retirement System and Executive Employees' Retirement Plan, is comprised of the following:

	<u>General Employees'</u> <u>Pension Plan</u>	<u>Police and Firefighters'</u> <u>Retirement System</u>	<u>Executive Employees'</u> <u>Retirement Plan</u>
Retirees and beneficiaries currently receiving benefits	407	232	9
Vested terminated employees	29	8	10
Active employees			
Fully-vested	312	141	33
Non-vested	350	218	14

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The pension plans' financial statements are prepared using the accrual basis of accounting. Contributions from members are recognized in the period the City makes payroll deductions from participants. City contributions to each plan are recognized when due as determined actuarially and are remitted on a monthly basis along with the members' contributions. The City has made a formal commitment to provide the contributions to the pension plans. Benefit payments and refunds to members are recognized when due and payable in accordance with the terms of each plan.

Investments and Investment Income:

Investments are carried at fair value, which is determined as follows: securities traded on a national securities exchange are valued at the last reported sales price on the last business day of the fiscal year; securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at the last reported bid price; and commercial paper, time deposits and short-term investment pools are valued at cost, which approximates fair value. The fair value of real estate investments have been estimated based upon latest appraisal information. Purchases and sales of securities are reflected on a trade-date basis. Gains or losses on sales of securities are based on average cost. Dividends and interest income are recorded as earned.

The City has contracted with the Florida Municipal Pension Trust Fund (FMPTF) to administer the Executive Employees' Retirement Plan. The FMPTF invests pension assets in the Florida Municipal Investment Trust (the Trust), an interlocal government entity created under the laws of the State of Florida as an investment vehicle for those participating governments. The Trust invests funds into one or more investment portfolios under the supervision of investment managers. The portfolio does not distribute income or capital gains to its members. All income earned and capital gains realized are retained by the portfolio and reinvested.

Administrative Expenses:

Administrative costs paid by the these Plans include services of administrative personnel, bank charges, investment counsel charges, actuarial costs, insurance expense, any approved medical expenses and miscellaneous office expenses.

Plan Termination:

In the event the Plan is terminated or contributions under the Plan are discontinued, each employee will have a non-forfeitable right to the benefits accrued and/or funded to the date of Plan termination or contribution discontinuance.

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Pension Information:

City contributions for 2009 were determined by annual actuarial valuations as of October 1, 2007 and adopted by the Board of Trustees for the respective plans. Significant actuarial assumptions used in the latest actuarial valuation are as follows:

	<u>General Employees'</u>	<u>Police and Firefighters'</u>	<u>Executive Employees'</u>
Actuarial valuation date	10/01/2009	10/01/2009	10/01/2009
Actuarial cost method	Entry age normal	Entry age normal	Individual entry age
Amortization method	Level percent Closed	Level percent Closed	Level percent Open Group
Remaining amortization period	29 years	17 years	30 years
Asset valuation method	4 year smoothed Average*	4 year smoothed Average*	Market
Actuarial assumptions:			
Investment rate of return	8.0%	8.0%	8.0%
Projected salary increases	3.9% to 7.3%	4.5% to 7.5%	4.0% to 6.0%
Includes inflation of	4.5%	4.5%	3.5%
Cost of living adjustment:	None		
Police		2.0% Annually	
Fire		3.0% Annually	
EERP			2-3% per year

*Actuarial Value reset to Market Value as of 9/30/2005

Annual Pension Cost and Net Pension Asset:

Annual Pension Cost (APC) is a measure of the periodic cost of an employer's participation in a defined benefit pension plan.

The annual pension cost and net pension asset for each retirement system and for the fiscal year ended September 30, 2009, is presented as follows:

	<u>General Employees'</u>	<u>Police and Firefighters'</u>	<u>Executive Employees'</u>
Annual required contribution ("ARC")	\$ 2,060,138	\$ 8,527,710	\$ 672,076
Interest on net pension asset ("NPA")	(10,362)	(639,919)	(70,243)
Adjustments to ARC	5,733	355,321	78,194
Annual Pension Cost	<u>2,055,509</u>	<u>8,243,112</u>	<u>679,847</u>
Contributions made	(2,099,218)	(8,905,354)	(894,988)
Increase in NPA	(43,709)	(662,242)	(215,141)
NPA – Beginning of year	(129,530)	(7,998,983)	(880,294)
NPA – End of year	<u>\$ (173,239)</u>	<u>\$ (8,661,225)</u>	<u>\$ (1,095,435)</u>

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Three Year Trend Information

<u>Fiscal year ended in:</u>	<u>General Employees'</u>			<u>Police and Firefighters'</u>		
	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension (Asset) Obligation</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension (Asset) Obligation</u>
2007	\$ 1,622,137	100%	\$ (151,823)	\$ 6,445,043	110%	\$ (6,864,024)
2008	\$ 2,020,361	99%	\$ (129,530)	\$ 6,981,107	112%	\$ (7,998,983)
2009	\$2,055,509	102%	\$ (173,239)	\$ 8,243,112	108%	\$ 8,661,225

Executive Employees'

<u>Fiscal year ended in:</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension (Asset) Obligation</u>
2007	\$ 682,531	115%	\$ (727,836)
2008	\$ 694,206	122%	\$ (880,294)
2009	\$ 679,847	132%	\$ (1,095,435)

Funded Status and Funding Progress

The funded status of the Plans as of October 1, 2009, the most recent actuarial valuation date, is as follows (dollar amounts in thousands):

<u>Plan</u>	<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) (b)</u>	<u>Unfunded (UAAL) (b - a)</u>	<u>Funded Ratio (a/b)</u>	<u>Annual Covered Payroll (c)</u>	<u>UAAL as Percentage Of Annual Covered Payroll Obligation</u>
General Employees'	October 1, 2009	\$155,671	\$162,631	\$6,960	95.72%	\$32,811	21.21%
Police and Firefighters'	October 1, 2009	\$204,965	\$274,735	\$69,770	74.60%	\$29,767	234.39%
Executive Employees'	October 1, 2009	\$17,480	\$25,146	\$7,665	69.52%	\$5,060	151.50%

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

11. Other Post Employment Benefits (OPEB)

Plan Description

The City provides a single employer defined benefit health care plan to all of its employees except for the firefighter members covered by the collective bargaining agreement between the City and the International Association of Firefighters. The plan allows its employees and their beneficiaries, at their own cost and until the attainment of age 65, to continue to obtain health,

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

dental and other insurance benefits upon retirement. The benefits of the plan conform with Florida Statutes, which are the legal authority for the plan. The plan has no assets and does not issue a separate financial report.

Funding Policy and Annual OPEB Cost

The City does not directly make a contribution to the plan on behalf of retirees. Retirees and their beneficiaries pay the same group rates as are charged to the City for active employees by its healthcare provider. However, the City's actuaries, in their actuarial valuation, calculate an offset to the cost of these benefits as an Employer Contribution, based upon an implicit rate subsidy. This offset equals the total age-adjusted costs paid by the City or its active employees for coverage of the retirees and their dependents for the year net of the retiree's own payments for the year.

The annual other post employment benefit (OPEB) cost is calculated based on the annual required contribution of the employer, an amount actuarially determined in accordance with GASB Statement No. 45. The annual required contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

The annual OPEB cost for the City for the current year and the related information is as follows:

Required contribution rates:	
Employer	Pay-as-you-go
Plan members	N/A
FY 2009 Annual Required Contribution (ARC)	\$ 609,000
Interest on Net OPEB Obligation	18,000
Adjustment to ARC	<u>(14,000)</u>
Annual OPEB cost	613,000
Employer Contributions	<u>(278,000)</u>
Increase in net OPEB obligation	335,000
Net OPEB obligation – October 1, 2008	<u>362,000</u>
Net OPEB obligation – September 30, 2009	<u>\$ 697,000</u>

The annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for 2009 and 2008 was:

Fiscal year ended	9/30/2009	9/30/2008
Annual OPEB cost	\$613,000	\$576,000
Percentage of OPEB cost contributed	45.3%	37.2%
Net OPEB obligation	\$697,000	\$362,000

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Funded Status and Funding Progress

The funded status of the plan as of October 1, 2008 was as follows:

Actuarial accrued liability	\$6,620,000
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	\$6,620,000
Funded Ratio	-
Covered payroll	\$52,378,645
UAAL as a percentage of covered payroll	12.64%

The actuarial valuation for the calculation of OPEB involves estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information is designed to provide multi-year trend information to show whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. However, the City has not contributed assets to the plan at this time.

Actuarial Methods and Assumptions

Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the City and the plan members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Actuarial valuation date	10/1/2008
Actuarial cost method	Entry age
Amortization method	Level percent, closed
Remaining amortization period	30 years
Asset valuation method	Unfunded
Actuarial assumptions:	
Investment rate of return	5.00%
Projected salary increases	4.00%
Healthcare inflation rate	6% ultimate

12. Interfund Receivables, Payables, Advances and Transfers

A. Due To/From Other Funds (Balances Expected To Be Repaid Within One Year)

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. The composition of interfund balances as of September 30, 2009 is as follows:

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

The following is a summary of interfund receivable and payable balances at September 30, 2009:

	Interfund Receivables (Due from)	Interfund Payables (Due to)
Major funds:		
General Fund	\$1,431,288	
Beach and Park Operations Fund		\$ 821,865
Non-Major Governmental Funds		609,423
	<u>\$1,431,288</u>	<u>\$1,431,288</u>

The inter-fund balances above represent short-term loans to cover temporary negative balances in each fund's equity in pooled cash at year end.

B. Interfund Transfer Reconciliation

	General	Five Year Capital Improvement	Non-major Governmental	Internal Service	Non-major Enterprise	Total
Transfers from:						
General		\$4,852,279		\$4,687,400	\$4,491,900	\$14,031,579
CRA Mizner Park Revenue			\$6,750,600			6,750,600
5 Year Capital Improvements			692,200	2,297,200	391,412	3,380,812
Beach and Park Operations				40,400		40,400
Water and Sewer				201,200		201,200
Non-major governmental	\$7,191,200	1,136,850	2,051,176	148,000	487,100	11,020,327
Non-major enterprise				6,500		6,500
Internal service					1,897,761	1,897,761
Total	<u>\$7,191,200</u>	<u>\$ 5,989,130</u>	<u>\$9,499,976</u>	<u>\$7,380,700</u>	<u>\$7,268,173</u>	<u>\$37,329,179</u>

The transfers to the General Fund consist of a transfer from the Downtown Infrastructure as repayment of funds in excess of expenditure requirements. Funds transferred into the Five Year Capital Improvement Program are for funding capital projects. Non-major governmental fund transfers in are for payment of debt service, beautification projects, and CRA operations. The transfers into the Internal Service Fund are for the purchase of capital assets, which are not recovered through normal user fees and to partially offset operating costs in Information Technology Fund. The transfer into the non-major Enterprise funds is for capital projects and maintenance of the Cemetery Fund.

13. Self-Insurance Programs

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 1988, the City established a Self-Insurance Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss. Under this program the City has established three programs, Workers Compensation, Employees' Health and General and Automobile Liability.

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

The City is fully self-insured for workers' compensation, general liability, automobile liability, employment liability, police professional liability and errors and omissions. In addition, the City purchases an excess policy at a self-insured retention of \$400,000 for workers' compensation and \$250,000 for general liability losses. The City purchases commercial insurance for property damage up to \$103,000,000, after deductibles ranging from \$50,000 to \$1,000,000. There were no significant changes in insurance coverage from the prior year and the amount of settlements did not exceed the insurance coverage for each of the past three years. The City has entered into a contract with CIGNA to provide for employee health insurance utilizing a minimum premium policy that provides certain limits on health insurance claim amounts that the City is ultimately responsible for and establishes certain reserve amounts.

All funds of the City participate in the program and make payments to the Self-Insurance Fund, based on actuarial estimates of amounts needed to pay prior and current year claims. The claims liability of \$11,056,679 reported in the Fund at September 30, 2009 is based on the requirements of GASB No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. A discount rate of 4.5% is assumed.

The City's estimated liability for self-insured losses for general liability and workers' compensation was determined by an independent actuarial valuation performed as of September 30, 2009. Liabilities include an amount for claims incurred but not reported (IBNR). Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. The liability for self-insured losses are based on estimates and the ultimate settlement of the claims may differ from the amounts recorded. The estimated liability at September 30, 2008 and 2009 is as follows:

<u>Type</u>	<u>Liability at September 30, 2008</u>	<u>Liability at September 30, 2009</u>	<u>Due Within One Year</u>
Workers Compensation	\$ 4,221,000	\$ 4,221,000	\$ 909,625
General and Automobile Liability	5,976,000	5,357,000	1,154,433
Health Insurance	<u>1,656,228</u>	<u>1,478,679</u>	<u>1,478,679</u>
Total	<u>\$11,853,228</u>	<u>\$11,056,679</u>	<u>\$3,542,737</u>

Changes in the estimated liability for the fiscal years ended September 30, 2008 and 2009 are as follows:

	<u>Liability October 1</u>	<u>Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Liability September 30</u>
2008	\$10,758,973	\$11,542,081	\$10,447,826	\$11,853,228
2009	\$11,853,228	\$10,684,762	\$11,481,311	\$11,056,679

CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

14. Accounting Change

GASB Statement 54 "*Fund Balance Reporting and Governmental Fund Type Definitions*" enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. The City early implemented this standard in fiscal year 2009. Changes to the government fund type fund balance reporting is reflected in the financial statements and schedules and related disclosures are included in Note 1 under Section 11 Nature and Purpose of Fund Equity and Section 12 Minimum Fund Balance Policy.

15. Prior Period Adjustment

During the 2008-09 fiscal year, it was determined that the following prior period adjustments were required:

Governmental Activities:

Increase to capital assets as of September 30, 2008	<u>\$3,515,846</u>
-----------------------------------------------------	--------------------

Business Type Activities:

Water and Sewer Fund:

Increase to construction-in-progress as of September 30, 2008	<u>\$1,917,409</u>
---------------------------------------------------------------	--------------------

16. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, might constitute a liability of the applicable funds. It is Management's opinion that there are not any significant contingent liabilities relating to these grants.

The City is a defendant in various lawsuits at September 30, 2009. The estimated liability for probable losses, as a result of the lawsuits, was determined based on advice from legal counsel after giving consideration for insurance coverage and, in certain instances, the Florida statutory limitations of governmental liability, and is included in the estimated liability for self-insured claims in the internal service fund (see Note 13). Although the ultimate outcome of these lawsuits is not presently determinable, it is the opinion of management, based on advice from legal counsel, that the amount of losses resulting from the above litigation in excess of the amount accrued as of September 30, 2009, would not have a material adverse effect on the financial position of the City.

**CITY OF BOCA RATON, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

17. Excess of Expenditures over Appropriation

The expenditures of the following department exceeded appropriations by the amount indicated:

General Fund:
Law enforcement \$252,937

18. Boca Raton Community Redevelopment Agency

Pursuant to Florida Statute 163.387, listed below is a summary of the sources and amounts of deposits to, and the purpose and amounts of withdrawals from, the Community Redevelopment Agency Funds (CRA) for the fiscal year ended September 30, 2009:

	<u>Deposits</u>	<u>Withdrawals</u>
Source of deposits:		
Tax increment revenues	\$6,750,600	
Lease revenues	1,300,511	
Investment income	353,508	
Other	2,742	
Purpose of withdrawals:		
Debt service – principal		\$5,130,000
Debt service – interest		1,418,050
Salaries and benefits		187,821
Professional services		103,342
Advertising		9,308
Other contractual services		5,414
Telephone		1,546
Insurance premiums		10,352
Dues and subscriptions		828
Miscellaneous		3,938
	\$8,407,361	\$6,870,599

19. Subsequent Events

The City of Boca Raton purchased the Wildflower Property for \$7.5 million on December 20, 2009. The purchase was funded by \$4.5 million from the General Fund and \$3 million from the Park Land Dedication Fund.

REQUIRED
SUPPLEMENTAL
INFORMATION

CITY OF BOCA RATON, FLORIDA
PENSION FUNDS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
(dollar amount in thousands)
(Unaudited)

Actuarial Valuation Date <u>October 1</u>	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL) <u>Entry Age</u>	(b-a) Unfunded AAL <u>(UAAL)</u>	(a/b) Funded Ratio	(c) Annual Covered <u>Payroll</u>	(b-a)/c UAAL as a Percentage of Covered <u>Payroll</u>
General Employees' Pension Plan						
2004	\$111,740	\$118,124	\$6,384	94.60%	\$29,574	21.59%
2005	145,252	128,393	(16,859)	113.13%	29,661	-56.84%
2006	149,013	136,935	(12,078)	108.82%	30,415	-39.71%
2007	155,901	145,647	(10,254)	107.04%	30,935	-33.15%
2008	156,186	150,363	(5,823)	103.87%	32,119	-18.13%
2009	155,671	162,631	6,960	95.72%	32,811	21.21%
Police and Firefighters' Retirement System						
2004	\$143,698	\$179,205	\$35,507	80.20%	\$19,698	180.26%
2005	177,298	196,888	19,590	90.10%	22,283	87.90%
2006	184,595	209,487	24,892	88.10%	24,194	102.90%
2007	197,932	228,634	30,702	86.60%	24,891	136.00%
2008	203,745	252,988	49,243	80.54%	28,637	171.95%
2009	204,965	274,735	69,770	74.60%	29,767	234.39%
Executive Employees' Retirement Plan*						
2004	\$7,345	\$10,106	\$2,761	72.68%	\$3,879	71.18%
2005	9,081	13,332	4,251	68.11%	3,677	115.63%
2006	11,172	15,179	4,006	73.61%	3,884	103.16%
2007	13,888	17,704	3,816	78.44%	4,184	91.21%
2008	15,850	21,482	5,632	73.78%	4,822	116.80%
2009	17,480	25,146	7,665	69.52%	5,060	151.50%

**CITY OF BOCA RATON, FLORIDA
OTHER POST EMPLOYMENT BENEFITS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
(dollar amount in thousands)
(Unaudited)**

<u>Actuarial Valuation Date</u>	(a) <u>Actuarial Value of Assets</u>	(b) <u>Actuarial Accrued Liability (AAL) Entry Age</u>	(b-a) <u>Unfunded AAL (UAAL)</u>	(a/b) <u>Funded Ratio</u>	(c) <u>Annual Covered Payroll</u>	(b-a)/c <u>UAAL as a Percentage of Covered Payroll</u>
October 1, 2007	-	\$6,204	\$(6,204)	0.00%	\$51,009	12.16%
October 1, 2008	-	\$6,620	\$(6,620)	0.00%	\$52,379	12.64%

The above schedule reflects data for two years only due to this being the second year of implementation of GASB Statement No. 45.

**CITY OF BOCA RATON, FLORIDA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
PROPERTY TAXES	\$ 47,938,900	\$ 47,938,900	\$ 47,973,867	\$ 34,967
EXCISE TAXES				
Utility	20,130,000	16,558,253	17,935,567	1,377,314
Total excise taxes	20,130,000	16,558,253	17,935,567	1,377,314
FRANCHISE TAXES				
Electrical	11,500,000	11,500,000	11,603,975	103,975
Television	950,000	950,000	1,133,681	183,681
Natural gas	250,000	250,000	237,492	(12,508)
Solid waste	1,150,000	1,150,000	905,868	(244,132)
Total franchise taxes	13,850,000	13,850,000	13,881,016	31,016
INSURANCE PREMIUM TAXES		3,300,000	3,299,930	(70)
Total taxes	81,918,900	81,647,153	83,090,380	1,443,227
LICENSES AND PERMITS				
Occupational licenses	1,345,000	1,345,000	1,436,741	91,741
Beverage licenses	110,000	110,000	120,686	10,686
Building permits	5,000,000	5,000,000	4,857,608	(142,392)
Plumbing permits	410,000	410,000	344,985	(65,015)
Electrical permits	1,000,000	1,000,000	1,008,319	8,319
Paving permits	25,000	25,000	19,388	(5,612)
Mechanical permits	515,000	515,000	422,807	(92,193)
Other	1,005,700	1,005,700	1,119,617	113,917
Total licenses and permits	9,410,700	9,410,700	9,330,151	(80,549)
INTERGOVERNMENTAL				
Federal grants			524,104	524,104
State revenue sharing	8,815,400	8,815,400	7,801,787	(1,013,613)
Palm Beach County	517,000	562,800	582,177	19,377
Beach tax district	1,650,000	1,650,000	1,101,201	(548,799)
Total intergovernmental	10,982,400	11,028,200	10,009,269	(1,018,931)
CHARGES FOR SERVICES				
Physical environment	128,000	128,000	149,506	21,506
Planning and zoning fees	376,100	376,100	365,321	(10,779)
Fire services	4,734,800	4,734,800	4,646,927	(87,873)
Police services	354,400	354,400	455,537	101,137
Library	256,100	256,100	212,171	(43,929)
Recreation services	2,302,200	2,363,000	2,269,474	(93,526)
Administrative service charge	5,568,000	5,568,000	5,567,183	(817)
Other	168,300	237,800	268,409	30,609
Total charges for services	13,887,900	14,018,200	13,934,528	(83,672)
FINES AND FORFEITURES	1,035,000	1,035,000	1,377,979	342,979
INVESTMENT EARNINGS	2,200,000	2,200,000	1,807,568	(392,432)
MISCELLANEOUS	50,000	50,000	58,145	8,145
Total revenues	119,484,900	119,389,253	119,608,020	218,767
EXPENDITURES				
GENERAL GOVERNMENT				
City council	309,200	309,200	302,490	6,710
City manager				
Administration	1,200,600	1,200,600	1,289,388	(88,788)
City clerk	1,061,300	1,060,900	965,565	95,335
Board and committees	95,100	100,700	95,289	5,411
Human resources	1,050,300	1,050,300	994,757	55,543
Total city manager	3,407,300	3,412,500	3,344,999	67,501

CITY OF BOCA RATON, FLORIDA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	Final Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
Financial services				
Administration	\$ 815,400	\$ 845,000	\$ 766,350	\$ 78,650
Accounting	468,600	468,600	459,437	9,163
Treasury	168,900	169,600	176,485	(6,885)
Accounts payable	216,900	216,900	210,278	6,622
Purchasing	690,100	690,100	688,796	1,304
Risk management	171,600	171,600	175,177	(3,577)
Office of management and budget	412,200	419,200	412,783	6,417
Total financial services	<u>2,943,700</u>	<u>2,981,000</u>	<u>2,889,306</u>	<u>91,694</u>
City attorney	1,046,300	1,046,300	975,221	71,079
Development services				
Administration	670,500	656,800	564,493	92,307
Code compliance/ licensing	4,552,800	4,553,100	4,295,199	257,901
Planning and zoning	1,773,500	1,975,100	1,496,286	478,814
Total development services	<u>6,996,800</u>	<u>7,185,000</u>	<u>6,355,978</u>	<u>829,022</u>
Other non-departmental services	4,465,700	7,780,000	7,194,547	585,453
Total general government	<u>19,169,000</u>	<u>22,714,000</u>	<u>21,062,541</u>	<u>1,651,459</u>
PUBLIC SAFETY				
Law enforcement				
Chief's office	1,548,100	1,550,200	1,366,707	183,493
Communications/dispatch	2,237,200	2,238,000	2,252,254	(14,254)
Community services	8,729,000	8,778,900	9,025,815	(246,915)
Bureau of field services	20,017,300	20,583,500	20,758,761	(175,261)
Total law enforcement	<u>32,531,600</u>	<u>33,150,600</u>	<u>33,403,537</u>	<u>(252,937)</u>
Fire rescue services				
Administration	2,797,100	2,803,300	2,766,664	36,636
Logistics and support	2,492,100	2,515,000	2,511,332	3,668
Fire operations	25,973,300	26,087,800	26,071,709	16,091
Fire and life safety	1,502,400	1,502,400	1,538,728	(36,328)
Total fire rescue services	<u>32,764,900</u>	<u>32,908,500</u>	<u>32,888,433</u>	<u>20,067</u>
Total public safety	<u>65,296,500</u>	<u>66,059,100</u>	<u>66,291,970</u>	<u>(232,870)</u>
PHYSICAL ENVIRONMENT				
Administration	1,364,200	1,536,300	1,108,541	427,759
Dredge	486,900	490,400	458,616	31,784
Facilities management	3,240,200	3,353,100	3,011,726	341,374
Total physical environment	<u>5,091,300</u>	<u>5,379,800</u>	<u>4,578,883</u>	<u>800,917</u>
TRANSPORTATION				
Streets	980,700	980,700	934,913	45,787
Traffic/ special projects	3,812,400	4,002,200	3,273,073	729,127
Engineering-survey	440,500	442,800	415,547	27,253
Engineering-design	695,700	695,700	635,964	59,736
Total transportation	<u>5,929,300</u>	<u>6,121,400</u>	<u>5,259,497</u>	<u>861,903</u>

CITY OF BOCA RATON, FLORIDA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
PARKS AND RECREATION				
Administration	\$ 2,186,800	\$ 2,186,800	\$ 2,201,098	\$ (14,298)
Library	4,204,200	4,211,000	4,086,452	124,548
Community center	536,000	571,000	559,921	11,079
Community schools	35,000			
Train depot	41,300	41,300	40,209	1,091
Camp programs	615,300	676,100	662,640	13,460
Youth activities center	106,700	106,700	96,559	10,141
Athletics	461,300	476,900	394,339	82,561
Skateboard park	60,800	60,800	50,538	10,262
Special programs	417,100	417,100	422,193	(5,093)
Aquatics	379,500	379,500	369,451	10,049
Tennis center	284,800	284,800	248,704	36,096
Special interest activity	623,800	627,800	506,900	120,900
Ocean rescue	1,581,200	1,581,200	1,606,342	(25,142)
Parks District I	1,637,600	1,642,500	1,580,534	61,966
Parks District II	2,137,300	2,150,100	2,362,730	(212,630)
Mizner Park	753,300	753,300	660,266	93,034
Park rangers	277,800	277,800	278,225	(425)
Irrigation	857,300	857,300	870,421	(13,121)
Conservation	246,800	248,400	206,599	41,801
Total parks and recreation	<u>17,443,900</u>	<u>17,550,400</u>	<u>17,204,121</u>	<u>346,279</u>
Total expenditures	<u>112,930,000</u>	<u>117,824,700</u>	<u>114,397,012</u>	<u>3,427,688</u>
Excess (deficiency) of revenues over expenditures	<u>6,554,900</u>	<u>1,564,553</u>	<u>5,211,008</u>	<u>3,646,455</u>
OTHER FINANCING SOURCES (USES)				
Transfers in:				
Downtown Infrastructure Fund	20,000	20,000	20,000	
Library Bond Fund	7,171,200	7,171,200	7,171,200	
Total transfers in	<u>7,191,200</u>	<u>7,191,200</u>	<u>7,191,200</u>	
Transfers out:				
Right of Way Beautification Fund	(2,340,400)			
Self-Insurance Programs Fund		(1,400,000)	(1,400,000)	
Five Year Capital Improvement Fund	(7,264,300)	(6,032,953)	(4,852,279)	1,180,674
Information Technology Fund	(8,000)	(8,000)	(8,000)	
Fleet Management Fund	(3,595,000)	(3,595,000)	(3,279,400)	315,600
Sanitation	(4,491,900)	(4,491,900)	(4,491,900)	
Total transfers out	<u>(17,699,600)</u>	<u>(15,527,853)</u>	<u>(14,031,579)</u>	<u>1,496,274</u>
Total other financing sources (uses)	<u>(10,508,400)</u>	<u>(8,336,653)</u>	<u>(6,840,379)</u>	<u>1,496,274</u>
Net change in fund balance	<u>\$ (3,953,500)</u>	<u>\$ (6,772,100)</u>	<u>(1,629,371)</u>	<u>\$ 5,142,729</u>
Fund balance - beginning			<u>50,663,709</u>	
Fund balance - ending			<u>\$ 49,034,338</u>	

CITY OF BOCA RATON, FLORIDA
COMMUNITY DEVELOPMENT AGENCY- MIZNER PARK REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Taxes	\$ 6,874,000	\$ 6,874,000	\$ 6,750,600	\$ (123,400)
Charges for services	1,180,000	1,309,200	1,300,511	(8,689)
Investment earnings	275,000	230,000	254,021	24,021
Total revenues	<u>8,329,000</u>	<u>8,413,200</u>	<u>8,305,132</u>	<u>(108,068)</u>
EXPENDITURES				
Excess (deficiency) of revenues over expenditures	<u>8,329,000</u>	<u>8,413,200</u>	<u>8,305,132</u>	<u>(108,068)</u>
OTHER FINANCING USES				
Transfers out	<u>(6,669,700)</u>	<u>(6,750,600)</u>	<u>(6,750,600)</u>	
Total other financing uses	<u>(6,669,700)</u>	<u>(6,750,600)</u>	<u>(6,750,600)</u>	
Net change in fund balance	<u>\$ 1,659,300</u>	<u>\$ 1,662,600</u>	1,554,532	<u>\$ (108,068)</u>
Fund balance - beginning			<u>4,862,675</u>	
Fund balance - ending			<u>\$ 6,417,207</u>	

See accompanying note to required supplementary information

CITY OF BOCA RATON, FLORIDA
BEACH AND PARK OPERATIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 39,197,600	\$ 40,367,300	\$ 11,443,733	\$ (28,923,567)
Charges for services	2,292,600	2,312,400	2,204,540	(107,860)
Total revenues	<u>41,490,200</u>	<u>42,679,700</u>	<u>13,648,273</u>	<u>(29,031,427)</u>
EXPENDITURES				
Current:				
Parks and recreation	41,449,800	42,639,300	13,607,873	29,031,427
Total expenditures	<u>41,449,800</u>	<u>42,639,300</u>	<u>13,607,873</u>	<u>29,031,427</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 40,400</u>	<u>\$ 40,400</u>	<u>40,400</u>	<u>\$</u>
OTHER FINANCING USES				
Transfers out	<u>(40,400)</u>	<u>(40,400)</u>	<u>(40,400)</u>	
Total other financing uses	<u>(40,400)</u>	<u>(40,400)</u>	<u>(40,400)</u>	
Net change in fund balance	<u>\$</u>	<u>\$</u>		<u>\$</u>
Fund balance - ending			<u>\$</u>	

See accompanying note to required supplementary information

CITY OF BOCA RATON, FLORIDA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2009

Stewardship, Compliance and Accountability

A. Budgetary Information

General governmental revenue and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with various legal requirements, which govern the City's operations. Annual budgets have been legally adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP) for the General Fund, Special Revenue Funds (except the General Trust Fund), Debt Service Funds and Capital Projects Funds. Budgets in governmental funds are encumbered upon issuance of purchase orders, contracts or other forms of legal commitments. While appropriations lapse at the end of the fiscal year, the succeeding year's budget ordinance specifically provides for the reappropriation of year end encumbrances.

The City Manager is authorized to transfer budgeted amounts within departments within any fund; however, any revisions that increase the total expenditures of any department or fund must be approved by the City Council. The level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department (by fund) level. All necessary supplemental appropriations are adopted by the City Council as part of a quarterly budget review process and are included in the "Final Budget" columns on the schedule of revenues, expenditures and changes in fund balance – budget and actual.

COMBINING AND
INDIVIDUAL
FUND STATEMENTS

MAJOR
GOVERNMENTAL
FUND

Major Governmental Fund

CAPITAL PROJECTS FUND

The capital projects fund is used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Five-Year Capital Improvement Program Fund -- To account for various building, park and street construction projects. Financing is provided by general tax revenue, bond proceeds, excise tax and interest income.

**CITY OF BOCA RATON, FLORIDA
 FIVE-YEAR CAPITAL IMPROVEMENT PROGRAM FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Taxes	\$ 8,428,100	\$ 9,659,447	\$ 9,706,327	\$ 46,880
Intergovernmental	3,650,000	3,899,900	510,924	(3,388,976)
Donations in lieu of land		610,000	610,150	150
Investment earnings	500,000	500,000	869,201	369,201
Miscellaneous	2,366,500	2,366,500		(2,366,500)
Total revenues	<u>14,944,600</u>	<u>17,035,847</u>	<u>11,696,602</u>	<u>(5,339,245)</u>
EXPENDITURES				
Capital outlay:				
General	2,050,200	2,050,200	736,507	1,313,693
Public safety	3,813,100	4,794,000	1,472,504	3,321,496
Transportation	20,635,400	22,493,400	5,427,862	17,065,538
Parks	6,350,400	7,282,600	969,170	6,313,430
Total expenditures	<u>32,849,100</u>	<u>36,620,200</u>	<u>8,606,043</u>	<u>28,014,157</u>
Excess (deficiency) of revenues over expenditures	<u>(17,904,500)</u>	<u>(19,584,353)</u>	3,090,559	22,674,912
OTHER FINANCING SOURCES (USES)				
Transfers in	7,264,300	7,194,753	5,989,130	(1,205,623)
Transfers out	(3,101,200)	(3,101,200)	(3,380,812)	(279,612)
Bonds issued	300,000	300,000		(300,000)
Total other financing sources (uses)	<u>4,463,100</u>	<u>4,393,553</u>	<u>2,608,318</u>	<u>(1,785,235)</u>
Net change in fund balance	<u>\$ (13,441,400)</u>	<u>\$ (15,190,800)</u>	5,698,877	<u>\$ 20,889,677</u>
Fund balance - beginning			<u>23,028,827</u>	
Fund balance - ending			<u>\$ 28,727,704</u>	



PAGE INTENTIONALLY LEFT BLANK

NON-MAJOR
GOVERNMENTAL
FUNDS

Non-Major Governmental Funds

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Community Development Block Grant Program Fund -- To account for revenue from a grant agreement between the City and the U.S. Department of Housing and Urban Development (HUD) and expenditures for qualified neighborhood revitalization. The program includes expenditures for housing rehabilitation, clearance of housing and relocation of families, the construction of new, low and moderate income housing units, and public improvements to the neighborhood.

Housing Assistance Trust Fund -- To account for funds received from the State Housing Initiatives Partnership for the purpose of providing affordable housing in the City.

Law Enforcement Trust Fund -- To account for funds received from State and Federal forfeitures.

Transportation Fund -- To account for local option gas tax restricted for roadway program expenditures.

Right of Way Beautification Fund -- To account for excise tax levied specifically for the comprehensive median beautification program established in 1984.

Mizner Park Lock Box Fund -- To account for the 1.5% increase in excise tax specifically for the repayment of the Mizner Park Tax Increment Revenue Bonds in the event that pledged revenues are insufficient to meet the debt service requirements.

Community Redevelopment Agency Operating Fund -- To account for the general operations of the Community Redevelopment Agency, which encourages development in the downtown area.

General Trust Fund -- To account for moneys received as donations, which have been restricted to expenditures for specified purposes.

Grant Funds -- To account for revenues and expenditures of specific state and federally funded grants.

PERMANENT FUND

Perpetual Care Fund -- To account for moneys received for the purpose of providing perpetual care for the City's cemetery and mausoleum.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

City Debt Service Fund -- To account for the payment of principal and interest, and fiscal charges on the City's general obligation bonds which are payable from ad valorem taxes; and the City's revenue bonds and notes payable which are payable from non ad valorem revenues.

Community Redevelopment Agency Debt Service Fund -- To account for the payment of principal and interest and fiscal charges of the Community Redevelopment Agency's tax increment revenue bonds (Mizner Park) which are payable from tax increment revenues and land lease revenues.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Right of Way Acquisition Fund -- To account for the cost of acquiring right of way property. Revenue is provided from land sales proceeds and interest income.

Park Land Dedication Fund -- To account for the cost of buying and constructing park developments. Financing is being provided by donations from developers as required by City ordinance.

Downtown Land Dedication Fund -- To account for the cost of buying and constructing park developments in the downtown area. Financing is being provided by donations from developers in the downtown as required by City ordinance.

Downtown Infrastructure Fund -- To account for the financing and implementation of the downtown infrastructure program.

Environmentally Sensitive Lands Fund -- To account for the acquisition, preservation, protection and maintenance of environmentally sensitive lands in the City. Financing is being provided by general obligation bonds.

Fire Improvements Fund -- To account for the construction and improvements to the City's Fire Stations.

Library Improvements Fund -- To account for the construction, renovation and furnishing of the City of Boca Raton's Libraries.

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2009**

	Special Revenue	Permanent Fund	Debt Service	Capital Projects	Total Non-Major Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 3,860,400		\$ 1,488,554	\$ 2,086,262	\$ 7,435,216
Investments	13,889,201		2,469,479	7,672,472	24,031,152
Receivables, net:					
Assessments receivable				150,952	150,952
Interest	129,961		43,860	78,467	252,288
Due from other governmental units	1,449,889				1,449,889
Restricted:					
Cash and cash equivalents	111,468	\$ 1,245,432			1,356,900
Investments	411,116	4,526,828			4,937,944
Interest receivable on investments	3,899	42,490			46,389
Accounts receivable		7,055			7,055
Total assets	<u>\$ 19,855,934</u>	<u>\$ 5,821,805</u>	<u>\$ 4,001,893</u>	<u>\$ 9,988,153</u>	<u>\$ 39,667,785</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ 873,751		\$ 656	\$ 20,895	\$ 895,302
Retainage payable	49,396				49,396
Performance bonds and escrow funds	523,997	\$ 4,000			527,997
Due to other funds	609,423				609,423
Unearned revenue				407	407
Total liabilities	<u>2,056,567</u>	<u>4,000</u>	<u>656</u>	<u>21,302</u>	<u>2,082,525</u>
Fund balances:					
Restricted for:					
Debt service			4,001,237		4,001,237
Housing	770,253				770,253
Law enforcement	1,405,469				1,405,469
Transportation	6,457,654				6,457,654
Right of way beautification	3,136,651				3,136,651
Downtown	42,532			906,927	949,459
Land dedication				4,685,148	4,685,148
Committed to:					
Mizner Park debt service	5,983,741				5,983,741
Parking	3,067				3,067
Right of way acquisition				2,228,483	2,228,483
Library				1,106,683	1,106,683
Assigned to:					
Environmentally sensitive lands				1,039,610	1,039,610
Non-spendable:					
Perpetual care, cemetery		2,199,417			2,199,417
Perpetual care, mausoleum		3,618,388			3,618,388
Total fund balances	<u>17,799,367</u>	<u>5,817,805</u>	<u>4,001,237</u>	<u>9,966,851</u>	<u>37,585,260</u>
Total liabilities and fund balances	<u>\$ 19,855,934</u>	<u>\$ 5,821,805</u>	<u>\$ 4,001,893</u>	<u>\$ 9,988,153</u>	<u>\$ 39,667,785</u>

CITY OF BOCA RATON, FLORIDA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Special Revenue</u>	<u>Permanent Fund</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
REVENUES					
Taxes	\$ 4,533,819		\$ 5,314,800		\$ 9,848,619
Intergovernmental	2,952,352				2,952,352
Charges for services	2,742	\$ 92,130			94,872
Fines and forfeitures	272,963				272,963
Special assessments				\$ 1,194,209	1,194,209
Donations in lieu of land	139,820			373,310	513,130
Investment earnings	505,365	172,383	121,817	360,200	1,159,765
Miscellaneous	26,664			178,000	204,664
Total revenues	<u>8,433,725</u>	<u>264,513</u>	<u>5,436,617</u>	<u>2,105,719</u>	<u>16,240,574</u>
EXPENDITURES					
Current:					
Law enforcement	627,845				627,845
Fire rescue	22,913				22,913
Transportation	2,887,269				2,887,269
Community development	1,633,645				1,633,645
Parks and recreation	3,741,270				3,741,270
Capital outlay				1,179,346	1,179,346
Debt service:					
Principal			10,305,000		10,305,000
Interest			3,906,558		3,906,558
Bond issuance costs			190,104		190,104
Total expenditures	<u>8,912,942</u>		<u>14,401,662</u>	<u>1,179,346</u>	<u>24,493,950</u>
Excess (deficiency) of revenues over expenditures	<u>(479,217)</u>	<u>264,513</u>	<u>(8,965,045)</u>	<u>926,373</u>	<u>(8,253,376)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	151,000		8,826,300	522,676	9,499,976
Transfers out	(581,700)	(487,100)		(9,951,527)	(11,020,327)
Refunding bonds issued			11,205,000		11,205,000
Payment to refunded bond escrow agent			(11,011,294)		(11,011,294)
Premium on debt issue			6,460		6,460
Total other financing sources (uses)	<u>(430,700)</u>	<u>(487,100)</u>	<u>9,026,466</u>	<u>(9,428,851)</u>	<u>(1,320,185)</u>
Net change in fund balances	(909,917)	(222,587)	61,421	(8,502,478)	(9,573,561)
Fund balances - beginning	18,709,284	6,040,392	3,939,816	18,469,329	47,158,821
Fund balances - ending	<u>\$ 17,799,367</u>	<u>\$ 5,817,805</u>	<u>\$ 4,001,237</u>	<u>\$ 9,966,851</u>	<u>\$ 37,585,260</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2009**

	Community Development Block Grant Program	SHIP Housing Assistance Trust Fund	Law Enforcement Trust Fund	Transpor- tation Fund
ASSETS				
Cash and cash equivalents		\$ 102,592	\$ 294,949	\$ 1,402,524
Investments		662,689	1,112,496	4,851,546
Receivables, net:				
Interest		5,199	10,766	44,126
Due from other governmental units	\$ 113,650			316,206
Restricted:				
Cash and cash equivalents				
Investments				
Interest receivable on investments				
Total assets	<u>\$ 113,650</u>	<u>\$ 770,480</u>	<u>\$ 1,418,211</u>	<u>\$ 6,614,402</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 31,558	\$ 227	\$ 12,742	\$ 156,748
Retainage payable				
Performance bonds and escrow funds				
Due to other funds	82,092			
Total liabilities	<u>113,650</u>	<u>227</u>	<u>12,742</u>	<u>156,748</u>
Fund balances:				
Restricted for:				
Housing		770,253		
Law enforcement			1,405,469	
Transportation				6,457,654
Right of way beautification Downtown				
Committed to:				
Mizner Park debt service				
Parking				
Total fund balances		<u>770,253</u>	<u>1,405,469</u>	<u>6,457,654</u>
Total liabilities and fund balances	<u>\$ 113,650</u>	<u>\$ 770,480</u>	<u>\$ 1,418,211</u>	<u>\$ 6,614,402</u>

Right of Way Beautification Fund	Mizner Park Lock Box Fund	Community Redevelopment Agency Operating Fund	General Trust Fund	Grant Funds	Total Nonmajor Special Revenue Funds
\$ 745,008	\$ 1,311,558	\$ 3,769			\$ 3,860,400
2,577,357	4,629,868	55,245			13,889,201
25,616	42,315	1,939			129,961
				\$ 1,020,033	1,449,889
			\$ 111,468		111,468
			411,116		411,116
			3,899		3,899
<u>\$ 3,347,981</u>	<u>\$ 5,983,741</u>	<u>\$ 60,953</u>	<u>\$ 526,483</u>	<u>\$ 1,020,033</u>	<u>\$ 19,855,934</u>
\$ 211,330		\$ 13,979	\$ 3,861	\$ 443,306	\$ 873,751
				49,396	49,396
		1,375	522,622		523,997
				527,331	609,423
<u>211,330</u>	<u></u>	<u>15,354</u>	<u>526,483</u>	<u>1,020,033</u>	<u>2,056,567</u>
					770,253
					1,405,469
					6,457,654
3,136,651					3,136,651
		42,532			42,532
	5,983,741				5,983,741
		3,067			3,067
<u>3,136,651</u>	<u>5,983,741</u>	<u>45,599</u>	<u></u>	<u></u>	<u>17,799,367</u>
<u>\$ 3,347,981</u>	<u>\$ 5,983,741</u>	<u>\$ 60,953</u>	<u>\$ 526,483</u>	<u>\$ 1,020,033</u>	<u>\$ 19,855,934</u>

CITY OF BOCA RATON, FLORIDA
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	Community Development Block Grant Program	SHIP Housing Assistance Trust Fund	Law Enforcement Trust Fund	Transpor- tation Fund
REVENUES				
Taxes				\$ 1,976,752
Intergovernmental	\$ 315,495	\$ 711,164		
Charges for services				
Fines and forfeitures			\$ 272,963	
Donations in lieu of land				
Investment earnings		23,049	40,041	180,858
Miscellaneous	3,965	12,484		
Total revenues	<u>319,460</u>	<u>746,697</u>	<u>313,004</u>	<u>2,157,610</u>
EXPENDITURES				
Current:				
Law enforcement			610,966	
Fire rescue				
Transportation				1,495,423
Community development	319,460	991,636		
Parks and recreation				
Total expenditures	<u>319,460</u>	<u>991,636</u>	<u>610,966</u>	<u>1,495,423</u>
Excess (deficiency) of revenues over expenditures		<u>(244,939)</u>	<u>(297,962)</u>	<u>662,187</u>
OTHER FINANCING SOURCES (USES)				
Transfers in				
Transfers out				(433,700)
Total other financing sources (uses)				<u>(433,700)</u>
Net change in fund balances		(244,939)	(297,962)	228,487
Fund balances - beginning		1,015,192	1,703,431	6,229,167
Fund balances - ending	<u>\$</u>	<u>\$ 770,253</u>	<u>\$ 1,405,469</u>	<u>\$ 6,457,654</u>

Right of Way Beautification Fund	Mizner Park Lock Box Fund	Community Redevelopment Agency Operating Fund	General Trust Fund	Grant Funds	Total Nonmajor Special Revenue Funds
\$ 2,557,067					\$ 4,533,819
		\$ 2,742		\$ 1,925,693	2,952,352
					2,742
139,820					272,963
83,559	\$ 171,576	6,282			139,820
10,215					505,365
<u>2,790,661</u>	<u>171,576</u>	<u>9,024</u>		<u>1,925,693</u>	<u>26,664</u>
				16,879	627,845
				22,913	22,913
				1,391,846	2,887,269
		322,549			1,633,645
3,247,215				494,055	3,741,270
<u>3,247,215</u>		<u>322,549</u>		<u>1,925,693</u>	<u>8,912,942</u>
(456,554)	171,576	(313,525)			(479,217)
		151,000			151,000
(148,000)					(581,700)
<u>(148,000)</u>		<u>151,000</u>			<u>(430,700)</u>
(604,554)	171,576	(162,525)			(909,917)
3,741,205	5,812,165	208,124			18,709,284
<u>\$ 3,136,651</u>	<u>\$ 5,983,741</u>	<u>\$ 45,599</u>	<u>\$</u>	<u>\$</u>	<u>\$ 17,799,367</u>

**CITY OF BOCA RATON, FLORIDA
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 1,575,900	\$ 1,821,800	\$ 315,495	\$ (1,506,305)
Miscellaneous			3,965	3,965
Total revenues	<u>1,575,900</u>	<u>1,821,800</u>	<u>319,460</u>	<u>(1,502,340)</u>
EXPENDITURES				
Current:				
Community development:				
CDBG Entitlement	1,077,900	1,288,100	244,706	1,043,394
EDI Grant	498,000	533,700	74,754	458,946
Total expenditures	<u>1,575,900</u>	<u>1,821,800</u>	<u>319,460</u>	<u>1,502,340</u>
Excess (deficiency) of revenues over expenditures	<u>\$</u>	<u>\$</u>		<u>\$</u>
Fund balance - beginning			_____	
Fund balance - ending			<u>\$</u>	

**CITY OF BOCA RATON, FLORIDA
HOUSING ASSISTANCE TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 754,300	\$ 901,000	\$ 711,164	\$ (189,836)
Investment earnings	55,000	55,000	23,049	(31,951)
Miscellaneous	50,000	50,000	12,484	(37,516)
Total revenues	<u>859,300</u>	<u>1,006,000</u>	<u>746,697</u>	<u>(259,303)</u>
EXPENDITURES				
Current:				
Community development	1,591,000	1,737,700	991,636	746,064
Total expenditures	<u>1,591,000</u>	<u>1,737,700</u>	<u>991,636</u>	<u>746,064</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (731,700)</u>	<u>\$ (731,700)</u>	(244,939)	<u>\$ 486,761</u>
Fund balance - beginning			<u>1,015,192</u>	
Fund balance - ending			<u>\$ 770,253</u>	

**CITY OF BOCA RATON, FLORIDA
LAW ENFORCEMENT TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Fines and forfeitures	\$ 150,000	\$ 150,000	\$ 272,963	\$ 122,963
Investment earnings	50,000	50,000	40,041	(9,959)
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>313,004</u>	<u>113,004</u>
EXPENDITURES				
Current:				
Law enforcement	<u>577,000</u>	<u>763,900</u>	<u>610,966</u>	<u>152,934</u>
Total expenditures	<u>577,000</u>	<u>763,900</u>	<u>610,966</u>	<u>152,934</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (377,000)</u>	<u>\$ (563,900)</u>	(297,962)	<u>\$ 265,938</u>
Fund balance - beginning			<u>1,703,431</u>	
Fund balance - ending			<u>\$ 1,405,469</u>	

CITY OF BOCA RATON, FLORIDA
TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Positive (Negative)</u>
REVENUES				
Taxes	\$ 2,127,000	\$ 2,127,000	\$ 1,976,752	\$ (150,248)
Investment earnings	200,000	200,000	180,858	(19,142)
Total revenues	<u>2,327,000</u>	<u>2,327,000</u>	<u>2,157,610</u>	<u>(169,390)</u>
EXPENDITURES				
Current:				
Transportation	5,342,000	6,384,200	1,495,423	4,888,777
Total expenditures	<u>5,342,000</u>	<u>6,384,200</u>	<u>1,495,423</u>	<u>4,888,777</u>
Excess (deficiency) of revenues over expenditures	<u>(3,015,000)</u>	<u>(4,057,200)</u>	<u>662,187</u>	<u>4,719,387</u>
OTHER FINANCING USES				
Transfers out	(433,700)	(433,700)	(433,700)	
Total other financing uses	<u>(433,700)</u>	<u>(433,700)</u>	<u>(433,700)</u>	
Net change in fund balance	<u>\$ (3,448,700)</u>	<u>\$ (4,490,900)</u>	<u>228,487</u>	<u>\$ 4,719,387</u>
Fund balance - beginning			<u>6,229,167</u>	
Fund balance - ending			<u>\$ 6,457,654</u>	

**CITY OF BOCA RATON, FLORIDA
RIGHT-OF-WAY BEAUTIFICATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Taxes		\$ 2,340,400	\$ 2,557,067	\$ 216,667
Donations in lieu of land			139,820	139,820
Investment earnings	\$ 152,800	152,800	83,559	(69,241)
Miscellaneous			10,215	10,215
Total revenues	<u>152,800</u>	<u>2,493,200</u>	<u>2,790,661</u>	<u>297,461</u>
EXPENDITURES				
Current:				
Parks and recreation	3,495,500	3,521,000	3,247,215	273,785
Total expenditures	<u>3,495,500</u>	<u>3,521,000</u>	<u>3,247,215</u>	<u>273,785</u>
Excess (deficiency) of revenues over expenditures	<u>(3,342,700)</u>	<u>(1,027,800)</u>	<u>(456,554)</u>	<u>571,246</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,340,400			
Transfers out	(148,000)	(148,000)	(148,000)	
Total other financing sources (uses)	<u>2,192,400</u>	<u>(148,000)</u>	<u>(148,000)</u>	
Net change in fund balance	<u>\$ (1,150,300)</u>	<u>\$ (1,175,800)</u>	(604,554)	<u>\$ 571,246</u>
Fund balance - beginning			<u>3,741,205</u>	
Fund balance - ending			<u>\$ 3,136,651</u>	

**CITY OF BOCA RATON, FLORIDA
MIZNER PARK LOCK BOX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Investment earnings	\$ 250,000	\$ 250,000	\$ 171,576	\$ (78,424)
Total revenues	<u>250,000</u>	<u>250,000</u>	<u>171,576</u>	<u>(78,424)</u>
EXPENDITURES				
Excess (deficiency) of revenues over expenditures	<u>\$ 250,000</u>	<u>\$ 250,000</u>	171,576	<u>\$ (78,424)</u>
Fund balance - beginning			<u>5,812,165</u>	
Fund balance - ending			<u>\$ 5,983,741</u>	

CITY OF BOCA RATON, FLORIDA
COMMUNITY REDEVELOPMENT AGENCY OPERATING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Charges for services	\$ 40,000	\$ 40,000	\$ 2,742	\$ (37,258)
Investment earnings	5,000	5,000	6,282	1,282
Miscellaneous	100	100		(100)
Total revenues	<u>45,100</u>	<u>45,100</u>	<u>9,024</u>	<u>(36,076)</u>
EXPENDITURES				
Current:				
Community development	<u>363,400</u>	<u>373,600</u>	<u>322,549</u>	<u>51,051</u>
Total expenditures	<u>363,400</u>	<u>373,600</u>	<u>322,549</u>	<u>51,051</u>
Excess (deficiency) of revenues over expenditures	<u>(318,300)</u>	<u>(328,500)</u>	<u>(313,525)</u>	<u>14,975</u>
OTHER FINANCING SOURCES				
Transfers in	<u>151,000</u>	<u>151,000</u>	<u>151,000</u>	
Total other financing sources	<u>151,000</u>	<u>151,000</u>	<u>151,000</u>	
Net change in fund balance	<u>\$ (167,300)</u>	<u>\$ (177,500)</u>	<u>(162,525)</u>	<u>\$ 14,975</u>
Fund balance - beginning			<u>208,124</u>	
Fund balance - ending			<u>\$ 45,599</u>	

CITY OF BOCA RATON, FLORIDA
GRANT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 9,516,200	\$ 10,438,900	\$ 1,925,693	\$ (8,513,207)
Total revenues	<u>9,516,200</u>	<u>10,438,900</u>	<u>1,925,693</u>	<u>(8,513,207)</u>
EXPENDITURES				
Current:				
Law enforcement	7,000	209,500	16,879	192,621
Fire rescue		68,000	22,913	45,087
Transportation	8,009,200	8,661,400	1,391,846	7,269,554
Parks and recreation	1,500,000	1,500,000	494,055	1,005,945
Total expenditures	<u>9,516,200</u>	<u>10,438,900</u>	<u>1,925,693</u>	<u>8,513,207</u>
Excess (deficiency) of revenues over expenditures	<u>\$</u>	<u>\$</u>		<u>\$</u>
Fund balance - beginning			_____	
Fund balance - ending			<u>\$</u>	

**CITY OF BOCA RATON, FLORIDA
PERPETUAL CARE PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive / (Negative)
REVENUES				
Charges for services	\$ 137,200	\$ 137,200	\$ 92,130	\$ (45,070)
Investment earnings	244,100	244,100	172,383	(71,717)
Total revenues	<u>381,300</u>	<u>381,300</u>	<u>264,513</u>	<u>(116,787)</u>
EXPENDITURES				
Excess (deficiency) of revenues over expenditures	<u>381,300</u>	<u>381,300</u>	<u>264,513</u>	<u>(116,787)</u>
OTHER FINANCING USES				
Transfers out	(487,100)	(487,100)	(487,100)	
Total other financing uses	<u>(487,100)</u>	<u>(487,100)</u>	<u>(487,100)</u>	
Net change in fund balance	<u>\$ (105,800)</u>	<u>\$ (105,800)</u>	(222,587)	<u>\$ (116,787)</u>
Fund balance - beginning			<u>6,040,392</u>	
Fund balance - ending			<u>\$ 5,817,805</u>	



PAGE INTENTIONALLY LEFT BLANK

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2009**

	City Debt Service Fund	Community Redevelopment Agency Debt Service Fund	Total Non-major Debt Service Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 302,680	\$ 1,185,874	\$ 1,488,554
Investments	425,674	2,043,805	2,469,479
Receivables, net:			
Interest	22,939	20,921	43,860
Total assets	<u>\$ 751,293</u>	<u>\$ 3,250,600</u>	<u>\$ 4,001,893</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	\$ 656	_____	\$ 656
Total liabilities	<u>656</u>	_____	<u>656</u>
Fund balances:			
Restricted for:			
Debt service	750,637	\$ 3,250,600	4,001,237
Total fund balances	<u>750,637</u>	<u>3,250,600</u>	<u>4,001,237</u>
 Total liabilities and fund balances	 <u>\$ 751,293</u>	 <u>\$ 3,250,600</u>	 <u>\$ 4,001,893</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR DEBT SERVICE FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	City Debt Service Fund	Community Redevelopment Agency Debt Service Fund	Total Non-major Debt Service Funds
REVENUES			
Taxes	\$ 5,314,800		\$ 5,314,800
Investment earnings	28,612	\$ 93,205	121,817
Total revenues	<u>5,343,412</u>	<u>93,205</u>	<u>5,436,617</u>
EXPENDITURES			
Debt service:			
Principal	5,175,000	5,130,000	10,305,000
Interest	2,488,508	1,418,050	3,906,558
Bond issuance costs	190,104		190,104
Total expenditures	<u>7,853,612</u>	<u>6,548,050</u>	<u>14,401,662</u>
Excess (deficiency) of revenues over expenditures	<u>(2,510,200)</u>	<u>(6,454,845)</u>	<u>(8,965,045)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	2,226,700	6,599,600	8,826,300
Refunding bonds issued	11,205,000		11,205,000
Payment to refunded bond escrow agent	(11,011,294)		(11,011,294)
Premium on debt issue	6,460		6,460
Total other financing sources (uses)	<u>2,426,866</u>	<u>6,599,600</u>	<u>9,026,466</u>
Net change in fund balances	(83,334)	144,755	61,421
Fund balances - beginning	833,971	3,105,845	3,939,816
Fund balances - ending	<u>\$ 750,637</u>	<u>\$ 3,250,600</u>	<u>\$ 4,001,237</u>

CITY OF BOCA RATON, FLORIDA
CITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Taxes	\$ 5,314,800	\$ 5,314,800	\$ 5,314,800	
Investment earnings	50,000	50,000	28,612	\$ (21,388)
Total revenues	<u>5,364,800</u>	<u>5,364,800</u>	<u>5,343,412</u>	<u>(21,388)</u>
EXPENDITURES				
Debt service:				
Principal	5,175,000	5,175,000	5,175,000	
Interest	2,573,800	2,573,800	2,488,508	85,292
Bond issuance costs		193,705	190,104	3,601
Total expenditures	<u>7,748,800</u>	<u>7,942,505</u>	<u>7,853,612</u>	<u>88,893</u>
Excess (deficiency) of revenues over expenditures	<u>(2,384,000)</u>	<u>(2,577,705)</u>	<u>(2,510,200)</u>	<u>67,505</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,226,700	2,226,700	2,226,700	
Refunding bonds issued		11,205,000	11,205,000	
Payment to refunded bond escrow agent		(11,011,295)	(11,011,294)	1
Premium on debt issue			6,460	6,460
Total other financing sources (uses)	<u>2,226,700</u>	<u>2,420,405</u>	<u>2,426,866</u>	<u>6,461</u>
Net change in fund balance	<u>\$ (157,300)</u>	<u>\$ (157,300)</u>	(83,334)	<u>\$ 73,966</u>
Fund balance - beginning			<u>833,971</u>	
Fund balance - ending			<u>\$ 750,637</u>	

CITY OF BOCA RATON, FLORIDA
COMMUNITY REDEVELOPMENT AGENCY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Investment earnings	\$ 130,000	\$ 120,000	\$ 93,205	\$ (26,795)
Total revenues	<u>130,000</u>	<u>120,000</u>	<u>93,205</u>	<u>(26,795)</u>
EXPENDITURES				
Debt service:				
Principal	5,130,000	5,130,000	5,130,000	
Interest	<u>1,421,300</u>	<u>1,421,300</u>	<u>1,418,050</u>	3,250
Total expenditures	<u>6,551,300</u>	<u>6,551,300</u>	<u>6,548,050</u>	<u>3,250</u>
Excess (deficiency) of revenues over expenditures	<u>(6,421,300)</u>	<u>(6,431,300)</u>	<u>(6,454,845)</u>	<u>(23,545)</u>
OTHER FINANCING SOURCES				
Transfers in	<u>6,518,700</u>	<u>6,599,600</u>	<u>6,599,600</u>	
Total other financing sources	<u>6,518,700</u>	<u>6,599,600</u>	<u>6,599,600</u>	
Net change in fund balance	<u>\$ 97,400</u>	<u>\$ 168,300</u>	144,755	<u>\$ (23,545)</u>
Fund balance - beginning			<u>3,105,845</u>	
Fund balance - ending			<u>\$ 3,250,600</u>	

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2009**

	Right of Way Acquisition Program Fund	Park Land Dedication Fund	Downtown Land Dedication Fund	Downtown Infrastructure Fund
ASSETS				
Cash and cash equivalents	\$ 488,540	\$ 736,589	\$ 294,770	\$ 104,493
Investments	1,725,096	2,576,054	1,042,141	664,533
Receivables, net:				
Assessments receivable				150,952
Interest	14,847	29,150	6,444	8,251
Total assets	<u>\$ 2,228,483</u>	<u>\$ 3,341,793</u>	<u>\$ 1,343,355</u>	<u>\$ 928,229</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities				\$ 20,895
Unearned revenue				407
Total liabilities				<u>21,302</u>
Fund balances:				
Restricted for:				
Downtown				906,927
Land dedication		3,341,793	1,343,355	
Committed to:				
Right of way acquisition	2,228,483			
Library				
Assigned to:				
Environmentally sensitive lands				
Total fund balances	<u>2,228,483</u>	<u>3,341,793</u>	<u>1,343,355</u>	<u>906,927</u>
Total liabilities and fund balances	<u>\$ 2,228,483</u>	<u>\$ 3,341,793</u>	<u>\$ 1,343,355</u>	<u>\$ 928,229</u>

Environmentally Sensitive Lands Fund	Fire Improvements Fund	Library Improvements Fund	Total Non-Major Capital Projects Funds
\$ 227,816		\$ 234,054	\$ 2,086,262
803,831		860,817	7,672,472
			150,952
7,963		11,812	78,467
<u>\$ 1,039,610</u>	<u>\$ -</u>	<u>\$ 1,106,683</u>	<u>\$ 9,988,153</u>
			\$ 20,895
			407
			21,302
			906,927
			4,685,148
		1,106,683	2,228,483
			1,106,683
1,039,610			1,039,610
<u>1,039,610</u>		<u>1,106,683</u>	<u>9,966,851</u>
<u>\$ 1,039,610</u>	<u>\$ -</u>	<u>\$ 1,106,683</u>	<u>\$ 9,988,153</u>

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR CAPITAL PROJECTS FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	Right of Way Acquisition Program Fund	Park Land Dedication Fund	Downtown Land Dedication Fund	Downtown Infrastructure Fund
REVENUES				
Special assessments				\$ 1,194,209
Donations in lieu of land		\$ 373,310		
Investment earnings	\$ 61,320	121,151	\$ 25,622	41,758
Miscellaneous	178,000			
Total revenues	<u>239,320</u>	<u>494,461</u>	<u>25,622</u>	<u>1,235,967</u>
EXPENDITURES				
Capital outlay		709,770	4,505	185,435
Total expenditures		<u>709,770</u>	<u>4,505</u>	<u>185,435</u>
Excess (deficiency) of revenues over expenditures	<u>239,320</u>	<u>(215,309)</u>	<u>21,117</u>	<u>1,050,532</u>
OTHER FINANCING SOURCES (USES)				
Transfers in			522,676	
Transfers out		(522,676)		(1,120,800)
Total other financing sources (uses)		<u>(522,676)</u>	<u>522,676</u>	<u>(1,120,800)</u>
Net change in fund balances	239,320	(737,985)	543,793	(70,268)
Fund balances - beginning	1,989,163	4,079,778	799,562	977,195
Fund balances - ending	<u>\$ 2,228,483</u>	<u>\$ 3,341,793</u>	<u>\$ 1,343,355</u>	<u>\$ 906,927</u>

Environmentally Sensitive Lands Fund	Fire Improvements Fund	Library Improvements Fund	Total Nonmajor Capital Project Funds
			\$ 1,194,209
			373,310
\$ 40,877		\$ 69,472	360,200
			178,000
<u>40,877</u>		<u>69,472</u>	<u>2,105,719</u>
226,499		53,137	1,179,346
<u>226,499</u>		<u>53,137</u>	<u>1,179,346</u>
(185,622)		16,335	926,373
			522,676
	\$ (1,136,851)	(7,171,200)	(9,951,527)
	<u>(1,136,851)</u>	<u>(7,171,200)</u>	<u>(9,428,851)</u>
(185,622)	(1,136,851)	(7,154,865)	(8,502,478)
1,225,232	1,136,851	8,261,548	18,469,329
<u>\$ 1,039,610</u>	<u>\$ -</u>	<u>\$ 1,106,683</u>	<u>\$ 9,966,851</u>

**CITY OF BOCA RATON, FLORIDA
RIGHT-OF-WAY ACQUISITION PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Investment earnings	\$ 80,000	\$ 80,000	\$ 61,320	\$ (18,680)
Miscellaneous			178,000	178,000
Total revenues	<u>80,000</u>	<u>80,000</u>	<u>239,320</u>	<u>159,320</u>
EXPENDITURES				
Excess (deficiency) of revenues over expenditures	<u>\$ 80,000</u>	<u>\$ 80,000</u>	239,320	<u>\$ 159,320</u>
Fund balance - beginning			<u>1,989,163</u>	
Fund balance - ending			<u>\$ 2,228,483</u>	

CITY OF BOCA RATON, FLORIDA
PARK LAND DEDICATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Donations in lieu of land	\$ 200,000	\$ 200,000	\$ 373,310	\$ 173,310
Investment earnings	125,000	125,000	121,151	(3,849)
Total revenues	<u>325,000</u>	<u>325,000</u>	<u>494,461</u>	<u>169,461</u>
EXPENDITURES				
Capital outlay	<u>4,000,000</u>	<u>3,477,300</u>	<u>709,770</u>	<u>2,767,530</u>
Total expenditures	<u>4,000,000</u>	<u>3,477,300</u>	<u>709,770</u>	<u>2,767,530</u>
Excess (deficiency) of revenues over expenditures	<u>(3,675,000)</u>	<u>(3,152,300)</u>	<u>(215,309)</u>	<u>2,936,991</u>
OTHER FINANCING USES				
Transfers out		<u>(522,700)</u>	<u>(522,676)</u>	<u>24</u>
Total other financing uses		<u>(522,700)</u>	<u>(522,676)</u>	<u>24</u>
Net change in fund balance	<u>\$ (3,675,000)</u>	<u>\$ (3,675,000)</u>	<u>(737,985)</u>	<u>\$ 2,937,015</u>
Fund balance - beginning			<u>4,079,778</u>	
Fund balance - ending			<u>\$ 3,341,793</u>	

**CITY OF BOCA RATON, FLORIDA
DOWNTOWN LAND DEDICATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Investment earnings	\$ 35,000	\$ 35,000	\$ 25,622	\$ (9,378)
Total revenues	<u>35,000</u>	<u>35,000</u>	<u>25,622</u>	<u>(9,378)</u>
EXPENDITURES				
Capital outlay	<u>351,400</u>	<u>355,900</u>	<u>4,505</u>	<u>351,395</u>
Total expenditures	<u>351,400</u>	<u>355,900</u>	<u>4,505</u>	<u>351,395</u>
Excess (deficiency) of revenues over expenditures	<u>(316,400)</u>	<u>(320,900)</u>	<u>21,117</u>	<u>342,017</u>
OTHER FINANCING SOURCES				
Transfers in		<u>522,700</u>	<u>522,676</u>	<u>(24)</u>
Total other financing sources		<u>522,700</u>	<u>522,676</u>	<u>(24)</u>
Net change in fund balance	<u>\$ (316,400)</u>	<u>\$ 201,800</u>	<u>543,793</u>	<u>\$ 341,993</u>
Fund balance - beginning			<u>799,562</u>	
Fund balance - ending			<u>\$ 1,343,355</u>	

**CITY OF BOCA RATON, FLORIDA
DOWNTOWN INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Special assessments	\$ 1,171,300	\$ 1,171,300	\$ 1,194,209	\$ 22,909
Investment earnings	50,000	50,000	41,758	(8,242)
Total revenues	<u>1,221,300</u>	<u>1,221,300</u>	<u>1,235,967</u>	<u>14,667</u>
EXPENDITURES				
Capital outlay	<u>300,000</u>	<u>460,200</u>	<u>185,435</u>	<u>274,765</u>
Total expenditures	<u>300,000</u>	<u>460,200</u>	<u>185,435</u>	<u>274,765</u>
Excess (deficiency) of revenues over expenditures	<u>921,300</u>	<u>761,100</u>	<u>1,050,532</u>	<u>289,432</u>
OTHER FINANCING USES				
Transfers out	<u>(1,120,800)</u>	<u>(1,120,800)</u>	<u>(1,120,800)</u>	
Total other financing uses	<u>(1,120,800)</u>	<u>(1,120,800)</u>	<u>(1,120,800)</u>	
Net change in fund balance	<u>\$ (199,500)</u>	<u>\$ (359,700)</u>	<u>(70,268)</u>	<u>\$ 289,432</u>
Fund balance - beginning			<u>977,195</u>	
Fund balance - ending			<u>\$ 906,927</u>	

CITY OF BOCA RATON, FLORIDA
ENVIRONMENTALLY SENSITIVE LANDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Investment earnings	\$ 50,000	\$ 50,000	\$ 40,877	\$ (9,123)
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>40,877</u>	<u>(9,123)</u>
EXPENDITURES				
Capital outlay	497,300	728,900	226,499	502,401
Total expenditures	<u>497,300</u>	<u>728,900</u>	<u>226,499</u>	<u>502,401</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (447,300)</u>	<u>\$ (678,900)</u>	(185,622)	<u>\$ 493,278</u>
Fund balance - beginning			<u>1,225,232</u>	
Fund balance - ending			<u>\$ 1,039,610</u>	

CITY OF BOCA RATON, FLORIDA
FIRE IMPROVEMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Investment earnings	\$ 20,000	\$ 24,900		\$ (24,900)
Total revenues	<u>20,000</u>	<u>24,900</u>		<u>(24,900)</u>
EXPENDITURES				
Capital outlay		100		100
Total expenditures		<u>100</u>		<u>100</u>
Excess (deficiency) of revenues over expenditures	<u>20,000</u>	<u>24,800</u>		<u>(24,800)</u>
OTHER FINANCING USES				
Transfers out		(1,161,800)	\$ (1,136,851)	24,949
Total other financing uses		<u>(1,161,800)</u>	<u>(1,136,851)</u>	<u>24,949</u>
Net change in fund balance	<u>\$ 20,000</u>	<u>\$ (1,137,000)</u>	(1,136,851)	<u>\$ 149</u>
Fund balance - beginning			<u>1,136,851</u>	
Fund balance - ending			<u>\$</u>	

CITY OF BOCA RATON, FLORIDA
LIBRARY IMPROVEMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive / (Negative)</u>
REVENUES				
Intergovernmental	\$ 500,000	\$ 500,000		\$ (500,000)
Investment earnings	100,000	100,000	\$ 69,472	(30,528)
Total revenues	<u>600,000</u>	<u>600,000</u>	<u>69,472</u>	<u>(530,528)</u>
EXPENDITURES				
Capital outlay	8,714,000	9,720,800	53,137	9,667,663
Debt service:				
Bond issuance costs	1,700,000	1,700,000		1,700,000
Total expenditures	<u>10,414,000</u>	<u>11,420,800</u>	<u>53,137</u>	<u>11,367,663</u>
Excess (deficiency) of revenues over expenditures	<u>(9,814,000)</u>	<u>(10,820,800)</u>	<u>16,335</u>	<u>10,837,135</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(7,171,200)	(7,171,200)	(7,171,200)	
Refunding bonds issued	9,800,000	9,800,000		(9,800,000)
Total other financing sources (uses)	<u>2,628,800</u>	<u>2,628,800</u>	<u>(7,171,200)</u>	<u>(9,800,000)</u>
Net change in fund balance	<u>\$ (7,185,200)</u>	<u>\$ (8,192,000)</u>	<u>(7,154,865)</u>	<u>\$ 1,037,135</u>
Fund balance - beginning			<u>8,261,548</u>	
Fund balance - ending			<u>\$ 1,106,683</u>	

NON-MAJOR ENTERPRISE FUNDS

Non-Major Enterprise Funds

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The costs of providing goods or services to the general public are financed or recovered primarily through user charges.

Cemetery Fund -- To account for the operation of the City's cemetery and mausoleum.

Golf Course Fund -- To account for the operation of the City's golf courses.

Stormwater Utility Fund -- To account for the provision of stormwater maintenance and capital improvements to the residents of the City.

Sanitation Fund -- To account for the provision of solid waste services and capital assets used to provide the services to the residents of the City.

**CITY OF BOCA RATON, FLORIDA
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009**

	Cemetery Mausoleum	Golf Course	Stormwater Utility	Sanitation	Total
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 112,563	\$ 352,648	\$ 1,441,322	\$ 656,696	\$ 2,563,229
Investments	383,240	1,545,737	5,102,039	2,164,972	9,195,988
Interest receivable on investments	3,319	15,256	43,910	15,283	77,768
Accounts receivable (net of allowance for uncollectibles)	3,527		248,969	375,206	627,702
Due from other governmental units		80,075			80,075
Inventories	62,433				62,433
Other assets		6,313			6,313
Total current assets	<u>565,082</u>	<u>2,000,029</u>	<u>6,836,240</u>	<u>3,212,157</u>	<u>12,613,508</u>
Non-current assets:					
Capital assets:					
Land	118,000	468,735			586,735
Buildings	1,489,761	770,900			2,260,661
Golf course improvements		3,116,398			3,116,398
Cemetery lot improvements	484,202				484,202
Stormwater utility improvements			13,776,644		13,776,644
Equipment	195,320	1,595,194	1,085,570	3,442,578	6,318,662
Construction in progress			250,767		250,767
Less accumulated depreciation	<u>(1,190,319)</u>	<u>(2,686,521)</u>	<u>(2,450,801)</u>	<u>(367,808)</u>	<u>(6,695,449)</u>
Total capital assets (net of accumulated depreciation)	<u>1,096,964</u>	<u>3,264,706</u>	<u>12,662,180</u>	<u>3,074,770</u>	<u>20,098,620</u>
Total noncurrent assets	<u>1,096,964</u>	<u>3,264,706</u>	<u>12,662,180</u>	<u>3,074,770</u>	<u>20,098,620</u>
Total assets	<u>1,662,046</u>	<u>5,264,735</u>	<u>19,498,420</u>	<u>6,286,927</u>	<u>32,712,128</u>
LIABILITIES					
Current liabilities:					
Accounts payable and accrued liabilities	41,874	171,851	130,564	98,830	443,119
Wages payable					
Retainage payable			36,981		36,981
Unearned revenue		703			703
Total current liabilities	<u>41,874</u>	<u>172,554</u>	<u>167,545</u>	<u>98,830</u>	<u>480,803</u>
Non-current liabilities:					
Compensated absences	52,677	214,414	126,647	351,116	744,854
Net OPEB obligation	2,705	12,988	5,764	28,681	50,138
Total noncurrent liabilities	<u>55,382</u>	<u>227,402</u>	<u>132,411</u>	<u>379,797</u>	<u>794,992</u>
Total liabilities	<u>97,256</u>	<u>399,956</u>	<u>299,956</u>	<u>478,627</u>	<u>1,275,795</u>
NET ASSETS					
Invested in capital assets, net of related debt	1,096,964	3,264,706	12,662,180	3,074,770	20,098,620
Unrestricted	467,826	1,600,073	6,536,284	2,733,530	11,337,713
Total net assets	<u>\$ 1,564,790</u>	<u>\$ 4,864,779</u>	<u>\$ 19,198,464</u>	<u>\$ 5,808,300</u>	<u>\$ 31,436,333</u>

CITY OF BOCA RATON, FLORIDA
NON-MAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Cemetery Mausoleum	Golf Course	Stormwater Utility	Sanitation	Total
OPERATING REVENUES					
Charges for sales and services	\$ 158,984	\$ 2,591,286	\$ 2,136,763	\$ 1,721,904	\$ 6,608,937
Other		95,718			95,718
Total operating revenues	<u>158,984</u>	<u>2,687,004</u>	<u>2,136,763</u>	<u>1,721,904</u>	<u>6,704,655</u>
OPERATING EXPENSES					
Personal services	358,706	1,747,256	740,859	3,316,751	6,163,572
Materials and supplies	14,719	323,774	2,849	104,695	446,037
Other services and charges	213,738	818,358	421,663	2,009,472	3,463,231
Depreciation	66,110	208,952	570,421	492,319	1,337,802
Total operating expenses	<u>653,273</u>	<u>3,098,340</u>	<u>1,735,792</u>	<u>5,923,237</u>	<u>11,410,642</u>
Operating income (loss)	<u>(494,289)</u>	<u>(411,336)</u>	<u>400,971</u>	<u>(4,201,333)</u>	<u>(4,705,987)</u>
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	12,993	60,967	181,828	56,791	312,579
System development charges		175,605			175,605
Gain (loss) on disposal of capital assets		(1,204)	3,185	29,056	31,037
Total nonoperating revenues (expenses)	<u>12,993</u>	<u>235,368</u>	<u>185,013</u>	<u>85,847</u>	<u>519,221</u>
Income (loss) before contributions and transfers	<u>(481,296)</u>	<u>(175,968)</u>	<u>585,984</u>	<u>(4,115,486)</u>	<u>(4,186,766)</u>
Transfers in	487,100			6,781,073	7,268,173
Transfers out		(6,500)			(6,500)
Capital contributions				3,142,713	3,142,713
Change in net assets	5,804	(182,468)	585,984	5,808,300	6,217,620
Net assets - beginning	<u>1,558,986</u>	<u>5,047,247</u>	<u>18,612,480</u>		<u>25,218,713</u>
Net assets - ending	<u>\$ 1,564,790</u>	<u>\$ 4,864,779</u>	<u>\$ 19,198,464</u>	<u>\$ 5,808,300</u>	<u>\$ 31,436,333</u>

CITY OF BOCA RATON, FLORIDA
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Cemetery Mausoleum	Golf Course	Stormwater Utility	Sanitation	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 166,668	\$ 2,692,746	\$ 2,145,206	\$ 1,346,698	\$ 6,351,318
Payments to suppliers	(285,706)	(1,064,545)	(443,271)	(2,082,321)	(3,875,843)
Payments to employees	(348,242)	(1,721,273)	(709,589)	(2,869,970)	(5,649,074)
Net cash provided by (used in) operating activities	<u>(467,280)</u>	<u>(93,072)</u>	<u>992,346</u>	<u>(3,605,593)</u>	<u>(3,173,599)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	487,100			6,781,073	7,268,173
Transfers out		(6,500)			(6,500)
Net cash provided by (used in) noncapital financing activities	<u>487,100</u>	<u>(6,500)</u>		<u>6,781,073</u>	<u>7,261,673</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
System development charges		175,605			175,605
Disposition (acquisition) of capital assets	58,592	(102,126)	(220,776)	(424,376)	(688,686)
Proceeds from sale of capital assets		(1,204)	3,185	29,056	31,037
Net cash provided by (used in) capital and related financing activities	<u>58,592</u>	<u>72,275</u>	<u>(217,591)</u>	<u>(395,320)</u>	<u>(482,044)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	12,648	61,555	173,429	41,508	289,140
Sale of investments	323,701	1,508,573	4,366,865		6,199,139
Purchase of investments	(383,240)	(1,545,737)	(5,102,039)	(2,164,972)	(9,195,988)
Net cash provided by (used in) investing activities	<u>(46,891)</u>	<u>24,391</u>	<u>(561,745)</u>	<u>(2,123,464)</u>	<u>(2,707,709)</u>
Net increase (decrease) in cash and cash equivalents	31,521	(2,906)	213,010	656,696	898,321
Cash and cash equivalents					
Beginning of year	<u>81,042</u>	<u>355,554</u>	<u>1,228,312</u>		<u>1,664,908</u>
End of year	<u>\$ 112,563</u>	<u>\$ 352,648</u>	<u>\$ 1,441,322</u>	<u>\$ 656,696</u>	<u>\$ 2,563,229</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES					
Operating income (loss)	\$ (494,289)	\$ (411,336)	\$ 400,971	\$ (4,201,333)	\$ (4,705,987)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	66,110	208,952	570,421	492,319	1,337,802
Change in assets and liabilities					
(Increase) decrease in accounts receivable	7,684	2,966	8,443	(375,206)	(356,113)
(Increase) decrease in due from other governmental units		2,073			2,073
(Increase) decrease in inventories	(57,875)				(57,875)
(Increase) decrease in other assets		(2,654)			(2,654)
Increase (decrease) in accounts payable and accrued liabilities	1,189	76,879	(45,082)	98,830	131,816
Increase (decrease) in retainage payable			26,981		26,981
Increase (decrease) in compensated absences	8,591	23,753	27,470	351,116	410,930
Increase (decrease) in OPEB obligations	1,310	6,295	3,142	28,681	39,428
Total adjustments	<u>27,009</u>	<u>318,264</u>	<u>591,375</u>	<u>595,740</u>	<u>1,532,388</u>
Net cash provided by (used in) operating activities	<u>\$ (467,280)</u>	<u>\$ (93,072)</u>	<u>\$ 992,346</u>	<u>\$ (3,605,593)</u>	<u>\$ (3,173,599)</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Unrealized gains on investments	\$ 764	\$ 3,078	\$ 10,195	\$ 4,327	\$ 18,364
Contributions of capital assets				3,142,713	3,142,713



PAGE INTENTIONALLY LEFT BLANK

INTERNAL SERVICE FUNDS

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the government on a cost reimbursement basis.

Fleet Management -- To account for the cost of operating a maintenance facility for automotive equipment used by other City departments, and administering the City fleet.

Information Technology -- To account for the cost of operating a computer facility used by other City departments.

Self-Insurance Programs -- To account for the cost of providing health and workers' compensation insurance coverage to all City employees, and the City's general liability self-insurance program.

**CITY OF BOCA RATON, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009**

	Fleet Management	Information Technology	Self- Insurance Programs	Total
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 3,384,676	\$ 799,732	\$ 4,345,024	\$ 8,529,432
Investments	9,445,230	4,572,998	9,420,174	23,438,402
Interest receivable on investments	76,642	39,909	89,388	205,939
Inventories	356,124			356,124
Other assets			9,986	9,986
Total current assets	<u>13,262,672</u>	<u>5,412,639</u>	<u>13,864,572</u>	<u>32,539,883</u>
Non-current assets:				
Capital assets:				
Buildings	1,313,785			1,313,785
Equipment	11,796,728	7,275,617		19,072,345
Construction in progress	26,434	105,427		131,861
	<u>13,136,947</u>	<u>7,381,044</u>		<u>20,517,991</u>
Less accumulated depreciation	<u>(10,200,018)</u>	<u>(5,500,908)</u>		<u>(15,700,926)</u>
Capital assets, net	<u>2,936,929</u>	<u>1,880,136</u>		<u>4,817,065</u>
Total assets	<u>16,199,601</u>	<u>7,292,775</u>	<u>13,864,572</u>	<u>37,356,948</u>
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	492,290	448,395	238,656	1,179,341
Estimated liability for self-insurance losses			3,542,737	3,542,737
Total current liabilities	<u>492,290</u>	<u>448,395</u>	<u>3,781,393</u>	<u>4,722,078</u>
Non-current liabilities:				
Compensated absences	70,524	237,978	63,095	371,597
Net OPEB obligation	7,035	11,364	2,327	20,726
Estimated liability for self-insurance losses			7,513,942	7,513,942
Total noncurrent liabilities	<u>77,559</u>	<u>249,342</u>	<u>7,579,364</u>	<u>7,906,265</u>
Total liabilities	<u>569,849</u>	<u>697,737</u>	<u>11,360,757</u>	<u>12,628,343</u>
NET ASSETS				
Invested in capital assets, net of related debt	2,936,929	1,880,136		4,817,065
Unrestricted	12,692,823	4,714,902	2,503,815	19,911,540
Total net assets	<u>\$ 15,629,752</u>	<u>\$ 6,595,038</u>	<u>\$ 2,503,815</u>	<u>\$ 24,728,605</u>

**CITY OF BOCA RATON, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Fleet Management	Information Technology	Self- Insurance Programs	Total
OPERATING REVENUES				
Charges for services:				
Fleet management	\$ 3,197,593			\$ 3,197,593
Management information processing		\$ 3,056,848		3,056,848
Insurance premiums			\$ 13,708,071	13,708,071
Total operating revenues	<u>3,197,593</u>	<u>3,056,848</u>	<u>13,708,071</u>	<u>19,962,512</u>
OPERATING EXPENSES				
Personal services	779,234	2,120,923	379,142	3,279,299
Materials and supplies	28,559	65,947	5,414	99,920
Other services and charges	492,734	2,367,483	3,191,212	6,051,429
Insurance claims			10,684,762	10,684,762
Depreciation	671,674	675,885		1,347,559
Total operating expenses	<u>1,972,201</u>	<u>5,230,238</u>	<u>14,260,530</u>	<u>21,462,969</u>
Operating income (loss)	<u>1,225,392</u>	<u>(2,173,390)</u>	<u>(552,459)</u>	<u>(1,500,457)</u>
NONOPERATING REVENUES (EXPENSES)				
Investment earnings	303,497	162,126	368,463	834,086
Gain (loss) on disposal of capital assets	69,170	4,202		73,372
Total nonoperating revenues (expenses)	<u>372,667</u>	<u>166,328</u>	<u>368,463</u>	<u>907,458</u>
Income (loss) before contributions and transfers	1,598,059	(2,007,062)	(183,996)	(592,999)
Transfers in	3,419,400	2,561,300	1,400,000	7,380,700
Transfers out	(1,897,761)			(1,897,761)
Capital contributions	10,990			10,990
Change in net assets	<u>3,130,688</u>	<u>554,238</u>	<u>1,216,004</u>	<u>4,900,930</u>
Net assets - beginning	<u>12,499,064</u>	<u>6,040,800</u>	<u>1,287,811</u>	<u>19,827,675</u>
Net assets - ending	<u>\$ 15,629,752</u>	<u>\$ 6,595,038</u>	<u>\$ 2,503,815</u>	<u>\$ 24,728,605</u>

CITY OF BOCA RATON, FLORIDA
Combining Statement of Cash Flows
Internal Service Funds
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Fleet Management	Information Technology	Self- Insurance Programs	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 3,197,593	\$ 3,056,848	\$ 13,708,071	\$ 19,962,512
Payments to suppliers	(62,964)	(2,216,254)	(3,400,144)	(5,679,362)
Payments to employees	(769,377)	(2,172,352)	(373,033)	(3,314,762)
Claims paid			(11,481,311)	(11,481,311)
Net cash provided by (used in) operating activities	<u>2,365,252</u>	<u>(1,331,758)</u>	<u>(1,546,417)</u>	<u>(512,923)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	3,419,400	2,561,300	1,400,000	7,380,700
Transfers out	(1,897,761)			(1,897,761)
Net cash provided by (used in) noncapital financing activities	<u>1,521,639</u>	<u>2,561,300</u>	<u>1,400,000</u>	<u>5,482,939</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(966,332)	(1,079,319)		(2,045,651)
Proceeds from sale of capital assets	69,170	4,202		73,372
Net cash provided by (used in) capital and related financing activities	<u>(897,162)</u>	<u>(1,075,117)</u>	<u>-</u>	<u>(1,972,279)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	293,817	159,410	375,505	828,732
Sale of investments	7,404,894	4,216,191	10,912,277	22,533,362
Purchase of investments	(9,445,230)	(4,572,998)	(9,420,174)	(23,438,402)
Net cash provided by (used in) investing activities	<u>(1,746,519)</u>	<u>(197,397)</u>	<u>1,867,608</u>	<u>(76,308)</u>
Net increase (decrease) in cash and cash equivalents	1,243,210	(42,972)	1,721,191	2,921,429
Cash and cash equivalents				
Beginning of year	2,141,466	842,704	2,623,833	5,608,003
End of year	<u>\$ 3,384,676</u>	<u>\$ 799,732</u>	<u>\$ 4,345,024</u>	<u>\$ 8,529,432</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$ 1,225,392	\$ (2,173,390)	\$ (552,459)	\$ (1,500,457)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	671,674	675,885		1,347,559
Change in assets and liabilities				
(Increase) decrease in inventories	51,478			51,478
(Increase) decrease in other assets			3,014	3,014
Increase (decrease) in accounts payable and accrued liabilities	409,044	203,500	(208,184)	404,360
Increase (decrease) in compensated absences	4,255	(43,260)	6,633	(32,372)
Increase (decrease) in OPEB obligations	3,409	5,507	1,128	10,044
Increase (decrease) in self-insured liabilities			(796,549)	(796,549)
Total adjustments	1,139,860	841,632	(993,958)	987,534
Net cash provided by (used in) operating activities	<u>\$ 2,365,252</u>	<u>\$ (1,331,758)</u>	<u>\$ (1,546,417)</u>	<u>\$ (512,923)</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Unrealized gains on investments	\$ 18,836	\$ 9,060	\$ 18,751	\$ 46,648
Contributions of capital assets	10,990			10,990



PAGE INTENTIONALLY LEFT BLANK

PENSION FUNDS

Pension Funds

Pension Funds account for financial operations and condition of the City's three pension plans.

General Employees' Pension Plan, Police and Firefighters' Retirement System and Executive Employees' Retirement Plan -- To account for the accumulation of resources to be used for the retirement benefit payments to the City's employees. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial valuation.

CITY OF BOCA RATON, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PENSION TRUST FUNDS
SEPTEMBER 30, 2009

	Police and Firefighters' Retirement System	General Employees' Pension Plan	Executive Employees' Retirement Plan	Total
ASSETS				
Cash and cash equivalents	\$ 4,108,502	\$ 1,468,579	\$ 104,161	\$ 5,681,242
Investments:				
Corporate bonds and debentures	25,031,347	17,911,029		42,942,376
U.S. government securities	15,784,409	33,701,748		49,486,157
Common and preferred stock	115,415,617	52,433,722		167,849,339
Real estate	9,426,616	3,341,730		12,768,346
Mutual funds	12,940,249	33,667,112		46,607,361
Florida Municipal Pension Trust Fund			14,775,978	14,775,978
Total investments	<u>178,598,238</u>	<u>141,055,341</u>	<u>14,775,978</u>	<u>334,429,557</u>
Receivables:				
Interest and dividends	518,690	403,636		922,326
Unsettled trades	475,806	504,428		980,234
Total receivables	<u>994,496</u>	<u>908,064</u>		<u>1,902,560</u>
Other assets	22,723	40,674		63,397
Total assets	<u>183,723,959</u>	<u>143,472,658</u>	<u>14,880,139</u>	<u>342,076,756</u>
LIABILITIES				
Accounts payable	244,016	128,146		372,162
Unsettled trades	426,749	505,131		931,880
Total liabilities	<u>670,765</u>	<u>633,277</u>		<u>1,304,042</u>
NET ASSETS				
Held in trust for pension benefits	<u>\$ 183,053,194</u>	<u>\$ 142,839,381</u>	<u>\$ 14,880,139</u>	<u>\$ 340,772,714</u>

CITY OF BOCA RATON, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION TRUST FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

	Police and Firefighters' Retirement System	General Employees' Pension Plan	Executive Employees' Retirement Plan	Total
ADDITIONS				
Contributions:				
City	\$ 5,605,424	\$ 2,099,218	\$ 894,988	\$ 8,599,630
State	3,299,930			3,299,930
Employee	2,631,203	2,811,608	526,464	5,969,275
Transfer from Other Pension Plan	24,311	51,918		76,229
Total contributions	<u>11,560,868</u>	<u>4,962,744</u>	<u>1,421,452</u>	<u>17,945,064</u>
Investment income:				
Interest revenue, net	2,447,599	2,103,860	312,766	4,864,225
Dividends	3,054,954	1,517,224		4,572,178
Net depreciation in fair value of investments	(12,592,558)	(2,934,986)		(15,527,544)
Other investment income	72,264	173		72,437
Investment expense	(917,585)	(594,595)	(22,799)	(1,534,979)
Total investment income	<u>(7,935,326)</u>	<u>91,676</u>	<u>289,967</u>	<u>(7,553,683)</u>
Total additions	<u>3,625,542</u>	<u>5,054,420</u>	<u>1,711,419</u>	<u>10,391,381</u>
DEDUCTIONS				
Benefits paid:				
Retirement	6,225,667	5,253,498	164,235	11,643,400
Disability	1,030,213	447,298		1,477,511
Death	403,936	140,245		544,181
Deferred retirement option plan	1,993,751	245,624	110,731	2,350,106
Termination refunds	180,209	114,664		294,873
Administrative expenses	422,639	303,949	20,282	746,870
Transfer to Other Pension Plan	39,181	24,311	12,737	76,229
Member rollover into other plan		479,657		479,657
Total deductions	<u>10,295,596</u>	<u>7,009,246</u>	<u>307,985</u>	<u>17,612,827</u>
Change in net assets	(6,670,054)	(1,954,826)	1,403,434	(7,221,446)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS				
Net assets - beginning	189,723,248	144,794,207	13,476,705	347,994,160
Net assets - ending	<u>\$ 183,053,194</u>	<u>\$ 142,839,381</u>	<u>\$ 14,880,139</u>	<u>\$ 340,772,714</u>

STATISTICAL SECTION

FINANCIAL TREND INFORMATION

The information presented in this section is intended to assist users in understanding and assessing how a government's financial position has changed over time.

**CITY OF BOCA RATON, FLORIDA
NET ASSETS BY COMPONENT
LAST EIGHT FISCAL YEARS**

*(accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)*

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental activities								
Investment of capital assets, net of related debt	\$299,437	\$306,211	\$307,120	\$309,601	\$326,164	\$338,203	\$346,985	\$352,077
Restricted	68,634	70,902	66,302	63,781	52,709	50,422	53,428	46,043
Unrestricted	26,533	22,853	26,437	46,178	67,980	82,322	88,520	94,932
Total governmental activities net assets	\$394,604	\$399,966	\$399,859	\$419,560	\$446,853	\$470,947	\$488,933	\$493,052
Business-type activities								
Investment of capital assets, net of related debt	\$153,328	\$194,564	\$193,867	\$206,169	\$213,390	\$215,571	\$208,208	\$210,989
Restricted	14,111	22,180	18,582	36,407	42,145	42,792	48,930	49,295
Unrestricted	72,157	29,668	39,466	20,698	16,510	19,123	22,775	35,935
Total business-type activities net assets	\$239,596	\$246,412	\$251,915	\$263,274	\$272,045	\$277,486	\$279,913	\$296,219
Primary government								
Investment of capital assets, net of related debt	\$452,765	\$500,775	\$500,987	\$515,770	\$539,554	\$553,774	\$555,193	\$563,066
Restricted	82,745	93,082	84,884	100,188	94,854	93,214	102,358	95,338
Unrestricted	98,690	52,521	65,903	66,876	84,490	101,445	111,295	130,867
Total primary government net assets	\$634,200	\$646,378	\$651,774	\$682,834	\$718,898	\$748,433	\$768,846	\$789,271

Note: The City began to report accrual information when it implemented GASB Statement No. 34 in fiscal year ended September 30, 2002

**CITY OF BOCA RATON, FLORIDA
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS**

*(accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)*

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Expenses								
Governmental activities:								
General government	\$ 11,408	\$ 12,583	\$ 21,086	\$ 11,881	\$ 41,508	\$ 18,484	\$ 18,999	\$ 19,099
Law enforcement	20,956	22,195	28,073	26,012	29,487	32,122	36,406	37,225
Fire rescue	18,115	20,889	25,204	22,776	28,390	32,792	34,955	36,104
Physical environment	9,024	8,986	13,672	5,339	3,728	9,052	10,238	4,252
Transportation	13,040	13,784	14,439	19,698	24,905	18,441	18,817	18,650
Community development	2,505	2,116	2,240	960	1,363	1,499	2,408	2,115
Parks and recreation	27,614	29,939	29,359	31,449	35,652	35,818	36,203	37,772
Interest and fiscal charges	6,510	6,026	6,531	5,520	5,389	5,921	5,554	5,148
Total governmental activities expenses	109,172	116,518	140,604	123,635	170,422	154,129	163,580	160,365
Business-type activities:								
Water and sewer	31,092	33,090	35,212	37,586	41,167	43,495	45,537	46,630
Cemetery	469	506	538	554	730	655	593	653
Golf course	2,223	2,375	2,468	2,598	2,745	2,798	2,992	3,098
Stormwater utility	915	1,108	1,219	1,148	1,113	1,216	1,428	1,736
Sanitation								5,923
Total business-type activities expenses	34,699	37,079	39,437	41,886	45,755	48,164	50,550	58,040
Total primary government expenses	\$ 143,871	\$ 153,597	\$ 180,041	\$ 165,521	\$ 216,177	\$ 202,293	\$ 214,130	\$ 218,405
Program Revenues								
Governmental activities:								
Charges for services:								
General government	\$ 11,658	\$ 13,472	\$ 14,431	\$ 17,580	\$ 19,745	\$ 21,543	\$ 19,796	\$ 17,046
Law enforcement	1,159	1,159	2,948	1,475	3,055	2,699	3,269	2,973
Fire rescue	1,352	1,455	1,582	1,824	3,093	5,229	5,821	6,782
Physical environment	139	155	157	222	240	219	209	149
Community development	397	380	397	397	397	1,577	1,605	1,697
Parks and recreation	14,628	16,144	16,392	17,015	18,058	16,503	16,216	17,231
Operating grants and contributions	13,678	4,863	12,938	317	26,626	3,296	8,386	4,777
Capital grants and contributions	3,146	488	3,531	4,854	2,205	5,406	2,169	2,980
Total governmental activities program revenues	46,157	38,116	52,376	43,684	73,419	56,472	57,471	53,635
Business-type activities:								
Charges for services:								
Water and sewer	33,938	36,057	37,202	37,482	39,847	39,063	41,098	49,967
Cemetery	258	296	231	281	205	181	238	159
Golf course	2,206	2,373	2,348	2,410	2,670	2,872	2,824	2,687
Stormwater utility	1,959	2,592	2,040	2,091	2,105	2,070	2,118	2,137
Sanitation								1,722
Capital grants and contribution	5,282	1,060	2,408	10,181	7,716	5,016	3,491	3,080
Total business-type activities program revenues	43,643	42,378	44,229	52,445	52,543	49,202	49,769	59,752
Total primary government program revenues	\$ 89,800	\$ 80,494	\$ 96,605	\$ 96,129	\$ 125,962	\$ 105,674	\$ 107,240	\$ 113,387

**CITY OF BOCA RATON, FLORIDA
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS**

*(accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)*

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Net (Expenses) Revenue								
Governmental activities	\$ (63,015)	\$ (78,352)	\$ (88,228)	\$ (79,951)	\$ (97,003)	\$ (97,657)	\$ (106,109)	\$ (106,730)
Business-type activities	8,944	5,299	4,792	10,559	6,788	1,038	(781)	1,711
Total primary government net expense	\$ (54,071)	\$ (73,053)	\$ (83,436)	\$ (69,392)	\$ (90,215)	\$ (96,619)	\$ (106,890)	\$ (105,019)
General Revenue and Other Changes in Net Assets								
Governmental activities:								
Taxes								
Property tax	\$ 36,887	\$ 39,803	\$ 43,713	\$ 49,639	\$ 59,460	\$ 68,744	\$ 65,155	\$ 61,764
Utility tax	20,364	20,821	19,717	20,276	20,504	20,247	22,151	20,615
Franchise tax	8,083	8,567	8,183	9,829	13,136	13,295	13,804	13,881
Sales tax	5,304	5,319	5,763	6,180	6,695	6,284	5,906	5,224
Gas tax	2,509	2,679	2,811	2,979	2,897	2,808	2,074	1,977
Incremental property tax	2,652	2,767	3,320	4,911	6,147	6,771	6,309	6,751
State shared revenues unrestricted	1,024	1,055	1,261	1,721	1,849	1,830	2,317	2,094
Investment earnings unrestricted	3,682	2,252	2,178	3,010	6,620	8,840	6,707	4,924
Gain (loss) on disposal of capital assets	(63)	-	174	91	6,771	-	18	73
Miscellaneous	214	290	664	741	110	419	15	188
Transfers	(14,852)	160	337	275	107	(1,016)	(361)	(10,158)
Total governmental activities	65,804	83,713	88,121	99,652	124,296	128,222	124,095	107,333
Business-type activities								
Investment earnings	2,916	1,692	1,003	1,081	2,076	3,361	2,808	2,495
Gain (loss) on disposal of capital assets	(311)	(15)	45	(5)	14	26	39	25
Transfers	14,852	(160)	(337)	(275)	(107)	1,016	361	10,158
Total business-type activities	17,457	1,517	711	801	1,983	4,403	3,208	12,678
Total primary government	\$ 83,261	\$ 85,230	\$ 88,832	\$ 100,453	\$ 126,279	\$ 132,625	\$ 127,303	\$ 120,011
Changes in net assets								
Governmental activities	\$ 2,789	\$ 5,361	\$ (107)	\$ 19,701	\$ 27,293	\$ 30,565	\$ 17,986	\$ 603
Business-type activities	26,401	6,816	5,503	11,360	8,771	5,441	2,427	14,389
Total primary government	\$ 29,190	\$ 12,177	\$ 5,396	\$ 31,061	\$ 36,064	\$ 36,006	\$ 20,413	\$ 14,992

Note: The City began to report accrual information when it implemented GASB Statement No. 34 in fiscal year ended September 30, 2002

CITY OF BOCA RATON, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(modified accrual basis of accounting)
(amounts expressed in thousands)
(Unaudited)

	Fiscal Year			
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Fund:				
Committed to:				
Hurricane/ disaster emergency	\$ 975	\$ 1,200	\$ 1,200	\$ 1,200
Mizner Park debt service	1,633	1,633	1,633	1,633
Retirement system				
Assigned to:				
Subsequent year's budget	279	2,361	2,573	2,468
Non-spendable:				
Inventories	20	28	24	28
Unassigned	10,417	10,935	17,040	19,495
Total general fund	<u>\$ 13,324</u>	<u>\$ 16,157</u>	<u>\$ 22,470</u>	<u>\$ 24,824</u>
All Other Governmental Funds:				
Restricted for:				
Debt service	\$ 4,587	\$ 4,975	\$ 4,851	\$ 4,476
Housing	415	281	242	354
Law enforcement		14,134	12,687	5,278
Transportation	4,902	5,327	4,726	5,468
Right of way beautification	4,375	4,421	4,061	3,947
Downtown	5,355	4,058	2,059	1,493
Land dedication	1,022	1,313	1,448	1,448
Committed to:				
Mizner Park debt service	4,259	5,071	5,694	6,032
Parking				3
Right of way acquisition	308	264	279	421
Library				9,658
Assigned to:				
Special revenue funds	261	390	400	112
Capital projects	11,366	7,636	17,803	30,984
Environmentally sensitive lands	1,420	1,206	1,246	1,197
Non-spendable:				
Perpetual care, cemetery			2,112	2,126
Perpetual care, masoleum			3,850	3,878
Total all other governmental funds	<u>\$ 38,270</u>	<u>\$ 49,076</u>	<u>\$ 61,458</u>	<u>\$ 76,875</u>

Note: The City implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" in fiscal year 2009. Fiscal years 2000-2008 amounts have been restated to conform to the new statement requirements.

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$	1,200	\$ 1,200	\$ 5,200	\$ 5,200	\$ 10,600	\$ 10,600
	1,633	1,633	1,633	1,633	1,633	1,633
						7,500
	1,712	1,213	3,936	11,768	3,954	3,241
	18	6	36	29	15	28
	15,742	24,416	27,117	32,010	34,462	26,032
<u>\$</u>	<u>20,305</u>	<u>\$ 28,468</u>	<u>\$ 37,922</u>	<u>\$ 50,640</u>	<u>\$ 50,664</u>	<u>\$ 49,034</u>
\$	4,551	\$ 4,642	\$ 3,643	\$ 3,819	\$ 3,940	\$ 4,001
	1,099	2,161	2,707	2,085	1,015	770
	6,060	5,469	1,604	1,567	1,703	1,405
	6,192	6,550	5,535	6,046	6,229	6,458
	4,181	4,223	3,795	4,297	3,741	3,137
	1,529	2,276	3,395	4,910	5,067	7,367
	2,355	2,028	3,315	4,141	4,859	4,685
	5,905	5,056	5,287	5,590	5,812	5,983
	3	3	3	3	3	3
	922	1,672	1,854	1,913	1,989	2,228
	8,175	3,612	5,457	5,581	8,262	1,107
	335	403	501	501		
	24,276	23,390	19,457	17,607	24,165	28,728
	1,383	1,407	1,452	1,262	1,225	1,040
	2,132	2,154	2,212	2,230	2,249	2,199
	3,890	3,976	3,965	3,858	3,791	3,618
<u>\$</u>	<u>72,988</u>	<u>\$ 69,022</u>	<u>\$ 64,182</u>	<u>\$ 65,410</u>	<u>\$ 74,050</u>	<u>\$ 72,729</u>

CITY OF BOCA RATON, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Revenues:				
Taxes	\$ 55,957,912	\$ 64,017,079	\$ 70,006,724	\$ 73,501,670
Licenses and permits	4,594,935	4,590,369	4,835,552	5,745,727
Intergovernmental	18,162,666	22,292,887	33,998,935	22,269,726
Charges of services	7,081,082	7,353,383	10,982,968	12,513,633
Fines and forfeitures	2,198,354	15,687,702	1,137,731	1,179,266
Special assessments			1,093,739	1,034,976
Donations in lieu of land			603,950	347,800
Investment earnings	3,840,967	5,170,289	3,129,226	1,930,317
Miscellaneous	4,217,759	5,300,166	153,801	238,214
Total revenues	<u>96,053,675</u>	<u>124,411,875</u>	<u>125,942,626</u>	<u>118,761,329</u>
Expenditures:				
Current:				
General government	8,875,965	8,527,890	10,639,614	11,554,326
Law enforcement	33,470,474	35,405,165	20,517,003	28,095,598
Fire rescue (1)			17,068,203	19,032,957
Physical environment	4,494,966	4,527,813	6,135,341	6,598,034
Transportation	7,853,552	8,181,978	6,532,048	5,649,806
Community development	1,710,888	2,127,593	2,485,307	2,034,350
Parks and recreation	20,029,329	25,027,948	24,504,720	26,787,208
Capital outlay	57,297,239	10,283,525	10,658,677	10,977,058
Debt service:				
Principal	6,080,750	7,625,000	8,525,000	9,170,000
Interest	5,534,818	6,779,481	6,520,753	5,819,165
Bond issuance costs			76,430	262,515
Total expenditures	<u>145,347,981</u>	<u>108,486,393</u>	<u>113,663,096</u>	<u>125,981,017</u>
Excess (deficiency) of revenues				
Over expenditures	<u>(49,294,306)</u>	<u>15,925,482</u>	<u>12,279,530</u>	<u>(7,219,688)</u>
Other financing sources (uses):				
Transfers in	30,061,177	17,197,986	16,237,940	16,656,808
Transfers out	(16,284,477)	(18,185,086)	(32,688,410)	(18,671,308)
Refunding and new bonds issued	33,180,000	14,635,000	5,635,000	30,260,000
Discount on bonds issued				(46,911)
Payment to refunded bond escrow agent		(15,873,778)	(5,898,765)	(3,208,423)
Proceeds from sale of land			14,046,571	
Premium on debt issue				
Total other financing sources (uses)	<u>46,956,700</u>	<u>(2,225,878)</u>	<u>(2,667,664)</u>	<u>24,990,166</u>
Net change in fund balances	<u>\$ (2,337,606)</u>	<u>\$ 13,699,604</u>	<u>\$ 9,611,866</u>	<u>\$ 17,770,478</u>
Debt service as a percentage of				
 Noncapital expenditures	13.19%	14.67%	14.77%	13.52%

(1) Fire rescue combined with Law enforcement fiscal years 1998 thru 2001

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$	77,716,656	\$ 86,953,399	\$ 103,838,860	\$ 114,446,690	\$ 111,293,350	\$ 109,395,926
	6,362,311	8,995,777	10,872,277	14,159,352	12,655,903	9,330,151
	26,417,675	35,967,697	50,222,463	24,443,570	29,335,294	24,916,278
	12,994,162	14,165,909	13,960,886	15,142,687	15,394,414	17,534,451
	2,927,390	1,582,956	1,893,415	1,392,731	1,732,861	1,650,942
	1,140,183	1,136,213	1,177,372	1,296,839	1,179,630	1,194,209
	1,308,641	492,831	1,511,961	5,085,724	1,357,337	1,123,280
	1,919,718	2,507,933	5,655,785	7,411,536	5,608,957	4,090,555
	617,283	675,287	416,326	567,831	76,883	262,809
	<u>131,404,019</u>	<u>152,478,002</u>	<u>189,549,345</u>	<u>183,946,960</u>	<u>178,634,629</u>	<u>169,498,601</u>
	16,113,338	16,362,303	40,773,094	18,156,740	20,805,598	21,062,541
	24,318,777	26,729,038	31,491,852	30,693,003	32,981,888	34,031,382
	21,142,844	23,506,708	27,453,323	31,811,220	31,021,882	32,911,346
	7,364,592	7,713,662	8,419,532	9,060,845	9,908,431	4,578,883
	5,530,363	6,493,289	7,915,676	6,876,907	7,210,515	8,146,766
	1,765,734	1,183,006	1,767,880	1,680,177	2,794,881	1,633,645
	27,314,571	28,557,931	32,386,018	32,871,842	32,051,636	34,553,264
	17,905,126	19,152,244	19,590,262	21,759,723	16,121,088	9,785,389
	10,205,000	11,420,000	12,005,000	10,685,000	10,890,000	10,305,000
	6,532,648	5,441,400	5,219,097	4,766,913	4,351,174	3,906,558
		241,525				190,104
	<u>138,192,993</u>	<u>146,801,106</u>	<u>187,021,734</u>	<u>168,362,370</u>	<u>168,137,093</u>	<u>161,104,878</u>
	(6,788,974)	5,676,896	2,527,611	15,584,590	10,497,536	8,393,723
	17,377,104	16,349,961	15,691,643	19,214,060	26,797,253	22,680,306
	(18,995,404)	(17,651,461)	(16,173,743)	(22,463,860)	(27,630,753)	(35,223,718)
		21,720,000				11,205,000
		(21,898,126)				(11,011,294)
			2,568,638			6,460
	<u>(1,618,300)</u>	<u>(1,479,626)</u>	<u>2,086,538</u>	<u>(3,249,800)</u>	<u>(833,500)</u>	<u>(12,343,246)</u>
\$	<u>(8,407,274)</u>	<u>\$ 4,197,270</u>	<u>\$ 4,614,149</u>	<u>\$ 12,334,790</u>	<u>\$ 9,664,036</u>	<u>\$ (3,949,523)</u>
	13.29%	13.06%	10.65%	10.40%	9.95%	9.72%



PAGE INTENTIONALLY LEFT BLANK

REVENUE CAPACITY INFORMATION

This section is intended to assist users in understanding and assessing the factors affecting a government's ability to generate its own-source revenue.



PAGE INTENTIONALLY LEFT BLANK

CITY OF BOCA RATON, FLORIDA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY (1)
LAST TEN FISCAL YEARS

(Unaudited)

<u>Fiscal Year</u> ⁽²⁾	<u>Real Property</u> ⁽¹⁾	<u>Personal Property</u>	<u>Total Assessed Value</u>	<u>Less: Tax-Exempt Property</u>	<u>Total Taxable Assessed Value</u>
2000	\$ 9,971,932,783	\$ 966,227,835	\$ 10,938,160,618	\$ 1,200,819,842	\$ 9,737,340,776
2001	11,173,713,957	1,033,499,889	12,207,213,846	1,488,613,343	10,718,600,503
2002	12,666,230,142	1,058,962,561	13,725,192,703	2,110,198,363	11,614,994,340
2003	13,965,331,038	990,594,404	14,955,925,442	2,418,313,247	12,537,612,195
2004	16,485,379,502	1,028,175,976	17,513,555,478	3,075,650,269	14,437,905,209
2005	19,845,631,860	1,046,702,459	20,892,334,319	4,268,084,374	16,624,249,945
2006	25,094,995,870	1,089,287,667	26,184,283,537	6,252,941,946	19,931,341,591
2007	24,749,123,742	1,054,962,177	25,804,085,919	5,395,626,750	20,408,459,169
2008	23,342,934,476	1,082,067,364	24,425,001,840	4,800,459,251	19,624,542,589
2009	20,454,930,292	1,097,843,577	21,552,773,869	3,560,747,621	17,992,026,248

Notes: (1) Except for the Save Our Homes cap noted below, Florida State Law requires all property to be assessed at current fair market value.
The Save Our Homes cap, provides that property qualifying for, and receiving, homestead exemption is assessed at the lower of the annual percentage change in the Consumer Price Index or 3% of the previous year's assessment.

(2) As of December 31st of each year listed.

Estimated Actual Value obtained from the Palm Beach County Appraiser

Source: Palm Beach County Property Appraiser

<u>Total Direct Tax Rate</u>	<u>Estimated Actual Value</u>	<u>Taxable Assessed Value as a % of Actual Taxable Value</u>
3.63	\$ 11,179,121,603	87.10%
3.57	12,177,915,889	88.02%
3.54	14,380,145,525	80.77%
3.62	15,619,579,494	80.27%
3.55	18,267,720,384	79.04%
3.71	21,856,509,208	76.06%
3.59	27,332,061,657	72.92%
3.31	26,952,069,988	75.72%
3.31	25,653,162,088	76.50%
3.34	22,731,156,856	79.15%

**CITY OF BOCA RATON, FLORIDA
PROPERTY TAX RATES
ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS (1)
(Unaudited)**

Tax Year	Boca Raton			Palm Beach County			Schools			Other	Total
	Operating Millage	Debt Service	Total City Millage	Operating Millage	Debt Service	Total County Tax	Operating Millage	Debt Service	Total Schools		
2000	3.150	0.475	3.625	4.600	0.336	4.936	8.487	0.431	8.918	3.463	20.942
2001	3.150	0.419	3.569	4.550	0.336	4.886	8.547	0.401	8.948	3.605	21.008
2002	3.150	0.389	3.539	4.500	0.308	4.808	8.427	0.352	8.779	3.525	20.651
2003	3.150	0.473	3.623	4.500	0.291	4.791	8.251	0.320	8.571	3.592	20.577
2004	3.150	0.405	3.555	4.500	0.268	4.768	8.158	0.274	8.432	3.496	20.250
2005	3.360	0.346	3.706	4.450	0.269	4.719	7.884	0.222	8.106	3.434	19.966
2006	3.300	0.289	3.589	4.280	0.198	4.478	7.704	0.160	7.864	3.219	19.149
2007	3.020	0.286	3.306	3.781	0.200	3.981	7.356	0.000	7.356	4.095	18.738
2008	3.020	0.286	3.306	3.781	0.185	3.966	7.251	0.000	7.251	3.071	17.593
2009	3.020	0.321	3.341	4.344	0.217	4.561	7.983	0.000	7.983	3.395	19.280

Source: Palm Beach County Tax Collector
(1) Millage rates are per \$1,000 of assessed valuation.

CITY OF BOCA RATON, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
FOR THE CURRENT CALENDAR YEAR AND NINE YEARS AGO
(Unaudited)

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Town Center AT	\$ 354,250,976	1	1.97%			
Panthers BRHC Ltd. Partnership	221,731,106	2	1.23%	\$ 140,183,502	1	1.44%
Boca Raton CRA Lessor	151,712,775	3	0.84%			
TIITF Lessor	141,256,349	4	0.79%			
Batmasian James H & Marta	137,959,280	5	0.77%	49,080,246	5	0.50%
BRE Boca Corporate Center LLC	125,116,006	6	0.70%			
Boca 54 North LLC	102,151,568	7	0.57%			
WRC Properties Inc	65,523,397	8	0.36%			
One Boca Place Inc	59,584,229	9	0.33%			
Peninsula Realty	58,500,000	10	0.33%			
Teachers Insurance Annuity Assoc Blue Lake Ltd. <i>(Boca Technology Center)</i>	56,392,433		0.31%	95,100,000	2	0.98%
Fairfax Boca III <i>(Amer. Capital Partners)</i>				91,692,000	3	0.94%
Tr. San Marco Corp.				53,911,979	4	0.55%
Carr Development & Construction				30,663,614	6	0.31%
Crocker Realty Inv., Inc. <i>(Parkwood Properties)</i>				25,508,178	7	0.26%
Coral Harbor Apt. Inc. <i>(Mizner I)</i>				24,619,882	8	0.25%
Canpro Inv. Ltd., Inc. <i>(Woodfield Regency)</i>				23,137,000	9	0.24%
				21,511,989	10	0.22%
Total	\$ 1,474,178,119		8.17%	\$ 555,408,390		5.71%

Source: City of Boca Raton , FL

Palm Beach County Tax Collector System

CITY OF BOCA RATON, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in subsequent Years	Total Collections To Date	
		Amount (1)	Percentage of Levy		Amount	Percentage of Levy
2000	\$ 29,449,174	\$ 28,254,185	95.9%	\$ 28,171	\$ 28,282,356	96.0%
2001	35,427,949	33,921,859	95.7%	62,318	33,984,177	95.9%
2002	38,345,443	36,693,522	95.7%	18,834	36,712,356	95.7%
2003	41,262,240	39,557,646	95.9%	(1,082)	39,556,564	95.9%
2004	45,472,059	43,632,191	96.0%	1,861	43,634,052	96.0%
2005	51,520,961	49,514,617	96.1%	3,063	49,517,680	96.1%
2006	61,751,848	59,306,133	96.0%	38,793	59,344,926	96.1%
2007	71,525,618	68,496,748	95.8%	75,208	68,571,956	95.9%
2008	67,464,124	64,951,991	96.3%	81,267	65,033,258	96.4%
2009	64,471,993	61,600,885	95.5%		61,600,885	95.5%

(1) Includes discount taken for early payment of property taxes and current year refunds

Source: Palm Beach County Tax Collector System

DEBT CAPACITY INFORMATION

The information presented in this section is intended to assist users in understanding and assessing a government's debt burden and its ability to issue additional debt.



PAGE INTENTIONALLY LEFT BLANK

CITY OF BOCA RATON, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

Governmental Activities

Fiscal Year	General Obligation Bonds	Special Assessment Bonds	Tax Increment Bonds	Revenue Bonds	Loans Payable	Capital Leases
2000	\$ 41,370,000	\$ 15,285,000	\$ 76,387,444	\$ 13,060,000	\$ 17,585,000	
2001	38,835,000	14,635,000	74,873,800	10,910,000	16,195,000	
2002	36,510,000	14,250,000	72,891,670	8,660,000	14,740,000	
2003	61,555,000	13,840,000	70,196,188	6,305,000	13,175,000	
2004	58,805,000	13,400,000	66,858,087	4,310,000	11,535,000	
2005	57,670,000	12,945,000	62,696,724	2,320,000	9,830,000	
2006	54,390,000	12,460,000	63,877,329	220,000	8,065,000	\$ 538,214
2007	50,990,000	11,955,000	60,153,275		6,235,000	424,172
2008	47,455,000	11,420,000	56,285,041		4,340,000	304,271
2009	43,785,000	11,205,000	52,265,146		3,400,000	178,211

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

¹ See Demographic and Economic Statistics table for personal income and population data. These ratios are calculated using personal income and population for the prior year.

Business-Type Activities

	Water & Sewer Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income¹	Per Capita¹
\$	51,415,000	\$ 169,824	\$ 215,272,268	0.0255%	\$ 3,072
	69,015,000	132,424	224,596,224	0.0255%	3,008
	55,945,000	92,320	203,088,990	0.0282%	2,687
	54,725,000	49,317	219,845,505	0.0255%	2,891
	48,765,000		203,673,087	0.0273%	2,551
	42,645,000		188,106,724	0.0303%	2,239
	36,335,000		175,885,543	0.0319%	2,031
	34,455,000		164,212,447	0.0309%	1,896
	55,920,000		175,724,312	0.0308%	2,060
	52,700,000		163,533,357	0.0347%	1,928

CITY OF BOCA RATON, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(dollars in thousands, except per capita)
(Unaudited)

Fiscal Year	General Obligation Bonds	Assessed Value of Taxable Property	Percentage of Estimated Actual Taxable Value of Property	Population	Per Capita
2000	\$ 41,370	\$ 9,737,341	0.42%	70,076	0.59
2001	38,835	10,718,601	0.36%	74,674	0.52
2002	36,510	11,614,994	0.31%	75,580	0.48
2003	61,555	12,537,612	0.49%	76,043	0.81
2004	58,805	14,437,905	0.41%	79,838	0.74
2005	57,670	16,624,250	0.35%	84,000	0.69
2006	54,390	19,931,342	0.27%	86,600	0.63
2007	50,990	20,408,459	0.25%	86,600	0.59
2008	47,455	19,624,543	0.24%	85,296	0.56
2009	43,785	17,992,026	0.24%	84,832	0.52

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements

Legal Debt Margin

The current ordinances of the City of Boca Raton do not specify a Legal Debt Margin.

CITY OF BOCA RATON, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2009

(Amounts Expressed in Thousands)
(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
OVERLAPPING:			
Palm Beach County	\$ 270,150	12.01%	\$ 32,445
Palm Beach School District	<u>32,835</u>	12.01%	<u>3,943</u>
SUBTOTAL	302,985		36,388
DIRECT DEBT:			
Boca Raton	\$ 43,785	100.00%	<u>43,785</u>
TOTAL DIRECT AND OVERLAPPING DEBT			<u><u>\$ 80,173</u></u>

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

CITY OF BOCA RATON, FLORIDA
PLEDGED-REVENUE COVERAGE FOR WATER AND SEWER REVENUE BONDS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Utility Service Charges</u>	<u>Less: Operating Expenses (1)</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage by Net Revenue Available for Debt Service (2)</u>
				<u>Principal</u>	<u>Interest</u>	
2000	\$ 37,922,448	\$ 20,990,807	\$ 16,931,641	\$ 3,775,000	\$ 3,814,549	2.23
2001	36,401,072	22,562,915	13,838,157	6,510,000	2,451,404	1.54
2002	36,638,994	22,041,261	14,597,733	4,870,000	2,586,786	1.96
2003	37,622,100	24,426,180	13,195,920	1,220,000	2,136,456	3.93
2004	38,071,653	26,419,641	11,652,012	5,960,000	2,041,356	1.46
2005	39,710,808	28,664,421	11,046,387	6,120,000	1,881,696	1.38
2006	41,600,339	30,573,825	11,026,514	6,310,000	1,689,143	1.38
2007	42,034,313	32,919,327	9,114,986	1,880,000	1,613,053	2.61
2008	43,604,523	33,606,413	9,998,110	1,955,000	2,017,043	2.52
2009	52,149,868	33,586,572	18,563,296	2,030,000	2,152,093	4.44

(1) Total expense exclusive of depreciation and debt service on revenue bonds.

(2) 1.10 net revenues test 1999, prior to 1999, 1.00 coverage required by rate covenants.

CITY OF BOCA RATON, FLORIDA
PLEDGED-REVENUE COVERAGE FOR SPECIAL ASSESSMENT BONDS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Special Assessment Collections</u>	<u>Debt Service</u>		<u>Coverage by Net Revenue Available for Debt Service</u>
		<u>Principal (1)</u>	<u>Interest</u>	
2000	\$ 1,213,006	\$ 270,000	\$ 691,490	1.26
2001	1,000,605		742,921	1.35
2002	1,118,290	385,000	671,143	1.06
2003	1,049,349	410,000	651,893	0.99
2004	1,139,139	440,000	631,393	1.06
2005	1,360,212	455,000	613,793	1.27
2006	1,518,115	485,000	596,730	1.40
2007	1,156,977	505,000	577,330	1.07
2008	1,179,630	535,000	557,130	1.08
2009	1,194,209	565,000	535,730	1.08

- (1) In April, 2001, the First Florida Governmental Financing Commission Refunding Revenue Bonds, Series 2001B was used to refinance the Special Assessment Improvement Bonds, Series 1992, 1993 and Subordinate Special Assessment Bonds, Series 2000. No principal payments were required during fiscal year 2001.

CITY OF BOCA RATON, FLORIDA
PLEDGED-REVENUE COVERAGE FOR TAX INCREMENT REVENUE REFUNDING BONDS
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Lease Revenue</u>	<u>Tax Increment Revenue</u>	<u>City Contribution</u>	<u>Collections</u>	<u>Debt Service</u>		<u>Coverage by Net Revenue Available for Debt Service</u>
					<u>Principal (1)</u>	<u>Interest</u>	
2000	\$ 1,180,000	\$ 1,963,709	\$ 692,100	\$ 3,835,809	\$ 1,065,000	\$ 2,719,223	1.01
2001	1,180,000	2,316,017	993,100	4,489,117	1,550,000	2,626,768	1.07
2002	1,180,000	2,652,262	998,100	4,830,362	2,020,000	2,549,918	1.06
2003	1,180,000	2,767,496	1,356,600	5,304,096	2,735,000	2,445,847	1.02
2004	1,180,000	3,320,212	1,837,900	6,338,112	3,380,000	2,324,265	1.11
2005	1,180,000	4,910,628	961,100	7,051,728	4,205,000	2,176,005	1.11
2006	1,180,000	6,146,820		7,326,820	4,375,000	2,002,655	1.15
2007	1,180,000	6,771,200		7,951,200	4,730,000	1,820,555	1.21
2008	1,208,198	6,308,900		7,517,098	4,925,000	1,624,993	1.15
2009	1,300,511	6,750,600		8,051,111	5,130,000	1,416,300	1.23

(1) In October, 1998, the Boca Raton Community Redevelopment Agency Tax Increment Revenue Refunding Bonds, Series 1998 (Mizner Park Project) was used to refinance the CRA's Tax Increment Revenue Bond, Series 1992.

DEMOGRAPHIC AND ECONOMIC INFORMATION

This section is intended (1) to assist users in understanding the socioeconomic environment within which a government operates and (2) to provide information that facilitates comparisons of financial statement information over time and among governments.

CITY OF BOCA RATON, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Population²	Personal Income (amounts expressed in thousands)⁴	Per Capita Personal Income⁴	Median Age⁴	Education Level in Years of Schooling¹	School Enrollment³	Unemployment Rate¹
2000	70,076	\$ 3,842,057	\$ 54,827	43	13	10,489	4.2%
2001	74,674	4,283,450	57,362	43	13	10,006	5.0%
2002	75,580	4,335,420	57,362	43	13	9,976	6.0%
2003	76,043	4,269,358	56,144	43	13	10,600	5.6%
2004	79,838	4,445,300	55,679	43	13	8,838	5.0%
2005	84,000	4,787,412	56,993	43	13	8,592	4.0%
2006	86,600	4,863,283	56,158	43	13	8,532	3.7%
2007	86,600	4,400,752	50,817	44	13	11,574	4.8%
2008	85,296	4,617,670	54,137	44	13	11,574	6.3%
2009	84,832	4,812,010	56,724	45	13	12,132	7.9%

Source¹: Bureau of Labor Statistics for West Palm Beach-Boca Raton-Boynton Beach, FL Metropolitan Division
2009 rate - Bureau of Labor Statistics for Boca Raton

Source²: 2008 Local Government Financial Information Handbook
2009 population - Bureau for Economic and Business Research

Source³: City of Boca Raton

Source⁴: Business Development Board of Palm Beach County

**CITY OF BOCA RATON, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

<u>Employer</u>	<u>2009</u>			<u>2000</u>		
	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment (1)</u>	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Florida Atlantic University	2,776	1	2.80%	3,114	1	N/A
Boca Raton Resort and Club	2,200	2	2.22%	2,000	2	N/A
Office Depot (Hdqtrs)	2,100	3	2.12%			
Boca Raton Community Hospital	2,100	4	2.12%	1,800	3	N/A
City of Boca Raton	1,288	5	1.30%	1,300	5	N/A
National Council of Comp Ins (NCCI)	872	6	0.88%	1,000	8	N/A
Lynn University	700	7	0.71%			
Prime Management Group Inc	640	8	0.64%			
International Bus. Machines (IBM)	600	9	0.60%			
Applied Card Systems	550	10	0.55%	1,200	6	N/A
Tyco Safety / Sensormatic				1,000	9	N/A
Siemens (and local subsidiaries)				1,500	4	N/A
Rexall Sundown, Inc.				1,200	7	N/A
MBNA Marketing Systems				800	10	N/A
TOTAL	<u>13,826</u>		<u>13.93%</u>	<u>14,914</u>		<u>0.00%</u>

Source of 2000 data: 2000 City of Boca Raton CAFR

Source of 2009 data: The employers, Harris Infosource-updated 3/2010 retrieved from the Business Development Board of Palm Beach County website

(1) Total Employment for Boca Raton is 99,256 per the Development Services Department, Multimodal Transportation District (MMTD) 2006 Planning Estimate, August 5, 2008

N/A Information not available

OPERATING INFORMATION

This section is intended to provide contextual information about a government's operations and resources to assist readers in using financial statement information to understand and assess a government's economic condition.

CITY OF BOCA RATON, FLORIDA
FULL-TIME EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	Fiscal Years									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General government	183	174	175	177	187	176	204	191	168	167
Public safety										
Police (a)										
Officers	159	164	166	169	169	191	198	198	198	198
Civilians	94	94	92	93	91	101	106	106	99	98
Fire (a)										
Firefighters and officers	154	153	157	161	174	195	207	207	207	207
Civilians	7	9	13	13	13	11	12	12	10	10
Highways and streets										
Engineering	14	13	13	13	13	13	13	12	10	10
Maintenance	13	14	14	14	13	15	13	18	16	16
Sanitation	53	54	50	52	51	53	55	55	53	53
Culture and recreation	239	254	270	293	294	307	296	324	300	290
Water/sewer	149	150	165	172	172	162	148	169	165	165
Stormwater	10	11	10	10	10	8	8	9	9	10
Information technology	15	16	21	19	21	22	23	22	21	22
Motor pool	10	10	10	12	11	13	15	13	13	13
Golf course	17	18	18	21	22	25	23	24	24	24
Cemetery	5	5	5	6	5	5	5	5	5	5
TOTAL	1,122	1,139	1,179	1,225	1,246	1,297	1,326	1,365	1,298	1,288

Source: City of Boca Raton Approved Budget Book 2007-2008

(a) Additional police officers and firefighters were hired in 2004 and 2005 due to annexation.

CITY OF BOCA RATON, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

<u>Function/Program</u>	<u>Fiscal Years</u>			
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Governmental activities:				
General government				
Bond ratings - G.O. bonds				
Moody's	Aaa	Aaa	Aaa	Aaa
Standard & Poor's	AAA	AAA	AAA	AAA
Fitch	AAA	AAA	AAA	AAA
Building permits issued	14,724	13,388	12,878	13,028
Law enforcement				
Physical arrests	1,433	1,383	1,259	1,242
Parking violations	3,563	2,301	3,203	2,824
Traffic violations	18,391	15,920	17,604	16,560
Fire rescue				
Number of calls answered	14,065	15,287	14,468	14,084
Inspections	n/a	n/a	n/a	n/a
Transportation				
Streets resurfacing (miles)	12	11	11	10
Potholes repaired	n/a	538	401	253
Physical environment				
Refuse collection(tons/daily)	61	241	233	251
Recyclables collected (tons/daily)	10	39	38	37
Parks & recreation				
Athletic field permits issued	n/a	n/a	n/a	8,215
Community center admissions	278,017	310,445	320,400	311,722
Tennis participation	221,300	219,443	222,755	226,761
Camp programs	2,348	2,387	2,314	2,260
Aquatics participation programs	44,600	47,827	50,341	50,300
Business-type activities:				
Water				
New connections (excl Iris)	228	145	106	61
Water mains breaks	219	316	271	130
Average daily consumption (thousands of gallons)	42,810	35,480	38,250	39,690
Active accounts	34,464	34,606	34,714	34,800
Sewer				
Average daily sewage treatment (thousands of gallons)	13,670	13,950	14,881	14,336
Active accounts	31,296	31,368	31,368	31,462
Golf courses				
Annual golf permits	n/a	n/a	294	211
Golf participation	n/a	n/a	103,833	121,709

Source: Various City Departments

2004	2005	2006	2007	2008	2009
Aaa	Aaa	Aaa	Aaa	Aaa	Aaa
AAA	AAA	AAA	AAA	AAA	AAA
AAA	AAA	AAA	AAA	AAA	AAA
13,510	17,468	13,711	10,178	8,419	7,270
1,967	2,092	2,036	2,250	3,165	3,049
3,340	3,878	2,984	2,046	4,516	2,323
18,028	22,995	27,177	21,112	25,190	23,620
16,316	16,824	15,762	15,993	15,548	15,013
6,042	5,938	6,001	6,381	6,912	6,538
0	0	10	9	7	4
295	201	0	388	112	175
248	210	183	134	125	121
35	30	22	33	19	19
8,809	9,180	7,977	9,078	9,267	8,269
353,042	364,582	362,908	391,928	413,855	431,894
230,997	225,603	212,422	237,553	210,794	193,444
2,173	2,264	2,505	2,489	2,177	2,238
46,142	40,606	47,191	51,176	53,556	54,791
61	182	384	292	97	128
183	132	76	25	23	23
41,050	40,080	41,854	35,480	36,870	39,500
34,874	35,110	35,499	35,804	35,921	36,040
14,350	14,960	14,744	13,350	13,174	12,523
31,501	31,776	32,082	32,338	32,512	32,733
187	180	170	146	126	120
112,436	111,712	119,462	130,687	125,933	124,265

CITY OF BOCA RATON, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS
(Unaudited)

Function/Program	Fiscal Years										
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Governmental activities											
Law enforcement											
Police stations/substations	4	4	4	4	4	4	4	4	2	2	2
Patrol units	166	186	208	244	240	250	258	247	210	227	234
Fire rescue											
Fire stations	6	6	6	6	6	8	8	8	8	8	8
Fire rescue units	23	20	23	26	25	31	32	33	33	33	33
Physical environment											
Sanitation-collection trucks	40	39	37	39	34	35	34	33	35	35	35
Transportation											
Street (miles)	251	251	251	251	251	252	252	252	225	219	224
Street lights	na	na	302	na	na	na	na	384	381	384	384
Traffic signals	86	88	94	99	129	132	133	135	134	135	136
Lane miles	na	na	506	506	508	510	510	510	490	484	495
Parks and recreation											
Park acreage	486	513	535	546	547	551	551	551	551	551	551
Parks	20	20	22	24	29	31	31	31	31	31	31
Swimming pools	1	1	2	2	2	2	2	3	2	2	2
Tennis courts	2	3	3	3	3	3	3	3	3	3	3
Community centers	3	3	3	3	3	3	3	3	3	3	3
Public libraries	1	1	1	1	1	1	1	1	1	2	2
Public beaches (miles)	2.18	2.18	2.18	2.18	2.18	2.18	2.18	2.18	2.18	2.18	2.18
Business-type activities											
Water											
Water mains(miles)	533	534	530	540	538	541	545	547	550	535	535
Fire hydrants	4,736	4,752	5,128	5,000	4,999	4,999	4,999	5,035	5,397	5,397	5,419
Maximum daily capacity (thousands of gallons)	70	70	70	70	70	70	70	70	70	70	70
Sewer											
Sanitary sewers (miles)	337	337	338	339	339	340	342	343	344	480	482
Maximum daily treatment capacity (thousands of gallons)	18	18	18	18	18	18	18	15	18	18	18
Waste water pumping stations	231	235	234	234	232	234	234	238	237	233	238
Cemetery	1	1	1	1	1	1	1	1	1	1	1
Golf courses	3	3	3	3	3	3	3	3	3	3	3
Storm water utilities											
Storm sewer(miles)	49	49	49	49	50	50	51	51	63	63	64

Sources: Various City departments

Note: No capital asset indicators are available for the general government function.