

**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF HOLLYWOOD, FLORIDA

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(UNAUDITED)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
Property Taxes	\$ 40,613,040	\$ 40,613,040	\$ 40,444,697	\$ (168,343)
Utilities Service Taxes	19,250,000	19,250,000	18,875,768	(374,232)
Franchise Taxes	7,955,000	7,955,000	7,144,641	(810,359)
Licenses and Permits	4,979,100	4,979,100	5,210,616	231,516
Intergovernmental	14,186,100	14,186,100	13,696,697	(489,403)
Charges for Services	16,250,853	16,367,408	16,889,135	521,727
Miscellaneous	1,887,633	1,907,633	1,420,479	(487,154)
Total Revenues	<u>105,121,726</u>	<u>105,258,281</u>	<u>103,682,033</u>	<u>(1,576,248)</u>
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT:				
City Commission	672,180	672,180	647,852	24,328
City Manager	1,250,677	1,125,677	1,104,475	21,202
City Clerk	471,523	471,523	439,174	32,349
City Attorney	1,317,936	1,355,396	1,355,667	(271)
Assistant City Manager - Administration & Planning	187,525	218,875	218,868	7
Assistant City Manager - Administration & Budget	199,804	134,804	132,288	2,516
Management and Budget	822,070	677,070	657,397	19,673
Citizens Assistance & Volunteer Recruitment	436,150	376,150	373,824	2,326
Financial Services	3,436,269	3,404,969	3,376,869	28,100
Human Resources	1,611,555	1,541,555	1,541,337	218
Growth Management	1,693,868	1,493,868	1,485,222	8,646
Real Estate Management	110,776	110,776	108,988	1,788
Total General Government	<u>12,210,333</u>	<u>11,582,843</u>	<u>11,441,961</u>	<u>140,882</u>
PUBLIC SAFETY:				
Police	43,630,663	43,753,863	43,003,872	749,991
Fire	30,195,352	29,781,062	29,694,996	86,066
Building Inspection	4,155,126	3,885,126	3,878,416	6,710
Total Public Safety	<u>77,981,141</u>	<u>77,420,051</u>	<u>76,577,284</u>	<u>842,767</u>
PUBLIC WORKS:				
Facilities and Grounds Maintenance	9,294,389	9,215,129	9,080,689	134,440
TRANSPORTATION:				
Engineering	238,442	272,122	273,270	(1,148)
Traffic Engineering	86,914	88,504	88,380	124
Total Transportation	<u>325,356</u>	<u>360,626</u>	<u>361,650</u>	<u>(1,024)</u>

(Continued)

CITY OF HOLLYWOOD, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002
(UNAUDITED)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
ECONOMIC ENVIRONMENT:				
Development Administration	\$ 408,574	\$ 263,574	\$ 252,744	\$ 10,830
Housing and Community Redevelopment	336,888	369,598	369,589	9
Total Economic Environment	<u>745,462</u>	<u>633,172</u>	<u>622,333</u>	<u>10,839</u>
PHYSICAL ENVIRONMENT:				
Neighborhood Improvement	<u>2,074,365</u>	<u>2,074,365</u>	<u>2,052,488</u>	<u>21,877</u>
CULTURE AND RECREATION:				
Recreation and Parks	<u>4,843,506</u>	<u>5,075,006</u>	<u>5,020,698</u>	<u>54,308</u>
OTHER:				
Employee Benefits	<u>2,674,681</u>	<u>3,788,041</u>	<u>3,785,769</u>	<u>2,272</u>
Total Expenditures	<u>110,149,233</u>	<u>110,149,233</u>	<u>108,942,872</u>	<u>1,206,361</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,027,507)</u>	<u>(4,890,952)</u>	<u>(5,260,839)</u>	<u>(369,887)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In:				
Special Programs Fund	200,000	200,000	210,000	10,000
Downtown Community Redevelopment Fund	50,000	50,000	0	(50,000)
Emergency and Disaster Fund	0	2,200,000	2,200,000	0
Gas Tax Capital Projects Fund	1,129,845	1,129,845	1,129,845	0
Water and Sewer Utility	3,177,169	3,177,169	3,177,169	0
Sanitation Enterprise Fund	850,459	850,459	850,459	0
Stormwater Utility Fund	5,573	5,573	5,573	0
Golf Enterprise Fund	80,397	80,397	38,996	(41,401)
Parking Enterprise Fund	542,607	542,607	542,607	0
Central Services Fund	101,053	101,053	101,053	0
Insurance Fund	99,338	99,338	99,338	0
Total Transfers In	<u>6,236,441</u>	<u>8,436,441</u>	<u>8,355,040</u>	<u>(81,401)</u>
Transfers Out:				
Debt Service Fund	<u>(2,820,263)</u>	<u>(3,255,263)</u>	<u>(3,255,263)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>3,416,178</u>	<u>5,181,178</u>	<u>5,099,777</u>	<u>(81,401)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,611,329)	290,226	(161,062)	(451,288)
Fund Balances - October 1	<u>5,991,953</u>	<u>5,991,953</u>	<u>5,991,953</u>	<u>0</u>
Fund Balances - September 30	<u>\$ 4,380,624</u>	<u>\$ 6,282,179</u>	<u>\$ 5,830,891</u>	<u>\$ (451,288)</u>

The notes to the required supplementary information are an integral part of this statement.

CITY OF HOLLYWOOD, FLORIDA

**SCHEDULE OF FUNDING PROGRESS
(UNAUDITED)**

DEFINED BENEFIT PENSION PLANS - An analysis of funding progress for the Unfunded Actuarial Accrued Liability (UAAL) or the Unfunded Frozen Actuarial Accrued Liability (UFAAL) for the three most recent fiscal periods available, fiscal years ended September 30, 1998 through 2000, is presented as follows:

Employees Retirement Fund –

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
10/1/98	\$ 129,407,169	\$ 154,243,888	\$ 24,836,719	83.9 %	\$ 27,581,966	90.0 %
10/1/99	141,673,440	172,564,633	30,891,193	82.1	28,950,262	106.7
10/1/00	156,750,497	189,916,733	33,166,236	82.5	30,000,733	110.6

Fire Pension Fund –

Actuarial Valuation Date	Statement Value of Assets (AVA)	Frozen Actuarial Accrued Liability (FAAL)	Unfunded (Overfunded) Frozen Actuarial Accrued Liability (UFAAL)	Funded Ratio	Covered Payroll	UFAAL as a % of Covered Payroll
10/1/98	\$ 93,020,000	\$ 92,731,000	\$ (289,000) (a)	100.3 %	\$ 12,006,000	(2.4) %
10/1/99	108,130,000	106,419,000	(1,711,000)	101.6	12,019,000	(14.2)
10/1/00	121,617,000	119,965,000	(1,652,000)	101.4	11,871,000	(13.9)

Police Retirement Fund –

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
10/1/98	\$ 113,138,759	\$ 127,427,251	\$ 14,288,492	88.8 %	\$ 15,117,711	94.5 %
10/1/99	149,041,366	149,041,366	0	100.0	16,125,682	0.0
10/1/00	154,778,060	154,778,060	0	100.0	16,580,711	0.0

(a) Asset valuation method was changed. The corridor in determining the actuarial value of assets was changed from between 80% and 120% of market value, to between 90% and 110% of market value. In addition, retirement age assumption was changed from 100% retiring upon completion of 25 years of credited service to 100% retiring upon 27 years of credited service.

The notes to the required supplementary information are an integral part of this statement.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2002**

NOTE I – STEWARDSHIP AND ACCOUNTABILITY

- A. **BUDGETARY INFORMATION** – Budgets are legally adopted for the General, Enterprise and Internal Service Funds. Budgets are adopted on a basis consistent with generally accepted accounting principles. The level of budgetary control is the department. The City Manager is authorized to transfer budgeted amounts within departments. Revisions increasing or decreasing the total budget for a department or fund require City Commission approval. Appropriations in annually budgeted funds, except for amounts corresponding to outstanding encumbrances, lapse at year-end.

Multi-year project budgets are adopted for grants reported in the Special Revenue Funds and for authorized capital improvements reported in the Capital Projects Fund. Accordingly, the Special Revenue and Capital Projects Funds have been excluded from budget versus actual presentation.

Encumbrance accounting is utilized, in which purchase orders, contracts, and other financial commitments for expenditures are recorded in order to reserve that portion of the applicable appropriation. This method is employed as an extension of formal budgetary accounting in the General Fund. Encumbrances outstanding at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities. In the General Fund, unexpended portions of such reserves lapse at the end of the next fiscal year after encumbrance.

- B. **EXCESS OF EXPENDITURES OVER APPROPRIATIONS** – For the year ended September 30, 2002, expenditures exceeded appropriations in the City Attorney and Engineering divisions (the legal level of budgetary control) of the General Fund by \$271 and \$1,148, respectively. These over expenditures were funded by available fund balance.