

**CITY OF HOLLYWOOD, FLORIDA**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2002

	<u>General</u>	<u>General Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS:</b>				
Cash	\$ 3,625	\$ 0	\$ 23,350	\$ 26,975
Cash with Fiscal Agent	0	0	14,633	14,633
Investments - at fair value	5,107,437	8,363,371	12,853,831	26,324,639
Accounts Receivable - Net of Allowances	3,269,521	105	192	3,269,818
Notes Receivable - Net of Allowances	0	0	8,453,488	8,453,488
Due from Other Funds	379,962	0	0	379,962
Due from Other Governments	2,405,797	1,301,316	1,059,965	4,767,078
Inventories of Supplies - at cost	21,678	0	0	21,678
Restricted Assets:				
Investments - at fair value	68,793	1,293,979	4,285,842	5,648,614
Notes Receivable - Net of Allowances	0	0	6,788,551	6,788,551
<b>TOTAL ASSETS</b>	<b>\$ 11,256,813</b>	<b>\$ 10,958,771</b>	<b>\$ 33,479,852</b>	<b>\$ 55,695,436</b>
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>LIABILITIES:</b>				
Vouchers Payable	\$ 1,183,158	\$ 68,265	\$ 706,846	\$ 1,958,269
Accrued Wages and Leave	2,893,243	0	30,878	2,924,121
Construction Contracts	0	928,429	229,647	1,158,076
Due to Other Funds	0	0	570,909	570,909
Due to Other Governments	14,160	0	0	14,160
Interest Payable	0	0	29,152	29,152
Deferred Revenue	1,185,485	0	1,142,645	2,328,130
Deposits Payable	81,083	0	426,638	507,721
Payable from Restricted Assets:				
Landfill Closure	68,793	0	0	68,793
Arbitrage Rebate Payable	0	560,741	0	560,741
<b>Total Liabilities</b>	<b>5,425,922</b>	<b>1,557,435</b>	<b>3,136,715</b>	<b>10,120,072</b>
<b>FUND BALANCES:</b>				
<b>Reserved:</b>				
Encumbrances	190,021	0	0	190,021
Debt Service	0	1,293,979	100,000	1,393,979
Grants and Special Programs	0	0	24,398,454	24,398,454
Capital Improvement Program	0	8,107,357	1,591,180	9,698,537
Disaster Relief	0	0	50,000	50,000
<b>Unreserved, Reported In:</b>				
General Fund	5,640,870	0	0	5,640,870
Law Enforcement Forfeiture Fund	0	0	4,056,819	4,056,819
Police Grants Fund	0	0	5,050	5,050
Emergency and Disaster Fund	0	0	135,154	135,154
Debt Service Fund	0	0	6,480	6,480
<b>Total Fund Balances</b>	<b>5,830,891</b>	<b>9,401,336</b>	<b>30,343,137</b>	<b>45,575,364</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 11,256,813</b>	<b>\$ 10,958,771</b>	<b>\$ 33,479,852</b>	<b>\$ 55,695,436</b>

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

**CITY OF HOLLYWOOD, FLORIDA**

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
SEPTEMBER 30, 2002**

Amounts reported for Governmental Activities in the Statement of Net Assets are different because:

Fund Balances - Governmental Funds	\$	45,575,364
Capital assets used in Governmental Activities are not financial resources and, therefore, are not reported in the funds.		101,556,719
Prepaid Items used in Governmental Activities are not financial resources and, therefore, are not reported in the funds.		997,601
Internal Service Funds are used by management to charge the costs of fleet management, management information systems and self insurance activities to individual funds. The assets and liabilities of the Internal Service Funds are included in Governmental Activities in the Statement of Net Assets.		(2,674,036)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		(78,532,644)
Consolidation adjustment to Enterprise Funds for Internal Service Funds look-back		<u>270,589</u>
Net assets of Governmental Activities	\$	<u><u>67,193,593</u></u>

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

**CITY OF HOLLYWOOD, FLORIDA**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	<u>General</u>	<u>General Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES:				
Property Taxes	\$ 40,444,697	\$ 0	\$ 1,509,560	\$ 41,954,257
Utilities Service Taxes	18,875,768	0	0	18,875,768
Franchise Taxes	7,144,641	0	0	7,144,641
Licenses and Permits	5,210,616	0	0	5,210,616
Intergovernmental	13,696,697	2,044,341	11,331,794	27,072,832
Charges for Services	16,889,135	103,053	571,348	17,563,536
Fines and Forfeits	0	0	2,341,607	2,341,607
Special Assessments	0	0	28,528	28,528
Investment Revenue	0	220,540	314,396	534,936
Miscellaneous	1,420,479	35,394	175,311	1,631,184
Total Revenues	<u>103,682,033</u>	<u>2,403,328</u>	<u>16,272,544</u>	<u>122,357,905</u>
EXPENDITURES:				
Current:				
General Government	11,441,961	0	938,021	12,379,982
Public Safety	76,577,284	0	3,924,920	80,502,204
Public Works	9,080,689	0	0	9,080,689
Transportation	361,650	0	0	361,650
Economic Environment	622,333	0	3,142,515	3,764,848
Physical Environment	2,052,488	0	115,496	2,167,984
Culture and Recreation	5,020,698	0	312,522	5,333,220
Human Services	0	0	66,353	66,353
Emergency and Disaster Relief	0	0	11,511	11,511
Other	3,785,769	0	192,004	3,977,773
Capital Outlay:				
General Government	0	376,149	0	376,149
Public Safety	0	1,888,577	2,549,668	4,438,245
Transportation	0	5,399,799	805,673	6,205,472
Economic Environment	0	0	315,122	315,122
Physical Environment	0	270,733	214,400	485,133
Culture and Recreation	0	6,757,343	0	6,757,343
Debt Service:				
Principal	0	0	2,900,134	2,900,134
Interest and Fiscal Charges	0	225,000	1,779,339	2,004,339
Total Expenditures	<u>108,942,872</u>	<u>14,917,601</u>	<u>17,267,678</u>	<u>141,128,151</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,260,839)</u>	<u>(12,514,273)</u>	<u>(995,134)</u>	<u>(18,770,246)</u>

(Continued)

## CITY OF HOLLYWOOD, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	<u>General</u>	<u>General Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
OTHER FINANCING SOURCES (USES):				
Loan Proceeds	\$ 0	\$ 11,300,000	\$ 4,450,000	\$ 15,750,000
Transfers In	8,355,040	0	6,372,792	14,727,832
Transfers Out	(3,255,263)	0	(6,618,188)	(9,873,451)
Total Other Financing Sources (Uses)	<u>5,099,777</u>	<u>11,300,000</u>	<u>4,204,604</u>	<u>20,604,381</u>
Change in Fund Balances	(161,062)	(1,214,273)	3,209,470	1,834,135
Fund Balances - October 1	<u>5,991,953</u>	<u>10,615,609</u>	<u>27,133,667</u>	<u>43,741,229</u>
Fund Balances - September 30	<u>\$ 5,830,891</u>	<u>\$ 9,401,336</u>	<u>\$ 30,343,137</u>	<u>\$ 45,575,364</u>

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

**CITY OF HOLLYWOOD, 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, 2002

Difference in amounts reported for Governmental Activities in the Statement of Activities:

Net Change in Fund Balances - Governmental Funds	\$	1,834,135
Capital outlay, reported as expenditures in Governmental Funds, are shown as capital assets in the Statement of Net Assets.		16,605,412
Depreciation expenses on governmental capital assets included in the Governmental Activities in the Statement of Net Assets.		(8,076,879)
The issuance of long-term debt provides current financial resources to Governmental Funds, however, has no effect on net assets.		(15,750,000)
Repayment of long-term debt is reported as an expenditure in Governmental Funds, but as a reduction of long-term liabilities in the Statement of Net Assets.		2,900,134
Payment of compensated absences is reported as an expenditure in Governmental Funds, but as a reduction of long-term liabilities in the Statement of Net Assets.		1,010,091
The net revenues of the Internal Service Funds (funds used to charge the costs of certain activities to individual funds) are reported with Governmental Activities.		
Consolidation adjustment to Governmental Activities for Internal Service Funds look-back		(558,981)
Nonoperating Revenue (Expense)		(297,439)
Capital Contributions		716,565
Elimination of Transfers from Internal Service Funds		(200,391)
Certain items reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the Governmental Funds.		
Capital assets transferred from (to) other funds		4,269,343
Net cost of capital asset dispositions		(3,227,423)
Change in Landfill Closure Cost		158,304
Accrued interest expense on long-term debt		(432,846)
Changes in Net Assets of Governmental Activities	\$	<u><u>(1,049,975)</u></u>

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

**CITY OF HOLLYWOOD, FLORIDA**

STATEMENT OF NET ASSETS  
 PROPRIETARY FUNDS  
 SEPTEMBER 30, 2002

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Sanitation Enterprise	Other Enterprise Funds		
<b>ASSETS:</b>					
<b>CURRENT ASSETS:</b>					
Cash	\$ 2,200	\$ 0	\$ 1,010	\$ 3,210	\$ 500
Investments - at fair value	755,081	2,089,158	2,723,685	5,567,924	5,190,701
Accounts Receivable - Net of Allowances	5,711,731	1,651,972	226,099	7,589,802	43,027
Due from Other Funds	0	0	200,000	200,000	0
Due from Other Governments	0	192,736	0	192,736	0
Inventories of Supplies - at cost	315,493	0	0	315,493	15,352
<b>Total Current Assets</b>	<b>6,784,505</b>	<b>3,933,866</b>	<b>3,150,794</b>	<b>13,869,165</b>	<b>5,249,580</b>
<b>NONCURRENT ASSETS:</b>					
<b>Restricted Assets:</b>					
Cash and Cash Equivalents	9,663,508	0	121,277	9,784,785	0
Cash with Fiscal Agent	0	0	0	0	392,051
Investments - at fair value	35,098,212	0	4,050,650	39,148,862	1,722,354
Due from Other Governments	4,004,419	0	0	4,004,419	0
<b>Total Restricted Assets</b>	<b>48,766,139</b>	<b>0</b>	<b>4,171,927</b>	<b>52,938,066</b>	<b>2,114,405</b>
<b>Capital Assets:</b>					
Land	3,640,485	63,890	2,376,145	6,080,520	0
Buildings	52,817,516	1,166,564	5,149,293	59,133,373	1,277,551
Improvements	203,828,019	7,347	6,012,010	209,847,376	68,871
Machinery and Equipment	4,335,579	118,938	1,346,075	5,800,592	29,329,790
Accumulated Depreciation	(109,736,827)	(1,261,455)	(5,442,111)	(116,440,393)	(19,810,061)
Construction in Progress	34,946,157	0	4,102,093	39,048,250	0
<b>Total Capital Assets</b>	<b>189,830,929</b>	<b>95,284</b>	<b>13,543,505</b>	<b>203,469,718</b>	<b>10,866,151</b>
<b>Total Noncurrent Assets</b>	<b>238,597,068</b>	<b>95,284</b>	<b>17,715,432</b>	<b>256,407,784</b>	<b>12,980,556</b>
<b>OTHER ASSETS:</b>					
Unamortized Bond Issuance Costs	1,240,712	0	0	1,240,712	0
<b>TOTAL ASSETS</b>	<b>246,622,285</b>	<b>4,029,150</b>	<b>20,866,226</b>	<b>271,517,661</b>	<b>18,230,136</b>

(Continued)

## CITY OF HOLLYWOOD, FLORIDA

STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
SEPTEMBER 30, 2002

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Sanitation Enterprise	Other Enterprise Funds		
<b>LIABILITIES:</b>					
<b>CURRENT LIABILITIES:</b>					
Vouchers Payable	\$ 662,000	\$ 421,292	\$ 285,101	\$ 1,368,393	\$ 282,493
Accrued Wages and Leave	1,041,485	450,746	187,923	1,680,154	629,379
Construction Contracts	0	0	241,191	241,191	0
Due to Other Governments	21,402	0	13,922	35,324	0
Claims Payable	0	0	0	0	4,949,823
Deferred Revenue	1,939,019	0	4,367	1,943,386	0
Deposits Payable	0	0	2,185	2,185	0
Bonds Payable - Net	2,774,935	0	0	2,774,935	0
Capital Lease Obligations	0	0	52,353	52,353	2,365,172
Loans Payable	860,999	0	170,000	1,030,999	202,209
Total Current Liabilities	<u>7,299,840</u>	<u>872,038</u>	<u>957,042</u>	<u>9,128,920</u>	<u>8,429,076</u>
<b>CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS:</b>					
Vouchers Payable	0	0	0	0	1,215,965
Construction Contracts	4,055,651	0	0	4,055,651	0
Deposits	2,381,176	0	0	2,381,176	0
Total Current Liabilities Payable from Restricted Assets	<u>6,436,827</u>	<u>0</u>	<u>0</u>	<u>6,436,827</u>	<u>1,215,965</u>
<b>NONCURRENT LIABILITIES:</b>					
Accrued Wages and Leave	1,166,137	357,606	86,857	1,610,600	248,459
Claims Payable	0	0	0	0	5,603,000
Bonds Payable - Net	92,850,841	0	0	92,850,841	0
Capital Lease Obligations	0	0	205,515	205,515	3,550,444
Loans Payable	22,105,844	0	5,370,000	27,475,844	1,857,228
Total Noncurrent Liabilities	<u>116,122,822</u>	<u>357,606</u>	<u>5,662,372</u>	<u>122,142,800</u>	<u>11,259,131</u>
<b>TOTAL LIABILITIES</b>	<u>129,859,489</u>	<u>1,229,644</u>	<u>6,619,414</u>	<u>137,708,547</u>	<u>20,904,172</u>
<b>NET ASSETS:</b>					
Invested in Capital Assets, Net of Related Debt	81,453,774	95,284	11,226,127	92,775,185	3,402,917
Restricted for:					
Future Capital Projects	21,994,526	0	570,160	22,564,686	251,621
Future Claims Payable	0	0	0	0	135,000
Future Debt Service	118,488	0	0	118,488	0
Rate Stabilization	10,000,000	0	0	10,000,000	0
Unrestricted	<u>3,196,008</u>	<u>2,704,222</u>	<u>2,450,525</u>	<u>8,350,755</u>	<u>(6,463,574)</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 116,762,796</u>	<u>\$ 2,799,506</u>	<u>\$ 14,246,812</u>	<u>\$ 133,809,114</u>	<u>\$ (2,674,036)</u>

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

**CITY OF HOLLYWOOD, FLORIDA**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
 PROPRIETARY FUNDS  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Sanitation Enterprise	Other Enterprise Funds	Total	
<b>OPERATING REVENUES:</b>					
Charges for Sales and Services	\$ 40,374,582	\$ 14,392,078	\$ 6,772,974	\$ 61,539,634	\$ 35,916,122
Fines and Forfeits	0	24,939	699,839	724,778	0
Miscellaneous	350,785	464,315	228,704	1,043,804	515,817
Total Operating Revenues	<u>40,725,367</u>	<u>14,881,332</u>	<u>7,701,517</u>	<u>63,308,216</u>	<u>36,431,939</u>
<b>OPERATING EXPENSES:</b>					
Personal Services and Benefits	9,525,155	5,122,613	2,161,227	16,808,995	6,308,058
Supplies, Services and Claims	15,476,431	8,402,776	3,714,360	27,593,567	28,337,391
Depreciation	10,371,241	8,706	549,399	10,929,346	2,616,060
Total Operating Expenses	<u>35,372,827</u>	<u>13,534,095</u>	<u>6,424,986</u>	<u>55,331,908</u>	<u>37,261,509</u>
Operating Income (Loss)	<u>5,352,540</u>	<u>1,347,237</u>	<u>1,276,531</u>	<u>7,976,308</u>	<u>(829,570)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>					
Investment Revenue	859,144	20,339	168,870	1,048,353	133,992
Interest Expense	(6,472,592)	0	(141,399)	(6,613,991)	(393,443)
Other Income (Expense)	(26,507)	(3,453)	(4,925)	(34,885)	(37,988)
Total Nonoperating Revenues (Expenses)	<u>(5,639,955)</u>	<u>16,886</u>	<u>22,546</u>	<u>(5,600,523)</u>	<u>(297,439)</u>
Income (Loss) Before Contributions and Transfers	<u>(287,415)</u>	<u>1,364,123</u>	<u>1,299,077</u>	<u>2,375,785</u>	<u>(1,127,009)</u>
<b>CONTRIBUTIONS:</b>					
Capital Contributions	<u>(3,114,548)</u>	<u>0</u>	<u>988,108</u>	<u>(2,126,440)</u>	<u>716,565</u>
<b>TRANSFERS IN (OUT):</b>					
Transfers In	350,882	0	0	350,882	0
Transfers Out	(3,177,169)	(850,459)	(977,244)	(5,004,872)	(200,391)
Total Transfers In (Out)	<u>(2,826,287)</u>	<u>(850,459)</u>	<u>(977,244)</u>	<u>(4,653,990)</u>	<u>(200,391)</u>
Change in Net Assets	(6,228,250)	513,664	1,309,941	(4,404,645)	(610,835)
Net Assets - October 1	<u>122,991,046</u>	<u>2,285,842</u>	<u>12,936,871</u>	<u>138,213,759</u>	<u>(2,063,201)</u>
Net Assets - September 30	<u>\$ 116,762,796</u>	<u>\$ 2,799,506</u>	<u>\$ 14,246,812</u>	<u>\$ 133,809,114</u>	<u>\$ (2,674,036)</u>

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

**CITY OF HOLLYWOOD, FLORIDA**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS OF PROPRIETARY FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002**

Net Change in Net Assets - Proprietary Funds	\$ (4,404,645)
Net revenue of the Internal Service Funds (funds used to charge the costs of certain activities to individual funds) is reported with Governmental Activities.	
Consolidated adjustment to Enterprise Funds for Internal Service Funds look-back	<u>(270,589)</u>
Changes in Net Assets of Business-type Activities	<u>\$ (4,675,234)</u>

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

**CITY OF HOLLYWOOD, FLORIDA**

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Sanitation Enterprise	Other Enterprise Funds	Total	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Cash Received from Customers, Employees and Other Governments	\$ 40,255,590	\$ 14,698,954	\$ 7,546,929	\$ 62,501,473	\$ 1,895,714
Cash Received from Other Funds	0	0	0	0	33,977,381
Payments to Suppliers for Goods and Services	(14,644,111)	(8,379,424)	(3,709,794)	(26,733,329)	(27,123,695)
Payments to Employees for Services	(9,330,086)	(5,059,759)	(2,124,033)	(16,513,878)	(6,277,114)
Other Operating Revenue	1,360,516	464,315	215,734	2,040,565	515,817
Net Cash Provided (Used) by Operating Activities	<u>17,641,909</u>	<u>1,724,086</u>	<u>1,928,836</u>	<u>21,294,831</u>	<u>2,988,103</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
Cash Loaned to Other Funds	0	0	(200,000)	(200,000)	0
Loans Repaid from Other Funds	200,000	0	0	200,000	0
Transfers In	350,882	0	0	350,882	0
Transfers Out	<u>(3,177,169)</u>	<u>(850,459)</u>	<u>(977,244)</u>	<u>(5,004,872)</u>	<u>(200,391)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(2,626,287)</u>	<u>(850,459)</u>	<u>(1,177,244)</u>	<u>(4,653,990)</u>	<u>(200,391)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
Proceeds from Bonds and Other Borrowing	3,844,103	0	280,000	4,124,103	2,085,000
Principal Paid on Bonds, Notes and Equipment Contracts	(4,096,009)	0	(357,132)	(4,453,141)	(2,650,964)
Interest Paid on Bonds, Notes and Equipment Contracts	(6,416,034)	0	(141,399)	(6,557,433)	(393,444)
Proceeds from Sale of Equipment	0	0	1,852	1,852	3,275
Acquisition and Construction of Capital Assets	(10,226,050)	(10,109)	(3,261,486)	(13,497,645)	(2,578,002)
Capital Contributed from Customers, Other Funds and Governments	<u>2,106,363</u>	<u>0</u>	<u>0</u>	<u>2,106,363</u>	<u>0</u>
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(14,787,627)</u>	<u>(10,109)</u>	<u>(3,478,165)</u>	<u>(18,275,901)</u>	<u>(3,534,135)</u>

(Continued)

## CITY OF HOLLYWOOD, FLORIDA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Sanitation Enterprise	Other Enterprise Funds		
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from Sale and Maturities of Investment Securities	\$ 80,169,738	\$ 14,626,719	\$ 13,009,308	\$ 107,805,765	\$ 44,652,657
Purchase of Investment Securities	(81,370,414)	(15,510,576)	(10,458,589)	(107,339,579)	(45,563,871)
Investment Revenue	1,223,922	20,339	168,870	1,413,131	133,992
Net Cash Provided (Used) in Investing Activities	23,246	(863,518)	2,719,589	1,879,317	(777,222)
Net Increase (Decrease) in Cash and Cash Equivalents	251,241	0	(6,984)	244,257	(1,523,645)
Cash and Cash Equivalents - October 1	9,414,467	0	129,271	9,543,738	1,916,196
Cash and Cash Equivalents - September 30	\$ 9,665,708	\$ 0	\$ 122,287	\$ 9,787,995	\$ 392,551

(Continued)

## CITY OF HOLLYWOOD, FLORIDA

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Sanitation Enterprise	Other Enterprise Funds	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating Income (Loss)	\$ 5,352,540	\$ 1,347,237	\$ 1,276,531	\$ 7,976,308	\$ (829,570)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation	10,371,241	8,706	549,399	10,929,346	2,616,060
Other Noncash Expenses	1,046,377	0	0	1,046,377	0
Change in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	595,287	104,511	57,441	757,239	(43,027)
(Increase) Decrease in Reinsurance Receivable	0	0	0	0	191,462
(Increase) Decrease in Due from Other Governments	0	177,425	0	177,425	0
(Increase) Decrease in Inventory	(7,914)	0	0	(7,914)	42,054
Increase (Decrease) in Vouchers Payable	(206,143)	23,351	7,763	(175,029)	(259,393)
Increase (Decrease) in Accrued Wages and Leave	195,069	62,856	37,194	295,119	30,549
Increase (Decrease) in Claims Payable	0	0	0	0	1,239,968
Increase (Decrease) in Due to Other Governments	(947,074)	0	(3,197)	(950,271)	0
Increase (Decrease) in Deferred Revenue	1,009,731	0	3,400	1,013,131	0
Increase (Decrease) in Deposits Payable	232,795	0	305	233,100	0
Total Adjustments	<u>12,289,369</u>	<u>376,849</u>	<u>652,305</u>	<u>13,318,523</u>	<u>3,817,673</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 17,641,909</u>	<u>\$ 1,724,086</u>	<u>\$ 1,928,836</u>	<u>\$ 21,294,831</u>	<u>\$ 2,988,103</u>

(Continued)

## CITY OF HOLLYWOOD, FLORIDA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Sanitation Enterprise	Other Enterprise Funds	Total	
NONCASH CAPITAL FINANCING ACTIVITIES:					
Changes in Fair Value of Investments	\$ (494,443)	\$ (14,379)	\$ (23,454)	\$ (532,276)	\$ (34,015)
Contributions from Other Funds and Governments	107,834	0	988,108	1,095,942	716,565
Total Noncash Capital Financing Activities	\$ <u>(386,609)</u>	\$ <u>(14,379)</u>	\$ <u>964,654</u>	\$ <u>563,666</u>	\$ <u>682,550</u>

## Noncash Investing, Capital and Financial Activities:

During the year, the Central Services Fund entered into capital leases in the amount of \$2,280,000 for the purpose of financing the acquisition of automotive and other equipment. This lease is payable over a 5-year period.

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

**CITY OF HOLLYWOOD, FLORIDA**

**STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002**

	<u>Total Pension Plans</u>
<b>ASSETS:</b>	
Investments - at fair value:	
U. S. Government Securities	\$ 86,422,782
Money Market Shares	27,133,406
Corporate Equities	179,853,162
Corporate Bonds and Notes	79,689,644
Pooled Investment Funds	<u>3,872,779</u>
Total Investments	376,971,773
Interest Receivable	2,408,773
Accounts Receivable	<u>4,578,532</u>
<b>TOTAL ASSETS</b>	<u><b>383,959,078</b></u>
<b>LIABILITIES:</b>	
Vouchers Payable	2,971,101
Deferred Benefits Payable	25,042,720
Due to Other Funds	<u>9,053</u>
<b>TOTAL LIABILITIES</b>	<u><b>28,022,874</b></u>
<b>NET ASSETS:</b>	
Held in Trust for Pension Benefits	<u><u>\$ 355,936,204</u></u>

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

**CITY OF HOLLYWOOD, FLORIDA**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

	<u>Total Pension Plans</u>
<b>ADDITIONS:</b>	
Contributions:	
City and State	\$ 12,296,475
Members	<u>5,531,580</u>
Total Contributions	<u>17,828,055</u>
Investment Income:	
Net Increase (Decrease) in Fair Market Value of Plan Investments	(39,423,881)
Interest and Dividends	<u>13,385,205</u>
	<u>(26,038,676)</u>
Less: Investment Expense	<u>2,367,126</u>
Net Investment Income (Loss)	<u>(28,405,802)</u>
Total Additions (Reductions)	<u>(10,577,747)</u>
<b>DEDUCTIONS:</b>	
Pension Benefits	26,081,249
Refunds of Contributions	<u>321,630</u>
Total Deductions	<u>26,402,879</u>
Change in Net Assets	(36,980,626)
Net Assets Held in Trust for Pension Benefits, Beginning of Year	<u>392,916,830</u>
Net Assets Held in Trust for Pension Benefits, End of Year	<u>\$ 355,936,204</u>

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