



city commission agenda

Regular Meeting

3:30 p.m.
March 14, 2011
Commission Chambers

commissioners		mayor		commissioners	
seat 1	Steven Leary	seat 2	Sarah Sprinkel	seat 3	Carolyn Cooper
			Kenneth W. Bradley	seat 4	Tom McMacken

welcome

Welcome to the City of Winter Park City Commission meeting. The agenda for regularly scheduled Commission meetings is posted in City Hall the Tuesday before the meeting. Agendas and all backup material supporting each agenda item are available in the City Clerk's office or on the city's Web site at www.cityofwinterpark.org.

meeting procedures

Persons desiring to address the Commission MUST fill out and provide to the City Clerk a yellow "Request to Speak" form located by the door. After being recognized by the Mayor, persons are asked to come forward and speak from the podium, state their name and address, and direct all remarks to the Commission as a body and not to individual members of the Commission, staff or audience.

Comments at the end of the meeting under New Business are limited to three (3) minutes. The yellow light indicator will remind you that you have one (1) minute left to sum up. Large groups are asked to name a spokesperson. This period of time is for comments and not for questions directed to the Commission or staff for immediate answer. Questions directed to the City Commission will be referred to staff and should be answered by staff within a reasonable period of time following the date of the meeting. Order and decorum will be preserved at all meetings. Personal, impertinent or slanderous remarks are not permitted. Thank you for participating in your city government.

**PLEASE NOTE: A RECEPTION WILL BE HELD FROM
2:30 P.M. TO 3:30 P.M. IN ROOM 200 FOR THE
NEWLY-ELECTED COMMISSIONERS.**

1	Meeting Called to Order	
2	Invocation Reverend Bryan Fulwider, First Congregational Church Pledge of Allegiance	
3	Presentation to Outgoing Commissioners Oath of Office – Newly Elected Commissioners	Projected Time 20 minutes
4	Approval of Agenda	
5	City Board Reports & Updates	Projected Time

6	Mayor's Report	Projected Time
	<ul style="list-style-type: none"> a. Introduction of Kathy Salerno, Outreach and Education Coordinator for the State of Florida's Chief Financial Officer, Jeff Atwater b. Proclamation-March 2011 as Bike Month c. City Commission governance, working together, and efficient meetings: <ul style="list-style-type: none"> 1. Resolution No. 1978 2. Timed agendas 3. Charter's role definition for Commission members d. Congratulations Winter Park Wildcats Boys State 6A Champions 	15 minutes
7	City Manager's Report	Projected Time
	<ul style="list-style-type: none"> a. Scheduling of Strategic Planning Session 	5 minutes
8	City Attorney's Report	Projected Time
9	Non-Action Items	Projected Time
	<ul style="list-style-type: none"> a. Comprehensive Annual Financial Report (CAFR) presentation b. Financial Report – January 2011 	15 minutes 10 minutes
10	Citizen Comments 5 p.m. or soon thereafter (if the meeting ends earlier than 5:00 p.m., the citizen comments will be at the end of the meeting) (Three (3) minutes are allowed for each speaker; not to exceed a total of 30 minutes for this portion of the meeting)	Projected Time
11	Consent Agenda	Projected Time
	<ul style="list-style-type: none"> a. Approve the minutes of 2/28/11. b. Award RFP-5-2011, Bond Counsel Services to Bryant Miller Olive P.A. c. Approve the Orange County Vendor Payment Agreement for the Low Income Home Energy Assistance Program. d. Ratify the police union contract. e. Approve the following purchases and contracts: <ul style="list-style-type: none"> 1. PR 146252 to Alan Jay Chevrolet, piggybacking the Florida Sheriff's Association contract; purchase of 2011 Chevy Silverado 2500HD; \$37,298 2. PR 146290 to HD Supply Plumbing for the owner direct purchase of plumbing supplies for the Community Center 3. PR 146295 to Interedge Technologies for the owner direct purchase of fire-rated glazing and framing systems for the Community Center 4. PR 146300 to Rexel for the owner direct purchase of lighting fixtures for the Community Center 	10 minutes

5. Piggybacking Seminole County contract #RFP-600103-07 with McLane Excavating, Inc. for aquatic maintenance services and authorize the Mayor to execute the Piggyback Contract
6. Piggybacking City of Orlando contract #BI08-2351-2 with Unifirst Corporation for rental of work uniforms and authorize the Mayor to execute the Piggyback Contract
7. Piggybacking Lake County contract #CT070811G5 with Ten-8 Fire Equipment, Inc. for fire equipment and supplies and authorize the Mayor to execute the Piggyback Contract
8. Piggybacking Florida Sheriff's Association Contract #11/13-05-0120 for Tires & Related Services and authorize the Mayor to execute the Piggyback Contract
9. Piggybacking the GSA contract #GS-35F-0119P for General Purpose Commercial Information Technology Equipment, Software & Services and authorize the Mayor to execute the Piggyback Contract

12	Action Items Requiring Discussion	Projected Time
	a. Approve City Staff to work with the City Attorney to create a City ordinance that regulates Pain Management Clinics.	10 minutes
13	Public Hearings	Projected Time
	a. Resolution - Supporting Police Officer and Firefighter Pension Plan reforms	10 minutes
14	City Commission Reports	Projected Time
	a. Commissioner Leary b. Commissioner Sprinkel c. Commissioner Cooper 1. West Fairbanks Listening Session d. Commissioner McMacken e. Mayor Bradley	10 minutes each

appeals & assistance

"If a person decides to appeal any decision made by the Commission with respect to any matter considered at such meeting or hearing, he/she will need a record of the proceedings, and that, for such purpose, he/she may need to ensure that a verbatim record of the proceedings is made, which record includes the testimony and evidence upon which the appeal is to be based." (F. S. 286.0105).

"Persons with disabilities needing assistance to participate in any of these proceedings should contact the City Clerk's Office (407-599-3277) at least 48 hours in advance of the meeting."



city commission city manager's report

item type Non-Action Item

meeting date March 14, 2011

Below are issues of interest to the Commission and community that are currently being worked on by staff, but do not currently require action on the Commission agenda. These items are being tracked to provide the Commission and community the most up to date information regarding the status of the various issues. The City Manager will be happy to answer questions or provide additional updates at the meeting.

issue	update	open resolved
Police and Fire Union Negotiations	Police: An impasse hearing was held before the Commission on March 7 th and nine items were imposed. Ratification of the contract is scheduled for March 14 th . Fire: The three year contract was ratified by the Commission on February 28 th .	Resolved
Pension Study	Both Pension Boards and the City Commission authorized the Actuaries to work together to implement the 12 year smoothing concept identified by Actuarial Concepts.	Open
Lee Road Median Update	FDOT returned comments which are being responded to by staff by 3/11/11.	Open
Pro Shop Renovation	Construction manager under contract (Frank Roark). Scheduled for Historic preservation board review on Wednesday, March 10 th , 2011. Preliminary structural investigation work to commence March 14 th .	Open
Historic District	The City received a favorable review by the State of Florida on January 20 th . The report has been forwarded to the Federal Government for final approval.	Open
Community Center	Construction is underway. The Program Manager is on board and the programming study with Green Play is underway.	Open

Park Ave Area Task Force	The contract has been signed. Engauge is planning a discovery session in mid-March with businesses located in the area. Engineering staff is preparing the final submittal packet for FDOT approval that will include the wind loading sign posts as required.	Open
Fairbanks Improvement Project	90% plans were submitted to FDOT, with completed design anticipated in late March.	Open
Fairbanks/Orange/Pennsylvania	Work continues on sidewalk improvements from Pennsylvania to Park with work being performed at night. Utility upgrades also being done ahead of sidewalk work. Street light base installation is also underway and approximately 50% complete. Anticipate street lights complete by April 30th and sidewalk and 5 points intersection work complete by May 31st.	Open
ReLeaf	Tree growers are reluctant this week to ship/transport trees due to the new growth the trees are experiencing this time of year. Growers prefer to wait until the new growth hardens enough to tolerate the transport of the trees with minimal damage from wind while on trucks and from handling. This process is expected to last approximately two weeks.	Open
Hazardous Waste	Contract between City and Orange County is currently under review and revision by City Attorney.	Open

Once projects have been resolved, they will remain on the list for one additional meeting to share the resolution with the public and then be removed.



city commission agenda item

item type	Non-Action Item	meeting date	March 14, 2011
prepared by department division	Wes Hamil Finance Finance	approved by	<input checked="" type="checkbox"/> City Manager <input type="checkbox"/> City Attorney <input type="checkbox"/> N/A
board approval	N/A	<input type="checkbox"/> yes <input type="checkbox"/> no <input checked="" type="checkbox"/> N/A	final vote

subject

Presentation of Comprehensive Annual Financial Report for the fiscal year ended September 30, 2010.

motion | recommendation

No action is necessary.

Background

The City prepared the CAFR and it was audited by James Moore & Company, P.L. See attached summary of highlights of the report.

alternatives | other considerations

None

fiscal impact

None

strategic objective

Achieve financial security through good government practices.

Financial Highlights

For the Fiscal Year Ended September 30, 2010

General Fund

Unreserved fund balance in the General Fund grew by \$2,255,791 to \$6,675,058 at September 30, 2010. This amount represented 17.25% for expenditures and transfers out for recurring operating costs reported in other funds. These transfers consist of stormwater operations support, debt service and support for the golf course. This represents significant improvement over the 11.17% reserve level as of September 30, 2009. When we were preparing the FY 2011 budget we projected reserves to be at 15.73% by 09/30/2010.

The primary reasons for the increase in reserves include: 1) the original budget was designed to under-spend revenues by approximately \$1,200,000, 2) the Electric Services Fund made its second payment on the advance for the General Fund in the amount of \$502,548, and 3) the amount of reserves committed to open purchase orders at fiscal year-end decreased by \$236,542.

The Park Avenue Improvement Revenue Bonds, Series 1998 were refunded at a net present value savings (difference in present values of debt service payments of old debt vs. the new debt) of approximately \$500,000. The interest rate on the new loan is fixed at 3.49% and matures July 1, 2021.

Community Redevelopment Fund

An \$8,100,000 bank loan was issued to finance the construction of the new Community Center. \$1,000,000 in cash on hand is also being committed to this project. The loan bears a fixed rate of interest of 4.48% and matures January 1, 2026. Tax increment revenue of the CRA will be used to make the debt service payments.

Water and Sewer Fund

Water and sewer experienced a small loss of \$304,535 for FY 2010. Debt service coverage was strong with net revenues equaling 2.49 times debt service.

Electric Services Fund

The Electric Fund continued a strong performance from FY 2009. As many of you are aware, the General Fund advanced \$2,856,026 for costs related to the initial acquisition of the electric system. Repayment of this advance began in FY 2009 as stipulated in the 2005 City Ordinance governing transfers from the Electric Fund to the General Fund. As noted above, the Electric Fund paid \$502,548 on this advance in FY 2010. The current balance owed on this advance is \$2,241,006.

During the first several years of owning the electric system, the Electric Fund borrowed heavily from other funds for capital spending to improve the reliability of the system. The balance owed to other funds peaked at \$11,598,290 as of September 30, 2008. As of September 30, 2010, this balance had been reduced to \$8,096,130. \$2,704,028 of this improvement came in FY 2010.

Debt service coverage is very strong at 4.85 times debt service. Fitch Ratings upgraded their rating of our electric revenue bonds from A to AA- with a stable outlook.

COMPREHENSIVE ANNUAL FINANCIAL REPORT



**The City of Winter Park, Florida
For The Year Ended September 30, 2010**

Prepared by the Finance Department

INTRODUCTORY SECTION

PRINCIPAL CITY OFFICIALS

TABLE OF CONTENTS

LETTER OF TRANSMITTAL

CERTIFICATE OF ACHIEVEMENT

ORGANIZATIONAL CHART

City of Winter Park, Florida

Principal City Officials

September 30, 2010

City Commission

MAYOR Kenneth W. Bradley
VICE MAYOR Beth A. Dillaha
COMMISSIONERS.....Phillip M. Anderson, Jr.
Carolyn A. Cooper
Thomas J. McMacken, Jr.

Administrative

City Manager..... Randy B. Knight
Assistant City ManagerMichelle del Valle
City Attorney Usher L. Brown

Administrative Staff

Building and Code Enforcement Director.....George J. Wiggins
City Clerk..... Cynthia S. Bonham
Communications Director Clarissa C. Howard
Economic Development Director.....Dori L. DeBord
Electric Utilities DirectorJerry E. Warren
Finance Director.....Charles W. Hamil, III
Fire ChiefJames E. White
Fleet Maintenance DirectorJeffrey L. Parrish
Parks & Recreation Director John R. Holland
Planning Director Jeffrey Briggs
Police ChiefBrett C. Railey
Public Works Director.....Troy R. Attaway
Water and Sewer Utilities DirectorDavid L. Zusi

This page intentionally left blank.



The City of Winter Park, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2010

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

Principal City Officials	1
Table of Contents	3
Letter of Transmittal	7
Certificate of Achievement	14
Organizational Chart	15

II. FINANCIAL SECTION

Independent Auditors' Report	17
Management's Discussion and Analysis (Unaudited)	19
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	35
Statement of Activities	36
Fund Financial Statements:	
Balance Sheet – Governmental Funds	38
Reconciliation of the Balance Sheet to the Statement of Net Assets – Governmental Funds	39
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	40
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	41
Statement of Net Assets – Proprietary Funds	42
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	43
Statement of Cash Flows – Proprietary Funds	44
Statement of Fiduciary Net Assets – Fiduciary Funds	45
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	46
Notes to the Financial Statements	47

Required Supplemental Information (Unaudited):	
Budget to Actual Comparison – Major Funds (General and Special Revenue):	
General Fund.....	87
Community Redevelopment Fund	88
Pension Schedules:	
Schedule of Funding Progress	91
Schedule of Contributions from the Employer and	
Other Contributing Entities.....	92
Other Post Employment Benefits:	
Schedule of Funding Progress and Contributions from the Employer	94
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds	98
Combining Statement of Revenues, Expenditures and Changes	
in Fund Balances – Nonmajor Governmental Funds	100
Budget to Actual Comparison – Nonmajor Governmental Funds:	
Stormwater Utility Fund	102
Affordable Housing Fund	103
Grant Fund	104
Cemetery Trust Fund	105
Combining Statement of Net Assets – Internal Service Funds.....	108
Combining Statement of Revenues, Expenses and Changes in	
Fund Net Assets – Internal Service Funds	109
Combining Statement of Cash Flows – Internal Service Funds	110

III. STATISTICAL SECTION (UNAUDITED)

Table 1 - Net Assets by Component.....	113
Table 2 - Changes in Net Assets	114
Table 3 - Fund Balances, Governmental Funds	116
Table 4 - Changes in Fund Balances, Governmental Funds	117
Table 5 - Assessed and Estimated Actual Value of	
Taxable Property	118
Table 6 - Direct and Overlapping Property Tax Rates	119
Table 7 - Principal Property Tax Payers	120
Table 8 - Property Tax Levies and Collections	121
Table 9 - Ratios of Outstanding Debt by Type	122
Table 10 - Ratios of General Obligation Bonds Outstanding	123
Table 11 - Legal Debt Margin Information	124
Table 12 - Tax Increment Revenue Bonds Coverage.....	125
Table 13 - Water and Sewer Revenue Debt Coverage	126
Table 14 - Electric Services Revenue Debt Coverage	127
Table 15 - Demographic and Economic Statistics	128
Table 16 - Principal Employers.....	129
Table 17 - Full-time Authorized City Government Employees by Function.....	130
Table 18 - Operating Indicators by Function/Program	131
Table 19 - Supplemental Information for Water and Sewer - Customers.....	132

Table 20 - Supplemental Information for Water and Sewer - Usage	133
Table 21 - Water and Sewer Rates, Fees and Charges	134
Table 22 - Supplemental Information for Electric – Customers and Usage	135
Table 23 - Residential Electric Service Rates, Fees and Charges	136
Table 24 - General Service Electric Rates, Fees and Charges	137
Table 25 - Capital Asset Statistics by Function/Program.....	138

IV. OTHER REPORTS

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	139
Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133	141
Independent Auditors' Management Letter	143
Schedule of Expenditures of Federal Awards.....	145
Schedule of Findings and Questioned Costs.....	146
Responses to Independent Auditors' Management Letter and Schedule of Findings and Questioned Costs.....	149

This page intentionally left blank.





February 28, 2011

To the Honorable Members of the City
Commission and the Citizens of the
City of Winter Park, Florida:

CITY OF WINTER PARK

401 Park Avenue South

Winter Park, Florida

32789-4386

The Comprehensive Annual Financial Report (CAFR) of the City of Winter Park, Florida (City) for the fiscal year ended September 30, 2010, is hereby submitted. This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

James Moore & Company, P.L., a firm of licensed certified public accountants, has audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2010, are free of material misstatement. The independent audit involved 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; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended September 30, 2010, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the City

The City, incorporated in 1887, is located in Central Florida in north Orange County and is considered part of the Orlando Metropolitan Area. Although the Orlando Metropolitan Area has been one of the top growth areas in the country, generally, Winter Park has seen only modest population growth since 1970. The City currently occupies a land area of approximately nine square miles and serves a population of 28,434. The City is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Commission.

The City operates under the commission-manager form of government. Policy-making and legislative authority are vested in the City Commission (Commission) consisting of the Mayor and four commissioners. The Commission is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the City Manager and Attorney. The City Manager is responsible for carrying out the policies and ordinances of the Commission, for overseeing the day-to-day operations of the City, and for appointing the heads of various departments. The Commission is elected on a non-partisan basis. Commission members serve three-year staggered terms, with two commission seats or the mayor's seat up for election each year. The mayor and commissioners are elected at large.

The City provides a full range of services, including police and fire protection; the construction and maintenance of streets, sidewalks and infrastructure; engineering; planning and community development; code enforcement; general administration and support services; and recreational activities and cultural events. In addition, the City operates three enterprises: water and sewer service, electric service and a golf course. The City has also contracted with a private firm to provide solid waste collection services.

The annual budget serves as the foundation of the City's financial planning and control. All departments of the City submit requests for appropriation to the City Manager by the end of May each year. The City Manager uses these requests as the starting point for developing a proposed budget. The public's input to the budget process is invited at the beginning of each Commission meeting beginning in June. A proposed budget is presented to the City Commission and a tentative millage cap is set in July. Work sessions are held in August to discuss funding needs and budgetary priorities. The Commission is required to hold two public hearings on the budget and millage rate in September and adopt a final budget and millage rate by no later than September 30, the close of the City's fiscal year.

The appropriated budget is prepared by fund and department (e.g., police). Department heads may make transfers of appropriations within a department with City Manager approval. Transfers of appropriations between departments, however, require the approval of the City Commission. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated budget has been adopted. For the General Fund and other major special revenue fund (Community Redevelopment Agency), this comparison is presented as required supplemental information. For nonmajor governmental funds, this comparison is presented in the combining financial statements.

Budgetary and Internal Accounting Controls

The budget is an integral part of the financial accounting system. The City proposes an annual budget for all departments, which must be approved by the City Commission. Encumbrances are recorded for all significant expenditures at the time a purchase commitment is made. Line item expenditure reports are accessible to all departments and include: budgeted amounts, actual expenditures, encumbered amounts, and budget balances remaining. These reports are reviewed by each department where primary responsibility is placed.

The City has prepared a ten year pro-forma forecast for the General Fund and five year Capital Improvements Plan. These schedules provide information to assess the City's long-term financial condition in comparison to the short-term focus of the CAFR and budget.

The Finance Department monitors all financial activity on an ongoing basis. Monthly reports summarizing the City's financial activities are prepared for the City Commission.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Local economy. The following table includes trend information on some key data:

	2006		2007		2008		2009		2010	
Taxable value of property (in thousands)	\$	3,399,394	\$	3,984,919	\$	4,452,235	\$	4,497,504	\$	4,334,903
Estimated costs of permitted construction (in thousands)	\$	197,744	\$	123,239	\$	97,540	\$	65,321	\$	71,557
Population		28,620		28,486		28,921		28,581		28,434
Unemployment rate for Orange County		3.1%		4.1%		6.4%		11.5%		11.3%
Building permit revenues	\$	2,533,607	\$	1,882,884	\$	1,423,184	\$	939,956	\$	955,268
Half-cent sales tax revenues	\$	3,867,511	\$	3,863,459	\$	3,761,241	\$	3,314,364	\$	3,415,838

The decline in construction valuations and increasing unemployment point to the effect the softening global economy is having on the local area. The most significantly impacted revenue sources have been building permit fees, half-cent sales tax and state revenue sharing. These revenue sources stabilized in FY 2010 and improved slightly over the prior year.

Long-term financial planning. The City prepares a five year Capital Improvement Plan and ten year pro-forma forecast for the General Fund which is updated annually. This data is included in the City's annual budget document which is available at www.cityofwinterpark.org. This document projects the City's major capital expenditures and related operating expenditures in addition to projecting regular operating expenditures, recurring capital expenditures and revenue.

Among the highest priorities of the City Commission has been restoring General Fund balance to a healthy level after hurricanes and large one-time expenditures depleted the balance in recent years. When the FY 2010 budget was being planned, a goal was set to increase fund balance by about \$1,100,501. The actual increase for the year was \$1,406,673 which brought the unreserved portion of General Fund balance to 17.25% of expenditures and transfers out for recurring operational costs reported in other funds. The City's adopted policy goal for fund balance is 30% of expenditures. For FY 2011, \$2,071,404 in projected revenues has been set aside to increase General Fund balance.

Another reason for the large portion of projected revenues being set aside for future uses is projected increases in police and fire pension costs as well as the cost of operating a commuter rail stop. The City is evaluating approaches to smooth upcoming funding requirements for the police and fire pension plans. The State will bear the cost of operating the commuter rail stop for its first seven years which would not likely begin prior to FY 2013. After that, the City's costs are projected to be \$350,000 on an annual basis.

The City has cut costs significantly in order to increase reserves at a time of declining revenues. The table below summarizes the magnitude of the reductions:

	FY 2007 (actual)	FY 2008 (actual)	FY 2009 (actual)	FY 2010 (actual)	FY 2011 (budget)
Budgeted General Fund Expenditures	\$46,438,389	\$41,806,599	\$40,501,836	\$40,004,202	\$38,693,788
Authorized full-time General Fund employees	375	376	354	348	352

One of the most significant issues that will impact the City's finances for many years is the decision to municipalize the electric distribution system which was purchased by the City in June 2005. The City borrowed heavily from other funds in the early years of owning the system in order to improve the reliability of electric service. This investment resulted in an interfund liability of \$11,118,569 as of September 30, 2008. As of September 30, 2010, this balance had been reduced to \$8,096,130. Projections from the Electric Strategy Plan have this balance being eliminated by FY 2013.

After mirroring the electric service rates of Progress Energy for the first four years of owning the system, the City implemented rates based on its own cost structure this summer with new rates effective June 1, 2009. In addition, the City began adjusting fuel cost recovery rates on a quarterly basis in order to respond more quickly to changes in market rates. As of December 2010, the charge (excluding taxes and franchise fees) for a residential customer using 1,000 kWh per month would have been \$123.93 for a City customer as compared to \$123.73 for a Progress Energy Florida customer.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 2009. This was the thirtieth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR 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.

In addition, the City also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the fiscal year beginning October 1, 2009. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide and a communications device.

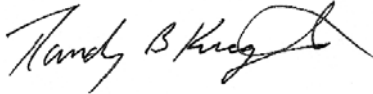
The in-house preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. The significant amount of year-end closing procedures required prior to the audit could not have been accomplished without much hard work and personal sacrifice.

Other City departments, although not extensively involved in year-end audit activities, contributed significantly by ensuring the accuracy and integrity of accounting information compiled throughout the year. Without their diligence, the work of the Finance Department would have been considerably more difficult.

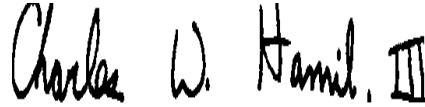
Appreciation must also be expressed to the City's auditors, James Moore & Company, P.L., whose suggestions and attention to detail enhanced the quality of this report.

Last, but certainly not least, special appreciation must be expressed to the City's elected officials for their unyielding support and steadfast commitment to maintaining the financial integrity of the City. With their continued leadership, the City can look forward to a secure financial future.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Randy B. Knight". The signature is fluid and cursive, with a large, stylized initial "R".

Randy B. Knight, CPA
City Manager

A handwritten signature in black ink, appearing to read "Charles W. Hamil, III". The signature is cursive, with the name "Charles" and "Hamil" being more prominent, and "W." and "III" written in smaller script.

Charles W. Hamil, III, CPA
Finance Director

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 Winter Park for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2009. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Winter Park has received a Certificate of Achievement for the last thirty consecutive years (fiscal years 1980 - 2009). We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Winter Park
Florida

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

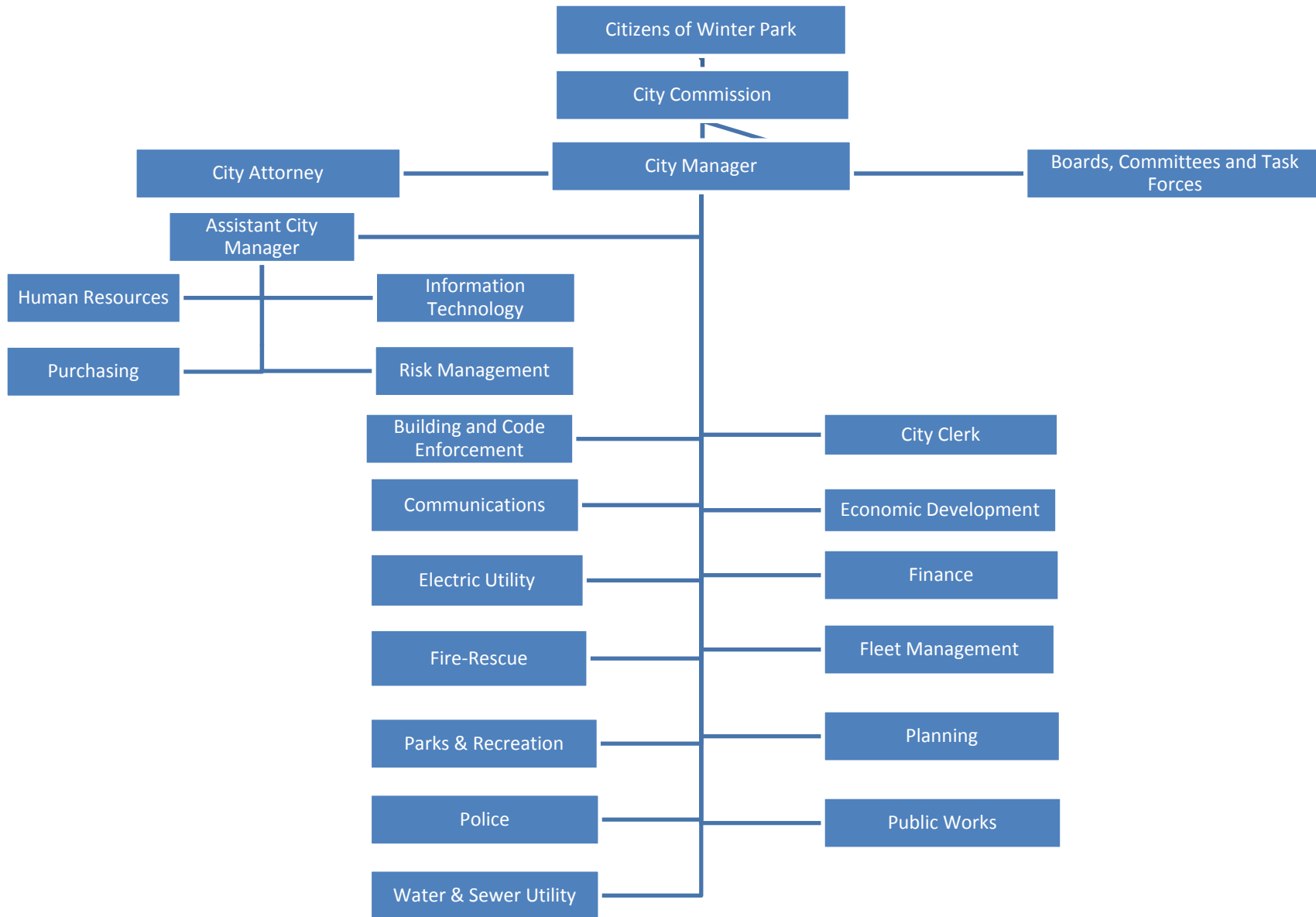
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

City of Winter Park Organization Chart



This page intentionally left blank.



FINANCIAL SECTION

**REPORT OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)**

**BASIC FINANCIAL STATEMENTS
(GOVERNMENT-WIDE FINANCIAL STATEMENTS)
(FUND FINANCIAL STATEMENTS)**

NOTES TO THE FINANCIAL STATEMENTS

**REQUIRED SUPPLEMENTAL INFORMATION
(UNAUDITED)**

**COMBINING AND INDIVIDUAL FUND STATEMENTS
AND SCHEDULES**

JAMES MOORE & CO., P.L.
CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, City Commission, and City Manager
of the City of Winter Park, Florida:

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Winter Park, Florida (the "City"), as of and for the year ended September 30, 2010, 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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes 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.

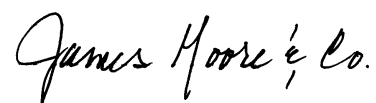
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of September 30, 2010, and the 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 February 28, 2011, 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 the 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. 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 do not express an opinion or provide any assurance on them.

Daytona Beach, Florida
February 28, 2011

A handwritten signature in cursive script that reads "James Moore & Co." The signature is written in dark ink and is positioned to the right of the date and location text.

Management's Discussion and Analysis (Unaudited)

As management of the City of Winter Park (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, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$118,099,159 (net assets). Of this amount, \$29,368,539 (unrestricted net assets) may be used to meet the City's ongoing obligations to its citizens and creditors.
- The City's total net assets increased by \$10,193,219 (or 9.45%). The governmental net assets increased by \$5,754,047 (or 10.20%) and the business-type net assets increased by \$4,439,172 (or 8.62%).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$6,675,058, or 17.25% of total expenditures and transfers out for recurring operational costs reported in other funds as compared to 11.17% in the prior year. Unreserved fund balance in the General Fund increased by \$2,255,791 in fiscal year 2010.
- Despite a decrease of taxable values of 3.63%, the operating millage was kept the same at 4.0923 mills. As a result, property tax revenue in the General Fund decreased by \$585,058.
- Unrestricted net assets of the Electric Services Fund improved from a deficit of (\$5,366,183) to a positive balance of \$33,038, an increase of \$5,399,221.
- The balance owed to other funds by the Electric Services Fund was reduced from \$10,800,158 to \$8,096,130, an improvement of \$2,704,028.

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 basic financial statements are comprised of 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 themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Assets presents information on all of the City's assets and liabilities, with the difference between the two reported as 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.

The Statement of Activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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, communications, financial services, planning, community redevelopment agency, public works, police, fire, and parks and recreation and culture and community services. The business-type activities of the City include water and sewer, electric services and the City's golf course.

Fund financial statements. A fund is a grouping of related accounts that is used 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 funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains fifteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and Community Redevelopment Fund, which are considered to be major funds. Data from the other thirteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund and certain Special Revenue Funds. Budgetary comparison schedules have been provided for the General Fund and each major Special Revenue Fund that adopts a budget to demonstrate compliance with the budget and are presented as required supplemental information. Budgetary comparisons for nonmajor special revenue funds are presented in the combining statements.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer, electric services and golf course operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet maintenance operations, vehicle replacement funding, and insurance. Because services accounted for in internal service funds predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, Electric Services Fund and Golf Course Fund. The Water and Sewer Fund and Electric Services Fund are considered to be major funds of the City. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budgetary comparisons and the City's progress in funding its obligation to provide pension benefits to its employees.

The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$118,099,159 at the close of the most recent fiscal year.

A significant portion of the City's net assets (67.63%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment) and other assets (goodwill, sewer capacity rights, etc.), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related 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 these liabilities.

	Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current assets	\$ 35,387,532	\$ 25,605,347	\$ 33,770,144	\$ 35,443,778	\$ 69,157,676	\$ 61,049,125
Capital and other assets	69,233,816	66,495,987	178,515,387	172,195,482	247,749,203	238,691,469
Total assets	104,621,348	92,101,334	212,285,531	207,639,260	316,906,879	299,740,594
Current and other liabilities	8,119,207	4,073,353	15,849,043	10,797,254	23,968,250	14,870,607
Long-term liabilities	34,314,474	31,594,361	140,524,996	145,369,686	174,839,470	176,964,047
Total liabilities	42,433,681	35,667,714	156,374,039	156,166,940	198,807,720	191,834,654
Net assets:						
Invested in capital assets, net of related debt	42,543,338	39,073,313	37,331,556	40,890,821	79,864,894	79,964,134
Restricted	1,419,405	1,151,993	7,436,321	5,581,678	8,855,726	6,733,671
Unrestricted	18,224,924	16,208,314	11,143,615	4,999,821	29,368,539	21,208,135
Total net assets	\$ 62,187,667	\$ 56,433,620	\$ 55,911,492	\$ 51,472,320	\$ 118,099,159	\$ 107,905,940

An additional portion of the City's net assets (7.50%) represents resources that are subject to external restrictions on how they may be used. The remaining 24.87% is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

Net assets in the governmental activities column increased by \$5,754,047. The single most significant improvement came with a \$1,406,673 increase in General Fund balance due to focus on cutting costs in order to improve reserves.

Net assets in the business-type activities column increased by \$4,439,172. Net assets of the Electric Fund increased by \$4,869,307 as a result of rate increases and cost cutting measures aimed at repaying an advance from the General Fund prior to the purchase of the system and funds borrowed from other funds for capital improvements. The electric strategy plan adopted by the City Commission in May 2009 anticipates repayment of these balances over a five year period.

The changes in net assets displayed below shows the governmental and business-type activities during the fiscal year.

	Changes in Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues:						
Charges for services	\$ 12,204,565	\$ 11,082,807	\$ 85,186,615	\$ 80,336,462	\$ 97,391,180	\$ 91,419,269
Operating grants and contributions	1,467,727	1,229,626	-	-	1,467,727	1,229,626
Capital grants and contributions	918,976	711,610	-	-	918,976	711,610
General revenues:						
Property taxes	20,148,018	20,859,393	-	-	20,148,018	20,859,393
Franchise fees	1,044,072	1,014,864	-	-	1,044,072	1,014,864
Utility taxes	6,930,742	6,497,752	-	-	6,930,742	6,497,752
Intergovernmental revenues	4,215,356	4,116,489	-	-	4,215,356	4,116,489
Investment earnings	678,723	819,748	360,215	786,379	1,038,938	1,606,127
Other	377,815	445,859	96,709	41,525	474,524	487,384
Total revenues	47,985,994	46,778,148	85,643,539	81,164,366	133,629,533	127,942,514
Expenses:						
General government	1,514,171	1,425,715	-	-	1,514,171	1,425,715
Communications	172,619	175,143	-	-	172,619	175,143
Finance	408,181	390,067	-	-	408,181	390,067
Planning	692,737	832,999	-	-	692,737	832,999
Building & code enforcement	1,245,028	1,384,537	-	-	1,245,028	1,384,537
Community redevelopment agency	1,377,840	1,589,300	-	-	1,377,840	1,589,300
Public works	10,990,729	11,712,138	-	-	10,990,729	11,712,138
Police	12,148,312	12,373,419	-	-	12,148,312	12,373,419
Fire	9,975,455	9,854,608	-	-	9,975,455	9,854,608
Parks and recreation	6,561,709	6,951,474	-	-	6,561,709	6,951,474
Cultural & community services	1,386,212	1,428,712	-	-	1,386,212	1,428,712
Interest on long-term debt	1,138,234	1,295,694	-	-	1,138,234	1,295,694
Water and sewer	-	-	24,335,784	25,592,464	24,335,784	25,592,464
Electric services	-	-	50,901,278	49,404,425	50,901,278	49,404,425
Golf course	-	-	588,025	541,388	588,025	541,388
Total expenses	47,611,227	49,413,806	75,825,087	75,538,277	123,436,314	124,952,083
Change in net assets before transfers	374,767	(2,635,658)	9,818,452	5,626,089	10,193,219	2,990,431
Transfers	5,379,280	4,858,967	(5,379,280)	(4,858,967)	-	-
Change in net assets	5,754,047	2,223,309	4,439,172	767,122	10,193,219	2,990,431
Net assets – beginning	56,433,620	54,210,311	51,472,320	50,705,198	107,905,940	104,915,509
Net assets – ending	\$ 62,187,667	\$ 56,433,620	\$ 55,911,492	\$ 51,472,320	\$ 118,099,159	\$ 107,905,940

Governmental activities. Governmental activities increased the City's net assets by \$5,754,047 as compared to an increase of \$2,223,309 in the prior year. Explanations for some of the significant variances from the prior year are as follows:

Charges for services revenue included \$888,009 more in forfeitures related to the City's Police Department participating in multi-agency task forces. Also, stormwater fee revenues increased by \$371,179 as a result of rate increases to build revenue to cover the costs of providing stormwater related services such as drainage, street sweeping and lakes management.

Electric utility taxes increased by \$581,041 due to increases in rates that were effective October 1, 2009. The rate increases were part of the Electric Strategic Plan adopted by the City Commission in May 2009.

Planning expenses were less due to a reduction in staffing and the completion of the comprehensive plan in the prior year.

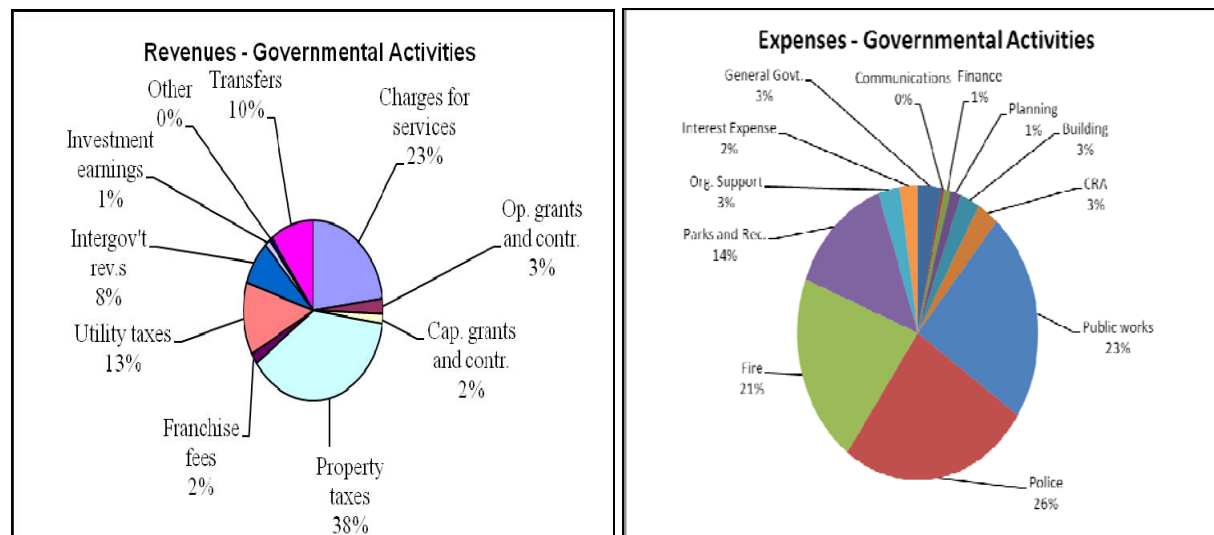
Building and code enforcement expenses were reduced through the elimination of two code inspector positions and the associated costs.

Staffing in the Community Redevelopment Agency was reduced from four to three positions and social programming costs were also reduced to address less tax increment revenue.

Public Works expenses were higher in the prior year due to some street bricking projects.

Interest on long-term debt is higher in the current year due to interest on the Community Center Loan which was issued in 2010 for the construction of the new Community Center. The loan is being repaid with tax increment revenues in the Community Redevelopment Agency.

Transfers of electric franchise fees from the Electric Services Fund to the General Fund increased by \$210,817 as a result of higher rates in FY 2010. \$195,234 in total was transferred from the Water and Sewer and Electric Services Funds to the General Insurance Fund to assist in paying a settled claim.



Business-type activities. Business-type activities increased the City's net assets by \$4,439,172 as compared to an increase of \$767,122 in the prior year. Explanations for some of the significant variances from the prior year are as follows:

Charges for services in the Electric Services Fund increased by \$3,814,466 as a result of higher rates. Also, sales of kWh increased from 427,037,393 to 439,004,151, an increase of 2.8%. As of December 2010, the charge (excluding taxes and franchise fees) for a residential customer using 1,000 kWh per month would have been \$123.93 for a City customer as compared to \$123.73 for a Progress Energy Florida customer.

Overall, investment earnings are down as a result of lower interest rates in the market.

In FY 2010, the City began the practice of capitalizing labor costs of construction crews for ongoing projects such as upgrading water and sewer mains. In the current fiscal year, \$367,992 in labor costs were capitalized for water main upgrades and \$20,810 for rehabilitation of short line sewer mains.

The cost of purchasing bulk power in the Electric Services Fund increased by \$1,421,993 due to a 3% increase in total kWh purchased from Progress Energy Florida.

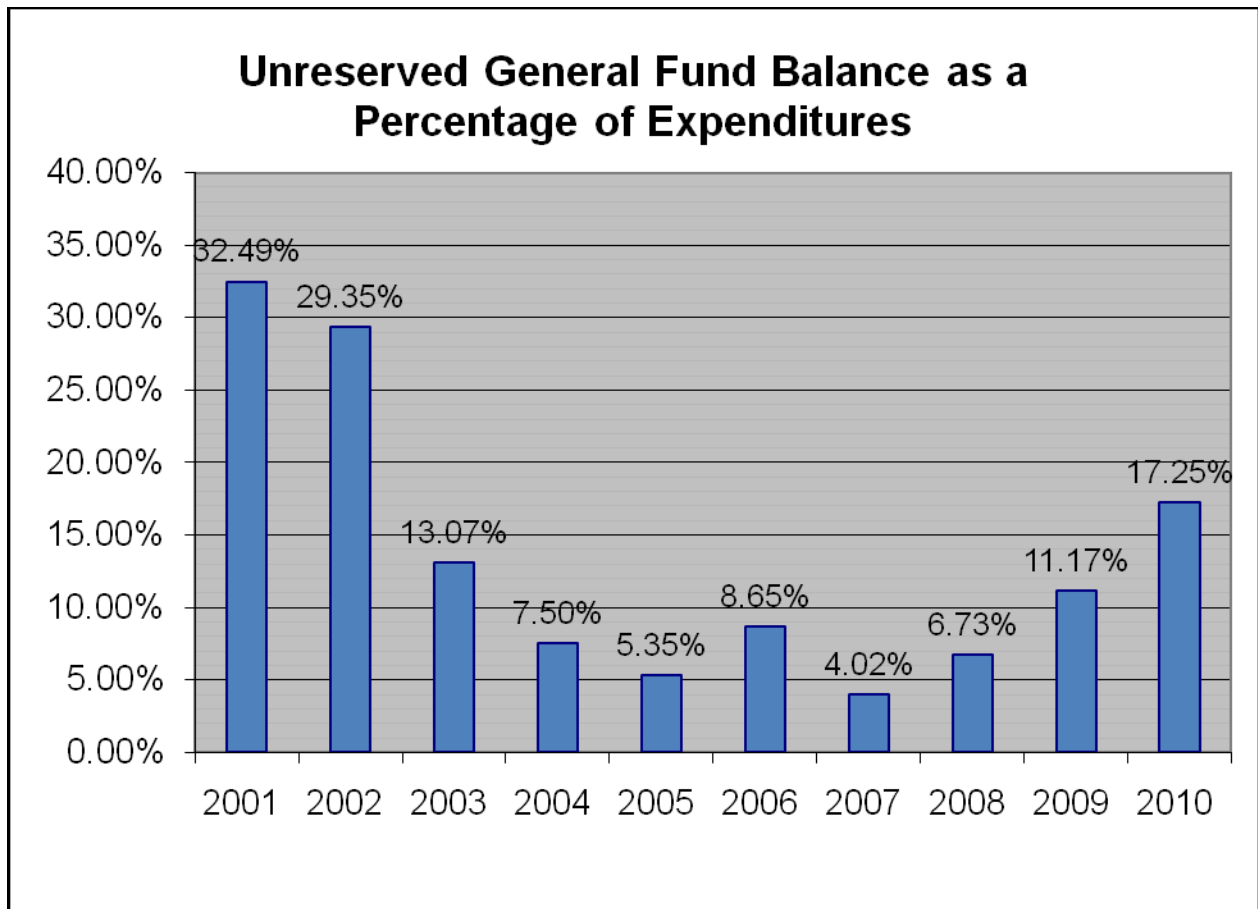
Financial Analysis of the City's Major Governmental Funds

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

Governmental Funds. 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, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The City maintains two major governmental funds: the General Fund and the Community Redevelopment Fund.

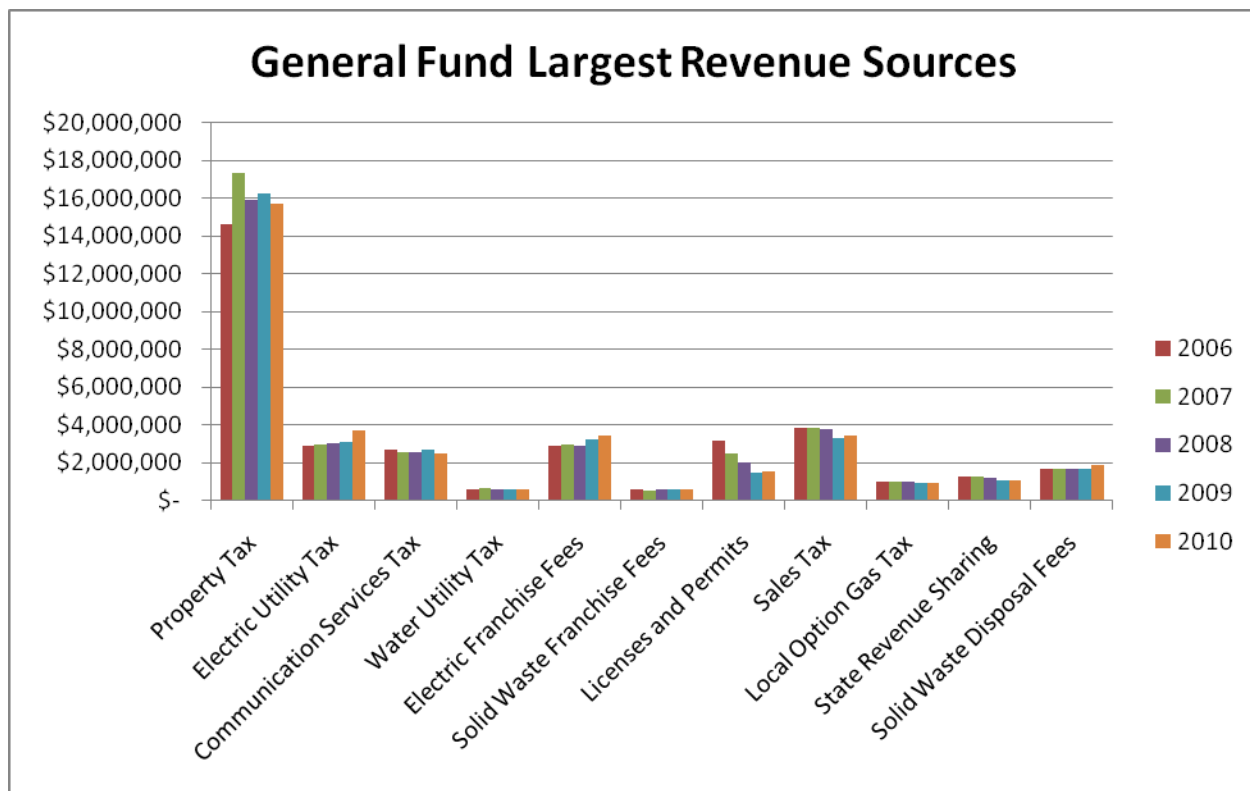
General Fund. The General Fund is the primary operating fund of the City. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$6,675,058, while total fund balance was \$9,555,728. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to the fund's total current expenditures. Unreserved fund balance represents 17.25% of total expenditures and transfers out for recurring operational costs reported in other funds, while total fund balance represents 24.70% of that same amount. Total fund balance includes reserves for open purchase orders at fiscal year end (\$566,257), inventories (\$73,407), and advance due from the Electric Services Fund (\$2,241,006). This portion of fund balance is shown as reserved because it does not represent assets that are available to liquidate current obligations of the General Fund.

The General Fund's fund balance increased by \$1,406,673 during the current fiscal year. The key factors in this increase were the intentional set aside of \$911,735 in projected revenues for the purpose of increasing reserves and departmental budgetary savings. The following chart presents the General Fund's unreserved fund balance as a percentage of total expenditures and transfers out for recurring operational costs reported in other funds for each of the past five years.



The Government Finance Officers Association recommends, at a minimum, that general-purpose governments maintain unreserved fund balance in their general fund of no less than one to two months of regular general fund operating expenditures (or 8.33 – 16.67%). The City has taken steps to further improve its General Fund balance by setting aside \$2,071,404 in projected revenues to be added to reserves in the 2011 budget.

The following graph presents the General Fund's largest revenue sources over the past five years, excluding transfers in, which can identify growth trends. These revenue sources comprised approximately 90% of General Fund revenues each year. For purposes of this graph, electric franchise fees reported as revenue in the Electric Services Fund and subsequently transferred to the General Fund were included in the franchise fee revenue below.



The property tax is by far the most significant single revenue source over which the City can exercise some control. Almost all of the other revenue sources are limited by statutory rates or are tied to economic activity. Growth in the tax base provided increased revenues for several years followed by property tax reform measures that reduced the operating millage rate from 4.758 mills in FY 2007 to 3.995 mills in FY 2008. The property tax reform legislation provided local governments with override provisions; however, the City chose not to exercise these provisions. In FY 2009, the millage rate was increased from 3.9950 to 4.0923 mills following the guidelines of State law that allowed for an increase of 4.15% based on the average increase in Florida per capita personal income. The City maintained this same millage rate in FY 2010 despite a 3.63% decrease in taxable values.

Most of the other significant revenue sources have remained relatively stable. Building permit fees peaked in FY 2006 and declined each succeeding year as a result of slowing economic activity in general until stabilizing in FY 2010 and increasing slightly. Sales tax and state revenue sharing revenues have also declined for the same reason.

Higher electric rates for FY 2010 increased both electric utility tax and franchise fee revenues.

Community Redevelopment Agency. Tax increment revenues decreased by \$111,326 due to the decrease in taxable valuation of property within the Community Redevelopment Area.

Significant Community Redevelopment Agency funded projects in FY 2010 included the beginning of construction of the new Community Center, streetscaping improvements to Morse Boulevard, and landscaping improvements to Central Park.

General Fund Budgetary Highlights

Final amended appropriations for the General Fund were \$41,496,241 and actual expenditures (budgetary basis) were \$40,570,459.

	Budgeted Amounts		Actual (Budgetary Basis)	Final vs. Original Budget	Final Budget vs. Actual
	Original	Final			
General administration	\$ 1,778,569	\$ 1,812,569	\$ 1,793,725	\$ 34,000	\$ 18,844
Communications	204,863	204,863	174,157	-	30,706
Financial services	346,637	346,637	371,031	-	(24,394)
Planning	547,840	547,840	507,487	-	40,353
Building and code enforcement	1,275,919	1,295,919	1,243,922	20,000	51,997
Public works	6,299,542	6,299,542	6,329,039	-	(29,497)
Police	11,607,252	11,607,252	11,187,660	-	419,592
Fire	9,162,232	9,167,232	9,293,585	5,000	(126,353)
Parks and recreation	5,996,988	5,996,988	5,708,379	-	288,609
Culture and community services	1,386,212	1,386,212	1,386,212	-	-
Non-departmental	254,000	254,000	-	-	254,000
Transfers to other funds	2,330,496	2,577,187	2,575,262	246,691	1,925
Total	\$ 41,190,550	\$ 41,496,241	\$ 40,570,459	\$ 305,691	\$ 925,782

The General Fund budget was decreased by \$305,691 from the original budget to the final budget (a decrease of 0.74%). General Fund budgetary highlights are as follows:

- Total General Fund revenues exceeded the final budget by \$59,608.
- Overall, General Fund expenditures were \$925,782 under final budget.
- The Finance Department budget overage is due primarily to staffing a position to continue working with staff from the Florida Department of Emergency Management on reimbursement of hurricane related costs. The position was not budgeted because we did not anticipate needing it as much as was necessary in fiscal year 2010. However, it is essential to continuing the process of obtaining additional reimbursements and going through the closeout of FEMA Project Worksheets. The City received \$197,077 in additional reimbursements in the current fiscal year.
- The Refuse Service Division of the Public Works Department was over budget by \$151,327 for garbage collection services. This was our first full year under a new garbage collection contract. The additional cost was billed to customers. Total charges to customers were \$1,856,523 as compared to total cost of \$1,834,226.
- Budgetary savings in the Police Department were achieved through a few vacant positions, curbing overtime and general supplies.
- The Fire Department is over budget due to costs related to the early retirement of an assistant fire chief. Although this resulted in additional expenses in the current year, the Department reorganized to reassign duties which will achieve budgetary savings in future years. The remainder of the variance is due to scheduled overtime to meet minimum coverage requirements when firefighters are out due to illness or vacation.
- In the Parks Department, a Foreman and two Forestry Apprentice positions were open most of the year. These positions were eliminated in the FY 2011 budget and we will replace a portion of the cost with contracted tree trimming. There have also been two open positions in Parks Maintenance.

- The non-departmental line is for two placeholder budgets that help the City in preparing for the future operating costs of a commuter rail stop and the incremental cost of running the new Community Center which will be larger than the previous facility and offer more programs.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of September 30, 2010, amounts to \$245,364,590 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, furniture and fixtures, vehicles, streets and drainage, water and sewer transmission lines and facilities and construction in progress.

Major capital asset events during the current fiscal year included the following:

- \$1,290,518 was invested in construction of the new Community Center. Construction is being financed through an \$8,100,000 bond and \$1,000,000 from cash on hand. It is anticipated the new facility will be ready in summer 2011.
- \$340,363 was invested in improvements to Central Park. The changes included new sod, landscaping, irrigation and wider sidewalks.
- Federal stimulus funding was received to resurface Morse Boulevard (\$225,502). While this work was underway, the City also invested \$664,788 to this corridor connecting the Park Avenue area of downtown to the Winter Park Village shopping district.
- The City invested \$1,694,825 in emergency communication equipment in order to maintain interagency communications with other law enforcement agencies in Central Florida. This acquisition was financed through a lease purchase agreement of \$994,825 and \$700,000 in forfeiture funds.
- A new maintenance facility for Parks Maintenance was constructed near Showalter Field at a cost of \$445,755. This facility will provide for the safe storage of equipment closer to where it is used.
- \$567,766 was invested in the Melrose Avenue Retention Pond. The Melrose Avenue project is a 13 acre urban water basin draining to Lake Virginia which is directly connected to the Winter Park Chain of Lakes. This project involved the construction of two separate treatment systems to remove pollutants before they enter Howell Creek and flow into Lake Virginia.
- \$2,636,168 was invested in improvements to water and sewer mains, manholes and lift stations.
- The City has nearly completed converting its water and electric meter system to an automated meter reading system. An additional \$5,869,878 was invested in the current fiscal year.
- Work continued with undergrounding several main electric feeder lines to improve reliability of the system as well as the aesthetic benefit of removing the overhead lines. This work is being funded by the Electric Revenue Bonds, Series 2007. Work in this area totaled \$2,210,781 in FY 2010. The bulk of these dollars were invested in undergrounding lines along Osceola Avenue and the replacement of a transformer at the Winter Park Substation.
- \$1,245,371 was invested in routine capital improvements to the electric distribution system to improve reliability and keep the system in good repair.
- \$269,449 in replacement vehicles were acquired in the current year.

	Capital Assets					
	Governmental Activities		Business-type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Land	\$ 14,831,537	\$ 14,831,537	\$ 12,194,774	\$ 12,194,774	\$ 27,026,311	\$ 27,026,311
Buildings and production facilities	28,065,240	27,955,526	3,506,065	3,506,065	31,571,305	31,461,591
Improvements other than buildings	15,717,944	14,940,749	173,946,654	167,057,515	189,664,598	181,998,264
Machinery and equipment	16,979,659	14,892,609	5,705,341	5,541,377	22,685,000	20,433,986
Furniture and fixtures	716,574	716,574	42,657	42,657	759,231	759,231
Vehicles	16,946,126	16,772,522	-	-	16,946,126	16,772,522
Streets and drainage	52,063,978	47,138,161	-	-	52,063,978	47,138,161
System acquisition costs	-	-	19,844,093	19,844,093	19,844,093	19,844,093
Sewer contract costs	-	-	3,394,035	3,394,035	3,394,035	3,394,035
Sewer capacity rights	-	-	19,031,857	18,603,162	19,031,857	18,603,162
Construction in progress	5,114,856	5,917,957	15,033,784	8,685,521	20,148,640	14,603,478
Less: accum. depreciation	(81,441,900)	(76,669,648)	(76,328,684)	(68,974,138)	(157,770,584)	(145,643,786)
Net capital assets	\$ 68,994,014	\$ 66,495,987	\$ 176,370,576	\$ 169,895,061	\$ 245,364,590	\$ 236,391,048

Additional information on the City's capital assets can be found in Note 3 in the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of \$191,061,993. Of this amount, \$9,685,000 comprises debt backed by the full faith and credit of the City and the remainder represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

	Outstanding Debt					
	General Obligation and Revenue Bonds					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
General obligation bonds	\$ 9,685,000	\$ 10,520,000	\$ -	\$ -	\$ 9,685,000	\$ 10,520,000
Revenue bonds	24,101,993	17,407,711	157,275,000	158,905,000	181,376,993	176,312,711
Total bonds	\$ 33,786,993	\$ 27,927,711	\$ 157,275,000	\$ 158,905,000	\$ 191,061,993	\$ 186,832,711

In the current year, the City issued \$8,100,000 in Redevelopment Revenue Bonds, Series 2010 for the purpose of financing construction of a new Community Center. \$1,000,000 in cash on hand will also be used to finance construction of this facility. The bond will be repaid from tax increment revenues of the Community Redevelopment Area.

The City also issued \$2,370,000 in Park Avenue Refunding Improvement Revenue Bonds, Series 2010 for the purpose of refunding the Park Avenue Improvement Revenue Bonds, Series 1998 at a net present value savings of \$506,573.

The City's charter does require voter referendum for the following categories of bonds:

- General obligation bonds
- Revenue bonds intended to finance enterprises or projects which involve the purchase, lease and/or acquisition of real property, with the exception of property for parks.
- Revenue bonds which pledge specific non-ad valorem taxes as the primary source(s) to pay the principal and interest and which have a principal value in excess of one million dollars. This dollar limitation is adjusted annually as of the end of the fiscal year in accordance with changes in the cost-of-living index as published by the federal government. This limitation, as adjusted, was \$2,158,488 at the close of the most recent fiscal year.

The City received the following recent bond ratings:

	Moody's Investor Services	Fitch Ratings	Standard & Poor's
General Obligation Bonds	Aa2	-	-
Non-Ad Valorem Revenue Bonds	Aa3	-	-
Electric Revenue Bonds	A2	AA-	-
Water and Sewer Revenue Bonds	Aa3	A+	AA-

Additional information on the City's long-term liabilities can be found in Notes 5 to 13 in the notes to the financial statements.

Economic Factors and Next Year's Budgets and Rates

City staff monitors economic indicators on a continual basis. Most economy driven revenue sources such as building permits, sales tax, and state revenue sharing have declined as a result of the nationwide recession. Revenue forecasts for next year were estimated conservatively and total General Fund revenue projections in total were reduced from \$44,597,940 in FY 2010 to \$43,882,234 in FY 2011.

The FY 2011 operating millage rate was kept the same as the prior year at 4.0923 mills. However, due to declines in taxable valuation of 10.07%, projected property tax revenues were estimated to decline by \$1,356,394 or 8.53%.

All water and sewer rates were increased by at least 0.56% effective October 1, 2010. This was the Consumer Price Index increase published by the Florida Public Service Commission earlier in 2010. A water and sewer rate study is planned which will have some effect on rates for a portion of fiscal year 2011.

Electric utility rates are anticipated to stay the same throughout fiscal year 2011 with the exception of fuel cost recovery rates which are adjusted quarterly to provide fuel cost recovery revenues equal to fuel costs.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all of those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 401 Park Avenue South, Winter Park, Florida 32789.

This page intentionally left blank.



The City of Winter Park, Florida

Statement of Net Assets

September 30, 2010

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash, Cash Equivalents and Investments	\$ 16,059,310	\$ 5,240,143	\$ 21,299,453
Accounts Receivable - Net	1,604,722	5,378,062	6,982,784
Unbilled Service Charges	310,999	5,621,695	5,932,694
Other Receivables	-	528,680	528,680
Accrued Interest Receivable	68,643	25,869	94,512
Internal Balances	7,462,859	(7,462,859)	-
Due from Other Governments	1,454,764	56,718	1,511,482
Inventories	243,112	2,757,777	3,000,889
Prepaid Items	72,491	-	72,491
Restricted Assets:			
Cash, Cash Equivalents and Investments	8,110,632	21,590,656	29,701,288
Accrued Interest Receivable	-	27,994	27,994
Accounts Receivable - Net	-	5,409	5,409
Capital Assets:			
Non-depreciable	19,946,393	27,228,558	47,174,951
Depreciable - Net	49,047,621	149,142,018	198,189,639
Unamortized Bond Issue Costs	239,802	2,144,811	2,384,613
Total Assets	104,621,348	212,285,531	316,906,879
LIABILITIES			
Accounts Payable	1,828,494	5,896,018	7,724,512
Accrued Liabilities	2,319,995	395,275	2,715,270
Due to Other Governments	1,697	62,660	64,357
Deposits	110,481	3,152,631	3,263,112
Accrued Interest Payable	-	2,274,190	2,274,190
Unearned Revenue	342,809	25,081	367,890
Long-term Liabilities:			
Due Within One Year:			
Current Portion of Notes Payable	1,490,793	-	1,490,793
Current Portion of Capital Lease Obligations	379,847	-	379,847
Current Portion of Bonds Payable	870,000	3,835,000	4,705,000
Accumulated Unused Compensated Absences	775,091	208,188	983,279
Due In More Than One Year:			
Notes Payable	22,611,200	-	22,611,200
Capital Lease Obligations	452,736	-	452,736
Bonds Payable	8,819,032	153,482,296	162,301,328
Less: Deferred Amount on Refunding	(61,923)	(13,494,313)	(13,556,236)
Other Post Employment Benefits	205,292	-	205,292
Accumulated Unused Compensated Absences	2,288,137	537,013	2,825,150
Total Liabilities	42,433,681	156,374,039	198,807,720
NET ASSETS			
Invested in Capital Assets, net of related debt	42,543,338	37,331,556	79,874,894
Restricted for:			
Capital Projects (expendable)	-	6,710,619	6,710,619
Renewal & Replacement (expendable)	-	725,702	725,702
Law Enforcement (expendable)	1,387,306	-	1,387,306
Other Purposes (expendable)	32,099	-	32,099
Unrestricted	18,224,924	11,143,615	29,368,539
Total Net Assets	\$ 62,187,667	\$ 55,911,492	\$ 118,099,159

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

The City of Winter Park, Florida
Statement of Activities
For the Year Ended September 30, 2010

			Program Revenues		
			Charges for	Operating	Capital
	Expenses	Indirect Expenses Allocation	Services	Grants and Contributions	Grants and Contributions
<u>Functions/Programs</u>					
Governmental Activities:					
General Government	\$ 2,788,720	\$ (1,274,549)	\$ 3,085	\$ -	\$ -
Communications	388,819	(216,200)	-	-	-
Financial Services	787,855	(379,674)	3,594	-	-
Planning	891,767	(199,030)	121,843	72,638	-
Building and Code Enforcement	1,245,028	-	1,533,642	-	-
Community Redevelopment Agency	1,377,840	-	-	-	-
Public Works	11,833,919	(843,190)	6,593,303	281,998	712,835
Police	12,148,312	-	2,003,645	1,068,632	83,341
Fire	9,975,455	-	581,723	30,970	-
Parks and Recreation	6,658,802	(97,093)	1,363,730	13,489	122,800
Cultural and Community Services	1,386,212	-	-	-	-
Interest on Long-Term Debt	1,138,234	-	-	-	-
Total Governmental Activities	<u>50,620,963</u>	<u>(3,009,736)</u>	<u>12,204,565</u>	<u>1,467,727</u>	<u>918,976</u>
Business-type Activities:					
Water and Sewer	21,890,469	2,445,315	25,807,770	-	-
Electric Services	50,336,857	564,421	58,937,665	-	-
Golf Course	588,025	-	441,180	-	-
Total Business-type Activities	<u>72,815,351</u>	<u>3,009,736</u>	<u>85,186,615</u>	<u>-</u>	<u>-</u>
	<u>\$ 123,436,314</u>	<u>\$ -</u>	<u>\$ 97,391,180</u>	<u>\$ 1,467,727</u>	<u>\$ 918,976</u>

General Revenues:

Property Taxes
Franchise Fees
Utility Taxes
Intergovernmental Revenues, unrestricted
Investment Earnings
Miscellaneous Revenue
Transfers
Total General Revenues and Transfers
Change in Net Assets
Net Assets - Beginning
Net Assets - Ending

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

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-type Activities	Total
\$ (1,511,086)	\$ -	\$ (1,511,086)
(172,619)	-	(172,619)
(404,587)	-	(404,587)
(498,256)	-	(498,256)
288,614	-	288,614
(1,377,840)	-	(1,377,840)
(3,402,593)	-	(3,402,593)
(8,992,694)	-	(8,992,694)
(9,362,762)	-	(9,362,762)
(5,061,690)	-	(5,061,690)
(1,386,212)	-	(1,386,212)
(1,138,234)	-	(1,138,234)
<u>(33,019,959)</u>	<u>-</u>	<u>(33,019,959)</u>
-	1,471,986	1,471,986
-	8,036,387	8,036,387
-	(146,845)	(146,845)
<u>-</u>	<u>9,361,528</u>	<u>9,361,528</u>
<u>(33,019,959)</u>	<u>9,361,528</u>	<u>(23,658,431)</u>
20,148,018	-	20,148,018
1,044,072	-	1,044,072
6,930,742	-	6,930,742
4,215,356	-	4,215,356
678,723	360,215	1,038,938
377,815	96,709	474,524
5,379,280	(5,379,280)	-
<u>38,774,006</u>	<u>(4,922,356)</u>	<u>33,851,650</u>
5,754,047	4,439,172	10,193,219
56,433,620	51,472,320	107,905,940
<u>\$ 62,187,667</u>	<u>\$ 55,911,492</u>	<u>\$ 118,099,159</u>

The City of Winter Park, Florida
Balance Sheet
Governmental Funds
September 30, 2010

	<u>General</u>	<u>Community Redevelopment</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash, Cash Equivalents and Investments	\$ 4,790,273	\$ 2,577,458	\$ 6,036,767	\$ 13,404,498
Restricted Cash and Cash Equivalents	-	8,110,632	-	8,110,632
Accounts Receivable - Net	1,132,194	29,200	420,139	1,581,533
Unbilled Service Charges	113,969	-	197,030	310,999
Accrued Interest Receivable	28,871	10,808	17,824	57,503
Due from Other Funds	2,374,970	891,884	1,756,378	5,023,232
Advances to Other Funds	2,241,006	-	-	2,241,006
Due from Other Governments	1,143,000	-	311,764	1,454,764
Inventories	73,407	-	52,898	126,305
Prepaid Items	-	-	27,491	27,491
	<u>-</u>	<u>-</u>	<u>27,491</u>	<u>27,491</u>
Total Assets	\$ <u>11,897,690</u>	\$ <u>11,619,982</u>	\$ <u>8,820,291</u>	\$ <u>32,337,963</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 828,687	\$ 501,199	\$ 342,674	\$ 1,672,560
Accrued Liabilities	1,058,288	10,087	44,223	1,112,598
Due to Other Funds	-	-	450,142	450,142
Due to Other Governments	1,697	-	-	1,697
Deposits	110,481	-	-	110,481
Unearned Revenue	342,809	-	-	342,809
	<u>342,809</u>	<u>-</u>	<u>-</u>	<u>342,809</u>
Total Liabilities	<u>2,341,962</u>	<u>511,286</u>	<u>837,039</u>	<u>3,690,287</u>
Fund Balances:				
Reserved for:				
Encumbrances	566,257	7,286,435	1,516,814	9,369,506
Advance to Electric Services Fund	2,241,006	-	-	2,241,006
Inventories	73,407	-	52,898	126,305
Prepaid Items	-	-	27,491	27,491
Debt Service	-	-	14,400	14,400
Unreserved, reported in:				
General Fund	6,675,058	-	-	6,675,058
Special Revenue Funds	-	3,822,261	3,197,299	7,019,560
Capital Project Funds	-	-	3,174,350	3,174,350
	<u>-</u>	<u>-</u>	<u>3,174,350</u>	<u>3,174,350</u>
Total Fund Balances	<u>9,555,728</u>	<u>11,108,696</u>	<u>7,983,252</u>	<u>28,647,676</u>
Total Liabilities and Fund Balances	\$ <u>11,897,690</u>	\$ <u>11,619,982</u>	\$ <u>8,820,291</u>	\$ <u>32,337,963</u>

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

**The City of Winter Park, Florida
Reconciliation of the Balance Sheet
to the Statement of Net Assets
Governmental Funds
September 30, 2010**

Fund Balances - Total Governmental Funds		\$ 28,647,676
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 funds.		
Governmental Capital Assets	\$ 129,468,103	
Less: Accumulated Depreciation	<u>(65,191,581)</u>	64,276,522
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Governmental Bonds Payable	(9,689,032)	
Deferred Amount on Refunding	61,923	
Governmental Notes Payable	(24,101,993)	
Capital Lease Obligations	(677,232)	
Compensated Absences	<u>(2,979,971)</u>	(37,386,305)
Internal service funds are used by management to charge the costs of certain activities to individual funds.		
The assets and liabilities of the internal service funds that are reported with governmental activities.		<u>6,649,774</u>
Net Assets of Governmental Activities		\$ <u>62,187,667</u>

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

The City of Winter Park, Florida
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2010

	<u>General</u>	<u>Community Redevelopment</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes:				
Property Taxes	\$ 15,697,391	\$ 3,172,003	\$ 1,278,622	\$ 20,148,016
Utility Taxes	6,930,742	-	-	6,930,742
Franchise Fees	1,044,071	-	-	1,044,071
Fines and Forfeitures	337,851	-	1,316,858	1,654,709
Licenses and Permits	1,514,321	-	108,418	1,622,739
Intergovernmental:				
Sales Tax	3,415,838	-	-	3,415,838
Local Option Gas Tax	958,913	-	-	958,913
Other Intergovernmental	1,450,257	72,638	2,625,176	4,148,071
Charges for Services	3,716,658	122,800	2,945,721	6,785,179
Other	456,458	160,741	1,087,026	1,704,225
Total Revenues	<u>35,522,500</u>	<u>3,528,182</u>	<u>9,361,821</u>	<u>48,412,503</u>
EXPENDITURES				
Current:				
General Administration	1,645,189	-	-	1,645,189
Communications	173,357	-	-	173,357
Financial Services	370,931	-	-	370,931
Planning	462,913	1,347,327	158,338	1,968,578
Building and Code Enforcement	1,239,430	-	-	1,239,430
Public Works	6,176,119	-	2,196,256	8,372,375
Police	11,006,590	-	1,915,930	12,922,520
Fire	9,279,970	-	402,618	9,682,588
Parks and Recreation	5,688,229	-	266,379	5,954,608
Cultural and Community Services	1,386,212	26,973	-	1,413,185
Debt Service:				
Principal	-	456,778	1,866,534	2,323,312
Interest and Other Charges	-	517,908	873,018	1,390,926
Capital Improvements	-	2,377,318	3,648,084	6,025,402
Total Expenditures	<u>37,428,940</u>	<u>4,726,304</u>	<u>11,327,157</u>	<u>53,482,401</u>
Deficiency of Revenues Over Expenditures	<u>(1,906,440)</u>	<u>(1,198,122)</u>	<u>(1,965,336)</u>	<u>(5,069,898)</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers In	5,888,375	-	2,593,444	8,481,819
Transfers Out	(2,575,262)	-	(492,277)	(3,067,539)
Proceeds from Debt Issuance	-	8,100,000	2,370,000	10,470,000
Payment to Refunded Bond Escrow Agent	-	-	(2,650,000)	(2,650,000)
Capital Lease Obligation	-	-	994,825	994,825
Total Other Financing Sources and (Uses)	<u>3,313,113</u>	<u>8,100,000</u>	<u>2,815,992</u>	<u>14,229,105</u>
Net Change in Fund Balances	1,406,673	6,901,878	850,656	9,159,207
Fund Balances - Beginning	<u>8,149,055</u>	<u>4,206,818</u>	<u>7,132,596</u>	<u>19,488,469</u>
Fund Balances - Ending	\$ <u>9,555,728</u>	\$ <u>11,108,696</u>	\$ <u>7,983,252</u>	\$ <u>28,647,676</u>

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

The City of Winter Park, Florida
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended September 30, 2010

Net Change in Fund Balances - Total Governmental Funds **\$ 9,159,207**

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 these assets is depreciated over their useful lives.

Expenditures for Capital Assets	\$ 6,807,343	
Less: Current Year Depreciation	<u>(3,607,588)</u>	3,199,755

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Community Redevelopment Bonds Issued	(8,100,000)	
Revenue Refunding Bonds Issued	(2,370,000)	
Bond Issue Costs Capitalized	239,802	
Deferred Amount on Refunding	61,922	
Premium and Discount on Issuance of Bonds	(4,032)	
Capital Lease Obligations Executed	(994,825)	
Principal Payments on Community Redevelopment Debt	456,778	
Principal Payments on Revenue Bonds	3,318,940	
Principal Payments on General Obligation Bonds	835,000	
Principal Payments on Capital Lease Obligations	<u>317,593</u>	(6,238,822)

Some expenses in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Change in Long-term Compensated Absences	44,666	
Change in Other Post Employment Benefits Obligation	<u>358,745</u>	403,411

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

Change in net assets of the internal service funds is reported with governmental activities		<u>(769,504)</u>
---	--	------------------

Change in Net Assets of Governmental Activities **\$ 5,754,047**

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

The City of Winter Park, Florida
Statement of Net Assets
Proprietary Funds
September 30, 2010

	Business-type Activities Enterprise Funds				Governmental Activities Internal Service Funds
	Water and Sewer	Electric Services	Golf Course	Total	
ASSETS					
Current Assets:					
Cash, Cash Equivalents and Investments	\$ 4,586,242	\$ -	\$ -	\$ 4,586,242	\$ 2,654,812
Restricted Cash, Cash Equivalents and Investments	653,901	-	-	653,901	-
Accounts Receivable - Net	1,243,209	4,134,853	-	5,378,062	23,189
Unbilled Service Charges	2,039,722	3,581,973	-	5,621,695	-
Other Receivables	524,636	4,007	37	528,680	-
Accrued Interest Receivable	25,869	-	-	25,869	11,140
Due from Other Funds	1,586,990	-	-	1,586,990	918,652
Due from Other Governments	44	56,674	-	56,718	-
Inventories	1,062,738	1,676,572	18,467	2,757,777	116,807
Prepaid Items	-	-	-	-	45,000
Total current assets	11,723,351	9,454,079	18,504	21,195,934	3,769,600
Non-Current Assets:					
Restricted Assets:					
Cash, Cash Equivalents and Investments:					
Sinking Funds	2,057,708	2,751,444	-	4,809,152	-
Renewal and Replacement Funds	410,260	-	-	410,260	-
Impact Fee Funds	3,225,080	-	-	3,225,080	-
Capital Project Funds	51,815	1,626,041	-	1,677,856	-
Customer Deposits	1,496,645	1,667,103	-	3,163,748	-
Investments:					
Sinking Funds	1,801,550	2,502,153	-	4,303,703	-
Capital Project Funds	2,001,620	1,999,237	-	4,000,857	-
Accrued Interest Receivable:					
Impact Fee Funds	13,974	-	-	13,974	-
Renewal and Replacement Funds	4,180	-	-	4,180	-
Capital Project Funds	4,140	5,700	-	9,840	-
Accounts Receivable - Net:					
Impact Fee Funds	5,409	-	-	5,409	-
Due from Other Funds	1,483,466	476,162	-	1,959,628	-
Capital Assets:					
Non-depreciable	9,662,398	17,566,160	-	27,228,558	-
Depreciable - Net	96,246,953	52,883,260	11,805	149,142,018	4,957,294
Other Assets:					
Unamortized Bond Issue Costs	987,286	1,157,525	-	2,144,811	-
Total non-current assets	119,452,484	82,634,785	11,805	202,099,074	4,957,294
Total Assets	131,175,835	92,088,864	30,309	223,295,008	8,726,894
LIABILITIES					
Current Liabilities:					
Accounts Payable	1,316,564	4,574,304	5,150	5,896,018	155,934
Accrued Liabilities	353,302	29,369	12,604	395,275	1,207,397
Due to Other Funds	-	8,096,130	672,341	8,768,471	269,889
Due to Other Governments	-	60,938	1,722	62,660	-
Accumulated Unused Compensated Absences	176,642	28,712	2,834	208,188	26,050
Accrued Interest Payable	1,004,450	1,269,740	-	2,274,190	-
Current Portion of Capital Lease Obligations	-	-	-	-	48,439
Current Portion of Revenue Bonds Payable	2,410,000	1,425,000	-	3,835,000	-
Customer Deposits	1,485,528	1,667,103	-	3,152,631	-
Unearned Revenue	-	-	25,081	25,081	-
Total current liabilities	6,746,486	17,151,296	719,732	24,617,514	1,707,709
Noncurrent Liabilities:					
Advances from Other Funds	-	2,241,006	-	2,241,006	-
Capital Lease Obligations After One Year	-	-	-	-	106,912
Bonds Payable	76,151,576	77,330,720	-	153,482,296	-
Less: Deferred Amount on Refunding	(7,108,186)	(6,386,127)	-	(13,494,313)	-
Other Post Employment Benefits	-	-	-	-	205,292
Accumulated Unused Compensated Absences	479,532	13,826	43,655	537,013	57,207
Total noncurrent liabilities	69,522,922	73,199,425	43,655	142,766,002	369,411
Total Liabilities	76,269,408	90,350,721	763,387	167,383,516	2,077,120
NET ASSETS (DEFICIT)					
Invested in Capital Assets, net of related debt	35,614,646	1,705,105	11,805	37,331,556	4,801,943
Restricted for:					
Capital Projects (expendable)	6,710,619	-	-	6,710,619	-
Renewal and Replacement (expendable)	725,702	-	-	725,702	-
Unrestricted (Deficit)	11,855,460	33,038	(744,883)	11,143,615	1,847,831
Total Net Assets (Deficit)	\$ 54,906,427	\$ 1,738,143	\$ (733,078)	\$ 55,911,492	\$ 6,649,774

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

The City of Winter Park, Florida
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended September 30, 2010

	Business-type Activities Enterprise Funds				Governmental Activities Internal Service Funds
	Water and Sewer	Electric Services	Golf Course	Total	
Operating Revenues:					
Charges for Services	\$ 25,527,710	\$ 58,044,816	\$ 441,180	\$ 84,013,706	\$ 9,681,698
Total Operating Revenues	25,527,710	58,044,816	441,180	84,013,706	9,681,698
Operating Expenses:					
General and Administrative	1,450,455	1,085,915	-	2,536,370	-
Operations	15,096,007	44,259,610	586,572	59,942,189	9,581,249
Depreciation and Amortization	5,171,668	3,252,216	1,453	8,425,337	1,293,042
Total Operating Expenses	21,718,130	48,597,741	588,025	70,903,896	10,874,291
Operating Income (Loss)	3,809,580	9,447,075	(146,845)	13,109,810	(1,192,593)
Nonoperating Revenues (Expenses):					
Intergovernmental Revenue	-	892,849	-	892,849	224,100
Investment Earnings	404,629	(38,774)	(5,640)	360,215	94,580
Gain (Loss) on Disposal of Assets	-	57,992	-	57,992	(16,832)
Interest and Fiscal Charges	(2,617,654)	(2,303,537)	-	(4,921,191)	-
Miscellaneous Revenue	250	34,307	4,160	38,717	156,241
Total Nonoperating Revenues (Expenses)	(2,212,775)	(1,357,163)	(1,480)	(3,571,418)	458,089
Income (Loss) Before Contributions and Transfers	1,596,805	8,089,912	(148,325)	9,538,392	(734,504)
Contributions and Transfers:					
Capital Contributions	280,060	-	-	280,060	-
Transfers In	-	-	22,725	22,725	390,000
Transfers Out	(2,181,400)	(3,220,605)	-	(5,402,005)	(425,000)
Total Contributions and Transfers	(1,901,340)	(3,220,605)	22,725	(5,099,220)	(35,000)
Change in Net Assets	(304,535)	4,869,307	(125,600)	4,439,172	(769,504)
Total Net Assets (Deficits) - Beginning	55,210,962	(3,131,164)	(607,478)	51,472,320	7,419,278
Total Net Assets (Deficits) - Ending	\$ 54,906,427	\$ 1,738,143	\$ (733,078)	\$ 55,911,492	\$ 6,649,774

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

The City of Winter Park, Florida
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2010

	Business-type Activities Enterprise Funds				Governmental Activities Internal Service Funds
	Water and Sewer	Electric Services	Golf Course	Total	
Cash Flows from Operating Activities					
Receipts from Customers	\$ 25,207,707	\$ 57,625,500	\$ 440,865	\$ 83,274,072	\$ 24,461
Receipts from Interfund Services Provided	-	-	-	-	9,674,398
Payments to Suppliers	(7,948,505)	(47,591,030)	(29,219)	(55,568,754)	(1,410,401)
Payments to Employees	(5,271,403)	(799,058)	(301,905)	(6,372,366)	(806,324)
Payments for Interfund Services Used	(1,830,732)	(164,624)	(130,986)	(2,126,342)	(159,709)
Claims Paid	-	-	-	-	(6,455,886)
Other Receipts	250	34,307	4,160	38,717	156,241
Net Cash Provided by (Used in) Operating Activities	10,157,317	9,105,095	(17,085)	19,245,327	1,022,780
Cash Flows from Noncapital Financing Activities					
Advances from Other Funds	-	(502,548)	-	(502,548)	-
Transfers In	-	-	22,725	22,725	390,000
Transfers Out	(2,181,400)	(3,220,605)	-	(5,402,005)	(425,000)
Net Cash Provided by (Used in) Noncapital Financing Activities	(2,181,400)	(3,723,153)	22,725	(5,881,828)	(35,000)
Cash Flows from Capital and Related Financing Activities					
Capital Grant Receipts	-	892,849	-	892,849	224,100
Proceeds from Sale of Assets	-	57,992	-	57,992	20,115
Principal Payments - Capital Debt	(1,150,000)	(480,000)	-	(1,630,000)	(42,843)
Interest Paid	(2,563,648)	(2,057,171)	-	(4,620,819)	-
Purchases of Capital Assets	(8,998,350)	(3,933,861)	-	(12,932,211)	(660,270)
Impact Fees Collected	280,060	-	-	280,060	-
Net Cash Used in Capital and Related Financing Activities	(12,431,938)	(5,520,191)	-	(17,952,129)	(458,898)
Cash Flows from Investing Activities					
Purchases of Investments	(3,794,000)	(4,500,000)	-	(8,294,000)	-
Interest on Investments	378,002	(45,864)	(5,640)	326,498	91,550
Net Cash Provided by (Used in) Investing Activities	(3,415,998)	(4,545,864)	(5,640)	(7,967,502)	91,550
Net Increase (Decrease) in Cash and Cash Equivalents	(7,872,019)	(4,684,113)	-	(12,556,132)	620,432
Cash and Cash Equivalents - Beginning	20,353,670	10,728,701	-	31,082,371	2,034,380
Cash and Cash Equivalents - Ending	\$ 12,481,651	\$ 6,044,588	\$ -	\$ 18,526,239	\$ 2,654,812
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:					
Operating Income (Loss)	\$ 3,809,580	\$ 9,447,075	\$ (146,845)	\$ 13,109,810	\$ (1,192,593)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:					
Depreciation and Amortization	5,171,668	3,252,216	1,453	8,425,337	1,293,042
(Increase) Decrease in Assets:					
Accounts Receivable	(185,640)	(146,092)	(37)	(331,769)	17,161
Unbilled Service Charges	(168,405)	(528,462)	-	(696,867)	-
Due from Other Funds	1,302,235	(476,162)	-	826,073	149,422
Due From Other Governments	256	83,851	-	84,107	-
Inventories	92,608	555,293	10,847	658,748	(11,742)
Prepaid Items	-	-	-	-	36,851
Increase (Decrease) in Liabilities:					
Accounts Payable	167,245	(583,855)	(1,718)	(418,328)	(60,313)
Accrued Liabilities	5,761	(1,789)	1,510	5,482	214,952
Due to Other Funds	-	(2,704,028)	111,503	(2,592,525)	216,285
Due to Other Governments	-	(6,198)	(259)	(6,457)	-
Deferred Revenue	-	-	(278)	(278)	-
Accumulated Unused Compensated Absences	23,369	8,841	3,125	35,335	4,259
Customer Deposits	47,625	171,387	-	219,012	-
Other Post Employment Benefits	(109,235)	(1,289)	(546)	(111,070)	199,215
Other Receipts	250	34,307	4,160	38,717	156,241
Net Cash Provided by (Used in) Operating Activities	\$ 10,157,317	\$ 9,105,095	\$ (17,085)	\$ 19,245,327	\$ 1,022,780

Note: There were no significant non-cash transactions.

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

The City of Winter Park, Florida
Statement of Fiduciary Net Assets
Fiduciary Funds
September 30, 2010

	Employee Retirement Funds
ASSETS	
Cash and Short-term Investments	\$ 1,622,792
Investments, at Fair Value	
Fixed Income Mutual Funds	23,273,693
Equity Mutual Funds	31,955,798
Common Stock	5,054,053
Accrued Income	3,963
Total Investments	<u>60,287,507</u>
Total Assets	<u>61,910,299</u>
NET ASSETS	
Held in Trust for Pension Benefits	<u>\$ 61,910,299</u>

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

The City of Winter Park, Florida
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended September 30, 2010

	Employee Retirement Funds
ADDITIONS	
Contributions:	
Employer Contributions	\$ 2,985,152
Employee Contributions	<u>590,555</u>
Total Contributions	<u>3,575,707</u>
Investment Income:	
Net Increase in Fair Value of Investments	4,788,426
Interest and Dividends	<u>388,911</u>
	5,177,337
Less Investment Expenses:	
Investment Management Fees	19,560
Custodian Fees	<u>94,325</u>
Net Investment Income	<u>5,063,452</u>
Total Additions	<u>8,639,159</u>
DEDUCTIONS	
Employee Benefits	2,640,930
Refunds of Contributions	50,590
Administrative Expense	<u>107,540</u>
Total Deductions	<u>2,799,060</u>
Change in Net Assets	5,840,099
Net Assets - Beginning	<u>56,070,200</u>
Net Assets - Ending	\$ <u><u>61,910,299</u></u>

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

The City of Winter Park, Florida

Notes to the Financial Statements

September 30, 2010

INDEX

Topic	Note(s)
Advances to Other Funds	1H & 1R
Budgetary	1D
Cash and Cash Equivalents	1F
Capital Assets	1L, 1S & 3
Capital Lease Obligations	11A
Commitments and Contingencies	16
Community Redevelopment Agency	1A, 1C, 7 & 10
Compensated Absences	1P
Deposits	1F
Electric Services	1C, 9, 10 & 11B
Fund Balances	1D2 & 1R
General Obligation Bonds	5 & 10
Intangibles	1M
Interfunds	4 & 13
Interlocal Agreements	16A
Inventories	1J
Investments	1F
Litigation	16C
Long-term Liabilities	1O, 1S & 5-12
Non-Ad Valorem Revenue Notes	6 & 10
Net Assets	1S & 1T
Other Post Employment Benefits	15
Pension Plans	1C, 1Q, 14 & 16D
Property Taxes	1I
Receivables	1G & 2
Reporting Entity	1A
Risk Management	16B
Subsequent Events	16E
Summary of Significant Accounting Policies	1
Water & Sewer	1C, 8 & 10

THE CITY OF WINTER PARK, FLORIDA

Notes to the Financial Statements

September 30, 2010

1. Summary of Significant Accounting Policies

The City of Winter Park (the “City”), which was established by a special act of the Florida Legislature on April 8, 1882 and incorporated March 8, 1887, operates under the Commission - City Manager form of government. The City is located in the center of the State of Florida in the northern section of Orange County (the “County”).

The accounting policies of the City conform to generally accepted accounting principles (GAAP) as applied to governmental units. The more significant accounting policies used by the City are described below.

A. REPORTING ENTITY:

The City is a municipal corporation with a five-member commission including the mayor, who acts as the presiding officer of the commission, with a vice-mayor serving in his absence.

The City provides a full range of municipal services including police and fire protection, public works activities, parks and recreational facilities, planning and development, financial services and general administrative services. In addition, the City operates three enterprise funds: water and sewer service, electric services and a golf course.

In evaluating the City (the primary government) as a reporting entity, all potential component units that may or may not fall within the financial accountability of the City have been addressed. Financial accountability is present if the City Commission (the “Commission”) appoints a voting majority of a component unit's governing body and has the ability to impose its will on the organization or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the City.

The accompanying financial statements present all the fund types of the City and its component unit. The blended component unit, although a legally separate entity, is, in substance, part of the City's operations.

Blended Component Unit:

The Community Redevelopment Agency is governed by the City's five-member commission. Pursuant to the requirements of Chapter 163, Part III of the Florida Statutes, the City, with the consent of Orange County, created a Community Redevelopment Area (CRA) through City Resolution No. 1528, adopted on January 11, 1994 to foster improvements in the Westside and Central Business Districts of the City. The CRA uses future tax increment revenue to fund a variety of improvement projects. The CRA is reported as a special revenue fund.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS:

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the City and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges between the City's water and sewer, electric and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment 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 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.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. All other governmental revenues are considered available if they are collected within 180 days of the end of the current fiscal period. 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 are recorded only when payment is due.

Franchise and utility taxes, state revenue sharing, charges for garbage and stormwater service, fines and forfeitures and investment earnings associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed.

The City utilizes an indirect cost allocation system to allocate costs incurred in the General Fund that are indirect expenses of other funds. Reimbursements to the General Fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures in the General Fund. These reimbursements are presented in the Indirect Expenses Allocation column of the Statement of Activities. The Expenses column of this statement includes only the direct expenses of each function.

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. The principal operating revenues of the City's enterprise and internal service funds are charges to customers for sales and services. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, depreciation on capital assets and amortization of intangible assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Major Governmental Funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Community Redevelopment Fund accounts for the activities of the Community Redevelopment Agency.

Non-Major Governmental Fund Types:

Special Revenue Funds account for specific revenue sources that are restricted by law or administrative action to expenditures for specific purposes. Non-major special revenue funds include the Designations Trust Fund, Stormwater Utility Fund, Affordable Housing Fund, Law Enforcement Trust Fund, Grant Fund, Parks Impact Fees Fund, Hurricane Recovery Fund, Help Our Park Expand Fund, Police and Firefighter Premium Tax Trust Fund and Cemetery Trust Fund.

The Debt Service Fund accounts for the accumulation of resources for, and the payment of principal and interest on, certain general long-term debt.

Capital Projects Funds account for financial resources segregated for the acquisition or construction of major capital facilities. Non-major capital projects funds include the Capital Projects Fund and Stormwater Capital Projects Fund.

Major Proprietary Funds:

The Water and Sewer Fund accounts for the provision of water and sewer service to customers both inside the City limits and to the west, north and east of the City.

The Electric Services Fund accounts for the provision of electric service to certain areas within the City limits.

Non-Major Proprietary Funds:

Enterprise Fund - The City's Golf Course Fund is its only non-major enterprise fund and it accounts for the operation and maintenance of the municipal golf course.

Internal Service Funds account for the financing of goods and services provided by one department to other departments of the City on a cost reimbursement basis. Internal service funds include the Fleet Maintenance Fund, Vehicle Replacement Fund, Employee Insurance Fund and General Insurance Fund.

Electric Rate Structure:

The City's electric service rates are set in accordance with the "rate structures" established by the Florida Public Service Commission (FPSC). The FPSC has the jurisdiction to regulate electric "rate structures" of municipal utilities in Florida. A rate structure is defined as the rate relationship between customer class and among customers within rate classes and is distinguishable from the total amount of revenue requirements a utility may receive from rates.

Accounting Policies Unique to Proprietary Funds:

The City has elected to not apply FASB Statements and Interpretations issued after November 30, 1989, as permitted by Statement No. 20 of the Governmental Accounting Standards Board (GASB), *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*.

Fiduciary Fund Types:

Pension Trust Funds account for the activities of the Police and Firefighter Pension Trust Funds, which accumulate resources for pension benefit payments to qualified public safety employees.

D. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY:

1) Budgetary information:

The City's budgetary procedures and a comparison of budget to actual data are presented in the Required Supplemental Information section for the General and budgeted major Special Revenue Fund (Community Redevelopment Fund).

2) Deficit fund balances:

The Affordable Housing Fund is accounted for as a special revenue fund. At September 30, 2010, this fund had a \$302,614 deficit fund balance. This deficit is expected to be liquidated in future years with affordable housing fees.

The Hurricane Recovery Fund is accounted for as a special revenue fund. At September 30, 2010, this fund had a \$33,828 deficit fund balance. This deficit is expected to be liquidated in future years by hurricane-related reimbursements.

The Golf Course Fund is accounted for as an enterprise fund. At September 30, 2010, this fund had a \$733,078 deficit net assets balance. This deficit is expected to be liquidated in future years through charges for greens fees, membership fees and merchandise sales.

The Fleet Maintenance Fund is accounted for as an internal service fund. At September 30, 2010, this fund had a \$291,512 deficit net assets balance. This deficit is expected to be liquidated in future years through charges to user departments.

E. USE OF ESTIMATES:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities as of the financial statement date and the reported amounts of revenues and expenses or expenditures during the reporting period. Actual results could differ from those estimates.

F. DEPOSITS AND INVESTMENTS:

Cash and Cash Equivalents

The City's cash management pool allows individual funds to, at any time, deposit additional cash or make withdrawals without prior notice or penalty, and thus, the City is managing an internal investment pool which is considered by GASB to be a cash equivalent. As such, each participating fund's portion of the pool is reported as "Cash, Cash Equivalents and Investments" in the governmental and proprietary funds' balance sheets. Certain cash and investments for the Community Redevelopment, Water and Sewer and Electric Services Funds are held separately and not included in the pool.

For purposes of the statement of cash flows, the City classifies its cash management pool (including restricted assets) along with the separate Water and Sewer and Electric Services Funds cash accounts as cash and cash equivalents.

Individual funds with credit balances at year-end were reclassified to Due to Other Funds for reporting purposes with an offsetting Due from Other Funds in the General, Community Redevelopment, Law Enforcement Trust, Cemetery Trust, Capital Projects, Stormwater Capital Projects, Water and Sewer, Electric Services, Vehicle Replacement, Employee Insurance and General Insurance Funds.

Deposits

Deposits consist of interest bearing demand accounts. All deposits with financial institutions were 100% insured by Federal depository insurance or by collateral pursuant to the Public Depository Security Act of the State of Florida. The carrying amount of the demand deposits and cash on hand at September 30, 2010 was \$15,210,868 (excluding Pension Trust Funds).

Investments

Investments are stated at fair value, with the exception of investments in the State Board of Administration's Local Government Surplus Funds Trust Fund (SBA), an external 2a7-like fund which is presented at share price. All fair market valuations are based on quoted market prices. SBA pool shares are based on amortized cost of the SBA's underlying portfolio, which approximates fair market value.

The City's investment policy is governed by an ordinance adopted by the City Commission. Allowable investments include, the SBA, United States Government Securities, United States Government Agencies (full faith and credit of the United States Government), Federal Instrumentalities (United States Government sponsored agencies which are non-full faith and credit), Non-Negotiable Interest Bearing Time Certificates of Deposit, Repurchase Agreements, Banker's Acceptances, Commercial Paper, State and/or Local Government Taxable and/or Tax-Exempt Debt, Registered Investment Companies (Money Market Mutual Funds) and Intergovernmental Investment Pools.

The following is a summary of cash and investments held by the City at September 30, 2010:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	More Than 10
Government National Mortgage Assoc	\$ 6,741,584	\$ 974	\$ 51,080	\$ -	\$ 6,689,530
Federal Farm Credit Bank	2,003,950	-	1,000,000	1,003,950	-
Federal Home Loan Bank	7,592,631	-	3,577,365	4,015,266	-
Federal Home Loan Mortgage Corp	2,881,795	-	-	2,007,060	874,735
Federal National Mortgage Association	8,246,536	-	5,534,584	2,009,580	702,372
Local Government Surplus Trust Fund	18,817	18,817	-	-	-
Pooled Investments	27,485,313	19,791	10,163,029	9,035,856	8,266,637
Carrying amount of deposits	15,210,868	15,210,868	-	-	-
Cash, Cash Equivalents & Investments	42,696,181	15,230,659	10,163,029	9,035,856	8,266,637
Federal Home Loan Bank	1,999,237	-	1,999,237	-	-
Federal Home Loan Mortgage Corp	2,001,620	-	2,001,620	-	-
Federal National Mortgage Association	4,303,703	-	-	4,303,703	-
Other Investments	8,304,560	-	4,000,857	4,303,703	-
Total Cash and Investments	\$ 51,000,741	\$ 15,230,659	\$ 14,163,886	\$ 13,339,559	\$ 8,266,637

	Police Officers' Pension		Firefighter's Pension	
	Fair Value	Maturities (in Years)	Fair Value	Maturities (in Years)
Fixed Income Mutual Funds	\$ 11,609,010	N/A	\$ 11,664,683	N/A
Equity Mutual Funds	16,024,527	N/A	15,931,271	N/A
Common Stock	2,564,717	N/A	2,489,336	N/A
Total Investments	30,198,254		30,085,290	
Carrying amount of deposits	771,986		850,806	
Total Cash and Investments	\$ 30,970,240		\$ 30,936,096	

Interest Rate Risk - To mitigate interest rate risk, the City's investment policy requires that the investment strategy provide sufficient liquidity to meet the City's operating, payroll and capital requirements that may be reasonably anticipated. Investments of current operating funds are to have maturities not exceeding twelve months.

Credit Risk - Although the City's investment policy does not address specific investment-related risk, to mitigate credit risk, the City primarily invests in the U.S. Government Securities and the State of Florida local government surplus trust fund pool as well as other investments allowed in the investment ordinance referred to above. Credit quality distribution for investments, with credit exposure as a percentage of total investments, are as follows at September 30, 2010:

Investment Type	Standard & Poor's Ratings	Moody's Ratings	Percentage of Total
Pooled Investments			
Government National Mortgage Assoc	Not Rated	Not Rated	19%
Federal Farm Credit Bank	AAA	Aaa	6%
Federal Home Loan Bank	AAA	Aaa	21%
Federal Home Loan Mortgage Corp	AAA	Aaa	8%
Federal National Mortgage Association	AAA	Aaa	23%
Local Government Surplus Trust Fund	AAAm	Not Rated	0%
Other Investments			
Federal Home Loan Bank	AAA	Not Rated	5%
Federal Home Loan Mortgage Corp	AAA	Not Rated	6%
Federal National Mortgage Association	Not Rated	Not Rated	12%

Custodial Risk – To mitigate custodial risk, broker/dealers must provide audited financial statements, proof of National Association of Securities Dealers (NASD) certification and proof of state registration. Securities transactions between a financial institution or broker/dealer and the custodian involving purchase or sale of securities by transfer of money or securities must be made on a “delivery vs. payment” basis, if applicable, to ensure that the custodian will have the security or money, as appropriate, on hand at the conclusion of the transaction.

Concentration of Credit Risk - The City's investment policy requires that investments be diversified by security type and institution. Specific limitations as to the percentage of the portfolio and length of maturity for each type of investment are addressed in the policy.

G. RECEIVABLES:

Utility operating revenues are generally recognized on the basis of cycle billings rendered monthly. The amount of services delivered for the period from the last billing date to September 30th is estimated and accrued at year-end.

H. ADVANCES TO OTHER FUNDS:

Noncurrent portions of interfund loans receivable are reported as advances. In governmental fund types, advances are offset equally by a fund balance reserve that indicates they do not constitute expendable available financial resources and, therefore, are not available for appropriation. These advances are being repaid to the General Fund in annual installments including interest where established by the City Commission.

I. PROPERTY TAXES:

Under Florida Law, the assessment of all properties and the collection of all City property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessment are also designed to assure a consistent property valuation method statewide. State Statutes permit cities to levy property taxes at a rate of up to ten (10) mills. The operating millage rate in effect for the fiscal year ended September 30, 2010 was 4.0923. A debt service millage was also in effect of .3057 mills.

All property is assessed according to its fair market value on January 1 of each year and at that time a lien is placed on the property for the taxes. The tax levy of the City is established by the City Commission prior to October 1 of each year and the Orange County Property Appraiser incorporates the City's millage into the total tax levy, which also includes Orange County, the Orange County School Board and the St. Johns Water Management District's tax requirements.

All taxes are billed on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January and 1% in the month of February. The taxes paid in March are without discount.

On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by the County.

J. INVENTORIES:

Inventories in the General Fund and Stormwater Utility Fund (Special Revenue) are stated at cost using the first-in/first-out (FIFO) method and inventories in the Water and Sewer Fund and Electric Services Fund (Enterprise Funds) and Fleet Maintenance Fund (Internal Service) are stated at the lower of cost (determined on the moving average method) or market. Inventories are charged as expenditures/expenses when used.

- ◆ Inventories of the General Fund consist of fuel, office supplies and other operating supplies.
- ◆ Inventories of the Stormwater Utility Fund consist of aquatic weed control chemicals.
- ◆ Inventories of the Water and Sewer Fund consist of maintenance parts, supplies and water meters.
- ◆ Inventories of the Electric Services Fund consist of cable, meters, transformers and supplies.
- ◆ Inventories of the Fleet Maintenance Fund consist of maintenance parts, tires, fuels and supplies.

K. PREPAID ITEMS:

Prepaid items represent payments made to vendors that will benefit periods beyond September 30, 2010.

L. CAPITAL ASSETS:

Property, plant and equipment purchased or acquired are carried at historical cost or estimated historical cost. Contributed assets are recorded at fair market value as of the date received. The City defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years. 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 and equipment are depreciated using the straight-line method over the following useful lives:

Years	Classification
7 - 50	Buildings
10 - 50	Streets and drainage
10 - 50	Improvements other than buildings
2 - 20	Machinery and furniture
2 - 10	Vehicles (including heavy equipment)
30 - 50	Water & sewer lines
30 - 50	Electric

System acquisition costs represent the 1981 acquisition of General Waterworks Corporation's operating assets, consisting primarily of the water utility within the City and a water and sewer system providing services to areas outlying the City's boundaries. The purchase method was utilized to account for this transaction. The system acquisition costs are amortized using the straight-line method over forty (40) years.

The City's payment to Progress Energy Florida for the electric distribution system in the City limits for going concern and stranded costs are reported as system acquisition costs and are being amortized over the term of the bonds issued to finance this acquisition.

Capacity rights and sewer contract costs consist of purchased rights to specified percentages in existing and future water and sewer treatment capacity as described in Note 16. The capacity rights are recorded at cost and are amortized using the straight-line method over a period of 13 to 30 years.

The City's payment to South Seminole-North Orange County Wastewater Transmission Authority for its share of infrastructure improvements is reported as sewer capacity rights and is being amortized over the term of the bonds issued to finance this payment. The City is party to an intergovernmental agreement, which formed the South Seminole-North Orange County Wastewater Transmission Authority. The Authority owns and operates the pipeline that takes the City's and other participants' sewage flows to the Iron Bridge Regional Wastewater Treatment Plant.

M. INTANGIBLES:

Bond issuance costs for government-wide and proprietary fund types are deferred and amortized over the term of the bonds using either the bonds-outstanding method, which approximates the effective interest method or the effective interest method.

N. UNEARNED REVENUES:

Unearned revenues include golf course memberships collected in advance and occupational license fees collected before year-end but not due until October 1.

O. LONG-TERM DEBT:

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.

P. ACCUMULATED UNUSED COMPENSATED ABSENCES:

The City records the vested portion of accumulated unused compensated absences at year-end based on each employee's accumulated unused hours and rate of pay, including the City's share of Social Security and Medicare taxes. All compensated absences are accrued when earned by employees in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Q. PENSION PLANS:

The City sponsors and administers three pension plans covering substantially all the full-time employees. The City's policy is to fund the annual pension costs in the annual budget.

Employees of the Police and Fire Departments are enrolled in separate defined benefit pension plans adopted by the City effective August 4, 1959 for the police officers and January 1, 1959 for the firefighters. Annual costs of the pension plans are actuarially computed and include amortization of past service costs over a period of thirty (30) years.

The City accounts for its pension plans in accordance with Governmental Accounting Standards Board (GASB), Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*. These statements require the recording of defined benefit plan investments at market value.

General employees are enrolled in a defined contribution 401(a) pension plan established January 1, 1992, as described in Note 14(C). The assets, liabilities, fund equity and operations of this plan are not presented on the City's financial statements as the plan is independently administered.

R. FUND BALANCE RESERVES:

A reserve is used to indicate that a portion of the fund balance is not appropriable for expenditure or is legally segregated for a specific future use. Usage of reserves has been limited to the following items:

- ◆ **Reserve for Encumbrances** - indicates a portion of the fund balance that has been segregated for expenditure upon vendor performance.
- ◆ **Reserve for Advance to Electric Services Fund** - indicates a portion of the fund balance that does not constitute "available spendable resources" as this advance will be repaid to the General Fund in future periods as follows: 20% of excess net cash (if any) earned from electric utility operations in fiscal year 2010 and 25% in fiscal year 2011 and thereafter until the advance has been repaid in full. Interest is not being charged to the Electric Services Fund on this advance.
- ◆ **Reserve for Inventories** – indicates a portion of the fund balance that does not constitute "available spendable resources" as it is reserved for inventory on hand.
- ◆ **Reserve for Prepaid Items** – indicates a portion of the fund balance that does not constitute "available spendable resources" as it is reserved for prepaid items.
- ◆ **Reserve for Debt Service** – indicates a portion of fund balance that is reserved for payment of debt service.

S. NET ASSETS INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT:

Net assets invested in capital assets, net of related debt consisted of the following components as of September 30, 2010:

	Governmental Activities	Business-type Activities
Capital assets, net	\$ 68,994,014	\$ 176,370,576
Related debt, net	(34,572,486)	(143,822,983)
Unspent proceeds from capital related debt	8,111,009	4,783,963
Totals	\$ 42,532,537	\$ 37,331,556

T. RESTRICTED NET ASSETS:

Restricted net assets are subject to restrictions that are either (1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

2. Receivables

The accounts receivable and allowance for uncollectibles at September 30, 2010 were as follows:

	Accounts Receivable	Allowance for Uncollectibles	Net
General Fund	\$ 1,838,705	\$ 706,511	\$ 1,132,194
Community Redevelopment Fund	29,200	-	29,200
Non-Major Governmental Funds:			
Designations Trust Fund	246,242	28,704	217,538
Stormwater Utility Fund	201,761	1,028	200,733
Debt Service Fund	1,868	-	1,868
	<u>2,317,776</u>	<u>736,243</u>	<u>1,581,533</u>
Enterprise Funds:			
Water and Sewer Fund	1,442,830	194,212	1,248,618
Electric Services Fund	4,326,329	191,476	4,134,853
Internal Service Funds:			
Fleet Maintenance Fund	7,599	-	7,599
Employee Insurance Fund	15,275	-	15,275
General Insurance Fund	315	-	315
Totals	\$ 8,110,124	\$ 1,121,931	\$ 6,988,193

3. *Capital Assets*

The following is a summary of changes in capital assets during the year ended September 30, 2010:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 14,831,537	\$ -	\$ -	\$ 14,831,537
Construction in progress	5,917,957	5,779,429	(6,582,530)	5,114,856
Total capital assets, not being depreciated	20,749,494	5,779,429	(6,582,530)	19,946,393
Capital assets, being depreciated:				
Buildings	27,955,526	109,714	-	28,065,240
Improvements other than buildings	14,940,749	777,195	-	15,717,944
Machinery and equipment	14,892,609	2,156,097	(69,047)	16,979,659
Furniture and fixtures	716,574	-	-	716,574
Vehicles	16,772,522	276,354	(102,750)	16,946,126
Streets and drainage	47,138,161	4,925,817	-	52,063,978
Total capital assets being depreciated	122,416,141	8,245,177	(171,797)	130,489,521
Less accumulated depreciation for:				
Buildings	(12,956,486)	(1,173,124)	-	(14,129,610)
Improvements other than buildings	(9,363,599)	(711,390)	-	(10,074,989)
Machinery and equipment	(12,643,825)	(590,663)	62,577	(13,171,911)
Furniture and fixtures	(510,789)	(50,692)	-	(561,481)
Vehicles	(11,415,267)	(1,182,492)	65,804	(12,531,955)
Streets and drainage	(29,779,682)	(1,192,272)	-	(30,971,954)
Total accumulated depreciation	(76,669,648)	(4,900,633)	128,381	(81,441,900)
Total capital assets, being depreciated, net	45,746,493	3,344,544	(43,416)	49,047,621
Governmental activities capital assets, net	\$ 66,495,987	\$ 9,123,973	\$ (6,625,946)	\$ 68,994,014
Business-type Activities:				
Capital assets, not being depreciated:				
Land	\$ 12,194,774	\$ -	\$ -	\$ 12,194,774
Construction in progress	8,685,521	11,568,191	(5,219,928)	15,033,784
Total capital assets, not being depreciated	20,880,295	11,568,191	(5,219,928)	27,228,558
Capital assets, being depreciated:				
Buildings and production facilities	3,506,065	-	-	3,506,065
Machinery and equipment	5,541,377	163,964	-	5,705,341
Furniture and fixtures	42,657	-	-	42,657
Improvements other than buildings	167,057,515	6,889,139	-	173,946,654
System acquisition costs	19,844,093	-	-	19,844,093
Sewer contract costs	3,394,035	-	-	3,394,035
Sewer capacity rights	18,603,162	428,695	-	19,031,857
Total capital assets, being depreciated	217,988,904	7,481,798	-	225,470,702
Less accumulated depreciation for:				
Buildings and production facilities	(2,774,905)	(50,438)	-	(2,825,343)
Machinery and equipment	(4,652,810)	(306,604)	-	(4,959,414)
Furniture and fixtures	(41,671)	(114)	-	(41,785)
Improvements other than buildings	(52,513,638)	(5,620,605)	-	(58,134,243)
System acquisition costs	(2,951,563)	(660,177)	-	(3,611,740)
Sewer contract costs	(2,930,836)	(77,200)	-	(3,008,036)
Sewer capacity rights	(3,108,715)	(639,408)	-	(3,748,123)
Total accumulated depreciation, net	(68,974,138)	(7,354,546)	-	(76,328,684)
Total capital assets, being depreciated, net	149,014,766	127,252	-	149,142,018
Business-type activities capital assets, net	\$ 169,895,061	\$ 11,695,443	\$ (5,219,928)	\$ 176,370,576

Depreciation expense was charged to governmental functions as follows:

Planning and development	\$ 3,390
Public works	2,363,315
Police	164,251
Fire	656,028
Parks	420,605
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>1,293,044</u>
Total depreciation expense	\$ <u>4,900,633</u>

Changes in other assets consisting of unamortized bond issue costs were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Bond issue costs	\$ <u>2,300,421</u>	\$ <u>-</u>	\$ <u>(155,610)</u>	\$ <u>2,144,811</u>

4. *Interfund Balances*

Interfund receivable and payable balances at September 30, 2010 consist of:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>	<u>Advances To Other Funds</u>	<u>Advances From Other Funds</u>
Major Funds:				
General Fund	\$ 2,374,970	\$ -	\$ 2,241,006	\$ -
Community Redevelopment Fund	891,884	-	-	-
Water and Sewer Fund	3,070,456	-	-	-
Electric Services Fund	476,162	8,096,130	-	2,241,006
Nonmajor Governmental Funds	1,756,378	450,142	-	-
Nonmajor Enterprise Fund	-	672,341	-	-
Internal Service Funds	<u>918,652</u>	<u>269,889</u>	<u>-</u>	<u>-</u>
Totals	\$ <u>9,488,502</u>	\$ <u>9,488,502</u>	\$ <u>2,241,006</u>	\$ <u>2,241,006</u>

All of the Due to Other Funds balances reported in the fund financial statements represent credit cash balances in the individual funds at year-end with offsetting Due from Other Funds in the lending funds. The Advances from Other Funds reported in the Electric Services Fund was for consulting and arbitration costs incurred through September 30, 2003 related to the acquisition of the electric distribution system. The Electric Services Fund began repaying this advance in FY 2009 in accordance with a formula based on net cash earned from electric utility operations.

Due to Other Fund balances are anticipated to be repaid within one year with the exception of what is owed by the Electric Services Fund and Nonmajor Enterprise Fund (Golf Course). The City's adopted five year Electric Strategy Plan anticipates repaying cash borrowed from other funds by fiscal 2013. The deficit cash balance in the Golf Course Fund accumulated over many years and will take several to bring the balance back to positive.

5. General Obligation Bonds

General Obligation Bonds, Series 2001 and Series 2004, are general obligations of the City and are payable from and secured by a lien upon and pledge of the revenues received from the levy and collection by the City of voted debt service millage on all the taxable property within the City.

Proceeds of such tax are deposited, as received, into the Sinking Fund and applied solely for the purpose of paying the principal and interest as they become due.

A. SERIES 2001:

The proceeds from the General Obligation Bonds, Series 2001, issuance were used to finance construction of a new Public Safety Complex.

B. SERIES 2004:

The proceeds from the General Obligation Bonds, Series 2004, issuance were used to refund the General Obligation Bonds, Series 1996, which refunded Bond Anticipation Notes used for the acquisition of the green space known as the Winter Park Golf Course.

C. GENERAL OBLIGATION BONDS CONSIST OF THE FOLLOWING:

Description	Interest Rates and Dates	Final Maturity	Original Amount Issued	Amount Outstanding at 9/30/2010
Series 2001	2.90% to 5.25% 1/1; 7/1	7/01/21	\$11,000,000	\$7,625,000
Series 2004	2.00% to 3.80% 1/1; 7/1	7/01/16	\$3,795,000	\$2,060,000

D. EARLY REDEMPTION:

Description	Call Date	Call Rate
Series 2001	7/01/12 and thereafter	100%
Series 2004	Not subject to redemption	N/A

6. *Non-Ad Valorem Revenue Notes*

The Capital Improvement Note, Series 2006, is a special obligation of the City payable from the monies budgeted and appropriated by the City Commission for such purpose in each year from legally available non-ad valorem revenues. The proceeds from this note were used to finance the purchase of several large vehicles, the City's share of the cost of the Howell Branch Nature Preserve, upgrade communications equipment and street bricking.

The Orange Avenue Revenue Improvement Note, Series 2007, is also a special obligation of the City payable from the monies budgeted and appropriated by the City Commission for such purpose in each year from legally available non-ad valorem revenues. The proceeds from this note were used to finance streetscaping improvements on Orange Avenue.

The Park Avenue Revenue Improvement Note, Series 2010, is also a special obligation of the City payable from the monies budgeted and appropriated by the City Commission for such purpose in each year from legally available non-ad valorem revenues. The proceeds from the Park Avenue Revenue Improvement Note, Series 2010 were used for a current refunding of the Park Avenue Improvement Revenue Bonds, Series 1998, which were used to finance enhancements to the downtown area of Park Avenue. The transaction resulted in an economic gain (difference between the present value of the debt service on the old and the new bonds) of approximately \$500,000.

NON-AD VALOREM REVENUE NOTES CONSIST OF THE FOLLOWING:

Description	Interest Rates and Dates	Final Maturity	Original Amount Issued	Amount Outstanding at 9/30/2010
Series 2006	3.62%; 1/1; 7/1	07/01/16	\$4,360,000	\$2,818,009
Series 2007	4.348%; 6/1; 12/1	12/01/27	\$2,230,000	\$2,085,000
Series 2010	3.49%; 1/1; 7/1	07/01/21	\$2,370,000	\$2,370,000

B. EARLY REDEMPTION:

Description	Call Date	Call Rate
Series 2006	Note may be prepaid	15% of balance outstanding may be prepaid on any January 1 without penalty; all or a portion of the Note may be prepaid at anytime with a fee to compensate the underwriter based on market conditions at the time of such prepayment
Series 2007	Note may be prepaid	Outstanding principal may be prepaid in whole prior to the respective payment dates at any time on or after the fifth anniversary of the date of issuance at par plus accrued interest to date of prepayment without prepayment premium or penalty
Series 2010	Not subject to redemption	N/A

7. Community Redevelopment Agency Notes

The Community Redevelopment Agency Notes are special obligations of the City's CRA payable from tax increment revenues of the CRA. The proceeds from these notes were used to finance capital enhancements and social programs within the CRA. The bank providing financing for the Series 2003 notes has the option of requiring prepayment of the bonds at the price of par and accrued interest on the 10th anniversary of the bonds (10/29/13 for Series 2003-1 and 12/30/13 for Series 2003-2).

Total principal and interest remaining on the notes is \$22,929,565, payable through January 2026. For the current year, principal and interest paid and total incremental tax revenue was \$971,717 and \$3,172,003, respectively.

A. COMMUNITY REDEVELOPMENT AGENCY NOTES CONSIST OF THE FOLLOWING:

Description	Interest Rates and Dates	Final Maturity	Original Amount Issued	Amount Outstanding at 9/30/2010
Series 2003-1	3.84%, 1/1; 7/1	1/01/23	\$3,165,000	\$2,380,000
Series 2003-2	3.78%, 1/1; 7/1	1/01/23	\$2,950,000	\$2,230,000
Series 2005-1	3.995%, 1/1; 7/1	1/01/25	\$807,310	\$683,586
Series 2005-2	5.91%, 1/1; 7/1	1/01/25	\$1,799,690	\$1,565,398
Series 2006	3.89%, 1/1; 7/1	1/01/25	\$2,155,000	\$1,870,000
Series 2010	4.48%, 1/1; 7/1	1/01/26	\$8,100,000	\$8,100,000

B. EARLY REDEMPTION:

Description	Call Date	Call Rate
Series 2003-1	Up to 10/29/08	100% plus Prepayment Penalty
	10/30/08 – 10/29/09	101%
	After 10/29/09	100%
Series 2003-2	Up to 12/30/08	100% plus Prepayment Penalty
	12/31/08 – 12/30/09	101%
	After 12/30/09	100%
Series 2005-1	After 07/01/14	100%
Series 2005-2	After 07/01/14	100%
Series 2006	Not subject to redemption	N/A
Series 2010	Notes may be prepaid	15% of balance outstanding may be prepaid on any January 1 without penalty; all or a portion of the Notes may be prepaid at anytime with a fee to compensate the underwriter based on market conditions at the time of such prepayment

8. *Water and Sewer Revenue Bonds*

A. THE REVENUE BONDS (SERIAL) CONSIST OF THE FOLLOWING:

Description	Interest Rates and Dates	Final Maturity	Original Amount Issued	Amount Outstanding at 9/30/2010
Water & Sewer Revenue Bonds, Series 2002	3.00% to 5.38% 6/1; 12/1	12/01/21	\$25,000,000	\$18,660,000
Water & Sewer Revenue Bonds, Series 2004	Variable rates*; Payable weekly	12/01/35	\$40,075,000	\$13,400,000
Water & Sewer Refunding Revenue Bonds, Series 2009	3.00% to 5.00% 6/1; 12/1	12/01/34	\$45,685,000	\$45,685,000

* Variable rates ranged from 0.399% - .620% for the fiscal year ended September 30, 2010. The average rate was .469%. The interest rate is reset weekly and is 175% of the thirty day London Interbank Offering Rate.

The City has pledged future water and sewer customer revenue, net of specified operating expenses, to repay the debt above. Proceeds from the bonds provided financing for major improvements to the City's water treatment plants as well as its share of costs for improvements to facilities owned by other entities through which the City participates via interlocal agreements. The bonds are payable solely from water and sewer customer revenues and are payable through 2035. Annual principal and interest payments on the bonds are expected to require less than 50 percent of net revenues. The total principal and interest remaining on the bonds is \$130,829,694. Principal and interest paid for the current year and total net revenues were \$3,709,054 and \$9,261,280, respectively.

B. BOND COVENANTS:

The Water and Sewer Revenue Bonds, Series 2002, Series 2004 and Series 2009, resolutions provide for:

1) ESTABLISHMENT AND MAINTENANCE OF VARIOUS FUNDS:

- Revenue Fund records all operating revenues and expenses of the system;
- Sinking Fund records all debt service requirements which include the Sinking Fund account, bond amortization account and reserve account;
- Renewal and Replacement Fund records all the improvements, extensions and replacements of the system; and
- Construction Fund records the cost of major additions to the system financed by the revenue bonds.

2) RESTRICTIONS ON THE USE OF CASH FROM OPERATIONS IN ORDER OF PRIORITY:

- Deposits are made to the Revenue Fund to meet current operations according to the existing bond ordinance;
- Deposits to the Sinking Fund are required each month equal to one-sixth (1/6) of the interest becoming due on the next semi-annual interest payment date and one-twelfth (1/12) of the principal becoming due on the next principal payment date;
- Deposits to the Renewal and Replacement Fund are required in each month equal to one-twelfth (1/12) of 5% of gross revenues for the preceding fiscal year; however, no such monthly deposit shall be required whenever the amount in such fund shall be at least equal to 5% of the then current net asset value of the system.

3) EARLY REDEMPTION:

Description	Call Date	Call Rate
Series 2002	12/01/12 and thereafter	100%
Series 2004	On any interest payment date	100%
Series 2009	12/01/19 and thereafter	100%

4) INVESTMENT RESTRICTIONS:

- Funds are required to be continuously secured in the same manner as state and municipal deposits of funds are required to be secured by the Laws of the State of Florida; and
- All funds deposited shall be continuously invested in direct obligations of, or obligations that are guaranteed by, the United States of America, obligations of its several agencies, the Local Government Surplus Funds Trust Fund, obligations guaranteed by the Government National Mortgage Association, or time deposits in banks, trust companies or savings and loan associations represented by Certificates of Deposit.

9. *Electric Revenue Bonds*

A. THE REVENUE BONDS (SERIAL) CONSIST OF THE FOLLOWING:

Description	Interest Rates and Dates	Final Maturity	Original Amount Issued	Amount Outstanding at 9/30/2010
Electric Revenue Bonds, Series 2005A	Variable rates*; Payable weekly	10/01/33	\$42,025,000	\$17,210,000
Electric Revenue Bonds, Series 2005B	Variable rates*; Payable weekly	10/01/34	\$7,775,000	\$5,200,000
Electric Revenue Bonds, Series 2007	3.375% to 4.25%; 4/1;10/1	10/01/37	\$22,135,000	\$22,135,000
Electric Revenue Bonds, Series 2009A	2.000% to 5.000%; 4/1;10/1	10/01/35	\$28,020,000	\$28,020,000
Electric Revenue Bonds, Series 2009B	4.500% to 5.000%; 4/1;10/1	10/01/35	\$6,965,000	\$6,965,000

* Variable rates ranged from 0.399% - .614% for the fiscal year ended September 30, 2010. The average rate was .469%. The interest rate is reset weekly and is 175% of the thirty day London Interbank Offering Rate.

The City has pledged future electric customer revenue, net of specified operating expenses, to repay the debt above. Proceeds from the bonds provided financing for the acquisition of the electric utility in 2005, improvements to the system to allow it to function as a stand-alone distribution system, and undergrounding of some of the major feeder lines. The bonds are payable solely from electric customer revenues and are payable through 2037. Annual principal and interest payments on the bonds are expected to require less than 50 percent of net revenues. The total principal and interest remaining on the bonds is \$141,326,849. Principal and interest paid for the current year and total customer net revenues were \$2,494,846 and \$13,202,836, respectively.

B. BOND COVENANTS:

The Electric Revenue Bonds, Series 2005A, Series 2005B, Series 2007, Series 2009A and Series 2009B, resolution provides for:

1) ESTABLISHMENT AND MAINTENANCE OF VARIOUS FUNDS:

- Revenue Fund accounts for all gross revenues of the electric system;
- Electric System Operation and Maintenance Fund records all operating revenues and expenses of the system;
- Sinking Fund records all debt service requirements which include the interest account, principal, reserve account and bond amortization account;
- Project Fund records the cost of the project financed by the revenue bonds.

2) RESTRICTIONS ON THE USE OF CASH FROM OPERATIONS IN ORDER OF PRIORITY:

- Deposits are made to the Electric System Operation and Maintenance Fund to meet current operations according to the existing bond ordinance;
- Deposits shall next be used for deposit into the Principal Account in any year immediately before a Serial Bond maturity date one-twelfth (1/12) of the principal becoming due on the next principal payment date;
- Deposits to the Renewal and Replacement Fund are required in each month equal to one-twelfth (1/12) of the amount recommended by the Director of Electric Utilities, but no further deposit shall be required as long as there is on deposit therein the amount recommended by the Consulting Engineers for the system for the current fiscal year;
- The remainder of the revenues on deposit in the Revenue Fund, after all other required payments into the funds provided above have been made, together with any deficiencies for prior payments, may be used by the City for any lawful purpose.

3) EARLY REDEMPTION:

Description	Call Date	Call Rate
Series 2005A	On any interest payment date	100%
Series 2005B	On any interest payment date	100%
Series 2007	10/01/17 and thereafter	100%
Series 2009A	10/01/19 and thereafter	100%
Series 2009B	10/01/19 and thereafter	100%

4) INVESTMENT RESTRICTIONS:

- Funds are required to be continuously secured in the same manner as state and municipal deposits of funds are required to be secured by the Laws of the State of Florida; and
- All monies deposited shall be continuously invested in direct obligations of, or obligations that are guaranteed by, the United States of America, obligations of its several agencies, the Local Government Surplus Funds Trust Fund, obligations guaranteed by the Government National Mortgage Association, or time deposits in banks, trust companies or savings and loan associations represented by Certificates of Deposit.

10. Bonded Indebtedness

A. FUTURE REQUIREMENTS

Debt service requirements for all bonded debt outstanding as of September 30, 2010 are as follows:

	Governmental Activities					
	General Obligation Bonds		Non-Ad Valorem Revenue Notes		Community Redevelopment Agency Notes	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 870,000	\$ 425,635	\$ 698,925	\$ 262,661	\$ 791,868	\$ 714,211
2012	900,000	393,985	709,452	239,960	872,234	678,589
2013	935,000	360,423	740,541	213,536	906,892	640,391
2014	975,000	324,283	767,213	185,953	943,856	600,615
2015	1,010,000	285,120	794,488	157,363	995,145	558,963
2016 – 2020	4,130,000	789,000	2,182,390	479,672	5,622,729	2,103,370
2021 – 2025	865,000	41,088	910,000	184,885	6,001,260	788,873
2026 – 2029	-	-	470,000	31,306	695,000	15,568
Totals	\$ 9,685,000	\$ 2,619,534	\$ 7,273,009	\$ 1,755,336	\$ 16,828,984	\$ 6,100,580

	Business-type Activities			
	Water & Sewer Bonds		Electric Services Bonds	
	Principal	Interest	Principal	Interest
2011	\$ 2,410,000	\$ 3,171,507	\$ 1,425,000	\$ 2,855,728
2012	2,495,000	3,218,263	1,475,000	3,033,613
2013	2,585,000	3,253,744	1,520,000	3,206,848
2014	2,695,000	3,284,425	1,560,000	3,373,923
2015	2,790,000	3,297,719	1,630,000	3,530,858
2016 – 2020	14,425,000	14,675,140	11,115,000	16,860,596
2021 – 2025	12,765,000	11,633,621	14,195,000	13,891,709
2026 – 2030	16,975,000	7,774,500	17,645,000	9,917,725
2031 – 2035	20,605,000	2,775,775	21,745,000	4,763,762
2036 – 2038	-	-	7,220,000	362,087
Totals	\$ 77,745,000	\$ 53,084,694	\$ 79,530,000	\$ 61,796,849

B. CAPITALIZATION OF INTEREST

Interest costs incurred in enterprise funds during construction are capitalized, net of interest income from the proceeds of related tax-exempt debt, as part of the cost of the related assets of the Water and Sewer and Electric Services Funds.

Interest costs on long-term debt incurred and capitalized during the year ended September 30, 2010 were as follows:

	<u>Total Interest Costs Incurred</u>	<u>Interest Costs Capitalized</u>	<u>Net interest Expense</u>
Business-type Activities:			
Water and Sewer	\$ 3,047,641	\$ 429,987	\$ 2,617,654
Electric Services	<u>2,771,400</u>	<u>467,863</u>	<u>2,303,537</u>
Total business-type activities	<u>\$ 5,819,041</u>	<u>\$ 897,850</u>	<u>\$ 4,921,191</u>

11. Other Long-Term Liabilities

A. CAPITAL LEASE OBLIGATIONS:

In 2006, the City entered into a capital lease agreement to acquire three large vehicles costing \$329,599. As of September 30, 2010, accumulated depreciation on these vehicles was \$120,565, leaving a net book value of \$209,034.

In 2010, the City entered into a capital lease agreement to upgrade the Motorola System for Emergency Communications costing \$1,694,825. As of September 30, 2010, accumulated depreciation on this equipment was \$14,622, leaving a net book value of \$1,680,203.

Future principal and interest payments are due as follows:

	<u>Principal</u>	<u>Interest</u>
2011	\$ 379,847	\$ 34,445
2012	396,106	18,186
2013	52,201	1,229
2014	4,429	14
Totals	<u>\$ 832,583</u>	<u>\$ 53,874</u>

B. NOTES PAYABLE BUSINESS-TYPE ACTIVITIES:

The City has a commitment for a five year line of credit for up to \$8,000,000 to finance various operational needs of the City of Winter Park's Electric Utility System. Any draws on this line of credit would be secured by a subordinate lien on the net revenues of the electric system. As of the date of this report, the City had not made any draws on this line of credit.

12. *Changes in Long-Term Liabilities*

Long-term liability activity for the year ended September 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
General obligation bonds	\$ 10,520,000	- \$	(835,000) \$	9,685,000	870,000
Unamortized discount	-	(13,039)	1,862	(11,177)	-
Loss on refunding	-	(72,243)	10,321	(61,922)	-
Unamortized premium	-	16,591	(1,383)	15,208	-
Non-ad valorem revenue notes	8,221,948	2,370,000	(3,318,939)	7,273,009	698,925
CRA notes	9,185,762	8,100,000	(456,778)	16,828,984	791,868
Capital lease obligations	198,194	994,825	(360,436)	832,583	379,847
Compensated absences	<u>3,103,934</u>	<u>1,162,635</u>	<u>(1,203,341)</u>	<u>3,063,228</u>	<u>775,091</u>
Governmental activity					
Long-term liabilities	\$ <u>31,229,838</u>	\$ <u>12,558,769</u>	\$ <u>(6,163,694)</u>	\$ <u>37,624,913</u>	\$ <u>3,515,731</u>
Business-type activities:					
Bonds payable:					
Revenue bonds	\$ 158,905,000	\$ -	\$ (1,630,000)	\$ 157,275,000	\$ 3,835,000
Unamortized discount	(885,609)	-	60,075	(825,534)	-
Loss on refunding	(14,409,494)	-	915,181	(13,494,313)	-
Unamortized premium	938,853	-	(71,023)	867,830	-
Compensated absences	<u>709,866</u>	<u>312,284</u>	<u>(276,949)</u>	<u>745,201</u>	<u>208,188</u>
Business-type activity					
Long-term liabilities	\$ <u>145,258,616</u>	\$ <u>312,284</u>	\$ <u>(1,002,716)</u>	\$ <u>144,568,184</u>	\$ <u>4,043,188</u>

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for the governmental activities. At year end, \$83,257 of compensated absences of internal service funds was included in the above amounts. Compensated absences for governmental activities will be liquidated in future periods by the General Fund, Stormwater Utility Fund, Community Redevelopment Agency, Fleet Maintenance Fund and General Insurance Fund.

13. Transfers to/from Other Funds

Transfers to/from other funds for the year ended September 30, 2010 were as follows:

Recipient Fund	Transferring Fund	Amount	Purpose
General Fund:			
General	Water and Sewer	\$2,032,748	Contribution of 15% on average annual non-sewer revenues for the thirty six months ended March 31, 2009 as stipulated in City Ordinance 2752-08
General	Electric Services	3,142,527	Transfer of electric franchise fee equivalent (6% of charges for electric service) as stipulated in City Ordinance 2617-05
General	General Insurance	325,000	Return portion of balance accumulated in General Insurance Fund in excess of what is estimated to be necessary to pay future claims
General	Cemetery Trust	273,948	Transfer to cover the cost of operating and maintaining Palm and Pineywood Cemeteries
General	Vehicle Replacement	100,000	Return a portion of previous General Fund payments to the Vehicle Replacement Fund in excess of near term capital needs
General	Designations Trust	14,152	Payment from Keep Winter Park Beautiful funds for a portion of the cost of the Grant Writer/Volunteer Coordinator position in the Parks and Recreation Department
Total transfers to General Fund		\$5,888,375	
Nonmajor Governmental Funds:			
Capital Projects	General	\$1,311,478	Funding for various capital projects
Debt Service	General	823,720	Principal and interest due on various debt instruments
Stormwater Utility	General	222,573	Support for stormwater operations
Debt Service	Designated Trust	204,177	Nextel rebanding funds transferred to assist in paying a portion of the Motorola lease purchase agreement payment.
Capital Projects	Water and Sewer	31,496	Funding for future replacement of roofing, air conditioning and flooring in facilities used for water and sewer operations at the Public Works Complex
Total transfers to nonmajor governmental funds		\$2,593,444	
Nonmajor Business-type Funds:			
Golf Course	General	\$22,725	Support for golf course operations
Total transfers to nonmajor business-type funds		\$22,725	
Internal Service Funds:			
General Insurance	General	\$194,766	Final settlement of a claim
General Insurance	Water and Sewer	117,156	Final settlement of a claim
General Insurance	Electric Services	78,078	Final settlement of a claim
Total transfers to internal service funds		\$390,000	
Total transfers out to other funds		\$8,894,544	

14. Employee Benefits Plans

A. POLICE AND FIREFIGHTER EMPLOYEE PENSION PLANS:

The City maintains two separate single-employer, defined benefit pension plans for police officers and firefighters, which are maintained as Pension Trust Funds and included as part of the City's reporting entity. These pension plans do not issue stand-alone financial reports. These plans also provide for disability and survivor benefits.

The Florida Constitution requires local governments to make the actuarially determined contribution. The Florida Division of Retirement reviews and approves each local government's actuarial report prior to its being appropriated for use for funding purposes. The funding methods and determination of benefits payable are provided in the various acts of the Florida Legislature, which created the funds including subsequent amendments thereto. Additionally, the State of Florida collects two locally authorized insurance premium surcharges (one for the Police Pension Plan on casualty insurance policies and one for the Firefighter Pension Plan on certain real and personal property insurance policies within the corporate limits) which can only be distributed after the State has ascertained that the local government has met their actuarial funding requirement for the then most recently completed fiscal year.

The investments of the two funds are administered and managed by investment consultants. Investments are reported at fair value and are managed by third party money managers. The City's independent custodian and the individual money managers price each instrument and reconcile material differences. Investments that do not have an established market are reported at estimated fair value. Performance reporting, manager fees, and the City's asset valuation are based on the custodian's determination of value.

**Annual Pension Cost
and Net Pension Obligation**

	Police Pension Fund	Firefighter Pension Fund
Annual required contribution (ARC)	\$ 1,467,431	\$ 1,657,519
Interest on net pension obligation (NPO)	56,165	41,421
Adjustment to ARC	(42,235)	(31,308)
Annual pension cost (APC)	<u>1,481,361</u>	<u>1,667,632</u>
City and State contributions	<u>(1,448,115)</u>	<u>(1,537,037)</u>
Increase in NPO	33,246	130,595
NPO beginning of year	680,789	534,469
NPO end of year	\$ <u>714,035</u>	\$ <u>665,064</u>

**Three-Year Trend Information
Police Pension Fund**

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
September 30, 2010	\$1,481,361	98%	\$ 714,035
September 30, 2009	1,253,657	94%	680,789
September 30, 2008	1,458,003	77%	606,086

**Three-Year Trend Information
Firefighter Pension Fund**

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
September 30, 2010	\$1,667,632	92%	\$ 665,064
September 30, 2009	1,630,633	91%	534,469
September 30, 2008	1,524,091	85%	390,033

**Funded Status and Funding Progress
as of October 1, 2009 Actuarial Valuation**

Fund	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
Police Pension	\$32,833,000	\$42,575,000	\$9,742,000	77.1%	\$5,254,000	185.4%
Firefighter Pension	30,139,000	37,172,000	7,033,000	81.1%	4,838,000	145.4%

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

The amounts legally required as of September 30, 2010 to be reserved for the police and firefighter pension funds are \$30,972,410 and \$30,937,889, respectively.

The following schedule is derived from the respective actuarial reports and City information for the two pension plans as of October 1, 2008 and with regard to contributions for fiscal year 2009/2010, based on the October 1, 2008 actuarial reports:

	Police	Firefighter
ACCOUNTING POLICIES AND PLAN ASSETS:		
Authority	Special Act of Legislation	Special Act of Legislation
Basis of Accounting	Accrual	Accrual
Assets Valuation:		
Reporting	Fair Value	Fair Value
Actuarial Valuation	Actuarial Value	Actuarial Value
Legal Reserves	None	None
Long-Term Receivables	None	None
Internal/Participant Loans	None	None
Non-governmental investment in excess of 10%	None	None
MEMBERSHIP AND PLAN PROVISIONS:		
MEMBERS:		
Active Participants:		
Vested	37	33
Non Vested	45	34
Service Retirees and Beneficiaries	46	30
Disability Retirees	3	2
Terminated Vested	3	1
Deferred Retired Option Plan	5	4
NORMAL RETIREMENT BENEFITS:		
Eligibility	All Police Officers	All Uniformed Firefighters
Age/Years of Service – Normal	Earlier of: 20 years service or age 55 w/10 yrs service	Earlier of: 20 years service or age 55 w/10 yrs service
Age/Years of Service – Early	Age 50 w/10 years service	Age 50 w/10 years service
Normal (1)	3% of Average Final Compensation (AFC) times credited service	3% of Average Final Compensation (AFC) times credited service
Early	Same as Normal except reduced by 3% per year early	Same as Normal except reduced by 3% per year early
Delayed	Computed the same as Normal	Benefit continues to accrue
Normal Form	10 years certain and life thereafter	10 years certain and life thereafter
Years to vest	10	10
Cost of living adjustment (COLA)	Participants who terminate employment on or after October 1, 2002 are entitled to a 3% annual COLA on benefit payments beginning at age 60	Participants who terminate employment on or after October 1, 2002 are entitled to a 3% annual COLA on benefit payments beginning at age 60

	Police	Firefighter
DISABILITY BENEFITS:		
Service Incurred	Accrued benefit, but not less than 42% of AFC	Accrued benefit, but not less than 42% of AFC
Non-line of Duty: Eligibility	10 or more yrs of credited service; totally and permanently disabled	10 or more yrs of credited service; totally and permanently disabled
Benefit	Accrued benefit, but not less than 25% of AFC	Accrued benefit, but not less than 25% of AFC
PRE-RETIREMENT DEATH BENEFITS:		
Service Incurred	The greater of (a) the accrued benefit at the time of death or (b) 30% of monthly salary at time of death payable to the spouse until death	The greater of (a) the accrued benefit at the time of death or (b) 30% of monthly salary at time of death payable to the spouse until death
Non-Service Incurred: Eligible for Normal Retirement	Determined as though had retired on date of death (3)	Determined as though had retired on date of death (3)
Not Eligible for Normal Retirement	(4)	(5)
TERMINATION BENEFITS:		
CONTRIBUTIONS:		
Rate:		
City (2)	22.9%	28.0%
Participants	6.0%	6.0%
Annual Pension Cost	\$1,481,361	\$1,667,632
Contributions Made	\$1,448,115	\$1,537,037
ACTUARIAL VALUATION:		
Frequency	Annual	Annual
Latest Date	10/01/2008	10/01/2008
Basis for Contribution	10/01/2008	10/01/2008
Cost Method	Entry Age	Entry Age
AMORTIZATION:		
Method	Level Dollar Method	Level Dollar Method
Open/Closed	Closed	Closed
New Period Policy:		
Gains/Losses	30 Years	30 Years
Assumption Change	30 Years	30 Years
Benefit Change	30 Years	30 Years
ASSET VALUATION METHOD:	4 year smoothed market	4 year smoothed market

	Police	Firefighter
ASSUMPTIONS:		
Investment Earnings	8.5%	8.0%
Salary Increases:		
Inflation	4.0%	4.0%
Merit, Longevity, etc.	2.5%	2.0%
Postretirement Increases	0.0%	0.0%
Mortality Table	1983 Group Annuity Mortality Table	1983 Group Annuity Mortality Table
Retirements	When first eligible	When first eligible
Turnover	Probabilities of termination are assigned by attained age	Probabilities of termination are assigned by attained age

- (1) Average Final Compensation (AFC) is average monthly compensation during the best 60 successive months out of the last 120 calendar months preceding date of retirement (or termination).
Compensation - Total Pay, excluding special detail pay (includes vacation and comp time accrual).
- (2) City rate for Police and Firefighters includes excise taxes on gross receipts of casualty insurance premiums for Police and property insurance premiums for Firefighters. Revenues from these taxes in fiscal year 2010 were \$260,880 and \$399,618, respectively. These payments were reported as revenue and expense in the Police and Fire Premium Tax Trust Special Revenue Fund.
- (3) Less than 10 years of contributing service – return of employee contributions with interest at 5%. 10 years or more – accrued benefit payable for 10 years.
- (4) Less than 10 years of contributing service – return of employee contributions with interest at 5%. 10 years or more – benefit accrued to date of termination if contributions left in fund. Payable at date member would have had 20 years of service, if before age 55.
- (5) Less than 10 years of contributing service – return of employee contributions with interest at 5%. 10 years or more – unreduced vested benefit payable at 20th anniversary of hire if that is before age 55. (Reduced benefit payable at age 50, if earlier than 20 years service), if contributions left in Fund.

The Police and Fire Pension Funds both use the accrual basis of accounting to determine the reporting of contributions, benefits paid and refunds paid. Contributions are recognized when due pursuant to formal commitments (as well as statutory requirements). Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Costs for administering the plans are included in the actuarial calculation of the annual required contribution and are paid from plan assets.

The City of Winter Park, Florida
Notes to Financial Statements - September 30, 2010

B. COMBINING STATEMENTS OF PENSION TRUST FUNDS:

City of Winter Park, Florida
Combining Statement of Fiduciary Net Assets
Pension Trust Funds
September 30, 2010

	Police Pension Fund	Firefighter Pension Fund	Total
Assets			
Cash and Short-term Investments	\$ 771,986	\$ 850,806	\$ 1,622,792
Investments, at Fair Value			
Fixed Income Mutual Funds	11,609,010	11,664,683	23,273,693
Equity Mutual Funds	16,024,527	15,931,271	31,955,798
Common Stock	2,564,717	2,489,336	5,054,053
Accrued Income	2,170	1,793	3,963
Total Investments	<u>30,200,424</u>	<u>30,087,083</u>	<u>60,287,507</u>
Total Assets	<u>30,972,410</u>	<u>30,937,889</u>	<u>61,910,299</u>
Net Assets			
Held in Trust for Pension Benefits	<u>\$ 30,972,410</u>	<u>\$ 30,937,889</u>	<u>\$ 61,910,299</u>

City of Winter Park, Florida
Combining Statement of Changes in Fiduciary Net Assets
Pension Trust Funds
Year Ended September 30, 2010

	Police Pension Fund	Firefighter Pension Fund	Total
Additions			
Contributions			
Employer	\$ 1,448,115	\$ 1,537,037	\$ 2,985,152
Employee	<u>307,767</u>	<u>282,788</u>	<u>590,555</u>
Total Contributions	1,755,882	1,819,825	3,575,707
Investment Income			
Net Increase in Fair Value of Investments	2,411,523	2,376,903	4,788,426
Interest and Dividends	<u>198,991</u>	<u>189,920</u>	<u>388,911</u>
	2,610,514	2,566,823	5,177,337
Less Investment Expenses			
Investment Management Fees	9,904	9,656	19,560
Custodian Fees	<u>47,830</u>	<u>46,495</u>	<u>94,325</u>
Net Investment Income	<u>2,552,780</u>	<u>2,510,672</u>	<u>5,063,452</u>
Total Additions	<u>4,308,662</u>	<u>4,330,497</u>	<u>8,639,159</u>
Deductions			
Employee Benefits	1,768,793	872,137	2,640,930
Refunds of Contributions	50,590	-	50,590
Administrative Expense	<u>52,855</u>	<u>54,685</u>	<u>107,540</u>
Total Deductions	<u>1,872,238</u>	<u>926,822</u>	<u>2,799,060</u>
Change in Net Assets	2,436,424	3,403,675	5,840,099
Net Assets – Beginning	<u>28,535,986</u>	<u>27,534,214</u>	<u>56,070,200</u>
Net Assets - Ending	<u>\$ 30,972,410</u>	<u>\$ 30,937,889</u>	<u>\$ 61,910,299</u>

C. GENERAL EMPLOYEE 401(a) PENSION PLAN:

The City maintains a single-employer, defined contribution pension plan for the General Employees. This is a tax-qualified plan pursuant to Section 401(a) of the Internal Revenue Code. This plan was established as of January 1, 1992 by adoption of the City Commission through Ordinance No. 1987. The Plan Ordinance may be amended by the City Commission after public notice has been made, and two public hearings are held. All full-time general employees hired after January 1, 1992 are eligible for participation in the plan. All employees hired before January 1, 1992 were brought into the plan. As of September 30, 2010, there were 341 employees enrolled in the 401(a) pension plan.

The plan, administered by an outside party, provides for employer contributions based on years of service as outlined in the table below. Earnings include W-2 earnings, plus any contributions made pursuant to a salary reduction agreement, which are not includible in the gross income of the employee under Section 125 of the Internal Revenue Service Code, *Overtime and Bonuses*. The employee is required to contribute 3% of his/her earnings as defined above beginning October 1, 1992. The vesting schedule provides for employees hired prior to October 1, 2006 to be 100% vested after the period of one year. For employees hired after October 1, 2006, 100% vesting occurs after five years of service have been completed. The normal retirement age has been designated by the employer as age 65. The plan permits withdrawals for retirement, termination and disability. The plan does allow participants to borrow against their accounts. City contributions to the plan are based on years of service as follows:

Years of Service	Percentage of Payroll Contributed by City
0 – 7	7.0%
7 – 10	8.0%
10 – 15	8.0%
15 – 20	9.0%
20+	9.0%

Payroll for covered employees	\$ 17,432,661
Total City payroll	\$ 28,082,344
Employer contributions required and actually made	\$ 1,247,445
Employee contributions actually made – 3% of covered payroll	\$ 522,980

Contributions to the Plan may be amended by a resolution adopted by the City Commission.

15. Other Post Employment Benefits (OPEB)

Plan Description

The Other Post-employment Benefit Plan (“OPEB Plan”) is a single-employer benefit plan administered by the City. Retirees are charged whatever the insurance company charges for the type of coverage elected. However, the premiums charged by the insurance company are based on a blending of the experience among younger, active employees and older, retired employees. Since the older retirees actually have higher costs, it means that the City is subsidizing the cost of the retiree coverage because it pays all or a significant portion of that premium on behalf of the active employees. GASB No. 45 calls this the “implicit rate subsidy.” Retirees and their dependents are permitted to remain covered under the City’s respective medical and insurance plans, as long as they pay a full premium applicable to coverage elected. This conforms to the minimum required of Florida governmental employers per Ch. 112.08, F.S. The OPEB Plan does not issue a stand-alone report.

Funding Policy

For the OPEB Plan, contribution requirements of the City are established and may be amended through action of the City’s Board of Supervisors. Currently, the City’s OPEB benefits are unfunded. The required contributions are based on pay-as-you-go financing requirements. There is no Trust Fund or equivalent arrangement into which the City would make contributions to advance-fund the obligation. Therefore, ultimate subsidies, which are provided over time, are financed directly by general assets of the City, which are invested in accordance with the investment policy previously described. The interest rate used to calculate the present values and costs of OPEB must be the long-range expected return on those investments. The City selected an interest rate of 4% for this purpose.

Annual OPEB Cost and Net OPEB Obligation

The City’s annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (“ARC”), an amount actuarially determined in accordance with the parameters of GASB No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period, not to exceed 30 years.

The following table shows the components of the City's net obligation to the OPEB Plan:

	FY 2010 Valuation as of 10/01/08	FY 2009 Valuation as of 10/01/08
Normal cost (service cost for one year)	\$ 68,019	\$ 68,019
Amortization of unfunded actuarial accrued liability	196,777	196,777
Interest on normal cost and amortization	4,820	4,820
Annual required contribution (ARC)	269,616	269,616
Interest on net OPEB obligation	4,085	-
Adjustments to ARC	(5,679)	-
Annual OPEB cost (expense)	268,022	269,616
Employer contributions made	(164,850)	(167,496)
Increase in net OPEB obligation	103,172	102,120
Net OPEB obligation beginning of year	102,120	-
Net OPEB obligation end of year	\$ 205,292	\$ 102,120

Calculations are based upon the types of benefits provided under the terms of the OPEB Plan at the time of the valuation and on the pattern of sharing of costs between the employer and plan members to that point. The City's annual OPEB cost, the percentage of annual expected employer contribution toward OPEB cost, and the net OPEB obligation for 2010 and the preceding year were as follows:

Fiscal Year Ending	Annual OPEB Cost	Employer Contributions Toward OPEB Cost	Percentage of Annual OPEB Cost Contributed	Unfunded OPEB Obligation
September 30, 2010	\$268,022	\$ 164,850	61.5%	\$1,595,582
September 30, 2009	269,616	167,496	62.1%	1,608,742

Funded Status and Funding Progress

As of October 1, 2009, the OPEB Plan was unfunded. The actuarial accrued liability ("AAL") for benefits was \$1,595,582. Assets of the OPEB Plan are valued at market; however, the current value is \$0, resulting in an unfunded actuarial accrued liability ("UAAL") of \$1,595,582. The covered payroll (annual payroll of active employees covered by the OPEB Plan) was \$25,208,613. The ratio of the UAAL to the covered payroll was 6.33%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, termination, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the OPEB Plan and the ARC are subject to continued revision, as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the AAL.

Actuarial Methods and Assumptions

In any long-term actuarial valuation, certain assumptions are made regarding the population, the investment discount rates, and the benefits provided. The actuarial assumptions included healthcare cost trend rates of 9%, decreased annually to an ultimate rate of 4.5% after five years. The remaining amortization period at September 30, 2010, was 29 years. The Entry Age actuarial cost method was used, with amortization of the UAAL as a level percent of expected payroll (closed over 30 years). This is the most common method used for government pension valuations (and, likely, for OPEB valuations). The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

16. Commitments and Contingencies

A. INTERLOCAL AGREEMENTS:

The City has entered into various interlocal agreements with the City of Orlando and the City of Altamonte Springs for sewage treatment capacity at facilities owned and operated by these entities. Under the terms of the agreements the City has treatment capacity as follows (in gallons per day):

Source	Capacity
Orlando McLeod	1,000,000
Orlando Iron Bridge I	4,962,000
Orlando Iron Bridge II	1,000,000
Altamonte Springs	413,524
Total Committed Capacity	<u>7,375,524</u>
Total cost of committed capacity	\$ 3,394,035
Less: Accumulated amortization	<u>3,008,036</u>
Net unamortized committed capacity	\$ <u>385,999</u>

The City does not have an equity interest in the assets or liabilities related to any of the facilities listed above, nor does it participate in the daily operations. The City funds through its rates a proportionate share of the operating costs of the facilities based upon a combination of committed and used capacity.

The estimated future committed costs are as follows:

	McLeod Road
2011	\$ 230,000
2012	230,000
2013	230,000
Total	\$ 690,000

B. RISK MANAGEMENT:

The government is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The City is insured for workers' compensation, general liability and automobile liability coverage under an All Lines Aggregate Plan.

Under the All Lines Aggregate Plan, the City retains risk on aggregate claims per claim year basis as follows:

Type of Risk	Amount of Risk Retained by City
Property Liability	\$ 75,000
General Liability	\$ 50,000
Police Liability	\$ 50,000
Automobile Liability	\$ 50,000
Public Officials Liability	\$ 50,000
Workers' Compensation Liability	\$ 250,000
Crime Liability	\$ 50,000
Maximum Aggregate Claim Loss	\$ 550,000

Liabilities are recorded when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. These claims liabilities are included in accrued liabilities in the financial statements. Changes in the balances of claims liabilities during the past year are as follows:

	Fiscal Year Ending September 30, 2010	Fiscal Year Ending September 30, 2009
Unpaid claims, beginning of fiscal year	\$ 950,255	\$ 1,282,354
Incurred claims (including IBNRs)	836,859	225,492
Claim payments	(945,959)	(557,591)
Unpaid claims, end of fiscal year	\$ 841,155	\$ 950,255

Settled claims resulting from these risks have not exceeded insurance coverage in any of the past five years. Premiums are paid into the General Insurance Fund, an internal service fund, by all other funds and are available to pay the insurance premiums when due. No significant reductions in insurance coverage from the prior year have been made. The City does not participate in any risk pools.

C. LITIGATION:

The City is subject to various disputes, legal proceedings and labor relation claims which arise in the normal course of its operations. In the opinion of management and legal counsel, the amount of ultimate liability with respect to these activities will not be material to the City's financial condition.

D. PENSION INVESTMENT RISKS:

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, and due to the recent volatility that has affected the financial markets, 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 City's future pension funding obligations.

E. SUBSEQUENT EVENTS:

On December 20, 2010, the City issued \$5,245,000 in Electric Refunding Revenue Bonds, Series 2010 to finance the cost of refunding the outstanding Electric Revenue Bonds, Series 2005B. On December 22, 2010, the City issued \$16,500,000 in Water and Sewer Refunding and Improvement Revenue Bonds, Series 2010 to finance the cost of refunding the outstanding Water and Sewer Revenue Bonds, Series 2004 and the Fairbanks Sewer Extension Project.

F. COMMITMENTS:

At year end, the City had commitments outstanding, in the form of contracts and purchase orders, of approximately \$11,000,000. The most significant of these contracts are outlined in the table below:

Project	Funding Source	Outstanding Commitment
Construction of the Winter Park Community Center	Tax increment revenue bond	\$7,140,211
Automated meter reading system	Water and Sewer Revenue Improvement Bond	\$478,508
Design of roadway and sewer extension improvements	General Fund, Sewer Impact Fees, and Water and Sewer Revenue Improvement Bond	\$451,110

This page intentionally left blank.



**The City of Winter Park, Florida
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended September 30, 2010**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Taxes				
Property Taxes	\$ 15,895,265	\$ 15,895,265	\$ 15,697,391	\$ (197,874)
Utility Taxes	6,712,270	6,712,270	6,930,742	218,472
Franchise Fees	1,088,094	1,088,094	1,044,071	(44,023)
Fines and Forfeitures	664,570	684,570	337,851	(346,719)
Licenses and Permits	1,423,597	1,423,597	1,514,321	90,724
Intergovernmental				
Sales Tax	3,244,482	3,244,482	3,415,838	171,356
Local Option Gas Tax	955,448	955,448	958,913	3,465
Other Intergovernmental	1,460,682	1,460,682	1,450,257	(10,425)
Charges for Services	3,685,827	3,687,752	3,716,658	54,538
Other	328,200	333,200	456,458	97,626
Transfers from Other Funds	5,865,907	5,865,907	5,888,375	22,468
Amounts available for appropriation	41,324,342	41,351,267	41,410,875	59,608
Charges to appropriations (outflows):				
General Administration	1,778,569	1,812,569	1,793,725	18,844
Communications	204,863	204,863	174,157	30,706
Financial Services	346,637	346,637	371,031	(24,394)
Planning	547,840	547,840	507,487	40,353
Building and Code Enforcement	1,275,919	1,295,919	1,243,922	51,997
Public Works	6,299,542	6,299,542	6,329,039	(29,497)
Police	11,607,252	11,607,252	11,187,660	419,592
Fire	9,162,232	9,167,232	9,293,585	(126,353)
Parks and Recreation	5,996,988	5,996,988	5,708,379	288,609
Cultural and Community Services	1,386,212	1,386,212	1,386,212	-
Non-Departmental Charges	254,000	254,000	-	254,000
Transfers to Other Funds	2,330,496	2,577,187	2,575,262	1,925
Total charges to appropriations	41,190,550	41,496,241	40,570,459	925,782
Excess (Deficiency) of Resources Over Charges to Appropriations	133,792	(144,974)	840,416	985,390
Fund Balance Allocation	(133,792)	144,974	-	(144,974)
Excess of Resources Over Charges to Appropriations	\$ -	\$ -	\$ 840,416	\$ 840,416

**Explanation of Differences between Budgetary Inflows and Outflows
and GAAP Revenues and Expenditures**

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 41,410,875
Differences - budget to GAAP:	
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(5,888,375)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 35,522,500

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 40,570,459
Differences - budget to GAAP:	
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	(566,257)
Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes.	(2,575,262)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$ 37,428,940

**The City of Winter Park, Florida
Required Supplementary Information
Budgetary Comparison Schedule
Community Redevelopment Fund
For the Year Ended September 30, 2010**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Property Taxes	\$ 3,222,158	\$ 3,222,158	\$ 3,172,003	\$ (50,155)
Intergovernmental	-	-	72,638	72,638
Charges for Services	-	-	122,800	122,800
Other	234,400	234,400	160,741	(73,659)
Proceeds from Debt Issuance	-	8,100,000	8,100,000	-
Amounts available for appropriation	3,456,558	11,556,558	11,628,182	71,624
Charges to appropriations (outflows):				
Planning and Development	869,095	1,933,968	1,347,527	586,441
Cultural and Community Services	25,000	25,000	26,973	(1,973)
Debt Service - Principal	893,726	456,778	456,778	-
Debt Service - Interest and Other Charges	773,852	693,800	517,908	175,892
Capital Improvements	262,710	11,906,801	9,663,553	2,243,248
Total charges to appropriations	2,824,383	15,016,347	12,012,739	3,003,608
Excess (Deficiency) of Resources Over Charges to Appropriations	632,175	(3,459,789)	(384,557)	3,075,232
Fund Balance Allocation	(632,175)	3,459,789	-	(3,459,789)
Deficiency of Resources Over Charges to Appropriations	\$ -	\$ -	\$ (384,557)	\$ (384,557)

**Explanation of Differences between Budgetary Inflows and Outflows
and GAAP Revenues and Expenditures**

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 11,628,182
Differences - budget to GAAP:	
Proceeds from debt issuance are inflows of budgetary resources but are not revenues for financial reporting purposes.	(8,100,000)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 3,528,182

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 12,012,739
Differences - budget to GAAP:	
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	(7,286,435)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$ 4,726,304

The City follows the following procedures in establishing the budgetary data reflected in the financial statements:

- a) Prior to the first day of August of each year, the City Manager prepares a recommended budget for the next succeeding fiscal year and submits it to the City Commission. The recommended budget includes proposed expenditures and the sources of receipts to finance them.
- b) Public hearings are conducted to obtain taxpayers comments.
- c) The budget is approved by the Commission and becomes the basis for the millage levied by the Commission.
- d) The City Manager is authorized to transfer budgeted amounts between line items within a department; however, any revisions that alter the total expenditures of any department must be approved by the City Commission. Expenditures may not exceed legal appropriations at the department level. All appropriations lapse at year-end. For the fiscal year ended September 30, 2010 the Finance Department, Public Works Department and Fire Department had budget overages due to the following reasons:
 - 1) Finance - The Finance Department budget overage is due primarily to staffing a position to continue working with staff from the Florida Department of Emergency Management on reimbursement of hurricane related costs. The position was not budgeted because we did not anticipate needing it as much as was necessary in fiscal year 2010. However, it is essential to continuing the process of obtaining additional reimbursements and going through the closeout of FEMA Project Worksheets. The City received \$197,077 in additional reimbursements in the current fiscal year.
 - 2) Public Works - The Refuse Service Division of the Public Works Department was over budget by \$151,327 for garbage collection services. This was our first full year under a new garbage collection contract. The additional cost was billed to customers. Total charges to customers were \$1,856,523 as compared to total cost of \$1,834,226.
 - 3) Fire - The Fire Department is over budget due to costs related to the early retirement of an assistant fire chief. Although this resulted in additional expenses in the current year, the Department reorganized to reassign duties which will achieve budgetary savings in future years. The remainder of the variance is due to scheduled overtime to meet minimum coverage requirements when firefighters are out due to illness or vacation.

- e) Formal budgetary integration is employed as a management control device during the year for the General Fund and certain Special Revenue Funds. Formal budgetary integration is not employed for the Designations Trust Fund, Law Enforcement Trust Fund, Parks Impact Fees Fund, Hurricane Recovery Fund, Help Our Park Expand Fund, Police and Firefighter Premium Tax Trust Fund, Debt Service Fund, Capital Projects Fund and Stormwater Capital Projects Fund.
- f) The budgets for the General Fund and certain Special Revenue Funds (Stormwater Utility Fund, Affordable Housing Fund, Grant Fund and Cemetery Trust Fund) are legally adopted on a basis consistent with generally accepted accounting principles with the exception that budgetary basis expenditures include purchase orders (encumbrances) issued for goods or services not received at year-end.
- g) Budgeted amounts are as originally adopted, or as amended, in accordance with City ordinance. The General Fund budget for the current year was increased by \$305,691 subsequent to its original adoption.
- h) General administration includes divisions that are under the City Manager and do not have their own departmental director.
- i) The Budgetary Comparison Schedules shown in the accompanying supplemental information present comparisons of the legally adopted budget, as amended, with actual results. The originally adopted budget is presented for purposes of comparison to the final, amended budget. The original budget includes the adjustments necessary to bring forward the carry forward appropriation (for unexpended projects and encumbrances) as authorized in the annual budget ordinance. To appropriately compare the actual expenditures to budget, the encumbrances are added back to the actual expenditures to reflect budgetary expenditures. The nonmajor Special Revenue Fund budget comparisons are presented in the Combining Statements section.
- j) Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balance because the commitments will be reappropriated and honored during the subsequent year. They do not represent GAAP expenditures or liabilities but do represent budgetary accounting controls. All governmental fund budgets are maintained on the modified accrual basis of accounting except that budgetary basis expenditures include purchase orders (encumbrances) issued for goods or services not received at year-end.

The City of Winter Park, Florida
Required Supplementary Information
Pension Trust Funds
SCHEDULE OF FUNDING PROGRESS (1), (2)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
Police Pension Fund						
10/01/00	21,095,000	19,319,000	(1,776,000)	109.2%	3,538,079	(50.2)%
10/01/01	22,018,000	20,756,000	(1,265,000)	106.1%	3,835,687	(32.9)%
10/01/02	21,179,000	23,135,000	1,956,000	91.5%	4,139,001	47.3%
10/01/03	22,784,000	25,258,000	2,474,000	90.2%	4,477,685	55.3%
10/01/04	23,134,000	27,666,000	4,532,000	83.6%	4,891,360	92.7%
10/01/05	24,748,000	30,536,000	5,788,000	81.0%	5,537,000	104.5%
10/01/06	26,940,000	32,939,000	5,999,000	81.8%	5,082,000	118.0%
10/01/07	31,986,000	35,776,000	3,790,000	89.4%	5,152,000	73.6%
10/01/08	32,985,000	40,390,000	7,405,000	81.7%	5,166,000	143.3%
10/01/09	32,833,000	42,575,000	9,742,000	77.1%	5,254,000	185.4%
Firefighter Pension Fund						
10/01/00	16,471,000	13,640,000	(2,831,000)	120.8%	2,832,347	(99.9)%
10/01/01	17,092,000	15,119,000	(1,973,000)	113.0%	3,258,253	(60.6)%
10/01/02	16,921,000	17,819,000	898,000	95.0%	3,524,818	25.5%
10/01/03	18,324,000	20,011,000	1,687,000	91.6%	3,957,444	42.6%
10/01/04	18,849,000	22,405,000	3,556,000	84.1%	4,381,318	81.2%
10/01/05	20,589,000	25,400,000	4,811,000	81.1%	4,540,831	105.9%
10/01/06	24,213,000	28,271,000	4,058,000	85.6%	4,941,000	82.1%
10/01/07	26,897,000	31,129,000	4,232,000	86.4%	5,323,000	79.5%
10/01/08	28,964,000	34,639,000	5,675,000	83.6%	5,085,000	111.6%
10/01/09	30,139,000	37,172,000	7,033,000	81.1%	4,838,000	145.4%

Note: Required actuarial contributions for the plan years ending September 30, 2010 were determined prospectively in the respective actuarial valuations dated October 1, 2009.

**SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER AND OTHER
CONTRIBUTING ENTITIES**

Police Pension Fund		Contributions Made			
Year Ended 9/30	Annual Required Contribution	Employer Contribution	State Premium Tax Revenue	Total Contribution	Percent Contributed
2001	155,624	-	242,652	242,652	156%
2002	210,644	-	274,346	274,346	130%
2003	628,079	\$338,864	289,215	628,079	100%
2004	682,310	297,035	385,275	682,310	100%
2005	956,954	731,004	225,950	956,954	100%
2006	1,038,295	757,440	280,855	1,038,295	100%
2007	1,509,502	980,473	289,722	1,270,195	84%
2008	1,460,137	852,716	264,251	1,116,967	76%
2009	1,258,537	896,264	282,690	1,178,954	94%
2010	1,467,431	1,187,235	260,880	1,448,115	99%

Fire Pension Fund		Contributions Made			
Year Ended 9/30	Annual Required Contribution	Employer Contribution	State Premium Tax Revenue	Total Contribution	Percent Contributed
2001	129,595	-	185,140	185,140	143%
2002	276,166	136,979	194,782	331,761	120%
2003	676,299	444,398	238,801	683,199	101%
2004	785,317	535,623	249,694	785,317	100%
2005	1,081,544	823,182	258,362	1,081,544	100%
2006	1,168,068	870,265	297,803	1,168,068	100%
2007	1,503,094	1,021,369	333,607	1,354,976	90%
2008	1,525,495	960,801	363,890	1,324,691	87%
2009	1,634,076	1,153,948	375,084	1,529,032	94%
2010	1,657,519	1,137,419	399,618	1,537,037	93%

City of Winter Park, Florida
Required Supplementary Information
Notes to Schedule of Funding Progress – September 30, 2010

- (1) All recommended trend information has been calculated using the Entry Age Actuarial Cost Method.
- (2) For information regarding contribution percentage rates, assumptions, amortization method, etc. (See Note 14A).
- (3) As of the 10/01/95 actuarial valuation date, the following benefit accrual rate change was made to the police and firefighter pension funds:

Benefit Accrual Rate	Current	Previous
	3.0% per year of service for all employees	2.5% per year of service for non-exempt employees 3.0% per year of service for exempt employees

- (4) A 3% annual cost of living adjustment on benefit payments for participants in the police and fire pension plans who terminate employment on or after October 1, 2002 was added effective October 1, 2002.

**The City of Winter Park, Florida
Required Supplementary Information
Other Post Employment Benefits (OPEB)**

SCHEDULE OF FUNDING PROGRESS

Year Ended 9/30	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
2009	\$0	\$1,608,742	\$1,608,742	0.0%	\$26,535,242	6.06%
2010	0	1,878,358	1,878,358	0.0%	25,208,613	7.45%

SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER

Year Ended 9/30	Annual OPEB Cost	Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2009	\$475,892	\$0	0.0%	\$475,892
2010	539,232	0	0.0%	539,232

The information presented in the required supplementary schedules was determined as part of the actuarial valuation as of October 1, 2008.

Nonmajor Governmental Funds

Special Revenue Funds

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

Designations Trust Fund - To account for the receipt and disbursement of donor specified contributions and to account for City funds set aside for designated future purposes.

Stormwater Utility Fund - To account for the Stormwater Utility Fee revenues and the related expenditures for stormwater runoff management.

Affordable Housing Fund - To account for the Affordable Housing Fee and the related expenditures for affordable housing in Winter Park.

Law Enforcement Trust Fund - To account for revenues and expenditures to be used for law enforcement in accordance with Chapter 943.25 of the Florida Statutes.

Grant Fund - To account for revenues and expenditures of various law enforcement grants.

Parks Impact Fees Fund – To account for impact fees collected on new residential units in the City and related expenditures for acquiring new park land and recreation facilities on newly acquired park land.

Hurricane Recovery Fund - To account for the costs of removing storm debris following Hurricanes Charley, Frances and Jeanne which struck the City in August and September of 2004.

Help Our Park Expand Fund – To account for private contributions and General Fund transfers for the purposes of acquiring the development rights to property adjacent to Central Park possibly culminating in the expansion of Central Park.

This page intentionally left blank.



Nonmajor Governmental Funds

(continued)

Police and Firefighter Premium Tax Trust - To account for excise taxes imposed on homeowners' insurance premiums collected by the State of Florida Department of Revenue and remitted to the City. These tax revenues are to be used as retirement contributions to Police and Firefighter Pension plans.

Cemetery Trust Fund - To account for the operations of the City's cemeteries including the sale and maintenance of lots.

Debt Service Fund

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

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.

Capital Projects Fund – To account for the Capital Project revenues and the related expenditures for capital projects.

Stormwater Capital Projects Fund – To account for the Stormwater Capital Project revenues and the related expenditures for Stormwater projects.

The City of Winter Park, Florida
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2010

	Special Revenue Funds							
	Designations Trust	Stormwater Utility	Affordable Housing	Law Enforcement Trust	Grant	Parks Impact Fees	Hurricane Recovery	
ASSETS								
Cash, Cash Equivalents and Investments	\$ 627,371	\$ -	\$ -	\$ 1,074,007	\$ -	\$ 32,029	\$ -	
Accounts Receivable - Net	217,538	200,733	-	-	-	-	-	
Unbilled Service Charges	-	197,030	-	-	-	-	-	
Accrued Interest Receivable	3,271	5,239	-	4,322	-	100	-	
Due from Other Funds	-	-	-	312,086	-	-	-	
Due from Other Governments	-	2,652	-	-	64,639	-	11,485	
Inventories	-	52,898	-	-	-	-	-	
Prepaid Items	-	-	-	-	-	-	-	
Total Assets	\$ 848,180	\$ 458,552	\$ -	\$ 1,390,415	\$ 64,639	\$ 32,129	\$ 11,485	
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts Payable	\$ 26,413	\$ 62,200	\$ -	\$ 28,532	\$ 4,865	\$ 30	\$ -	
Accrued Liabilities	-	43,880	-	-	343	-	-	
Due to Other Funds	-	68,207	302,614	-	34,008	-	45,313	
Total Liabilities	26,413	174,287	302,614	28,532	39,216	30	45,313	
Fund Balances (Deficits):								
Reserved for:								
Encumbrances	6,687	41,312	-	567,400	870	-	-	
Inventories	-	52,898	-	-	-	-	-	
Prepaid Items	-	-	-	-	-	-	-	
Debt Service	-	-	-	-	-	-	-	
Unreserved, reported in:								
Special Revenue Funds	815,080	190,055	(302,614)	794,483	24,553	32,099	(33,828)	
Capital Project Funds	-	-	-	-	-	-	-	
Total Fund Balances (Deficits)	821,767	284,265	(302,614)	1,361,883	25,423	32,099	(33,828)	
Total Liabilities and Fund Balances	\$ 848,180	\$ 458,552	\$ -	\$ 1,390,415	\$ 64,639	\$ 32,129	\$ 11,485	

Special Revenue Funds (continued)				Capital Projects Funds			Total Nonmajor Governmental Funds
Help Our Park Expand	Cemetery Trust	Total	Debt Service	Capital Projects	Stormwater Capital Projects	Total	
\$ 116,969	\$ 1,157,508	\$ 3,007,884	\$ 12,532	\$ 1,716,824	\$ 1,299,527	\$ 3,016,351	\$ 6,036,767
-	-	418,271	1,868	-	-	-	420,139
-	-	197,030	-	-	-	-	197,030
-	4,892	17,824	-	-	-	-	17,824
-	400,536	712,622	-	594,077	449,679	1,043,756	1,756,378
-	-	78,776	-	232,988	-	232,988	311,764
-	-	52,898	-	-	-	-	52,898
27,491	-	27,491	-	-	-	-	27,491
<u>\$ 144,460</u>	<u>\$ 1,562,936</u>	<u>\$ 4,512,796</u>	<u>\$ 14,400</u>	<u>\$ 2,543,889</u>	<u>\$ 1,749,206</u>	<u>\$ 4,293,095</u>	<u>\$ 8,820,291</u>
\$ 200	\$ 1,484	\$ 123,724	\$ -	\$ 144,691	\$ 74,259	\$ 218,950	\$ 342,674
-	-	44,223	-	-	-	-	44,223
-	-	450,142	-	-	-	-	450,142
200	1,484	618,089	-	144,691	74,259	218,950	837,039
-	750	617,019	-	536,958	362,837	899,795	1,516,814
-	-	52,898	-	-	-	-	52,898
27,491	-	27,491	-	-	-	-	27,491
-	-	-	14,400	-	-	-	14,400
116,769	1,560,702	3,197,299	-	-	-	-	3,197,299
-	-	-	-	1,862,240	1,312,110	3,174,350	3,174,350
144,260	1,561,452	3,894,707	14,400	2,399,198	1,674,947	4,074,145	7,983,252
<u>\$ 144,460</u>	<u>\$ 1,562,936</u>	<u>\$ 4,512,796</u>	<u>\$ 14,400</u>	<u>\$ 2,543,889</u>	<u>\$ 1,749,206</u>	<u>\$ 4,293,095</u>	<u>\$ 8,820,291</u>

The City of Winter Park, Florida
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2010

	Special Revenue Funds						
	Designations Trust	Stormwater Utility	Affordable Housing	Law Enforcement Trust	Grant	Parks Impact Fees	Hurricane Recovery
Revenues							
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	293,967	-	-	1,022,891	-	-	-
Licenses and Permits	-	-	108,418	-	-	-	-
Intergovernmental	13,489	84,921	-	-	799,666	-	197,077
Charges for Services	15,530	2,123,678	-	-	-	-	-
Other	530,433	46,878	(2,880)	26,430	(1,043)	839	-
Total Revenues	853,419	2,255,477	105,538	1,049,321	798,623	839	197,077
Expenditures							
Current:							
Planning	27,338	-	131,000	-	-	-	-
Public Works:							
Stormwater Management	-	244,595	-	-	-	-	-
Lakes	-	874,125	-	-	-	-	-
Street Drainage and Maintenance	89,856	711,316	-	-	-	-	-
Storm Drain Traps	-	-	-	-	-	-	-
Street Sweeping	-	276,364	-	-	-	-	-
Police	8,679	65,000	-	747,742	833,629	-	-
Fire	3,000	-	-	-	-	-	-
Parks and Recreation	253,442	-	-	-	-	-	-
Debt Service:							
Principal	-	-	-	-	-	-	-
Interest and Other Charges	-	-	-	-	-	-	-
Capital Improvements	-	-	-	-	-	-	-
Total Expenditures	382,315	2,171,400	131,000	747,742	833,629	-	-
Excess (Deficiency) of Revenues Over Expenditures	471,104	84,077	(25,462)	301,579	(35,006)	839	197,077
Other Financing Sources and (Uses)							
Transfers from Other Funds	-	222,573	-	-	-	-	-
Transfers to Other Funds	(218,329)	-	-	-	-	-	-
Proceeds from Debt Issuance	-	-	-	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-
Capital Lease Obligation	-	-	-	-	-	-	-
Total Other Financing Sources and (Uses)	(218,329)	222,573	-	-	-	-	-
Net Change in Fund Balances	252,775	306,650	(25,462)	301,579	(35,006)	839	197,077
Fund Balances (Deficits) - Beginning	568,992	(22,385)	(277,152)	1,060,304	60,429	31,260	(230,905)
Fund Balances (Deficits) - Ending	\$ 821,767	\$ 284,265	\$ (302,614)	\$ 1,361,883	\$ 25,423	\$ 32,099	\$ (33,828)

Special Revenue Funds (continued)					Capital Projects Funds			Total
Help Our Park Expand	Police and Firefighter Premium Tax Trust	Cemetery Trust	Total	Debt Service	Capital Projects	Stormwater Capital Projects	Total	Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 1,278,622	\$ -	\$ -	\$ -	\$ 1,278,622
-	-	-	1,316,858	-	-	-	-	1,316,858
-	-	-	108,418	-	-	-	-	108,418
-	660,498	-	1,755,651	156,690	420,327	292,508	712,835	2,625,176
-	-	-	2,139,208	-	-	806,513	806,513	2,945,721
10,000	-	233,624	844,281	242,745	-	-	-	1,087,026
10,000	660,498	233,624	6,164,416	1,678,057	420,327	1,099,021	1,519,348	9,361,821
-	-	-	158,338	-	-	-	-	158,338
-	-	-	244,595	-	-	-	-	244,595
-	-	-	874,125	-	-	-	-	874,125
-	-	-	801,172	-	-	-	-	801,172
-	-	-	-	-	-	-	-	-
-	-	-	276,364	-	-	-	-	276,364
-	260,880	-	1,915,930	-	-	-	-	1,915,930
-	399,618	-	402,618	-	-	-	-	402,618
7,800	-	5,137	266,379	-	-	-	-	266,379
-	-	-	-	1,866,534	-	-	-	1,866,534
-	-	-	-	873,018	-	-	-	873,018
-	-	-	-	-	2,568,080	1,080,004	3,648,084	3,648,084
7,800	660,498	5,137	4,939,521	2,739,552	2,568,080	1,080,004	3,648,084	11,327,157
2,200	-	228,487	1,224,895	(1,061,495)	(2,147,753)	19,017	(2,128,736)	(1,965,336)
-	-	-	222,573	1,027,897	1,342,974	-	1,342,974	2,593,444
-	-	(273,948)	(492,277)	-	-	-	-	(492,277)
-	-	-	-	2,370,000	-	-	-	2,370,000
-	-	-	-	(2,650,000)	-	-	-	(2,650,000)
-	-	-	-	-	994,825	-	994,825	994,825
-	-	(273,948)	(269,704)	747,897	2,337,799	-	2,337,799	2,815,992
2,200	-	(45,461)	955,191	(313,598)	190,046	19,017	209,063	850,656
142,060	-	1,606,913	2,939,516	327,998	2,209,152	1,655,930	3,865,082	7,132,596
\$ 144,260	\$ -	\$ 1,561,452	\$ 3,894,707	\$ 14,400	\$ 2,399,198	\$ 1,674,947	\$ 4,074,145	\$ 7,983,252

**The City of Winter Park, Florida
Budgetary Comparison Schedule
Stormwater Utility Fund
For the Year Ended September 30, 2010**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive Negative
	Original	Final		
Resources (inflows):				
Intergovernmental	\$ 44,000	\$ 44,000	\$ 84,921	\$ 40,921
Charges for Services	2,048,928	2,048,928	2,123,678	74,750
Other	56,000	56,000	46,878	(9,122)
Transfers from Other Funds	222,573	222,573	222,573	-
Amounts available for appropriation	2,371,501	2,371,501	2,478,050	106,549
Charges to appropriations (outflows):				
Public Works:				
Stormwater Management	239,727	239,727	244,595	(4,868)
Lakes	986,679	985,689	904,633	81,056
Street Drainage and Maintenance	805,625	805,625	720,776	84,849
Street Sweeping	363,457	364,447	277,708	86,739
Police	65,000	65,000	65,000	-
Total charges to appropriations	2,460,488	2,460,488	2,212,712	247,776
Excess (Deficiency) of Resources Over Charges to Appropriations	(88,987)	(88,987)	265,338	354,325
Fund Balance Allocation	88,987	88,987	-	(88,987)
Excess of Resources Over Charges to Appropriations	\$ -	\$ -	\$ 265,338	\$ 265,338

**Explanation of Differences between Budgetary Inflows and Outflows
and GAAP Revenues and Expenditures**

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 2,478,050
Differences - budget to GAAP:	
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(222,573)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 2,255,477

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 2,212,712
Differences - budget to GAAP:	
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	(41,312)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$ 2,171,400

**The City of Winter Park, Florida
Budgetary Comparison Schedule
Affordable Housing Fund
For the Year Ended September 30, 2010**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Licenses and Permits	\$ 131,000	\$ 131,000	\$ 108,418	\$ (22,582)
Other	-	-	(2,880)	(2,880)
Amounts available for appropriation	131,000	131,000	105,538	(25,462)
Charges to appropriations (outflows):				
Planning and Development	131,000	131,000	131,000	-
Total charges to appropriations	131,000	131,000	131,000	-
Deficiency of Resources Over Charges to Appropriations	-	-	(25,462)	(25,462)
Fund Balance Allocation	-	-	-	-
Deficiency of Resources Over Charges to Appropriations	\$ -	\$ -	\$ (25,462)	\$ (25,462)

**Explanation of Differences between Budgetary Inflows and Outflows
and GAAP Revenues and Expenditures**

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 105,538
Differences - budget to GAAP:	
None	-
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 105,538</u>

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 131,000
Differences - budget to GAAP:	
None	-
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 131,000</u>

The City of Winter Park, Florida
Budgetary Comparison Schedule
Grant Fund
For the Year Ended September 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Intergovernmental	\$ 671,612	\$ 671,612	\$ 799,666	\$ 128,054
Other	-	-	(1,043)	(1,043)
Amounts available for appropriation	671,612	671,612	798,623	127,011
Charges to appropriations (outflows):				
Police	690,770	690,770	834,499	(143,729)
Total charges to appropriations	690,770	690,770	834,499	(143,729)
Deficiency of Resources Over Charges to Appropriations	(19,158)	(19,158)	(35,876)	(16,718)
Fund Balance Allocation	19,158	19,158	-	(19,158)
Deficiency of Resources Over Charges to Appropriations	\$ -	\$ -	\$ (35,876)	\$ (35,876)

**Explanation of Differences between Budgetary Inflows and Outflows
and GAAP Revenues and Expenditures**

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 798,623
Differences - budget to GAAP:	
None	-
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 798,623</u>

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 834,499
Differences - budget to GAAP:	
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	(870)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 833,629</u>

**The City of Winter Park, Florida
Budgetary Comparison Schedule
Cemetery Trust Fund
For the Year Ended September 30, 2010**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Resources (inflows):				
Other	\$ 344,400	\$ 344,400	\$ 233,624	\$ (110,776)
Amounts available for appropriation	344,400	344,400	233,624	(110,776)
Charges to appropriations (outflows):				
Parks and Recreation	3,250	3,250	5,887	(2,637)
Transfers to Other Funds	263,010	263,010	273,948	(10,938)
Total charges to appropriations	266,260	266,260	279,835	(13,575)
Excess (Deficiency) of Resources Over Charges to Appropriations	78,140	78,140	(46,211)	(124,351)
Fund Balance Allocation	(78,140)	(78,140)	-	78,140
Deficiency of Resources Over Charges to Appropriations	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(46,211)</u>	\$ <u>(46,211)</u>

**Explanation of Differences between Budgetary Inflows and Outflows
and GAAP Revenues and Expenditures**

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 233,624
Differences - budget to GAAP:	
None	<u>-</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ <u>233,624</u>

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 279,835
Differences - budget to GAAP:	
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	(750)
Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes.	<u>(273,948)</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$ <u>5,137</u>

This page intentionally left blank.



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 Maintenance Fund – To account for the operations of the Fleet Maintenance Department that provides fleet management and maintenance services for the vehicles and equipment owned by the City.

Vehicle Replacement Fund - To account for the acquisition and control of the City's motor vehicles.

Employee Insurance Fund - To account for the accumulation of funds to pay health insurance premiums when due.

General Insurance Fund - To account for the accumulation of funds to pay insurance premiums when due.

The City of Winter Park, Florida
Combining Statement of Net Assets
Internal Service Funds
September 30, 2010

	Governmental Activities Internal Service Funds				Total Internal Service Funds
	Fleet Maintenance	Vehicle Replacement	Employee Insurance	General Insurance	
ASSETS					
Current Assets:					
Cash, Cash Equivalents and Investments	\$ -	\$ 745,349	\$ 1,183,624	\$ 725,839	\$ 2,654,812
Accounts Receivable - Net	7,599	-	15,275	315	23,189
Accrued Interest Receivable	-	3,128	4,710	3,302	11,140
Due from Other Funds	-	257,915	409,573	251,164	918,652
Inventories	116,807	-	-	-	116,807
Prepaid Items	-	-	-	45,000	45,000
Capital Assets:					
Depreciable - Net	5,054	4,949,627	-	2,613	4,957,294
Total Assets	129,460	5,956,019	1,613,182	1,028,233	8,726,894
LIABILITIES					
Current Liabilities:					
Accounts Payable	44,087	46,718	6,980	58,149	155,934
Accrued Liabilities	29,512	618	331,833	845,434	1,207,397
Due to Other Funds	269,889	-	-	-	269,889
Accumulated Unused Compensated Absences	23,506	-	-	2,544	26,050
Current Portion of Capital Lease Obligations	-	48,439	-	-	48,439
Noncurrent Liabilities:					
Capital Lease Obligations After One Year	-	106,912	-	-	106,912
Other Post Employment Benefits	-	-	205,292	-	205,292
Accumulated Unused Compensated Absences	53,978	-	-	3,229	57,207
Total Liabilities	420,972	202,687	544,105	909,356	2,077,120
NET ASSETS (DEFICIT)					
Invested in Capital Assets, net of related debt	5,054	4,794,276	-	2,613	4,801,943
Unrestricted (Deficit)	(296,566)	959,056	1,069,077	116,264	1,847,831
Total Net Assets (Deficit)	\$ (291,512)	\$ 5,753,332	\$ 1,069,077	\$ 118,877	\$ 6,649,774

The City of Winter Park, Florida
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended September 30, 2010

	Governmental Activities Internal Service Funds				Total Internal Service Funds
	<u>Fleet Maintenance</u>	<u>Vehicle Replacement</u>	<u>Employee Insurance</u>	<u>General Insurance</u>	
Operating Revenues					
Charges for Services	\$ 1,147,571	\$ 845,856	\$ 5,842,294	\$ 1,845,977	\$ 9,681,698
Total Operating Revenues	<u>1,147,571</u>	<u>845,856</u>	<u>5,842,294</u>	<u>1,845,977</u>	<u>9,681,698</u>
Operating Expenses					
Operations	1,346,892	22,533	6,050,286	2,161,538	9,581,249
Depreciation	1,186	1,288,929	-	2,927	1,293,042
Total Operating Expenses	<u>1,348,078</u>	<u>1,311,462</u>	<u>6,050,286</u>	<u>2,164,465</u>	<u>10,874,291</u>
Operating Income (Loss)	<u>(200,507)</u>	<u>(465,606)</u>	<u>(207,992)</u>	<u>(318,488)</u>	<u>(1,192,593)</u>
Nonoperating Revenues (Expenses)					
Intergovernmental Revenue	-	224,100	-	-	224,100
Investment Earnings (Losses)	(1,677)	24,314	49,598	22,345	94,580
Loss on Disposal of Assets	-	(16,832)	-	-	(16,832)
Miscellaneous Revenues	195	117,324	151	38,571	156,241
Total Nonoperating Revenues (Expenses)	<u>(1,482)</u>	<u>348,906</u>	<u>49,749</u>	<u>60,916</u>	<u>458,089</u>
Income (Loss) Before Transfers	<u>(201,989)</u>	<u>(116,700)</u>	<u>(158,243)</u>	<u>(257,572)</u>	<u>(734,504)</u>
Transfers					
Transfers In	-	-	-	390,000	390,000
Transfers Out	-	(100,000)	-	(325,000)	(425,000)
Total Transfers	<u>-</u>	<u>(100,000)</u>	<u>-</u>	<u>65,000</u>	<u>(35,000)</u>
Change in Net Assets	<u>(201,989)</u>	<u>(216,700)</u>	<u>(158,243)</u>	<u>(192,572)</u>	<u>(769,504)</u>
Total Net Assets (Deficit) - Beginning	<u>(89,523)</u>	<u>5,970,032</u>	<u>1,227,320</u>	<u>311,449</u>	<u>7,419,278</u>
Total Net Assets (Deficit) - Ending	<u>\$ (291,512)</u>	<u>\$ 5,753,332</u>	<u>\$ 1,069,077</u>	<u>\$ 118,877</u>	<u>\$ 6,649,774</u>

The City of Winter Park, Florida
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended September 30, 2010

	Fleet Maintenance	Vehicle Replacement	Employee Insurance	General Insurance	Total Internal Service Funds
Cash Flows from Operating Activities					
Receipts from Customers	\$ 24,461	\$ -	\$ -	\$ -	\$ 24,461
Receipts from Interfund Services Provided	1,115,511	854,745	5,858,480	1,845,662	9,674,398
Payments to Suppliers	(264,390)	(280,448)	(1,098,766)	233,203	(1,410,401)
Payments to Employees	(723,395)	-	-	(82,929)	(806,324)
Payments for Interfund Services Used	(150,705)	-	-	(9,004)	(159,709)
Claims Paid	-	-	(4,313,084)	(2,142,802)	(6,455,886)
Other Receipts	195	117,324	151	38,571	156,241
Net Cash Provided by (Used in) Operating Activities	1,677	691,621	446,781	(117,299)	1,022,780
Cash Flows from Noncapital Financing Activities					
Transfers In	-	-	-	390,000	390,000
Transfers Out	-	(100,000)	-	(325,000)	(425,000)
Interest Paid on Interfund Borrowings	-	-	-	-	-
Net Cash Provided by (Used in) Noncapital Financing Activities	-	(100,000)	-	65,000	(35,000)
Cash Flows from Capital and Related Financing Activities					
Federal Grant Receipts	-	224,100	-	-	224,100
Proceeds from Sale of Assets	-	20,115	-	-	20,115
Principal Payments - Capital Lease	-	(42,843)	-	-	(42,843)
Purchases of Capital Assets	-	(660,270)	-	-	(660,270)
Net Cash Used in Capital and Related Financing Activities	-	(458,898)	-	-	(458,898)
Cash Flows from Investing Activities					
Interest on Investments	(1,677)	22,469	48,640	22,118	91,550
Net Cash Provided by (Used in) Investing Activities	(1,677)	22,469	48,640	22,118	91,550
Net Increase in Cash and Cash Equivalents	-	155,192	495,421	(30,181)	620,432
Cash and Cash Equivalents - Beginning	-	590,157	688,203	756,020	2,034,380
Cash and Cash Equivalents - Ending	\$ -	\$ 745,349	\$ 1,183,624	\$ 725,839	\$ 2,654,812
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:					
Operating Income (Loss)	\$ (200,507)	\$ (465,606)	\$ (207,992)	\$ (318,488)	\$ (1,192,593)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:					
Depreciation	1,186	1,288,929	-	2,927	1,293,042
(Increase) Decrease in Assets:					
Accounts Receivable	(7,599)	8,889	16,186	(315)	17,161
Due from Other Funds	-	(257,915)	99,387	307,950	149,422
Inventories	(11,742)	-	-	-	(11,742)
Prepaid Items	-	-	16,308	20,543	36,851
Increase (Decrease) in Liabilities:					
Accounts Payable	8,891	-	(14,384)	(54,820)	(60,313)
Accrued Liabilities	(8,062)	-	331,833	(108,819)	214,952
Due to Other Funds	216,285	-	-	-	216,285
Accumulated Unused Compensated Absences	6,991	-	-	(2,732)	4,259
Other Post Employment Benefits	(3,961)	-	205,292	(2,116)	199,215
Other Receipts	195	117,324	151	38,571	156,241
Net Cash Provided by (Used in) Operating Activities	\$ 1,677	\$ 691,621	\$ 446,781	\$ (117,299)	\$ 1,022,780

Note: There were no significant non-cash transactions.

STATISTICAL SECTION (UNAUDITED)

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present nonaccounting data, financial trends and the fiscal capacity of the governments.

There are no limitations placed upon the amount of debt the City of Winter Park may issue by either the City's Code of Ordinances or by Florida Statutes.

STATISTICAL SECTION

This part of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, not disclosures, and required supplementary information says about the City's overall financial health.

Contents

Page

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Table 1 – Net Assets by Component.....	113
Table 2 – Changes in Net Assets	114
Table 3 – Fund Balances, Governmental Funds	116
Table 4 – Changes in Fund Balances, Governmental Funds	117

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's most significant local revenue source, the property tax.

Table 5 – Assessed and Estimated Actual Value of Taxable Property.....	118
Table 6 – Direct and Overlapping Property Tax Rates.....	119
Table 7 – Principal Property Tax Payers	120
Table 8 – Property Tax Levies and Collections.....	121

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Table 9 – Ratios of Outstanding Debt by Type	122
Table 10 – Ratios of General Obligation Bonds Outstanding	123
Table 11 – Legal Debt Margin Information.....	124
Table 12 – Tax Increment Revenue Bonds Coverage	125
Table 13 – Water and Sewer Revenue Debt Coverage.....	126
Table 14 – Electric Services Revenue Debt Coverage	127

Contents (continued)

Page

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

Table 15 – Demographic and Economic Statistics	128
Table 16 – Principal Employers.....	129

Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

Table 17 – Full-time Authorized City Government Employees by Function.....	130
Table 18 – Operating Indicators by Function/Program	131
Table 19 – Supplemental Information for Water and Sewer - Customers.....	132
Table 20 – Supplemental Information for Water and Sewer - Usage.....	133
Table 21 – Water & Sewer Rates, Fees and Charges	134
Table 22 – Supplemental Information for Electric – Customers and Usage	135
Table 23 – Residential Electric Service Rates, Fees and Charges.....	136
Table 24 – General Service Electric Rates, Fees and Charges	137
Table 25 – Capital Asset Statistics by Function/Program	138

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented Government Accounting Standards Board Statement 34 in Fiscal Year 2001; schedules presenting government-wide information include information beginning in that year.

The City of Winter Park, Florida
Table 1
Net Assets by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Governmental activities										
Invested in capital assets, net of related debt	\$ 31,592,020	\$ 27,156,185	\$ 36,796,415	\$ 27,990,516	\$ 31,429,903	\$ 27,511,834	\$ 38,664,090	\$ 41,212,111	\$ 39,073,313	\$ 42,543,338
Restricted	5,748,627	13,073,302	3,654,277	8,216,727	4,094,798	10,121,591	7,106,502	970,414	1,151,993	1,419,405
Unrestricted	16,923,931	14,558,738	8,304,749	10,325,810	9,324,932	9,732,858	5,208,858	12,027,786	16,208,314	18,224,924
Total governmental activities net assets	\$ 54,264,578	\$ 54,788,225	\$ 48,755,441	\$ 46,533,053	\$ 44,849,633	\$ 47,366,283	\$ 50,979,450	\$ 54,210,311	\$ 56,433,620	\$ 62,187,667
Business-type activities										
Invested in capital assets, net of related debt	\$ 26,504,342	\$ 7,936,544	\$ 18,302,530	\$ 28,457,263	\$ 27,842,911	\$ 31,518,446	\$ 43,160,902	\$ 45,934,339	\$ 43,191,242	\$ 37,331,556
Restricted	10,214,441	29,800,912	21,002,016	9,724,759	9,679,295	18,682,157	7,109,628	6,109,315	5,581,678	7,436,321
Unrestricted	13,040,084	11,480,894	9,588,790	7,112,248	7,926,573	(2,456,879)	6,248,968	(1,338,456)	2,810,470	11,143,615
Total business-type activities net assets	\$ 49,758,867	\$ 49,218,350	\$ 48,893,336	\$ 45,294,270	\$ 45,448,779	\$ 47,743,724	\$ 56,519,498	\$ 50,705,198	\$ 51,583,390	\$ 55,911,492
Primary government										
Invested in capital assets, net of related debt	\$ 58,096,362	\$ 35,092,729	\$ 55,098,945	\$ 56,447,779	\$ 59,272,814	\$ 59,030,280	\$ 81,824,992	\$ 87,146,450	\$ 82,264,555	\$ 79,874,894
Restricted	15,963,068	42,874,214	24,656,293	17,941,486	13,774,093	28,803,748	14,216,130	7,079,729	6,733,671	8,855,726
Unrestricted	29,964,015	26,039,632	17,893,539	17,438,058	17,251,505	7,275,979	11,457,826	10,689,330	19,018,784	29,368,539
Total primary government activities net assets	\$ 104,023,445	\$ 104,006,575	\$ 97,648,777	\$ 91,827,323	\$ 90,298,412	\$ 95,110,007	\$ 107,498,948	\$ 104,915,509	\$ 108,017,010	\$ 118,099,159

The City of Winter Park, Florida

Table 2

Changes in Net Assets

Last Ten Fiscal Years

(accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Expenses										
Governmental activities:										
General Government	\$ 999,234	\$ 1,129,887	\$ 1,272,397	\$ 2,010,560	\$ 1,850,188	\$ 2,146,164	\$ 1,804,748	\$ 1,468,585	\$ 1,363,363	\$ 1,514,171
Communication	197,925	187,177	202,328	251,051	281,769	197,594	239,148	103,384	237,495	172,619
Financial Services	488,838	491,249	553,773	386,988	537,185	491,789	500,859	410,607	390,067	408,181
Planning	450,098	1,125,177	1,563,515	764,934	1,517,063	1,631,866	1,519,057	1,459,383	832,999	692,737
Building and Code Enforcement	934,979	846,793	1,013,931	1,004,945	1,093,928	1,329,797	1,529,473	1,571,357	1,384,537	1,245,028
Community Redevelopment Agency	211,895	768,428	1,989,036	1,339,943	3,683,625	2,109,219	2,138,429	929,999	1,589,300	1,377,840
Public Works	5,493,180	7,139,265	9,954,700	10,372,337	14,934,702	12,434,825	13,344,477	11,637,771	11,712,138	10,990,729
Police	7,543,358	8,129,564	9,475,069	9,774,858	10,908,674	11,253,191	12,227,960	11,980,137	12,373,419	12,148,312
Fire	4,903,426	5,666,339	6,670,946	6,983,343	7,945,790	8,538,773	9,565,096	9,612,269	9,854,608	9,975,455
Parks and Recreation	5,560,355	5,680,670	6,990,912	14,198,942	6,869,743	7,276,828	11,421,005	7,820,779	6,951,474	6,561,709
Cultural and Community Services	1,050,940	1,084,340	1,229,110	1,182,810	1,317,620	1,333,210	1,394,350	1,372,698	1,428,712	1,386,212
Interest on long-term debt	528,950	774,923	889,228	1,125,839	977,983	1,103,322	1,267,739	1,259,425	1,295,694	1,138,234
Total governmental activities expenses	28,363,178	33,023,812	41,804,945	49,396,550	51,918,270	49,846,578	56,952,341	49,626,394	49,413,806	47,611,227
Business-type activities:										
Water & Sewer	16,590,705	17,614,880	19,407,862	19,515,772	21,548,838	22,416,044	23,290,755	24,949,787	25,592,464	24,335,784
Electric Services	-	-	-	359,801	18,560,110	44,085,337	44,014,284	50,356,561	49,404,425	50,901,278
Golf Course	400,865	415,458	454,100	469,643	486,355	487,325	577,615	570,832	541,388	588,025
Total business-type activities expenses	16,991,570	18,030,338	19,861,962	20,345,216	40,595,303	66,988,706	67,882,654	75,877,180	75,538,277	75,825,087
Total primary government expenses	45,354,748	51,054,150	61,666,907	69,741,766	92,513,573	116,835,284	124,834,995	125,503,574	124,952,083	123,436,314
Program Revenues										
Governmental activities:										
Charges for services:										
General Government	11,103	6,705	68,509	51,577	70,121	1,033	586	393	2,345	3,085
Communication	-	-	-	-	-	-	-	-	-	-
Financial Services	-	-	-	-	-	-	-	-	-	3,594
Planning	-	-	-	-	-	-	-	183,659	133,124	121,843
Building and Code Enforcement	1,954,961	1,582,235	1,977,519	2,551,030	2,815,501	3,715,945	2,949,176	2,106,266	1,529,856	1,533,642
Community Redevelopment Agency	-	-	-	-	-	1,260,000	-	-	2,852	-
Public Works	2,428,403	2,789,733	2,936,278	3,039,070	4,540,084	4,630,193	5,490,603	6,011,615	6,059,206	6,593,303
Police	2,271,520	1,345,682	1,155,525	1,098,346	1,105,870	1,263,319	1,194,632	1,138,641	1,393,257	2,003,645
Fire	492,386	448,516	610,899	448,078	601,035	717,976	536,732	438,501	484,126	581,723
Parks and Recreation	883,169	1,160,184	1,429,993	1,307,696	1,556,582	1,833,783	1,764,300	1,897,517	1,478,041	1,363,730
Operating Grants and Contributions	411,708	480,185	474,264	6,985,733	4,877,573	2,551,830	3,104,461	895,225	1,229,626	1,467,727
Capital Grants and Contributions	885,573	157,773	1,079,941	601,651	2,519,334	467,100	1,368,819	1,968,406	711,610	918,976
Total governmental activities program revenues	\$ 9,338,823	\$ 7,971,013	\$ 9,732,928	\$ 16,083,181	\$ 18,086,100	\$ 16,441,179	\$ 16,409,309	\$ 14,640,223	\$ 13,024,043	\$ 14,591,268

The City of Winter Park, Florida
Table 2 (continued)
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Program Revenues										
Business-type activities:										
Charges for services:										
Water and Sewer	\$ 16,814,297	\$ 16,586,230	\$ 19,696,630	\$ 19,566,059	\$ 22,271,527	\$ 24,393,157	\$ 27,367,876	\$ 25,260,285	\$ 25,295,280	\$ 25,807,770
Electric	-	-	-	-	18,018,102	46,394,142	50,026,149	47,832,294	54,565,717	58,937,665
Golf Course	383,983	383,591	374,016	367,567	367,585	391,172	439,282	490,210	475,465	441,180
Operating Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Capital Grants and Contributions	-	-	-	751,176	980,501	934,588	-	-	-	-
Total business-type activities program revenues	17,198,280	16,969,821	20,070,646	20,684,802	41,637,715	72,113,059	77,833,307	73,582,789	80,336,462	85,186,615
Total Primary government program revenues	26,537,103	24,940,834	29,803,574	36,767,983	59,723,815	88,554,238	94,242,616	88,223,012	93,360,505	99,777,883
Net (Expense)/Revenue										
Governmental activities	(19,024,355)	(25,052,799)	(32,072,017)	(33,313,369)	(33,832,170)	(33,405,399)	(40,543,032)	(34,986,171)	(36,389,763)	(33,019,959)
Business-type activities	206,710	(1,060,517)	208,684	339,586	1,042,412	5,124,353	9,950,653	(2,294,391)	4,798,185	9,361,528
Total primary government net expense	(18,817,645)	(26,113,316)	(31,863,333)	(32,973,783)	(32,789,758)	(28,281,046)	(30,592,379)	(37,280,562)	(31,591,578)	(23,658,431)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes										
Property Taxes	8,165,268	9,084,772	10,699,839	12,041,352	15,905,663	17,821,063	21,216,954	19,944,397	20,859,393	20,148,018
Franchise Fees	2,166,770	2,897,506	2,433,024	2,554,285	2,324,108	928,709	924,327	946,322	1,014,864	1,044,072
Utility Taxes	4,717,765	5,967,865	5,682,672	5,759,664	5,823,510	6,270,492	6,265,881	6,298,905	6,497,752	6,930,742
Intergovernmental Revenues	5,334,939	4,949,854	4,963,927	5,444,561	5,173,042	4,880,623	4,836,979	4,673,635	4,116,489	4,215,356
County Occupational Licenses	30,808	35,075	34,479	-	-	-	-	-	-	-
Investment Earnings	2,574,259	1,209,343	513,261	522,161	168,045	803,264	1,246,191	767,691	819,748	678,723
Miscellaneous Revenue	242,082	379,669	435,784	368,591	642,193	1,244,978	615,934	424,015	445,859	377,815
Capital Contributions	14,905	-	-	-	-	-	-	-	-	-
Transfer from(to) other funds	913,054	1,052,362	1,276,247	4,400,367	2,112,189	3,972,920	3,871,732	5,162,067	4,858,967	5,379,280
Total government activities	24,159,850	25,576,446	26,039,233	31,090,981	32,148,750	35,922,049	38,977,998	38,217,032	38,613,072	38,774,006
Business-type activities:										
Intergovernmental revenues	-	-	-	-	-	-	-	-	-	-
Investment Earnings	1,945,216	1,175,609	741,268	433,630	977,802	1,141,484	1,161,327	599,208	786,379	360,215
Miscellaneous Revenue	-	-	1,281	38,270	246,484	2,028	82,939	1,042,950	41,525	96,709
Capital Contributions	1,000,429	396,753	-	-	-	-	-	-	-	-
Transfer from(to) other funds	(913,054)	(1,052,362)	(1,276,247)	(4,400,367)	(2,112,189)	(3,972,920)	(3,871,732)	(5,162,067)	(4,858,967)	(5,379,280)
Total business-type activities	2,032,591	520,000	(533,698)	(3,928,467)	(887,903)	(2,829,408)	(2,627,466)	(3,519,909)	(4,031,063)	(4,922,356)
Total primary government	26,192,441	26,096,446	25,505,535	27,162,514	31,260,847	33,092,641	36,350,532	34,697,123	34,582,009	33,851,650
Change in Net Assets										
Government activities	5,135,495	523,647	(6,032,784)	(2,222,388)	(1,683,420)	2,516,650	(1,565,034)	3,230,861	2,223,309	5,754,047
Business-type activities	2,239,301	(540,517)	(325,014)	(3,588,881)	154,509	2,294,945	7,323,187	(5,814,300)	767,122	4,439,172
Total primary government	\$ 7,374,796	\$ (16,870)	\$ (6,357,798)	\$ (5,811,269)	\$ (1,528,911)	\$ 4,811,595	\$ 5,758,153	\$ (2,583,439)	\$ 2,990,431	\$ 10,193,219

The City of Winter Park, Florida
Table 3
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$ 1,105,713	\$ 1,274,136	\$ 1,166,510	\$ 4,472,079	\$ 5,481,442	\$ 4,970,587	\$ 4,444,584	\$ 4,174,934	3,737,939	\$ 2,880,670
Unreserved	8,318,400	8,071,229	4,044,538	2,489,641	1,979,433	3,389,406	1,683,072	2,731,283	4,411,116	6,675,058
Total general fund	\$ 9,424,113	\$ 9,345,365	\$ 5,211,048	\$ 6,961,720	\$ 7,460,875	\$ 8,359,993	\$ 6,127,656	\$ 6,906,217	\$ 8,149,055	\$ 9,555,728
All Other Governmental Funds										
Reserved	\$ 2,042,822	\$ 6,807,110	\$ 1,584,200	\$ 1,515,433	\$ 2,959,703	\$ 2,048,968	\$ 1,942,932	\$ 1,686,316	1,043,637	\$ 8,898,038
Unreserved, reported in:										
Special revenue funds	3,814,458	3,835,022	1,785,413	2,382,772	463,983	6,479,986	6,573,550	7,248,629	6,868,655	7,019,560
Capital projects funds	3,601,917	3,829,808	1,538,565	2,017,484	1,035,167	4,528,787	1,655,500	3,019,934	3,427,122	3,174,350
Total all other governmental funds	\$ 9,459,197	\$ 14,471,940	\$ 4,908,178	\$ 5,915,689	\$ 4,458,853	\$ 13,057,741	\$ 10,171,982	\$ 11,954,879	\$ 11,339,414	\$ 19,091,948

The City of Winter Park, Florida
Table 4
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2001	2002	2003	2004 ¹	2005	2006	2007	2008	2009	2010
REVENUES										
Taxes:										
Property Taxes	\$ 8,165,268	\$ 9,084,772	\$ 10,699,839	\$ 12,041,352	\$ 15,905,663	\$ 18,037,317	\$ 21,216,955	\$ 19,952,957	\$ 21,092,354	\$ 20,148,016
Utility Taxes	4,717,765	5,967,866	5,682,672	5,759,664	5,823,509	6,270,492	6,265,881	6,298,905	6,497,752	6,930,742
Franchise Fees	2,166,770	2,897,506	2,433,024	2,554,285	2,324,108	928,709	924,327	946,322	1,014,864	1,044,071
Fines and Forfeitures	1,880,436	908,603	742,862	655,883	627,587	710,239	1,024,106	920,829	979,206	1,654,709
Licenses and Permits	1,925,832	1,558,066	1,961,966	2,501,447	2,719,197	3,661,781	2,766,065	2,197,365	1,574,789	1,622,739
Intergovernmental:										
Sales Tax	3,378,764	3,154,899	3,164,880	3,490,548	3,794,620	3,867,511	3,863,459	3,761,241	3,314,364	3,415,838
Local Option Gas Tax	1,103,719	956,697	948,620	1,013,292	1,061,409	1,025,448	1,027,780	1,002,879	947,843	958,913
Other Intergovernmental	1,452,922	1,496,266	1,894,731	5,796,031	11,618,151	4,179,938	5,036,468	4,410,283	3,808,474	4,148,071
Charges for Services	3,653,295	3,790,090	4,770,577	4,646,165	5,243,736	5,567,537	5,595,392	5,990,603	6,333,460	6,785,179
Other	3,730,073	2,320,974	1,737,290	1,389,916	2,598,964	4,207,829	3,994,395	2,532,683	1,586,820	1,704,225
Total Revenues	32,174,844	32,135,739	34,036,461	39,848,583	51,716,944	48,456,801	51,714,828	48,014,067	47,149,926	48,412,503
EXPENDITURES										
Current:										
General Administration	895,691	940,276	1,014,544	1,810,012	1,533,518	1,858,513	1,810,279	1,499,908	1,535,789	1,645,189
Communications	198,925	187,177	202,328	253,983	287,833	199,592	239,148	107,452	183,229	173,357
Financials Services	488,838	491,249	553,773	440,108	543,235	493,877	506,223	420,670	413,199	370,931
Planning	618,422	1,142,062	1,586,835	816,604	2,105,587	2,377,099	2,520,238	2,012,060	1,765,193	1,968,578
Building and Code Enforcement	846,793	934,979	1,015,860	1,008,343	1,122,321	1,361,222	1,562,205	1,580,666	1,416,717	1,239,430
Public Works	5,089,089	5,957,837	5,825,071	7,007,570	8,128,147	8,685,028	10,553,570	8,930,830	8,770,903	8,372,375
Police	7,848,868	8,072,820	9,466,435	10,013,889	10,883,814	11,262,459	12,417,350	12,348,317	12,732,022	12,922,520
Fire	5,010,956	5,538,849	6,495,638	7,095,824	8,050,841	8,419,221	9,397,706	9,416,751	9,623,766	9,682,588
Parks and Recreation	5,241,709	5,330,374	6,265,545	13,290,148	11,803,198	7,860,326	10,863,374	7,884,895	6,517,654	5,954,608
Organizational Support	1,050,940	1,084,340	1,229,110	1,182,810	1,317,620	1,333,210	1,436,850	1,397,698	1,465,712	1,413,185
Debt Service:										
Principal	977,690	1,138,000	1,239,863	782,566	1,245,114	1,203,404	1,638,377	1,762,890	1,931,427	2,608,779
Interest	528,109	791,239	1,060,897	1,137,748	977,983	1,103,322	1,317,739	1,259,424	1,250,694	1,385,459
Capital Improvements	6,483,304	7,695,031	13,444,965	3,017,195	7,260,873	5,096,442	6,941,597	4,623,115	4,367,770	5,030,577
Total Expenditures	35,279,334	39,304,233	49,400,864	47,856,800	55,260,084	51,253,715	61,204,656	53,244,676	51,974,075	52,767,576
Deficiency of Revenues Over Expenditures	(3,104,490)	(7,168,494)	(15,364,403)	(8,008,217)	(3,543,140)	(2,796,914)	(9,489,828)	(5,230,609)	(4,824,149)	(4,355,073)
OTHER FINANCING SOURCES AND (USES)										
Transfers In	3,766,377	3,828,417	9,314,569	7,615,477	6,316,934	9,112,840	12,278,784	8,752,166	7,943,086	8,481,819
Transfers Out	(2,566,515)	(2,963,170)	(7,648,245)	(3,190,618)	(3,731,475)	(5,939,920)	(7,907,052)	(3,190,099)	(2,491,564)	(3,067,539)
Proceeds from Debt Issuance	-	11,237,242	-	10,083,189	-	9,122,000	-	2,230,000	-	8,100,000
Payment to Refunded Bond Escrow Agent	-	-	-	(3,741,648)	-	-	-	-	-	-
Total Other Financing Sources and (Uses)	1,199,862	12,102,489	1,666,324	10,766,400	2,585,459	12,294,920	4,371,732	7,792,067	5,451,522	13,514,280
Net Change in Fund Balances	(1,904,628)	4,933,995	(13,698,079)	2,758,183	(957,681)	9,498,006	(5,118,096)	2,561,458	627,373	9,159,207
Fund Balances - Beginning	20,787,938	18,883,310	23,817,305	10,119,226	12,877,409	11,919,728	21,417,734	16,299,638	18,861,096	19,488,469
Fund Balances - Ending	\$ 18,883,310	\$ 23,817,305	\$ 10,119,226	\$ 12,877,409	\$ 11,919,728	\$ 21,417,734	\$ 16,299,638	\$ 18,861,096	\$ 19,488,469	\$ 28,647,676
Debt service as a percentage of noncapital expenditures	4.27%	6.05%	5.70%	4.16%	4.47%	4.85%	5.30%	6.23%	6.55%	8.69%

¹ For FY 2004 increase in Intergovernmental Revenue is due to Hurricanes and FEMA funds received.

The City of Winter Park, Florida
Table 5
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30,	Real Property	Personal Property	Centrally Assessed Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value(1) as a Percentage of Actual Value
2001	1,947,215,000	191,118,189	1,064,951	N/A	2,139,398,140	3.8160	2,721,433,388	78.61%
2002	2,151,716,007	180,432,601	975,848	N/A	2,333,124,456	3.8160	3,065,742,687	76.10%
2003	2,339,276,932	178,955,337	1,043,636	N/A	2,519,275,905	4.1340	3,392,829,376	74.25%
2004	3,639,417,177	259,030,726	1,567,854	1,061,176,362	2,838,839,395	4.1340	4,754,200,077	59.71%
2005	3,885,288,338	267,935,609	1,762,638	1,095,745,377	3,059,241,208	5.0900	5,059,845,747	60.46%
2006	4,426,794,057	257,145,724	1,082,823	1,285,628,264	3,399,394,340	5.0900	5,676,613,511	59.88%
2007	5,381,449,024	255,814,961	1,232,368	1,653,577,239	3,984,919,114	5.0900	6,797,466,978	58.62%
2008	6,092,025,651	270,877,113	459,411	1,911,127,287	4,452,234,888	4.3073	7,660,052,254	58.12%
2009	6,167,795,263	266,018,186	1,383,948	1,937,693,755	4,497,503,642	4.3858	7,741,283,098	58.10%
2010	5,767,510,307	253,659,029	1,483,032	1,687,749,821	4,334,902,547	4.3980	7,247,987,510	59.81%

Source: Orange County Property Appraiser (Revised Recapitulation of the Ad Valorem Assessment Rolls, DR-403AM)

Note: Assessed values are determined as of January 1 for each fiscal year.
Real Property is assessed at 85% of estimated market value and Personal Property assessment at 55%.
Estimated actual taxable value is calculated by dividing assessed value by those percentages.
Centrally assessed property consists of the railroad lines which are assessed by the State of Florida.

The City of Winter Park, Florida
Table 6
Direct and Overlapping Property Tax Rates
(rate per \$1,000 of assessed value)
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30,	Tax Roll	Direct			Overlapping			Total Direct and Overlapping Millage
		City Operating Millage	City Debt Service	Total City Millage	Orange County	Orange County School Board	St. Johns Water Management District	
2001	2000	3.1720	0.6440	3.8160	5.1639	8.5770	1.1690	18.7259
2002	2001	3.1720	0.6440	3.8160	5.1639	8.4320	0.4620	17.8739
2003	2002	3.4900	0.6440	4.1340	5.1639	7.8780	0.4620	17.6379
2004	2003	3.6540	0.4800	4.1340	5.1639	7.8880	0.4620	17.6479
2005	2004	4.6540	0.4360	5.0900	5.1639	7.5400	0.4620	18.2559
2006	2005	4.6980	0.3920	5.0900	5.1639	7.7610	0.4620	18.4769
2007	2006	4.7580	0.3320	5.0900	5.1639	7.1690	0.4620	17.8849
2008	2007	3.9950	0.3123	4.3073	4.4347	7.1210	0.4158	16.2788
2009	2008	4.0923	0.2935	4.3858	4.4347	7.1500	0.4158	16.3863
2010	2009	4.0923	0.3057	4.3980	4.4347	7.6730	0.4158	16.9215

Source: Orange County Property Appraiser's Office

The City of Winter Park, Florida
Table 7
Principal Property Tax Payers
Current Year and Ten Years Ago

Taxpayer	Type of Business	2010			2001		
		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Winter Park Town Center, LTD (Winter Park Village)	Shopping Mall	\$ 39,094,581	1	0.90%	\$ 36,325,603	2	1.70%
Mayflower Retirement Center Inc	Retirement Community	19,657,603	2	0.45%	19,142,160	4	0.89%
Proteggere LLC	Real Estate Developer	19,508,853	3	0.45%			
Winter Park Condominium LP	Real Estate Developer	19,163,237	4	0.44%			
Rollins College	Education	18,457,408	5	0.43%	19,393,702	3	0.91%
BFC Park Avenue LLC - Bank of America Building	Trustee	14,341,909	6	0.33%	8,764,525	9	0.41%
Elizabeth Morse Genius Foundation	Foundation	13,941,587	7	0.32%	10,529,875	7	0.49%
Winter Park Village Apts LLC	Developer	13,381,426	8	0.31%			
CD90 Mercantile Plaza LTD - Mercantile Bank Plaza	Shopping Mall	12,480,570	9	0.29%	15,213,638	6	0.71%
Presbyterian Retirement Communities Inc	Retirement Community	11,672,803	10	0.27%	8,859,546	8	0.41%
Holler, Roger W. Jr	Estate				16,355,436	5	0.76%
DLJ-EWP LP/DLJ Real Estate Capital Partners	Real Estate Developer				50,053,000	1	2.34%
Jenkins Williams Griffith (Aloma Shopping Center)	Shopping Mall				8,703,950	10	0.41%
Other Taxpayers	-	4,153,202,570	-	95.81%	1,946,056,705	-	90.96%
		<u>\$ 4,334,902,547</u>		<u>100.00%</u>	<u>\$ 2,139,398,140</u>		<u>100.00%</u>

Source: Orange County Property Appraiser's Office

The City of Winter Park, Florida
Table 8
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30,	Tax Levied for the Fiscal Year(1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount (2)	Percentage of Levy		Amount	Percentage of Levy
2001	8,163,943	7,890,858	96.7%	13,816	7,904,674	96.8%
2002	8,903,203	8,610,296	96.7%	30,245	8,640,541	97.0%
2003	10,414,687	10,105,507	97.0%	89,690	10,195,197	97.9%
2004	11,735,762	11,345,540	96.7%	74,586	11,420,126	97.3%
2005	15,550,041	15,114,883	97.2%	39,580	15,154,463	97.5%
2006	17,302,917	17,040,486	98.5%	34,341	17,074,827	98.7%
2007	20,283,238	19,873,611	98.0%	23,126	19,896,737	98.1%
2008	19,177,111	18,463,803	96.3%	49,710	18,513,513	96.5%
2009	19,725,151	19,331,226	98.0%	49,588	19,380,814	98.3%
2010	19,064,901	18,456,523	96.8%	43,654	18,500,177	97.0%

Source: Orange County Tax Collector and City of Winter Park Finance Department

Notes: (1) Gross Taxes before discounts
(2) Excludes Orange County's share of tax increment revenue for the Community Redevelopment Area (CRA) Special Revenue Fund. Tax increment revenue from the County for the fiscal year ended September 30,2010 was \$ 1,647,839.00

The City of Winter Park, Florida
Table 9
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30	Governmental Activities				Business-type Activities		Total Government	Percentage of Personal Income	Per Capita
	General Obligation Bond	Capital Improvement Bonds	Capital Lease Obligations	Notes Payable	Water & Wastewater Revenue Bonds	Electric Revenue Bonds			
2001	\$ 5,875,000	\$ 4,020,000	\$ 345,878	\$ 13,000	\$ 6,555,000	\$ -	\$ 16,808,878	\$ N/A	\$ 681
2002	15,880,000	3,890,000	233,264	209,590	27,800,000	-	48,012,854	N/A	1,820
2003	14,845,000	3,755,000	124,457	139,727	26,435,000	-	45,299,184	N/A	1,716
2004	14,355,000	9,710,000	12,241	290,074	65,075,000	5,000,000	94,442,315	N/A	3,513
2005	13,630,000	3,470,000	-	6,016,808	64,100,000	53,800,000	141,016,808	N/A	5,060
2006	12,885,000	13,717,000	325,147	4,433,405	63,095,000	53,225,000	147,680,552	N/A	5,160
2007	12,120,000	13,210,077	283,169	4,016,951	62,060,000	52,890,000	144,580,197	10.36%	5,075
2008	11,330,000	12,622,710	239,593	5,861,428	60,990,000	70,760,000	161,803,731	13.78%	5,595
2009	10,520,000	12,015,762	198,194	5,391,949	78,895,000	80,010,000	187,030,905	14.65%	6,544
2010	9,685,000	7,273,009	832,583	16,828,984	77,745,000	79,530,000	191,894,576	12.92%	6,749

Notes: Details regarding the City's outstanding debt can be found in the notes to the financials statements.
See Demographic and Economic Statistics for personal income and population data.

The City of Winter Park, Florida
Table 10
Ratios of General Obligation Bonds Outstanding
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30,	General Obligation Bonds	Percentage of Actual Taxable Value of Property	Per Capita
2001	5,875,000	0.22%	238
2002	15,880,000	0.52%	602
2003	14,845,000	0.44%	562
2004	14,355,000	0.30%	534
2005	13,630,000	0.27%	489
2006	12,885,000	0.23%	450
2007	12,120,000	0.18%	425
2008	11,330,000	0.15%	392
2009	10,520,000	0.14%	368
2010	9,685,000	0.13%	341

Source: City of Winter Park Finance Department

Note: There is no overlapping general obligation debt for which the City's property taxpayers are responsible.

The City of Winter Park, Florida
Table 11
Legal Debt Margin Information

There are no limitations placed upon the amount of debt the City may issue by either the City's Charter or code of ordinances or by the Florida State Statutes.

The City's Charter does require voter referendum for the following categories of bonds:

- * General obligation bonds.**
- * Revenue bonds intended to finance enterprises or projects which involve the purchase, lease and/or acquisition of real property.**
- * Revenue bonds which pledge specific non-ad valorem taxes as the primary source(s) of revenue to pay the principal and interest which have a principal value in excess of one million dollars.**

This dollar limitation is adjusted annually as of the end of the fiscal year in accordance with changes in the cost-of-living index as published by the federal government.

The limitation, as adjusted, at September 30, 2010 is \$2,158,488

However, notwithstanding the foregoing in the second and third items above, voter referendum shall not be required prior to the issuance of revenue bonds which finance the purchase, lease and/or acquisition of park real property and/or park projects by the City.

The City of Winter Park, Florida
Table 12
Community Redevelopment Agency
Tax Increment Revenue Bonds Coverage
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30,	Tax Increment Revenue⁽¹⁾	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2000	\$ 231,376	\$ -	\$ 26,079	\$ 26,079	8.87
2001	420,666	-	24,528	24,528	17.15
2002	717,106	-	22,884	22,884	31.34
2003	846,861	-	5,942	5,942	142.52
2004	1,061,066	20,000	143,937	163,937	6.47
2005	1,428,223	225,000	235,110	460,110	3.10
2006	1,838,142	235,000	293,918	528,918	3.48
2007	2,536,662	351,924	416,460	768,384	3.30
2008	2,736,168	422,366	419,331	841,697	3.25
2009	3,283,329	436,948	400,498	837,446	3.92
2010	3,172,003	456,778	517,908	974,686	3.25

Notes: (1) Tax Increment Revenue Notes are backed by the property tax revenue produced by the property tax rate of the City of Winter Park and Orange County applied to the increase in the taxable assessed values above the base year taxable assessed value multiplied by 95%.

The City of Winter Park, Florida
Table 13
Pledge Revenue Coverage
Water and Sewer Revenue Debt Coverage
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30,	Gross Revenue		Less: Operation and Maintenance Expense		Net Pledge Revenue Available for Debt Services	Debt Service Requirements			Coverage
						Principal	Interest	Total	
2001	\$	18,124,321	\$	13,277,536	\$ 4,846,785	\$ 2,060,000	\$ 297,820	\$ 2,357,820	2.06
2002		17,620,410		14,113,155	3,507,255	2,135,000	543,217	2,678,217	1.31
2003		19,851,316		15,541,546	4,309,770	1,365,000	1,236,061	2,601,061	1.66
2004		19,917,648		15,514,028	4,403,620	1,435,000	1,363,852	2,798,852	1.57
2005		23,373,807		16,695,487	6,678,320	975,000	2,993,007	3,968,007	1.68
2006		25,590,718		16,171,084	9,419,634	1,005,000	2,982,031	3,987,031	2.36
2007		27,221,990		17,160,641	10,061,349	1,035,000	2,980,168	4,015,168	2.51
2008		25,589,426		18,520,255	7,069,171	1,070,000	3,657,461	4,727,461	1.50
2009		25,441,139		18,534,852	6,906,287	1,105,000	3,214,962	4,319,962	1.60
2010		25,807,742		16,546,462	9,261,280	1,150,000	2,563,648	3,713,648	2.49

Notes: 1 Schedule includes debt service requirements for Water and Sewer Revenue Bonds, Series 1994, 1996, 1998, 2002, 2004 and 2009.

The bonds and interest due thereon are payable from and secured by a prior lien upon a pledge of the net revenues derived by the City from the operation of the Water and Suburban Sewer System.

2 Gross Revenues are defined by the bond covenants as all income and earnings derived by the City from the ownership, operation, leasing, or use of the system and investment income, excluding impact fees and interest earned thereon.

3 Operation and maintenance expenses are defined as the cost of operation and maintenance as defined by the bond covenant, as current expenses, paid or accrued, less depreciation and amortization expenses.

4 Water and Sewer Revenue Bonds, Series 1994 and 1998, were retired early in January 2002. The principal and interest payments made at that time (\$1,620,000 and \$5,529, respectively) are not included in the above 2002 debt service requirements.

The City of Winter Park, Florida
Table 14
Electric Services Revenue Debt Coverage
Last Ten Fiscal Years

Fiscal Year Ended Sept. 30,	Gross Revenue	Less: Operation and Maintenance Expense	Net Pledge Revenue Available for Debt Services	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2001	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ N/A	N/A
2002	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2003	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2004	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2005	17,938,691	16,992,314	946,377	-	935,796	935,796	1.01
2006	46,257,013	39,437,417	6,819,596	-	2,673,160	2,673,160	2.55
2007	49,694,293	39,067,324	10,626,969	575,000	2,629,729	3,204,729	3.32
2008	47,901,111	44,365,015	3,536,096	600,000	4,228,044	4,828,044	0.73
2009	54,774,922	44,042,317	10,732,605	625,000	3,350,348	3,975,348	2.70
2010	57,655,512	45,345,525	12,309,987	480,000	2,057,171	2,537,171	4.85

Notes: 1 Schedule includes debt service requirements for Electric Revenue Bonds, Series 2005A, 2005B, 2007, 2009A and 2009B.

The bonds and interest due thereon are payable from and secured by a prior lien upon a pledge of the net revenues derived by the City from the operation of the Electric System.

2 Gross Revenues are defined by the bond covenants as all income and earnings derived by the City from the ownership, operation, leasing, or use of the system and investment income, excluding capital expansion and system improvement grants.

3 Operation and maintenance expenses are defined as the cost of operation and maintenance as defined by the bond covenant, as current expenses, paid or accrued, less depreciation and amortization expenses.

4 Pledge revenues are defined as gross revenues less operation and maintenance expense.

5 N/A: Information before 2005 is not applicable since Electric Operations started in June 2005.

The City of Winter Park, Florida
Table 15
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	City Population	Orange- County MSA Population	City Personal Income (Thousand)	City Per Capita Personal Income	Orange County Per Capita Personal Income	City Education		Unemployment Rate			
						High School Graduates	College Graduates	City of Winter Park	Orlando- Kissimmee MSA	Orange County	Florida
2001	24,674	930,034	N/A	N/A	27,178	N/A	N/A	2.2	4.2	4.2	4.7
2002	26,377	955,865	N/A	N/A	27,075	N/A	N/A	3.0	5.7	5.7	5.7
2003	26,401	983,165	N/A	N/A	27,643	N/A	N/A	2.7	5.2	5.2	5.3
2004	26,880	1,013,937	N/A	N/A	29,042	N/A	N/A	2.4	4.4	4.5	4.7
2005	27,868	1,043,437	N/A	N/A	N/A	N/A	N/A	3.0	3.5	3.6	3.8
2006	28,620	1,079,524	N/A	48,449	N/A	3,432	11,992	2.6	3.1	3.1	3.3
2007	28,486	1,072,861	1,396,099	49,010	23,963	3,358	14,249	2.9	4.1	4.1	4.4
2008	28,921	1,084,185	1,174,135	40,598	23,776	2,686	8,033	5.0	6.5	6.4	6.9
2009	28,581	1,089,120	1,276,713	44,670	25,560	2,582	8,935	8.5	11.6	11.5	11.3
2010	28,434	1,110,993	1,485,193	52,233	28,117	3,071	10,368	9.1	11.8	11.8	12.1

Sources: Information provided by Metro Orlando EDC and the Community Redevelopment Agency.

Unemployment rate from State of Florida, Department of Labor and Employment Security, Bureau of Labor Market Information.
(http://www.labormarketinfo.com) Statistical Programs\ LAUS-Local Area Unemployment Statistics\Get detailed Statistics\Monthly
Data Table per year (includes city estimate)

Note: N/A- Information is not available.

The City of Winter Park, Florida
Table 16
Principal Employers
Current Fiscal Year

		2010		
Employer	Type of Business	Employees	City Rank	Percentage of Total City Employment
Florida Hospital Winter Park	Health	1,433	1	10.18%
Rollins College	Education	683	2	4.85%
Orange County Schools	Education	659	3	4.68%
City of Winter Park	Government	527	4	3.75%
Publix	Food Retailer/Supermarket chain	450	5	3.20%
Bonnier	Multi Platform media company	402	6	2.86%
Other Employers	Various	9,916		70.48%
Total Labor Force		14,070		100.00%

Sources: Labor Force from State of Florida, Department of Labor and Employment Security, Bureau of Labor Market Information.

(<http://www.labormarketinfo.com>) Statistical Programs\ LAUS-Local Area Unemployment Statistics\get detailed statistics\Monthly Data Table per year, Metro Orlando EDC, the Community Redevelopment Agency and CRA Dept.

* Estimate based on previous year actuals.

Note: Employment data for previous years was not available.

The City of Winter Park, Florida
Table 17
Full-Time Authorized City Government Employees by Function
Last Ten Fiscal Years

Function/Program	Full-time authorized Employees as of September 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government										
City Commission	-	-	-	-	-	-	-	-	-	-
City Manager	4	4	4	4	4	4	4	4	3	3
City Clerk	2	2	2	2	2	2	2	2	2	2
Communications	2	2	3	3	4	4	4	4	3.5	3.5
Human Resources	2	2	3	3	3	3	4	4	4	4
Purchasing	4	4	4	4	4	4	4	4	3	3
Information Technology Services	-	-	-	7	7	7	7	7	7.5	7.5
Finance	9	9	9	9	9	9	10	10	9	9
Police	106	109	117	123	120	120	120	120	118	115
Fire	70	73	68	72	72	73	73	74	74	77
Public Works	46	45	47	47	41	36	36	36	34	34
Planning/Community Development	18	20	22	23	23	24	26	26	22	18
Parks/Recreation	75	75	82	82	83	85	85	85	74	72
Subtotal for General Fund	338	345	361	379	372	371	375	376	354	348
Special Revenue										
Stormwater Utility	21	21	21	21	21	25	27	27	21	21
Community Redevelopment	2	2	3	3	3	3	4	3	5	4
Subtotal for Special Revenue	23	23	24	24	24	28	31	30	26	25
Business-Type										
Water/Sewer Service	121	122	129	129	129	132	137	138	134	131
Electric Service	-	-	-	-	1	3	4	4	4	4
Golf Course	5	5	5	5	5	5	6	6	6	6
Subtotal for Business-Type	126	127	134	134	135	140	147	148	144	141
Internal Service										
Fleet	12	12	12	12	12	12	13	13	13	12
Information Technology Services	6	6	7	-	-	-	-	-	-	-
General Insurance	1	1	1	1	1	1	1	1	1	1
Subtotal for Internal Services	19	19	20	13	13	13	14	14	14	13
Total	506	514	539	550	544	552	567	568	538	527

Source: City Annual Budget

The City of Winter Park, Florida
Table 18
Operating Indicators by Function/ Program
Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Function										
Police⁽¹⁾										
Calls for Services	(1) 84,500	(1) 90,000	(1) 82,950	(1) 87,863	(1) 91,013	(1) 77,761	(1) 87,401	(1) 81,256	(1) 76,578	(1) 69,792
Average Response times	N/A	N/A	N/A	1:54	1:59	1:59	2:05	2:27	2:18	2:16
Felony & misdemeanor arrests	924	950	1,170	1,030	1,275	1,611	1,496	1,295	1,331	928
Traffic accidents and citations	13,500	16,000	9,726	14,553	13,922	12,311	13,804	14,297	14,364	12,716
Fire⁽²⁾										
All Priority 1 EMS-Responses at 90% Performance (Minutes)	N/A	N/A	N/A	N/A	N/A	N/A	8:56	8:58	8:36	8:25
All Priority 1 EMD-Responses at 90% Performance (Minutes)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	8:36	8:25
All Moderate structures-Fires Response Force at 90% (Minutes)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	11:24
All High-Risk structures-Fires Response Force at 90% (Minutes)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	20:00
Public Works										
Traffic Control										
New signs made/installed	N/A	N/A	N/A	250	342	560	731	1,022	1,802	1,989
Signs repaired	N/A	N/A	N/A	130	162	150	148	191	295	515
Environmental Protection										
Linear feet of new pipe installed	N/A	N/A	N/A	3,267	2,108	2,500	1,132	2,869	2,495	2,086
Linear feet of damaged pipe replaced	N/A	N/A	N/A	340	333	300	184	163	140	136
Standard inlets installed	N/A	N/A	N/A	32	35	20	15	28	20	40
Street sweepers (miles per week)	150	153	163	267	140	157	161	162	130	130
Leaves removed and hauled (tons)	N/A	N/A	N/A	930	1,020	1,160	1,469	2,035	1,462	1,750
Fleet										
Percent of entire fleet availability	99.66%	95.60%	98.60%	98.70%	99.20%	99.04%	99.15%	99.21%	99.37%	99.11%
Preventive maintenance completed	1,022	1,139	1,410	1,477	1,866	1,859	1,698	1,741	1,484	1,259
Building and Code Enforcement										
Permits issued	3,800	3,800	4,300	4,421	5,076	6,121	5,490	4,242	3,417	4,351
Construction value of permits issued (millions)	\$ 100	76 \$	93 \$	112 \$	145 \$	195 \$	123 \$	98 \$	65 \$	188
Parks and Recreation										
Youth Programs:										
Average hours of field use (hrs)	N/A	315	398	423	450	460	N/A	N/A	N/A	N/A
Average hours of field use for Summer Sport Camps (hrs)	N/A	3	3	12	12	13	0	0	0	0
Recreation facilities events per month	N/A	N/A	N/A	N/A	95	105	95	95	128	90

Source: Various City departments.

Notes:

⁽¹⁾ Provided for calendar year.

⁽²⁾ New Performance measure indicators adopted by City Commission in December 2010.

N/A - Information is not available.

City of Winter Park, Florida
Table 19
Supplemental Operating Indicators for:
Water & Sewer-Customers
September 30, 2010

NUMBER OF WATER SYSTEM CUSTOMERS							
		04-05	05-06	06-07	07-08	08-09	09-10
Commercial:							
	Inside	1,722	1,705	1,730	1,715	1,692	1,719
	Outside	1,234	1,204	1,225	1,196	1,173	1,254
Multi-Dwelling:							
	Inside	373	361	407	359	355	357
	Outside	589	581	595	593	587	593
Public Authority:							
	Inside	227	223	225	222	224	224
	Outside	47	45	50	50	51	55
Residential:							
	Inside	10,696	10,635	10,597	10,799	10,741	10,705
	Outside	8,690	8,556	8,742	8,570	8,504	8,561
Total Inside		13,018	12,924	12,959	13,095	13,012	13,005
Total Outside		10,560	10,386	10,612	10,409	10,315	10,463
Total Customers		23,578	23,310	23,571	23,504	23,327	23,468

MAJOR WATER AND SEWER USERS (CONSUMPTION = 1,000 GALLONS)				
Inside City Limits				
	Adventist Health Systems (Winter Park Hospital)			33,158
	Rollins College			27,573
	Orange County School Board & Fire Dept			27,554
	Winter Park Towers			20,429
	City of Winter Park			17,461
	Winter Park Town Center, LTD			15,037
	The Mayflower			12,768
	Four Seasons Condo			11,254
	Regents Park of Winter Park			6,883
	Frenchmen's Cove Apartments			6,417
	The Meadows			6,319
	Total Inside			184,853
Outside City Limits				
	Orange County Sewer & Water			67,416
	BVF/APTCO Winter Park/Empirian Bay, LLC			23,518
	HC Florida/Sunkey			21,036
	ZMG Property Mgmt Division LLC			15,804
	SB (Summerwind)			15,366
	Summerwalk Partners LLC			14,493
	Bailey Apollo Sutton Place			14,349
	Picerne Development Corp			14,229
	Hidden Oaks Condo			13,767
	JRK Florida			13,003
	Equity Residential Properties			12,840
	Total Outside			225,821
Total Consumption of Largest Users (Inside and Outside)				410,674

City of Winter Park, Florida
Table 20
Supplemental Operating Indicators for:
Water & Sewer Operation-Usage
September 30, 2010

ANNUAL WATER USAGE (thousands of gallons)						
	04-05	05-06	06-07	07-08	08-09	09-10
Commercial:						
Inside	542,259	607,837	612,386	565,431	482,064	447,019
Outside	427,027	465,502	463,152	431,177	411,329	364,375
Multi-Dwelling:						
Inside	144,910	151,995	152,401	150,294	142,725	133,140
Outside	509,276	469,770	440,886	431,576	402,206	387,960
Public Authority:						
Inside	99,798	85,053	90,832	89,407	89,144	77,034
Outside	12,995	8,897	7,971	11,861	8,824	6,798
Residential:						
Inside	1,249,308	1,485,040	1,523,409	1,415,378	1,022,428	1,218,845
Outside	823,811	762,642	743,504	699,442	654,231	611,227
Total Inside	2,036,275	2,329,925	2,379,028	2,220,510	1,736,361	1,876,038
Total Outside	1,773,109	1,706,811	1,655,513	1,574,056	1,476,590	1,370,360
Total Consumption	3,809,384	4,036,736	4,034,541	3,794,566	3,212,951	3,246,398

ANNUAL SEWER USAGE (thousands of gallons)						
	04-05	05-06	06-07	07-08	08-09	09-10
Commercial:						
Inside	288,959	310,286	301,659	290,746	260,345	256,021
Outside	259,935	242,136	242,409	238,398	226,896	200,757
Multi-Dwelling:						
Inside	117,700	128,892	128,614	132,265	121,577	117,109
Outside	371,640	370,660	358,095	353,277	326,650	327,662
Public Authority:						
Inside	35,992	23,395	20,190	22,081	20,900	24,665
Outside	71,962	4,226	3,509	3,636	4,308	3,901
Residential:						
Inside	530,560	534,532	535,470	526,526	521,569	532,186
Outside	364,865	333,097	330,556	319,235	307,640	299,250
Total Inside	973,211	997,105	985,933	971,618	924,391	929,981
Total Outside	1,068,402	950,119	934,569	914,546	865,494	831,570
Total Consumption	2,041,613	1,947,224	1,920,502	1,886,164	1,789,885	1,761,551

City of Winter Park, Florida
Table 21
Water and Sewer Rates, Fees and Charges
September 30, 2010

Inside the City Limits				
		Water		
	Water (Residential)	(Commercial/ Public Authority)	Water (Irrigation)	Sewer
	Rates per 1,000 gallons of consumption			
Block 1	\$ 0.91	\$ 0.79	1.93	\$ 5.08
Block 2	1.36	0.91	2.60	5.08
Block 3	1.93	1.36	3.31	5.08
Block 4	2.60	1.93	4.80	5.08
Block 5	3.31	2.60	4.80	5.08
Base ERM Charge	4.80	2.60	4.80	5.08
Additional Unit Charge	3.13	3.13	3.13	6.24

Outside the City Limits				
		Water		
	Water (Residential)	(Commercial/ Public Authority)	Water (Irrigation)	Sewer
	Rates per 1,000 gallons of consumption			
Block 1	\$ 1.14	\$ 0.98	\$ 2.41	\$ 6.34
Block 2	1.71	1.14	3.25	6.34
Block 3	2.41	1.71	4.14	6.34
Block 4	3.25	2.41	6.00	6.34
Block 5	4.14	3.25	6.00	6.34
Block 6	6.00	3.25	6.00	6.34
Base ERM Charge	10.72	10.72	10.72	12.66
Additional Unit Charge	3.91	3.91	3.91	7.79

ERM = Equivalent Residential Meter

The monthly base charge is based on the size of the meter. The applicable Equivalent Meter Ratio in the table below multiplied by the Base ERM Charge above determines the monthly Base Charge.

Bills for water, sewer and irrigation service are determined using applicable rates in the table above and the block sizes in the table below based on meter size.

Block Structure Price Breaks by Meter Size:

		Usage Up To:		
		Block 1	Block 2	Block 3
Meter Size in Inches	Equivalent Meter Ratio	(1,000 gallons/month)	(1,000 gallons/month)	(1,000 gallons/month)
3/4	1	4	8	12
1	2 1/2	10	20	30
1 1/2	5	20	40	60
2	8	32	64	96
3	16	64	128	192
4	25	100	200	300
6	50	200	400	600

Notes:

- (1) Rates changes for the fee schedules are effective on October 1st of each year.
- (2) Rates presented on this table are effective for October 1st, 2009.

City of Winter Park, Florida
Table 22
Supplemental Operating Indicators
for Electric Operations
September 30, 2010

ELECTRIC SYSTEM CUSTOMERS AND USAGE										
	05-06		06-07		07-08		08-09		09-10	
	# Customers	Killowatt Hours	# Customers	Killowatt Hours	# Customers	Killowatt Hours	# Customers	Killowatt Hours	# Customers	Killowatt Hours
Commercial:	2,164	221,914,921	2,151	226,892,337	2,198	226,274,226	2,343	214,119,612	2,374	214,827,096
Public Authority:	255	26,829,587	268	25,178,358	263	25,457,650	289	25,774,332	287	24,770,922
Residential:	11,210	193,560,264	11,453	188,690,175	11,484	188,394,378	11,496	187,143,449	11,464	199,406,133
Total Customers	13,629	442,304,772	13,872	440,760,870	13,945	440,126,254	14,128	427,037,393	14,125	439,004,151

MAJOR ELECTRIC USERS	
	Killowatt Hours
Rollins College	21,953,376
Adventist Health Systems (FL Hospital)	20,713,840
City of Winter Park	11,286,307
Orange County Schools	10,305,154
Publix Super Markets	8,563,400
Embarq Florida Inc	7,285,285
Mayflower Retirement Center, Inc	6,031,800
Prebysterian Retirement Center	5,096,800
250 Park Avenue Trustee, Inc	3,329,856
CD90 Mercantile Plaza LTD	2,042,000
Central Florida YMCA	2,380,720
Charles H, Elizabeth Morse Genius	2,375,692
Whole Foods Market Group. Inc	1,886,782
Regal Cinemas Inc, DIP	1,868,500
K Mart Corporation	1,807,524
Rotech Medichal Corporation	1,719,300
The Chessecake Factory	1,678,680
Orthopaedic Clinic PA	1,539,241
School Board of Orange County, Court, Tax	1,542,000
Total Consumption of Largest Users	113,406,257

City of Winter Park, Florida

Table 23

Residential Electric Service Rates, Fees and Charges

September 30, 2010

Residential Rates		
Customer charge	\$ 9.35	per month
1st 1,000 kWh	\$ 0.064850	per kWh
All kWh above 1,000	\$ 0.076500	per kWh
Fuel Cost Recovery Factor, 1st 1,000 kWh	\$ 0.044640	per kWh
Fuel Cost Recovery Factor, all kWh above 1,000	\$ 0.054640	per kWh
Gross Receipts Tax	\$ 0.025641	
Franchise Fee	\$ 0.060000	
Electric Utility Tax	\$ 0.100000	

Service Charges		
Opening an account at a new service location	\$ 61.00	
Reconnect service	\$ 28.00	
Reconnect service after a disconnection for nonpayment or violation of a rule or regulation	\$ 40.00	
Reconnection after normal business hours	\$ 55.00	
Dishonored check	\$ 25.00	or 5% of the check amount, whichever is greater
Subsequent Re-establishment of service	\$ 10.00	

Lighting Service (LS)		
This service is available from dusk to dawn with various automatically controlled light fixtures		
Fixture and Maintenance Charge		Depends upon fixture type
Customer charges (per line of billing):	\$ 28.00	
Metered Accounts	\$ 3.49	per month
Non Metered Accounts	\$ 1.22	per month
Energy and Demand Charge	\$ 0.023490	per kWh
Fuel Cost Recovery Factor	\$ 0.048340	per kWh
Gross Receipts Tax	\$ 0.025641	
Franchise Fee	\$ 0.060000	
Electric Utility Tax	\$ 0.100000	

Notes

- (1) Rates changes are effective few times during the fiscal year.
- (2) Rates on this table became effective July 1, 2010.

City of Winter Park, Florida
Table 24
General Service Electric Rates, Fees and Charges
September 30, 2010

Non-Demand (GS, GP)		
Rates will also apply to Temporary Service (TS)		
Customer charges:		
Non Metered Accounts	\$	6.96 per month
Metered Accounts:		
Secondary Delivery Voltage	\$	12.34 per month
Primary Delivery Voltage	\$	156.08 per month
Energy and Demand Charge	\$	0.065520 per kWh
Fuel Cost Recovery Factor	\$	0.056750 per kWh
Gross Receipts Tax	\$	0.025641
Franchise Fee	\$	0.060000
Electric Utility Tax	\$	0.100000
Electric State Sales Tax	\$	0.070000 Commercial Only
Electric State Sales Tax Surcharge	\$	0.005000 Commercial Only

Non-Demand (100% Load Factor Usage (GS-1; GS-2)		
(For customers with fixed wattage loads operating continuously throughout the billing period)		
Customer charges:		
Non Metered Accounts	\$	7.26 per month
Metered Accounts	\$	12.88 per month
Energy and Demand Charge	\$	0.033090 per kWh
Fuel Cost Recovery Factor	\$	0.056750 per kWh
Gross Receipts Tax	\$	0.025641
Franchise Fee	\$	0.060000
Electric Utility Tax	\$	0.100000
Electric State Sales Tax	\$	0.070000 Commercial Only
Electric State Sales Tax Surcharge	\$	0.005000 Commercial Only

Demand (GSD-1)		
Rates will also apply to Temporary Service (TS)		
Applicable to any customer other than residential with a measurable annual kWh consumption of 24,000 kWh or greater per		
Customer charges:		
Secondary Delivery Voltage	\$	12.82 per month
Primary Delivery Voltage	\$	162.19 per month
Demand Charge	\$	4.480000 per kWh
Energy Charge	\$	0.037380 per kWh
Fuel Cost Recovery Factor	\$	0.056750 per kWh
Gross Receipts Tax	\$	0.025641
Franchise Fee	\$	0.060000
Electric Utility Tax	\$	0.100000
Electric State Sales Tax	\$	0.070000 Commercial Only
Electric State Sales Tax Surcharge	\$	0.005000 Commercial Only

Lighting Service (LS)		
Rate schedules available upon request		
Fixture and Maintenance Charge		Depends upon
Customer charges (per line of billing):		
Metered Accounts	\$	3.49 per month
Non Metered Accounts	\$	1.22 per month
Energy and Demand Charge	\$	0.023490 per kWh
Fuel Cost Recovery Factor	\$	0.056750 per kWh
Gross Receipts Tax	\$	0.025641
Franchise Fee	\$	0.060000
Electric Utility Tax	\$	0.100000
Electric State Sales Tax	\$	0.070000 Commercial Only
Electric State Sales Tax Surcharge	\$	0.005000 Commercial Only

Temporary Service (TS)		
(Rates from appropriate General Service schedules are applied)		
Applicable to any customer for temporary service such as displays, construction, fairs, exhibits and similar temporary		
Deposit required at the time of initiating service.		

Notes

- (1) Rates change on this table represents were approved effective on July 1, 2010.

The City of Winter Park, Florida
Table 25
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Function										
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	3	3	3	3	3	3	3	3	3	3
City Limits										
Square Miles	8.6	8.6	8.6	9.5	9.5	9.5	10	10	10	10
Streets										
Paved (miles)	107.5	107.5	123.0	123.0	123.0	124.0	133.0	133.0	133.0	133.0
Unpaved (miles)	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Sidewalks (miles)	96.5	96.5	99.0	99.0	99.0	99.0	137.0	137.3	155.0	155.0
Bikepaths (miles)	23.3	23.3	23.3	23.3	23.3	23.3	23.3	23.3	23.3	23.3
Culture and Recreation										
Recreation centers	6	6	6	6	6	6	6	6	3	3
Major Parks	6	6	6	7	7	7	7	7	7	12
Mini Parks & playgrounds	73	73	73	73	73	73	73	73	67	45
Parks acreage	281	281	281	281	281	292	293	293	298	298
Fleet										
Vehicles and other heavy equipment	333	347	355	366	370	404	400	400	400	400
Water & Sewer										
Water Plants	4	4	4	4	4	4	4	4	4	4
Water mains (miles)	476	541	550	551	551	553	555	555	556	558
Water maximum capacity (thousands of gallons)	20,158	20,158	20,158	20,158	20,155	26,808	28,800	28,800	28,800	28,800
Deep wells	9	9	9	9	9	8	8	8	8	8
Sewer force mains (miles)	40.2	41.9	42.1	42.1	42.1	42.3	44	44	44	44
Sewer gravity lines (miles)	138	138	139	139	139	139	140	142	142	143
Lift stations	87	87	87	87	87	87	87	87	87	87
Stormwater stations	N/A	N/A	N/A	N/A	N/A	2	2	2	2	2
Disposal (Wastewater) plants	1	1	1	1	1	1	1	1	1	1
Electric										
Electric Substations	N/A	N/A	N/A	N/A	2	2	2	2	2	2

Sources: Various City departments

Note: N/A- Information is not available.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor, City Commission, and City Manager
of the City of Winter Park, Florida:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of City of Winter Park, Florida as of and for the year ended September 30, 2010, which collectively comprise the City of Winter Park, Florida's basic financial statements and have issued our report thereon dated February 28, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Winter Park, Florida's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Winter Park, Florida's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Winter Park, Florida's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting. [2010-01 and 2010-02]. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

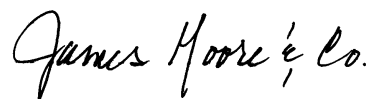
Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Winter Park, Florida's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of City of Winter Park, Florida in a separate letter dated February 28, 2011.

The City of Winter Park, Florida's response to the finding identified in our audit is described in the accompanying management response to internal control and management comments. We did not audit City of Winter Park, Florida's response and, accordingly, we express no opinion on it.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this management letter is intended solely for the information and use of the State of Florida Office of the Auditor General, City Commission, management, others within the City, and Federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "James Moore & Co." in a cursive script.

Daytona Beach, Florida
February 28, 2011

JAMES MOORE & CO., P.L.
CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Honorable Mayor, City Commission, and City Manager
of the City of Winter Park, Florida:

Compliance

We have audited City of Winter Park, Florida's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of City of Winter Park, Florida's major federal programs for the year ended September 30, 2010. The City of Winter Park, Florida's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City of Winter Park, Florida's management. Our responsibility is to express an opinion on the City of Winter Park, Florida's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Winter Park, Florida's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City of Winter Park, Florida's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2010.

Internal Control Over Compliance


Management of the City of Winter Park, Florida is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City of Winter Park, Florida's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Winter Park, Florida's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

The City of Winter Park, Florida's responses to the findings identified in our audit are described in the accompanying management responses to internal control and management comments. We did not audit the City of Winter Park, Florida's response and accordingly, express no opinion on the responses.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this report is intended solely for the information and use of the City Commission, management, others within the City, the Auditor General of the State of Florida, and Federal and State awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



Daytona Beach, Florida
February 28, 2011

**INDEPENDENT AUDITORS' MANAGEMENT LETTER
REQUIRED BY CHAPTER 10.550, RULES OF THE STATE
OF FLORIDA OFFICE OF THE AUDITOR GENERAL**

To the Honorable Mayor, City Commission, and City Manager,
of the City of Winter Park, Florida:

We have audited the financial statements of the City of Winter Park, Florida, as of and for the fiscal year ended September 30, 2010, and have issued our report thereon dated February 28, 2011.

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 and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. We have issued our Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters, Independent Auditor's Report on Compliance with Requirements Applicable to each Major Federal Program and on Internal Control over Compliance, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated February 28, 2011, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with Chapter 10.550, Rules of the Auditor General, which governs the conduct of local government entity audits performed in the State of Florida. This letter includes the following information, which is not included in the aforementioned auditors' reports or schedule:

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report except as noted below:

2009-01 Use of Service Organizations – During the testing of self-insurance activities, we noted that the City utilizes several third-party service organizations to support critical financial functions. We also noted that one of these organizations did not provide an independent audit of their internal controls. We recommend that the City consider requiring service organizations to have an independent audit of their internal controls. This type of audit is commonly referred to as a Type II SAS 70 report.

Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, the City of Winter Park has complied with Section 218.415, Florida Statutes.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we recommend the following:

2010-03 Self Insurance Actuary Reports - The City of Winter Park, Florida does not engage an actuary to value the estimated claims liability within the general insurance or employee insurance funds. Because the insurance reserves are significant estimates in the City's financial statements, we recommend the City engage an actuary to perform valuations on the insurance liability reserves, at least bi-annually. Actuaries specialize in performing such valuations and are very knowledgeable of trends in the industry as well as assessing the reasonableness of assumptions. An actuary's report often also includes projections of expected losses based on industry trends as well as historical data from the City. An actuary can also assist the City in determining if the level of risk the City is assuming is appropriate.

Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of provisions of contracts or grant agreements, or abuse, that have occurred, or likely to have occurred, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that have an inconsequential effect on financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) deficiencies in internal control that are not significant deficiencies. In connection with our audit, we did have any such findings.

The Rules of the Auditor General (Section 10.554 (1)(i) 6.) require that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. The legal authority for the primary government is disclosed in Note 1 of the basic financial statements. The City has no component units.

Section 10.554(1)(i)7.a., Rules of the Auditor General, requires a statement be included as to whether or not the local governmental entity has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the City of Winter Park did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Section 10.554(1)(i)7.b., Rules of the Auditor General, requires that we determine whether the annual financial report for the City of Winter Park, Florida for the fiscal year ended September 30, 2010, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2010. In connection with our audit, we determined that these two reports were in agreement.

As required by the Rules of the Auditor General (Sections 10.554 (1)(i) 7.c. and 10.556(7)), the scope of our audit included application of financial condition assessment procedures. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this management letter is intended solely for the information and use of the State of Florida Office of the Auditor General, City Commission, management, others within the City, and Federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

James Moore & Co.

Daytona Beach, Florida
February 28, 2011

The City of Winter Park, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2010

<u>Agency/Federal Program</u>	<u>CFDA #</u>	<u>Grant #</u>	<u>Award Amount</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Homeland Security</u>				
Administered by U.S. Fire Administration				
FEMA Assistance to Firefighters - Operation & Safety Program	97.044	EMW-2009-FO-10143	224,100	\$ 224,100
Total U.S. Department of Homeland Security				<u>224,100</u>
<u>Federal Highway Administration</u>				
Pass-through Florida Department of Transportation				
Fairbanks Pedestrian & Lighting Improvements	20.205	APJ41	1,000,000	232,988
ARRA - Resurface of Morse Boulevard	20.205	APN56	240,757	225,502
Fleet Peebles Park Multi-Use Trail	20.205	APY11	88,000	534
Total Federal Highway Administration				<u>459,024</u>
<u>U.S. Environmental Protection Agency</u>				
Cortland Avenue Outfall Improvements	66.460	G0272	210,000	70,506
Melrose Avenue Stormwater Retention Pond	66.460	G0267	138,195	133,304
Total U.S. Environmental Protection Agency				<u>203,810</u>
<u>U.S. Department of Justice</u>				
Florida Department of Law Enforcement				
Byrne Formula Grant	16.738	2010-JAGC-ORAN-14-4X-117-3	15,426	15,426
Byrne Formula Grant	16.738	2010-JAGD-ORAN-1-4Y-078#1	10,000	10,000
ARRA - Byrne Formula Grant	16.803	2010-ARRC-ORAN-23-W7-220	57,915	57,915
ARRA - Byrne Formula Grant	16.579	2009-SB-B9-3111	37,624	19,624
Total U.S. Department of Justice				<u>102,965</u>
<u>U.S. Department of Housing and Urban Development</u>				
Pass-through Orange County Housing and Community Development				
CDBG-Housing Rehabilitation Services	14.218	B-08-UC-120003	250,000	32,794
Total U.S. Department of Housing and Urban Development				<u>32,794</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ <u>1,022,692</u>

**CITY OF WINTER PARK, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Section I. Summary of Auditor's Results:

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

• Material weakness(es) identified Yes X No

• Significant deficiency(ies) identified that are not considered to be material weakness(es)? X Yes No

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

• Material weakness(es) identified? Yes X No

• Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes X No

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? Yes X No

Identification of major programs: CFDA No. 20.205, ARRA Federal-Aid Highway Program, Federal Lands Highway Program

CFDA No. 16.803, ARRA Edward Byrne Memorial Justice Assistance Grant (JAG) Program/ Grants to States and Territories

Dollar threshold used to distinguish between the type A and type B programs: \$300,000

Auditee qualified as a low-risk auditee? Yes X No

CITY OF WINTER PARK, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2010
(Continued)

Section II. Findings relating to the Financial Statements
Which are Required to be Reported in
Accordance with *Government Auditing Standards*

2010-01 Accounts Payable

Condition: The City did not accrue two invoices related to the year ended September 30, 2010 in the proper accounting period and the City had three invoices recorded twice at September 30, 2010 (though no invoices were actually paid twice).

Criteria: Review procedures should be in place to verify that invoices are recorded in the proper accounting period and are not recorded twice.

Effect: Accounts payable were not properly recorded at September 30, 2010.

Recommendation: The City must develop and implement a corrective action plan to verify that proper review of accounts payable detail and invoices occurs. We also recommend the City implement the use of the ACH module on HTE software to prevent duplicate payables from occurring.

2010-02 Unrecorded claims payable for self-insured health insurance

Condition: The City did not properly accrue a claims reserve for self-insured health insurance related to the year ended September 30, 2010.

Criteria: Amounts incurred by employees of the City for health insurance claims during the fiscal year, but not paid as of September 30, 2010 should be accrued unless the City has reached its stop-loss amount.

Effect: Accounts payable for the Employee insurance fund were understated because claims payable for self-insured health insurance were not accrued at September 30, 2010.

Recommendation: The City must develop and implement a corrective action plan to verify that claims payable for self-insured health insurance is properly recorded at year end.

Section III. Findings and Questioned Costs for Federal
Awards:

None

Section IV. Summary Schedule of Prior Audit Findings:

09-01-Improvements to Bank Reconciliation Process: Corrective action taken.

This page intentionally left blank.





CITY OF WINTER PARK

401 Park Avenue South

Winter Park, Florida

32789-4386

February 28, 2011

To the Honorable Members of the City
Commission and the Citizens of the
City of Winter Park, Florida:

Re: Responses to Independent Auditors' Management Letter and
Schedule of Findings and Questioned Costs

City staff has developed the following responses to comments and findings prepared by the independent auditors:

2009-01 Use of Service Organizations (repeat of prior year comment):

Our current third party claims paying agent has been quoted a fee of \$35,000 to obtain a Type II SAS 70 audit and believes the cost of the report exceeds any benefit. When we next seek proposals for third party claims paying agents, we will consider requiring a Type II SAS 70 report as part of the minimum requirements to propose.

2010-01 Accounts Payable:

A more thorough review of payments made subsequent to year end will be performed in the future to ensure that all that are applicable to the fiscal year being closed are posted to the correct accounting period. We will also add a procedure to our monthly close checklist to review accounts payable to make sure any unusual items are addressed in a timely manner. The most recent upgrade to our HTE accounting software provides the ability to produce ACH payments through the accounts payable application. This process will be implemented in the current year.

2010-02 Unrecorded Claims Payable for Self-Insured Health Insurance:

City staff was not aware information was available from our insurance administrator regarding the timing of when claims are incurred and when paid. On a going forward basis, this information will be requested from the administrator and a journal entry posted to reflect claims incurred through September 30 that were paid in October and November. This report is typically available in mid December.

2010-03 Self Insurance Actuary Reports:

The City last had an actuarial report for its insurance plan in 2007. In the current year, the City will obtain an update to provide some additional assurance the City has set aside adequate funds to pay claims in excess of the aggregate loss funds for each claim year.

This page intentionally left blank.



Financial Report

For the Month of January (33% of fiscal year lapsed) Fiscal Year 2011

General Fund

Financial results for the four months of FY 2011 in the General Fund are favorable with the following items noted:

- Overall General Fund revenues are on track to meet budget expectations. Discussion of major revenue sources is below.
- The timing of property tax distributions from the Tax Collector is behind where it was last year. This should catch up over the next couple of months.
- Franchise fee revenues include only three months of solid waste and electric franchise fees. Franchise fees from electric sales are typically higher in the summer months. Overall, franchise fee revenues year to date are \$39,508 ahead of where they were at this point in the prior year. This is primarily due to \$19,936 in tennis franchise fee revenues from High Performance. The City was still operating the tennis center in the prior year and the revenues were reported under Charges for Services.
- Utility tax revenue includes only two months of Communications Service Tax revenue. Including comparable estimates for the other months will bring this revenue in line with the annual budget. Electric and water utility tax revenues are also on track to equal or exceed projections. Utility taxes in total are \$36,673 ahead of January 2010.
- Occupational licenses are renewed as of October 1 of each year so the largest portion of this revenue has already been received.
- Building permit revenues are down \$12,033 in comparison to the first four months of the prior year and are slightly behind budget but still have time to catch up.
- Intergovernmental revenues are low in comparison to budget because only two months of half cent sales and local option gas tax revenues had been received through January. Including comparable estimates for the other months will bring this revenue in line with the annual budget. Sales tax for the first two months of this fiscal year are \$53,441 higher than the prior year.
- Charges for services are up \$332,940 in comparison to the prior year. Ambulance transport revenues are the main reason for this increase and are \$304,136 higher than January 2010. The City was transitioning between billing agents at this point last year. Once the medicare application for the new billing agent was through all approval processes we received a large distribution of payments. Some of these were accrued to the prior year and a large amount remains for the current year. Overall, ambulance transport revenues will likely exceed the budget projection by at least \$350,000.

- Fines and forfeiture revenues are a bit behind as the Orange County Clerk of Courts began retaining 10% of the traffic fines for the Public Records Modernization Trust Fund this past year. We will likely be \$300,000 below our budget estimate for this revenue. However, the additional transport revenues will more than offset this shortfall.
- Miscellaneous revenue is behind but we anticipate a strong rebate on our procurement card program which will help.
- Legal services are over budget due to union negotiation work.
- Information Technology expenditures include maintenance contract renewal costs that will benefit the remainder of the fiscal year.
- Organizational support for the Winter Park Historical Association (\$60,000) and United Arts (\$15,000) were paid at the beginning of the fiscal year. Contributions to the Winter Park Public Library are spread throughout the year at one twelfth of the budget each month.
- Other expenditures are generally in line with or below budget.

Community Redevelopment Agency Fund

Tax increment revenues decreased by \$867,738 as a result of a 16% decrease in valuation of properties within the CRA. Revenues are even with budget as expected and all tax increment revenues are credited to the CRA in December.

Charges for services revenue is from daily passes and sponsorships for the ice skating rink in the West Meadow earlier this year.

Operating expenditures are ahead of schedule because the City has already made its annual \$40,000 contribution for support of Heritage Center operations.

Capital project spending is largely for the new Community Center.

Annual principal due on tax increment backed debt is paid in January. That is why debt service expenditures appear ahead of budget as of January 2011.

Water and Sewer Fund

Revenue is down \$125,566 in comparison to the prior year but is on track with the budget at 32%.

Bottom line shows YTD net income of \$1,023,013. After subtracting capital contributions (impact fees), net income is still \$431,890 for the four months ended January 31, 2011.

Electric Services Fund

Sales of kWh are down 3% overall in comparison to the four months ended January 31, 2010. Projected annual sales are slightly ahead of the annual budget.

Bulk power costs are ahead of budget as of January 31. However, the new arrangement with Seminole Electric and Progress Energy should result in these costs being significantly below budget for the year with the exception of fuel costs which will be recovered from the customer through quarterly adjustments.

The large miscellaneous revenue is primarily insurance payments received from Progress Energy (PE) to offset the excess fuel costs the City has been paying while PE's Crystal River nuclear plant has been operating at less than full capacity.

Bottom line is net income of \$2,552,694 through January 31. After deducting \$1,183,763 in payments from Progress Energy for insurance funds, net income is still \$1,368,931.

The City of Winter Park, Florida
Monthly Financial Report - Budget vs. Actual
General Fund
Fiscal YTD January 31, 2011 and 2010
33% of the Fiscal Year Lapsed

	Fiscal YTD January 31, 2011						Fiscal YTD January 31, 2010			
	Actual		Budget				Actual	Budget		
	YTD	YTD %	Original Annual	Adjusted Annual *	Prorated Adj. Annual	Variance from Prorated Adj. Annual	YTD	Adjusted Annual	Prorated Adj. Annual	Variance from Prorated Adj. Annual
Revenues:										
Property Tax	\$ 10,425,339	215%	\$ 14,538,871	\$ 14,538,871	\$ 4,846,288	\$ 5,579,051	\$ 12,505,719	\$ 15,895,265	\$ 5,298,420	\$ 7,207,299
Franchise Fees	269,174	71%	1,130,000	1,130,000	376,667	(107,493)	229,666	1,088,094	362,698	(133,032)
Utility Taxes	1,837,074	80%	6,921,536	6,921,536	2,307,179	(470,105)	1,800,401	6,712,270	2,237,423	(437,022)
Occupational Licenses	429,152	286%	450,000	450,000	150,000	279,152	405,719	468,000	156,000	249,719
Building Permits	306,907	89%	1,033,800	1,033,800	344,600	(37,693)	318,940	939,497	313,166	5,774
Other Licenses & Permits	7,405	111%	20,000	20,000	6,667	738	5,443	16,100	5,367	76
Intergovernmental	1,205,045	60%	5,995,605	5,995,605	1,998,535	(793,490)	1,143,663	5,660,612	1,886,871	(743,208)
Charges for Services	1,424,773	115%	3,708,300	3,708,300	1,236,100	188,673	1,091,833	3,514,613	1,171,538	(79,705)
Fines and Forfeitures	66,867	25%	797,500	797,500	265,833	(198,966)	174,537	664,570	221,523	(46,986)
Miscellaneous	58,600	35%	504,610	504,610	168,203	(109,603)	85,402	499,414	166,471	(81,069)
Fund Balance	-	-	-	566,257	188,752	(188,752)	-	802,709	267,570	(267,570)
Total Revenues	16,030,336	135%	35,100,222	35,666,479	11,888,824	4,141,512	17,761,323	36,261,144	12,087,047	5,674,276
Expenditures:										
City Commission	7,193	46%	47,057	47,057	15,686	8,493	8,371	19,477	6,492	(1,879)
Legal Services - City Attorney	132,881	231%	202,800	172,800	57,600	(75,281)	(79,462)	232,596	77,532	156,994
Legal Services - Other	48,122	206%	100,000	70,000	23,333	(24,789)	122,164	70,000	23,333	(98,831)
Lobbyists	22,524	60%	52,000	112,000	37,333	14,809	121,450	112,000	37,333	(84,117)
City Management	145,975	92%	476,603	476,603	158,868	12,893	163,873	478,863	159,621	(4,252)
City Clerk	55,210	72%	229,966	229,966	76,655	21,445	72,778	235,547	78,516	5,738
Communications Dept.	119,032	81%	440,584	441,384	147,128	28,096	122,308	481,212	160,404	38,096
Information Technology Services	515,925	111%	1,252,217	1,399,459	466,486	(49,439)	529,494	1,362,712	454,237	(75,257)
Finance	265,167	101%	789,862	789,962	263,321	(1,846)	270,806	807,357	269,119	(1,687)
Human Resources	94,376	94%	300,859	300,859	100,286	5,910	72,512	353,479	117,826	45,314
Purchasing	17,881	26%	202,494	203,788	67,929	50,048	44,676	210,825	70,275	25,599
Planning & Community Development	184,973	81%	639,187	683,761	227,920	42,947	190,584	692,089	230,696	40,112
Building & Code Enforcement	385,044	89%	1,289,136	1,293,628	431,209	46,165	398,346	1,275,919	425,306	26,960
Public Works	2,087,084	90%	6,779,814	6,932,734	2,310,911	223,827	2,257,392	7,192,799	2,397,600	140,208
Police	3,351,392	90%	11,044,550	11,225,620	3,741,873	390,481	3,662,124	11,672,252	3,890,751	228,627
Fire	2,847,429	99%	8,643,108	8,656,723	2,885,574	38,145	2,982,232	9,162,232	3,054,077	71,845
Parks & Recreation	1,698,715	86%	5,924,844	5,944,994	1,981,665	282,950	1,848,922	6,134,081	2,044,694	195,772
Organizational Support	520,404	111%	1,411,212	1,411,212	470,404	(50,000)	488,737	1,386,212	462,071	(26,666)
Non-Departmental	-	-	239,000	2,171,404	723,801	723,801	-	1,190,501	396,834	396,834
Total Expenditures	12,499,327	88%	40,065,293	42,563,954	14,187,982	1,688,655	13,277,307	43,070,153	14,356,717	1,079,410
Revenues Over/(Under)										
Expenditures	3,531,009	-154%	(4,965,071)	(6,897,475)	(2,299,158)	5,830,167	4,484,016	(6,809,009)	(2,269,670)	6,753,686
Operating transfers in	2,903,321	99%	8,782,012	8,782,012	2,927,337	(24,016)	2,967,829	9,139,505	3,046,502	(78,673)
Operating transfers out	(628,179)	100%	(1,884,537)	(1,884,537)	(628,179)	-	(776,832)	(2,330,496)	(776,832)	-
Other Financing Sources/(Uses)	2,275,142	99%	6,897,475	6,897,475	2,299,158	(24,016)	2,190,997	6,809,009	2,269,670	(78,673)
Total Revenues Over										
Expenditures	\$ 5,806,151		\$ 1,932,404	\$ -	\$ -	\$ 5,806,151	\$ 6,675,013	\$ -	\$ -	\$ 6,675,013

* As adjusted through January 31, 2011

The City of Winter Park, Florida
Monthly Financial Report - Budget vs. Actual
Community Redevelopment Fund
Fiscal YTD January 31, 2011 and 2010
33% of the Fiscal Year Lapsed

	Fiscal YTD January 31, 2011						Fiscal YTD January 31, 2010			
	Actual		Budget				Actual	Budget		
	YTD	YTD %	Original Annual	Adjusted Annual *	Prorated Adj. Annual	Variance from Prorated Adj. Annual	YTD	Adjusted Annual	Prorated Adj. Annual	Variance from Prorated Adj. Annual
Revenues:										
Property Tax	\$ 2,309,578	300%	\$ 2,305,963	\$ 2,305,963	\$ 768,654	\$ 1,540,924	\$ 3,177,316	3,222,157	\$ 1,074,052	\$ 2,103,264
Intergovernmental	-	0%	-	-	-	-	600	-	-	600
Charges for services	151,403	0%	200,000	200,000	66,667	84,736	117,687	-	-	117,687
Miscellaneous	7,094	18%	117,200	117,200	39,067	(31,973)	31,438	234,400	78,133	(46,695)
Fund Balance	-	0%	338,821	7,625,256	2,541,752	(2,541,752)	-	2,161,179	720,393	(720,393)
Total Revenues	2,468,075	72%	2,961,984	10,248,419	3,416,140	(948,065)	3,327,041	5,617,736	1,872,578	1,454,463
Expenditures:										
Planning and Development	227,347	106%	644,708	644,908	214,969	(12,378)	224,249	776,233	258,744	34,495
Capital Projects	2,686,223	107%	-	7,526,235	2,508,745	(177,478)	576,888	2,871,178	957,059	380,171
Debt service	1,160,647	231%	1,506,081	1,506,081	502,027	(658,620)	653,728	1,150,578	383,526	(270,202)
Total Expenditures	4,074,217	126%	2,150,789	9,677,224	3,225,741	(848,476)	1,454,865	4,797,989	1,599,329	144,464
Revenues Over/(Under)										
Expenditures	(1,606,142)	-844%	811,195	571,195	190,398	(1,796,540)	1,872,176	819,747	273,249	1,598,927
Debt proceeds	-	-	-	-	-	-	-	-	-	-
Operating transfers out	(35,703)	100%	(107,108)	(107,108)	(35,703)	0	(39,287)	(117,862)	(39,287)	-
Other Financing Sources/(Uses)	(35,703)	100%	(107,108)	(107,108)	(35,703)	(0)	(39,287)	(117,862)	(39,287)	-
Total Revenues Over										
Expenditures	\$ (1,641,845)		\$ 704,087	\$ 464,087	\$ 154,696	\$ (1,796,541)	\$ 1,832,889	701,885	\$ 233,962	\$ 1,598,927

* As adjusted through January 31, 2011

The City of Winter Park, Florida
Monthly Financial Report - Budget vs. Actual
Water & Sewer Funds
Fiscal YTD January 31, 2011 and 2010
33% of the Fiscal Year Lapsed

	Fiscal YTD January 31, 2011				Fiscal YTD January 31, 2010		
	YTD Actual	Original Budget	Adjusted Budget *	Adjusted %	YTD Actual	Adjusted Budget	Adjusted %
Operating Revenues							
Intergovernmental	\$ -	\$ -	\$ -	0%	\$ -	\$ -	0%
Charges for services	8,765,163	27,129,592	27,129,592	32%	8,639,597	24,934,285	35%
Total Operating Revenues	8,765,163	27,129,592	27,129,592	32%	8,639,597	24,934,285	35%
Operating Expenses:							
General and Administration	464,354	1,434,592	1,434,592	32%	422,967	1,511,472	28%
Operations	3,602,947	14,450,260	14,450,260	25%	3,874,480	16,890,549	23%
Facility Agreements	813,692	3,530,000	3,530,000	23%	815,341	3,717,000	22%
Depreciation & Amortization	1,746,109	-	-	0%	1,896,485	-	0%
Total Operating Expenses	6,627,102	19,414,852	19,414,852	34%	7,009,273	22,119,021	32%
Operating Income (Loss)	2,138,061	7,714,740	7,714,740	28%	1,630,324	2,815,264	58%
Nonoperating Revenues (Expenses):							
Investment earnings	(39,969)	238,920	238,920	-17%	26,239	745,900	4%
Debt Service	(1,014,342)	(5,999,908)	(5,999,908)	17%	(966,874)	(2,956,638)	33%
Miscellaneous revenue	157	2,300	2,300	0%	-	-	0%
Fund Balance	-	-	-	0%	-	1,459,718	0%
Total Nonoperating Revenues (Expenses)	(1,054,154)	(5,758,688)	(5,758,688)	18%	(940,635)	(751,020)	125%
Income (Loss) Before Operating Transfers	1,083,907	1,956,052	1,956,052	55%	689,689	2,064,244	33%
Capital Contributions	591,123	-	-	0%	43,122	-	100%
Operating transfers in	-	-	-	0%	-	-	0%
Operating transfers out	(652,017)	(1,956,052)	(1,956,052)	33%	(688,081)	(2,064,244)	33%
Total Contributions and Transfers	(60,894)	(1,956,052)	(1,956,052)	3%	(644,959)	(2,064,244)	31%
Net Income	\$ 1,023,013	\$ -	\$ -		\$ 44,730	\$ -	

* As adjusted through January 31, 2011

The City of Winter Park, Florida
Monthly Financial Report - Budget vs. Actual
Electric Services Funds
Fiscal YTD January 31, 2011 and 2010
33% of the Fiscal Year Lapsed

	Fiscal YTD January 31, 2011				Fiscal YTD January 31, 2010		
	YTD Actual	Original Budget	Adjusted Budget *	Adjusted %	YTD Actual	Adjusted Budget	Adjusted %
Operating Revenues							
Intergovernmental	\$ -	\$ -	\$ -	0%	\$ -	\$ -	0%
Charges for services	17,801,061	53,805,025	53,805,025	33%	17,814,564	57,337,970	31%
Total Operating Revenues	17,801,061	53,805,025	53,805,025	33%	17,814,564	57,337,970	31%
Operating Expenses:							
General and Administration	405,014	1,117,722	1,117,722	36%	340,223	3,671,924	9%
Operations	1,538,466	8,931,951	8,931,951	17%	1,748,817	7,038,744	25%
Purchased Power Cost	10,682,996	33,914,312	33,914,312	31%	12,883,248	37,592,170	34%
Transmission Power Cost	692,771	1,772,000	1,772,000	39%	620,891	1,771,875	35%
Depreciation & Amortization	1,182,136	-	-	0%	1,086,278	-	0%
Total Operating Expenses	14,501,383	45,735,985	45,735,985	32%	16,679,457	50,074,713	33%
Operating Income (Loss)	3,299,678	8,069,040	8,069,040	41%	1,135,107	7,263,257	16%
Nonoperating Revenues (Expenses):							
Investment earnings	(62,742)	(115,000)	(115,000)	55%	(108,699)	(100,000)	109%
Debt Service	(914,471)	(4,989,711)	(4,989,711)	18%	(684,615)	(4,032,260)	17%
Miscellaneous revenue	1,194,324	-	-	0%	71,052	-	0%
Fund Balance	-	-	-	0%	-	-	0%
Total Nonoperating Revenues (Expenses)	217,111	(5,104,711)	(5,104,711)	-4%	(722,262)	(4,132,260)	17%
Income (Loss) Before Operating Transfers	3,516,789	2,964,329	2,964,329	119%	412,845	3,130,997	13%
Operating transfers in	-	-	-	0%	-	-	0%
Operating transfers out	(964,094)	(2,964,329)	(2,964,329)	33%	(964,994)	(3,130,997)	31%
Total Operating Transfers	(964,094)	(2,964,329)	(2,964,329)	33%	(964,994)	(3,130,997)	31%
Net Income (Loss)	\$ 2,552,695	\$ -	\$ -		\$ (552,149)	\$ -	

* As adjusted through January 31, 2011

REGULAR MEETING OF THE CITY COMMISSION
February 28, 2011

The meeting of the Winter Park City Commission was called to order by Mayor Kenneth Bradley at 3:31 p.m. in the Commission Chambers, 401 Park Avenue South, Winter Park, Florida.

The invocation was provided by Building Director George Wiggins, followed by the Pledge of Allegiance.

Members present:

Mayor Kenneth Bradley
Commissioner Phil Anderson
Commissioner Beth Dillaha
Commissioner Tom McMacken
Commissioner Carolyn Cooper

Also present:

City Manager Randy Knight
City Attorney Larry Brown
City Clerk Cynthia Bonham
Deputy City Clerk Michelle Bernstein

Approval of the agenda

Mayor Bradley requested to table Item 5D since there is a question in terms of the process from a governance standpoint and to address Item 5C before 5B. City Manager Knight requested to table Item 11C so they can continue discussions with the Condominium Association members.

Motion made by Commissioner McMacken to approve the agenda with these changes; seconded by Commissioner Anderson and approved by acclamation of the City Commission.

Mayor's Report

Mayor Bradley noted that this is Commissioners Anderson and Dillaha's last official meeting and thanked them for all of their hard work and efforts.

- a. Presentation of checks from the Winter Park Chamber of Commerce to area schools from proceeds from the December 2010 pancake breakfast fundraiser

Debra Hendrickson, Winter Park Chamber of Commerce, stated that in 1998 Leadership Winter Park (LWP) created a special project called "SOS" which stands for "supply our students". She explained that they hold an annual pancake breakfast the first Saturday in December to help raise money for the six area elementary schools in the community (Aloma, Audubon, Brookshire, Dommerich, Killarney and Lakemont). Katie Miller Witter and Mary Rumberger of LWP presented checks from the proceeds from this year's pancake breakfast fundraiser to the six elementary schools and the City of Winter Park.

- b. Presentation of Spring 2011 Webisode produced in partnership with Full Sail University's SPARK program

Communications Director Clarissa Howard introduced the Full Sail team that produced the new Spring Webisode that features the City's rental facilities. She stated that the video will be featured on the homepage of the City's web site starting this week and will be a valuable tool to help market the various rental facilities in our City.

c. Rollins' 125th Anniversary Tribute to the City of Winter Park

Rollins College President Lewis Duncan presented a plaque to the Commission in appreciation of their participation and support for their 125th anniversary.

d. Hannibal Square Community Land Trust, Inc. Board of Directors appointment-Mr. Frank Baker, Jr. to replace Barbara DeVane

This item was tabled.

City Manager's Report

Mr. Knight informed the Commission that the Police impasse hearing that was tentatively scheduled for March 2 needs to be rescheduled. The meeting is now scheduled for March 7 at 3:30 p.m. until finished. Mayor Bradley advised that the public is invited to attend the meeting but noted that there will be no public input.

City Manager Knight said that he was in Tallahassee last week to meet with our legislative delegation on multiple topics and that he attended the pension hearing. He informed them that the Senate bill "TABOR" is moving through the Senate without including cities; he was told the House bill would include the cities so it depends on how they reconcile that issue. He said that he will keep them informed of the other bills that will impact them.

Commissioner McMacken requested to receive copies of the horizontal and the landscape improvement plans for the Fairbanks project. Mayor Bradley said there are a lot of questions about assessments that might be coming and asked if that information could be included. City Manager Knight acknowledged and noted that the information would be sent to all of the Commissioners.

Commissioner Dillaha asked about the timeline for the Wayfinding Program and the Lee Road improvements. CRA Director Dori DeBord said they received comments from FDOT and they are in the process of putting together final signed and sealed plans for each wayfinding board. She explained that because of the size and dimensions of the sign they need to have a structural engineer look at the poles they are planning to use to make sure they can meet the wind load certification and once the poles are certified they will forward everything to FDOT for final approval. She said they are hoping to have approval within 6 weeks.

City Manager Knight indicated that they received a response from FDOT regarding Lee Road. He explained that staff has to respond to their comments and resubmit so they have no idea how long it is going to take to receive an approved plan.

Commissioner Cooper wanted to make sure Ms. DeBord is involved in both the Wayfinding signage and in the Park Avenue Area Task Force logo for compatibility between the logo and the signage. Ms. DeBord said yes.

Commissioner Dillaha asked if the resolution that they approved regarding Homerule Authority for smoking in public spaces was sent to Tallahassee for state approval. City Manager Knight said he will follow up on the item and let them know the status. He said that if it has not been

sent, they will send it out right away to our delegation as well as the Florida League of Cities and the Governor.

Commissioner McMacken asked if the sign on Orange Avenue announcing the completion of the roadway 2010 can be removed. Mr. Attaway noted that they contacted FDOT and they said they would take care of it. He said he will call them again and request that it be removed.

City Attorney's Report

No items to report.

Non-Action Items

No items.

Consent Agenda

- a. Approve the minutes of 1/24/11 regarding the Howell Branch retention pond and the state office building discussion as well as the meeting of 2/14/11.
- b. Award RFP-6-2011 for Financial Advisory Services to The PFM Group.
- c. Approve the following purchase:
 1. PR 146196 to Alan Jay Chevrolet, piggybacking the Florida Sheriff's Association contract# 10-18-0907 for purchase of 2011 Chevy 2500HD Truck; \$25,241.00 (FY11 Vehicle/Equipment Replacement Fund)
- d. Amendment to solid waste contract to allow for City billing of shared containers.
- e. Ratify Fire Union contract.
- f. Approve the Ethics Board work plan.
- g. Approval to acquire updated cost estimates for the demolition and restoration of the State Office Building site.

Motion made by Commissioner Anderson to approve Consent Agenda Items "c" and "d"; seconded by Mayor Bradley and carried unanimously with a 5-0 vote.

Consent Agenda Item 'a' - Approve the minutes of 1/24/11 regarding the Howell Branch retention pond and the state office building discussion as well as the meeting of 2/14/11.

Commissioner Cooper referenced the February 14, 2011 minutes, page 4. She said she followed up with questions to Planning Director Jeff Briggs asking that commercial parking garages also reference high density residential. She requested that the minutes reflect that it is commercial or multi-family residential parking garages because in R-4 they also allow parking garages. Commissioner Cooper asked if the next time we do administrative clean up that we might want to put a definition in there that clears this up. Mayor Bradley said he thinks that was clear in the presentation. She said it was clear but it was not referenced in the minutes.

Motion made by Commissioner Cooper to approve the 2/14/11 minutes with this adjustment and the 1/24/11 minute adjustments; seconded by Commissioner Dillaha and carried unanimously with a 5-0 vote.

Consent Agenda Item 'b' - Award RFP-6-2011 for Financial Advisory Services to The PFM Group.

Commissioner Dillaha said that she served on the selection committee and asked about the ranking, how it works and what is it based on. City Manager Knight provided background and explained.

Motion made by Commissioner Dillaha to approve Consent Agenda Item 'b'; seconded by Commissioner McMacken and carried unanimously with a 5-0 vote.

Consent Agenda Item 'e': Ratify Fire Union contract.

Commissioner Cooper explained that in this economy she is not comfortable supporting a three year contract but is comfortable with a two year contract. City Manager Knight stated they either need to reject or accept the contract that is on the table. He explained that they cannot negotiate a different contract since the union has already voted on it and accepted it. He said if they reject it, they will be back at impasse and have to reschedule the impasse hearing.

Motion made by Mayor Bradley to approve Consent Agenda Item 'e'; seconded by Commissioner Anderson and carried with a 4-1 vote; Commissioner Cooper voted no.

Consent Agenda Item 'f': Approve the Ethics Board work plan.

Commissioner Dillaha said she thought they talked about going further in looking at campaign finance reform. Mayor Bradley noted that there was no consensus on that item. Assistant City Manager Michelle del Valle explained that the request for transparency has to do with the election process, the financial reporting of the contributions and the ability to link the business owners to the contributions and the relationships between people who help in the election process.

Motion made by Commissioner Anderson to approve Consent Agenda Item 'f'; seconded by Commissioner McMacken and carried unanimously with a 5-0 vote.

Consent Agenda Item 'g': Approval to acquire updated cost estimates for the demolition and restoration of the State Office Building site.

Commissioner McMacken asked for clarification and if this was for informational purposes. Ms. DeBord explained that they are asking for approval to acquire updated cost estimates for the demolition and restoration of the State Office Building. She also explained that this item is in response to a Commission request to see how much it would cost to take the building down. She explained that she would like to give them all of the facts before they make a decision on what they want to do with the property. Mayor Bradley asked the City Manager to look within our budget and see if this can be cost neutral if possible. The request was acknowledged. Commissioner Dillaha said she is not supportive of going forward.

Motion made by Commissioner McMacken to approve Consent Agenda Item 'g'; seconded by Mayor Bradley and carried with a 4-1 vote; Commissioner Dillaha voted no.

Action Items Requiring Discussion:

a. Appointment of the Canvassing Board for the March 8 election

Motion made by Mayor Bradley to appoint Commissioner Anderson, Commissioner McMacken and City Clerk Bonham as the Canvassing Board for the March 8 election and for City Manager Knight as a back-up in case any of the three individuals cannot serve and to accept the canvassing criteria as set by the state and used by Orange County for canvassing absentee ballots and to allow the Supervisor of Elections office to open unquestionable absentees during the daytime; seconded by Commissioner Dillaha.

City Clerk Cynthia Bonham said they would need to be at the elections office on March 8 around 5:00 p.m. and stay until the results come in and they will not be certifying that evening. She said they will have to return to the elections office on March 10 at 3:00 p.m. to finalize and to perform the manual audit and certify the results. **Upon a roll call vote, Mayor Bradley and Commissioners Anderson, Dillaha, Cooper and McMacken voted yes. The motion carried unanimously with a 5-0 vote.**

b. Approval of the Transportation Plan

Motion made by Mayor Bradley to accept the Transportation Plan as presented and add that City staff work with Regional Metro Plan along with other organizations and FDOT to determine what can be done to improve the "F" rated roads in our City; seconded by Commissioner Anderson.

Motion amended by Commissioner Cooper that they approve the plan with the exception of Section 1 and that Section 1 be amended to include addressing commuter rail and bus support and also that a community meeting be held to review our proposed traffic improvements in particular Lee Road extension and 17/92 narrowing. Motion failed for lack of a second.

Motion amended by Commissioner Cooper that they accept the plan with the exception of Section 1 and in Section 1 add the commuter rail and bus circulation; seconded by Commissioner Anderson. Commissioner Anderson clarified the addition of a section that addresses the circulation pattern in and around commuter rail. Commissioner Cooper said that is correct.

Motion amended by Commissioner Cooper that they have an open forum with the community relative to the narrowing of 17/92. Motion failed for lack of a second.

Motion amended by Commissioner Cooper that they hold a community forum to discuss the extension of Lee Road through to Denning Avenue; seconded by Commissioner Anderson. Amendment was amended by Commissioner Anderson that additional studies and public input will be given to address concerns raised over the potential increase of traffic; seconded by Commissioner Cooper.

Commissioner Cooper asked for clarification of public input. Commissioner Anderson said that would be public hearings and notices that would invite the public for input. Commissioner Cooper said she is very comfortable with that.

Commissioner McMacken asked how often the plan is updated. Mr. Attaway said they can update the plan as often as so desired. He answered other questions of the Commission related to project notification.

Motion amended by Commissioner Cooper that the plan be updated annually in the first calendar quarter and to include a process for notification; seconded by Commissioner Dillaha.

Mayor Bradley suggested that they update the plan prior to the fiscal year possibly in the first quarter of a regular year such as January to March to help them when they get into the budget preparation season in April.

Upon a roll call vote on the amendment (that the plan be updated annually in the first calendar quarter and to include a process for notification), Mayor Bradley and Commissioners Anderson, Dillaha, Cooper and McMacken voted yes. The motion carried unanimously with a 5-0 vote.

Upon a roll call vote on the amendment (that they hold a community forum to discuss the extension of Lee Road through to Denning Avenue and that additional study and public input will be given to address concerns raised over potential increase of traffic), Mayor Bradley and Commissioners Anderson, Dillaha and Cooper voted yes. Commissioner McMacken voted no. The motion carried with a 4-1 vote.

Upon a roll call vote on the amendment (that they accept the plan with the exception of Section 1 and in Section 1 add the commuter rail and bus circulation), Mayor Bradley and Commissioners Anderson, Dillaha, Cooper and McMacken voted yes. The motion carried unanimously with a 5-0 vote.

Upon a roll call vote on the main motion (to accept the Transportation Plan as presented and add that City staff work with Regional Metro Plan along with other organizations and FDOT to determine what can be done to improve the "F" rated roads in our City) and the above amendments (that the plan be updated annually in the first calendar quarter and to include a process for notification; that they hold a community forum to discuss the extension of Lee Road through to Denning Avenue and that additional studies and public input will be given to address concerns raised over potential increase of traffic; that they accept the plan with the exception of Section 1 and in Section 1 add the commuter rail and bus circulation); Mayor Bradley and Commissioners Anderson, Dillaha, Cooper and McMacken voted yes. The motion carried unanimously with a 5-0 vote.

Public Comments

Lisa Coney representing Fairbanks Neighborhood & Merchants Association, 1350 W. Fairbanks Avenue spoke about the economic impact of medians being installed on Fairbanks Avenue. They have grave concerns about the business impact and asked the Commission to reconsider the design plans that are not complete. She also asked that they include the merchants to participate in the meetings for their input.

Jeffrey Blydenburgh, 204 Genius Drive, spoke about the State Office Building and urged the Commission to consider instructing staff to work on a Comprehensive Plan for the best uses for

this property and other properties which will help them in their decision making. He also asked them to consider the idea of a Master Plan which he believed to be desperately needed.

Eileen Duva, 311 East Morse Boulevard, spoke about the White "A" sculpture to be constructed. She asked that nice lighting be installed and that the island be brought up to par. She also thanked Commissioner Anderson and Commissioner Dillaha for their dedicated services.

Peter Weldon, 700 Via Lombardy, spoke about freedom of speech and Herb Weiss's mailer. He said to intentionally distribute false information is unacceptable to him and asked that this be looked into.

Woody Dillaha, 1801 Forest Road said thank you to Commissioner Dillaha for her dedicated services and to the elected officials for their hard work.

- c. Offer of a sculpture *White "A"* by Winter Park resident Micheline Kramer to the City for a 10 year period on Morse Boulevard

This item was tabled.

A recess was taken from 5:18 p.m. to 5:35 p.m.

- d. Recycling pilot test project

Water and Wastewater Utility Director Dave Zusi provided background. He indicated that the goal was to increase the size and volume of the recycling container and to offset the increase with a reduction in the garbage to one time per week. Information about the proposed test program was distributed to homeowners associations and two communities responded with interest. Some interest was expressed by the Green Oaks Association and a portion of the College Quarters Association (approximately 70 homes). Only the College Quarters Association could assure uniform participation of their test area. Discussions with the City Attorney indicated that it could be discriminatory to require an area to participate in a test, against their will, that is not applied uniformly across the City. Further, staff is concerned that the lack of interest may be an indication that the citizens are not ready for such a change.

Mr. Zusi said they are currently in the process of trying to re-educate and re-inform our customers about the options that are available to them under our existing program and that they can go from a bin type system to a cart system for recycling. The cost is approximately \$2.32 a month for the customer to receive the large recycling cart. He indicated that since there is minimal interest with participation in the pilot program that maybe they should make some revisions to the pilot study so that the program can become a reality in the long term.

Mayor Bradley asked if the Environmental Review Board (ERB) has reviewed this. Mr. Zusi said they discussed the program with the ERB and they were very supportive and recommended doing a pilot program. Mr. Zusi answered questions.

Motion made by Mayor Bradley to table to the Environmental Review Board for further study; seconded by Commissioner McMacken.

Commissioner Dillaha recommended putting the educational information in our newspaper. Communications Director Clarissa Howard said it will be included in the next newspaper edition. Mayor Bradley said he would like to see them explore other options to help improve recycling. Commissioner McMacken said he would like them to do more research and have it come back to them in a more comprehensive manner. He suggested that they include best practices so that maybe they could piggyback off of what works for other cities. Commissioner Cooper said she would hope that if we go from 2 trash pickups to 1 trash pickup that it comes with a reduction in cost because it is clearly a reduction in service. Mayor Bradley indicated that the goal of this is to improve recycling in our City and hopes that the Environmental Review Board would consider multiple different ways to do that.

Upon a roll call vote table to the Environmental Review Board for further study, Mayor Bradley and Commissioners Anderson, Dillaha and McMacken voted yes. Commissioner Cooper voted no. The motion carried with a 4-1 vote.

Public Hearings

a. Equalization Board Hearings:

RESOLUTION NO. 2078-11: A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF WINTER PARK, FLORIDA, PURSUANT TO CHAPTER 170, FLORIDA STATUTES, DECLARING THAT THE CITY IS TO FUND CAPITAL IMPROVEMENTS IN AND FOR THE CITY, TO-WIT: UNDERGROUND ELECTRIC/CATV (BHN) FACILITIES ALONG NORTH PHELPS AVENUE AND BRYAN AVENUE FURTHER DECLARING THAT THE COST OF SAID IMPROVEMENTS SHALL BE PAID BY SPECIAL ASSESSMENTS LEVIED AGAINST REAL PROPERTY SPECIALLY BENEFITTED BY SAID IMPROVEMENTS; SPECIFYING THE MANNER OF AND TIME FOR PAYING THE SPECIAL ASSESSMENTS; AND INVITING THE PUBLIC TO REVIEW THE PROJECT PLANS AND SPECIFICATIONS AND THE ASSESSMENT PLAT, ALL OF WHICH ARE ON FILE AT THE OFFICE OF THE CITY CLERK OF THE CITY OF WINTER PARK; PROVIDING AN EFFECTIVE DATE.

Attorney Brown read the resolution by title. **Motion made by Commissioner Cooper to adopt the resolution; seconded by Commissioner Dillaha.** No public comments were made. **Upon a roll call vote, Mayor Bradley and Commissioners Anderson, Dillaha, Cooper and McMacken voted yes. The motion carried unanimously with a 5-0 vote.**

RESOLUTION NO. 2079-11: A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF WINTER PARK, FLORIDA, PURSUANT TO CHAPTER 170.03, FLORIDA STATUTES, CONFIRMING THE SPECIAL ASSESSMENTS FOR THE UNDERGROUNDING OF ELECTRIC/CATV (BHN) FACILITIES WITHIN THE MUNICIPAL BOUNDARIES OF THE CITY OF WINTER PARK, CONSISTING OF PROPERTIES ADJACENT TO NORTH PHELPS AVENUE AND BRYAN AVENUE, GENERALLY DESCRIBED AS THOSE PROPERTIES ADJACENT TO NORTH PHELPS AVENUE AND BRYAN AVENUE, PROVIDING AN EFFECTIVE DATE.

Motion made by Commissioner Dillaha to adopt the resolution; seconded by Commissioner McMacken. No public comments were made. **Upon a roll call vote, Mayor Bradley and Commissioners Anderson, Dillaha, Cooper and McMacken voted yes. The motion carried unanimously with a 5-0 vote.**

Commissioner Reports:

a. Commissioner Anderson

Commissioner Anderson thanked everyone for the privilege of serving.

b. Commissioner Dillaha

Commissioner Dillaha spoke about the current condition of the Denning Drive property and suggested that some improvements be done such as installing a fence just around the garage instead of the entire property and to install sod to help improve the area. Mayor Bradley said they should be looking at all properties and projects that are under construction for over a year that have not been completed. It was recommended that Building and Code Enforcement Director George Wiggins look into this and it was acknowledged.

Commissioner Dillaha then asked City Manager Knight to follow up on the monthly tennis newsletter that is to be distributed per the contract agreement with High Performance. He acknowledged.

Commissioner Dillaha commented on the standards of behavior and having civility in the City and she would like the City to do better.

Commissioner Dillaha thanked Commissioner Anderson for his service and respect and the rest of the Commission for their support.

c. Commissioner Cooper

1. Freeze on all expenditures not designated in the 2011 budget and set forth in the Capital Improvement Plan

Commissioner Cooper asked that they consider putting a freeze on all non-program spending especially since over the next two years they will be facing challenges in the area of revenues along with trying to provide raises for City employees. She stated she is asking for this because they do not seem to have the discipline to say no to certain items. Commissioner Anderson said he could support budget neutrality meaning if something comes forward staff needs to present how the item will be funded. Commissioner Cooper said she likes that. Commissioner McMacken said he could support budget neutrality.

2. Report on Mayor Jacobs' Job Summit

Commissioner Cooper provided a summary on their recent attendance at Mayor Jacob's Job Summit event in Orlando. She said it was very interesting, well attended and that rebranding is a big priority. They also discussed incentive programs, education and a trained work force. She suggested that the City identify companies that might be out there and what sort of training they need. Mayor Bradley said he thinks the concept is that we need to grow our jobs base.

3. Request Economic Development Plan of Action to Retain RLF

Commissioner Cooper said she was hoping with the help of the Economic Development Group to get a plan of action to retain RLF. Mayor Bradley said at their last meeting they voted down the economic job retention so unless the three Commissioners who voted against it change their vote he does not know how they can instruct staff to do anything other than talk to RLF and ask them to stay.

City Manager Knight said they met with RLF after the last meeting and will continue to meet with them to try and work out some options. Mayor Bradley said that RLF has multiple options if they want to stay here and that the State Office Building property is not the only piece of property available in the City. City Manager Knight clarified that they have continued to dialogue with RLF and if there is some type of incentive that would get them stay and it is within reason they will bring it back to the Commission for consideration. City Manager Knight also noted that they will continue to do this with all companies.

Commissioner Dillaha suggested that the Economic Development Advisory Board contact those companies that have left the City over the last few years to find out why they left or if the City could have helped in some way to make them stay. She believed that this data could help them come up with some incentives that may work.

4. Request Economic Development/Business Development Plan of Work

Commissioner Cooper spoke about the Orlando Economic Development Commission Business Development Plan of Work and wanted to offer it as a great example. She offered to volunteer to be the Commissioner that goes with them to meet the corporate headquarters.

CRA Director Dori DeBord said she received a copy of the information and that the Economic Development Advisory Board (EDAB) would like to meet with the Commissioners to discuss the Economic Development Master Plan along with the items in this report and other items. Ms. DeBord noted that they are in the process of rescheduling the EDAB meeting.

5. Economic Development Activity Report/Metric for Performance Measurement Monthly

Commissioner Cooper provided a sample copy of Metro Orlando's Periodic Economic Development Activity Report and said she thought it would be a good idea if something like this could be presented to the City Commission on a monthly or quarterly basis. Mayor Bradley requested that real estate activity be included in this report. He said he would also like to know how many jobs we have and do not have and to include businesses as part of the report.

d. Commissioner McMacken

Commissioner McMacken suggested having the Ethics Board take a look at board members and what their responsibilities are and how they should communicate to the public as a private citizen or as a board member. Attorney Brown stated that the Charter is very clear and provided counsel. Mayor Bradley said he would be supportive in having staff and Attorney Brown look at developing a policy. There was a consensus for City Manager Knight to send a memo to all

board members regarding communications to the public. Mayor Bradley requested that it also be sent to the new Commissioners.

e. Mayor Bradley

Mayor Bradley stated that there is a candidate saying that he promised RLF \$400,000 and that he wanted to set the record straight that this statement is blatantly false.

Mayor Bradley commended Police Chief Railey for the great work in utilizing his resources effectively and for his numerous efforts to the Community.

Commissioner McMacken spoke about the Duck Derby and thanked the Parks and Recreation Department for a wonderful event.

The meeting adjourned at 6:42 p.m.

Mayor Kenneth W. Bradley

ATTEST:

City Clerk Cynthia S. Bonham



city commission agenda item

item type	Consent Agenda	meeting date	March 14, 2011
prepared by department division	Purchasing Division	approved by	<input checked="" type="checkbox"/> City Manager <input checked="" type="checkbox"/> City Attorney <input type="checkbox"/> N/A
board approval	<input type="checkbox"/> yes <input type="checkbox"/> no <input checked="" type="checkbox"/> N/A		
		final vote	

subject

RFP-5-2011 Bond Counsel Services

motion | recommendation

Recommend City Commission approve award to Bryant Miller Olive P.A.

background

On December 15, 2011 the RFP was issued

On January 4, 2011 a Pre-Proposal Conference was held

On February 15, 2011 a public opening of responses was conducted. A total of six (6) proposals were received, all were deemed responsive.

On February 22, 2011 the selection committee met to conduct a short listing of the responses.

On March 1, 2011 oral presentations were given by the top two (2) short listed firms. At the conclusion of the oral presentations, the selection committee ranked as follows:

1. Bryant Miller Olive
2. Livermore & Freeman

alternatives | other considerations

The City Commission has the option of accepting the Selection Committee's recommendation or selecting another firm proposing on this engagement.

fiscal impact

Bond Counsel fees are typically paid only when a deal is closed and is funded as part of the debt process. Price proposals were evaluated against the cost of actual transactions from the past three (3) years. See attached

strategic objective

Achieve financial security through good government practices.

Projected Bond Counsel Fees Based on Debt Issued in Last Three Years

Description	Par Amount Issued	Bryant Miller & Olive	Greenberg Traurig	Holland & Knight	KnoxSeaton	Livermore Freeman & McWilliams	Nabors, Giblin & Nickerson, P.A.
Electric Refunding Revenue Bonds, Series 2011	17,000,000	17,500	42,500	25,000	28,000	30,150	37,250
Electric Refunding Revenue Bonds, Series 2010	5,250,000	17,500	35,000	15,000	20,000	15,000	17,500
Water and Sewer Refunding and Improvement Revenue Bonds, Series 2010	16,500,000	17,500	41,250	25,000	27,250	29,425	36,375
Annual retainer							
Total fees for FY 2011		52,500	118,750	65,000	75,250	74,575	91,125
Community Center Redevelopment Revenue Bonds, Series 2010	8,100,000	17,500	35,000	15,000	20,000	15,000	20,250
Park Avenue Refunding Improvement Revenue Bonds, Series 2010	2,370,000	17,500	35,000	15,000	20,000	15,000	17,500
Annual retainer							
Total fees for FY 2010		35,000	70,000	30,000	40,000	30,000	37,750
Water and Sewer Refunding and Improvement Revenue Bonds, Series 2009	45,685,000	45,343	83,185	40,514	65,856	62,435	71,935
Electric Refunding Revenue Bonds, Series 2009	34,985,000	39,993	72,485	32,489	52,481	51,735	61,235
Annual retainer							
Total fees for FY 2009		85,336	155,670	73,003	118,337	114,170	133,170
Total for all three years		<u>172,836</u>	<u>344,420</u>	<u>168,003</u>	<u>233,587</u>	<u>218,745</u>	<u>262,045</u>
Hourly rates:							
Partner		290	250	445	350	450	
Senior Associate					300		
Associate		250	150	265	250		
Paralegal					125		



city commission agenda item

item type	Consent Agenda	meeting date	March 14, 2011
prepared by department division	Wes Hamil Finance	approved by	<input checked="" type="checkbox"/> City Manager <input type="checkbox"/> City Attorney <input type="checkbox"/> N/A
board approval	<input type="checkbox"/> yes <input type="checkbox"/> no <input checked="" type="checkbox"/> N/A		
		final vote	

subject

Vendor payment agreement for the low income home energy assistance program with Orange County.

motion | recommendation

Commission approval of the agreement.

background

The City has participated with Orange County in this federally funded program to provide assistance to our utility customers since shortly after the acquisition of the electric system in 2005. The program is administered by Orange County and the County determines the eligibility of utility customers for assistance under the program.

Customers experiencing difficulty in paying their utility bills contact the County to discuss their needs. If they qualify for assistance, the County contacts the City to let us know they will be making a payment on behalf of the customer. The City receives the payment directly from Orange County and the customer is responsible for any balance remaining on their account.

A copy of the proposed agreement is attached. The proposed agreement continues this arrangement with the County from April 1, 2011 to March 31, 2016.

alternatives | other considerations

fiscal impact

There is no cost to the City to participate in this program.

strategic objective

Achieve financial security through good government practices.

FEB 15 2011 CAS/CMS/BS

ORANGE COUNTY, FLORIDA

And

City of Winter Park

VENDOR PAYMENT AGREEMENT

for the

LOW-INCOME HOME ENERGY ASSISTANCE PROGRAM

THIS AGREEMENT is made and entered into this 1st day of April, 2011, by and between Orange County, Florida, a charter county and political subdivision of the State of Florida, ("County"), and the City of Winter Park, ("Vendor").

WHEREAS, the County has entered into a low-income home energy assistance program (LIHEAP) federally funded subgrant agreement with the State of Florida, ("LIHEAP Agreement"); and

WHEREAS, the LIHEAP ("Program") above mentioned subgrant agreement provides the County with funds to assist low income consumers with payment of their energy costs; and

WHEREAS, the Vendor provides energy to low income consumers; and

WHEREAS, the County agrees to pay the Vendor funds from the Program to assist low income consumers with payment of their energy bills; and

WHEREAS, the Vendor agrees to accept the funds from the Program to assist low income consumers with payment of their energy bills.

NOW THEREFORE, in consideration of the covenants and conditions herein and for other good and valuable consideration, each to the other, receipt of which is hereby acknowledged by all parties, the parties hereby agree as follows:

Section 1. Preamble Incorporated. The foregoing recitals are true and correct and are incorporated herein as part of this Interlocal Funding Agreement.

Section 2. Vendor's Responsibilities and Duties.

The Vendor agrees to:

(a) Accept the Program funds from the County as either full or partial payment of energy bills for eligible low income consumers.

(b) Charge eligible low income consumers, through the Vendor's normal billing process, the actual unpaid difference between the payment made through the LIHEAP and the actual remaining unpaid cost of eligible consumers' home energy.

(c) Inform eligible low income consumers that they are responsible for payment of the remaining balance of their energy bill if the payment made through the LIHEAP is not the complete charge owed by an eligible low income consumer.

(d) Adhere to and abide by the rules, regulations, and guidelines of the LIHEAP.

(e) Notify the County of any payments not received after the sixty (60) day period of intent to pay has expired and furnish a copy of the guaranteed payment.

(f) Accepting Program funds from the County to establish utility deposits as security for new accounts or existing accounts established by eligible low income consumers. Upon termination of electric service by consumer(s), Vendor shall apply said deposit to any outstanding amounts owed by consumer(s) on their respective account(s) and the remainder, if any, shall be returned by the Vendor to the consumer(s).

Section 3. County's Responsibilities and Duties.

The County agrees to:

(a) Determine the eligibility of energy consumers to participate in the LIHEAP.

(b) Provide LIHEAP funds to the Vendor to either partially or fully satisfy payment of energy bills for eligible low income consumers and/or as payment of security deposits on accounts established by eligible low income consumers. Notwithstanding the foregoing, the County shall not use CS/211 (Project Care) funds as payment of said utility deposits on behalf of eligible low income consumers.

(c) Render payments to the Vendor within sixty (60) days of providing Vendor with notice of intent to pay.

(d) Upon notification of payments not received LIHEAP will provide the Vendor with a resolution of guaranteed payments within five (5) working days after the sixty (60) day period of intent to pay has expired.

(e) Provide the vendor with rules, regulations, and guidelines of the Program.

Section 4. Term and Termination. The term of this Agreement shall begin on April 1, 2011 and shall continue until March 31, 2016, or until terminated by either party at any time, with or without cause, upon no less than fifteen (15) days notice in writing to the other party. Said notice shall be delivered by certified mail or in person to the business address of the party

upon whom such notice is served.

Section 5. Vendor as Independent Contractor. The parties expressly acknowledge that the Vendor is acting as an Independent Contractor, and nothing in this Agreement is intended or shall be construed to establish an agency, partnership or joint venture relationship between the parties.

Section 6. Nondiscrimination. The Vendor, in performing under this Agreement shall not discriminate against any worker, employee, consumer or applicant or any member of the public because of race, creed, color, sex, age, disability, or national origin, nor otherwise commit an unfair employment practice on such basis.

Section 7. Accounting. The Vendor will utilize such accounting procedures and practices in maintenance of the records of receipts and disbursements of the funds contributed by the County as will be in accordance with generally accepted accounting principles.

Section 8. Right to Inspect and Audit Accounts. During the term of this Agreement, the Vendor, with respect to the receipt and expenditure of funds provided under this Agreement, shall permit County staff and the Orange County Comptroller and her staff to inspect and audit the Vendor's books and accounts at any time during normal working hours, provided that reasonable notice is given to the Vendor prior to any such inspection. Any costs incurred by the Vendor as a result of a County audit shall be the sole responsibility of and shall be borne by the Vendor. In addition, should the Vendor provide any or all of the County's funds to sub-recipients, then, and in that event, the Vendor shall include in written agreements with such sub-recipients a requirement that records of the sub-recipient be open to inspection and audit by the County or the County's designee.

Section 9. Maintenance of Records; Audit. For a period ending five (5) years after the expiration or termination of this Agreement, the Vendor shall make all records and documents relating to this Agreement available for inspection and copying by the County or any agent designated by the County.

Section 10. Assignment. The Vendor may not assign its rights hereunder, without the prior written consent of the County. Failure to comply with this section may result in immediate termination of this Agreement.

Section 11. Indemnification. The Vendor agrees to indemnify and save harmless the County and the State of Florida from and against any and all liability, claims, demands, damages, expenses, fees, fines, penalties, suits, proceedings, actions and cost of actions, including reasonable attorney's fees, of any kind and nature arising or growing out or in any way connected with the performance of this Agreement.

Section 12. Entire Agreement. This Agreement constitutes the entire agreement between the parties. Any representations or statements heretofore made with respect to such

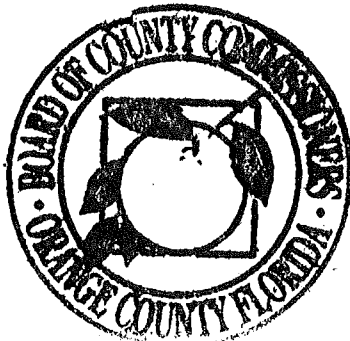
subject matter, whether verbal or written, are merged herein.

Section 13. Waivers. Performance of this Agreement by either party, after notice of default of any of the terms, covenants or conditions, shall not be deemed a waiver of any right to terminate this Agreement for any subsequent default, and no waiver of such default shall be construed or act as a waiver of any subsequent default.

Section 14. No Third Party Beneficiaries. This Agreement does not create, and shall not be construed as creating, any rights enforceable by any person or entity other than the parties to the Agreement.

Section 15. Governing Law. This Agreement shall be governed by and construed in accordance with the laws of the State of Florida.

IN WITNESS WHEREOF, the parties have executed this Agreement as indicated below.



ORANGE COUNTY, FLORIDA
By: Board of County Commissioners

By: Teresa Jacobs
Teresa Jacobs
Orange County Mayor

ATTEST: MARTHA O. HAYNIE, County Comptroller
As Clerk of the Board of County Commissioners

By: [Signature]
Deputy Clerk
20110215

VENDOR

By: _____

Title: _____

WITNESS:

BY: _____

TITLE: _____

ACKNOWLEDGMENT BY CORPORATION

STATE OF FLORIDA)
COUNTY OF ORANGE

PERSONALLY appeared before me, the undersigned authority, _____
and _____, well known to me and known by me to be the
_____ and _____, respectively, of the
XXXXXX (Vendor), and acknowledged before me that they executed the foregoing instrument on
behalf of the XXXXXX (Vendor), as its true act and deed, and that they were duly authorized so
to do. They are personally known to me or have/has produced _____ as
identification and did/did not take an oath.

WITNESS my hand and official seal in the County and State last aforesaid this ____ day
of _____, 2011.

NOTARY PUBLIC

Printed Name: _____

My Commission Expires:



city commission agenda item

item type	Consent Agenda	meeting date	March 14, 2011	
prepared by department division	City Management	approved by	<input checked="" type="checkbox"/> City Manager <input checked="" type="checkbox"/> City Attorney <input type="checkbox"/> N A	
board approval			<input type="checkbox"/> yes <input type="checkbox"/> no <input checked="" type="checkbox"/> N A	final vote

subject

Labor Contract between the City of Winter Park and Teamsters Local 385 Police Officers Union.

motion | recommendation

Ratify contract of agreed upon and imposed articles between the City of Winter Park and the Teamsters Local 385 Police Officers Union.

background

The contract, based on the results of the Impasse Hearing held on March 7, 2011 is currently being compiled and will be sent to the Commission (and posted on the website) in a supplementary package upon completion.

alternatives | other considerations

fiscal impact

strategic objective



city commission agenda item

item type	Consent Agenda	meeting date	March 14, 2011
prepared by department division	Purchasing Division	approved by	<input checked="" type="checkbox"/> City Manager <input checked="" type="checkbox"/> City Attorney <input type="checkbox"/> N/A
board approval	<input type="checkbox"/> yes <input type="checkbox"/> no <input checked="" type="checkbox"/> N/A		final vote

Purchases over \$25,000

	vendor	item background	fiscal impact	motion recommendation
1.	Alan Jay Chevrolet	Purchase of 2011 Chevy Silverado 2500HD	Total expenditure is included in the approved FY11 vehicle/equip. replacement fund Amount: \$37,298	Commission approve PR 146252 to Alan Jay Chevrolet, piggybacking the Florida Sheriff's Association contract
On December 13, 2010, the City Commission authorized piggybacking the Florida Sheriff's Association contract 10-18-0907 and a Piggyback Contract has been fully executed with Alan Jay Chevrolet. Replacement vehicle for Lakes Division				
2.	HD Supply Plumbing	Owner direct purchase of plumbing supplies for Community Center	Total expenditure is included in approved project budget (\$41,958.98)	Commission PR 146290 to HD Supply Plumbing for the owner direct purchase of plumbing supplies for the Community Center
Competitive procurement occurred during the selection process (RFQ-17-2009). Turner Construction competitively solicited pricing for the various trades and suppliers. This owner direct purchase will result in sales tax savings.				
3.	Interedge Technologies	Owner direct purchase of fire-rated glazing and framing systems for Community Center	Total expenditure is included in approved project budget (\$28,813.33)	Commission approve PR 146295 to Interedge Technologies for the owner direct purchase of fire-rated glazing and framing systems for the Community Center
Competitive procurement occurred during the selection process (RFQ-17-2009). Turner Construction competitively solicited pricing for the various trades and suppliers. This owner direct purchase will result in sales tax savings.				
4.	Rexel	Owner direct purchase of lighting fixtures for Community Center	Total expenditure is included in approved project budget (\$133,219.68)	Commission approve PR 146300 to Rexel for the owner direct purchase of lighting fixtures for the Community Center
Competitive procurement occurred during the selection process (RFQ-17-2009). Turner Construction competitively solicited pricing for the various trades and suppliers. This owner direct purchase will result in sales tax savings.				

Piggyback contracts

	vendor	item background	fiscal impact	motion recommendation
5.	McLane Excavating	Piggybacking the Seminole County contract for Aquatic Maintenance Services	Annual expenditure is included in approved FY11 budget (\$17,000)	Commission approve piggybacking the Seminole County contract #RFP-600103-07 with McLane Excavating, Inc. and authorize the Mayor to execute the Piggyback Contract
The City Commission initially approved piggybacking this contract on November 8, 2010, however the current contract term will expire on March 6, 2011. Seminole County has entered into a contract renewal for an additional one (1) year period. The new contract term will be March 7, 2011 through March 6, 2012.				
6.	Unifirst Corporation	Piggybacking the City of Orlando contract for Rental of Work Uniforms	Projected annual expenditure is \$20,000. Total expenditure is included in approved FY11 budget for user departments. Payment will be made using pcard	Commission approve piggybacking the City of Orlando contract #B108-2351-2 with Unifirst Corporation and authorize the Mayor to execute the Piggyback Contract
The City Commission initially approved piggybacking this contract on November 8, 2011, however the current contract term expired on February 21, 2011. The City of Orlando has entered into a contract renewal for an additional one (1) year period. The new contract term is February 22, 2011 through February 21, 2012.				
7.	Ten-8 Fire Equipment, Inc.	Piggybacking the Lake County contract for Fire Equipment & Supplies	Projected annual spend is \$18,000. Total expenditure is included in approved FY11 budget	Commission approve piggybacking the Lake County contract # CT070811G5 with Ten-8 Fire Equipment, Inc. and authorize the Mayor to execute the Piggyback Contract
The City Commission initially approved piggybacking this contract on November 8, 2010, however the current contract term will expire on March 31, 2011. Lake County has entered into a contract renewal for an additional one (1) year period. The new contract term will be April 1, 2011 through March 31, 2012.				
8.	Awarded contractors as identified by the Florida Sheriff's Association	Piggybacking the Florida Sheriff's Association contract for Tires & Related Services	Total expenditure is included in approved FY11 budget. Payments will be made using pcard	Commission approve piggybacking the Florida Sheriff's Association contract # 11/13-05-0120 and authorize the Mayor to execute the Piggyback Contract
The City Commission initially approved piggybacking this contract on November 8, 2010, however the current contract term expired on February 28, 2011. The Florida Sheriff's Association has entered into a contract renewal for an additional two (2) year period. The new contract term is March 1, 2011 through March 31, 2013.				
9.	Verizon Wireless	Piggybacking the GSA contract for General Purpose Commercial Information Technology Equipment, Software & Services	Total expenditure is included in approved FY11 budget. (\$16,500) Payments will be	Commission approve piggybacking the GSA contract # GS-35F-0119P and authorize the Mayor to execute the Piggyback Contract

			made pcard.	
<p>The City Manager initially approved piggybacking this contract on January 6, 2011, however the current contract term expired on February 28, 2011. The General Services Administration has entered into a contract renewal for an additional period. The new contract term is March 1, 2011 through December 2, 2013.</p>				



city commission agenda item

item type	Action Item Requiring Discussion	meeting date	March 14, 2011
prepared by department division	George Wiggins – Building/Code Enforcement Brett Railey – Police Department	approved by	<input checked="" type="checkbox"/> City Manager <input type="checkbox"/> City Attorney <input type="checkbox"/> N/A
board approval	<input type="checkbox"/> yes <input type="checkbox"/> no <input type="checkbox"/> N/A final vote		

Subject

City Ordinance to regulate Pain Management Clinics operating within the City of Winter Park

motion | recommendation

Approve City Staff to work with the City Attorney to create a City Ordinance that regulates Pain Management Clinics.

background

Many Police Departments in the State of Florida have reported that a pattern of illegal drug use and distribution has been linked to Pain Management Clinics. On December 2, 2010, the Florida Department of Law Enforcement released the Florida Medical Examiners Commission 2010 Interim Report on Drugs Identified in Deceased Persons. The report aggregated toxicology reports submitted to the Florida Medical Examiners Commission and found that during January through June of 2010, of the 89,900 deaths occurring in Florida from all causes, 4,150 were drug-related. Of the 4,150 drug-related deaths, the report found as follows:

Prescription drugs accounted for 81% of all drug-related deaths when excluding deaths related to Ethyl Alcohol. 1286 people died with at least one prescription drug in their system that was, in the opinion of the medical examiner, the cause of death. The drug that caused the most deaths during the study period (715 decedents) was Oxycodone (trade names include OxyContin). In the Ninth Medical Examiner District (consisting of Orange and Osceola Counties) 63 deaths were related to Alprazolam (trade names include Xanax) 27 deaths were related to Diazepam (trade names include Valium) 76 deaths were related to Oxycodone (trade names include OxyContin) 30 deaths were related to Hydrocodone (trade names include Vicodin and Lortab) and 15 deaths were related to Proxyphene (trade names include Darvon and Darvocet).

Studies have found that the abuse of prescription pain medication can and does lead to property crimes, violent crime, drug dependency, debilitating sickness and death.

The creation of a City Ordinance regulating Pain Management Clinics is not intended to interfere with legitimate medical clinics or the lawful prescription and use of controlled substances.

On December 7, 2010 Orange County adopted an ordinance imposing a one year moratorium on the issuance of a business license for any new pain management clinics and authorizing the Orange County Tax Collector to decline the license renewal or license transfer of any pain management clinic that is not registered with the Florida Department of Health as required by sections 458.3265 or 459.0137, Florida Statutes.

A copy of Maitland's recently adopted Pain Management Ordinance is included for your review. It was adopted on 2/14/11 by the Maitland City Council.

alternatives | other considerations

N/A

fiscal impact

None

strategic objective

Quality Government services.

ORDINANCE NO. _____

**AN ORDINANCE OF THE CITY OF MAITLAND, FLORIDA,
AMENDING THE CITY CODE BY PROVIDING FOR THE
ESTABLISHMENT OF A PERMITTING SYSTEM FOR PAIN
MANAGEMENT CLINICS; PROVIDING DEFINITIONS,
PROVIDING PERMIT REQUIREMENTS, PROVIDING FOR
GRANT OF PERMITS, FEES, AND PENALTIES; PROVIDING
FOR CONFLICTS, SEVERABILITY, CODIFICATION;
PROVIDING FOR AN EFFECTIVE DATE.**

WHEREAS, many Police Departments in the state of Florida have reported that a pattern of illegal drug use and distribution has been linked to Pain Management Clinics operating within the State; and

WHEREAS, the possibility of illegal narcotic activity and the possibility of significant increased crime associated with proliferation of such clinics has created an urgent situation requiring immediate action to reduce the threat to the health, safety and welfare of citizens within the City of Maitland; and

WHEREAS, the Florida Legislature has identified identical concerns regarding illegal narcotic activity associated with Pain Management Clinics by persons obtaining prescription drugs for improper purposes and is considering legislation which will require physicians and other persons dispensing prescription drugs through Pain Management Clinics, facilities or offices, to register with the State Department of Health in order to conduct such business; and

WHEREAS, many counties and municipalities in Florida have established new regulations on Pain Management Clinics to curb negative impacts created by these clinics, such as illegal prescription drug trafficking and sales of illegal drugs around the clinics, loitering by Pain Management Clinic customers while waiting in long lines to receive drugs and loitering in areas surrounding the clinics; and

WHEREAS, the Maitland City Commission has determined that permitting and regulation of Pain Management Clinics within the City of Maitland, will hinder and possible illegal activities related to these clinics; and

WHEREAS, it is not the intent of this Ordinance to interfere with legitimate medical clinics or the legal use of controlled substances; and

WHEREAS, the Maitland City Commission finds and declares a need to immediately impose regulations on Pain Management Clinics in order to ensure that Pain Management Clinics are not involved in illegal activity; and

WHEREAS, Maitland City Commission has the authority to protect the health, safety and welfare of its citizens; and

WHEREAS, the City Commission finds it is necessary and in the best interest of the public health, safety and welfare to regulate Pain Management Clinics.

NOW THEREFORE, BE IT ENACTED BY THE CITY OF MAITLAND, FLORIDA:

SECTION 1: Authority: The City of Maitland has the authority to adopt this Ordinance pursuant to Article VIII of the Constitution of the State of Florida and Chapter 166, Florida Statutes.

SECTION 2: Definitions:

The following words, terms and phrases, when used in this ordinance, shall have the meanings ascribed to them in this section, except where the context clearly indicates a different meaning:

Clinic, Medical or Dental. A Medical or Dental Clinic is an establishment where patients, who are not lodged overnight, are examined and treated by one person or a group of persons practicing any form of the healing arts, whether such persons be medical doctors, chiropractors, osteopaths, chiropodists, naturopaths, optometrists, dentists, or any such medical profession the practice of which is lawful in the State of Florida.

Conviction or convicted means the finding of guilt for a violation of a municipal or county ordinance or state or federal law, adjudication withheld on such a finding of guilt, an adjudication of guilt on any plea of guilty or nolo contendere or the forfeiture of a bond or bail when charged with a violation of a municipal or county ordinance or state or federal law.

Pain Management Clinic means a medical clinic that advertises in any form of media for any type of pain management services and/or employs one (1) or more physicians who are primarily engaged in the treatment of pain. Expressly exempted from this definition are hospitals, nursing homes, ambulatory surgical care centers, hospice or intermediate care facilities for the disabled, and clinics which are affiliated with an accredited medical school at which training is provided for medical students, residents and/or fellows.

Knowingly means with actual knowledge of a specific fact or facts, or with reasonable inquiry a reasonable person should have known a specific fact or facts.

Medical director means the physician licensed by the State of Florida with a full, active and unencumbered license under F.S. ch. 456 or 459 who shall be the designated physician responsible for complying with all requirements related to the permitting and operation of the Pain Management Clinic.

Permit means a permit to operate a Pain Management Clinic.

Permittee means a person in whose name a permit to operate a Pain Management Clinic has been issued, as well as all individuals listed as an applicant on the application for a permit for a Pain Management Clinic.

Person means an individual, partnership, corporation, association, or legal entity. Any individual with any partial or whole ownership of any partnership, corporation, association or legal entity shall also be included in this definition.

SECTION 3: Permit Required; Application for Permit:

- a) After the adoption of this section, no person shall operate a Pain Management Clinic in any location within in the City of Maitland without a permit as provided for herein.
- b) A separate permit is required for each Pain Management Clinic location. A person who seeks to operate a Pain Management Clinic and the person who is the property owner for property on which the Pain Management Clinic is located shall each sign the application for a permit as an applicant(s). At least one (1) applicant shall be the medical director of the Pain Management Clinic. The applicant(s) shall be fully responsible for compliance with this section and each applicant shall be considered a permittee upon the grant of a permit pursuant to this section.
- c) The notarized application for a permit shall:
 - 1) Be typewritten, signed and sworn to by the applicant(s) and shall include the post office address of the applicant(s) and the property owner. The application shall not be signed by an authorized agent.
 - 2) Provide an accurate legal description of the property on which the Pain Management Clinic is located including street address, if any, and the names of all owners, mortgage holders, lienors and lessees.
 - 3) Indicate whether the Pain Management Clinic dispenses controlled substances on the Pain Management Clinic site.
 - 4) Include the following information:
 - a. The registration number from the state department of health as required by F.S. § 458.309 or 459.005, if the Pain Management Clinic must be registered in accordance with state law.
 - b. The professional license numbers of the medical director, including DEA number.
 - c. A list of all persons associated with the management or operation of the Pain Management Clinic whether paid or unpaid, part time or full time, contract labor or independent contractor. The list must include, but is not limited to all owners, operators, employees or volunteers. This information shall be required to be updated within ten (10) days of any new person becoming associated with the Pain Management Clinic. For persons listed, the following information must be provided:
 1. Title;
 2. Current home address, telephone numbers and date of birth;
 3. All criminal convictions whether misdemeanor or felony;
 4. Current Florida driver's license;
 5. A set of fingerprints, unless the person's fingerprints are currently on file with the State of Florida Department of Health; and
 6. Whether the person has any financial or business interest in a pharmacy, as defined in F.S. § 465.003, within the State of Florida.

- d. A written determination by the City Manager that property in which the Pain Management Clinic is located or seeks to locate complies with all current applicable provisions of the Maitland Code of Ordinances.
- e. An affidavit by the medical director for the Pain Management Clinic attesting to the following:
 - 1. That their practice is located at the pain medical clinic;
 - 2. That no employees of the facility have been convicted of a drug-related felony within the five-year period to the date of application;
 - 3. That the Pain Management Clinic will not knowingly employ any such convicted felons thereafter; and
 - 4. That the medical director shall be required to inform the City of Maitland within ten (10) days should the medical director be terminated or otherwise leave the affiliation with the Pain Management Clinic as medical director.
- f. A floor plan of the Pain Management Clinic showing the location and size of the waiting area, location of and size of the patient rooms, and location and type of diagnostic equipment.
- g. If any controlled substances are dispensed on-site during the course of business, a floor plan showing the location and the method of security for protection of any controlled substance to be dispensed in the course of business.

SECTION 4: Requirements for Issuance of Permit; Posting:

- a) The application shall be reviewed by the City of Maitland Police Department, the City Manager, and any other person or entity deemed appropriate by the official for compliance with the provisions of this section.
- b) The City Manager shall either approve the issuance of a Pain Management Clinic permit within sixty (60) days after receipt of a complete application, deny the application or request additional information.
- c) The following shall be a basis for denial of an application:
 - 1) An applicant is under eighteen (18) years of age.
 - 2) An applicant has failed to answer or falsely provided information as part of the application.
 - 3) An applicant or a person listed in the application has been convicted of a crime or had final administrative action taken,

a. Involving:

1. Any felony or misdemeanor offense of Florida Statutes which involves the prescribing, dispensing, supplying or selling of any controlled substance as defined by Florida Statutes; or
2. Any violation of Pain Management Clinic regulations of any other municipality, county, state or government; or
3. Any administrative or other similar action in which the applicant has been denied the privilege of prescribing, dispensing, administering, supplying or selling any controlled substance by this state or any other state; or
4. Any administrative or other similar action in which the state or any other state's medical board action taken against the applicants medical license as a result of dependency on drugs or alcohol.

b. For which:

1. Less than two (2) years have elapsed since the date of conviction or the date of release from confinement imposed for the conviction, whichever is the later date, if the conviction is of a misdemeanor offense;
2. Less than five (5) years have elapsed since the date of conviction or the date of release from confinement for the conviction, whichever is the later date, if the conviction is of a felony offense; or
3. Less than five (5) years have elapsed since the date of the last conviction or the date of release from confinement for last conviction, whichever is the later date, if the convictions are of two (2) or more misdemeanor offenses or combination of misdemeanor offenses occurring within any twenty-four-month period.
4. Less than five (5) years have elapsed for any final administrative or other action.

c. The fact that a conviction is being appealed has no effect on the disqualifications of the applicant under subsection (a) above.

SECTION 5: Grant of Permit; Operational Standards:

- a) Each permit shall be effective for one (1) year and be subject to annual renewal on October 1 of each year.
- b) A permit shall be issued to the persons deemed the permittee(s) for the particular location provided for in the application and shall not be transferable in any manner either to another person or for another location.
- c) The grant of a permit is expressly conditioned upon compliance with the following operational standards:
 - 1) The permit must be posted in a conspicuous place at or near the entrance to the Pain Management Clinic so that it may be easily read at any time.

- 2) The Pain Management Clinic shall not limit the form of payment for services or prescriptions to cash only.
- 3) The Pain Management Clinic shall be operated by the medical director.
- 4) The hours of operation of the Pain Management Clinic shall be limited to 7:00 a.m. to 9:00 p.m. Monday through Saturday.
- 5) The Pain Management Clinic shall maintain the diagnostic equipment to diagnose and treat patients complaining of pain as provided for by the appropriate standard of care.
- 6) The medical director shall secure prescription pads so that only authorized persons may access them. All prescription pads shall contain the name of the Pain Management Clinic and the Pain Management Clinic permit number.
- 7) The dispensing of controlled substances for treatment of pain must be done in compliance with all applicable state and federal laws and regulations, including but not limited to F.S. § 465.0276.

SECTION 6: Fees:

The Maitland City Commission shall, by resolution, establish non-refundable fees for the city to review the Pain Management Clinic permit application and for each permit issued under the terms of this chapter.

SECTION 7: Inspection:

- a) Application for, and issuance of, any Pain Management Clinic permit shall constitute consent by the permittee for representatives of the City of Maitland, at any time it is open for business or occupied, to enter and inspect the premises of the Pain Management Clinic for the purpose of verifying compliance with the permit.
- b) No person who operates a Pain Management Clinic shall refuse to permit a lawful inspection of the premises by a representative of the City of Maitland at any time it is open for business or occupied.

SECTION 8: Expiration of Permit:

- a) A permit for a Pain Management Clinic shall expire September 30 of each year. A permit may be renewed only by making application as provided in this section. A formal decision of the zoning administrator shall only be required every three (3) years, unless the Pain Management Clinic undergoes an expansion or substantial change. Application for renewal should be made at least sixty (60) days before the expiration date, and when made less than sixty (60) days before the expiration date, the expiration of the permit will not be affected by the pendency of the application.

- b) If a permit or renewal for a Pain Management Clinic is denied the applicant may not be issued a Pain Management Clinic permit for one (1) year from the date denial becomes final, unless the basis for denial has been corrected or abated.

SECTION 9: Penalties and Remedies:

Any person who operates or causes to be operated a Pain Management Clinic without a valid permit or in violation of any provision of this section shall be subject to the following penalties and/or remedies:

- a) A violation of this section may be punished by a fine not exceeding five hundred dollars (\$500.00) or imprisonment for a term not exceeding sixty (60) days or by both such fine and imprisonment, in the discretion of the court.
- b) Upon any person or Pain Management Clinic's third confirmed violation of this section, in addition to the penalties and remedies above, the city may institute any appropriate action or proceedings to prevent, restrain, correct or abate a violation of this chapter, as provided by law.
- c) Each day that any violation continues after receipt of a written notice of such violation shall constitute a separate violation and a separate offense for purposes of the penalties and remedies specified herein

SECTION 10: Codification: Sections 2 through 9 of this Ordinance shall be codified and made part of the City of Maitland Code of Ordinances.

SECTION 11: Conflicts: In the event of a conflict or conflicts between this ordinance and other ordinances, this ordinance controls.

SECTION 12: Severability: It is the intent of the City Commission of the City of Maitland, and is hereby provided, that if any section, subsection, sentence, clause, phrase or provision of this Ordinance is held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality shall not be construed as to render invalid or unconstitutional the remaining provisions of this Ordinance.

SECTION 13: Effective Date: This Ordinance shall become effective upon adoption at its second reading.

ADOPTED by the City Commission of the City of Maitland, Florida, this ____ day of _____, 2011.

MAYOR

ATTEST:

CITY CLERK



city commission public hearing

item type	Public Hearing	meeting date	March 14, 2011
prepared by department division	City Management	approved by	<input checked="" type="checkbox"/> City Manager <input type="checkbox"/> City Attorney <input type="checkbox"/> N/A
board approval	<input type="checkbox"/> yes <input type="checkbox"/> no <input type="checkbox"/> N/A		
		final vote	

subject

A Resolution requesting the support of Police and Firefighter pension plan reform.

motion | recommendation

Approve Resolution

summary

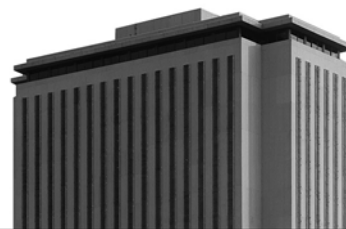
This resolution was requested by the Florida League of Cities.

board comments

N/A



LEGISLATIVE ALERT



IMMEDIATE ACTION REQUESTED

February 28, 2011

Pension Reform Update

[SB 1128](#) addresses several of the League's recommendations for reform of state pension laws governing police officer and fire fighter pension plans. The bill was workshopped twice by the [Senate Committee on Governmental Oversight & Accountability](#). Many city officials came to Tallahassee to show their support for these important changes.

Please continue talking to your legislators about the need for reform of police officer and firefighter pensions. Tell them that cities don't need a hand out or a bailout from the state. Instead, cities need for the legislature to change the law to untie cities' hands so that cities can fix their own problems. Here are more ways to help:

- Share the attached white paper with legislators that explains how state mandates on "extra benefits" have gotten out of control.
- Adopt the attached model resolution on pension reform and send it to the legislature and Governor Scott.

These documents are also available on the League's website at www.flcities.com.

Your Continued Advocacy is Critical to Our Success!

Use of Insurance Premium Tax Revenues for Police and Firefighter Pensions under Chapters 175 and 185, Florida Statutes

Prior to 1999

Prior to 1999, cities were largely free to bargain with local police and fire unions, or provide for the non-unionized police and firefighters, the pension benefits that best fit the priorities and needs of the city and its police and firefighters. Cities were required to use insurance premium tax revenues for “extra pension benefits” for police and firefighter pension plans operating under chapters 175 and 185. “Extra pension benefit” was defined at that time to mean benefits in addition to or greater than those provided to general employees of the city. Therefore, prior to 1999, cities were restricted in using insurance premium tax revenues to pay for only the incremental cost of police and fire pension benefits that exceeded the pension benefit levels given to general employees of the city.

Police and firefighters pensions are funded from four primary sources: insurance premium tax revenues; employee contributions; earnings on pension fund investments; and employer contributions. By law, the city is ultimately responsible for all pension plan assets and liabilities, and is required to fund pension plans on a sound actuarial basis.

Also, prior to 1999, cities were not required to meet the minimum pension benefit levels established in chapters 175 and 185. A few cities operated what are known as “Chapter Plans,” which provide pension benefits at the set minimum levels in chapters 175 and 185. However, the vast majority of cities participating in chapters 175 and 185 are known as “local law plans,” and these plans provide various pension benefits with some benefits not meeting the minimum benefit levels and other benefits exceeding the minimum benefit levels. For example, prior to 1999, a city may have provided a 3% accrual rate rather than the minimum accrual rate of 2%; however, the city may not have met another chapter minimum such as a minimum retirement age of 52 with 25 years of service. Finally, prior to 1999, cities could use insurance premium tax revenues as a funding source for their police and firefighter pension plans even if those plans did not meet all of the minimum benefit provisions in chapters 175 and 185.

1999 Legislation

The 1999 law fundamentally changed how cities provide and pay for police and fire pensions under chapters 175 and 185. The law requires all plans operating under chapters 175 and 185,

including “local law plans,” to meet all the minimum pension benefit standards in chapters 175 and 185, regardless of if the pension benefits exceeded various minimum benefit levels.

The law also substantially revises how cities use insurance premium tax revenues in providing “extra pension benefits” to police and firefighters. While the 1999 legislation did not change the definition of “extra pension benefit” (pension benefits given to police/fire greater than pension benefits given to general employees), the Division of Retirement immediately imposed an interpretation that to be an “extra pension benefit” the benefit not only had to exceed the benefit level given to general employees but it also had to have been provided after March 12, 1999 (the effective date of the 1999 legislation).

The 1999 legislation made a distinction between insurance premium tax revenues generated prior to 1997 and those generated after 1997. The law defined a new term of “additional premium tax revenues” to mean insurance premium tax revenues received by a city that exceed the amount received for calendar year 1997. The law goes on to state that if a city police or fire pension plan did not meet the minimum pension benefit levels provided in chapters 175 and 185, “additional premium tax revenues” were to be used to incrementally fund the cost of complying with the minimum benefit requirements. (At that point in time a handful of cities did not meet all of the minimum pension benefit provisions of chapters 175 and 185.) Then, once the minimum pension benefit provisions were met, “additional premium tax revenues” were required to provide “extra pension benefits.” As noted above, an “extra pension benefit” must be a pension benefit in excess of a pension benefit provided to general city employees, and under the Division of Retirement’s interpretation, the “extra pension benefit” must have been provided after March 12, 1999. In 2004, the legislature amended the definition of “extra pension benefit” to include the Division of Retirement’s interpretation that to be an extra pension benefit the benefit has to have been provided after March 12, 1999.

The distribution of insurance premium tax revenues for the year 1997 amounted to approximately \$70 million. This amount is typically referred to as the “base year” amount, and represents an amount of money that cities may use to pay for the level of pension benefits in existence prior to March 12, 1999. Any amounts over the \$70 million generated in future years had to have been used under the law to meet any minimum pension benefit level that was not already met by the pension plan, and once all minimum pension benefit levels were met, any additional increases in premium tax revenues had to have been used to provide new, additional pension benefits to police and firefighters. (Please see the attached chart to see the amount of insurance premium tax revenues estimated to be used for “extra pension benefits.”)

Cities Attempting To Reduce Pension Benefit Levels

Due to severe budget constraints and rapidly increasing personnel costs, cities over the last few years have attempted to reduce pension costs for general employee, police and firefighter pensions. Numerous cities, including the cities of Miami Beach, Port Orange, and Naples, have considered reducing pension benefit levels for police and firefighters to levels below those in effect on March 12, 1999 (the effective date of the 1999 legislation). The Division of Retirement has adopted a non-rule based policy that if a police or firefighter pension benefit is reduced to a level below those in effect on March 12, 1999, that pension plan will be in violation of either chapter 175 or 185, and the plan will forfeit all future insurance premium tax revenues. (The City of Miami was confronted with the Division's interpretation in actions taken by the City to reduce its police and firefighter pension benefits in October-November, 2010; however, in a letter dated January 28, 2011 the Division determined that the City of Miami's pension plan met a very narrow statutory exemption which deems any local law plan created by special act of the Legislature on or before May 23, 1939 to be in compliance with the provisions of chapters 175 and 185.) Unfortunately, practically all cities do not meet this narrow exemption, which may have application to just the cities of Jacksonville and Miami. Therefore, even if a city attempts to get police and firefighter pension costs under control, the city's actions are often subject to objection by the Division of Retirement.

Historical Insurance Premium Tax Distributions
1982 – 2009
Police and Fire – Combined

	Premium Tax Distribution	Estimated Amount Required for “Extra Benefits”	Annual Increase/(Decrease)	Percentage Increase/(Decrease)
1982	\$22,872,000		\$2,239,000	10.85%
1983	\$25,453,000		\$2,581,000	11.28%
1984	\$31,463,000		\$6,010,000	23.61%
1985	\$36,713,000		\$5,250,000	16.69%
1986	\$39,550,000		\$2,837,000	7.73%
1987	\$41,066,000		\$1,516,000	3.83%
1988	\$42,923,000		\$1,857,000	4.52%
1989	\$43,689,000		\$766,000	1.78%
1990	\$44,017,000		\$328,000	0.75%
1991	\$44,309,000		\$292,000	0.66%
1992	\$46,149,000		\$1,840,000	4.15%
1993	\$47,229,000		\$1,080,000	2.34%
1994	\$52,036,000		\$4,807,000	10.18%
1995	\$58,349,000		\$6,313,000	12.13%
1996	\$64,485,000		\$6,136,000	10.52%
1997	\$67,871,000		\$3,386,000	5.25%
Base Year 1998	<u>\$70,687,000</u>		\$2,816,000	4.15%
1999	\$72,220,000	\$1,533,000	\$1,533,000	2.17%
2000	\$74,502,000	\$3,815,000	\$2,282,000	3.16%
2001	\$83,417,000	\$12,730,000	\$8,915,000	11.97%
2002	\$94,600,000	\$23,913,000	\$11,183,000	13.41%
2003	\$106,276,000	\$35,589,000	\$11,676,000	12.34%
2004	\$110,739,000	\$40,052,000	\$4,463,000	4.20%
2005	\$117,786,000	\$47,099,000	\$7,047,000	6.36%
2006	\$126,119,000	\$55,432,000	\$8,333,000	7.07%
2007	\$135,290,000	\$64,603,000	\$9,171,000	7.27%
2008	\$131,111,000	\$60,424,000		
2009	\$129,956,000	\$59,269,000		

TOTAL ESTIMATED AMOUNT OF \$404,459,000 REQUIRED FOR “EXTRA BENEFITS”

Source: Department of Management Services, Division of Retirement, Municipal Police Officers and Firefighters’ Retirement Trust Funds Office

RESOLUTION NO. 2080-11

**A RESOLUTION OF THE CITY OF WINTER PARK, FLORIDA SUPPORTING
PENSION PLAN REFORMS.**

- WHEREAS,** the City of Winter Park opposes unfunded state mandates in that mandates impose state-initiated policy changes and programs onto the City without providing any funding to pay for them; and
- WHEREAS,** the legislature has imposed significant unfunded mandates onto the City relative to the operation of the City's police officer and firefighter pension plans by mandating minimum pension benefit levels and mandating the use of revenues to fund pension plan costs; and
- WHEREAS,** prior to 1999, the City was largely free to bargain with local police and fire unions, or provide for the non-unionized police and firefighters, the pension benefits that best fit the priorities and needs of the City and its police and firefighters; and
- WHEREAS,** in 1999, the legislature passed a law that required the City's police and fire pension plans to meet all of the minimum pension benefit standards established in state law; and
- WHEREAS,** in 1999, the legislature substantially revised how the City could use insurance premium tax revenues to fund its police and firefighter pension plans by requiring the City to use any increase in the tax revenues to provide new, extra pension benefits to police and firefighters; and
- WHEREAS,** since 1999, the requirement to provide new, extra pension benefits to police and firefighters with increases in insurance premium tax revenues has collectively required cities across the state to provide more than \$400 million in new, extra pension benefits to police and firefighters; and
- WHEREAS,** state law continues to require the provision of new, extra pension benefits to police and firefighters even though the City struggles with funding the current level of pension benefits provided to police and firefighters; and
- WHEREAS,** even if the City desired to reduce the level of pension benefits provided to police and firefighters to address the City's critical revenue constraints, the state Division of Retirement imposes a policy that police and firefighter pension benefit levels may not be reduced to a level lower than the level that existed in 1999; and

WHEREAS, if the City did lower its pension benefits for police and firefighters to a level lower than existed in 1999, the state Division of Retirement may threaten to withhold all insurance premium tax revenues as a penalty if such action is taken; and

WHEREAS, the City has limited ability to control pension costs because of state laws and interpretations of those laws by the state Division of Retirement, the effect of which cities can *raise* pension benefits for police and firefighters, but cannot *lower* them, even if approved by their unions.

WHEREAS, the City supports flexibility in state law that would allow cities to deal with their local problems locally, and needs for the legislature to remove barriers in state law that prohibit this flexibility.

WHEREAS, the City is not seeking a handout from the legislature but is instead requesting the legislature to untie its hands so that it can address its pension issues locally and in a manner that best serves its citizens.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF WINTER PARK, FLORIDA:

Section 1. That the City hereby supports police and firefighter pension reform.

Section 2. That the City hereby requests the legislature to remove itself from the local collective bargaining process with City police and firefighters.

Section 3. That the City hereby requests the legislature to remove minimum pension benefits standards for police and firefighter pensions, remove the requirement to provide new, extra pension benefits to police and firefighters, and allow the City to use insurance premium tax revenues to pay for pension benefits already provided to police and firefighters.

Section 4. That the City hereby requests the legislature to prohibit the state Division of Retirement from imposing administrative policies that result in increased costs to the City in providing the police and firefighter pension plans.

Section 5. That the City urges the legislature to pass and the Governor to approve the above recommendations relating to police and firefighter pension plans in the 2011 legislative session.

Section 6. That the City Clerk is authorized to transmit a copy of this resolution to Governor Rick Scott, the Florida Legislature, and the Florida League of Cities, Inc.

Section 7. That this resolution shall be effective upon adoption.

**ADOPTED BY THE CITY COMMISSION OF THE CITY OF WINTER PARK,
FLORIDA, THIS 14th DAY OF March, 2011.**

Mayor Kenneth W. Bradley

ATTEST:

City Clerk Cynthia Bonham