



# Changing Tampa's Economic DNA



Comprehensive Annual Financial Report  
For the fiscal year ended September 30, 2012  
City of Tampa, Florida





# **Comprehensive Annual Financial Report**

of the

**CITY OF TAMPA, FLORIDA**

for the

**Fiscal Year Ended September 30, 2012**

**Bob Buckhorn**

Mayor

**Sonya C. Little**

Chief Financial Officer

Prepared by the Department of Revenue and Finance





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## Introductory Section





# CITY OF TAMPA

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March 28, 2013

To the Honorable Mayor, Members of City Council, and Citizens of the City of Tampa:

It is our pleasure to submit this Comprehensive Annual Financial Report (CAFR) for the City of Tampa, Florida for the fiscal year-ended September 30, 2012. The report fulfills the requirements set forth by State law, in accordance with the Florida Statutes Section 166.241 and Chapter 10.500 Rules of the Auditor General which requires that all general-purpose local governments publish each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited in accordance with auditing standards generally accepted in the United States by a firm of licensed certified public accountants.

This CAFR consists of management's representations concerning the finances of the City of Tampa. 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 of Tampa 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 of Tampa's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Tampa's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from 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.

Florida Statutes require that an annual financial audit be performed by independent certified public accountants. This year the audit was performed by Crowe Horwath LLP. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Tampa for the fiscal year-ended September 30, 2012, 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 auditor concluded, based upon the audit, that there was reasonable basis for rendering an unqualified opinion that the City of Tampa's financial statements for the fiscal year-ended September 30, 2012, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of Tampa was part of a broader, mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements - with special emphasis involving the administration of federal and state awards. These reports are included in the Single Audit 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 the MD&A and should be read in conjunction with it. The City of Tampa's MD&A can be found immediately following the report of the independent auditors.

## **CITY PROFILE**

The City of Tampa, initially incorporated in 1855 with a second incorporation in 1887, is the largest city in Hillsborough County, is the county seat, and is the third most populous city in Florida. It is located on the west coast of Florida, approximately 200 miles northwest of Miami, 180 miles southwest of Jacksonville, and 20 miles northeast of St. Petersburg. The City of Tampa currently occupies 116 square miles and serves a population of 346,064. The City of Tampa is empowered to levy a property tax on real property located within its boundaries. It is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Council.

The City of Tampa has operated under a mayor-council form of government since 1945. Legislative authority is vested in an elected City Council consisting of seven members. The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and approving the hiring of department head nominees submitted by the Mayor. The Mayor is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City, for drafting the budget and submitting it to City Council for approval, and for nominating department heads for hiring approval by the City Council. The Mayor and all seven City Council members are elected every four years with a term limit of two terms. The Mayor and three City Council members are elected-at-large and four City Council members are elected from individual districts within the City of Tampa.

The City of Tampa provides a full range of services, including police and fire protection; the construction of streets, and other infrastructure; recreation and park facilities; convention facilities; and water, wastewater, solid waste, and parking operations. The City of Tampa is also financially responsible for the legally separate Tampa Historic Streetcar, Inc., which is reported separately in the City of Tampa's basic financial statements. The City is also financially responsible for the Community Redevelopment Agency whose operations are considered part of the City's, so their data is combined with data of the City. More information on these entities can be found on page 171 in the Community Redevelopment Supplemental Section of the financial statements.

The annual budget serves as the foundation for the City of Tampa's financial planning and control. All departments of the City of Tampa are required to submit requests for appropriation to the Mayor. The Mayor uses these requests as the starting point for developing the proposed budget. The Mayor then presents this proposed budget to the City Council for review prior to August 15. The City Council is required to hold two public hearings on the proposed budget and to adopt a final budget no later than September 30, the close of the City of Tampa's fiscal year. The appropriated budget is prepared by fund and department. Department heads may make transfers within a department. Reappropriation of funds between capital and operating accounts, and between departments, however, requires the approval of the City Council according to the City Charter. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, Utility Tax Special Revenue Fund and the Community Redevelopment Agency Special Revenue Fund, this comparison is presented on pages 37 – 39 as part of the Basic Financial Statements for the governmental funds. For all other governmental funds with appropriated annual budgets, this comparison is presented in the Combining and Individual Fund Statements section.

## **ECONOMIC 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 of Tampa operates.

### **Local Economy**

Service, retail, finance, insurance, shipping by air and sea, national defense, professional sports, tourism and real estate all play a vital role in the City of Tampa's economy. Many corporations, such as large banks and telecommunications companies, maintain regional offices in Tampa. Several fortune 1000 companies are headquartered in the metropolitan area, including OSI Restaurant Partners, WellCare Health Plans, Inc., TECO Energy, Walter Energy, and Raymond James Financial. MacDill Air Force Base also remains a major employer as the parent installation for over 15,485 active uniformed military, Department of Defense (DoD) civil service, and DoD contractor personnel in the Tampa Bay area. Tampa's port is now the seventh largest in the nation and Florida's largest tonnage port, handling nearly half of all seaborne commerce that passes through the state. Tampa currently ranks second in the state behind Miami in terms of cruise ship travel. Institutions of higher learning located in the city include the University of South Florida, the University of Tampa, Hillsborough Community College, and the Stetson University College of Law.

The Standard Metropolitan Statistical Area economic indicators for Tampa-St. Petersburg-Clearwater are expected to show moderate growth in the economic indicators.<sup>1</sup> Personal income growth is expected to be 5.2% on average each year, and the per capita income level will average 35.4 annually. Employment growth is expected to be 2.4% annually, while the unemployment rate is projected to average 7.5%.

### **2012-2013 Budget Highlights**

The FY2013 total budget is \$804.4 million. This represents a \$45.0 million increase, from the FY2012 level of \$759.4 million. This increase is primarily due to:

- A General Fund decrease of approximately \$4.7 million primarily due to elimination of five vacant general fund positions and reductions in departmental operating costs. Additional decreases include completion of the transfer of roadway operations and maintenance costs to a special revenue fund to better align the service with the source of funding. These cost reductions were partially offset due to an increase in costs for salaries, pension and health insurance.
- A \$32.2 million increase in Other Governmental Funds primarily due to increases in the amount of capital funds being utilized on the City's infrastructure. Specific increases include the receipt of several capital grants for the Riverwalk Project and for construction of the Cross Creek Widening (Phase 2) project.
- An \$11.6 million increase in the Enterprise Funds primarily due to increases in the Wastewater Department's capital projects associated with the Howard F. Curren Advanced Wastewater Treatment Plant and the rehabilitation of the Krause Regional Pumping Station.
- A \$3 million increase in the Utility Tax Construction Fund primarily due to additional capital projects including improvements to Union Station and the Tampa Police Department Headquarters. Additionally the Police Department is using Law Enforcement Trust Funds to construct a pistol range in East Tampa.

### **Personnel Authorizations**

Since FY 2008, the size of City government has decreased by 714 positions either by staff reductions or eliminating vacant positions. The City continues a hiring freeze for vacant non-essential positions. Although

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<sup>1</sup> Florida & Metro Forecast, Institute for Economic Competitiveness, College of Business Administration, University of Central Florida, December 2012, Page 84.

the number of positions has decreased, employee compensation costs continue to rise, primarily due to increases in health insurance and pension contributions.

### **FY2013-FY2017 Capital Improvement Overview**

The City's FY2013 – FY2017 Capital Improvement Program contains capital improvement projects totaling \$380.6 million. The majority of the capital projects focus on repairing and renovating existing City infrastructure such as roads, parks, buildings, parking structures, water and wastewater pipelines, plant facilities and stormwater infrastructure.

The City's FY2013 capital budget is \$104.8 million. This is a 31.4% increase from the FY2012 capital budget. The FY2012 budget contained several significant capital projects which were oriented toward repairing and renovating existing infrastructure. The FY2013 capital budget continues to focus on repairing and renovating existing infrastructure.

### **Management and Budget Goals**

The City's ongoing budget and management goals for FY2012 and future years include:

#### **Improving Technology Infrastructure**

- Implementing an Enterprise Resource Planning (ERP) system to replace out-of-date commercial and in-house developed systems;
- Implementing an on-line permitting system to replace the existing 20-year old system by the second quarter of 2013;
- Continuing the upgrades for the Tampa Convention Center that would allow for the hosting of technologically demanding shows; and
- Rebuilding the City's website to provide a fresh look to include social media features.

#### **Fiscal**

- Maintain a minimum reserve equal to 20% of the General and Utility Tax fund's operating expenditures;
- Strive to keep recurring expenses in line with recurring revenues;
- Periodically use private enterprise to supply public services when such agreements are appropriate and cost-effective;
- Use tax increment financing to combat blight and to promote economic development;
- Periodically review and adjust rates, fees and charges to reflect the cost of services;
- Place a high priority on seeking matching and "seed" funds to leverage grants and other assistance;
- Prepare sound maintenance and replacement programs for City equipment and assets;
- Maintain high credit ratings to ensure low borrowing costs;
- Maintain adequate reserves and fund balances for unforeseen needs and emergencies;
- Continue promoting excellence in budgeting and financial reporting;
- Develop and maintain a long-range forecast model to measure the effectiveness of budgetary and financial decisions.

#### **Personnel**

- Recognize employees for exceptional performance and creativity;
- Provide employee development by promoting training programs;
- Offer counseling and referral services for stress, drug abuse and other personal difficulties.

#### **Service**

- Promote the safety and welfare of Tampa's citizens by controlling and preventing crime;
- Provide high quality utility services at reasonable rates;
- Develop long-range plans to meet demands for city services;
- Support housing programs through public and private financing;



- Maintain existing infrastructure and ensure new development contributes to growth-related infrastructure improvements.

#### **Intergovernmental**

- Improve planning for growth within the city by coordinating planning agency proposals;
- Partner with other local governments in matters of regional interest;
- Develop proposals for the Hillsborough County legislative delegation agenda on matters requiring state action;
- Coordinate with other local governments in order to enhance services and minimize duplication of efforts.

#### **DEBT**

The City issues revenue bonds for the purpose of acquiring or constructing capital assets, or to refund previously issued bonds to take advantage of favorable interest rate conditions; the City does not issue bonds for the purpose of funding daily operations.

As of September 30, 2012, the City has \$824,295,253 in outstanding principal, including \$420,723,477 in enterprise fund debt, \$400,455,000 in governmental fund debt, and \$3,116,776 in Channel District Community Redevelopment Area debt. Included in the governmental debt is \$9,025,000 in Tampa Sports Authority Debt (Series 1995) which is guaranteed by the City. The City's full faith and credit has not been pledged to secure the currently outstanding principal debt; none of the issuances are general obligations of the City.

#### **AWARDS AND ACKNOWLEDGEMENTS**

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 Tampa for its comprehensive annual financial report for the fiscal year-ended September 30, 2011. This was the 24th consecutive year that the City of Tampa has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an efficiently organized and easy-to-read Comprehensive Annual Financial Report (CAFR). This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is only valid for a period of one year. We believe the City's Fiscal Year 2012 CAFR will continue to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for certification.

In addition, the City also received the GFOA's Award for Distinguished Budget Presentation for its annual budget for the fiscal year beginning October 1, 2011. 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.

Preparation of this report would not have been possible without the dedicated and efficient service of the entire staff of the Revenue and Finance Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. We also recognize the efforts of the Mayor and City Council for their unfailing support for maintaining the highest standards of professionalism in the financial management of the City of Tampa's finances.

Respectfully submitted,



Sonya C. Little  
Chief Financial Officer

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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Tampa  
Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 2011

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.



*Christopher P. Moynell*

President

*Jeffrey R. Emer*

Executive Director

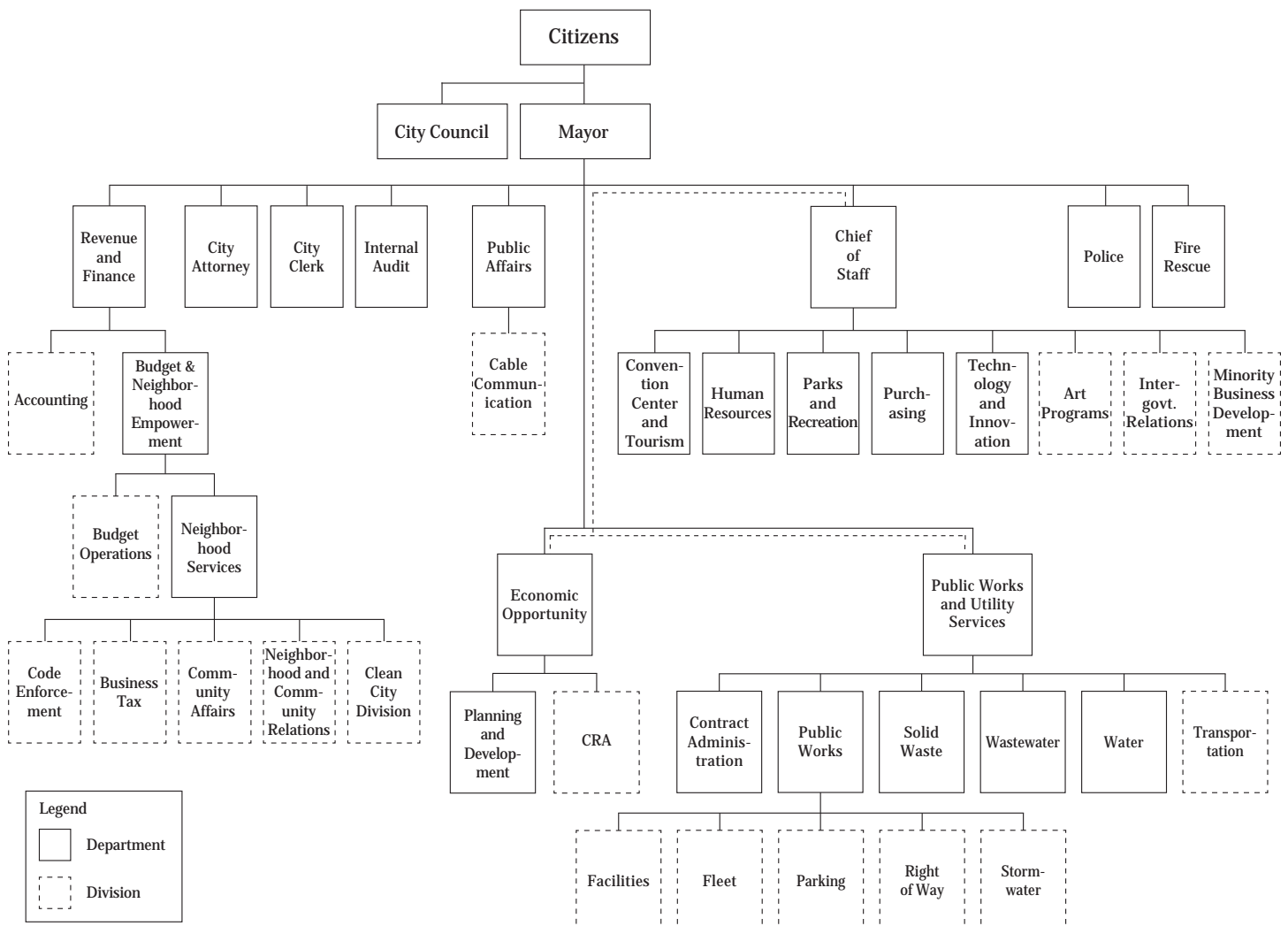
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# City of Tampa, Florida



**Mayor Bob Buckhorn**

## Organization Chart



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# Tampa City Council

Districts One, Two and Three are at-large districts, as they represent all of the City of Tampa. Districts Four, Five, Six and Seven are represented individually.



**Mike Suarez**  
District 1 At-Large



**Mary Mulhern**  
District 2 At-Large



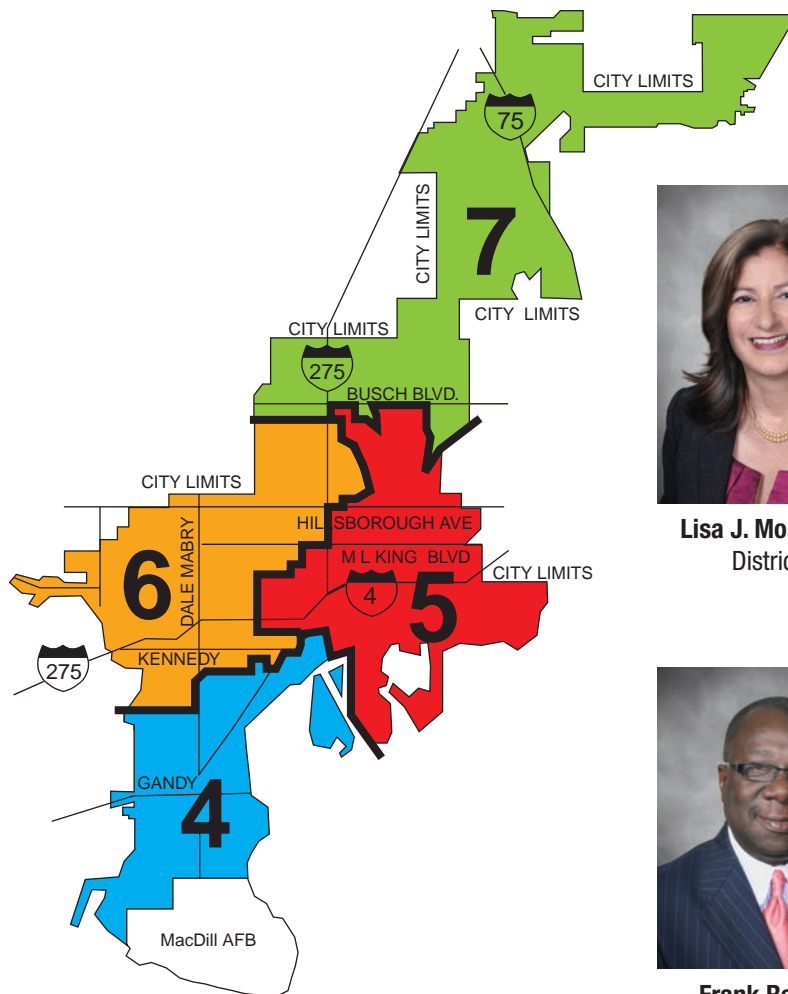
**Yvonne Yolie Capin**  
District 3 At-Large



**Charlie Miranda**  
District 6  
Chairman



**Harry Cohen**  
District 4  
Vice Chair



**Lisa J. Montelione**  
District 7



**Frank Reddick**  
District 5

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## Financial Section



### Report of Independent Auditors

The Honorable Mayor and Members of City Council  
City of Tampa, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Tampa, Florida, (the "City") as of and for the year ended September 30, 2012, 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 did not audit the financial statements of the City of Tampa, Florida Firefighters and Police Officers Pension Fund as of and for the year ended September 30, 2012, (which comprises 74% of the net assets of the fiduciary funds of the City). Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the City of Tampa, Florida Firefighters and Police Officers Pension Fund, are based solely on the report of the other auditors.

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

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Tampa, Florida, as of September 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 27, 2013, on our consideration of the City of Tampa, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, general and major special revenue fund budgetary comparison information and the schedule of funding progress and employer contributions, on pages 15 through 25, pages 37 through 39, and pages 117 through 118, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors 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 of Tampa, Florida's basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Chapter 10.550, *Rules of the Auditor General*, and introductory section, combining and individual fund statements and schedules, continuing disclosure, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The schedule of expenditures of federal awards and state financial assistance and the combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance and the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section, continuing disclosure, and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or provide any assurance on them.



Crowe Horwath LLP

Tampa, Florida  
March 27, 2013

## Management's Discussion and Analysis

As management of the City of Tampa, we offer readers of the City of Tampa's basic financial statements this narrative overview and analysis of the financial activities of the City of Tampa for the fiscal year ended September 30, 2012. We encourage readers to consider the information presented here in conjunction with the additional information that we have furnished in our letter of transmittal, which can be found on pages 1-5 of this report. **All amounts in this MD&A, unless otherwise indicated, are expressed in thousands of dollars.**

Aside from the everyday processes of providing municipal services to its citizens and customers, as well as the perennial challenge of addressing depressed property values and ongoing unemployment in the area due to the nationwide recession, during the fiscal year the city undertook several initiatives that impacted its finances: (1) converted to self-insurance for health coverage; (2) issued bonds to provide funding for certain workers' compensation settlements; (3) continued with adjustments to utility service rates and (4) hosted the Republican National Convention. These initiatives and others are discussed below.

### Financial Highlights

- Looking at the Government-wide statements, the combined total assets of the City of Tampa, at \$3.01 billion, exceeded its combined total liabilities of \$1.02 billion at the close of fiscal year 2012 by \$1.99 billion (net assets), an increase of \$30 million (1.5%) in net assets compared to the adjusted prior year balance.
- Of this net asset amount, \$1.62 billion (82%) is invested in capital assets and \$163 million (8%) is restricted, leaving \$203.4 million (10%) in unrestricted net assets which may be used to meet the City's ongoing and outstanding obligations to citizens, creditors and other agencies.
- This unrestricted amount of \$203.4 million is a \$61 million (23%) decrease from the prior year unrestricted net asset balance of \$264.5 million.

Fiscal Year	in thousands		
	2012	2011	2010
Total assets	\$ 3,009,576	\$ 3,007,634	\$ 2,937,188
Total liabilities	\$ 1,020,700	\$ 1,047,010	\$ 1,034,009
Total net assets	\$ 1,988,876	\$ 1,958,894	\$ 1,903,179
Change in net assets from prior year	\$ 29,982	\$ 55,715	\$ 52,647
Change as a % of net assets	1.5%	2.8%	2.8%
Invested in capital assets, net of related debt	\$ 1,622,738	\$ 1,549,469	\$ 1,528,178
Restricted	162,747	144,955	98,101
Unrestricted	203,391	264,470	276,900
Total net assets	<u>\$ 1,988,876</u>	<u>\$ 1,958,894</u>	<u>\$ 1,903,179</u>
Change in unrestricted net assets	\$ (61,079)	\$ (12,430)	\$ 3,081

- As stated above, the City's combined total net assets increased \$30 million. Governmental net assets declined \$15.8 million (going from \$945 million in 2011 to \$929 million in 2012), while business-type net assets increased \$46 million (going from \$1.01 billion to \$1.06 billion) during the year.

Fiscal Year	in thousands		
	2012	2011	2010
Change in governmental net assets	\$ (15,791)	\$ 4,857	\$ 37,755
Change in business type net asset	\$ 45,774	\$ 20,274	\$ 14,892

- In governmental activities, revenues of \$469 million lagged behind expenses of \$504 million. In the business-type activities, the increase in net assets of the water and wastewater enterprise funds accounted for the majority of the increase in the net assets.

Fiscal Year	in thousands		
	2012	2011	2010
Governmental total revenues	\$ 469,041	\$ 423,641	\$ 455,758
Governmental total expenses	\$ 503,830	\$ 447,774	\$ 436,189
Governmental revenues less expenses	\$ (34,789)	\$ (24,133)	\$ 19,569

Fiscal Year	in thousands		
	2012	2011	2010
Business-type total revenues	\$ 304,971	\$ 285,231	\$ 268,611
Business-type total expenses	\$ 241,393	\$ 235,967	\$ 235,534
Business-type revenues less expenses	\$ 63,578	\$ 49,264	\$ 33,077

- As of the close of the current fiscal year, the City of Tampa's governmental funds (i.e., general fund, utility tax fund, etc.) reported combined ending fund balances of \$296.3 million, a decrease of \$45.1 million (or 13%) in comparison with the prior year balance of \$341.5 million. Approximately 18% of this amount, \$54.3 million, is in unassigned fund balance and the remainder is restricted, committed or assigned for open contracts, programs, debt, etc. The unassigned fund balance of \$54.5 million for the general fund is 16% of total general fund expenditures. Available fund balances in the general fund and utility tax fund combined increased to \$108.2 million, or 26% of combined expenditures.

Fiscal Year	in thousands		
	2012	2011	2010
Governmental fund balance	\$ 296,321	\$ 341,457	\$ 383,949
Governmental change in fund balance	\$ (45,136)	\$ (42,492)	\$ 7,008
Governmental unassigned fund balance	\$ 54,251	\$ 76,210	\$ 122,144

- The City of Tampa's outstanding debt decreased by \$32.7 million during the current fiscal year.

## Overview of the Financial Statements

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

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

The *statement of net assets* presents information on all of the City of Tampa'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 of Tampa 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 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 of Tampa 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 of Tampa include general government, public safety, public works, economic environment, and culture and recreation. The business-type activities of the City of Tampa include the water utility, wastewater utility, solid waste system, parking facilities, and golf courses.

The government-wide financial statements include not only the City of Tampa itself (known as the *primary government*), but also the legally separate Tampa Historic Streetcar, Inc. for which the City of Tampa is financially accountable. Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself. The Community Redevelopment Agency, although legally separate, functions for all practical purposes as a department of the City of Tampa, and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 29-30 of this report.

**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 of Tampa, 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 of Tampa 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 fund 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 of Tampa maintains thirty 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, utility tax fund and the Community Redevelopment Agency special revenue fund, which are considered to be major funds. Data for the other twenty-seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is presented in the form of *combining statements* elsewhere in this report.

The governmental fund financial statements can be found on pages 33-36 of this report.

**Proprietary funds.** The City of Tampa 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 of Tampa uses enterprise funds to account for its water utility, wastewater utility, solid waste system, parking facilities, and golf courses. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Tampa's various functions. The City of Tampa uses internal service funds to account for its fleet maintenance, administrative services, and utility accounting functions. Because these services predominately benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide statements, only in more detail. The proprietary fund financial statements provide information for the three major enterprise funds. The two nonmajor funds are combined into a single aggregated presentation in the proprietary fund financial statements, as are the three internal service funds. Individual fund data for the nonmajor enterprise funds and the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The proprietary fund financial statements can be found on pages 43-48 of this report.

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

The fiduciary fund aggregate financial statements can be found on pages 51-53 of this report. Individual fund data is provided in the form of *combining statements* elsewhere in this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 57-113 of this report.

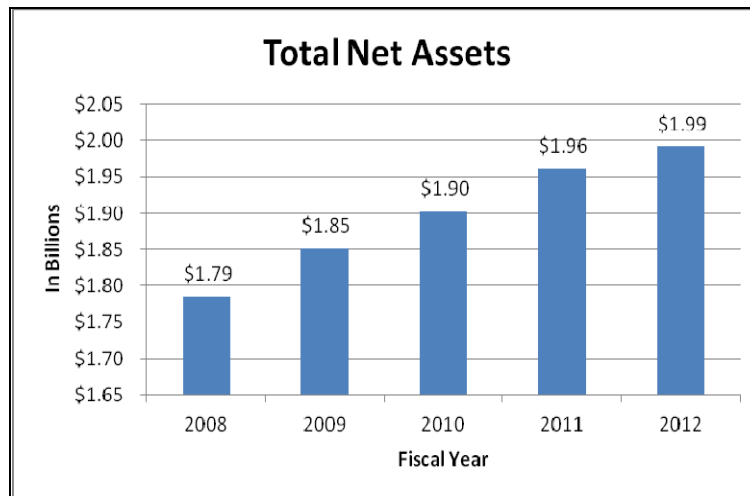
**Other information.** In addition to the basic financial statements and the accompanying notes, this report also presents certain *required supplementary information*, concerning the City of Tampa's progress in funding its obligation to provide pension and other postemployment benefits to its employees. Also, since the City of Tampa adopts an annual appropriated budget for its general fund, utility tax, Community Redevelopment Agency and other non-major governmental funds, a budgetary comparison statement has been provided for these funds to demonstrate compliance with this budget.

Required supplementary information can be found on pages 117-118 of this report.

The combining statements referred to earlier in connection with nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 119-170 of this report.

## Government-wide Financial Analysis

As noted earlier, the combined total net assets of the City may serve over time as a useful indicator of Tampa's financial position. In the case of the City of Tampa, assets (at \$ 3.01 billion) exceeded liabilities (at \$1.02 billion) by \$1.99 billion (net assets) at the close of the most recent fiscal year, an increase of \$30 million (1.5%) over the total net asset amount of \$1.96 billion in the prior year.



As illustrated in the table below, by far the largest portion of the City of Tampa's assets (81.6%) reflects its investment in capital assets (e.g., land, buildings, furniture, and equipment), less any related debt used to acquire those assets that is still outstanding. The City of Tampa uses these capital assets to provide services to citizens, consequently these assets are *not* available for future spending. Although the City of Tampa's investment in its capital assets is reported net of related debt, it should be noted that 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 invested in capital assets grew 4.9% or \$76 million during the year (from \$1.55 billion to \$1.62 billion).

An additional portion (7%) of the City of Tampa's assets, *restricted net assets* at \$163 million, represents resources that are subject to external restrictions on how they may be used, e.g., for debt and capital improvements. These restricted net assets increase 12% or \$18 million during the year.

The remaining balance of *unrestricted net assets* (at \$203 million) decreased \$61 million (or 23%) during the year and are used to meet the City's ongoing obligations to citizens, creditors and other agencies (e.g., the CRA, grantors, etc.).

At the end of the current fiscal year, the City of Tampa is able to report positive balances in all three categories of net assets, both for the government as a whole (growing at 1.1%), as well as for its separate governmental (declining 1.7%) and business-type (growing 4.3%) activities.

### City of Tampa's Net Assets

	Governmental activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 391,840	\$ 436,225	\$ 304,392	\$ 278,784	\$ 696,232	\$ 715,009
Capital assets	1,088,707	1,056,035	1,224,637	1,234,860	2,313,344	2,290,895
Total assets	1,480,547	1,492,260	1,529,029	1,513,644	3,009,576	3,005,904
Long-term liabilities outstanding	435,149	482,146	415,569	472,314	850,718	954,460
Other liabilities	115,937	64,862	54,045	27,688	169,982	92,550
Total liabilities	551,086	547,008	469,614	500,002	1,020,700	1,047,010
Net assets:						
Invested in capital assets, net of related debt	784,112	736,432	838,626	813,037	1,622,738	1,549,469
Restricted	88,523	37,505	74,224	107,450	162,747	144,955
Unrestricted	56,826	171,315	146,565	93,155	203,391	264,470
Total net assets (as restated)	\$ 929,461	\$ 945,252	\$ 1,059,415	\$ 1,013,642	\$ 1,988,876	\$ 1,958,894



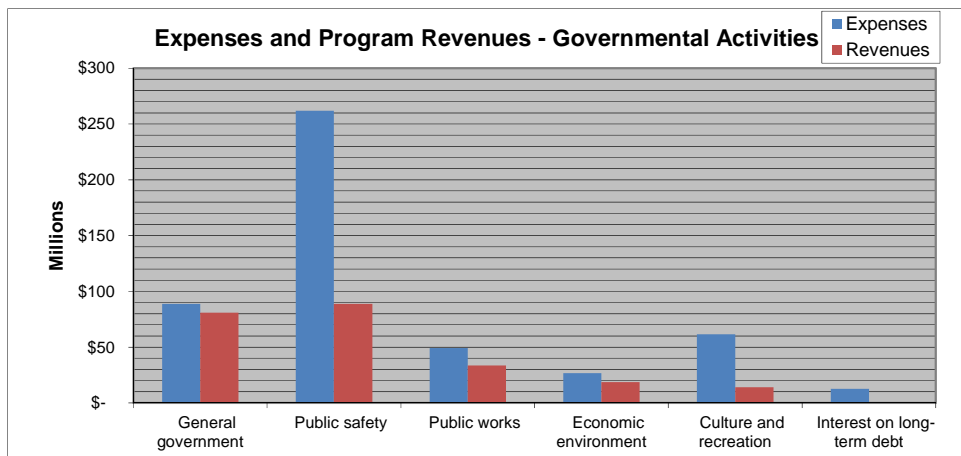
**Governmental activities.** As mentioned earlier, how the City's net assets changed during the most recent fiscal year is reflected in the *statement of activities*, a summary of which is shown below. This statement divides the activities between governmental activities and business-type activities. Governmental activities decreased the City of Tampa's net assets by \$34.8 million (before transfers) and decreased net assets \$15.8 million after transfers (e.g., transfers from the enterprise funds for PILOT – payment in lieu of taxes - and PILOFF – payment in lieu of franchise fees). Key elements of this change are as follows:

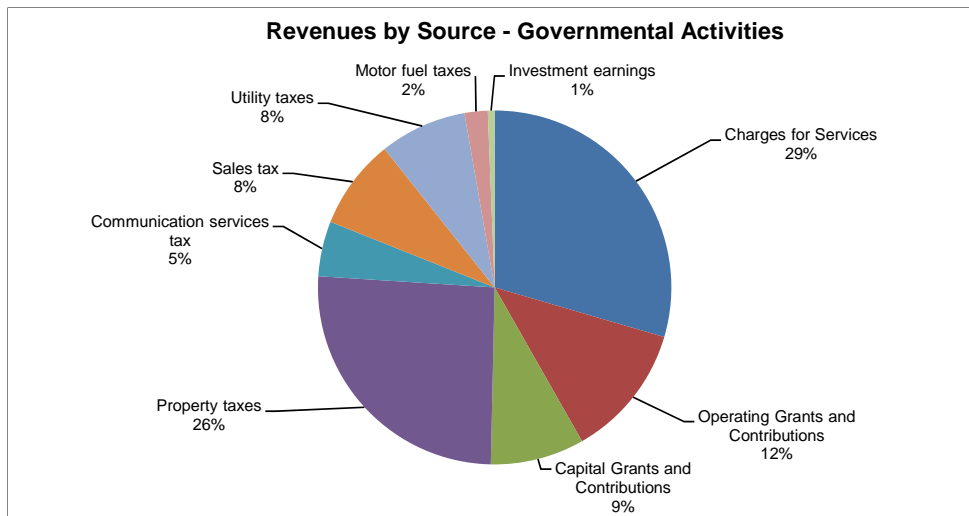
- Total revenues were up \$45.4 million (from \$423.6 million to \$469.0 million). A significant portion of this increase is attributed to the city's hosting of the Republican National Convention in 2012, adding \$41 million in revenues. Only two revenue lines illustrated in the following table reflect an increase over the prior year, i.e., charges for services (up 61%) and capital grants and contributions (up 34%). The other lines reflect declines, e.g., operating grants and contributions (down 16.4%), property taxes (down 1.4%), and investment earnings (down 62%).
- Property taxes decreased by \$1.7 million during the year. These declines are the result of declining property values due to the depressed economy. The City's millage rate of 5.7326 was the same as the rate adopted the previous year, and is well below the 10-mill rate limit established by the state.
- Expenses reflect a mixture of increases and decreases over the prior year. Total expenses were up \$56 million (or 12%) from \$447.8 million to \$503.8 million. Again, a significant portion of this increase is due to the RNC event (adding \$41 million in expenses).

Further, as the bar chart on page 20 illustrates, governmental activities do not typically pay for themselves. For example, public safety expenses of \$262 million are offset only by \$89 million in specific charges, grants and contributions. The pie chart on page 21 shows that overall only 50% of offsetting revenues for governmental activity expenses come from specific charges for services, operating grants and capital grants and contributions. The remaining 50% of revenue supporting governmental activities comes from property taxes (26%) and other taxes (23%), with the remaining 1% coming from investment earnings.

### City of Tampa's Changes in Net Assets

	Governmental activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program revenues:						
Charges for services	\$ 138,427	\$ 85,976	\$ 292,565	\$ 271,257	\$ 430,992	\$ 357,233
Operating grants and contributions	57,388	68,623	-	-	57,388	68,623
Capital grants and contributions	40,408	30,248	8,720	10,962	49,128	41,210
General revenues:						
Property taxes	120,334	122,036	-	-	120,334	122,036
Other taxes	110,761	112,202	-	-	110,761	112,202
Investment earnings	1,723	4,556	3,062	2,918	4,785	7,474
Other	-	-	624	94	624	94
Total revenues	469,041	423,641	304,971	285,231	774,012	708,872
Expenses:						
General government	91,933	58,285	-	-	91,933	58,285
Public safety	261,884	230,035	-	-	261,884	230,035
Public works	49,069	47,513	-	-	49,069	47,513
Economic environment	26,814	29,671	-	-	26,814	29,671
Culture and recreation	61,464	67,883	-	-	61,464	67,883
Interest on long-term debt	12,666	14,387	-	-	12,666	14,387
Water utility	-	-	74,476	72,156	74,476	72,156
Wastewater utility	-	-	84,796	81,736	84,796	81,736
Solid waste system	-	-	63,324	63,218	63,324	63,218
Parking facilities	-	-	14,586	14,660	14,586	14,660
Marina	-	-	-	-	-	-
Golf courses	-	-	4,211	4,197	4,211	4,197
Total expenses	503,830	447,774	241,393	235,967	745,223	683,741
Increase in net assets before transfers	(34,789)	(24,133)	63,578	49,264	28,789	25,131
Transfers	18,998	28,990	(17,804)	(28,990)	1,194	-
Increase (decrease) in net assets	(15,791)	4,857	45,774	20,274	29,983	25,131
Net assets - 10/01/11 (as restated)	945,252	940,395	1,013,641	995,098	1,958,893	1,935,493
Transfer of assets	-	-	-	-	-	-
Net assets - 9/30/12	\$ 929,461	\$ 945,252	\$ 1,059,415	\$ 1,015,372	\$ 1,988,876	\$ 1,960,624

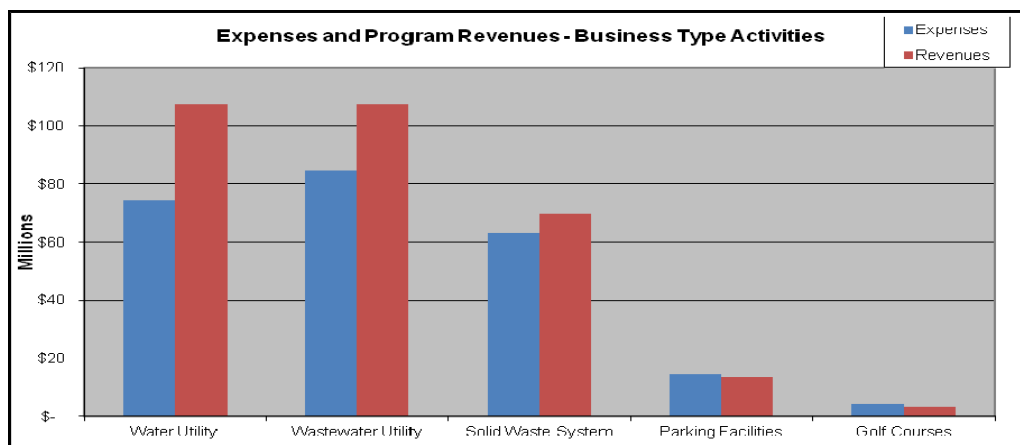


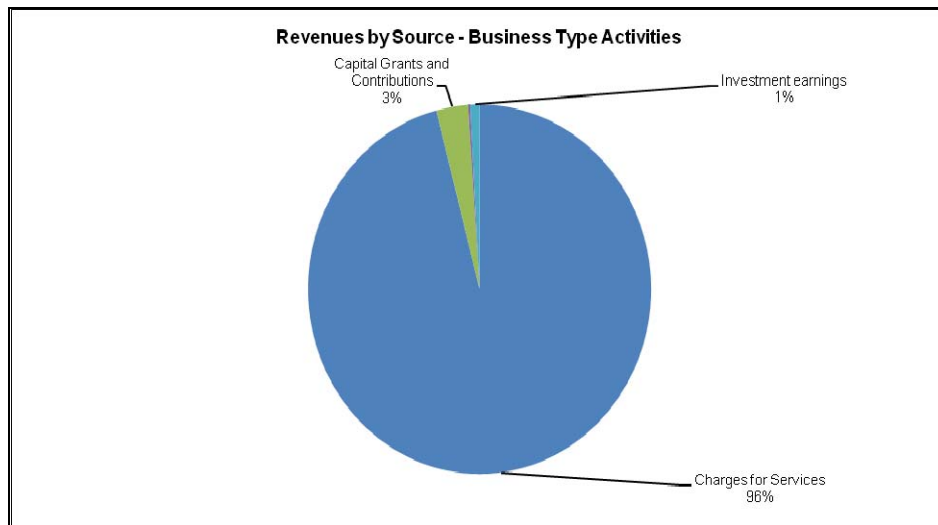


**Business-type activities.** Business-type activities increased the City of Tampa's net assets by \$63.6 million (before transfers) and \$45.8 million after transfers (e.g., transfers for PILOT and PILOFF to the governmental funds). Key elements of this change are as follows:

- Charges for services increased \$21.3 million (from \$271.3 million to \$292.6 million) due to rate increases implemented during the year for water, wastewater and solid waste services. As discussed more fully in the proprietary fund section below, water operating revenues were up \$12.7 million (from \$89.1 million to \$102 million); wastewater operating revenues were up \$6.1 million (from \$98.2 million to \$104 million); and solid waste operating revenues were up \$2.5 million (from \$67.2 million to \$69.8 million).
- Operating expenses were up 2.3%, at \$241.4 million compared to \$235.97 million in the prior year.
- During fiscal year 2012, an error that occurred in fiscal year 2011 was discovered. Some fixed assets for the city's golf courses were included in asset totals twice by mistake. This error overstated net assets by \$1.7 million on the city's Golf Course Enterprise Fund statements (a nonmajor enterprise fund). See Note 3 for an illustration of the impact on net assets and the resulting correction of the error in 2012.

As the bar chart below illustrates, unlike governmental activities, business-type activities are typically able to pay for themselves through specific user charges and revenue sources.





## Fund Level Financial Analysis

**Governmental funds.** As noted earlier, the City of Tampa uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. These funds include governmental funds, proprietary funds and other fund types. The general fund, utility tax fund, CRA special revenue funds and a variety of special revenue, debt service and capital project funds are recorded in the governmental funds. The focus of the City of Tampa'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 of Tampa's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources at the end of the fiscal year.

As of the end of the current fiscal year, the City of Tampa's governmental funds reported combined ending fund balances of \$296.3 million, a decrease of \$45 million in comparison with the prior fiscal year. Approximately 82% of this total amount (\$241.9 million) is non-spendable, restricted, committed, or assigned, leaving \$54.3 million (18%) unassigned.

The general fund is the chief operating fund of the City of Tampa. At the end of the current fiscal year, unassigned fund balance of the general fund was \$54.5 million, while total fund balance declined to \$97.4 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 15.6% of total general fund expenditures, while total fund balance represents 27.8% of that same amount. The City's target unassigned fund balance for its general fund and utility tax fund combined is 20%. Available fund balances in the general fund and utility tax fund combined increased to \$108.2 million, or 26% of combined expenditures.

The fund balance of the City of Tampa's general fund declined \$12.6 million during the current fiscal year as a result of operations:

- The final general fund budget reflected an anticipated deficit of \$8.5 million. Actual revenues fell short of budgeted revenues by \$10.7 million, while actual expenditures were \$3 million under budget, increasing the anticipated deficit by \$4 million to \$12.6 million.
- Most notably on the revenue side, franchise fees, fines and forfeitures and investment earnings were well short of expectations, coming in at \$3.5 million, \$1 million and \$6 million less than budgeted respectively. On the expenditure side, most expenditures were under budget, most notably police expenditures were \$1 million lower than budgeted, parks & recreation expenditures were \$1.4 million lower than budgeted, and public works expenditures were \$2.2 million lower than budgeted.
- Revenues at \$265 million were \$23.5 million higher compared to 2011 (at \$241.4 million). Most notably, property tax revenues at \$119 million were down \$3.4 million compared to the prior year. Intergovernmental revenues at \$43.3 million were down \$5.4 million. Franchise fees were up \$6.4 million, and fines & forfeitures were up \$3.5 million.
- Actual expenditures, at \$350 million were \$14 million higher than the prior year. Public safety expenditures were up \$3.3 million. Culture & recreation expenditures were up \$3 million. Public works expenditures were down \$9 million.

The fund balance of the utility tax special revenue major fund increased by \$2.1 million in 2012, with an ending fund balance amount of \$53.7 million. The key factors in this change are as follows:

- Revenues fell short of budgeted amounts by \$1.7 million, though revenues were \$1 million higher compared to 2011.
- Expenditures decreased \$4 million compared to 2011, though slightly over budgeted amounts.
- Net transfers decreased \$1 million compared to 2011 and were \$7 million less than budgeted.

The fund balance in the Community Redevelopment Agency (CRA) major fund decreased \$1.2 million in 2012, with an ending fund balance of \$13.2 million. The key factors in this change are as follows:

- Total revenues increased slightly compared to 2011 due to higher interest earnings, though tax increment property tax receipts were down.
- Total expenditures declined \$4.5 million compared to 2011.
- Transfers out increased \$1.1 million compared to 2011.

**Proprietary funds.** The City of Tampa's proprietary funds provide the same type of information found in the business-type activities column in the government-wide financial statements, but in more detail. These funds include the water, wastewater, solid waste, parking, and golf course enterprise funds, along with the fleet, administrative services and utility accounting internal service funds.

- In the water utility fund the change in net assets before contributions and transfers was \$30.8 million, a \$12 million improvement compared to the prior year as new water rates were implemented. Operating revenues increased \$12.7 million, while expenses increased only \$2.4 million.
- In the wastewater utility fund the change in net assets before contributions and transfers was \$21.3 million, a \$3 million improvement compared to the prior year as new wastewater rates were implemented. Operating revenues increased \$6 million, while operating expenses were up \$3.2 million compared to the prior year.
- In the solid waste system fund the change in net assets before contributions and transfers was \$6.7 million, a \$2.1 million increase over the prior year as operating revenues increased \$2.5 million and operating expenses increased \$450 thousand.
- Unrestricted net assets of the water utility amounted to \$70 million, for the wastewater utility \$60 million, for the solid waste system \$14 million, and those for the non-major funds amounted to \$2 million. The total change in net assets for the three major funds (water, wastewater and solid waste) was \$28.8 million; \$17.6 million; and \$2.8 million, respectively. Other factors concerning the finances of those funds have already been addressed in the discussion of the City of Tampa's business-type activities.

### General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were \$6.1 million (increase in appropriations) and can be briefly summarized as follows:

- \$20 million increase to debt issuance for the issuance of workers comp bonds.
- \$2 million increase in public safety expenses related to Republican National Convention activity.

Differences between the final budget and actual revenues were (\$10.8 million) (actual amount below the budgeted amount) and can be summarized as follows:

- Franchise fees were \$3.5 million less than budgeted due to the timing of the start of the new fee.
- Interest Earnings were \$6 million less than budgeted due to a drop in market value of investments.

During the year, the City undertook various cost savings measures so that differences between the final budget and actual expenditures were \$6.9 million (actual amount less than budgeted amount) and can be summarized as follows:

- Public safety expenditures were \$1.7 million under the budgeted amount with \$1 million of that amount relating to police expenditures.
- Public works expenditures were \$2.2 million under the budgeted amount.
- General government services expenditures were \$3 million under the budgeted amount.

### Capital Asset and Debt Administration

**Capital assets.** The City of Tampa's investment in capital assets for its governmental and business-type activities as of September 30, 2012, amounts to \$2.3 billion (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net increase in the City of Tampa's investment in capital assets for the current fiscal year was .9% (a 3.1% increase for governmental activities and a 1% decrease for business-type activities). Major capital asset events during the current fiscal year included the following:

- Gas Tax Fund capital improvements totaled \$8 million.
- Utility Tax Fund capital improvements totaled \$20 million.
- Impact Fee Fund capital improvements totaled \$10.6 million.
- Community Investment Tax (CIT) Fund capital projects totaled \$13 million.

**City of Tampa's Capital Assets**  
(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 198,220	\$ 195,865	\$ 31,488	\$ 31,428	\$ 229,708	\$ 227,293
Buildings	259,032	261,845	198,481	210,400	457,513	472,245
Improvements other than buildings	107,361	106,536	942,374	942,081	1,049,735	1,048,617
Furniture and equipment	68,459	56,782	17,952	15,897	86,411	72,679
Infrastructure	395,329	388,013	-	-	395,329	388,013
Construction in progress	60,306	46,994	34,342	36,784	94,648	83,778
Total	\$ 1,088,707	\$ 1,056,035	\$ 1,224,637	\$ 1,236,590	\$ 2,313,344	\$ 2,292,625

Additional information on the City of Tampa's capital assets can be found in Note 8 on pages 78-80 of this report.

**Long-term debt.** At the end of the current fiscal year, the City of Tampa had total revenue bonded debt outstanding of \$738 million. Debt incurred under the State of Florida revolving loan program outstanding at the end of the fiscal year amounted to \$46 million. HUD section 108 loans and other notes outstanding at the end of the current fiscal year amounted to \$37 million, and outstanding commercial paper loans were gone. The full faith and credit of the City of Tampa back none of this outstanding debt.

**City of Tampa's Outstanding Debt**  
Revenue Bonds, State Loans, Notes Payable

	Governmental activities		Business-type activities		Total	
	2012	2011	2012	2011	2012	2011
Revenue bonds	\$ 363,145	\$ 395,845	\$ 374,805	\$ 394,610	\$ 737,950	\$ 790,455
State of Florida revolving loans	-	-	45,918	32,996	45,918	32,996
Commercial paper loans	-	-	-	21,788	-	21,788
CRA bank loan	3,117	4,297	-	-	3,117	4,297
Notes payable	37,310	7,480	-	-	37,310	7,480
Total	\$ 403,572	\$ 407,622	\$ 420,723	\$ 449,394	\$ 824,295	\$ 857,016

The City of Tampa's outstanding debt declined by \$32.7 million during the current fiscal year. The City borrowed \$68.9 million during the year and used these borrowings to refund earlier issuances and to establish a workers' compensation settlement fund. As of the end of the current fiscal year the City had no general obligation debt. Additional information on the City of Tampa's long-term debt can be found in Notes 11 and 12 on pages 84-94 of this report.

**Economic Factors and Next Year's Budgets and Rates**

- At the end of the fiscal year, the unemployment rate for the City of Tampa area was 10.5%, which is lower than the rate of 12% of a year ago.
- A 2% decrease in taxable property valuation (from \$21.4 billion to \$21.1 billion) is budgeted for 2013.
- Solid waste rates in the enterprise fund will increase to cover operating costs according to a multi-year schedule adopted by City Council in the prior fiscal year.
- During the current fiscal year, available fund balances in the general fund and utility tax fund increased to \$108.2 million. The City of Tampa appropriated \$6.7 million of this amount from the general fund for spending in the 2013 fiscal year budget.
- Taking advantage of the low interest rate environment, bond refinancings continued in 2013, resulting in further debt service savings to the City.
- The property tax millage rate will remain the same at 5.7326 mills in 2013.

All of these factors were considered in preparing the City of Tampa's budget for the 2013 fiscal year.

The City continues ongoing communication with the County Property Appraiser to assess the impact of the housing and economic crisis on property values. After a decline in property values for fiscal year 2013, it is expected that there will be a slight decline in property values in 2014.

**Requests for Information**

This financial report is designed to provide a general overview of the City of Tampa's finances for all 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 Chief Financial Officer, City of Tampa, 306 East Jackson Street, Tampa, Florida, 33602.

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BASIC  
FINANCIAL  
STATEMENTS



**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF NET ASSETS**  
**SEPTEMBER 30, 2012**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Streetcar
<b>ASSETS</b>				
Cash and Investments	\$ 254,011,076	\$ 153,241,824	\$ 407,252,900	\$ 102,857
Receivables-Net of Allowance for Uncollectibles	53,142,014	41,822,162	94,964,176	47,700
Internal Balances	164,321	(164,321)	-	-
Inventories	679,551	3,261,397	3,940,948	-
Prepaid Items	292,000	12,111	304,111	84,444
Deferred Charges	2,058,648	3,369,386	5,428,034	-
Note Receivable	-	2,279,165	2,279,165	-
Restricted Assets:				
Cash and Investments	81,492,274	100,239,478	181,731,752	-
Receivables	-	331,348	331,348	-
Capital Assets not Being Depreciated:				
Land and Land Rights	198,219,978	31,487,906	229,707,884	-
Construction in Progress	60,305,728	34,342,005	94,647,733	-
Land Infrastructure	82,998,104	-	82,998,104	-
Capital Assets Net of Accumulated Depreciation:				
Buildings and Improvements	259,031,711	198,480,974	457,512,685	-
Improvements Other than Buildings	107,361,219	942,373,762	1,049,734,981	-
Furniture and Equipment	68,458,960	17,951,802	86,410,762	-
Infrastructure	312,331,334	-	312,331,334	-
<b>TOTAL ASSETS</b>	<b>1,480,546,918</b>	<b>1,529,028,999</b>	<b>3,009,575,917</b>	<b>235,001</b>
<b>LIABILITIES</b>				
Accounts Payable	21,900,830	12,194,133	34,094,963	39,150
Contracts Payable - Retainage	1,294,376	1,220,108	2,514,484	-
Accrued Salaries	-	1,743,857	1,743,857	-
Accrued Liabilities	10,269,960	-	10,269,960	-
Deferred Revenues	13,434,921	-	13,434,921	10,951
Deposits and Advances	9,758,919	429,604	10,188,523	-
Liabilities Payable From Restricted Assets	9,067,015	9,951,934	19,018,949	-
Noncurrent Liabilities:				
Net pension obligation	1,499,776	-	1,499,776	-
Due Within One Year	91,796,379	28,505,545	120,301,924	-
Due in More Than One Year	392,063,831	415,568,947	807,632,778	62,118
<b>TOTAL LIABILITIES</b>	<b>551,086,007</b>	<b>469,614,128</b>	<b>1,020,700,135</b>	<b>112,219</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	784,111,636	838,626,436	1,622,738,072	-
Restricted for:				
Debt Service	40,802,374	43,338,736	84,141,110	-
Capital Improvements	27,675,539	25,025,305	52,700,844	-
Grants	-	5,859,697	5,859,697	-
Taxable Non Advalorem Bonds	20,045,000	-	20,045,000	-
Unrestricted	56,826,362	146,564,697	203,391,059	122,782
<b>TOTAL NET ASSETS</b>	<b>\$ 929,460,911</b>	<b>\$ 1,059,414,871</b>	<b>\$ 1,988,875,782</b>	<b>\$ 122,782</b>

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

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

		Program Revenues			Net (Expenses) Revenues and Changes in Net Assets			
					Primary Government			Component unit
Functions / Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Streetcar
Primary Government:								
Governmental Activities:								
General Government	\$ 91,933,248	\$ 55,770,653	\$ 25,080,418	\$ 55,000	\$ (11,027,177)	\$ -	\$ (11,027,177)	\$ -
Public Safety	261,884,339	66,237,739	11,672,893	10,775,659	(173,198,048)	-	(173,198,048)	-
Public Works	49,068,877	2,571,456	2,321,371	28,921,111	(15,254,939)	-	(15,254,939)	-
Economic Environment	26,814,122	-	18,034,963	623,107	(8,156,052)	-	(8,156,052)	-
Culture and Recreation	61,463,731	13,847,397	278,334	33,408	(47,304,592)	-	(47,304,592)	-
Interest on Long-Term Debt	12,665,801	-	-	-	(12,665,801)	-	(12,665,801)	-
Total Governmental Activities	503,830,118	138,427,245	57,387,979	40,408,285	(267,606,609)	-	(267,606,609)	-
Business-type Activities:								
Water Utility	74,475,643	101,758,427	-	5,403,791	-	32,686,575	32,686,575	-
Wastewater Utility	84,795,762	104,414,946	-	3,314,588	-	22,933,772	22,933,772	-
Solid Waste System	63,324,558	69,772,838	-	121	-	6,448,401	6,448,401	-
Parking Facilities	14,585,825	13,508,868	-	1,296	-	(1,075,661)	(1,075,661)	-
Golf Courses	4,210,817	3,109,589	-	-	-	(1,101,228)	(1,101,228)	-
Total Business-type Activities	241,392,605	292,564,668	-	8,719,796	-	59,891,859	59,891,859	-
Total Primary Government	745,222,723	430,991,913	57,387,979	49,128,081	(267,606,609)	59,891,859	(207,714,750)	-
Component Unit:								
Streetcar	\$ 1,972,964	\$ 611,496	\$ 1,438,775	\$ -	\$ 77,307	\$ -	\$ -	\$ 77,307
General Revenues:								
Property Taxes					\$ 120,334,084	\$ -	\$ 120,334,084	\$ -
Local Option Resort Tax					1,152,833	-	1,152,833	-
Communications Services Tax					23,633,944	-	23,633,944	-
Sales Taxes					38,695,559	-	38,695,559	-
Utility Taxes					37,385,634	-	37,385,634	-
Motor Fuel Taxes					9,892,096	-	9,892,096	-
Investment Earnings					1,723,335	3,061,932	4,785,267	2,241
Gain on Disposal of Capital Assets					-	623,971	623,971	-
Transfers					18,997,807	(17,804,358)	1,193,449	-
Total General Revenues and Transfers					251,815,292	(14,118,455)	237,696,837	2,241
Change in Net Assets					(15,791,317)	45,773,404	29,982,087	79,548
Net Assets - October 1, restated per Note 3					945,252,228	1,013,641,467	1,958,893,695	43,234
Net Assets - September 30					\$ 929,460,911	\$ 1,059,414,871	\$ 1,988,875,782	\$ 122,782

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

## **MAJOR GOVERNMENTAL FUNDS**

**General Fund** is the principal fund of the City and is used to account for all activities not included in the other funds. The General Fund accounts for the normal recurring activities of the City (i.e., Police, Fire Rescue, Parks and Recreation, General Government, etc.), which are funded principally by Property Taxes, Intergovernmental Revenues, Licenses and Fees.

**Utility Tax Special Revenue Fund** is used to account for the taxes levied on communications and utilities. These funds are used for general government operations, capital equipment, public safety vehicles, capital projects, and debt service.

**Community Redevelopment Agency (CRA) Special Revenue Fund** is used to account for community redevelopment taxes in order to invest these funds into neighborhood redevelopment in the nine (9) Community Redevelopment Areas. The CRA's are as follows:

- Central Park
- Channel District
- Downtown: Core & Non-Core
- Drew Park
- East Tampa
- Tampa Heights Riverfront
- Ybor & Ybor II



**CITY OF TAMPA, FLORIDA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2012**

	Major Funds				
	General	Utility Tax Special Revenue	Community Redevelopment Agency Special Revenue	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and Investments	\$ 85,668,524	\$ 48,188,024	\$ 13,698,446	\$ 161,212,063	\$ 308,767,057
Accounts Receivable, Net	8,752,967	5,511,141	-	37,095,952	51,360,060
Due from Other Funds	13,749,160	-	-	-	13,749,160
Inventory	405,871	-	-	-	405,871
Prepaid Costs and Deposits	292,000	-	-	-	292,000
<b>RESTRICTED ASSETS</b>					
Cash and Investments	17,370,800	-	-	-	17,370,800
<b>TOTAL ASSETS</b>	<u>\$ 126,239,322</u>	<u>\$ 53,699,165</u>	<u>\$ 13,698,446</u>	<u>\$ 198,308,015</u>	<u>\$ 391,944,948</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Vouchers and Accounts Payable	\$ 4,701,679	\$ 1,456	\$ 450,621	\$ 16,876,230	\$ 22,029,986
Deposits and Advances	2,928,235	-	-	2,233,747	5,161,982
Retainage on Contracts	11,590	-	53,816	2,299,996	2,365,402
Accrued Salaries	11,215,868	-	-	440,467	11,656,335
Accrued Interest Payable	-	-	-	6,211,781	6,211,781
Current Portion of Long-Term Debt	-	-	-	21,225,000	21,225,000
Due to Other Funds	1,332,865	-	-	12,205,860	13,538,725
Deferred Revenues	8,603,028	-	-	4,831,893	13,434,921
<b>TOTAL LIABILITIES</b>	<u>28,793,265</u>	<u>1,456</u>	<u>504,437</u>	<u>66,324,974</u>	<u>95,624,132</u>
<b>FUND BALANCE:</b>					
Non Spendable	697,871	-	-	-	697,871
Restricted	17,370,800	-	13,194,009	129,119,160	159,683,969
Committed	3,704,480	2,298	-	3,068,853	6,775,631
Assigned	21,216,615	53,695,411	-	-	74,912,026
Unassigned	54,456,291	-	-	(204,972)	54,251,319
<b>TOTAL FUND BALANCES</b>	<u>97,446,057</u>	<u>53,697,709</u>	<u>13,194,009</u>	<u>131,983,041</u>	<u>296,320,816</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 126,239,322</u>	<u>\$ 53,699,165</u>	<u>\$ 13,698,446</u>	<u>\$ 198,308,015</u>	<u>\$ 391,944,948</u>

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

**CITY OF TAMPA, FLORIDA**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET ASSETS**  
**SEPTEMBER 30, 2012**

Total fund balances of governmental funds in the balance sheet (page 33)	\$	296,320,816
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Amounts reported for governmental activities in the statement of net assets (page 29) are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of capital assets included in internal service funds which are accounted for below.		1,088,707,034
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Internal service funds are used by management to charge the costs of fleet maintenance, administrative services, and utility accounting to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		3,481,154
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:

Bonds and Notes Payable	(374,189,119)	
Less: Unamortized Discount	27,252,679	
Less: loss on refunding	6,767,015	
HUD Section 108 Loan	(6,940,000)	
Capital Leases	(1,411,996)	
Deferred Lease Obligations	(98,027)	
Total Bonds and Notes Payable		(348,619,448)

Certain assets and liabilities reported in governmental activities are not financial resources and therefore, are not reported in the funds:

Claims and Judgments		(52,021,008)
Compensated Absences		(43,820,404)
Net OPEB Obligation		(16,072,824)
Less: Deferred Issuance Costs		2,058,648
Net Pension Obligation (Prepaid)		(1,499,776)
Delinquent Property Taxes-Prior Year		926,718

Net assets of governmental activities (page 29)	\$	929,460,911
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The notes to the financial statements are an integral part of this statement.



**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Major Funds				
	General	Utility Tax Special Revenue	Community Redevelopment Agency Special Revenue	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
<b>TAXES:</b>					
Property	\$ 119,407,366	\$ -	\$ -	\$ -	\$ 119,407,366
Sales	98,154	-	-	14,105,092	14,203,246
Local Option Resort	209,928	-	-	942,905	1,152,833
Motor Fuel	-	-	-	9,892,096	9,892,096
Utility	-	37,385,634	-	-	37,385,634
Communications Services	-	23,633,944	-	-	23,633,944
Special Assessments	352,906	-	-	7,941,340	8,294,246
<b>INTERGOVERNMENTAL:</b>					
Federal	625,001	-	-	68,159,205	68,784,206
State	40,224,020	-	-	11,491,256	51,715,276
Local	2,450,333	-	17,080,472	8,927,620	28,458,425
Transportation Impact Fees	-	-	-	4,889,189	4,889,189
Licenses and Permits	43,430,732	-	-	7,288,917	50,719,649
Charges for Services and User Fees	52,558,672	-	-	1,527,831	54,086,503
Fines and Forfeitures	5,412,620	-	-	1,608,012	7,020,632
Earnings on Investments (Loss)	(123,336)	445,346	822,141	579,184	1,723,335
Contributions and Donations	278,243	-	-	625,141	903,384
<b>TOTAL REVENUES</b>	<b>264,924,639</b>	<b>61,464,924</b>	<b>17,902,613</b>	<b>137,977,788</b>	<b>482,269,964</b>
<b>EXPENDITURES</b>					
<b>CURRENT:</b>					
Public Safety	218,254,124	-	-	31,621,526	249,875,650
Culture and Recreation	44,150,120	-	-	583	44,150,703
Public Works	19,986,961	100,000	-	13,908,341	33,995,302
General Government Services	67,639,272	106,113	-	81,846	67,827,231
Economic and Physical Environment	-	-	1,789,779	25,400,405	27,190,184
<b>DEBT SERVICE:</b>					
Principal Payments	-	-	-	25,708,853	25,708,853
Interest Payments	-	-	-	12,665,801	12,665,801
Issuance of Debt Costs	172,061	-	-	-	172,061
Capital Outlay	1,675	3,454	1,946,370	102,789,038	104,740,537
<b>TOTAL EXPENDITURES</b>	<b>350,204,213</b>	<b>209,567</b>	<b>3,736,149</b>	<b>212,176,393</b>	<b>566,326,322</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(85,279,574)	61,255,357	14,166,464	(74,198,605)	(84,056,358)
<b>OTHER FINANCING SOURCES (USES)</b>					
Issuance of Debt	20,045,000	-	-	30,090,000	50,135,000
Bond Issue Premium	-	-	-	315,522	315,522
Payment to Refunded Bond Escrow Agent	-	-	-	(31,058,113)	(31,058,113)
Sale of Capital Assets	290,392	212,049	-	26,842	529,283
Transfers In	55,803,143	2,133,099	1,193,449	72,280,781	131,410,472
Transfers Out	(3,448,321)	(61,462,657)	(16,602,281)	(30,899,406)	(112,412,665)
<b>Total Other Financing Sources (Uses)</b>	<b>72,690,214</b>	<b>(59,117,509)</b>	<b>(15,408,832)</b>	<b>40,755,626</b>	<b>38,919,499</b>
<b>Net Change in Fund Balances</b>	<b>(12,589,360)</b>	<b>2,137,848</b>	<b>(1,242,368)</b>	<b>(33,442,979)</b>	<b>(45,136,859)</b>
<b>FUND BALANCES - OCTOBER 1</b>	<b>110,035,417</b>	<b>51,559,861</b>	<b>14,436,377</b>	<b>165,426,020</b>	<b>341,457,675</b>
<b>FUND BALANCES - SEPTEMBER 30</b>	<b>\$ 97,446,057</b>	<b>\$ 53,697,709</b>	<b>\$ 13,194,009</b>	<b>\$ 131,983,041</b>	<b>\$ 296,320,816</b>

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

**CITY OF TAMPA, FLORIDA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

Net change in fund balances - total governmental funds (page 35) \$ (45,136,859)

Amounts reported for governmental activities in the statement of activities (page 30) are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

This is the amount by which capital outlays exceeded depreciation in the current period.

Capital Outlay	104,740,537	
Depreciation Expense	<u>(50,224,538)</u>	54,515,999

The net effect of various transactions involving capital assets (i.e., donations, disposals, and sales) is to decrease net assets.

Claims and Judgments	(3,188,305)	
Compensated Absences	1,246,828	
Deferred Operating Lease	254,737	
Amortization of Discount/Premium	(3,862,819)	
Net OPEB Obligation/Prepaid	(2,313,547)	
Amortization of Loss	(29,591,139)	
Amortization of Issuance Costs	<u>(253,064)</u>	
Expenses not requiring current financial resources		(37,707,309)

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

Long Term Debt Issuance & Payment		
Issuance of bonds	(50,135,000)	
Less Issuance Costs	(61,675,782)	
Less Discount/Premium	(315,522)	
Principal Payments:		
Bond Principal	22,123,720	
Capital Lease	101,062	
Refunding Escrow Payment	<u>31,058,113</u>	
Long Term Debt Issuance & Payment		(58,843,409)

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

Misc. Capital Asset Transactions		
Donated capital assets	-	
Sale of Capital Assets - Cost of Assets Sold	<u>70,284,219</u>	70,284,219

The net revenue of certain activities of internal service funds is reported with governmental activities.		169,324
Revenues related to prior periods-Delinquent Property Taxes		<u>926,718</u>

Change in Net Assets of Governmental Activities (page 30) \$ (15,791,317)

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

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes:				
Property	\$ 117,217,390	\$ 119,096,390	\$ 119,407,366	\$ 310,976
Sales	106,550	106,550	98,154	(8,396)
Local Option Resort	750,000	750,000	209,928	(540,072)
Total Taxes	118,073,940	119,952,940	119,715,448	(237,492)
Special Assessments	370,000	370,000	352,906	(17,094)
Intergovernmental:				
Federal--Public Safety	840,120	840,120	625,001	(215,119)
Federal--Other	-	30,250	-	(30,250)
State--Half-Cent Sales Tax	25,004,352	25,004,352	24,492,314	(512,038)
State--Revenue Sharing	7,694,488	7,694,488	7,677,366	(17,122)
State--Police and Fire Pension Contribution	6,255,391	6,000,460	6,083,651	83,191
State--Beverage Licenses	335,000	335,000	363,064	28,064
State--Mobile Home Licenses	168,692	168,692	166,114	(2,578)
State--Other	1,387,374	1,387,374	1,441,511	54,137
County--Occupational Licenses	117,000	117,000	55,041	(61,959)
County--Public Safety	2,212,364	2,250,364	2,262,350	11,986
County--Other	11,869	11,869	18,328	6,459
Local--Other	120,754	120,754	114,614	(6,140)
Total Intergovernmental	44,147,404	43,960,723	43,299,354	(661,369)
Licenses and Permits:				
Franchise Fees	35,767,007	35,767,007	32,253,569	(3,513,438)
Occupational Licenses	10,381,000	10,381,000	10,219,632	(161,368)
Building Fees	567,900	574,055	701,905	127,850
Other	171,260	211,684	255,626	43,942
Total Licenses and Permits	46,887,167	46,933,746	43,430,732	(3,503,014)
Charges for Services and User Fees:				
Public Safety	22,842,733	19,371,695	18,719,096	(652,599)
Charges to Other Funds	1,453,028	1,453,028	1,305,678	(147,350)
Convention Center	10,320,600	10,320,600	10,468,176	147,576
Recreation	2,122,950	2,309,284	2,753,122	443,838
Rental of Facilities and Concessions	1,154,572	1,177,572	2,069,835	892,263
Insurance	-	-	749,014	749,014
Other Miscellaneous Charges	17,275,104	17,448,104	16,493,751	(954,353)
Total Charges for Services and User Fees	55,168,987	52,080,283	52,558,672	478,389
Fines and Forfeitures	4,799,556	6,320,575	5,412,620	(907,955)
Earnings on Investments (Loss)	5,889,645	5,889,645	(123,336)	(6,012,981)
Contributions and Donations	173,168	190,732	278,243	87,511
<b>TOTAL REVENUES</b>	<b>275,509,867</b>	<b>275,698,644</b>	<b>264,924,639</b>	<b>(10,774,005)</b>

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>EXPENDITURES</b>				
Public Safety:				
Police	136,060,745	137,751,945	136,743,617	1,008,328
Fire	70,991,394	71,763,434	71,539,684	223,750
Public Lighting	5,397,258	5,259,258	5,176,566	82,692
Code Enforcement	5,042,151	5,223,781	4,794,257	429,524
Total Public Safety	<u>217,491,548</u>	<u>219,998,418</u>	<u>218,254,124</u>	<u>1,744,294</u>
Culture and Recreation:				
Parks and Recreation	34,569,660	34,773,558	33,333,763	1,439,795
Convention	8,558,988	9,170,612	10,684,601	(1,513,989)
Culture	134,962	134,962	131,756	3,206
Total Culture and Recreation	<u>43,263,610</u>	<u>44,079,132</u>	<u>44,150,120</u>	<u>(70,988)</u>
Public Works	<u>21,616,531</u>	<u>22,176,878</u>	<u>19,986,961</u>	<u>2,189,917</u>
General Government Services:				
Human Resources	5,476,430	5,495,030	5,381,276	113,754
Economic Development	1,862,596	2,159,945	1,894,158	265,787
Neighborhood Services	4,616,387	4,719,681	4,630,644	89,037
Technology and Innovation	19,149,263	19,149,263	18,298,778	850,485
Cable Communications	1,319,533	1,323,466	1,315,039	8,427
Revenue and Finance	7,555,691	7,633,691	7,501,843	131,848
Legal	4,334,953	4,368,368	4,231,600	136,768
Purchasing	1,545,680	1,561,487	1,560,456	1,031
Internal Audit	636,717	656,997	649,827	7,170
City Clerk	1,730,674	1,763,674	1,563,812	199,862
Mayor	533,304	538,139	537,658	481
City Council	1,230,368	1,240,706	1,240,016	690
Other--Non Departmental	18,667,802	20,107,951	18,834,165	1,273,786
Total General Government Services	<u>68,659,398</u>	<u>70,718,398</u>	<u>67,639,272</u>	<u>3,079,126</u>
Debt Service:				
Issuance of Debt Costs	-	172,061	172,061	-
Capital Outlay--Self Insurance	<u>4,205</u>	<u>4,205</u>	<u>1,675</u>	<u>2,530</u>
<b>TOTAL EXPENDITURES</b>	<u>351,035,292</u>	<u>357,149,092</u>	<u>350,204,213</u>	<u>6,944,879</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(75,525,425)</u>	<u>(81,450,448)</u>	<u>(85,279,574)</u>	<u>(3,829,126)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Debt	-	20,045,000	20,045,000	-
Sale of Capital Assets	129,200	129,200	290,392	161,192
Transfers In:				
Payments in Lieu of Taxes	17,217,600	17,217,600	17,217,600	-
Utility Tax	36,600,000	36,600,000	36,600,000	-
Guaranteed Entitlement	-	-	9,888	9,888
Occupational License	400,000	365,950	365,950	-
Community Redevelopment Agency	1,293,425	1,204,680	1,204,680	-
Construction Service Division	104,919	104,919	104,919	-
General Government	-	-	106	106
Public Safety--Law Enforcement	300,000	300,000	300,000	-
Transfers Out:				
Insurance	-	(584,316)	(584,316)	-
Transfers Out	-	(1,576,677)	(1,986,219)	(409,542)
Golf Courses	(877,786)	(877,786)	(877,786)	-
Total Other Financing Sources (Uses)	<u>55,167,358</u>	<u>72,928,570</u>	<u>72,690,214</u>	<u>(238,356)</u>
Net Change in Fund Balance	<u>(20,358,067)</u>	<u>(8,521,878)</u>	<u>(12,589,360)</u>	<u>(4,067,482)</u>
<b>FUND BALANCES - OCTOBER 1</b>	<u>110,035,417</u>	<u>110,035,417</u>	<u>110,035,417</u>	<u>-</u>
<b>FUND BALANCES - SEPTEMBER 30</b>	<u>\$ 89,677,350</u>	<u>\$ 101,513,539</u>	<u>\$ 97,446,057</u>	<u>\$ (4,067,482)</u>

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

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**MAJOR SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Utility Tax				Community Redevelopment Agency			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final			Original	Final		
<b>REVENUES</b>								
Taxes:								
Utility	\$ 38,917,328	\$ 38,917,328	\$ 37,385,634	\$ (1,531,694)	\$ -	\$ -	\$ -	\$ -
Communications Services	23,812,904	23,812,904	23,633,944	(178,960)	-	-	-	-
Intergovernmental:								
Local Government	-	-	-	-	17,080,473	17,080,473	17,080,472	(1)
Earnings on Investments	445,343	445,343	445,346	3	-	95,310	822,141	726,831
<b>TOTAL REVENUES</b>	<u>63,175,575</u>	<u>63,175,575</u>	<u>61,464,924</u>	<u>(1,710,651)</u>	<u>17,080,473</u>	<u>17,175,783</u>	<u>17,902,613</u>	<u>726,830</u>
<b>EXPENDITURES</b>								
Current:								
Public Works	100,000	100,000	100,000	-	-	-	-	-
General Government Services	34,335	34,335	106,113	(71,778)	-	-	-	-
Economic and Physical Environment	-	-	-	-	940,671	1,654,741	1,789,779	(135,038)
Debt Service:								
Principal Payments	-	-	-	-	1,180,305	1,180,305	-	1,180,305
Interest Payments	-	-	-	-	125,735	125,735	-	125,735
Issuance of Debt Costs	16,274	16,274	-	16,274	-	-	-	-
Capital Outlay	-	-	3,454	(3,454)	1,346,128	1,385,329	1,946,370	(561,041)
<b>TOTAL EXPENDITURES</b>	<u>150,609</u>	<u>150,609</u>	<u>209,567</u>	<u>(58,958)</u>	<u>3,592,839</u>	<u>4,346,110</u>	<u>3,736,149</u>	<u>609,961</u>
Excess of Revenues Over Expenditures	<u>63,024,966</u>	<u>63,024,966</u>	<u>61,255,357</u>	<u>(1,769,609)</u>	<u>13,487,634</u>	<u>12,829,673</u>	<u>14,166,464</u>	<u>1,336,791</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Sale of Capital Assets	500,000	500,000	212,049	(287,951)	-	-	-	-
Transfers In	-	2,133,099	2,133,099	-	1,355,654	184,162	1,193,449	1,009,287
Transfers Out	(63,524,966)	(68,546,323)	(61,462,657)	7,083,666	(14,843,288)	(15,700,840)	(16,602,281)	(901,441)
<b>Total Other Financing Sources (Uses)</b>	<u>(63,024,966)</u>	<u>(65,913,224)</u>	<u>(59,117,509)</u>	<u>6,795,715</u>	<u>(13,487,634)</u>	<u>(15,516,678)</u>	<u>(15,408,832)</u>	<u>107,846</u>
Net Change in Fund Balances	-	(2,888,258)	2,137,848	5,026,106	-	(2,687,005)	(1,242,368)	1,444,637
<b>FUND BALANCES - OCTOBER 1</b>	<u>51,559,861</u>	<u>51,559,861</u>	<u>51,559,861</u>	<u>-</u>	<u>14,436,377</u>	<u>14,436,377</u>	<u>14,436,377</u>	<u>-</u>
<b>FUND BALANCES - SEPTEMBER 30</b>	<u>\$ 51,559,861</u>	<u>\$ 48,671,603</u>	<u>\$ 53,697,709</u>	<u>\$ 5,026,106</u>	<u>\$ 14,436,377</u>	<u>\$ 11,749,372</u>	<u>\$ 13,194,009</u>	<u>\$ 1,444,637</u>

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

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## **ENTERPRISE FUNDS**

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises and where the costs of providing goods or services to the general public are recovered primarily through user charges; or where the City has decided that determination of net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. Individual Major Enterprise Funds are described below.

Besides the Major Enterprise Funds listed below, Proprietary Funds also include the Nonmajor Enterprise Funds (Parking Facilities and Golf Courses); and the Internal Service Funds (Fleet Management, Administrative Services, and Utility Accounting).

## **MAJOR ENTERPRISE FUNDS**

**Water Utility Fund** -- accounts for the treatment and delivery of drinking water to a service population of approximately 346,000 residents in the Tampa Bay area. Its mission is to ensure that the City's water supply can meet demands during normal and emergency conditions, to provide reclaimed water service, and to protect the City's main source of drinking water, the Hillsborough River.

**Wastewater Utility Fund** -- accounts for the collection, treatment and disposal of over 55 million gallons of wastewater per day within the service area. Its mission is to remove pollutants and pathogens from wastewater in a manner that is consistent with federal, state, and local environmental regulations.

**Solid Waste System Fund** -- accounts for the collection, disposal and recycling of solid waste within the service area in a manner that is consistent with environmental rules and regulations. It also operates the McKay Bay Transfer Station that generates electricity for resale.





# CITY OF TAMPA, FLORIDA

## STATEMENT OF NET ASSETS

### PROPRIETARY FUNDS

SEPTEMBER 30, 2012

	Business-type Activities - Enterprise Funds					Governmental Activities
	Major Funds				Total	Internal Services Funds
	Water Utility	Wastewater Utility	Solid Waste System	Nonmajor Enterprise Funds		
<b>ASSETS</b>						
<b>CURRENT ASSETS</b>						
Cash and Investments	\$ 84,243,808	\$ 53,337,782	\$ 11,395,630	\$ 4,264,603	\$ 153,241,823	\$ 9,365,493
Accounts Receivable, Net	15,641,010	15,902,181	10,125,751	153,221	41,822,163	855,236
Due from Other Funds	-	1,158,617	-	111,339	1,269,956	-
Inventories	1,337,923	1,831,651	-	91,823	3,261,397	273,680
Prepaid Expenses and Deposits	-	-	-	12,111	12,111	-
<b>RESTRICTED CURRENT ASSETS</b>						
Cash and Investments	39,283,113	23,811,783	20,999,879	-	84,094,775	-
Accounts Receivable, Net	249,971	-	-	-	249,971	-
Interest Receivable	-	-	81,377	-	81,377	-
<b>TOTAL CURRENT ASSETS</b>	<b>140,755,825</b>	<b>96,042,014</b>	<b>42,602,637</b>	<b>4,633,097</b>	<b>284,033,573</b>	<b>10,494,409</b>
<b>NONCURRENT ASSETS</b>						
Note Receivable	2,279,165	-	-	-	2,279,165	-
Advances to Other Funds	-	4,042,967	-	-	4,042,967	-
Deferred Bond Issuance Costs, Net	1,718,999	616,478	1,033,909	-	3,369,386	-
<b>RESTRICTED NONCURRENT ASSETS</b>						
Cash and Investments	-	-	14,850,144	-	14,850,144	-
Revenue Bond Covenants	-	-	207,880	-	207,880	-
Landfill Postclosure	1,086,679	-	-	-	1,086,679	-
<b>CAPITAL ASSETS</b>						
Land and Land Rights	5,615,145	2,969,950	584,859	22,317,952	31,487,906	1,310
Buildings and Improvements	42,192,950	57,234,760	208,098,639	98,644,955	406,171,304	2,951,563
Improvements other than Buildings	761,052,087	853,021,724	3,602,977	13,979,989	1,631,656,777	1,760,247
Machinery and Equipment	9,958,822	16,024,425	25,069,891	4,931,257	55,984,395	2,431,772
Construction in Progress	24,090,838	10,149,951	537	100,679	34,342,005	82,005
Less Accumulated Depreciation	(239,239,203)	(500,696,319)	(141,313,635)	(53,756,781)	(935,005,938)	(5,323,609)
<b>TOTAL CAPITAL ASSETS</b>	<b>603,670,639</b>	<b>438,704,491</b>	<b>96,043,268</b>	<b>86,218,051</b>	<b>1,224,636,449</b>	<b>1,903,288</b>
<b>TOTAL NONCURRENT ASSETS</b>	<b>608,755,482</b>	<b>443,363,936</b>	<b>112,135,201</b>	<b>86,218,051</b>	<b>1,250,472,670</b>	<b>1,903,288</b>
<b>TOTAL ASSETS</b>	<b>749,511,307</b>	<b>539,405,950</b>	<b>154,737,838</b>	<b>90,851,148</b>	<b>1,534,506,243</b>	<b>12,397,697</b>

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF NET ASSETS (CONTINUED)**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2012**

	Business-type Activities - Enterprise Funds					Governmental Activities
	Major Funds			Nonmajor Enterprise Funds	Total	Internal Services Funds
	Water Utility	Wastewater Utility	Solid Waste System			
<b>LIABILITIES</b>						
<b>CURRENT LIABILITIES</b>						
Vouchers and Accounts Payable	3,378,309	4,116,317	3,834,030	865,477	12,194,133	1,118,444
Retainage on Contracts	660,571	547,891	-	11,646	1,220,108	-
Accrued Salaries	534,165	690,763	339,280	179,649	1,743,857	367,891
Accrued Liabilities	97,688	1,616	485	-	99,789	-
Deferred Revenues	-	-	50	291,635	291,685	-
Due to Other Funds	1,232,139	114,556	59,208	28,374	1,434,277	46,114
Customer Deposits	171,961	-	147,935	109,708	429,604	2,898,334
Customer Advances	-	-	-	-	-	1,698,603
Current Portion of Capital Lease	-	-	370,483	143,082	513,565	-
<b>PAYABLE FROM RESTRICTED ASSETS:</b>						
Vouchers and Accounts Payable	-	565,477	-	-	565,477	-
Retainage on Contracts	10	142,555	-	-	142,565	-
Accrued Interest Payable	4,121,499	2,513,394	2,609,000	-	9,243,893	-
Current Portion of Long-Term Debt	6,012,135	12,748,370	8,840,000	-	27,600,505	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>16,208,477</b>	<b>21,440,939</b>	<b>16,200,471</b>	<b>1,629,571</b>	<b>55,479,458</b>	<b>6,129,386</b>
<b>LONG-TERM LIABILITIES</b>						
Advances from Other Funds	4,042,967	-	-	-	4,042,967	-
Landfill Postclosure	1,086,679	-	207,880	-	1,294,559	-
Long-Term Compensated Absences	2,517,942	2,993,624	1,840,970	552,047	7,904,583	883,869
Other Post Employment Benefits	1,148,986	1,408,006	965,976	503,072	4,026,040	-
Long-Term Capital Lease	-	-	542,908	186,697	729,605	-
<b>PAYABLE FROM RESTRICTED ASSETS:</b>						
Long-Term Debt Payable after One Year	197,451,138	101,458,757	102,704,265	-	401,614,160	-
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>206,247,712</b>	<b>105,860,387</b>	<b>106,261,999</b>	<b>1,241,816</b>	<b>419,611,914</b>	<b>883,869</b>
<b>TOTAL LIABILITIES</b>	<b>222,456,189</b>	<b>127,301,326</b>	<b>122,462,470</b>	<b>2,871,387</b>	<b>475,091,372</b>	<b>7,013,255</b>
<b>NET ASSETS</b>						
Invested in Capital Assets, Net of Related Debt	421,372,989	331,895,510	(530,335)	85,888,272	838,626,436	1,903,288
<b>RESTRICTED:</b>						
Debt Service	10,350,238	14,516,721	18,471,777	-	43,338,736	-
Capital Improvements	18,951,669	6,073,636	-	-	25,025,305	-
Grants	5,859,697	-	-	-	5,859,697	-
<b>UNRESTRICTED</b>	<b>70,520,525</b>	<b>59,618,757</b>	<b>14,333,926</b>	<b>2,091,489</b>	<b>146,564,697</b>	<b>3,481,154</b>
<b>TOTAL NET ASSETS</b>	<b>\$ 527,055,118</b>	<b>\$ 412,104,624</b>	<b>\$ 32,275,368</b>	<b>\$ 87,979,761</b>	<b>\$ 1,059,414,871</b>	<b>\$ 5,384,442</b>

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

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Business-type Activities - Enterprise Funds					Governmental Activities
	Major Funds				Total	Internal Service Funds
	Water Utility	Wastewater Utility	Solid Waste System	Nonmajor Enterprise Funds		
<b>OPERATING REVENUES</b>						
Charges for Sales and Services	\$ 101,753,797	\$ 104,291,620	\$ 69,757,949	\$ 16,610,082	\$ 292,413,448	\$ 24,525,177
<b>OPERATING EXPENSES</b>						
Personal Services and Benefits	16,979,003	23,037,518	13,638,267	6,076,974	59,731,762	8,590,235
Supplies and Materials	10,302,114	9,387,985	798,357	472,957	20,961,413	8,742,787
Contract Services	7,818,453	1,876,057	19,208,082	4,960,912	33,863,504	1,618,189
Other Services and Charges	14,595,092	18,665,616	15,265,422	3,485,893	52,012,023	5,236,097
Depreciation	17,719,909	26,810,435	9,264,783	3,599,501	57,394,628	283,944
<b>TOTAL OPERATING EXPENSES</b>	<b>67,414,571</b>	<b>79,777,611</b>	<b>58,174,911</b>	<b>18,596,237</b>	<b>223,963,330</b>	<b>24,471,252</b>
<b>OPERATING INCOME (LOSS)</b>	<b>34,339,226</b>	<b>24,514,009</b>	<b>11,583,038</b>	<b>(1,986,155)</b>	<b>68,450,118</b>	<b>53,925</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Investment Earnings	1,578,575	1,296,265	117,104	69,988	3,061,932	72,430
Gain (Loss) on Disposal of Capital Assets	137,457	385,517	100,997	(49,601)	574,370	33,445
State Government	(42,458)	-	-	-	(42,458)	-
Local Government	1,780,490	(39,402)	-	(124,989)	1,616,099	-
Interest Expense	(7,018,614)	(4,978,749)	(5,149,647)	(25,815)	(17,172,825)	-
Miscellaneous Income	4,630	123,326	14,889	8,375	151,220	14,394
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b>(3,559,920)</b>	<b>(3,213,043)</b>	<b>(4,916,657)</b>	<b>(122,042)</b>	<b>(11,811,662)</b>	<b>120,269</b>
<b>INCOME (LOSS) BEFORE CONTRIBUTIONS</b>						
<b>AND TRANSFERS</b>	<b>30,779,306</b>	<b>21,300,966</b>	<b>6,666,381</b>	<b>(2,108,197)</b>	<b>56,638,456</b>	<b>174,194</b>
Capital Contributions	3,623,301	3,314,588	121	1,296	6,939,306	-
Transfers In	-	-	-	5,575,319	5,575,319	-
PILOT and PILOFF	(5,583,000)	(7,003,500)	(3,894,600)	(736,500)	(17,217,600)	-
Transfers Out	(10,000)	(9,000)	-	(6,143,077)	(6,162,077)	-
<b>TOTAL TRANSFERS AND CONTRIBUTIONS</b>	<b>(1,969,699)</b>	<b>(3,697,912)</b>	<b>(3,894,479)</b>	<b>(1,302,962)</b>	<b>(10,865,052)</b>	<b>-</b>
<b>CHANGE IN NET ASSETS</b>	<b>28,809,607</b>	<b>17,603,054</b>	<b>2,771,902</b>	<b>(3,411,159)</b>	<b>45,773,404</b>	<b>174,194</b>
<b>NET ASSETS - OCTOBER 1, RESTATED PER NOTE 3 (1)</b>	<b>498,245,511</b>	<b>394,501,570</b>	<b>29,503,466</b>	<b>91,390,920 <sup>(1)</sup></b>	<b>1,013,641,467</b>	<b>5,210,248</b>
<b>NET ASSETS - SEPTEMBER 30</b>	<b>\$ 527,055,118</b>	<b>\$ 412,104,624</b>	<b>\$ 32,275,368</b>	<b>\$ 87,979,761</b>	<b>\$ 1,059,414,871</b>	<b>\$ 5,384,442</b>

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

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**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Business-type Activities - Enterprise Funds					Governmental Activities
	Major Funds			Nonmajor Enterprise Funds	Total	Internal Service Funds
	Water Utility	Wastewater Utility	Solid Waste System			
Cash Flows from Operating Activities:						
Receipts from Customers and Users	\$ 97,700,336	\$ 97,532,768	\$ 66,995,329	\$ 16,421,602	\$ 278,650,035	\$ 3,166,680
Receipts from Interfund Services Provided	1,167,405	1,730,980	1,127,150	206,753	4,232,288	21,266,375
Payments to Suppliers	(26,157,995)	(17,521,035)	(23,745,983)	(5,817,195)	(73,242,208)	(12,155,755)
Payments to Employees	(16,711,074)	(23,005,230)	(13,528,788)	(6,088,163)	(59,333,255)	(8,513,272)
Payments for Interfund Services Used	(8,250,297)	(9,943,356)	(10,930,592)	(2,513,991)	(31,638,236)	(2,368,105)
Other Receipts	4,630	123,326	14,997	10,120	153,073	14,390
Net Cash Provided by Operating Activities	47,753,005	48,917,453	19,932,113	2,219,126	118,821,697	1,410,313
Cash Flows from Noncapital Financing Activities:						
Cash Received from Other Funds	-	2,213,672	-	5,575,319	7,788,991	-
Cash Paid to Other Funds	(7,806,672)	(7,012,500)	(3,894,600)	(6,879,577)	(25,593,349)	-
Cash Paid to Other Local Governments	(42,458)	(39,402)	-	(124,989)	(206,849)	-
Net Cash Used by Noncapital Financing Activities	(7,849,130)	(4,838,230)	(3,894,600)	(1,429,247)	(18,011,207)	-
Cash Flows from Capital and Related Financing Activities:						
Acquisition and Construction of Capital Assets	(21,236,592)	(20,351,837)	(2,238,363)	(1,390,065)	(45,216,857)	(279,417)
Interest Payments on Capital Debt	(7,350,153)	(4,928,805)	(5,650,230)	(25,815)	(17,955,003)	-
Capital Grants	1,780,490	-	-	-	1,780,490	-
Contributions:						
Subdividers and Other Governments	1,820,854	3,283,180	-	1,296	5,105,330	-
Gain (Loss) from Sale of Capital Assets	137,457	385,517	100,997	(49,601)	574,370	24,051
State Loan Proceeds	18,809,045	-	-	-	18,809,045	-
Principal paid on Capital Debt	(26,749,081)	(12,218,493)	(8,217,070)	(12,895)	(47,197,539)	-
Net Cash Used by Capital and Related Financing Activities	(32,787,980)	(33,830,438)	(16,004,666)	(1,477,080)	(84,100,164)	(255,366)
Cash Flows from Investing Activities:						
Interest Earnings on Cash and Investments	1,578,575	1,296,265	551,678	69,988	3,496,506	72,430
Net Cash Provided by Investing Activities	1,578,575	1,296,265	551,678	69,988	3,496,506	72,430
Net Increase in Cash and Investments	8,694,470	11,545,050	584,525	(617,213)	20,206,832	1,227,377
Beginning Cash and Investments	115,919,130	65,604,515	32,018,864	4,881,816	218,424,325	8,138,116
Ending Cash and Investments	\$ 124,613,600	\$ 77,149,565	\$ 32,603,389	\$ 4,264,603	\$ 238,631,157	\$ 9,365,493

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Business-type Activities - Enterprise Funds					Governmental Activities
	Major Funds			Nonmajor Enterprise	Total	Internal Service Funds
	Water Utility	Wastewater Utility	Solid Waste System	Funds		
Reconciliation of Operating Income to						
Net Cash Provided (Used) by Operating Activities:						
Operating Income (Loss)	\$ 34,339,226	\$ 24,514,009	\$ 11,583,038	\$ (1,986,155)	\$ 68,450,118	\$ 53,925
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:						
Depreciation	17,719,909	26,810,435	9,264,783	3,599,501	57,394,628	283,944
Miscellaneous Receipts	4,630	123,326	14,889	8,375	151,220	14,394
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables--Net	490,568	(4,184,463)	(978,341)	82,682	(4,589,554)	(228,980)
Increase in Due from Other Funds	-	-	-	(107,750)	(107,750)	-
Increase in Note Receivable	(2,279,165)	-	-	-	(2,279,165)	-
(Increase) Decrease in Inventories and Other Assets	(97,847)	98,928	-	(21,251)	(20,170)	(10,435)
Increase (Decrease) in Accounts Payable	(3,388,548)	1,486,130	(76,243)	627,123	(1,351,538)	771,108
Decrease in Retainage Payable	(324,208)	-	-	-	(324,208)	-
Increase in Accrued Liabilities	267,929	32,288	109,479	(11,189)	398,507	76,963
Increase in Due to Other Funds	1,182,830	36,800	20,983	7,419	1,248,032	9,742
Increase (Decrease) in Customer Deposits and Advances	(101,674)	-	(6,475)	11,448	(96,701)	439,652
Decrease in Landfill Postclosure	(60,645)	-	-	-	(60,645)	-
Increase in Deferred Revenues	-	-	-	8,923	8,923	-
Total Adjustments	13,413,779	24,403,444	8,349,075	4,205,281	50,371,579	1,356,388
Net Cash Provided by Operating Activities	\$ 47,753,005	\$ 48,917,453	\$ 19,932,113	\$ 2,219,126	\$ 118,821,697	\$ 1,410,313
Noncash Investing, Capital, and Financing Activities:						
Contributions of Capital Assets from Developers	\$ 1,802,447	\$ 31,408	\$ 121	\$ -	\$ 1,833,976	\$ -
Acquisition of Assets under Capital Lease Contracts	-	-	885,102	-	885,102	-
Decrease in Fair Value of Investments	(1,466,064)	(699,688)	(1,036,374)	(126,443)	(3,328,569)	(184,000)
Cash and Investments are Reported in Financial Statements as Follows:						
Cash	\$ 501	\$ 200	\$ 1,800	\$ 226,237	\$ 228,738	\$ -
Equity in Pooled Cash and Investments	84,243,307	53,337,582	11,393,830	4,038,366	153,013,085	9,365,493
Restricted Cash	-	-	479	-	479	-
Restricted Equity in Pooled Cash and Investments	40,369,792	23,811,783	21,207,280	-	85,388,855	-
Ending Cash and Investments	\$ 124,613,600	\$ 77,149,565	\$ 32,603,389	\$ 4,264,603	\$ 238,631,157	\$ 9,365,493

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

## **FIDUCIARY FUNDS**

Fiduciary Funds account for funds held in trust by the City of Tampa for employees' retirement or funds held in an agency capacity for others. The Fiduciary Funds for the City of Tampa are presented below.

**Firefighters and Police Officers Pension Trust Fund and General Employees Retirement Trust Fund** – these funds account for the accumulation of resources to be used for retirement annuity payments to eligible pensioners and their beneficiaries. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

**Agency Funds** – funds which hold monies in an agency capacity for various government units, individuals or funds.





**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**SEPTEMBER 30, 2012**

	Pension Trust Funds	Agency Funds
<b>ASSETS</b>		
Cash	\$ 5,922,362	\$ 3,045,982
Investments, at Fair Value:		
Debt and Other Interest		
Bearing Investments	512,511,162	-
Equity Securities	1,641,236,637	-
Real Estate Investments	32,849,107	-
Total Cash and Investments	<u>2,192,519,268</u>	<u>3,045,982</u>
Accounts Receivable, Net	24,481,719	2,332
Interest and Dividends Receivable	4,790,740	-
Capital Assets:		
Land	99,086	-
Buildings and Improvements	872,794	-
Less Accumulated Depreciation	<u>(427,410)</u>	<u>-</u>
Total Capital Assets	<u>544,470</u>	<u>-</u>
TOTAL ASSETS	<u>2,222,336,197</u>	<u>3,048,314</u>
<b>LIABILITIES</b>		
Accounts Payable	36,620,627	809,298
Deposits Held in Custody for Others	-	2,239,016
Accrued Liabilities	<u>29,243</u>	<u>-</u>
TOTAL LIABILITIES	<u>36,649,870</u>	<u>3,048,314</u>
<b>NET ASSETS</b>		
Held in Trust for Pension Benefits	<u>\$ 2,185,686,327</u>	<u>\$ -</u>

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

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**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**  
**PENSION TRUST FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Pension Trust Funds
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 36,571,478
Employees	16,216,295
State of Florida	6,083,651
Total Contributions	<u>58,871,424</u>
Investment Earnings:	
Interest and Dividends	51,553,797
Net Increase in the Fair Value of Investments	339,663,766
Total Investment Earnings	<u>391,217,563</u>
Less Investment Expense	7,815,229
Net Investment Earnings	<u>383,402,334</u>
Total Additions, Net	<u>442,273,758</u>
<b>DEDUCTIONS</b>	
Pension Benefits	126,827,611
Administrative Expenses	502,094
Total Deductions	<u>127,329,705</u>
Change in Net Assets	<u>314,944,053</u>
<b>NET ASSETS - OCTOBER 1</b>	<u>1,870,742,274</u>
<b>NET ASSETS - SEPTEMBER 30</b>	<u><u>\$ 2,185,686,327</u></u>

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

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NOTES  
TO THE  
FINANCIAL  
STATEMENTS



CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and reporting policies of the City of Tampa (the City) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). The more significant of these accounting policies are summarized below.

**A. Financial Reporting Entity**

The City of Tampa is a municipal corporation that was incorporated in 1887 and is governed by an elected Mayor and seven-member Council. The City was created and is governed under the laws of Florida numbers 745 of the year 1855, and 3779 of the year 1887. The City provides traditional governmental services such as public safety, culture and recreation, and public works, as well as water and wastewater services, solid waste disposal, and various parking facilities.

This report includes all funds, departments, agencies, boards and commissions, and other organizational units that are administered by the mayor and/or controlled by or dependent upon the City Council as set forth in the City Charter. The City, a primary government, has also considered for inclusion all potential component units for which it may be financially accountable and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. In GASB Statement No. 14 (as amended by GASB Statement No. 39), *The Financial Reporting Entity*, the GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the City to impose its will on that organization, or (2) the potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.

As required by GAAP, these financial statements present the City of Tampa (the primary government) and its component units. The City has identified and included within the financial reporting entity, as its component units, legally separate organizations for which the City is financially accountable for which a significant relationship with the City exists such that exclusion would cause the City's financial statement to be misleading or incomplete.

**Blended Component Unit:** There are two component units which are legally separate from the City, but are so intertwined with the City that it is, in substance, the same as the City. They are reported as part of the City and blended into the appropriate funds, as listed below:

Community Redevelopment Agency (CRA): Was created in 1982 under part 3 of chapter 163 of the Florida Statutes and City of Tampa ordinance numbers 2119-H and 2871-H. Its sole purpose is to administer funds distributed via state law for blighted areas within the City. The CRA board is composed of the same seven members of City Council; therefore the City Council has absolute influence over the CRA board. In accordance with Florida Statute 163.387, the amount and source of revenues in to, and the amount and purpose of expenditures from the CRA fund, including the amount of debt principal and interest paid during the current year, as well as the remaining amount of indebtedness to which revenues of the fund are pledged, are detailed in the supplemental schedule. The CRA is reported as a major special revenue fund.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

City Pension Fund for Firefighters and Police Officers in the City of Tampa (Tampa Fire & Police Pension Fund): Was created by a special act of the Florida legislature and provides defined benefit pension benefits to sworn, certified members of the Tampa Police Department and the Tampa Fire Rescue Department. The Tampa Fire & Police Pension Fund is administered by a nine member Board of Trustees consisting of three firefighter members elected by active and retired firefighters, three police officer members elected by active and retired police officers, and three members of the City administration appointed by the Mayor. Pension benefits are a subject of mandatory collective bargaining, and as such, any changes to the Tampa Fire & Police Pension Fund must be collectively bargained and agreed upon between the City and both the police and fire unions, submitted to the local delegation with an actuarial impact statement, enacted by the state legislature and signed into law by the governor. As plan sponsor, the City has the obligation to maintain the actuarial soundness of the Tampa Fire & Police Pension Fund and make quarterly pension contributions at a ratio of 1:1.34 of pension contributions made by active and participating firefighters and police officers as determined by the fund's actuary each year, which is reflected in the City's annual budget. The Tampa Fire & Police Pension Fund is a semi-autonomous entity and issues separate financial statements of the fund, which may be obtained from its administrative office located at 3001 North Boulevard, Tampa, FL 33603. The transactions are blended in the fiduciary funds.

**Discretely Presented Component Unit**: This component unit is an entity which is legally separate from the City, but is financially accountable to the City, or whose relationship with the City is such that exclusion would cause the City's financial statements to be misleading or incomplete. The component unit is reported separately to emphasize that it is legally separate from the primary government and is governed by a separate board, as listed below:

The Tampa Historic Streetcar, Inc. (Streetcar): Was created as a non-profit organization and is exempt from income taxes under the provisions of Internal Revenue Service Section 501(a) as an organization described in section 501(c)(3). In 1998 an interlocal agreement was enacted between the Hillsborough Area Regional Transit Authority (HART) and the City, authorized by City of Tampa ordinance numbers 97-1595 and 98-573, specifying terms for the funding, construction, and management of a historic streetcar system. In 2001 an operator's agreement authorized by City of Tampa ordinance number 2001-045 was made between the City, HART, and the Streetcar. It was renewed in 2011 for another five year term, until 2016. According to the terms of these agreements, the City appoints a voting majority of the board members of the Streetcar, must approve the annual budget, and is responsible for any deficit of the Streetcar operations.

Complete financial statements for the Tampa Historic Streetcar, Inc. may be obtained at the City's accounting office at 306 East Jackson Street, Tampa, Florida.

**B. Basic Financial Statements**

The basic financial statements include both citywide and fund level statements. The City, as the primary government, is reported separately from its component units. The citywide statements report on all activities of the City and its component units except those that are fiduciary in nature.

Statements for fiduciary activities, such as employee pension plans, are presented in a separate section of this report. Both the citywide and fund level statements classify primary activities of the City as either governmental activities, which are primarily supported by taxes and intergovernmental revenues, or business type activities, which are primarily supported by user fees and charges.



CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements report on the government as a whole, both the primary government and its component units, and provide a consolidated financial picture of the government. As part of the consolidation process, interfund activities are eliminated to avoid distorted financial results. The amounts reported as internal balances represent the residual amounts due between governmental and business-type activities. Fiduciary funds of the government are not included in the presentation since these resources are not available for general government funding purposes. The Statement of Net Assets reports all financial and capital resources of the City's governmental and business-type activities. It is presented in a net asset format (assets less liabilities equal net assets) and shown with three components: (1) amounts invested in capital assets, net of related debt; (2) restricted net assets; and (3) unrestricted net assets.

The Statement of Activities reports functional categories of programs provided by the City and demonstrates how and what degree those programs are supported by specific revenues.

Program revenues are classified into three categories: (1) charges for services; (2) operating grants and contributions; and (3) capital grants and contributions. Charges for services refer to direct recovery from customers for services rendered. Grants and contributions refer to revenues restricted for specific programs whose use may be restricted further to operational or capital items. The general revenues sections displays revenues collected that help support all functions of the government.

The fund financial statements follow and report additional and detailed information about the City's operations for major funds individually, and non-major funds in the aggregate for governmental, proprietary and fiduciary funds. A reconciliation is provided that converts the results of governmental fund accounting to the government-wide presentation.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

Government-wide financial statements, as well as the fund financial statements for proprietary funds and fiduciary funds, are reported using the economic resources measurement focus, and the accrual basis of accounting. Revenues are recognized in the period for which they are levied. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as needed.

Operating revenues shown for proprietary operations generally result from producing or providing goods and services such as water, wastewater and solid waste services. Operating expenses include all costs related to providing the service or product. These costs include salaries and benefits, supplies, travel, contract services, depreciation, administrative expenses, and/or other expenses directly related to the cost of services. All other revenue and expenses not meeting these definitions are reported as non-operating revenues and expenses.

All governmental fund financial statements are reported using a current financial resources measurement focus and a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period, or soon enough thereafter, to be used to pay liabilities of the current period, within 60 days of the end of the fiscal year, except grant revenues within 12 months, and jointly assessed taxes collected through other governments, are within 90 days.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Property taxes, franchise taxes, investment earnings and most charges for services are recorded as earned since they are measurable and available. Licenses and permits, fines and forfeitures, and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until received.

A significant portion of the City's grants and contracts are exchange transactions. Funds from these transactions are deemed to be earned and reported as revenue when such funds have been expended towards the designated purpose and eligibility requirements have been met.

Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated sick pay and accumulated vacation pay, which are not reported until they have been paid; (2) prepaid insurance and similar items, which are reported only on the balance sheet and do not affect expenditures; and (3) principal and interest on long-term debt, which are recognized when due. Budgets for governmental funds are also prepared on the modified accrual basis.

The City charges centralized services through the general fund and internal service funds to functional activities through various charge methods. Expenses reported for functional activities include these indirect expenses, including an administrative component.

The accounting policies and the presentation of the financial report of the City have been designed to conform to GAAP as applicable to government units, in accordance with the Governmental Accounting Standards Board (GASB). The City applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued before November 30, 1989 in accounting and reporting for its proprietary operations, but has elected not to apply FASB pronouncements issued after November 30, 1989.

**D. Major Governmental Funds**

1. **General Fund** is the general operating fund of the City, accounting for all financial resources of the City, except those that are required legally, or by GAAP to be accounted for in other funds.
2. **Utility Tax Fund** accounts for taxes levied on public utilities. These taxes are to be used first for payment of bonded debt service requirements. A specified portion may be transferred to the general fund to be used for any lawful purpose, after that, revenues are to be used for capital improvements.
3. **Community Redevelopment Agency (CRA)** fund accounts for the proceeds of property taxes associated with increases of property values (tax increment revenues) in designated blighted areas. Monies are controlled by the CRA, a special unit of government established through state law specifically to manage the use of said monies.

**E. Major Enterprise Funds**

1. **Water Utility Fund** accounts for the activities of the City's water production and distribution operations. The City operates a water treatment plant and water distribution system. The post-closure cost of the Old Manhattan Landfill, where water production waste was previously disposed of, is also paid from this fund.
2. **Wastewater Utility Fund** accounts for the activities of the City's wastewater collection and treatment system. The City operates a wastewater treatment facility, pumping stations, and collection systems.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**3. Solid Waste System Fund** accounts for all operations of solid waste collection, disposal and recycling activities in compliance with federal standards and regulations in order to ensure public health. The City operates an electricity generating solid waste incinerator and provides collection service to City residents and businesses.

**F. Internal Service Funds**

1. **Fleet Maintenance Fund** accounts for the operation of the City's fleet of police, fire, and rescue vehicles, public works and public utilities trucks, and many other types of on and off road equipment.
2. **Administrative Service Fund** accounts for the operation of the City's central publication and central mail services.
3. **Utility Accounting Fund** accounts for costs related to utility billings, collections and customer service.

**G. Fiduciary Funds**

1. **Pension Trust Funds** account for the activities of the Tampa Fire & Police Pension Fund and the general employee's retirement fund, which accumulate resources for pension benefits and disability payments to qualified retirees.
2. **Agency Funds** are custodial in nature (assets equal liabilities) and do not involve measurements of results of operations. Agency funds are merely clearing accounts for assets held by the City as agent for individuals, private organizations, and other governments.

**H. Assets, Liabilities, and Net Assets or Equity**

1. **Cash, Cash Equivalents, and Investments** - The City's cash and cash equivalents include cash on hand, demand deposits, and equity in pooled cash and investments. The equity in pooled cash and investments represents a fund's share of a cash and investment pool maintained by the City for use by all funds, except the pension funds and funds with agreements that require separate bank accounts. All investments are reported at fair value. For the purpose of the statement of cash flows, the City considers cash equivalents to be highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased. Interest earned from investments purchased with pooled cash is allocated to each participating fund based on the fund's average equity balance, except that, as required by City charter, interest attributable to the utility tax special revenue fund and the utility tax capital projects fund is deposited to the general fund. As required by bond indenture provisions, interest earned on investments related to the local option gas tax debt service fund is allocated to the local option gas tax special revenue fund. Funds that incur negative equity in pooled cash and investments during the year incur a charge for interest. Funds used to account for federal and state grants have negative equity in pooled cash and investments throughout the year due to the reimbursement basis of the grant programs. The general fund absorbs charges for interest to these funds.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

- 2. Receivables and Payables** - Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Accounts receivable balances are shown net of the allowance for un-collectible accounts. The allowance amount in the enterprise funds is based on historical experience. In the governmental funds the allowance varies based on management estimates. Water and related wastewater charges to customers are based on actual water consumption. Consumption is determined on a monthly cycle basis. The City recognizes as revenue the estimated unbilled consumption at fiscal year-end.

- 3. Inventories and Prepaid Items** - Inventories of expendable supplies held for consumption are priced at the "first-in-first-out" method of accounting. Governmental fund type inventories are recorded using the consumption method. In the water utility fund, assets are set aside for post closure costs associated with solid waste disposal facilities as mandated by the State of Florida. These assets are classified as "landfill post closure."
- 4. Capital Assets** - Capital assets which include land, buildings and improvements, improvements other than buildings, furniture and equipment, and infrastructure (i.e., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the Government-Wide Financial Statements, and in the Proprietary and Fiduciary Fund Financial Statements. Except for internally generated software, capital assets are defined by the City as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the time of donation.

For intangible assets, the City maintains a \$250,000 threshold for internally generated software related assets. The costs of normal maintenance and repairs that do not add to the fair value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized using the mid-year convention. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense incurred by the City during the current fiscal year was \$29,838,626. Of this amount, \$3,118,147 was included as part of the cost of capital assets under construction in connection with construction projects in proprietary funds.

Infrastructure, buildings and improvements, improvements other than buildings, and furniture and equipment (including assets amortized under lease purchase contracts) are depreciated on a straight-line basis utilizing the mid-year convention:

Infrastructure	40 years
Buildings And Improvements	40 years
Improvements Other Than Buildings	40 years
Vehicles	5 – 8 years
Office Equipment	5 – 10 years
Computer Equipment	5 years
Other Equipment	5 – 10 years
Software	5 – 10 years

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

- 5. Contributions** – Contributions in the form of cash and capital assets to the governmental activities of the City are recognized on the Statement of Activities as revenues in the period they are received. Contributions of capital assets and primarily completed infrastructure from developers are recognized at the fair value at the date of donation. All contributions are reported on the Statement of Activities as program revenues, with operating contributions reported separately from capital contributions.
- 6. Interfund Activity** – Interfund activity within and among the City's three fund categories (governmental, proprietary, and fiduciary) are classified as reciprocal interfund activity and nonreciprocal interfund activity. Reciprocal interfund resource flows between funds with an expectation of repayment are reported as interfund receivables and payables.

Reciprocal interfund resource flows without an expectation of repayment within a reasonable time, are reported as transfers between funds. Interfund services provided and used are sales and purchases of goods and services between funds for a price approximating their external value, and are reported as revenues and expenditures (or expenses) in the funds.

Non-reciprocal interfund activities are flows of assets between funds without an equivalent flow of assets in return, or without a requirement for repayment, are reported as transfers in governmental funds and non-operating revenues and expenses in proprietary funds.

As a rule, the effect of interfund activity has been eliminated from government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and franchise fees, and other charges between the City's water, wastewater, solid waste, parking, and general funds, as well as cost reimbursement transactions between the enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

- 7. Restricted Assets** – Assets are reported as restricted in the citywide Statement of Net Assets and the enterprise fund level statements when constraints are placed on net asset use. The constraints are either: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law or through constitutional provisions or enabling legislation.
- 8. Compensated Absences** - Vacation pay is accrued when earned in the government-wide financial statements and proprietary fund financial statements, and when they have matured in the governmental fund financial statements. The portion of sick leave that is payable at retirement is accrued when vested, or for those employees for whom it is expected to vest, in the government-wide and proprietary fund financial statements and when matured in the governmental fund financial statements. City employees generally earn vacation leave and sick leave at the rate of 1.9 hours per week. Vacation leave is fully vested when earned. Sick leave is vested after the employee has 10 years of service with the City.

Accumulated vacation leave cannot exceed thirty days at the end of any year and any leave in excess of this amount is transferred to sick leave on which there is no limitation as to accumulated amounts. Fifty percent of vested unused sick leave plus any accumulated vacation leave is paid at retirement or death.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Fire and police employees electing early retirement who are not 46-years-old, and have not completed 20 years of service, have the option of receiving a lump-sum refund of their pension contribution and foregoing any compensation for unused sick leave, or upon reaching the age of 46 receiving 50% of unused sick leave and a retirement benefit. Other employees electing early retirement have the option of receiving 30% of unused sick leave at retirement and pension benefits when reaching the age of 55, or receiving a lump-sum refund of their pension contribution and surrendering any unused sick leave. Upon other terminations, only accumulated vacation leave is paid.

- 9. Long-Term Obligations** - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, and issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and are amortized over the term of the related debt.

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

In proprietary funds, bond discounts, and gains or losses on bond refunding, are deferred and amortized using the straight line method, over the shorter of the life of the new debt or the old debt of the related issues, which approximates the interest method. Bond discounts and losses on bond refunding are presented as a reduction of the face amount of bonds payable. Both are recognized in the period incurred in governmental fund types.

- 10. Fund Equity** – Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

- A. Nonspendable:** The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.
- B. Restricted:** Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or is imposed by law through constitutional provisions or enabling legislation (City ordinances). Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandates payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means the City can be compelled by an external party such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.



CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

- C. Committed:** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
- D. Assigned:** Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes, but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council, or a City official delegated that authority by City Charter or ordinance, or state statute.
- E. Unassigned:** Fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In the other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first, followed by assigned, and then by unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

- 11. 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 and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.
- 12. Minimum Fund Balance Policy -** The General Fund reserve target is 20% of the fund's current year budgeted appropriations. For the purpose of determining if the target has been met, the unassigned fund balance of the general fund is then compared with the annual appropriations budget.

Other major funds designated as major funds within the City's CAFR, the City has established a range of 15-20% of operating expenditures, and utilized for the purposes allowed by these various fund types. Fiduciary funds do not have fund balance targets.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**13. Program Revenues** - Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes. Proprietary funds distinguish operating revenues and expenses from non-operating 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 water and wastewater utility funds, the solid waste system fund, the parking facilities fund, the golf courses fund, and all of the City's internal service funds are charges to customers for sales and services.

The Water and Wastewater Utility Funds also recognize as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses (including administrative overhead), and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

**14. Change in Accounting Policy**

The City prepares a cost allocation plan annually that distributes the services provided by the General Fund to all of the Departments across the City. The cost allocation plan charges non General Fund Departments for cost of governmental services. In prior years, a contra expense sub object code was used to record the reduction of expenses due to the receipt of revenue from the Departments in compliance with GASB 34. In fiscal year 2012, the Budget Office requested a sub-object code be created to receive cost allocation reimbursements from other funds as revenue to the General Fund. While reflected in the General Fund, these repayments have been eliminated from the Government Wide Financial Statements in compliance with GASB 34 paragraph 112b (2).

**15. Closing of Occupational License Special Revenue Fund**

The City's Fund Structure was reviewed by Management in order to determine which Nonmajor Special Revenues were still required under GASB 54. In prior years, the Occupational License Tax Revenue Fund was required under the Series 2002 Bonds. On each September 30<sup>th</sup>, the City was required to transfer from the Special Revenue Fund to the Debt Service Fund monies in an amount equal to the Bond Service Requirement for the current Bond Year. According to GASB 54, a Special Revenue fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes *other than* debt service or capital projects. Therefore, in fiscal year 2012 Management decided that the Occupational License Tax Special Revenue Fund was no longer needed and the fund was closed.



**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**16. Future GASB Pronouncements**

The City is currently evaluating the impact of adopting Statement No. 61, *The Financial Reporting Entity*. The City does not expect Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* to have any financial impact.

The City is currently evaluating the impact of adopting Statement No. 63, 65 and 66.

In June 2011, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and in March 2012, Statement No. 65, *Items Previously Reported as Assets and Liabilities*. These statements establishes accounting and financial reporting standards that reclassify, as deferred outflows or resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. Statement No. 63 is effective for the City's fiscal year beginning October 1, 2012, and Statement No. 65 will not be effective until October 1, 2013. The City has not early implemented these Statements.

In March 2012, the GASB issued Statement No. 66, *Technical Corrections-2012*, an amendment of GASB Statements No. 10 and No. 62. The implementation of GASB Statement No. 66 has no effect on the financial statements of the City.

The City is currently evaluating the impact of adopting Statement No. 67, 68 and 69.

In June 2012, the GASB issued Statement No. 67, *Financial Reporting for Pension Plans*, Statement No. 68, *Accounting and Financial Reporting for Pensions* and in January 2013, Statement No. 69, *Government Combinations and Disposals of Government Operations*, an amendment of GASB Statement No. 25 and 27. These Statements requires defined benefit pension plans to present two financial statements-a statement of fiduciary net position and a statement of changes in fiduciary net position. This will require the City to provide additional disclosures for the total pension liability and net pension liability including significant assumptions and rates of return. Statement No. 67 is effective for the City's fiscal year beginning October 1, 2013. Statements No. 68 and 69 will be effective beginning October 1, 2014. The City has not early implemented these Statements.

**NOTE 2 - BUDGET AND BUDGETARY DATA**

The City, in accordance with its City code and state law, applies the following procedures in establishing the budgetary data reflected in the accompanying financial statements.

**Budget Policy**

Annual budgets are adopted on a basis consistent with GAAP for all governmental funds except the community development block grant, and state housing initiatives partnerships special revenue funds, the capital projects funds which adopt project-length budgets, and the debt service funds. The debt service funds do not adopt annual budgets because effective budgetary control is alternatively achieved through bond indenture provisions. All annual appropriations lapse at year end.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 2 - BUDGET AND BUDGETARY DATA - (Continued)**

Budgetary control is maintained at the function or department level. Departments are permitted to transfer appropriations within a function. Transfers between functions must be approved by City Council. Expenditures may not legally exceed budgeted appropriations at the function level. Changes in the budget that exceed revenue and reserve estimates provided by the City's Chief Financial Officer must be authorized by the Mayor and approved by a majority of City Council.

**NOTE 3 - RESTATEMENT OF GOLF COURSES' PRIOR YEAR NET ASSETS**

During Fiscal Year 2011, the City overstated certain capital assets of the Golf Courses. As a result, net assets were overstated by \$1.7 million on the City's Golf Courses Enterprise Fund statements (a nonmajor Enterprise Fund). Even though the adjustment is material to the statements of the Golf Courses' Enterprise Fund, and the entry was made to reconcile the Golf Courses Fund to the separately issued financial statements, management does not consider it material to the City's financial statements taken as a whole or to the aggregate remaining fund information. Provided below is the adjusted total net asset balances for the Golf Courses Enterprise Fund:

Total Golf Courses Net Assets as originally reported (as of 10/01/11)	\$ 6,648,019
Correction of error (reduction of assets)	<u>(1,730,993)</u>
Total Golf Courses Net Assets as corrected/restated (as of 10/01/11)	<u>\$ 4,917,026</u>
Total Nonmajor Enterprise Funds Net Assets as originally reported (as of 10/01/11)	\$93,121,913
Correction of error (reduction of assets)	<u>(1,730,993)</u>
Total Nonmajor Enterprise Funds Net Assets as corrected/restated (as of 10/01/11)	<u>\$91,390,920</u>

**NOTE 4 - FUND BALANCE**

Fund Balances are classified as nonspendable, restricted, committed, assigned, and/or unassigned, based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds.

**Deficit Fund Equity**

The Utilities Tax Bonds Nonmajor Governmental Fund has a deficit of \$128,880 caused by expenditures exceeding revenues. The deficit in this fund will be remedied by transfers from Utility Tax Revenues. The Other Capital Improvement Projects Nonmajor Governmental Fund has a deficit of \$76,092 which will be remedied by transfers from Other Governmental Funds.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 4 - FUND BALANCE - (Continued)**

The constraints placed on fund balance for the Major and Nonmajor Governmental Funds are presented below:

	General Fund	Utility Tax Special Revenue	Community Redevelopment Agency Special Revenue	Nonmajor Governmental Funds	Total Governmental Funds
<b>Non Spendable</b>					
Inventories	\$ 405,871	\$ -	\$ -	\$ -	\$ 405,871
Prepaid Items	292,000	-	-	-	292,000
<i>Total Non Spendable</i>	<u>\$ 697,871</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 697,871</u>
<b>Restricted</b>					
Capital Outlay	\$ -	\$ -	\$ 2,030,461	\$ 93,425,052	\$ 95,455,513
Public Safety	-	-	-	10,720,165	10,720,165
Public Works	-	-	-	19,016,774	19,016,774
General Government	17,370,800	-	-	1,187,786	18,558,586
Debt Services	-	-	-	4,094,694	4,094,694
Economic and Physical Environment	-	-	11,163,548	674,689	11,838,237
<i>Total Restricted</i>	<u>\$ 17,370,800</u>	<u>\$ -</u>	<u>\$ 13,194,009</u>	<u>\$ 129,119,160</u>	<u>\$ 159,683,969</u>
<b>Committed</b>					
Capital Outlay	\$ -	\$ 2,298	\$ -	\$ -	\$ 2,298
Public Works	-	-	-	-	-
General Government	3,704,480	-	-	-	3,704,480
Economic and Physical Environment	-	-	-	3,068,853	3,068,853
Public Safety	-	-	-	-	-
<i>Total Committed</i>	<u>\$ 3,704,480</u>	<u>\$ 2,298</u>	<u>\$ -</u>	<u>\$ 3,068,853</u>	<u>\$ 6,775,631</u>
<b>Assigned</b>					
General Government	\$ -	\$ 53,695,411	\$ -	\$ -	\$ 53,695,411
Claims and Judgments	13,561,000	-	-	-	13,561,000
Assigned for Hurricanes	7,655,615	-	-	-	7,655,615
<i>Total Assigned</i>	<u>\$ 21,216,615</u>	<u>\$ 53,695,411</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,912,026</u>
<b>Unassigned</b>	<u>\$ 54,456,291</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (204,972)</u>	<u>\$ 54,456,291</u>
<b>Total Fund Balances</b>	<u>\$ 97,446,057</u>	<u>\$ 53,697,709</u>	<u>\$ 13,194,009</u>	<u>\$ 131,983,041</u>	<u>\$ 296,320,816</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 5 - PROPERTY TAXES**

**A. Calendar of Property Tax Events**

January 1	Property taxes are based on assessed property value at this date as determined by the Hillsborough County Property Appraiser.
July 1	Assessment roll approved by the state.
September 30	Millage resolution approved by the City Council.
October 1	Beginning of fiscal year for which taxes have been levied.
November 1	Property taxes due and payable.
November 30	Last day for 4% maximum discount.
April 1	Unpaid property taxes become delinquent.
May 15	Tax certificates are sold by the Hillsborough County Tax Collector. This is the first lien date on the properties.

**B. Tax Collection**

Property tax collections are governed by Chapter 197, Florida Statutes. The Hillsborough County Tax Collector bills and collects all property taxes levied within the County. Discounts are allowed for early payment of 4% in November, 3% in December, 2% in January, and 1% in February. If property taxes are not paid by April 1, the County adds a 3% penalty on real estate, and 1.5% on personal property.

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

The Tax Collector remits current taxes collected through four distributions to the City in the first two months of the tax year and at least one distribution each month thereafter. The City recognizes property tax revenue in the period in which they are levied.

**C. Tax Limitations**

Florida Statutes set the maximum millage rate at 10 mills of assessed valuation for operating purposes. For the fiscal year ended September 30, 2012, the approved operating millage was 5.7326 mills.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 6 - DEPOSITS AND INVESTMENTS**

**A. Cash on Deposit**

The City maintains a cash and investment pool that is available for use by all funds except for monies legally restricted to separate administration (i.e. pension plan custodians and deferred compensation plan administrators). The "Equity in Cash and Investments" on the City Wide Financial Statements, consists of cash and investments owned by each fund and defined as resources that can be liquidated without delay or penalty. Cash and investments held separately where contractual arrangements and bond covenants require such arrangements, are classified as "restricted assets." Investment earnings are allocated to the individual funds monthly based on the funds' weighted average daily cash balance.

**Cash and Investments  
September 30, 2012**

Primary Government	
Cash and Cash Equivalents, Unrestricted	\$ 407,252,900
Cash and Cash Equivalents, Restricted	166,881,608
Investments – Restricted, Primary Government	<u>14,850,144</u>
Primary Government Total	588,984,652
 Pension and Agency Funds	
Cash and Cash Equivalents	
Pension Trust Funds	5,922,362
Agency Funds	3,045,982
Investments - Pensions	<u>2,186,596,906</u>
Pension and Agency Total	<u>2,195,565,250</u>
 Total Cash and Investments	<u>\$ 2,784,549,902</u>

**B. Custodial Credit Risk**

At September 30, 2012, the City's deposits in financial institutions totaled \$85,757,716. Monies on deposit with financial institutions in the form of demand deposit accounts, time deposit accounts and certificates of deposits are defined as public deposits. The entire City's public deposits are held in qualified public depositories pursuant to State of Florida Statutes, Chapter 280, "Florida Security for Public Deposits Act", and covered by federal depository insurance. For amounts in excess of such federal depository insurance the Act provides that all qualified public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits, times the depository's collateral pledging level. The pledging level may range from 50% to 125% depending upon the depository's financial condition and establishment period. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor is liable for any loss thereof. Any losses to public depositors are covered by applicable deposit insurance, sales of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default.

**NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)**

**C. Investments and Investment Practices**

1. **Primary Government Investments** - The City's investment guidelines are defined by City of Tampa Charter, Part A, Article VII - Finances, Section 7.10., Investment Funds. As per the policy, the Chief Financial Officer, with the consent and approval of the Mayor, is authorized to invest any funds of the City in United States Government or United States Treasury bonds, certificates, notes or bills, or may arrange interest-bearing time deposits with the depositories of the City; and the interest derived from such investments or deposits shall accrue as revenue to the general fund of the City, except in the case of special funds for which the City is required by agreement or by law to credit such special funds with interest on its invested balances. At September 30, 2012, the pooled cash, cash equivalents and investments of the primary government, exclusive of the Pension Trust Funds was fully invested in U.S. treasury securities.

**D. Interest Rate Risk**

Interest rate risk is the risk that as market rates change, the fair value of an investment will vary. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in the market interest rates. The City's policy limits the maturity of an investment to a maximum of 5 years. As of September 30, 2012, the City of Tampa was fully invested in U.S. securities whose weighted average maturity in years was 1.06.

**E. Credit Risk**

In compliance with the City's Investment Policy, the City minimized credit risk losses due to default of a security issuer or backer, by limiting investments to the safest types of securities, U.S. Government Agency securities, and by pre-qualifying the financial institutions with which the City does business.

**F. Concentration of Credit Risk**

The City's investment policy limits the amount that is permitted in a single institution to 20% of the total portfolio. However, at the discretion of the CFO, the portfolio may need to be altered from time-to-time based on economic conditions and/or the best value of the short-term operational needs of the City.

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CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)**

**G. Pension Plan Investments**

1. **Pension Plan Assets** - The City reports two pension funds in the accompanying financial statements. Each of the plans has a separate governing board of trustees, a separate investment policy, and differing investment restrictions/risks. Consequently each is disclosed separately below. Both plans are defined benefit plans. All investments at year-end were in compliance with the respective plan investment policies.

City of Tampa General Employees' Retirement Fund  
Distribution by Asset Type  
September 30, 2012

<u>Investment Type</u>	<u>Credit Rating*</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>	<u>% NAV</u>
Asset Back Security	AAA	\$992,356	3.11	0.17%
Convertible Preferred Stock	na	-	-	0.00%
Corporate Bond	AA-BB	29,277,447	12.81	5.10%
Federal Home Loan Mortgage Gold	AA+	6,074,905	25.47	1.06%
Federal National Mortgage Association	AA+	2,002,438	24.14	0.35%
GNMA I	AA+	4,159,540	25.86	0.72%
GNMA II	AA+	3,179,448	22.66	0.55%
Government Bond	AAA-BB+	35,416,550	9.12	6.17%
Municipal Bond	A	851,268	44.53	0.15%
Preferred Stock	na	-	-	0.00%
Treasury Bill	A-1	6,023,764	0.25	1.05%
Treasury Note	AA+	9,102,199	2.53	1.59%
Total Fair Value		<u>\$97,079,915</u>		<u>16.91%</u>
Portfolio Weighted Average Maturity			11.81	
*Per selected source on JP Morgan spreadsheets.				

Weighted Average Duration of separately managed Fixed Income portfolios is 5.58 years. Separately managed Fixed Income Portfolios includes Taplin Canada and Brandywine.

**Investments not subject to Investment Risk**

Cash and Cash Equivalents	\$17,486,481	3.64%
Equity Securities	423,510,632	73.33%
Real Estate Limited Partnerships	<u>35,135,424</u>	<u>6.12%</u>
	<u>\$573,212,452</u>	<u>100.00%</u>

\*Equity Securities includes all stocks and commingled funds. Commingled funds include WTC Small Cap 2000, Mercator International Fund, Aberdeen Emerging Markets Fund, and SSgA Barclays Aggregate Index. Real Estate Limited Partnerships includes UBS Trumbull Property Fund, Fidelity I, Fidelity II and Fidelity III. The General Employees' Retirement Fund has an unfunded capital commitment of \$537,318 with Fidelity III at September 30, 2012.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)**

City of Tampa Firefighters and Police Officers Pension Fund  
Distribution by Asset Type  
September 30, 2012 (in thousands)

<u>Investment Type:</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
U.S. Treasuries	\$ 28,993	0.14
U.S. Treasuries:		
Federal Farm Credit Bank	44,010	1.44
Federal Home Loan Bank	8,503	1.49
Government National		
Mortgage Association	2,620	27.05
Inflation Indexed U.S Treasuries	31,462	7.13
Corporate Bonds	181,138	2.68
Money Market Funds	<u>17,286</u>	0.00
Total Fair Value	314,012	
Portfolio Weighted-Average Maturity		<u>2.90</u>
Investment Not Subject to Risk Disclosures:		
Equity Securities	1,201,590	
Other (Partnerships)	101,228	
Funds Held in Custody Account	2,141	
Cash	<u>335</u>	
Total Investments	<u>\$ 1,619,306</u>	

**H. Interest Rate Risk**

Interest rate risk is the risk that as market rates change, the fair value of an investment will vary. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in the market interest rates. The Plan's policy does not place limits on investment maturities.

**I. Credit Risk**

Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating agency. The Plans' investment policy requires the investments in fixed income securities be limited to a rating of A or better.

**J. Concentration of Credit Risk**

The investment policy of the Plan contains limitations on the amount that can be invested in any one issuer as well as maximum portfolio allocation percentages. There were no individual investments that represent 5% or more on plan net assets at September 30, 2012.

**K. Custodial Credit Risk**

This is the risk that in the event of the failure of the counterparty, the Plan will not be able to recover the value of its investments that are in the possession of an outside party. Consistent with the Plans' investment policy, the investments are held by the Plans' custodial bank and registered in the Plans' name.



CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)**

**L. Foreign Currency**

The City has nominal exposure to foreign currencies due to investments in non-U.S. markets implemented through our money managers' portfolios. Foreign currencies will fluctuate relative to the U.S. dollar, but it is believed that the diversification benefits outweigh potential risks. Given the limited exposure, foreign currency risk is considered minor.

Foreign Currency Exposure  
September 30, 2012  
General Employees

Total US Dollar	\$ 469,553,874	81.95%
Total Australian Dollar	11,655,476	2.03%
Total Brazilian Real	213,773	0.04%
Total Canadian Dollar	2,129,081	0.37%
Total Swiss Franc	5,149,296	0.90%
Total Chilean Peso	74,512	0.01%
Total Danish Krone	1,322,750	0.23%
Total EURO	26,942,784	4.69%
Total British Pound	16,509,244	2.88%
Total Hong Kong Dollar	4,938,742	0.86%
Total Indian Rupee	29,774	0.01%
Total Japanese Yen	12,097,835	2.11%
Total South Korean Won	3,020,946	0.53%
Total Mexican Peso	6,811,146	1.19%
Total Malaysian Ringgit	1,899,595	0.33%
Total Norwegian Krone	723,905	0.13%
Total New Zealand Dollar	1,719,295	0.30%
Total Polish Zloty	2,733,328	0.48%
Total Swedish Krona	1,479,756	0.26%
Total Singapore Dollar	2,536,903	0.44%
Total South African Rand	1,670,437	0.29%
Total	<u>\$ 573,212,452</u>	<u>100.00%</u>

Fire and Police  
(In thousands)

US Dollar	\$ 1,386,268	85.61%
Australia	24,497	1.51%
Bermuda	15,086	0.93%
Canada	99,332	6.13%
Germany	22,825	1.41%
Great Britain	3,652	0.23%
Japan	5,550	0.34%
Marshall Islands	10,910	0.67%
Netherlands	11,531	0.71%
Sweden	10,944	0.68%
Switzerland	28,711	1.77%
Total	<u>\$ 1,619,306</u>	<u>100%</u>

The Firefighters' and Police Officers Pension Fund's investment policy permits it to invest up to 25% in foreign investments based on the Fund's total book value of all investments held. The Fund's position is 14.4% and 9.9% at September 30, 2012 and 2011, respectively.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)**

**M. Foreign Exchange Contracts**

The General Employees' Pension Fund enters into forward foreign currency exchange contracts. Forward foreign currency exchange contracts are agreements to exchange the currency of one country for the currency of another country at an agreed-upon price and a settlement date. The contracts are subject to foreign currency risk, which is the risk that investment values may be affected by changes in exchange rate. The contracts are recorded as receivables and payables on the fiduciary fund statement of net assets. Earnings are shown on the fiduciary fund statement of changes in net assets. Schedules of all forward foreign currency exchange contracts outstanding at September 30, 2012 are presented below.

Currency Code	Country of Residence	Price in U.S. \$ to buy one unit of foreign currency	Shares (in local currency)	Receivable Notional Value (in U.S. \$)	Payable Notional Value (in U.S. \$)	Net Unrealized Gain/(Loss) (in U.S. \$)
AUD	AUSTRALIA	\$ 1.038687	(5,060,000)	\$ 5,130,233	\$ (5,255,756)	\$ (125,523)
BRL	BRAZIL	\$ 0.488118	2,257,000	1,101,683	(1,083,533)	18,150
CLP	CHILE	\$ 0.002091	198,300,000	414,639	(386,851)	27,787
CLP	CHILE	\$ 0.002100	510,000,000	1,071,016	(1,025,455)	45,561
EUR	EUROPEAN UNION	\$ 1.286996	(1,732,000)	2,146,898	(2,229,077)	(82,179)
EUR	EUROPEAN UNION	\$ 1.286996	1,240,000	1,595,875	(1,544,966)	50,909
INR	INDIA	\$ 0.018382	96,000,000	1,764,703	(1,736,128)	28,575
GBP	UNITED KINGDOM	\$ 1.614436	1,973,000	3,185,282	(3,150,092)	35,191
GBP	UNITED KINGDOM	\$ 1.614436	(333,000)	537,990	(537,607)	383
NZD	NEW ZEALAND	\$ 0.826377	(1,977,000)	1,616,771	(1,633,748)	(16,977)
TOTAL				\$ 18,565,090	\$ (18,583,213)	\$ (18,124)

**N. Interest Rate Risk**

Interest Rate Risk is the risk that as market rates change, the fair value of an investment will vary. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in the market interest rates. Investment Manager's portfolio duration is limited to a range of 1 – 10 years.

**O. Credit Risk**

Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating agency. Investments made by Investment Manager are limited to fixed income securities and cash in the portfolio with a weighted average rating of A or better and an investment grade quality at time of purchase for non-sovereign securities. Investment Manager may utilize derivatives, including forwards, futures, options, etc., but use of derivatives shall not modify the portfolio characteristics.

**P. Currency Risk**

Currency risk is the risk that investment values may be affected by changes in exchange rates. The Investment Manager may hedge all, some, or none of the portfolio's currency exposure. Investment Manager may also cross hedge currency positions, but may not be net short any currency, or long more than 100% of the portfolio.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 7 - RECEIVABLES**

Receivables as of year end for the City's Governmental Funds, including the major, nonmajor and internal service funds (which are consolidated with the Governmental Funds on the Government-Wide Statement), and Business-type Funds, including the major and nonmajor funds, net of the applicable allowances for uncollectible accounts, are as follows **(in thousands):**

	<u>Taxes</u>	<u>Accounts</u>	<u>Inter- govern- mental</u>	<u>Notes Receivable</u>	<u>Gross Total</u>	<u>Allowance for Uncollectibles</u>	<u>Net Total</u>
Governmental Activities:							
Major Funds:							
General	\$ 2,178	\$ 6,675	\$ 662	\$ -	\$ 9,515	\$ (762)	\$ 8,753
Utility Tax	5,047	464	-	-	5,511	-	5,511
Nonmajor Funds	3,093	75	34,107	21	37,296	(200)	37,096
Internal Service Funds	-	855	-	-	855	-	855
Total Governmental Activities	10,318	8,069	34,769	21	53,177	(962)	52,215
Business-Type Activities							
Major Funds:							
Water Utility	-	15,326	703	2,279	18,308	(138)	18,170
Wastewater Utility	-	15,968	-	-	15,968	(66)	15,902
Solid Waste System	-	10,192	-	-	10,192	(66)	10,126
Nonmajor Funds	-	153	-	-	153	-	153
Total Business-Type Activities	-	41,639	703	2,279	44,621	(270)	44,351
Total	<u>\$ 10,318</u>	<u>\$ 49,708</u>	<u>\$ 35,472</u>	<u>\$ 2,300</u>	<u>\$ 97,798</u>	<u>\$ (1,232)</u>	<u>\$ 96,566</u>

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of FY2012, the various components of deferred revenue reported in the governmental funds were as follows **(in thousands):**

	<u>Unearned</u>
Business License Tax receipts and Pending Confiscated Cash (General Fund)	\$ 8,603
Grant revenues received prior to meeting grant requirements (Special Revenue Funds)	<u>4,832</u>
	<u>\$ 13,435</u>

Business-type funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of FY2012, the various components of deferred revenue reported in the business-type funds were as follows **(in thousands):**

	<u>Unearned</u>
Parking Revenues Billed In Advance	\$ 263
Golf Courses Deferred Revenue	<u>29</u>
	<u>\$ 292</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 8 - CAPITAL ASSETS**

Capital Asset activity for the year-ended September 30, 2012 was as follows:

	<b>Beginning Balance <u>10/1/2011</u></b>	<b><u>Increases</u></b>	<b><u>Decreases</u></b>	<b>Ending Balance <u>9/30/2012</u></b>
<b>Governmental activities:</b>				
Capital Assets Not Depreciated:				
Land	\$ 195,864,781	\$ 2,455,094	\$ (99,897)	\$ 198,219,978
Land Infrastructure	81,019,179	2,100,776	(121,851)	82,998,104
Construction in Progress	<u>46,994,104</u>	<u>64,133,659</u>	<u>(50,822,035)</u>	<u>60,305,728</u>
Total Capital Assets Not Depreciated	<u>323,878,064</u>	<u>68,689,529</u>	<u>(51,043,783)</u>	<u>341,523,810</u>
Depreciated Capital Assets				
Buildings and Improvements	469,143,575	16,699,208	(11,073,815)	474,768,968
Improvements Other Than Buildings	188,850,571	8,846,422	(1,401,103)	196,295,890
Furniture and Equipment	166,980,730	26,217,736	(4,448,414)	188,750,052
Infrastructure	<u>456,217,397</u>	<u>21,266,182</u>	<u>(1,855,772)</u>	<u>475,627,807</u>
Total Depreciated Assets	<u>1,281,192,273</u>	<u>73,029,548</u>	<u>(18,779,104)</u>	<u>1,335,442,717</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	(207,298,767)	(14,814,154)	6,375,664	(215,737,257)
Improvements Other Than Buildings	(82,314,941)	(7,329,128)	709,398	(88,934,671)
Furniture and Equipment	(110,198,385)	(14,134,735)	4,042,028	(120,291,092)
Infrastructure	<u>(149,223,738)</u>	<u>(14,230,465)</u>	<u>157,730</u>	<u>(163,296,473)</u>
Total Accumulated Depreciation	<u>(549,035,831)</u>	<u>(50,508,482)</u>	<u>11,284,820</u>	<u>(588,259,493)</u>
Total Depreciated Capital Assets, Net	<u>732,156,442</u>	<u>22,521,066</u>	<u>(7,494,284)</u>	<u>747,183,224</u>
Governmental Activities Capital Assets, Net	<u>\$ 1,056,034,506</u>	<u>\$ 91,210,595</u>	<u>\$(58,538,067)</u>	<u>\$1,088,707,034</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 8 - CAPITAL ASSETS - (Continued)**

	<b>Beginning Balance (as restated)</b>			<b>Ending Balance</b>
	<b><u>10/1/2011</u></b>	<b><u>Increases</u></b>	<b><u>Decreases</u></b>	<b><u>9/30/2012</u></b>
<b>Business-Type Activities:</b>				
Capital Assets Not Depreciated:				
Land	\$ 31,428,643	\$ 59,269	\$ (6)	\$ 31,487,906
Construction in Progress	<u>36,784,332</u>	<u>38,956,226</u>	<u>(41,398,553)</u>	<u>34,342,005</u>
Total Capital Assets Not Depreciated	<u>68,212,975</u>	<u>39,015,495</u>	<u>(41,398,559)</u>	<u>65,829,911</u>
Depreciated Capital Assets:				
Buildings	405,943,407	1,249,168	(1,021,271)	406,171,304
Improvements Other Than Buildings	1,590,987,145	41,563,334	(893,702)	1,631,656,777
Furniture and Equipment	<u>52,400,465</u>	<u>6,700,186</u>	<u>(3,116,256)</u>	<u>55,984,395</u>
Total Depreciated Capital Assets	<u>2,049,331,017</u>	<u>49,512,688</u>	<u>(5,031,229)</u>	<u>2,093,812,476</u>
Less Accumulated Depreciation for:				
Buildings	(195,542,983)	(12,350,468)	203,121	(207,690,330)
Improvements Other Than Buildings	(648,905,985)	(40,402,336)	23,306	(689,283,015)
Furniture and Equipment	<u>(36,503,899)</u>	<u>(4,641,824)</u>	<u>3,113,130</u>	<u>(38,032,593)</u>
Total Accumulated Depreciation	<u>(880,952,867)</u>	<u>(57,394,628)</u>	<u>3,339,557</u>	<u>(935,005,938)</u>
Total Depreciated Capital Assets, Net	<u>1,168,378,150</u>	<u>(7,881,940)</u>	<u>(1,689,672)</u>	<u>1,158,806,538</u>
Business-Type Activities Capital Assets, Net	<u>\$ 1,236,591,125</u>	<u>\$ 31,133,555</u>	<u>\$ (42,088,231)</u>	<u>\$1,224,636,449</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 8 - CAPITAL ASSETS - (Continued)**

Depreciation Expense was charged to the functions of the Primary Government as follows:

Governmental Activities:

General Government	\$ 6,357,385
Public Safety	11,307,108
Culture and Recreation	17,142,667
Public Works	15,417,378
Internal Service Funds	<u>283,944</u>

Total Depreciation Expense - Governmental Activities	<u>\$ 50,508,482</u>
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Business-Type Activities:

Water Utility	\$ 17,719,909
Wastewater Utility	26,810,435
Solid Waste System	9,264,783
Parking Facilities	2,807,404
Golf Courses	<u>792,097</u>

Total Depreciation Expense - Business-Type Activities	<u>\$ 57,394,628</u>
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**Impairment of Assets**

Impairment of Assets seeks to insure that an entity's assets are not carried at more than their recoverable amount.

**A. General Description of Impairment**

The swimming pool and building located at the Cuscaden Recreation Center were damaged due to a water leak from the pool located on the second floor of the building. The building which houses the pool is now vacant and the pool remains dormant.

**B. Carrying Amount at Year End**

Book Value of Capital Asset	\$2,687,775
Impairment of Asset	<u>(1,544,136)</u>
Carrying Value of Capital Asset at Year End	<u>\$1,143,639</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 9 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

**Interfund transfers** - The City transfers funds from Special Revenue Funds for Utility Tax, Guaranteed Entitlement, Local Option Gas Tax, Occupational Licenses, and from the Community Investment Tax Capital Projects Fund to the corresponding Debt Service Funds to meet debt service requirements of revenue bonds for which these revenues are pledged. The Community Redevelopment Agency transfers funds to the Utility Tax Debt Service Fund as those revenues are pledged for repayment of the outstanding 1991 and 2001 Utilities Tax and Special Revenue Refunding Bonds. After debt service requirements are met, amounts are transferred to the corresponding Capital Projects Funds for budgeted capital expenditures and to the General Fund.

Interfund balances as of September 30, 2012, were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Self Insurance Fund	\$ 1,221,526
Nonmajor Enterprise Funds	General Fund	111,339
<b>Subtotal</b>		<u>1,332,865</u>
General Fund	Nonmajor Governmental Funds	12,205,860
General Fund	Wastewater Utility Fund	114,556
General Fund	Solid Waste Fund	59,208
General Fund	Nonmajor Enterprise Funds	28,374
General Fund	Internal Service Fund	46,114
<b>Subtotal</b>		<u>12,454,112</u>
General Fund	Water Utility Fund	73,522
Wastewater Utility Fund	Water Utility Fund	1,158,617
<b>Subtotal</b>		<u>1,232,139</u>
<b>Total</b>		<u><u>\$ 15,019,116</u></u>

**Advances To or From Other Funds:** These amounts are the result of the early defeasance in 1995 of Water and Sewer Systems Revenue Bonds, Series 1988A. The advance will be repaid in the years 2011-2016, in accordance with the original debt service schedule of the defeased bonds.

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Wastewater Utility	Water Utility	\$ 4,042,967

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

**NOTE 9 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS - (Continued)**

Additional transfers were made as follows: The transfers from the other grants Nonmajor Governmental Fund to the General Fund were a reimbursement for authorized public safety grant expenditures charged to that fund. The transfers from Parking Facilities to the Utilities Tax Debt Service Fund represents repayment of bond principal and interest where bond proceeds were used for parking related capital projects. The transfers from the General Fund to the Nonmajor Governmental Funds were to reimburse expenditures of these funds. The transfer from the Utility Tax Fund to the General Fund was to reimburse expenditures of that fund. The transfers from the Major Enterprise Funds were Payments in Lieu of Taxes (PILOT) and Payments in Lieu in Franchise Fees (PILOFF). Investments earnings on CRA deposits were transferred to an agency fund in order to separately account for the authorization and use of these accumulated earnings. This transfer in the amount of \$1,193,449 is not included in the table presented below because transfer into agency funds are reported as additions not transfers. The separately distributed Annual Report issued by the CRA shows the transfer as investment earnings.

Transfers during the year were as follows:

	Transfer In:				
	General	Utility Tax	Nonmajor	Nonmajor	
	Fund	Special	Governmental	Enterprise	
<u>Transfer Out:</u>	<u>Fund</u>	<u>Revenue Fund</u>	<u>Funds</u>	<u>Fund</u>	<u>Total</u>
General Fund	\$ -	\$ -	\$ 1,986,219	\$ 877,786	\$ 2,864,005
Insurance Fund	-	-	584,316	-	584,316
Utility Tax Special					
Revenue Fund	36,600,000	-	20,665,124	4,197,533	61,462,657
CRA Special Revenue					
Fund	1,204,680	-	15,397,601	-	16,602,281
Nonmajor Governmental					
Funds	780,863	2,133,099	27,485,444	500,000	30,899,406
Wastewater Utility					
Enterprise Fund	7,003,500	-	9,000	-	7,012,500
Water Utility Enterprise					
Fund	5,583,000	-	10,000	-	5,593,000
Solid Waste Utility					
Enterprise Fund	3,894,600	-	-	-	3,894,600
Nonmajor Enterprise					
Funds	736,500	-	6,143,077	-	6,879,577
	<u>\$ 55,803,143</u>	<u>\$ 2,133,099</u>	<u>\$ 72,280,781</u>	<u>\$ 5,575,319</u>	<u>\$ 135,792,342</u>



CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 10 - LEASES**

The City (as Lessor) leases building and office facilities under non-cancelable operating leases. Total costs for such leases were \$2,363,210 for the year ended September 30, 2012. The future minimum lease payments (MLP) for these leases are as follows **(in thousands):**

<u>Year Ending September 30</u>	<u>Amount</u>
2013	\$ 2,495
2014	2,511
2015	2,174
2016	1,849
2017	1,794
2018 - 2020	<u>4,509</u>
Total	<u>\$ 15,332</u>

The City (as Lessor) has entered into lease agreements for financing the acquisition of police communications equipment, a mainframe processor, and a building. These lease agreements qualify as capital leases for accounting purposes, and therefore, recorded at the present value of the future minimum lease payments as of the inception date **(in thousands):**

<b>Capital Leases</b>	<b>Governmental</b>	<b>Business-Type</b>
Asset:	<u>Activities</u>	<u>Activities</u>
Buildings	\$ 2,452	\$ -
Machinery and Equipment	-	1,824
Less: Accumulated Depreciation	<u>(746)</u>	<u>(499)</u>
Total	<u>\$ 1,706</u>	<u>\$ 1,325</u>

The future minimum lease obligations and the net present value of these minimum lease payments (MLP) as of September 30, 2012 were as follows **(in thousands):**

<u>Year Ending September 30</u>	<u>Governmental</u>	<u>Business-Type</u>
	<u>Activities</u>	<u>Activities</u>
2013	\$ 251	\$ 557
2014	251	582
2015	251	163
2016	251	-
2017	251	-
2018 - 2022	<u>1,255</u>	<u>-</u>
Total MLP's	<u>2,510</u>	<u>1,302</u>
Less: Amount Representing Interest	<u>(1,098)</u>	<u>(59)</u>
Present Value of MLP's	<u>\$ 1,412</u>	<u>\$ 1,243</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 11 - LONG-TERM OBLIGATIONS**

The following is a summary of changes in long-term liabilities of the City for the fiscal year ended September 30, 2012. Compensated Absences are paid from the fund in which they occur.

<b>Governmental Activities</b>	<b>Beginning Balance 10/1/2011</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance 9/30/2012</b>	<b>Due Within One Year</b>
Bonds and Notes Payable:					
Revenue Bonds	\$ 395,845,000	\$ 20,045,000	\$ (52,745,000)	\$363,145,000	\$ 20,790,000
Notes:	7,480,000	30,090,000	(260,000)	37,310,000	435,000
Channel District Infrastructure Loan - 2010	4,297,081	-	(1,180,304)	3,116,777	1,217,658
Capitalized Leases	<u>1,513,058</u>	<u>-</u>	<u>(101,062)</u>	<u>1,411,996</u>	<u>251,000</u>
	409,135,139	50,135,000	(54,286,366)	404,983,773	22,693,658
Unamortized Premiums, Discounts and Deferred Costs on Refunding for Bonds	<u>(37,171,505)</u>	<u>(1,572,327)</u>	<u>4,724,138</u>	<u>(34,019,694)</u>	<u>-</u>
<b>Total Bonds and Notes Payable</b>	371,963,634	48,562,673	(49,562,228)	370,964,079	22,693,658
Claims and Judgments	48,832,703	41,521,412	(38,333,107)	52,021,008	52,529,989
Compensated Absences	45,957,617	14,413,961	(15,667,305)	44,704,273	16,474,706
Deferred Lease Obligations	<u>352,763</u>	<u>-</u>	<u>(254,737)</u>	<u>98,026</u>	<u>98,026</u>
Subtotal before OPEB Liability	467,106,717	104,498,046	(103,817,377)	467,787,386	91,796,379
OPEB Liability	<u>13,759,277</u>	<u>2,313,547</u>	<u>-</u>	<u>16,072,824</u>	<u>-</u>
<b>Governmental Activity Long-Term Liabilities</b>	<u>\$ 480,865,994</u>	<u>\$106,811,593</u>	<u>\$(103,817,377)</u>	<u>\$483,860,210</u>	<u>\$ 91,796,379</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 11 - LONG-TERM OBLIGATIONS – (Continued)**

<b>Business- Type Activities</b>	<b>Beginning Balance 10/1/2011</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance 9/30/2012</b>	<b>Due Within One Year</b>
Bonds and Notes Payable:					
Revenue Bonds	\$ 394,609,998	\$ -	\$ (19,804,998)	\$ 374,805,000	\$ 20,870,000
Notes	32,996,450	18,809,046	(5,887,019)	45,918,477	6,730,505
Commercial Paper	21,788,000	-	(21,788,000)	-	-
Capitalized Leases	<u>508,674</u>	<u>885,102</u>	<u>(150,606)</u>	<u>1,243,170</u>	<u>513,565</u>
	449,903,122	19,694,148	(47,630,623)	421,966,647	28,114,070
Unamortized Discounts and Deferred Costs on Refunding Bonds	<u>8,480,073</u>	<u>1,250,004</u>	<u>(1,733,844)</u>	<u>7,996,233</u>	<u>-</u>
<b>Total Bonds, Notes Payable and Capitalized Lease</b>	<u>458,383,195</u>	<u>20,944,152</u>	<u>(49,364,467)</u>	<u>429,962,880</u>	<u>28,114,070</u>
Compensated Absences	8,478,341	-	(569,468)	7,908,873	4,290
Tampa International Airport Reclaimed Water	685,936	-	(95,481)	590,455	95,500
Landfill Post Closure	1,355,204	-	(60,645)	1,294,559	-
Deferred Revenues	<u>50</u>	<u>291,635</u>	<u>-</u>	<u>291,685</u>	<u>291,685</u>
Subtotal before OPEB Liability	468,902,726	21,235,787	(50,090,061)	440,048,452	28,505,545
OPEB Liability	<u>3,411,046</u>	<u>614,994</u>	<u>-</u>	<u>4,026,040</u>	<u>-</u>
<b>Business-Type Activity Long-term Liabilities</b>	<u>\$ 472,313,772</u>	<u>\$ 21,850,781</u>	<u>\$ (50,090,061)</u>	<u>\$ 444,074,492</u>	<u>\$ 28,505,545</u>

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CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT**

**Overview**

The City of Tampa issues Revenue Bonds for the purpose of acquiring or constructing capital assets or to refund previously issued debt in order to take advantage of favorable interest rate conditions. Revenue Bonds are secured by specific revenue streams to be used to pay debt service. The City has no general obligation debt, which is debt that is secured by Ad Valorem Real Property Tax Revenues.

The Official Statements and Council Resolutions authorizing the issuance of revenue bonds contain certain restrictive covenants. The City has entered into a covenant that on a monthly basis, it will deposit specified amounts derived from specific revenue sources into accounts and funds established by the resolutions. The deposits into these accounts and funds are used to repay principal and interest coming due on the bonds and to provide sinking funds established for the purpose of retiring term bonds due in future years. The City believes it is in compliance with all bond covenants.

**GOVERNMENTAL ACTIVITIES**

	<u>Interest Rate</u>	<u>Balance October 1, 2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance September 30, 2012</u>	<u>Due Within One Year</u>
<b>Governmental Activities</b>						
<b>Revenue Bonds:</b>						
2011 Taxable Non AdValorem Bonds	1.242% - 5.123%	\$ -	\$20,045,000	\$ -	\$20,045,000	\$ -
2010 Sales Tax Refunding Revenue	4.00% - 5.00%	38,675,000	-	-	38,675,000	1,855,000
2010A Utility Tax Revenue Bonds	5.25% - 5.75%	11,610,000	-	-	11,610,000	-
2010B Utility Tax Revenue Bonds	6.00% - 6.25%	8,045,000	-	-	8,045,000	-
2007 Occupational License Tax Refunding	5.00%	45,725,000	-	-	45,725,000	-
2006 Utility Tax Refunding	4.00% - 5.375%	34,895,000	-	(3,865,000)	31,030,000	4,005,000
2006 Sales Tax Revenue	4.00% - 4.125%	14,845,000	-	(680,000)	14,165,000	710,000
2002A Occupational License Tax Refunding Revenue	4.00% - 5.375%	32,770,000	-	(32,770,000)	-	-
2002A Utility Tax & Special Revenue Refunding	3.55% - 5.25%	14,285,000	-	(70,000)	14,215,000	75,000

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

	<u>Interest Rate</u>	<u>Balance October 1, 2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance September 30, 2012</u>	<u>Due Within One Year</u>
<b>Governmental Activities</b>						
<b>Revenue Bonds:</b>						
2001 Guaranteed Entitlement Refunding	6.00%	\$1,735,000	\$ -	\$ (180,000)	1,555,000	\$185,000
2001A Sales Tax Revenue Bonds	4.00%- 5.375%	1,775,000	-	(1,775,000)	-	-
2001B Utilities Tax and Special Revenue	5.00%- 5.75%	36,455,000	-	(70,000)	36,385,000	75,000
1997 Utilities Tax Improvement	5.00%- 5.25%	29,835,000	-	(3,000,000)	26,835,000	3,250,000
1996 Utilities Tax Improvement	6.15%- 6.22%	95,200,000	-	-	95,200,000	-
1995 Tampa Sports Authority Taxable Special	7.67% - 8.02%	2,145,000	-	(65,000)	2,080,000	- (1)
1995 Tampa Sports Authority Special Purpose	5.75% - 6.10%	7,250,000	-	(305,000)	6,945,000	- (1)
1991 Utilities Tax & Special Revenue Refunding	6.75%	<u>20,600,000</u>	<u>-</u>	<u>(9,965,000)</u>	<u>10,635,000</u>	<u>10,635,000</u>
<b>Total Revenue Bonds</b>		395,845,000	20,045,000	(52,745,000)	363,145,000	20,790,000
<b>Notes Payable:</b>						
HUD Section 108 Loan Guarantee	3.82% - 4.62%	7,480,000	-	(260,000)	7,220,000	280,000
2012 Gulf Breeze LGLP Loan	0.700%- 2.300%	<u>-</u>	<u>30,090,000</u>	<u>-</u>	<u>30,090,000</u>	<u>155,000</u>
<b>Total Notes Payable</b>		7,480,000	30,090,000	(260,000)	37,310,000	435,000
2010 Channel District Loan (D)	<u>3.14%</u>	<u>4,297,081</u>	<u>-</u>	<u>(1,180,305)</u>	<u>3,116,776</u>	<u>1,217,658</u>
<b>Total Governmental Activities</b>		<b><u>\$407,622,081</u></b>	<b><u>\$50,135,000</u></b>	<b><u>\$(54,185,305)</u></b>	<b><u>\$403,571,776</u></b>	<b><u>\$22,442,658</u></b>

(1) Amounts Due Within One Year are not displayed because as a guarantor, the City does not make payments on the Tampa Sports Authority Bonds.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

**Business-Type Activities  
Revenue Bonds:**

	<b>Interest Rate</b>	<b>Balance October 1, 2011</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance September 30 2012</b>	<b>Due Within One Year</b>
2011 Water & Sewer Refunding	2.00% - 5.00%	\$ 121,050,000	\$ -	\$ -	\$ 121,050,000	\$ 1,390,000
2011 Solid Waste Refunding	5.00%	12,695,000	-	-	12,695,000	-
2010 Solid Waste Refunding	3.00% - 5.00%	90,740,000	-	(8,185,000)	82,555,000	8,840,000
2007 Water & Sewer System Revenue	4.00%-5.00	48,765,000	-	(950,000)	47,815,000	985,000
2006 Water & Sewer Revenue	4.00% - 5.00%	33,705,000	-	(715,000)	32,990,000	745,000
2005 Water & Sewer Refunding	5.00%	40,579,998	-	(3,749,998)	36,830,000	3,935,000
2003A Water & Sewer Refunding	4.00% - 5.00%	9,815,000	-	(2,280,000)	7,535,000	2,390,000
2002 Water & Sewer Refunding	5.50% - 6.00%	21,155,000	-	(2,450,000)	18,705,000	2,585,000
2001A Water & Sewer Refunding	4.00% - 5.25%	715,000	-	(715,000)	-	-
2001B Water & Sewer	4.375% - 5.00%	760,000	-	(760,000)	-	-
1999B Solid Waste Revenue	4.50% - 5.25%	<u>14,630,000</u>	<u>-</u>	<u>-</u>	<u>14,630,000</u>	<u>-</u>
<b>Total Revenue Bonds</b>		<b><u>\$ 394,609,998</u></b>	<b>-</b>	<b><u>\$(19,804,998)</u></b>	<b><u>\$374,805,000</u></b>	<b><u>\$20,870,000</u></b>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

	<b><u>Interest Rate</u></b>	<b><u>Balance October 1, 2011</u></b>	<b><u>Additions</u></b>	<b><u>Reductions</u></b>	<b><u>Balance September 30, 2012</u></b>	<b><u>Due Within One Year</u></b>
<b>Notes Payable:</b>						
SRL # 1	3.05% - 3.34%	\$ 9,331,761	\$ -	\$ (857,921)	\$ 8,473,840	\$ 884,941
SRL # 2	2.43% - 3.68%	9,215,666	-	(2,530,858)	6,684,808	2,611,292
SRL # 3	1.34% - 3.24%	12,366,470	-	(2,102,313)	10,264,157	2,165,030
SRL 42 <sup>nd</sup> ST	2.84% - 3.79%	891,096	-	(168,250)	722,846	173,093
SRL # 4	2.82%	447,744	-	(17,504)	430,240	18,001
SRL # 5	2.66%	743,713	-	(29,856)	713,857	30,319
SRL # 6	2.42%	<u>-</u>	<u>18,809,046</u>	<u>(180,317)</u>	<u>18,628,729</u>	<u>847,829</u>
<b>Total Notes Payable</b>		32,996,450	18,809,046	(5,887,019)	45,918,477	6,730,505
<b>Commercial Paper:</b>						
2010 Commercial Paper	0.19% - 0.32%	<u>21,788,000</u>	<u>-</u>	<u>(21,788,000)</u>	<u>-</u>	<u>-</u>
<b>Total Business-Type Activities</b>		<b><u>\$449,394,448</u></b>	<b><u>\$18,809,046</u></b>	<b><u>\$(47,480,017)</u></b>	<b><u>\$420,723,477</u></b>	<b><u>\$ 27,600,505</u></b>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

**Annual Debt Service Requirements to Maturity**

The annual debt service for all bonds and loans outstanding as of September 30, 2012 are as follows:

<b>Fiscal Year</b>	<b>Governmental Activities</b>		<b>Business - Type Activities</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2013	\$ 22,642,658	\$ 12,781,276	\$ 27,600,505	\$ 18,560,913
2014	28,721,192	11,548,930	28,761,839	17,414,270
2015	29,652,926	10,408,087	28,527,224	16,202,506
2016	36,905,000	9,204,871	28,317,170	14,939,306
2017	31,355,000	8,318,674	28,689,450	13,594,321
2018-2022	156,490,000	31,880,129	121,432,422	50,012,826
2023-2027	75,700,000	15,302,476	58,243,686	29,746,868
2028-2032	22,105,000	2,126,109	72,436,181	14,583,251
2033-2037	-	-	23,560,000	3,749,266
2038-2042	-	-	3,155,000	78,875
<b>Total</b>	<b><u>\$403,571,776</u></b>	<b><u>\$101,570,552</u></b>	<b><u>\$ 420,723,477</u></b>	<b><u>\$178,882,402</u></b>

The City's Covenant Bond program allows the issuance of debt which has both a stated maturity date, which is the initial maturity for a bond, and a designated maturity, which reflects the City's intended amortization to maturity. The table of debt service requirements to maturity above is prepared using designated maturities reflecting the City's intended re-amortization to maturity. At each stated maturity the City can retire the maturing amount in whole or in part, or refund the maturing bonds as a part of its annual capital borrowing into another stated maturity, variable rate debt, or fixed rate debt amortized to maturity as determined by market conditions. The table does not reflect any accelerated to maturity as determined by then market conditions. It includes the Tampa Sport Authority Bonds, even though as a guarantor, the City does not make payments on them.

**Summary of New Debt Issuances**

**Taxable Non-Ad Valorem Bonds, Series 2011:** On December 15, 2011, the City issued its Taxable Non-Ad Valorem Bonds, Series 2011 in the amount of \$20,045,000. The proceeds were used to pay or reimburse the costs of certain workers compensation claims against the City for which the City successfully negotiated a one-time up front payment to claimants. The serial debt payments will mature in 2027 and are supported by a covenant to budget and appropriate legally available non-ad valorem revenues.

**Department of Environmental Protection (DEP) State Revolving Fund (SRF) Loan:** On January 27, 2012, the City executed a State of Florida Drinking Water State Revolving Fund Loan agreement in the amount of \$18,809,046. The proceeds were used to pay for capital projects related to the public water system. The debt service will be payable from the net revenues of the Water and Sewer system.

**Gulf Breeze Loan:** On March 1, 2012 the City closed a loan with the City of Gulf Breeze, Florida, which loaned the City \$30,090,000 through its Local Government Loan Program. The proceeds were used to refund a portion of the City's outstanding Occupational License Tax Refunding bonds, Series 2002A. The refunded principal was for \$29,515,000, and the related deferred costs were \$578,768, resulting in a net book value being refunded of \$28,936,232. The refunding resulted in a loss of \$2,121,882, which will be amortized over the life of the Gulf Breeze loan (8 years), at an annual cost of \$265,235. The debt service payments on the loan are secured by a pledge of occupational license fees and a covenant to budget and appropriate from legally available non-ad valorem revenues. This refunding resulted in debt service savings of \$4,419,635 (net present value savings of \$4,190,690).



CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

**Pledged Revenue**

The City has pledged certain revenues to repay certain bonds and notes outstanding as of September 30, 2012. The following table reports the operating revenues pledged, which may be net of operating expenses, for each debt issue; the amounts of such revenues received in the current year; the current year principal and interest paid on the debt; the approximate percentage of each revenue pledged to meet the debt obligation; the maturity date of each debt agreement; and the total pledged future revenues for each debt issuance, which is the amount of the remaining principal and interest on the bonds and notes at September 30, 2012.

Description of Issue:						
	<u>Pledged Revenue</u>	<u>Revenue Received</u>	<u>Principal and Interest Paid</u>	<u>Estimated Percentage of Revenues Pledged</u>	<u>Outstanding Principal and Interest</u>	<u>Pledged Through</u>
<b>Governmental Activities</b>						
Guaranteed Entitlement Refunding Revenue Bonds, Series 2001	Guaranteed Entitlement portion of State Revenue sharing monies received	\$4,897,504	\$278,700	5.7%	\$1,903,750	2018
Occupational License Tax Refunding Bonds, Series 2002A and Series 2007, Gulf Breeze Loan Series 2012	Occupational License taxes collected and other related revenue streams	10,219,663	7,308,609	71.5%	109,578,915	2020 (Series 2002A and Gulf Breeze); 2027 (Series 2007)
Sales Tax Revenue Bonds, Series 2001A and Series 2006; Sales Tax Refunding Revenue Bonds, Series 2010	One-Half Cent Local Government Infrastructure Surtax	14,112,729	4,889,793	34.6%	73,056,991	2026 (all issues)
TSA Special Purpose Bonds, Series 1995 (Guaranteed Parking Revenue); TSA Taxable Special Purpose Bonds, Series 1995 (Surcharge Loan)	Parking Revenues generated by the South Regional Parking Garage	1,278,800	798,181	62.4%	14,428,439	2026 (both issues)

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

**Description of Issue:**

	<u>Pledged Revenue</u>	<u>Revenue Received</u>	<u>Principal and Interest Paid</u>	<u>Estimated Percentage of Revenues Pledged</u>	<u>Outstanding Principal and Interest</u>	<u>Pledged Through</u>
<b>Governmental Activities</b>						
Utilities Tax & Special Revenue Refunding Bonds, Series 1991, Series 2001B	Tax Increment Revenues (Downtown Core CRA only)	\$10,725,174	\$13,182,507	122.9%	\$52,677,995	2012 (Series 1991); 2015 (Series 2001B)
Utilities Tax Improvement Bonds, Series 1996, Series 1997, Series 2010A, and Series 2010B; Utilities Tax Refunding Revenue Bonds, Series 2002A and Series 2006	Utility Service Tax Revenues, and interest earned on legally required depository accounts	61,019,578	10,550,966	17%	215,527,915	2030
Taxable NonAdValorem Revenue Bonds, Series 2011	Legally Available NonAd Valorem Revenues	341,950,621	207,338	0.001%	29,149,854	2031
HUD Section 108 Loan	Community Development Block Grant Funds	1,146,746	598,797	52.2%	9,003,369	2018
Channel District CRA Infrastructure Loan- 2010 Note	Tax Increment Revenues (Channel District CRA only)	3,538,238	1,306,040	36.91%	3,265,101	2015

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

**Description of Issue:**

	<u>Pledged Revenue Type</u>	<u>Pledged Revenues</u>	<u>Principal and Interest Paid</u>	<u>Estimated Percentage of Revenues Pledged</u>	<u>Outstanding Principal and Interest</u>	<u>Pledged Through</u>
<b>Business-type Activities</b>						
Solid Waste System Revenue Bonds, Series 1999B; Solid Waste System Refunding Revenue Bonds, Series 2010 and Series 2011	Net Operating Revenues of the Solid Waste System	\$21,052,950	\$13,525,775	64.2%	\$139,258,750	2021
Water & Sewer Systems Refunding Revenue Bonds, Series 2001A, 2001B, 2002, 2003A, 2005, 2006; Water & Sewer Systems Revenue Bonds, Series 2007; Water & Sewer Systems Improvement & Refunding Revenue Bonds, Series 2011	Net Operating Revenues of the Water & Wastewater System	116,838,504	23,826,758	20.3%	406,898,066	2037
State of Florida Revolving Loans #1, #4, #5, #6	Net Operating revenues of the Water System available for State Loans	46,602,979	1,463,507	3%	41,084,612	2031
State of Florida Revolving Loans #2, #3, and 42 <sup>nd</sup> St	Net Operating revenues of the Wastewater System available for State Loans	45,394,954	5,447,591	12%	12,364,451	2017

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 12 - LONG-TERM DEBT - (Continued)**

Debt service to maturity by revenue source on the City's bonded indebtedness is as follows:

<u>Fiscal Year</u>	<u>Guaranteed Entitlement Revenues</u>	<u>Occupational License Tax Revenues</u>	<u>Sales Tax Revenues</u>	<u>Parking Fee Revenues</u>	<u>Utilities Tax Revenues</u>	<u>Taxable NonAdValor Bonds</u>	<u>Solid Waste System Revenues</u>	<u>Water &amp; Sewer System Revenues</u>
2013	\$ 272,750	\$ 6,245,489	\$4,903,156	\$ 989,502	\$ 23,794,176	\$753,956	\$13,881,200	\$24,317,019
2014	271,350	6,678,093	4,898,556	988,956	23,960,536	1,558,926	13,875,500	24,432,969
2015	269,350	6,737,739	4,884,831	986,539	23,930,112	1,983,765	13,870,300	24,392,744
2016	276,450	6,796,090	4,880,881	992,520	30,709,098	1,832,596	13,810,375	24,380,369
2017	267,800	6,849,133	4,880,506	995,904	24,259,283	1,793,595	13,795,750	24,841,392
2018-2022	546,050	34,889,621	24,377,758	4,969,555	109,087,338	8,578,317	70,025,625	91,033,800
2023-2027	-	34,658,750	24,231,303	4,505,463	20,643,925	6,963,034	-	81,605,044
2028-2032	-	6,724,000	-	-	11,821,442	5,685,665	-	81,351,588
2033-2037	-	-	-	-	-	-	-	27,309,266
2038-2042	-	-	-	-	-	-	-	3,233,875
Total	<u>\$ 1,903,750</u>	<u>\$109,578,915</u>	<u>\$73,056,991</u>	<u>\$14,428,439</u>	<u>\$268,205,910</u>	<u>\$29,149,854</u>	<u>\$139,258,750</u>	<u>\$406,898,066</u>

The remaining outstanding principal and interest due on the Channel District CRA Infrastructure Loan and the HUD Section 108 loan guaranteed by the City are excluded from the above table as both debts are being repaid with restricted revenues and neither credit vehicle constitutes a debt of the City.

**NOTE 13 - CONDUIT DEBT**

From time to time the City will issue conduit debt obligations to fulfill a public need or purpose. These obligations are not reported as liabilities in the accompanying basic financial statements and the City is not obligated in any manner for repayment of the bonds. As of September 30, 2012, there was an aggregate principal amount of approximately \$884,912,250. A description of each issue outstanding at year end follows:

**\$2,720,000 City of Tampa, Florida Home Mortgage Revenue Bonds 1983 Series A:** This obligation was issued to provide mortgage loans on single family residences for eligible borrowers in the City. The revenues received from the mortgage payments are security for the bonds.

**\$137,860,000 City of Tampa, Catholic Health System East Health System Revenue Bonds, Series 1998 A-2 and A-3:** The proceeds from the bonds were loaned to Catholic Health East for the construction of medical facilities in the City, for the purchase of medical equipment, and for the payment of other specific costs. The terms of the loan agreement require debt service payments to be made directly to the bond trustees. The gross revenues of the health care entities secure the loan and bonds.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 13 - CONDUIT DEBT - (Continued)**

**\$30,975,000 City of Tampa, Florida Capital Improvement Hospital Revenue Bonds (H. Lee Moffitt Cancer Center Project) Series 1999A:** The proceeds from the bonds were loaned to H. Lee Moffitt Cancer Center and Research Institute, Inc. and H. Lee Moffitt Cancer Center and Research Institute Hospital, Inc. (Obligated Group) for various capital improvement projects. The terms of the loan agreement require the debt service payments to be paid directly to the bond trustee. The gross revenues of the Obligated Group secure the loan and bonds.

**\$2,875,000 of City of Tampa, Florida Education Facilities Revenue Bonds (Academy of Holy Names Projects) Series 2001:** The proceeds from the bonds were loaned to Academy of Holy Names School to finance improvements to the facility. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee. The gross revenues of the entity secure the loan and bonds.

**\$41,120,000 of City of Tampa, Florida Revenue Bonds (University of Tampa Project), Series 2006:** The proceeds from the bonds were loaned to the University of Tampa and were used to construct a 448 bed student dormitory and the second phase of a parking structure. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by the University of Tampa. The gross revenues of the University of Tampa secure the loan.

**\$22,250,000 of City of Tampa, Florida Variable Rate Revenue and Revenue Refunding Bonds (Catholic Health East), Series 2010:** The proceeds from the bonds were loaned to Catholic Health East to finance and refinance the constructing, relocating, acquiring and equipping certain social service facilities. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by Catholic Health East. Their gross revenues secure the loan.

**\$173,170,000 of City of Tampa, Florida Variable Rate Revenue and Revenue Refunding Bonds (Baycare Health System, Inc.), Series 2010:** The proceeds from the bonds were loaned to Baycare Health System, Inc. to currently refund a portion of the City's outstanding Health System Revenue Bonds, Catholic Health East Issue, Series 1998A-1. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by Baycare Health System, Inc. Their gross revenues secure the loan.

**\$3,188,468 of City of Tampa, Florida Variable Rate Revenue and Revenue Refunding Bonds (The Academies for Educational Excellence, Inc.), Series 2010:** The proceeds from the 2010 bonds were loaned to The Academies for Educational Excellence, Inc. to refund the Florida Education Facilities Revenue Bonds (Pepin Academy of Tampa, Inc. Project) Series 2002. The original 2002 Series proceeds were loaned to the Florida Education Facility and used to finance the purchase and improvement of a facility for the school. The gross revenues of the facility secure the loan and bonds.

**\$6,249,510 of City of Tampa, Florida Variable Rate Revenue and Revenue Refunding Bonds (Trinity School), Series 2010:** The original proceeds from the bonds were loaned to Trinity School to finance improvements to the facility. The 2010 Series was issued solely to refund the 2002 issue. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by Trinity School. Their gross revenues secure the loan.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 13 - CONDUIT DEBT - (Continued)**

**\$8,456,500 of City of Tampa, Florida Variable Rate Revenue and Revenue Refunding Bonds (Volunteers of America of Florida, Inc.), Series 2010:** The proceeds from the bonds were loaned to Volunteers of America of Florida, Inc. solely to refund the Series 2007 bonds. The Series 2007 bonds were loaned to Volunteers of America of Florida, Inc. to finance and refinance the constructing, relocating, acquiring and equipping certain social service facilities. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by Volunteers of America of Florida, Inc. Their gross revenues secure the loan.

**\$13,450,000 of City of Tampa, Florida Variable Rate Revenue and Revenue Refunding Bonds (DACCO – Drug Abuse Comprehensive Coordinating Office, Inc.), Series 2010:** The proceeds from the bonds were loaned to Drug Abuse Comprehensive Coordinating Office, Inc. (DACCO) solely to refinance the 2007 Series bonds. The original 2007 Series Bonds were loaned to Drug Abuse Comprehensive Coordinating Office, Inc. to finance the acquiring, constructing, and equipping of a facility located on Columbus Drive within the limits of the City of Tampa. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by DACCO. The gross revenues of DACCO secure the loan.

**\$16,437,772 City of Tampa, Florida Revenue Refunding Bonds (Tampa Preparatory School Project) Series 2010A and 2010B:** The proceeds from the bonds were loaned to Tampa Preparatory School solely to refund the outstanding (Tampa Preparatory School Project), 2000 Series Bonds. The original 2000 Series Bonds were loaned to Tampa Preparatory School, Inc. to finance the construction of a new facility. The terms of the loan agreement call for payments of principal and interest to be made directly to the bondholder. The gross revenues of Tampa Preparatory Schools secure the loan.

**\$188,625,000 City of Tampa, Florida Health System Revenue Bonds, Baycare Health System Issue, Series 2012A:** The proceeds from the bonds were loaded to Baycare Health Systems, Inc. to finance, refinance and reimburse the cost of the acquisition, construction, equipping and installation of certain capital improvements to healthcare facilities and currently refund all outstanding Pinellas County Health Facilities Authority Health System Revenue Bonds, Series 2000 and a portion of the Series 2006B. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by Baycare Health System, Inc. The gross revenues secure the loan.

**\$77,215,000 City of Tampa, Florida Health System Revenue Bonds, Baycare Health System Issue, Series 2012B:** The proceeds from the bonds were loaded to Baycare Health Systems, Inc. to currently refund a portion of the Pinellas County Health Facilities Authority Health System Revenue Bonds, Series 2006B. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by Baycare Health System, Inc. The gross revenues secure the loan.

**\$28,010,000 City of Tampa, Florida Health System Revenue Bonds Catholic Health East Issue, Series 2012A:** The proceeds from the bonds were loaned to Catholic Health East to provide funds for the current refunding and redemption of the City's outstanding Health System Revenue Bonds, Catholic Health East Issue, Series 1998A-2. The terms of the loan agreement call for payments of principal and interest to be made directly to the bond trustee by Catholic Health East. The gross revenues secure the loan.

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**NOTE 13 - CONDUIT DEBT - (Continued)**

***\$132,310,000 City of Tampa, Florida Refunding and Capital Improvement Cigarette Tax Allocation Bonds (H. Lee Moffitt Cancer Center Project) Series 2012A:*** The proceeds from the bonds were loaned to H. Lee Moffitt Cancer Center and Research Institute, Inc. for the purpose of paying the cost of acquisition, construction and equipping of certain facilities of the Institution and to refinance the Institute's obligations with respect to the Hillsborough County Industrial Development Authority Cigarette Tax Allocation Bonds (H. Lee Moffitt Cancer Center Research Project) Series 2002A and 2002B. The terms of the loan agreement require the debt service payments to be paid directly to the bond trustee. The gross revenues secure the loan and bonds.

**NOTE 14 - ARBITRAGE REBATE**

In accordance with the Tax Reform Act of 1986, any interest earnings on borrowed construction funds in excess of the interest costs are required to be rebated to the federal government.

There is no arbitrage rebate liability as of September 30, 2012.

**NOTE 15 - CONTINGENT LIABILITIES AND COMMITMENTS**

The City has agreed to pay one-third of any operating and maintenance shortfall of the Tampa Sports Authority as defined in certain Inter-Local Agreements subject to approval of the Sports Authority's annual budgets by both the City and Hillsborough County. In prior years a total of \$12,880,240 had been paid under this agreement. In 2012 an additional amount of \$877,786 was paid, for a total of \$13,758,026 paid through September 30, 2012.

During 2012, and in prior years, the City received revenues and contributions related to grants from Federal agencies and the State of Florida. These grants are for specific purposes and are subject to review and audit by the grantor agencies. Such audits could result in requests for reimbursement for expenditures being disallowed under the grant terms. Based upon prior experience, the City's management believes any requests for reimbursement, if any, will not be significant.

During 1992, the City entered into an agreement with the Florida Aquarium, Inc. to finance the acquisition, construction, and equipping of the Florida Aquarium. The City's role was to act as a conduit to enable the Aquarium to obtain tax exempt financing. This tax exempt financing did not constitute a debt or obligation of the City and neither the full faith and credit nor any of the taxing power of the City was pledged to repay the principal or interest of the Aquarium debt. The City agreed to pay certain amounts if certain contingencies occurred in connection with the revenue bonds issued by the City as a conduit issuer. Due to attendance shortfalls at the Aquarium, it became apparent that certain contingencies would occur and that the City would have to start paying monies to assist in funding the debt service requirements. Accordingly, on October 24, 1996, the City issued \$104,230,000 of Occupational License Tax Bonds, series 1996A and B, to purchase the Aquarium and related facilities and to pay off the Revenue Bonds, series 1992 (The Florida Aquarium Project). The 1996B Bonds were refunded with the 2002 Occupational License Tax Refunding Bonds, a portion of which were refunded with the 2007 Occupational License Tax Refunding Bonds. In 2012, a portion of the Occupational License Refunding Bonds, Series 2002A were refunded with the proceeds of the Gulf Breeze Loan. More information on this refunding is contained in Note 12. During 2012, the City paid \$486,000 to the Aquarium to support its operations.

On August 1, 2011, the City entered a 15-year agreement with Seminole Electric to sell the net electrical energy output generated from its facility. The contract will expire on July 31, 2026, unless extended by mutual agreement. There were no advance payments from Seminole Electric. Instead, payments are remitted to the City monthly upon receipt of an invoice.



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**NOTE 15 - CONTINGENT LIABILITIES AND COMMITMENTS - (Continued)**

During 1998, the City entered into an agreement with Tampa Bay Water, a regional water supply authority, to finance the acquisition and construction of a regional water supply system for the area. Other parties to the agreement are the cities of St. Petersburg and New Port Richey and Hillsborough, Pasco, and Pinellas counties. The system provides storage and will supply water to reduce adverse effects of excessive withdrawals. In accordance with this agreement, the City sold its Morris Bridge Wellfield to Tampa Bay Water for \$35,431,000 of which \$32,000,000 was in cash and the remaining \$3,431,000 is in the form of annual credits to be amortized against future water purchases from Tampa Bay Water by the City. As of September 30, 2012, the outstanding credit balance was \$2,380,449. Tampa Bay Water has issued debt obligations for which each party to the agreement would be liable in the event Tampa Bay Water has insufficient assets to pay the debt obligations. The amount of any potential future liability to the City under this agreement cannot be reasonably estimated.

During 1995 the City entered into agreements with the Tampa Sports Authority to issue Tampa Sports Authority bonds to finance construction of the St. Pete Times Forum which are more fully described in Note 12. The City has agreed to pay from non-ad valorem revenues \$750,000 at a minimum and \$1,500,000 at a maximum to the Sports Authority through 2026 for the \$10,300,000 Tampa Sports Authority Special Purpose Bonds and \$250,000 for the \$2,815,000 Tampa Sports Authority Taxable Special Purpose Bonds. The payment to the Sports Authority above varies because the amount is contingent on certain parking revenues and ticket surcharge revenues. During 2012, \$1,563,736 was paid under this agreement.

In 1993, State regulations required the City to place a final cover on its Old Manhattan landfill site when it stopped accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The City will report an approximate expense of \$70,000 per year for the next fifteen years. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. The City is required by the State of Florida Administrative Code section 62-701.630 to maintain a trust fund to finance closure and post-closure care. The City is in compliance with these requirements, and as of September 30, 2012, \$1,086,679 in Treasury Notes has been set aside to meet this potential cost. This amount is reported as restricted assets on the statements of net assets government-wide statement in the column for business-type activities and in the water utility fund in the proprietary fund statement of net assets.

In accordance with section 62-701.630 of the Florida Administrative Code, the City has recognized a potential cost of \$207,880, related to the McKay Bay Waste to Energy Facility, and it is shown as restricted asset and liability on the government-wide statement of net assets in the column for business-type activities and in the solid waste system on the proprietary fund statement of net assets.

The 1997, 1998, 1999A, and 2000A Utilities Tax Bonds are collateralized by a pledge of utility tax revenue. A portion of the proceeds from the bond issues were used for parking related capital projects. While the City is not contractually obligated to service the debt from the parking facilities fund, it has elected to make transfers from the parking facilities fund to the appropriate debt service fund for a portion of the debt service on the bond issues.



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**NOTE 15 - CONTINGENT LIABILITIES AND COMMITMENTS - (Continued)**

In connection with its efforts to redevelop and rehabilitate existing housing stock through various housing activities, the City has established a Challenge Fund Guarantee Program. Under the program the City has agreed to establish an account entitled the Community Reinvestment Challenge Fund Loan Guarantee Account. This account is funded by Federal Community Development Block Grant Funds and other public and private sources. The City has agreed to use this account to purchase certain loans made by participating financial institutions in the event of default during a period of five years from the date of origination of the loan. Pursuant to Council Resolution, the aggregate amount of loans subject to this agreement may not exceed \$75 million. The City had no expenditures from the Community Reinvestment Challenge Fund Loan Guarantee Account in 2012.

Construction Commitments: At September 30, 2012, the City had major construction contracts for the following projects:

Utility Tax Construction	\$ 1,642,979
Utility Tax Capital Improvements	5,544,349
Local Option Gas Tax	7,002,544
Transportation Impact Fees	118,845
Impact Fee Construction	2,629,018
Community Investment Tax	2,322,676
Community Investment Tax Bond	<u>323,024</u>
<b>Subtotal Governmental Funds</b>	<b>19,583,435</b>
Water Utility	6,214,849
Wastewater Utility	10,919,549
Solid Waste System	2,635,603
Parking Facilities	282,898
Fleet Maintenance	<u>210</u>
<b>Subtotal Proprietary Funds</b>	<b><u>20,053,109</u></b>
<b>Total Construction Commitments</b>	<b><u>\$ 39,636,544</u></b>

**NOTE 16 - RISK MANAGEMENT**

The City's Self-Insurance Programs are accounted for in the General Fund. The City is a self-insured public entity and affords coverage for the risk exposures listed below:

- General and Automotive Liability
- Property Damage
- Workers' Compensation
- Excess Workers' Compensation, General Liability, & Police Liability
- Unemployment Compensation
- Group Medical
- Federal Flood Insurance
- Life Insurance
- Short Term Disability
- Long Term Disability

CITY OF TAMPA, FLORIDA  
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**NOTE 16 - RISK MANAGEMENT - (Continued)**

Exposures are limited by insurance coverage as noted. Settled general and automotive liability and workers' compensation claims have not exceeded the self-insured statutory limits in any of the past five years.

**General and Automotive Liability:** State statutes limit municipal liability associated with tort actions to \$200,000 per person and \$300,000 per occurrence except under certain circumstances. The limit will decrease to \$100,000 per person and \$200,000 per occurrence as of October 1, 2011, and that decrease applies to claims on, or after, that date. The City obtained an actuarial valuation of the outstanding claims as of September 30, 2012.

**Property Damage:** The City has established an account to fund the premium on the property insurance policies that cover City facilities on a blanket basis. The assigned net assets of the insurance fund would be used to fund the damages under the insurance deductibles. The City's buildings are covered through insurance coverage with a \$100,000 deductible; with separate deductibles for wind and flood damage (mostly percentage of loss). The City has made three claims under the City's property insurance policies in the past five years and all of these were fire losses.

**Workers' Compensation:** The City is self-insured for all workers' compensation benefits as defined by state statute. The funding is provided by charges to the various departments of the City based on payroll and the workers' compensation rates as defined in the state classification codes. The workers' compensation rates are charged by payroll class and claims. These are reviewed annually by the Bureau of Self Insurance, Division of Workers' Compensation, Department of Insurance, and State of Florida. Non-incremental claims adjustment expenses are included as part of the liability for claims. The City obtained an actuarial valuation of the outstanding claims as of September 30, 2012.

**Excess Workers' Compensation, General Liability, and Police Liability:** The City has an excess policy (\$5M/\$10M) with a \$500,000 self-insured retention to afford excess coverage for our workers' compensation, general liability, and police liability claims. Our actuary recommended this as a cost-saving tool to afford the City with protection from catastrophic claims.

**Unemployment Compensation:** Most nonprofit organizations exempt under s. 3306(C)(8) of the Internal Revenue Code regarding the Federal Unemployment Tax Act, who employ four or more workers for 20 or more weeks in a calendar year, are required to cover their employees under the Florida unemployment compensation law. A nonprofit employer may elect to reimburse the Florida Unemployment Compensation Trust Fund for the benefits that are paid to former employees on a dollar-for-dollar basis. The City of Tampa submits an Election of Nonprofit Organization Method of Payment under the Florida Unemployment Compensation Law (UCT-28) every two years as required by division rules.

**Group Medical:** The City is fully insured for group medical coverage. Effective January 1, 2011, the City contracted with United Health Care for the group medical insurance plan. The plan is funded by employee contributions and by City contributions. The City contributions are allocated to the different funds of the City based on employee participation in the plan.

**Federal Flood Insurance:** With respect to locations partially or wholly exposed to areas of frequent flooding (less than 100-year frequency) within Special Flood Hazard Areas (SFHA), as defined by the Federal Emergency Management Agency, the City has purchased National Flood Insurance covering 59 locations. The NFIP is a federal program created by congress to mitigate future flood losses nationwide through sound, community-enforced building and zoning ordinances, and to provide access to affordable, federally-backed flood insurance protection for property owners. The NFIP is designed to provide an insurance alternative to disaster assistance to meet the escalating costs of repairing damage to buildings and their contents caused by floods.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 16 - RISK MANAGEMENT - (Continued)**

**Life Insurance:** The City provides Group Term Life and Accidental Death & Dismemberment insurance to full-time employees. The amount of insurance is specified in the applicable union contract or the personnel manual for non-union employees. Special benefits for law enforcement officers and firefighters are also included. Fla. Stat. § 112.19 requires payment to the beneficiary designated by the law enforcement officer in writing. This document must be signed by the officer and delivered to the employer during the officer's lifetime. The death benefit is currently \$170,615 if unlawfully and intentionally killed. This amount changes annually with firefighter and EMT adjustments posted in F.A.C § 69A-64 and police adjustments posted in F.A.C. § 2A-8. These benefits are funded through the City of Tampa's life and accidental death and dismemberment policy with ReliaStar.

**Short Term Disability:** The City also provides a short-term disability program for employees as a supplement to the extended illness leave program. The City is self-insured for these liabilities.

**Long Term Disability:** The City pays premium to Unum to fund long-term disability for all employees at a 30% level with a 180 day elimination period. All full-time employees automatically receive the City paid base plan that replaces 30% of income up to a maximum of \$7,000 per month. This coverage is effective on the first day of the month following six months of continuous employment. Employees may increase coverage by one level during an enrollment period. Specifically, employees may change from the 30% plan to the 50% plan, but not the 60% plan. The cost of buying-up from 30% to 50%, or from 50% to 60% is paid by the employee through payroll deduction.

**NOTE 17 - OTHER POST-EMPLOYMENT BENEFITS ("OPEB")**

The City follows GASB No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*, to account for certain post-employment health care benefits provided by the City. A separate audited GAAP basis post-employment benefit plan report is not prepared for this defined benefit plan.

*Plan Description*

The Post-Employment Health Care Benefits Plan is a single-employer defined benefit plan administered by the City. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees and eligible dependents who retire from the City may continue to participate in the City's fully insured health and hospitalization plan for medical and prescription drug coverage. The City subsidizes the premium rates paid by retirees by allowing them to participate in the plans at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. Medicare eligible retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible.

*Funding Policy*

For the Post-Employment Health Care Benefits Plan, contribution requirements of the City are established and may be amended through recommendations of the insurance committee and action from the Board of Trustees. The City has not advance-funded, or established a funding methodology, for the annual OPEB costs or the net OPEB obligation. As of September 30, 2012, there were 437 retirees and 265 eligible dependents receiving post-employment health care benefits. For the 2012 fiscal year, the City provided required contributions of \$2,360,466 toward annual OPEB costs, comprised of benefit payments made on behalf of retirees for claims expenses, retention costs, and net of retiree contributions totaling \$4,105,583. Required contributions are based on projected pay-as-you-go financing.

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**NOTE 17 - OTHER POST-EMPLOYMENT BENEFITS ("OPEB") - (Continued)**

*Annual OPEB Cost and Net OPEB Obligation (NOO)*

The following table shows the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation:

	Fiscal Year Ending	
	<u>9/30/2011</u>	<u>9/30/2012</u>
Normal Cost	\$ 3,104,475	\$ 2,935,508
Amortization of Unfunded Accrued Liability	2,029,371	2,079,329
Interest	<u>205,354</u>	<u>200,593</u>
Annual Required Contribution	5,339,200	5,215,430
Interest on Net OPEB Obligation (NOO)	582,000	686,813
Amortization of NOO	<u>(519,652)</u>	<u>(613,236)</u>
Total Expense or Annual OPEB Cost (AOC)	5,401,548	5,289,007
Actual Credit/(Contribution) Toward OPEB Cost	<u>(2,781,223)</u>	<u>(2,360,466)</u>
Increase in NOO	2,620,325	2,928,541
NOO Beginning of Year	<u>14,549,998</u>	<u>17,170,323</u>
NOO End of Year	<u>\$ 17,170,323</u>	<u>\$ 20,098,864</u>

The City's historical annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation:

<u>Fiscal Year</u>	<u>Annual OPEB Cost</u>	<u>Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
9/30/2008	\$7,766,871	\$2,724,372	35.1%	\$ 5,042,499
9/30/2009	8,236,772	1,436,361	17.4%	11,864,518
9/30/2010	5,239,855	2,554,375	48.7%	14,549,998
9/30/2011	5,401,548	2,781,223	51.5%	17,170,323
9/30/2012	5,289,007	2,360,466	44.6%	20,098,864

*Funded Status and Funding Progress*

As of September 30, 2012, the actuarial accrued liability for benefits was \$52,239,115, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$52,239,115. The covered payroll (annual payroll for active participating employees) was \$272,941,206 for the 2011-12 fiscal years, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 19.1%. The required schedule of Funding Progress is included on page 117 in the Required Supplementary Information section.

*Actuarial Methods and Assumptions*

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 and termination, mortality, and the healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Projections of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and participating members, and include

**NOTE 17 - OTHER POST-EMPLOYMENT BENEFITS ("OPEB") - (Continued)**

the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

For the 2011-12 fiscal year, the City's OPEB actuarial valuation used the entry age normal cost actuarial method to estimate the unfunded actuarial liability and to determine the annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 4.0% rate of return on invested assets, which is the City's long-term expectation of investment returns under its investment policy. The actuarial assumptions also included a payroll growth rate of 3.5% per year, and an annual healthcare cost trend rate of 9.5% initially for the 2011-12 fiscal year, grading down to an ultimate rate of 5.5% for the fiscal year-ending September 30, 2019. The unfunded actuarial accrued liability and gains/losses are being amortized as a level percentage of projected payroll on a closed basis over 30 years.

**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS**

*Defined Benefit Plans*

The City maintains two separate single-employer defined benefit retirement systems (General Employees, Police and Fire) covering full-time City employees which are maintained as Pension Trust Funds and reported on herein as part of the City's reporting entity.

The Florida Constitution requires local governments to make the actuarially determined contributions to their Defined Benefit plans. The Florida Division of Retirement reviews and approves each local government's actuarial report to ensure its appropriateness for funding purposes. Additionally, the state 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 most recently completed fiscal year. These on-behalf payments received from the state are recognized as revenue and expense in the general fund, and are used to reduce the City's contribution to the Police and Fire Pensions.

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 (using various third party pricing sources) 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.

**General Employees Retirement Fund**

*Overview.* The City contributes to the City of Tampa General Employees Retirement Fund, a single employer, virtually all full-time City employees (other than full-time firefighters and police officers) and former employees of the City, whose current governmental employers make contributions for those employees. The fund is administered by an independent Board of Trustees and is accounted for as a separate pension trust fund. The laws of Florida authorize the fund.

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**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

*Benefits.* During fiscal 1981, the fund was amended to provide social security coverage for all future employees of the City. The fund was divided into partial City pension with social security and full City pension with no social security. All employees hired on or after October 1, 1981 are automatically covered by social security and partial City pension.

*Benefit eligibility requirements and benefit provisions.* For employees hired before October 1, 1981 who contribute to the fund, vesting occurs at six or more years of service, and benefits are distributed at age 55. Benefit amounts are calculated based on the highest three years of salary within the last six years of employment. The member will receive a benefit amount equal to 2.0% of that average salary for each of the first 15 years of service and 2.5% for each remaining year. A maximum of 30 years of service is recognized. For employees hired on or after October 1, 1981 who contribute to social security, vesting occurs with six or more years of service (eight for elected officials), and benefits are distributed at age 62. The monthly pension is equal to 1.2% of the employee's average monthly compensation times years of service. Early retirement is permitted for those hired on or after October 1, 1981, who have at least six years of service, and have reached age 55. The accrued normal benefit is reduced 5/12% for each month by which the early retirement precedes normal retirement. Pre-and post-retirement death benefits are also provided.

*Deferred Retirement Option Program (DROP).* Members with six or more years of credited service who have reached age 55 are eligible to participate in the Deferred Retirement Option Program (DROP) for up to seven years. During the DROP period the member makes no further contribution to the fund and accrues a benefit amount equal to what would have been the member's retirement benefit had the member retired as of the date of entry into the DROP program. Interest and administrative costs accumulate annually, whether positive or negative, during the DROP calculation period, less the cost of administering the DROP, all of which shall be determined by the Board of Trustees.

*Annual DROP Option Election.* Effective October 1, 2011, a DROP participant has the opportunity to elect an investment option to be applied to their DROP account for the plan year entering the DROP, and for each subsequent plan year. DROP participants may now elect once per year in October to have interest accumulate annually, whether positive or negative, at either (1) the fund's adjusted net investment returns; or (2) a low risk variable rate option, each as determined by the Board of Trustees on fund assets. The accumulated amount is paid in a lump sum when the member leaves active service at the end of the DROP period.

*COLA:* Both DROP benefits and post-retirement benefits receive Cost of Living Adjustments (COLA) annually; employees hired before October 1, 1981, receive 2.2% and employees hired on or after October 1, 1981, receive 1.2%.

**Firefighters and Police Officers Pension Fund**

*Overview.* The City contributes to the City of Tampa Firefighters and Police Officers Pension Fund, all full-time firefighters and police officers.

The fund is administered by an independent Board of Trustees and is accounted for by the City as a separate pension trust fund. The laws of Florida authorize the fund.



CITY OF TAMPA, FLORIDA  
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**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

*Benefit eligibility requirements and benefit provisions:* Vesting for participants in the fund occurs at 10 years of service. Participants may begin drawing monthly pension benefits at the earlier of attaining age 46 with 10 or more years of service, or 20 years of service regardless of age. In computing service allowance, creditable service shall include all service or employment of the member in Fire or Police Departments, either continuous or interrupted, provided however, that any leave of absence without pay shall not be included.

Effective October 1, 2011, credit service shall include credit for up to five years of the time spent in military service of the Armed Forces of the United States if the member is in the active employ of the City of Tampa immediately prior to such service, and leaves a permanent, full-time position as a firefighter or police officer with the City of Tampa for the purpose of voluntary or involuntary service in the Armed Forces of the United States. The fund provides both service- and non-service-related disability and pre-retirement death benefits. Effective October 1, 2004, the annual pension benefit was increased from 2.5% to 3.15% for each year of service times the employees final average compensation (highest three of the last 10 years of service), but not less than \$100 per month. The increased benefit is applicable only to plan members actively employed as firefighters or police officers on or after October 1, 2004.

*Deferred Retirement Option Program (DROP).* Members with at least 20 years of credited service are eligible to participate in the Deferred Retirement Option Program (DROP) for up to five years. Members entering DROP after 25 years of service are eligible to participate in the DROP for a combined total of 30 years of credited service. During the DROP period, the member accrues a benefit amount equal to what would have been the member's longevity retirement benefit had the member retired as of the date of entry into the DROP program.

*Annual DROP Option Election.* Effective October 1, 2011, there is an additional option available for those participating in DROP. DROP participants may now elect once per year in October to have interest accumulated annually, whether positive or negative, at either (1) the fund's adjusted net investment returns; or (2) a low risk variable rate option, each as determined by the Board of Trustees on fund assets. Net returns are calculated from the date payment would have been made until departure from service.

This accumulated amount, less the portion attributable to the employee's after tax pension contributions, may be either rolled over to a tax-qualified vehicle, paid in a lump sum, or some combination of the two based upon the member's request when the member leaves active service at the end of the DROP period.

*Thirteenth (13th) check program.* All eligible retired members and surviving spouses receive a 13th check program benefit payment. The 13th check program benefit, if any, is actuarially determined and is an equal dollar amount for all eligible retirees. One half of that amount is the benefit to eligible surviving spouses. The 13th check benefit was funded by employee contributions from the 13th check benefit's inception in October 1998 through September 30, 2001. Employee contributions to the 13th check benefit ceased September 30, 2001, and the 13th check benefit was then funded by a portion of the investment return in excess of the actuarially assumed rate of return of the fund.

Members terminating employment who are not eligible to retire are entitled to a refund of contributions they made to the fund without interest. Post-retirement benefit increases are based on the net change in the average cost of living index with a maximum determined by the actuary and a minimum not below the original benefit for the fund; these benefits are paid from a post-retirement adjustment account which had assets of \$678,612,090 at October 1, 2011.

CITY OF TAMPA, FLORIDA  
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**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

*Significant accounting policies*

*Basis of accounting.* Financial information for the two pension funds is prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period that contributions are due. Separate audited financial statements are issued for the Firefighters and Police Officers Pension Fund pension plan. Copies of that report may be obtained from the City's Accounting Department offices at 306 East Jackson Street, Tampa, Florida. No separate audited financial statement is issued for the General Employees Retirement Fund.

	<b>Firefighters and Police Officers Pension Fund</b>	<b>General Employees Retirement Fund</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 391,960	\$ 5,530,402	\$ 5,922,362
Investments, at Fair Value:			
Debt and Other Interest			
Bearing Investments	339,667,003	172,844,159	512,511,162
Equity Securities	1,279,247,853	361,988,784	1,641,236,637
Real Estate Investments	-	32,849,107	32,849,107
Total Cash and Investments	1,619,306,816	573,212,452	2,192,519,268
Accounts receivable	3,506,338	20,975,381	24,481,719
Interest and Dividends Receivable	3,108,453	1,682,287	4,790,740
Capital assets:			
Land	99,086	-	99,086
Buildings and improvements	872,794	-	872,794
Less Accumulated Depreciation	(427,410)	-	(427,410)
Total Capital Assets	544,470	-	544,470
Total assets	1,626,466,077	595,870,120	2,222,336,197
<b>LIABILITIES</b>			
Accounts Payable	14,071,647	22,548,980	36,620,627
Accrued Liabilities	29,243	-	29,243
Total Liabilities	14,100,890	22,548,980	36,649,870
<b>NET ASSETS</b>			
Held in Trust for Pension Benefits	\$ 1,612,365,187	\$ 573,321,140	\$ 2,185,686,327



CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

	<b>Firefighters and Police Officers Pension Fund</b>	<b>General Employees Retirement Fund</b>	<b>Total</b>
<b>ADDITIONS</b>			
Contributions:			
Employer	\$ 15,286,344	\$ 21,285,134	\$ 36,571,478
Employees	16,054,945	161,350	16,216,295
State of Florida	6,083,651	-	6,083,651
Total Contributions	<u>37,424,940</u>	<u>21,446,484</u>	<u>58,871,424</u>
Investment earnings:			
Interest and Dividends	42,247,920	9,305,877	51,553,797
Net Increase in the Fair Value of Investments	258,638,861	81,024,905	339,663,766
Total Investment Earnings	<u>300,886,781</u>	<u>90,330,782</u>	<u>391,217,563</u>
Less Investment Expense	<u>4,977,683</u>	<u>2,837,546</u>	<u>7,815,229</u>
Net Investment Earnings	<u>295,909,098</u>	<u>87,493,236</u>	<u>383,402,334</u>
Total additions, net	<u>333,334,038</u>	<u>108,939,720</u>	<u>442,273,758</u>
<b>DEDUCTIONS</b>			
Pension Benefits	87,680,859	39,146,752	126,827,611
Administrative Expenses	202,125	299,969	502,094
Total Deductions	<u>87,882,984</u>	<u>39,446,721</u>	<u>127,329,705</u>
Change in Net Assets	245,451,054	69,492,999	314,944,053
Net Assets - Beginning	1,366,914,133	503,828,141	1,870,742,274
Net Assets - Ending	<u>\$ 1,612,365,187</u>	<u>\$ 573,321,140</u>	<u>\$ 2,185,686,327</u>

*Contribution Requirements and Contributions Made*

City policy and state statutes govern the City and Employee Contribution requirements for both funds. The City's contribution to the General Employees Retirement Fund is an actuarially determined periodic amount that changes gradually over time so that sufficient assets will be available to pay benefits when due. The employees' contribution rate for this fund is currently 7% of gross pay for employees hired before October 1, 1981, and no contribution for employees hired on or after October 1, 1981. The City's contribution to the Firefighters and Police Officers Pension Fund is an actuarially determined periodic amount that is a minimum of 134% of a portion of the employee contribution.

The Employees' Contribution to the fund uses a progressive scale (full scale contribution rate or FSCR) that ranges from 4% to 25% of earnings, which may be discounted by the actuary. Members who have entered the DROP program for either fund do not make contributions during their DROP participation period.

The State of Florida makes contributions from taxes on casualty insurance premiums. The State of Florida's contribution to the Firefighters' and Police Officers Pension Plan for the year-ended September 30, 2012 was \$6,083,651. The City recognized these on-behalf payments from the state as revenues and expenditures in the governmental fund financial statements.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

In 2012 the City's annual pension cost and contribution for the Firefighters and Police Officers Pension Fund and the General Employees Retirement Fund were \$23,875,022 and \$23,851,717 respectively.

*Funded Status and Funding Progress*

The funded status of the City's two defined benefit pension plans as of January 1, 2012(General) and October 1, 2011 (Police and Fire), the date of the latest actuarial valuations, was as follows:

**Funded Status and Funding Progress**  
**(Dollar amounts in thousands)**

<b>Actuarial Value of Assets</b>	<b>Actuarial Accrued Liability</b>	<b>Unfunded Actuarial Accrued Liability</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>Unfunded as a % Covered Payroll</b>
<b>(a)</b>	<b>(b)</b>	<b>(b-a)</b>	<b>(a/b)</b>	<b>( c )</b>	<b>(b-a)/( c )</b>
General Employees' Pension Plan (1) (2)					
\$554,594	\$561,569	\$6,975	98.8%	\$134,754	5.2%
Police and Firefighter Pension Plan					
\$740,168	\$824,227	\$84,059	89.8%	\$90,739	92.6%

The required schedule of Funding Progress is included on page 117 in the Required Supplementary Information section.

*Actuarial Methods and Assumptions*

The City of Tampa Firefighter and Police Officers' Pension Fund valuation is based on a series of actuarial assumptions, including an interest rate of 10% compounded annually including inflation to determine the present value of liabilities under the Base Plan. The Annual Salary increases range from 4% to 15% per year. The assumed salary increases include inflation, which is assumed to be 3.5% annually. For the fiscal year ending September 30, 2013, the projected payroll is calculated by increasing the payroll as of the valuation to \$90,739,005 or by 4%. There has been no change in the benefit provisions of the plan since the previous valuation.

The City of Tampa General Employee Pension Fund changes in actuarial assumptions are reflected in future Normal Costs. The investment rate of earnings is assumed to be 8% annually. Future salaries are assumed to increase at the rate of 6% per year (3% attributable to inflation and 3% attributable to seniority or merit). A 4% increase is assumed from the calendar year forward nine months to the plan year beginning October 1 for purposes of projecting Total Participants' Compensation. Actual compensation is limited to \$245,000 per year, projected to increase at the rate of 4.5% per year. The maximum accrued benefit payable as a life annuity commencing between ages 62 and 65 is \$195,000, projected to increase at the rate of 4.5% per year. All known events are taken into account; no current trends are assumed to discontinue in the future.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

Three-Year Trend Information for the City's Defined Benefit Pension Plans is presented below (in thousands).

**General Employees Retirement Fund**

Year Ended September 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2012	\$ 23,851	98.8%	\$ 1,499
2011	18,482	99.7%	(1,068)
2010	19,484	105.4%	(1,133)

**Firefighters and Police Officers Pension Fund**

Year Ended September 30	Annual Pension Cost (APC)		Percentage of APC Contributed	Net Pension Obligation
	City	State		
2012	\$16,762	\$5,952	100%	\$0
2011	17,923	5,952	100%	0
2010	8,889	6,255	100%	0

(1) This plan uses the Aggregate Actuarial Cost Method which cannot be used to prepare a schedule of funding progress because it does not separately determine actuarial accrued liabilities. In order to provide information that serves as a surrogate for the funding progress of the plan per GASB 50, the Entry Age Normal Cost Method has been used to calculate the funded status. The current year information has been restated and calculated using the Entry Age Normal Cost Method which calculates the funding progress by a ratio of the Actuarial Value of Assets to the Actuarial Accrued Liability.

(2) The General Employees' Pension Fund's funded status and funding progress has been calculated after changes in benefits and/or actuarial assumptions, and/or actuarial cost methods.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

**General Employees' Pension Plan  
Annual Pension Cost and Net Pension Obligation**

	<b>Plan Year Ended</b>	
	<u>9/30/2011</u>	<u>9/30/2012</u>
<b>Annual Required Contribution (ARC):</b>		
1. Normal Cost (as for State Minimum Required Contribution)	N/A	\$18,480,806
2. Net Amortization Charge	N/A	1,206,211
3. Expenses	N/A	4,118,000
4. Minimum Required City Contribution*	\$ 18,343,173	N/A
5. Change in Past Excess Contributions Account	92,268	N/A
6. Annual Required Contribution	<u>\$ 18,435,441</u>	<u>\$ 23,805,017</u>
= (1) + (2) + (3) + (4) + (5)		
<b>Annual Pension Cost (APC):</b>		
1. Annual Required Contribution	\$ 18,435,441	\$ 23,805,017
2. Interest on the Net Pension Obligation (Quarterly Payment)	(44,466)	(41,851)
3. Adjustment to the Annual Required Contribution**	91,172	88,551
4. Annual Pension Cost	<u>\$ 18,482,147</u>	<u>\$ 23,851,717</u>
= (1) + (2) + (3)		
<b>Net Pension Obligation (NPO):</b>		
1. Net Pension Obligation at End of Prior Year	\$ (1,133,470)	\$ (1,066,809)
2. Annual Pension Cost	18,482,147	23,851,717
3. Actual Employer Contribution	18,418,002	21,285,134
4. Change in Net Pension Obligation = (2) – (3)	64,145	2,566,583
5. Interest on (4) to End of Year	2,516	N/A
6. Net Pension Obligation	<u>\$ (1,066,809)</u>	<u>\$1,499,776</u>
= (1) + (4) + (5)		
<b>Average Remaining Service Life of Active Members</b>	12.920	12.520

\*Under a new state interpretation, the actual required contribution is based on a percentage of actual, not projected, Participants' Compensation Under Maximum Assumed Retirement Age.

\*\*The Net Pension Obligation as of the beginning of the year is amortized as a level dollar amount over the Average Remaining Service Life of Active Members with an adjustment for quarterly payment.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

**NOTE 18 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)**

<b>Fiscal Year Ending</b>	<b>Annual Required Cost (ARC) <u>A</u></b>	<b>City Contributions Made <u>B</u></b>	<b>Percentage of ARC Contributed <u>C</u></b>	<b>Annual Pension Cost (APC) <u>D</u></b>	<b>Percentage of APC Contributed <u>B/C</u></b>	<b>Net Pension Obligation</b>
9/30/2006	\$11,396,961	\$11,414,000	100.1%	\$11,397,445	100.1%	\$(29,863)
9/30/2007	15,110,329	15,058,000	99.7%	15,111,473	99.6%	25,708
9/30/2008	14,207,076	14,202,000	100.0%	14,206,094	100.0%	29,963
9/30/2009	12,064,170	12,138,000	100.6%	12,063,019	100.6%	(47,960)
9/30/2010	19,482,521	20,529,000	105.4%	19,484,467	105.4%	(1,133,470)
9/30/2011	18,435,441	18,418,002	99.9%	18,482,147	99.7%	(1,066,809)
9/30/2012	23,805,017	21,285,134	89.4%	23,851,717	89.2%	1,499,776

\*The General Employees' Retirement Fund has an actuarially accrued liability in excess of assets, this amount is being amortized as a level percentage of payroll over the remaining future service of plan participants.

<b>Actuarial Valuation Date</b>	<b>(a) Actuarial Value of Assets (AVA)</b>	<b>(b) Actuarial Accrued Liability (AAL)</b>	<b>(c) Unfunded (Overfunded) AAL (UAAL) b/a</b>	<b>Funded Ratio A/B</b>	<b>(d) Covered Payroll</b>	<b>Unfunded (Overfunded) UAAL as % of Covered Payroll C/D</b>
10/1/2005	\$674,834,088	\$593,960,875	\$(80,873,213)	113.6%	\$88,045,153	(91.9)%
10/1/2006	705,453,117	636,973,238	(68,479,879)	110.8%	87,548,852	(78.2)%
10/1/2007	739,323,050	678,048,907	(61,274,143)	109.0%	88,395,290	(69.3)%
10/1/2008	701,639,041	705,646,085	4,007,044	99.4%	89,131,753	4.5%
10/1/2009	622,644,671	751,786,633	129,141,962	82.8%	95,114,117	135.8%
10/1/2010	719,908,405	786,527,647	66,619,242	91.5%	88,544,208	75.2%
10/1/2011	740,168,930	824,227,102	84,058,712	89.8%	90,739,005	92.6%

Fiscal Year 2011 Actuarial Report (in lieu of Fiscal Year 2012) is presented for the Firefighters and Police Officers Pension Fund. This is the most current information available to date.

*Deferred Compensation*

The City offers its employees (including the component unit employees) two deferred compensation plans created in accordance with Internal Revenue Code Section 457. The City's main plan is offered to all employees. The plans permit employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseen non-reimbursed emergency. It is the opinion of the City's legal counsel that the City has no liability for losses under the plans, but does have the duty of due care that would be required of an ordinary prudent investor in overall program oversight. Since the City has no control over these assets, other than periodically testing the market to retain or replace the 457 third-party administrator, these assets are not reflected in the City's financial statements.

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 19 - POLLUTION REMEDIATION OBLIGATIONS**

In accordance with GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation*, the following provides a general description of the nature of pollution remediation activities.

The Wastewater Department had a diesel fuel spill at the Treatment Plant on January 25, 2008 (FDEP Facility No. 298624817, Project No. 133621-04000000). City officials have been working since then with the Hillsborough County Environmental Protection Commission (HCEPC) and Florida Department of Environmental Protection (FDEP) to complete a site assessment (precursor to remediation). A Pilot Test Plan to gather data for a remediation proposal was submitted to HCEPC on July 23, 2009, approved in 2010, and is ongoing. Until the pilot testing is completed and HCEPC approves of the results, the City will not receive authorization to proceed with the full remediation.

The Solid Waste Department is involved with cleanups of underground storage tanks and other materials at various locations.

The City of Tampa Risk Management Office has several structured insurance programs related to possible pollution exposure: A formal self insurance program pursuant to the authority granted by Florida Statute. The City's self insurance program operates within the limits of sovereign immunity; a Pollution Legal Liability Insurance policy which provides coverage for pollution exposure and related clean up costs; and a Storage Tank Third Party Liability Insurance policy providing coverage for third-party bodily injury and property damage due to a storage tank release. In addition, this policy provides coverage for related cleanup and defense costs. By implementing several insurance programs, the City is transferring these potential exposures to a limit of liability in a formal insurance program.

The City has not recognized a liability for a pollution remediation obligation because the City is either not compelled to take action in the items described above, the work was completed before year-end, or a liability is not reasonably estimable.

**NOTE 20 - LITIGATION**

The City is a defendant in various litigation incidental to its routine operations. In the opinion of the City Attorney, based upon the amount of damages alleged in the various cases and facts currently known, the potential liabilities in these cases will not materially affect the City's financial statements. The City has established a general liability account within the City's General Fund and has reflected its best estimates of such liabilities. Changes in the balances of claims liabilities during the past two years are as follows **(in thousands)**:

	<b>Year ended <u>9/30/12</u></b>	<b>Year ended <u>9/30/11</u></b>
Unpaid Claims, Beginning of Fiscal Year	\$ 48,833	\$ 51,591
Incurred Claims (Including IBNR's):		
Worker's Compensation/General Liab/Auto	14,252	6,699
Health Benefits	27,269	-
Claim Payments	<u>(38,333)</u>	<u>(9,457)</u>
Unpaid Claims, End of Fiscal Year	<u>\$ 52,021</u>	<u>\$ 48,833</u>

CITY OF TAMPA, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

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**NOTE 21 - STATE AND FEDERAL GRANT COMMITMENTS**

The City of Tampa was awarded a \$49.85 million grant for the 2012 Republican National Convention (RNC) security from the United States Department of Justice. This grant provided funding to facilitate the public safety and security planning measures that ensured the safety and security of all persons who lived, worked, and visited Tampa during the convention. The Republican National Convention was designated as a National Special Security Event by the Department of Homeland Security and was held on August 27-30, 2012, at the Tampa Bay Times Forum. Total expenditures reported in this fund for Fiscal Year 2012 were \$40.93 million.

Grant monies received and disbursed by the City are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon prior experience, the City does not believe that such disallowance if any, would have a material effect on the financial statements of the City.

**NOTE 22 - RELATED PARTIES**

Tampa's namesake theatre is a natural building block for the City's commitment to the regeneration of the downtown core. Downtown Tampa's economic success is related to the success of the Tampa Theatre as a cultural and economic venue. The City of Tampa, in conjunction with the Tampa Theatre Foundation, has been successful in the purchase of large portion of a 99 year land lease the Theatre committed to back in 1924.

This complex land lease involved multiple owners. Through management's efforts, a major portion of the land lease has been purchased and a permanent part of the Theatre. Only a small portion of the land lease remains in effect and is payable to three parties. The current yearly lease payment total is \$7,000 dollars. The lease term between the Theatre and these individuals is set to expire in the year 2023.

**NOTE 23 - SUBSEQUENT EVENTS**

\$45,890,000 Utilities Tax Refunding Revenue Bonds, Series 2012A, 2012B and 2012C: In December, 2012, the City issued \$24,805,000 Utilities Tax Refunding Revenue Bonds, Series 2012A, \$13,215,000 Utilities Tax Revenue Bonds, Series 2012B, and \$7,870,000 Taxable Utilities Tax Refunding Revenue Bonds, Series 2012C. The proceeds are used to refund a portion of the outstanding Utilities Tax Improvement Bonds, Series 1997, all of the outstanding Utilities Tax Refunding Revenue Bonds, Series 2002A, and a portion of the Utilities Tax Refunding Revenue Bonds, Series 2006. The remaining proceeds were used to finance the cost of a computer system known as the Enterprise Resource Planning System, and to pay the costs of issuance of the Series 2012 bonds.

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## Required Supplementary Information



REQUIRED

SUPPLEMENTARY

INFORMATION



**CITY OF TAMPA, FLORIDA**  
**REQUIRED SUPPLEMENTARY INFORMATION (unaudited)**  
**SCHEDULES OF FUNDING PROGRESS**  
**(in thousands)**

**General Employees Retirement Fund**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - - Entry Age (b)	Unfunded or (Assets in Excess of) AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded or (Assets in Excess of) AAL as a Percentage of Covered Payroll ((b-a)/c)
1/1/2005	\$ 481,704	\$ 487,292	\$ 5,588	98.9 %	\$ 144,404	3.9 %
1/1/2006	497,239	508,298	11,059	97.8	151,126	7.3
1/1/2007	525,100	536,233	11,133	97.9	154,575	7.2
1/1/2008	577,599	588,497	10,898	98.1	154,620	7.0
1/1/2009	508,975	519,502	10,527	98.0	151,000	7.0
1/1/2010	564,143	574,103	9,960	98.3	149,968	6.6
1/1/2011	567,255	574,793	7,538	98.7	136,289	5.5
1/1/2012	554,594	561,569	6,975	98.8	134,754	5.2

**Firefighters and Police Officers Pension Fund**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - - Entry Age (b)	Unfunded or (Assets in Excess of) AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded or (Assets in Excess of) AAL as a Percentage of Covered Payroll ((b-a)/c)
10/1/2004	\$ 625,631	\$ 572,658	\$ (52,973)	109.3 %	\$ 78,165	(67.8) %
10/1/2005	674,834	593,961	(80,873)	113.6	88,045	(91.9)
10/1/2006	705,453	636,973	(68,480)	110.8	87,549	(78.2)
10/1/2007	739,323	678,049	(61,274)	109.0	88,395	(69.3)
10/1/2008	701,639	705,646	4,007	99.4	89,132	4.5
10/1/2009	622,645	751,787	129,142	82.8	95,114	135.8
10/1/2010	719,908	786,528	66,620	91.5	88,544	75.2
10/1/2011	740,168	824,227	84,059	89.8	90,739	92.6

**Other Post Employment Benefits**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - - Entry Age (b)	Unfunded or (Assets in Excess of) AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded or (Assets in Excess of) AAL as a Percentage of Covered Payroll ((b-a)/c)
9/30/2008	\$ -	\$ 79,950	\$ 79,950	0.0 %	\$ 250,321	31.9 %
9/30/2009	-	86,199	86,199	0.0	282,608	30.5
9/30/2010	-	54,850	54,850	0.0	285,000	19.2
9/30/2011	-	52,032	52,032	0.0	274,543	19.0
9/30/2012	-	52,239	52,239	0.0	272,941	19.1

Fiscal year 2011 Actuarial Report (in lieu of Fiscal Year 2012) is presented for the Firefighters and Police Officers Pension Fund. This is the most current information available to date.

**CITY OF TAMPA, FLORIDA**  
**REQUIRED SUPPLEMENTARY INFORMATION (unaudited)**  
**SCHEDULES OF EMPLOYER CONTRIBUTIONS**  
**(in thousands)**

General Employees Retirement Fund					
Year Ended Sept. 30,	Total Annual Covered Payroll	Annual Required Contribution	Employer Percentage of Payroll	Actual Employer Contribution	Actual Percentage Contributed
2005	\$ 144,404	\$ 8,216	5.7 %	\$ 8,281	100.8 %
2006	151,127	11,397	7.5	11,414	100.1
2007	154,575	15,110	9.8	15,058	99.7
2008	154,620	14,207	9.2	14,202	100.0
2009	151,000	12,064	8.0	12,138	100.6
2010	149,968	20,510	13.7	20,529	100.1
2011	136,289	18,435	13.5	18,418	99.9
2012	134,754	23,805	17.7	21,285	89.4

Firefighters and Police Officers Pension Fund							
Year Ended Sept. 30,	Total Annual Covered Payroll	Annual Required Contribution		Employer Percentage of Payroll	Actual Employer Contribution	Actual Percentage Contributed	
		City	State			City	State
2005	\$ 88,045	\$ 13,836	\$ 5,603	22.1 %	\$ 19,439	100 %	100 %
2006	87,549	1,481	6,125	8.7	7,606	100	100
2007	88,395	2,629	6,687	10.5	9,315	100	100
2008	89,132	3,249	6,895	11.4	10,144	100	100
2009	95,114	5,530	6,394	12.5	11,924	100	100
2010	88,544	8,889	6,255	17.1	15,144	100	100
2011	90,739	16,762	5,952	19.8	17,922	100	100

Fiscal year 2011 Actuarial Report (in lieu of Fiscal Year 2012) is presented for the Firefighters and Police Officers Pension Fund. This is the most current information available to date.

Combining & Individual Fund  
Statements & Schedules





**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2012**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
<b>ASSETS</b>				
Cash and Investments	\$ 50,250,302	\$ 29,751,168	\$ 81,210,593	\$ 161,212,063
Accounts Receivable, Net	32,467,677	-	4,628,275	37,095,952
<b>TOTAL ASSETS</b>	<u>\$ 82,717,979</u>	<u>\$ 29,751,168</u>	<u>\$ 85,838,868</u>	<u>\$ 198,308,015</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Vouchers and Accounts Payable	\$ 14,327,585	\$ -	\$ 2,548,645	\$ 16,876,230
Deposits and Advances	2,045,476	-	188,271	2,233,747
Retainage on Contracts	445,008	-	1,854,988	2,299,996
Accrued Salaries	427,438	-	13,029	440,467
Accrued Interest Payable	-	6,211,781	-	6,211,781
Current Portion of Long-Term Debt	-	21,225,000	-	21,225,000
Due to Other Funds	12,205,860	-	-	12,205,860
Deferred Revenues	4,831,893	-	-	4,831,893
<b>TOTAL LIABILITIES</b>	<u>34,283,260</u>	<u>27,436,781</u>	<u>4,604,933</u>	<u>66,324,974</u>
<b>FUND BALANCE:</b>				
Restricted	45,365,866	2,443,267	81,310,027	129,119,160
Committed	3,068,853	-	-	3,068,853
Unassigned	-	(128,880)	(76,092)	(204,972)
<b>TOTAL FUND BALANCES</b>	<u>48,434,719</u>	<u>2,314,387</u>	<u>81,233,935</u>	<u>131,983,041</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 82,717,979</u>	<u>\$ 29,751,168</u>	<u>\$ 85,838,868</u>	<u>\$ 198,308,015</u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
<b>REVENUES</b>				
<b>TAXES:</b>				
Sales	\$ -	\$ -	\$ 14,105,092	\$ 14,105,092
Local Option Resort	-	166,000	776,905	942,905
Motor Fuel	9,892,096	-	-	9,892,096
Special Assessments	7,941,340	-	-	7,941,340
<b>INTERGOVERNMENTAL:</b>				
Federal	68,159,205	-	-	68,159,205
State	8,122,208	-	3,369,048	11,491,256
Local	8,736,640	-	190,980	8,927,620
Transportation Impact Fees	4,889,189	-	-	4,889,189
Licenses and Permits	7,288,917	-	-	7,288,917
Charges for Services and User Fees	563,873	-	963,958	1,527,831
Fines and Forfeitures	1,608,012	-	-	1,608,012
Earnings on Investments (Loss)	108,980	(116,882)	587,086	579,184
Contributions and Donations	159,000	25,000	441,141	625,141
<b>TOTAL REVENUES</b>	<u>117,469,460</u>	<u>74,118</u>	<u>20,434,210</u>	<u>137,977,788</u>
<b>EXPENDITURES</b>				
<b>CURRENT:</b>				
Public Safety	31,245,014	-	376,512	31,621,526
Culture and Recreation	583	-	-	583
Public Works	13,908,341	-	-	13,908,341
General Government Services	25,250	-	56,596	81,846
Economic and Physical Environment	25,400,405	-	-	25,400,405
<b>DEBT SERVICE:</b>				
Principal Payments	48,548	25,660,305	-	25,708,853
Interest Payments	79,242	12,586,559	-	12,665,801
Capital Outlay	42,288,713	-	60,500,325	102,789,038
<b>TOTAL EXPENDITURES</b>	<u>112,996,096</u>	<u>38,246,864</u>	<u>60,933,433</u>	<u>212,176,393</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>4,473,364</u>	<u>(38,172,746)</u>	<u>(40,499,223)</u>	<u>(74,198,605)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Debt	-	30,090,000	-	30,090,000
Bond Issue Premium	-	315,522	-	315,522
Payment to Refunded Bond Escrow Agent	-	(31,058,113)	-	(31,058,113)
Sale of Capital Assets	26,842	-	-	26,842
Transfers In	17,237,507	40,833,252	14,210,022	72,280,781
Transfers Out	(21,408,649)	(2,133,099)	(7,357,658)	(30,899,406)
<b>Total Other Financing Sources (Uses)</b>	<u>(4,144,300)</u>	<u>38,047,562</u>	<u>6,852,364</u>	<u>40,755,626</u>
<b>Net Change in Fund Balances</b>	<u>329,064</u>	<u>(125,184)</u>	<u>(33,646,859)</u>	<u>(33,442,979)</u>
<b>FUND BALANCES - OCTOBER 1</b>	<u>48,105,655</u>	<u>2,439,571</u>	<u>114,880,794</u>	<u>165,426,020</u>
<b>FUND BALANCES - SEPTEMBER 30</b>	<u>\$ 48,434,719</u>	<u>\$ 2,314,387</u>	<u>\$ 81,233,935</u>	<u>\$ 131,983,041</u>

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

**Guaranteed Entitlement Fund** – used to account for the receipt and use of State Guaranteed Entitlement proceeds. Funds are pledged to the repayment of the 2001 Guaranteed Entitlement Refunding Revenue Bonds.

**Local Option Gas Tax Fund** – used to account for the City's share of taxes levied on motor fuel and special fuel sold in Hillsborough County. Funds shall be used for various transportation related capital projects.

**Stormwater Fund** – used to account for the receipt of Stormwater Assessments. These funds, along with transfers from the General Fund and Utility Tax Special Revenue Fund, support capital improvements and administration costs of the City's Stormwater System.

**Impact Fees Fund** – used to account for the receipt of future development fees to pay for capital improvements in the Impact Fee Capital Project Fund.

**Occupational License Fund** – used to account for the receipt and use of Occupational License Tax proceeds. Funds are pledged to the repayment of the 2002A and 2007 Occupational License Tax Bonds, and the Gulf Breeze Loan, Series 2012.

**Community Development Block Grant Fund (CDBG)** – used to finance numerous interrelated projects within a designated geographic area. The projects are funded by the U.S. Department of Housing and Urban Development (HUD).

**Other Grants Fund** – used to account for various miscellaneous grants including: HUD Hope 3 Implementation Grant, Home Investment Partnerships Grant, State Social Services Block Grant, Housing Opportunities for People with AIDS, Police Intergovernmental Grants and Other Miscellaneous Grants.

**State Housing Initiatives Partnership Fund (SHIP)** – used to account for administering the State Housing Initiatives Partnership program. Funds are distributed by the State of Florida for low income housing assistance.

**Republican National Convention (RNC)** – used to account for administering the Department of Justice Grant for the Republican National Convention. Funds are distributed by the U.S. Federal Government to cover expenditures incurred for the event.

**Law Enforcement Trust Fund (LETF)** – used to account for revenues received under State Statute (932.7055(5)a) and for law enforcement purposes.

**Construction Services Division Fund (CSD)** – used to account for the receipt and use of construction permit fees, Construction Service Enhancement Fees and Florida Permit Surcharge Fees.

**Non Ad Valorem Assessment Fund**- used to account for the receipt of Non Ad Valorem proceeds.

**Other Special Revenues** – used to account for miscellaneous special revenues utilized throughout the City.



**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30,2012**

	Guaranteed Entitlement	Local Option Gas Tax	Stormwater	Impact Fees	Occupational License
<b>ASSETS</b>					
Cash and Investments	\$ -	\$ 7,454,225	\$ 7,150,828	\$ 12,115,025	\$ -
Accounts Receivable, Net	-	1,077,525	5,479,796	-	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 8,531,750</b>	<b>\$ 12,630,624</b>	<b>\$ 12,115,025</b>	<b>\$ -</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Vouchers and Accounts Payable	\$ -	\$ 342,525	\$ 1,143,938	\$ -	\$ -
Deposits and Advances	-	-	-	-	-
Retainage on Contracts	-	-	325,624	-	-
Accrued Salaries	-	157,879	147,298	-	-
Due to Other Funds	-	11,922	16,414	-	-
Deferred Revenues	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>512,326</b>	<b>1,633,274</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE:</b>					
Restricted	-	8,019,424	10,997,350	12,115,025	-
Committed	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>8,019,424</b>	<b>10,997,350</b>	<b>12,115,025</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 8,531,750</b>	<b>\$ 12,630,624</b>	<b>\$ 12,115,025</b>	<b>\$ -</b>

**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30,2012**

	Community Development Block Grant	Other Grants	State Housing Initiatives Partnership	Republican National Convention	Law Enforcement Trust Funds
<b>ASSETS</b>					
Cash and Investments	\$ 3,455,672	\$ 111,856	\$ 882,612	\$ -	\$ 12,517,724
Accounts Receivable, Net	238,059	4,099,365	20,548	21,552,384	-
<b>TOTAL ASSETS</b>	<u>\$ 3,693,731</u>	<u>\$ 4,211,221</u>	<u>\$ 903,160</u>	<u>\$ 21,552,384</u>	<u>\$ 12,517,724</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Vouchers and Accounts Payable	\$ 425,596	\$ 2,453,226	\$ 228,471	\$ 9,386,694	\$ 29,989
Deposits and Advances	-	-	-	-	1,751,205
Retainage on Contracts	2	119,382	-	-	-
Accrued Salaries	31,400	36,147	-	-	14,519
Due to Other Funds	3,373	3,933	-	12,165,690	1,846
Deferred Revenues	3,233,360	1,598,533	-	-	-
<b>TOTAL LIABILITIES</b>	<u>3,693,731</u>	<u>4,211,221</u>	<u>228,471</u>	<u>21,552,384</u>	<u>1,797,559</u>
<b>FUND BALANCE:</b>					
Restricted	-	-	674,689	-	10,720,165
Committed	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>-</u>	<u>-</u>	<u>674,689</u>	<u>-</u>	<u>10,720,165</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 3,693,731</u>	<u>\$ 4,211,221</u>	<u>\$ 903,160</u>	<u>\$ 21,552,384</u>	<u>\$ 12,517,724</u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**  
**SEPTEMBER 30,2012**

	Construction Services Division	Other Special Revenue	Non Ad Valorem	Total Special Revenue Funds
<b>ASSETS</b>				
Cash and Investments	\$ 3,513,526	\$ 1,270,835	\$ 1,777,999	\$ 50,250,302
Accounts Receivable, Net	-	-	-	32,467,677
<b>TOTAL ASSETS</b>	<b>\$ 3,513,526</b>	<b>\$ 1,270,835</b>	<b>\$ 1,777,999</b>	<b>\$ 82,717,979</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Vouchers and Accounts Payable	\$ 190,574	\$ -	\$ 126,572	\$ 14,327,585
Deposits and Advances	211,222	83,049	-	2,045,476
Retainage on Contracts	-	-	-	445,008
Accrued Salaries	40,195	-	-	427,438
Due to Other Funds	2,682	-	-	12,205,860
Deferred Revenues	-	-	-	4,831,893
<b>TOTAL LIABILITIES</b>	<b>444,673</b>	<b>83,049</b>	<b>126,572</b>	<b>34,283,260</b>
<b>FUND BALANCE:</b>				
Restricted	-	1,187,786	1,651,427	45,365,866
Committed	3,068,853	-	-	3,068,853
<b>TOTAL FUND BALANCES</b>	<b>3,068,853</b>	<b>1,187,786</b>	<b>1,651,427</b>	<b>48,434,719</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 3,513,526</b>	<b>\$ 1,270,835</b>	<b>\$ 1,777,999</b>	<b>\$ 82,717,979</b>

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**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Guaranteed Entitlement	Local Option Gas Tax	Stormwater	Impact Fees	Occupational License
<b>REVENUES</b>					
<b>TAXES:</b>					
Motor Fuel	\$ -	\$ 9,892,096	\$ -	\$ -	\$ -
Special Assessments	-	-	6,272,324	-	-
<b>INTERGOVERNMENTAL:</b>					
Federal	-	-	-	-	-
State	-	3,245,859	-	-	-
Local	-	1,639,528	6,692,120	-	-
Transportation Impact Fees	-	-	-	4,889,189	-
Licenses and Permits	-	-	-	-	-
Charges for Services and User Fees	-	298,585	3,928	-	-
Fines and Forfeitures	-	-	-	-	-
Earnings on Investments (Loss)	9,888	26,542	(104,137)	(316,966)	-
Contributions and Donations	-	-	-	-	-
<b>TOTAL REVENUES</b>	<b>9,888</b>	<b>15,102,610</b>	<b>12,864,235</b>	<b>4,572,223</b>	<b>-</b>
<b>EXPENDITURES</b>					
<b>CURRENT:</b>					
Public Safety	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Public Works	-	13,077,092	773,104	-	-
General Government Services	-	-	-	-	-
Economic and Physical Environment	-	-	-	-	-
<b>DEBT SERVICE:</b>					
Principal Payments	-	-	-	-	-
Interest Payments	-	-	-	-	-
Capital Outlay	-	5,710,124	10,430,029	2,654	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>18,787,216</b>	<b>11,203,133</b>	<b>2,654</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,888	(3,684,606)	1,661,102	4,569,569	-
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of Capital Assets	-	-	164	-	-
Transfers In	-	8,602,755	4,982,577	261,595	-
Transfers Out	(9,888)	(5,999,600)	(6,618,538)	(2,923,004)	(365,950)
Total Other Financing Sources (Uses)	(9,888)	2,603,155	(1,635,797)	(2,661,409)	(365,950)
Net Change in Fund Balances	-	(1,081,451)	25,305	1,908,160	(365,950)
<b>FUND BALANCES - OCTOBER 1</b>	<b>-</b>	<b>9,100,875</b>	<b>10,972,045</b>	<b>10,206,865</b>	<b>365,950</b>
<b>FUND BALANCES - SEPTEMBER 30</b>	<b>\$ -</b>	<b>\$ 8,019,424</b>	<b>\$ 10,997,350</b>	<b>\$ 12,115,025</b>	<b>\$ -</b>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Community Development Block Grant	Other Grants	State Housing Initiatives Partnership	Republican National Convention	Law Enforcement Trust Funds
<b>REVENUES</b>					
<b>TAXES:</b>					
Motor Fuel	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
<b>INTERGOVERNMENTAL:</b>					
Federal	4,649,636	22,522,622	-	40,931,947	-
State	-	4,498,076	199,396	178,877	-
Local	-	404,992	-	-	-
Transportation Impact Fees	-	-	-	-	-
Licenses and Permits	-	-	-	-	-
Charges for Services and User Fees	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	1,593,119
Earnings on Investments (Loss)	1,851	(150,288)	(71,965)	-	524,942
Contributions and Donations	-	159,000	-	-	-
<b>TOTAL REVENUES</b>	<b>4,651,487</b>	<b>27,434,402</b>	<b>127,431</b>	<b>41,110,824</b>	<b>2,118,061</b>
<b>EXPENDITURES</b>					
<b>CURRENT:</b>					
Public Safety	-	1,657,578	-	27,583,425	2,004,011
Culture and Recreation	-	583	-	-	-
Public Works	-	58,145	-	-	-
General Government Services	-	25,250	-	-	-
Economic and Physical Environment	3,548,686	13,883,741	1,224,510	-	-
<b>DEBT SERVICE:</b>					
Principal Payments	48,548	-	-	-	-
Interest Payments	79,242	-	-	-	-
Capital Outlay	549,161	11,847,894	-	13,527,399	1,787
<b>TOTAL EXPENDITURES</b>	<b>4,225,637</b>	<b>27,473,191</b>	<b>1,224,510</b>	<b>41,110,824</b>	<b>2,005,798</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	425,850	(38,789)	(1,097,079)	-	112,263
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of Capital Assets	-	-	-	-	-
Transfers In	924,982	38,789	-	-	-
Transfers Out	(1,350,832)	-	-	-	(375,065)
Total Other Financing Sources (Uses)	(425,850)	38,789	-	-	(375,065)
Net Change in Fund Balances	-	-	(1,097,079)	-	(262,802)
<b>FUND BALANCES - OCTOBER 1</b>	<b>-</b>	<b>-</b>	<b>1,771,768</b>	<b>-</b>	<b>10,982,967</b>
<b>FUND BALANCES - SEPTEMBER 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 674,689</b>	<b>\$ -</b>	<b>\$ 10,720,165</b>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Construction Services Division	Other Special Revenue	Non Ad Valorem	Total Special Revenue Funds
<b>REVENUES</b>				
<b>TAXES:</b>				
Motor Fuel	\$ -	\$ -	\$ -	\$ 9,892,096
Special Assessments	-	-	1,669,016	7,941,340
<b>INTERGOVERNMENTAL:</b>				
Federal	-	55,000	-	68,159,205
State	-	-	-	8,122,208
Local	-	-	-	8,736,640
Transportation Impact Fees	-	-	-	4,889,189
Licenses and Permits	7,288,917	-	-	7,288,917
Charges for Services and User Fees	235,748	25,612	-	563,873
Fines and Forfeitures	14,893	-	-	1,608,012
Earnings on Investments (Loss)	38,199	64,414	86,500	108,980
Contributions and Donations	-	-	-	159,000
<b>TOTAL REVENUES</b>	<b>7,577,757</b>	<b>145,026</b>	<b>1,755,516</b>	<b>117,469,460</b>
<b>EXPENDITURES</b>				
<b>CURRENT:</b>				
Public Safety	-	-	-	31,245,014
Culture and Recreation	-	-	-	583
Public Works	-	-	-	13,908,341
General Government Services	-	-	-	25,250
Economic and Physical Environment	5,062,702	-	1,680,766	25,400,405
<b>DEBT SERVICE:</b>				
Principal Payments	-	-	-	48,548
Interest Payments	-	-	-	79,242
Capital Outlay	219,665	-	-	42,288,713
<b>TOTAL EXPENDITURES</b>	<b>5,282,367</b>	<b>-</b>	<b>1,680,766</b>	<b>112,996,096</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,295,390	145,026	74,750	4,473,364
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of Capital Assets	26,678	-	-	26,842
Transfers In	741,132	109,000	1,576,677	17,237,507
Transfers Out	(1,872,550)	(1,893,222)	-	(21,408,649)
Total Other Financing Sources (Uses)	(1,104,740)	(1,784,222)	1,576,677	(4,144,300)
Net Change in Fund Balances	1,190,650	(1,639,196)	1,651,427	329,064
<b>FUND BALANCES - OCTOBER 1</b>	<b>1,878,203</b>	<b>2,826,982</b>	<b>-</b>	<b>48,105,655</b>
<b>FUND BALANCES - SEPTEMBER 30</b>	<b>\$ 3,068,853</b>	<b>\$ 1,187,786</b>	<b>\$ 1,651,427</b>	<b>\$ 48,434,719</b>

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**CITY OF TAMPA, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**ANNUALLY-BUDGETED NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE PERIOD FISCAL YEAR SEPTEMBER 30, 2012**

	Guaranteed Entitlement				Local Option Gas Tax			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final			Original	Final		
<b>REVENUES</b>								
Local Option Gas Tax	\$ -	\$ -	\$ -	\$ -	\$ 10,459,600	\$ 10,459,600	\$ 9,892,096	\$ (567,504)
Special Assessments	-	-	-	-	-	-	-	-
Intergovernmental:								
Federal Government	-	-	-	-	-	-	-	-
State Government	-	-	-	-	3,628,999	3,628,999	3,245,859	(383,140)
Local Government	-	-	-	-	2,160,000	2,160,000	1,639,528	(520,472)
Transportation Impact Fees	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Charges for Services and User Fees	-	-	-	-	157,850	184,850	298,585	113,735
Fines and Forfeitures	-	-	-	-	-	-	-	-
Earnings on Investments	-	-	9,888	9,888	46,200	46,200	26,542	(19,658)
<b>TOTAL REVENUES</b>	-	-	9,888	9,888	16,452,649	16,479,649	15,102,610	(1,377,039)
<b>EXPENDITURES</b>								
Current:								
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	18,195,804	18,352,604	13,077,092	5,275,512
Economic and Physical Environment	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	860,000	703,200	5,710,124	(5,006,924)
<b>TOTAL EXPENDITURES</b>	-	-	-	-	19,055,804	19,055,804	18,787,216	268,588
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	9,888	9,888	(2,603,155)	(2,576,155)	(3,684,606)	(1,108,451)
<b>OTHER FINANCING SOURCES (USES)</b>								
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	9,262,755	8,602,755	8,602,755	-
Transfers Out	-	-	(9,888)	(9,888)	(6,659,600)	(5,999,600)	(5,999,600)	-
Total Other Financing Sources (Uses)	-	-	(9,888)	(9,888)	2,603,155	2,603,155	2,603,155	-
Net Change in Fund Balances	-	-	-	-	-	27,000	(1,081,451)	(1,108,451)
<b>FUND BALANCES - OCTOBER 1</b>	-	-	-	-	9,100,875	9,100,875	9,100,875	-
<b>FUND BALANCES - SEPTEMBER 30</b>	\$ -	\$ -	\$ -	\$ -	\$ 9,100,875	\$ 9,127,875	\$ 8,019,424	\$ (1,108,451)

**CITY OF TAMPA, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**ANNUALLY-BUDGETED NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE PERIOD FISCAL YEAR SEPTEMBER 30, 2012**

	Stormwater				Impact Fees			
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts		Original	Final	Actual Amounts	
REVENUES								
Local Option Gas Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	6,100,000	6,100,000	6,272,324	172,324	-	-	-	-
Intergovernmental:								
Federal Government	-	-	-	-	-	-	-	-
State Government	-	-	-	-	-	-	-	-
Local Government	-	5,144,168	6,692,120	1,547,952	-	-	-	-
Transportation Impact Fees	-	-	-	-	1,456,500	1,456,500	4,889,189	3,432,689
Licenses and Permits	-	-	-	-	-	-	-	-
Charges for Services and User Fees	-	-	3,928	3,928	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-	-	-
Earnings on Investments	-	106,000	(104,137)	(210,137)	960,000	960,000	(316,966)	(1,276,966)
TOTAL REVENUES	6,100,000	11,350,168	12,864,235	1,514,067	2,416,500	2,416,500	4,572,223	2,155,723
EXPENDITURES								
Current:								
Public Safety	-	-	-	-	-	-	-	-
Public Works	1,299,172	1,714,634	773,104	941,530	-	-	-	-
Economic and Physical Environment	-	-	-	-	-	-	-	-
Capital Outlay	2,300	15,720,855	10,430,029	5,290,826	1,526,500	821,169	2,654	818,515
TOTAL EXPENDITURES	1,301,472	17,435,489	11,203,133	6,232,356	1,526,500	821,169	2,654	818,515
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,798,528	(6,085,321)	1,661,102	7,746,423	890,000	1,595,331	4,569,569	2,974,238
OTHER FINANCING SOURCES (USES)								
Sale of capital assets	-	-	164	164	-	-	-	-
Transfers In	-	4,982,577	4,982,577	-	-	259,669	261,595	1,926
Transfers Out	(6,618,538)	(6,618,538)	(6,618,538)	-	(1,700,000)	(2,919,450)	(2,923,004)	(3,554)
Total Other Financing Sources (Uses)	(6,618,538)	(1,635,961)	(1,635,797)	164	(1,700,000)	(2,659,781)	(2,661,409)	(1,628)
Net Change in Fund Balances	(1,820,010)	(7,721,282)	25,305	7,746,587	(810,000)	(1,064,450)	1,908,160	2,972,610
FUND BALANCES - OCTOBER 1	10,972,045	10,972,045	10,972,045	-	10,206,865	10,206,865	10,206,865	-
FUND BALANCES - SEPTEMBER 30	\$ 9,152,035	\$ 3,250,763	\$ 10,997,350	\$ 7,746,587	\$ 9,396,865	\$ 9,142,415	\$ 12,115,025	\$ 2,972,610

(Continued)

**CITY OF TAMPA, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**ANNUALLY-BUDGETED NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE PERIOD FISCAL YEAR SEPTEMBER 30, 2012**

	Occupational License				Law Enforcement Trust Fund			
	Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts		Original	Final	Actual Amounts	
REVENUES								
Local Option Gas Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-	-	-
Intergovernmental:								
Federal Government	-	-	-	-	-	-	-	-
State Government	-	-	-	-	-	-	-	-
Local Government	-	-	-	-	-	-	-	-
Transportation Impact Fees	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Charges for Services and User Fees	-	-	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-	1,593,119	1,593,119
Earnings on Investments	-	-	-	-	-	-	524,942	524,942
TOTAL REVENUES	-	-	-	-	-	-	2,118,061	2,118,061
EXPENDITURES								
Current:								
Public Safety	-	-	-	-	12,580,000	14,055,400	2,004,011	12,051,389
Public Works	-	-	-	-	-	-	-	-
Economic and Physical Environment	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	50,000	56,875	1,787	55,088
TOTAL EXPENDITURES	-	-	-	-	12,630,000	14,112,275	2,005,798	12,106,477
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	(12,630,000)	(14,112,275)	112,263	14,224,538
OTHER FINANCING SOURCES (USES)								
Sale of Capital Assets	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	12,930,000	-	-	-
Transfers Out	(400,000)	(365,950)	(365,950)	-	(300,000)	(461,786)	(375,065)	86,721
Total Other Financing Sources (Uses)	(400,000)	(365,950)	(365,950)	-	12,630,000	(461,786)	(375,065)	86,721
Net Change in Fund Balances	(400,000)	(365,950)	(365,950)	-	-	(14,574,061)	(262,802)	14,311,259
FUND BALANCES - OCTOBER 1	365,950	365,950	365,950	-	10,982,967	10,982,967	10,982,967	-
FUND BALANCES - SEPTEMBER 30	\$ (34,050)	\$ -	\$ -	\$ -	\$ 10,982,967	\$ (3,591,094)	\$ 10,720,165	\$ 14,311,259

**CITY OF TAMPA, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**ANNUALLY-BUDGETED NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE PERIOD FISCAL YEAR SEPTEMBER 30, 2012**

	Construction Service Division				Other Special Revenue			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final			Original	Final		
<b>REVENUES</b>								
Local Option Gas Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-	-	-	-
Intergovernmental:								
Federal Government	-	-	-	-	-	-	55,000	55,000
State Government	-	-	-	-	-	-	-	-
Local Government	-	-	-	-	-	-	-	-
Transportation Impact Fees	-	-	-	-	-	-	-	-
Licenses and Permits	5,650,494	5,477,316	7,288,917	1,811,601	-	-	-	-
Charges for Services and User Fees	25,000	185,000	235,748	50,748	-	-	25,612	25,612
Fines and Forfeitures	6,800	16,800	14,893	(1,907)	-	-	-	-
Earnings on Investments	55,000	55,000	38,199	(16,801)	-	-	64,414	64,414
<b>TOTAL REVENUES</b>	<u>5,737,294</u>	<u>5,734,116</u>	<u>7,577,757</u>	<u>1,843,641</u>	<u>-</u>	<u>-</u>	<u>145,026</u>	<u>145,026</u>
<b>EXPENDITURES</b>								
Current:								
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Economic and Physical Environment	7,649,962	5,571,109	5,062,702	508,407	-	-	-	-
Capital Outlay	264,001	425,223	219,665	205,558	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>7,913,963</u>	<u>5,996,332</u>	<u>5,282,367</u>	<u>713,965</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,176,669)</u>	<u>(262,216)</u>	<u>2,295,390</u>	<u>2,557,606</u>	<u>-</u>	<u>-</u>	<u>145,026</u>	<u>145,026</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Sale of Capital Assets	-	3,178	26,678	23,500	-	-	-	-
Transfers In	2,281,588	331,588	741,132	409,544	-	1,404,561	109,000	(1,295,561)
Transfers Out	(104,919)	(1,872,550)	(1,872,550)	-	-	(1,404,561)	(1,893,222)	(488,661)
<b>Total Other Financing Sources (Uses)</b>	<u>2,176,669</u>	<u>(1,537,784)</u>	<u>(1,104,740)</u>	<u>433,044</u>	<u>-</u>	<u>-</u>	<u>(1,784,222)</u>	<u>(1,784,222)</u>
<b>Net Change in Fund Balances</b>	<u>-</u>	<u>(1,800,000)</u>	<u>1,190,650</u>	<u>2,990,650</u>	<u>-</u>	<u>-</u>	<u>(1,639,196)</u>	<u>(1,639,196)</u>
<b>FUND BALANCES - OCTOBER 1</b>	<u>1,878,203</u>	<u>1,878,203</u>	<u>1,878,203</u>	<u>-</u>	<u>2,826,982</u>	<u>2,826,982</u>	<u>2,826,982</u>	<u>-</u>
<b>FUND BALANCES - SEPTEMBER 30</b>	<u>\$ 1,878,203</u>	<u>\$ 78,203</u>	<u>\$ 3,068,853</u>	<u>\$ 2,990,650</u>	<u>\$ 2,826,982</u>	<u>\$ 2,826,982</u>	<u>\$ 1,187,786</u>	<u>\$ (1,639,196)</u>

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**CITY OF TAMPA, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES--BUDGET AND ACTUAL**  
**ANNUALLY-BUDGETED NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE PERIOD FISCAL YEAR SEPTEMBER 30, 2012**

	Non Ad Valorem			Variance with
	Budgeted Amounts		Actual Amounts	Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local Option Gas Tax	\$ -	\$ -	\$ -	\$ -
Special Assessments	1,650,000	1,650,000	1,669,016	19,016
Intergovernmental:				
Federal Government	-	-	-	-
State Government	-	-	-	-
Local Government	-	-	-	-
Transportation Impact Fees	-	-	-	-
Licenses and Permits	-	-	-	-
Charges for Services and User Fees	-	-	-	-
Fines and Forfeitures	-	-	-	-
Earnings on Investments	60,000	60,000	86,500	26,500
TOTAL REVENUES	1,710,000	1,710,000	1,755,516	45,516
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Economic and Physical Environment	3,286,677	3,286,677	1,680,766	1,605,911
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	3,286,677	3,286,677	1,680,766	1,605,911
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,576,677)	(1,576,677)	74,750	1,651,427
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	-	-	-	-
Transfers In	1,576,677	1,576,677	1,576,677	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	1,576,677	1,576,677	1,576,677	-
Net Change in Fund Balances	-	-	1,651,427	1,651,427
FUND BALANCES - OCTOBER 1	-	-	-	-
FUND BALANCES - SEPTEMBER 30	\$ -	\$ -	\$ 1,651,427	\$ 1,651,427

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## **DEBT SERVICE FUNDS**

Debt service funds are used to account for the repayment of debt incurred by the City, such as revenue bonds, state revolving loans, commercial paper and HUD Section 108 loans.

**Utilities Tax Bonds Fund** – used for the repayment of utility tax bonds and utility tax refunding bonds, Series 1996, 1997, 2002A, 2006, 2010A and 2010B, that are payable solely from the utility tax proceeds.

**Guaranteed Entitlement Revenue Bonds Fund** – used for the repayment of Guaranteed Entitlement Refunding Revenue Bonds, Series 2001, that are payable solely from the State guaranteed entitlement revenue sharing.

**Utilities Tax and Special Revenue Bonds Fund** – used for the repayment of Utilities Tax and Special Revenue Refunding Bonds, Series 1991 and 2001B that are payable solely from utility tax proceeds and tax increment revenues.

**Community Investment Tax Bonds Fund** – used for the repayment of sales tax revenue bonds, Series 2001A, 2006, and 2010 that are payable solely from the community investment tax proceeds.

**Occupational License Tax Bonds Fund** – used for the repayment of occupational license tax bonds, Series 2002A, and 2007, that are payable solely from the occupational license tax proceeds. In March 2012, \$30,090,000 of the series 2002A was refunded by the Gulf Breeze Loan, Series 2012.

**Local Option Gas Tax Revenue Bonds Fund** – used for the repayment of transportation revenue bonds that are payable solely from the taxes on motor fuel collected in Hillsborough County.

**HUD Section 108 Loan Fund** – used for the repayment of HUD Section 108 loans.

**Non Ad Valorem Bonds Fund** – used for the repayment of the 2010 Channel District Loan and the Taxable Non-Ad Valorem Revenue Bonds Series 2011. The proceeds will be used to pay or reimburse the costs of certain workers compensation claims.



**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**DEBT SERVICE FUNDS**  
**SEPTEMBER 30,2012**

	Utilities Tax Bonds	Guaranteed Entitlement Revenue Bonds	Utilities Tax and Special Revenue Bonds	Community Investment Tax Bonds	Occupational License Tax Bonds
<b>ASSETS</b>					
Cash and Investments	\$ 10,056,060	\$ 231,651	\$ 11,728,580	\$ 3,806,985	\$ 2,115,088
<b>TOTAL ASSETS</b>	<u>\$ 10,056,060</u>	<u>\$ 231,651</u>	<u>\$ 11,728,580</u>	<u>\$ 3,806,985</u>	<u>\$ 2,115,088</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accrued Interest Payable	\$ 2,779,940	\$ 46,650	\$ 358,932	\$ 1,194,728	\$ 1,383,431
Current Portion of Long-Term Debt	7,405,000	185,000	10,635,000	2,565,000	155,000
<b>TOTAL LIABILITIES</b>	<u>10,184,940</u>	<u>231,650</u>	<u>10,993,932</u>	<u>3,759,728</u>	<u>1,538,431</u>
<b>FUND BALANCE:</b>					
Restricted	-	1	734,648	47,257	576,657
Unassigned	(128,880)	-	-	-	-
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<u>(128,880)</u>	<u>1</u>	<u>734,648</u>	<u>47,257</u>	<u>576,657</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 10,056,060</u>	<u>\$ 231,651</u>	<u>\$ 11,728,580</u>	<u>\$ 3,806,985</u>	<u>\$ 2,115,088</u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**DEBT SERVICE FUNDS**  
**SEPTEMBER 30,2012**

	Local Option Gas Tax Revenue Bonds	HUD - Section 108 Loan Proceeds	Non Ad Valorem	Total Debt Service Funds
<b>ASSETS</b>				
Cash and Investments	\$ 1,045	\$ 1,409,970	\$ 401,789	\$ 29,751,168
<b>TOTAL ASSETS</b>	<u>\$ 1,045</u>	<u>\$ 1,409,970</u>	<u>\$ 401,789</u>	<u>\$ 29,751,168</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accrued Interest Payable	\$ -	\$ 54,811	\$ 393,289	\$ 6,211,781
Current Portion of Long-Term Debt	-	280,000	-	21,225,000
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>334,811</u>	<u>393,289</u>	<u>27,436,781</u>
<b>FUND BALANCE:</b>				
Restricted	1,045	1,075,159	8,500	2,443,267
Unassigned	-	-	-	(128,880)
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<u>1,045</u>	<u>1,075,159</u>	<u>8,500</u>	<u>2,314,387</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,045</u>	<u>\$ 1,409,970</u>	<u>\$ 401,789</u>	<u>\$ 29,751,168</u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**DEBT SERVICE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Utilities Tax Bonds	Guaranteed Entitlement Revenue Bonds	Utilities Tax and Special Revenue Bonds	Community Investment Tax Bonds	Occupational License Tax Bonds
<b>REVENUES</b>					
<b>TAXES:</b>					
Local Option Resort	\$ 166,000	\$ -	\$ -	\$ -	\$ -
Earnings on Investments (Loss)	(97,978)	-	(70,300)	46,430	(36,862)
Contributions and Donations	-	-	-	-	-
<b>TOTAL REVENUES</b>	<u>68,022</u>	<u>-</u>	<u>(70,300)</u>	<u>46,430</u>	<u>(36,862)</u>
<b>EXPENDITURES</b>					
<b>DEBT SERVICE:</b>					
Principal Payments	7,405,000	185,000	10,635,000	2,565,000	3,410,000
Interest Payments	5,559,876	93,300	717,864	2,389,456	2,785,047
<b>TOTAL EXPENDITURES</b>	<u>12,964,876</u>	<u>278,300</u>	<u>11,352,864</u>	<u>4,954,456</u>	<u>6,195,047</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,896,854)</u>	<u>(278,300)</u>	<u>(11,423,164)</u>	<u>(4,908,026)</u>	<u>(6,231,909)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Issuance of Debt	-	-	-	-	30,090,000
Bond Issue Premium	-	-	-	-	315,522
Payment to Refunded Bond Escrow Agent	-	-	-	-	(31,058,113)
Transfers In	12,798,878	278,300	12,652,916	4,954,456	7,500,229
Transfers Out	(582,304)	(222,998)	(946,071)	(24,602)	(318,188)
Total Other Financing Sources (Uses)	<u>12,216,574</u>	<u>55,302</u>	<u>11,706,845</u>	<u>4,929,854</u>	<u>6,529,450</u>
Net Change in Fund Balances	<u>(680,280)</u>	<u>(222,998)</u>	<u>283,681</u>	<u>21,828</u>	<u>297,541</u>
<b>FUND BALANCES - OCTOBER 1</b>	<u>551,400</u>	<u>222,999</u>	<u>450,967</u>	<u>25,429</u>	<u>279,116</u>
<b>FUND BALANCES (DEFICIT) - SEPTEMBER 30</b>	<u>\$ (128,880)</u>	<u>\$ 1</u>	<u>\$ 734,648</u>	<u>\$ 47,257</u>	<u>\$ 576,657</u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**DEBT SERVICE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Local Option Gas Tax Revenue Bonds	HUD - Section 108 Loan Proceeds	Non Ad Valorem	Total Debt Service Funds
<b>REVENUES</b>				
<b>TAXES:</b>				
Local Option Resort	\$ -	\$ -	\$ -	\$ 166,000
Earnings on Investments (Loss)	1,044	38,461	2,323	(116,882)
Contributions and Donations	-	25,000	-	25,000
<b>TOTAL REVENUES</b>	<b>1,044</b>	<b>63,461</b>	<b>2,323</b>	<b>74,118</b>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE:</b>				
Principal Payments	-	280,000	1,180,305	25,660,305
Interest Payments	-	337,142	703,874	12,586,559
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>617,142</b>	<b>1,884,179</b>	<b>38,246,864</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,044	(553,681)	(1,881,856)	(38,172,746)
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Debt	-	-	-	30,090,000
Bond Issue Premium	-	-	-	315,522
Payment to Refunded Bond Escrow Agent	-	-	-	(31,058,113)
Transfers In	-	758,117	1,890,356	40,833,252
Transfers Out	(38,936)	-	-	(2,133,099)
Total Other Financing Sources (Uses)	(38,936)	758,117	1,890,356	38,047,562
Net Change in Fund Balances	(37,892)	204,436	8,500	(125,184)
<b>FUND BALANCES - OCTOBER 1</b>	<b>38,937</b>	<b>870,723</b>	<b>-</b>	<b>2,439,571</b>
<b>FUND BALANCES - SEPTEMBER 30</b>	<b>\$ 1,045</b>	<b>\$ 1,075,159</b>	<b>\$ 8,500</b>	<b>\$ 2,314,387</b>



## **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.

**Local Option Gas Tax Capital Projects Fund** – used to account for the cost of various transportation capital improvement projects, some of which are as follows: public transportation operations and maintenance, roadway and right-of-way maintenance, equipment, drainage and street lighting.

**Utility Tax Capital Projects Fund** – used to account for the portion of Utility Tax revenues appropriated for capital improvements including; Parks and Recreation Centers, drainage, and playgrounds. Capital project expenditures have been financed with transfers from the Utility Tax Special Revenue Fund and Utilities Tax Refunding Bonds.

**Impact Fees Capital Projects Fund** – used to account for the cost of capital improvements, including but not limited to: construction of new through lanes, turn lanes, bridges, drainage facilities, traffic signalization, curbs, medians, shoulders and transit facilities. Financing will be provided by an impact fees assessed at the time of issuance of Certificates of Occupancy.

**Transportation Impact Fees Capital Projects Fund** – used to account for the cost of capital improvements including the construction of new roads.

**Utility Tax Bond Projects Fund** – used to account for the cost of the Police Headquarters, other district office facilities, and various vehicles, equipment, recreation facilities and other capital projects.

**Community Investment Tax Capital Projects Fund** – used to account for the receipt of Community Investment Tax revenues and the cost of appropriated capital expenditures, some of which include: Police and Fire vehicle acquisitions, road and drainage improvements, and park improvements.

**Community Investment Tax Bond Projects Fund** – used to account for the receipt of Community Investment Tax Bond revenues and the cost of appropriated capital expenditures, some of which include: Museum/Cultural Arts District, Lowry Park Zoo Expansion, Fort Brooke Park development, roadway and improvements to Recreation Centers.

**Other Capital Improvements Projects Fund** – used to account for the cost of various capital improvement projects, some of which are as follow: public transportation operations and maintenance, equipment, drainage and street lighting.



**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**CAPITAL PROJECTS FUNDS**  
**SEPTEMBER 30,2012**

	Local Option Gas Tax Capital Projects	Utility Tax Capital Projects	Transportation Impact Fees Capital Projects	Impact Fees Construction	Utility Tax Bond Projects
<b>ASSETS</b>					
Cash and Investments	\$ 18,614,877	\$ 17,065,064	\$ 3,004,111	\$ 15,551,528	\$ 2,777,712
Accounts Receivable, Net	2,504,934	770,438	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 21,119,811</b>	<b>\$ 17,835,502</b>	<b>\$ 3,004,111</b>	<b>\$ 15,551,528</b>	<b>\$ 2,777,712</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Vouchers and Accounts Payable	\$ 397,170	\$ 652,781	\$ -	\$ 400,598	\$ 756,418
Deposits and Advances	-	76,631	-	-	-
Retainage on Contracts	414,247	275,339	-	622,883	335,893
Accrued Salaries	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>811,417</b>	<b>1,004,751</b>	<b>-</b>	<b>1,023,481</b>	<b>1,092,311</b>
<b>FUND BALANCE:</b>					
Restricted	20,308,394	16,830,751	3,004,111	14,528,047	1,685,401
Unassigned	-	-	-	-	-
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>20,308,394</b>	<b>16,830,751</b>	<b>3,004,111</b>	<b>14,528,047</b>	<b>1,685,401</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 21,119,811</b>	<b>\$ 17,835,502</b>	<b>\$ 3,004,111</b>	<b>\$ 15,551,528</b>	<b>\$ 2,777,712</b>

**CITY OF TAMPA, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**CAPITAL PROJECTS FUNDS**  
**SEPTEMBER 30,2012**

	Community Investment Tax Capital Projects	Community Investment Tax Bond Projects	Other Capital Improvement Projects	Total Capital Projects Funds
<b>ASSETS</b>				
Cash and Investments	\$ 22,541,944	\$ 1,619,809	\$ 35,548	\$ 81,210,593
Accounts Receivable, Net	1,352,903	-	-	4,628,275
<b>TOTAL ASSETS</b>	<b>\$ 23,894,847</b>	<b>\$ 1,619,809</b>	<b>\$ 35,548</b>	<b>\$ 85,838,868</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Vouchers and Accounts Payable	\$ 251,094	\$ 90,584	\$ -	\$ 2,548,645
Deposits and Advances	-	-	111,640	188,271
Retainage on Contracts	94,376	112,250	-	1,854,988
Accrued Salaries	13,029	-	-	13,029
<b>TOTAL LIABILITIES</b>	<b>358,499</b>	<b>202,834</b>	<b>111,640</b>	<b>4,604,933</b>
<b>FUND BALANCE:</b>				
Restricted	23,536,348	1,416,975	-	81,310,027
Unassigned	-	-	(76,092)	(76,092)
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>23,536,348</b>	<b>1,416,975</b>	<b>(76,092)</b>	<b>81,233,935</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 23,894,847</b>	<b>\$ 1,619,809</b>	<b>\$ 35,548</b>	<b>\$ 85,838,868</b>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Local Option Gas Tax Capital Projects	Utility Tax Capital Projects	Transportation Impact Fees Capital Projects	Impact Fees Construction	Utility Tax Bond Projects
<b>REVENUES</b>					
<b>TAXES:</b>					
Sales	\$ -	\$ -	\$ -	\$ -	\$ -
Local Option Resort	-	776,905	-	-	-
<b>INTERGOVERNMENTAL:</b>					
State	3,369,048	-	-	-	-
Local	-	190,980	-	-	-
Charges for Services and User Fees	768,500	195,458	-	-	-
Earnings on Investments (Loss)	206,396	(172,034)	(31,935)	393,377	128,898
Contributions and Donations	122,154	263,625	-	-	-
<b>TOTAL REVENUES</b>	<b>4,466,098</b>	<b>1,254,934</b>	<b>(31,935)</b>	<b>393,377</b>	<b>128,898</b>
<b>EXPENDITURES</b>					
<b>CURRENT:</b>					
Public Safety	-	376,512	-	-	-
General Government Services	-	-	-	-	-
Capital Outlay	7,945,336	20,239,777	63,159	10,548,489	6,591,544
<b>TOTAL EXPENDITURES</b>	<b>7,945,336</b>	<b>20,616,289</b>	<b>63,159</b>	<b>10,548,489</b>	<b>6,591,544</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,479,238)	(19,361,355)	(95,094)	(10,155,112)	(6,462,646)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	5,999,600	4,945,789	-	3,264,633	-
Transfers Out	-	(590,000)	-	-	-
Total Other Financing Sources (Uses)	5,999,600	4,355,789	-	3,264,633	-
Net Change in Fund Balances	2,520,362	(15,005,566)	(95,094)	(6,890,479)	(6,462,646)
<b>FUND BALANCES - OCTOBER 1</b>	<b>17,788,032</b>	<b>31,836,317</b>	<b>3,099,205</b>	<b>21,418,526</b>	<b>8,148,047</b>
<b>FUND BALANCES - SEPTEMBER 30</b>	<b>\$ 20,308,394</b>	<b>\$ 16,830,751</b>	<b>\$ 3,004,111</b>	<b>\$ 14,528,047</b>	<b>\$ 1,685,401</b>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Community Investment Tax Capital Projects	Community Investment Tax Bond Projects	Other Capital Improvement Projects	Total Capital Projects Funds
<b>REVENUES</b>				
<b>TAXES:</b>				
Sales	\$ 14,105,092	\$ -	\$ -	\$ 14,105,092
Local Option Resort	-	-	-	776,905
<b>INTERGOVERNMENTAL:</b>				
State	-	-	-	3,369,048
Local	-	-	-	190,980
Charges for Services and User Fees	-	-	-	963,958
Earnings on Investments (Loss)	230,472	(170,695)	2,607	587,086
Contributions and Donations	55,362	-	-	441,141
<b>TOTAL REVENUES</b>	<b>14,390,926</b>	<b>(170,695)</b>	<b>2,607</b>	<b>20,434,210</b>
<b>EXPENDITURES</b>				
<b>CURRENT:</b>				
Public Safety	-	-	-	376,512
General Government Services	56,596	-	-	56,596
Capital Outlay	12,639,711	2,472,309	-	60,500,325
<b>TOTAL EXPENDITURES</b>	<b>12,696,307</b>	<b>2,472,309</b>	<b>-</b>	<b>60,933,433</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,694,619	(2,643,004)	2,607	(40,499,223)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	14,210,022
Transfers Out	(4,954,456)	-	(1,813,202)	(7,357,658)
Total Other Financing Sources (Uses)	(4,954,456)	-	(1,813,202)	6,852,364
Net Change in Fund Balances	(3,259,837)	(2,643,004)	(1,810,595)	(33,646,859)
<b>FUND BALANCES - OCTOBER 1</b>	<b>26,796,185</b>	<b>4,059,979</b>	<b>1,734,503</b>	<b>114,880,794</b>
<b>FUND BALANCES (DEFICIT) - SEPTEMBER 30</b>	<b>\$ 23,536,348</b>	<b>\$ 1,416,975</b>	<b>\$ (76,092)</b>	<b>\$ 81,233,935</b>

## **NONMAJOR ENTERPRISE FUNDS**

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

**Parking Facilities** – accounts for the operations of 10 City owned parking garages, 8 surface lots, and over 3,600 metered spaces. Its mission is to provide the highest level of customer service by following the most current parking industry practices in the most efficient manner.

**Golf Courses** – accounts for the operations of the Babe Zaharias, Rogers Park and Rocky Point Golf Courses.





**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**SEPTEMBER 30, 2012**

	<b>Business-type Activities-Enterprise Funds</b>		
	<b>Parking Facilities</b>	<b>Golf Courses</b>	<b>Total Nonmajor Enterprise Funds</b>
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and Investments	\$ 4,087,301	\$ 177,302	\$ 4,264,603
Accounts Receivables, Net	143,070	10,151	153,221
Due from Other Funds	24,715	86,624	111,339
Inventories	-	91,823	91,823
Prepaid Expenses and Deposits	-	12,111	12,111
<b>TOTAL CURRENT ASSETS</b>	<b>4,255,086</b>	<b>378,011</b>	<b>4,633,097</b>
<b>NONCURRENT ASSETS</b>			
<b>CAPITAL ASSETS:</b>			
Land and Land Rights	21,393,290	924,662	22,317,952
Buildings and Improvements	94,392,311	4,252,644	98,644,955
Improvements other than Buildings	8,336,424	5,643,565	13,979,989
Machinery and Equipment	2,658,749	2,272,508	4,931,257
Construction in Progress	100,679	-	100,679
Less Accumulated Depreciation	(45,561,875)	(8,194,906)	(53,756,781)
<b>TOTAL CAPITAL ASSETS</b>	<b>81,319,578</b>	<b>4,898,473</b>	<b>86,218,051</b>
<b>TOTAL NONCURRENT ASSETS</b>	<b>81,319,578</b>	<b>4,898,473</b>	<b>86,218,051</b>
<b>TOTAL ASSETS</b>	<b>85,574,664</b>	<b>5,276,484</b>	<b>90,851,148</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Vouchers and Accounts Payable	641,594	223,883	865,477
Retainage on Contracts	11,646	-	11,646
Accrued Salaries	179,649	-	179,649
Deferred Revenues	262,824	28,811	291,635
Due to Other Funds	28,374	-	28,374
Customer Deposits	109,708	-	109,708
Current Portion of Capital Lease	-	143,082	143,082
<b>TOTAL CURRENT LIABILITIES</b>	<b>1,233,795</b>	<b>395,776</b>	<b>1,629,571</b>
<b>LONG-TERM LIABILITIES</b>			
Long-Term Compensated Absences	552,047	-	552,047
Other Post Employment Benefits	503,072	-	503,072
Long-Term Capital Lease	-	186,697	186,697
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>1,055,119</b>	<b>186,697</b>	<b>1,241,816</b>
<b>TOTAL LIABILITIES</b>	<b>2,288,914</b>	<b>582,473</b>	<b>2,871,387</b>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	81,319,578	4,568,694	85,888,272
Unrestricted	1,966,172	125,317	2,091,489
<b>TOTAL NET ASSETS</b>	<b>\$ 83,285,750</b>	<b>\$ 4,694,011</b>	<b>\$ 87,979,761</b>

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**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN FUND NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	<b>Parking Facilities</b>	<b>Golf Courses</b>	<b>Total Nonmajor Enterprise Funds</b>
<b>OPERATING REVENUES</b>			
Charges for Sales and Services	\$ 13,500,493	\$ 3,109,589	\$ 16,610,082
<b>OPERATING EXPENSES</b>			
Personal Services and Benefits	4,998,353	1,078,621	6,076,974
Supplies and Materials	118,422	354,535	472,957
Contract Services	3,376,769	1,584,143	4,960,912
Other Services and Charges	3,121,328	364,565	3,485,893
Depreciation	2,807,404	792,097	3,599,501
<b>TOTAL OPERATING EXPENSES</b>	<b>14,422,276</b>	<b>4,173,961</b>	<b>18,596,237</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(921,783)</b>	<b>(1,064,372)</b>	<b>(1,986,155)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment Earnings	69,561	427	69,988
Loss on Disposal of Capital Assets	(37,971)	(11,630)	(49,601)
Local Government	(124,989)	-	(124,989)
Interest Expense	(589)	(25,226)	(25,815)
Miscellaneous Income	8,375	-	8,375
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b>(85,613)</b>	<b>(36,429)</b>	<b>(122,042)</b>
<b>INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS</b>	<b>(1,007,396)</b>	<b>(1,100,801)</b>	<b>(2,108,197)</b>
Capital Contributions	1,296	-	1,296
Transfers In	4,697,533	877,786	5,575,319
PILOT and PILOFF	(736,500)	-	(736,500)
Transfers Out	(6,143,077)	-	(6,143,077)
<b>TOTAL CONTRIBUTIONS AND TRANSFERS</b>	<b>(2,180,748)</b>	<b>877,786</b>	<b>(1,302,962)</b>
<b>CHANGE IN NET ASSETS</b>	<b>(3,188,144)</b>	<b>(223,015)</b>	<b>(3,411,159)</b>
<b>NET ASSETS - OCTOBER 1, RESTATED PER NOTE 3 (1)</b>	<b>86,473,894</b>	<b>4,917,026</b>	<sup>(1)</sup> <b>91,390,920</b>
<b>NET ASSETS - SEPTEMBER 30</b>	<b>\$ 83,285,750</b>	<b>\$ 4,694,011</b>	<b>\$ 87,979,761</b>

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**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	<b>Parking Facilities</b>	<b>Golf Courses</b>	<b>Total Nonmajor Enterprise Funds</b>
Cash flows from Operating Activities:			
Receipts from Customers and Users	\$ 13,368,801	\$ 3,052,801	\$ 16,421,602
Receipts from Interfund Services Provided	206,753	-	206,753
Payments to Suppliers	(3,617,151)	(2,200,044)	(5,817,195)
Payments to Employees	(5,009,542)	(1,078,621)	(6,088,163)
Payments for Interfund Services Used	(2,513,991)	-	(2,513,991)
Other Receipts	8,375	1,745	10,120
Net Cash Provided (Used) by Operating Activities	<u>2,443,245</u>	<u>(224,119)</u>	<u>2,219,126</u>
Cash Flows from Noncapital Financing Activities:			
Cash Received from Other Funds	4,697,533	877,786	5,575,319
Cash Paid to Other Funds	(6,879,577)	-	(6,879,577)
Cash Paid to Other Local Governments	(124,989)	-	(124,989)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(2,307,033)</u>	<u>877,786</u>	<u>(1,429,247)</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets	(841,609)	(548,456)	(1,390,065)
Interest Payments on Debt	(589)	(25,226)	(25,815)
Contributions:			
Subdividers and Others	1,296	-	1,296
Loss from Sale of Capital Assets	(37,971)	(11,630)	(49,601)
Principal paid on Capital Lease	-	(12,895)	(12,895)
Net Cash Used by Capital and Related Financing Activities	<u>(878,873)</u>	<u>(598,207)</u>	<u>(1,477,080)</u>
Cash Flows from Investing Activities:			
Interest Earnings on Cash and Investments	69,561	427	69,988
Net Cash Provided by Investing Activities	<u>69,561</u>	<u>427</u>	<u>69,988</u>
Net Increase (Decrease) in Cash and Investments	<u>(673,100)</u>	<u>55,887</u>	<u>(617,213)</u>
Beginning Cash and Investments	4,760,401	121,415	4,881,816
Ending Cash and Investments	<u>\$ 4,087,301</u>	<u>\$ 177,302</u>	<u>\$ 4,264,603</u>
Reconciliation of Operating Loss to			
Net Cash Used by Operating Activities:			
Operating Loss	\$ (921,783)	\$ (1,064,372)	\$ (1,986,155)
Adjustments to Reconcile Operating Loss to			
Net Cash Provided (Used) by Operating Activities:			
Depreciation	2,807,404	792,097	3,599,501
Miscellaneous Receipts	8,375	-	8,375
Changes in Assets and Liabilities:			
(Increase) Decrease in Receivables--Net	55,862	26,820	82,682
Increase in Due from Other Funds	(24,715)	(83,035)	(107,750)
Increase in Inventory and Other Assets	-	(21,251)	(21,251)
Increase in Accounts Payable	502,673	124,450	627,123
Increase in Accrued Liabilities	(11,189)	-	(11,189)
Increase in Due to Other Funds	7,419	-	7,419
Increase in Customer Deposits and Advances	11,448	-	11,448
Increase in Deferred Revenues	7,751	1,172	8,923
Total Adjustments	<u>3,365,028</u>	<u>840,253</u>	<u>4,205,281</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,443,245</u>	<u>\$ (224,119)</u>	<u>\$ 2,219,126</u>
Noncash Investing, Capital, and Financing Activities:			
Decrease in Fair Value of Investments	\$ (126,443)	\$ -	\$ (126,443)
Cash and Investments are Reported in the Financial			
Statements as Follows:			
Cash	\$ 48,935	\$ 177,302	\$ 226,237
Equity in Pooled Cash and Investments	4,038,366	-	4,038,366
Ending Cash and Investments	<u>\$ 4,087,301</u>	<u>\$ 177,302</u>	<u>\$ 4,264,603</u>

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## **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods and services provided by one City Department to other City Departments on a cost-reimbursement basis. Descriptions of individual funds in this category are presented below.

**Fleet Maintenance Fund** – accounts for the safe operation of the City's fleet of police cars, fire and rescue vehicles, public works trucks, solid waste front loaders, and many other types of on and off-road vehicles and equipment. Its mission is to provide operating departments with safe and mission appropriate vehicles and equipment in support of their duties.

**Administrative Services Fund** – accounts for the operation of the City's Central Publication and Central Mail Services.

**Utility Accounting Fund** – accounts for the meter reading, billing and meter maintenance function of over 100,000 accounts within the service area. Its mission is to provide superior customer service through its state of the art call center.





**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**SEPTEMBER 30, 2012**

	<u>Fleet Maintenance</u>	<u>Administrative Services</u>	<u>Utility Accounting</u>	<u>Total Internal Service Funds</u>
<b>ASSETS</b>				
<b>CURRENT ASSETS</b>				
Cash and Investments	\$ 3,441,053	\$ 157,728	\$ 5,766,712	\$ 9,365,493
Accounts Receivables, Net	-	-	855,236	855,236
Inventories	273,680	-	-	273,680
<b>TOTAL CURRENT ASSETS</b>	<u>3,714,733</u>	<u>157,728</u>	<u>6,621,948</u>	<u>10,494,409</u>
<b>NONCURRENT ASSETS</b>				
<b>CAPITAL ASSETS:</b>				
Land and Land Rights	1,310	-	-	1,310
Buildings and Improvements	2,951,563	-	-	2,951,563
Improvements other than Buildings	1,760,247	-	-	1,760,247
Machinery and Equipment	1,655,988	99,897	675,887	2,431,772
Construction in Progress	82,005	-	-	82,005
Less Accumulated Depreciation	(4,844,093)	(50,492)	(429,024)	(5,323,609)
<b>TOTAL CAPITAL ASSETS</b>	<u>1,607,020</u>	<u>49,405</u>	<u>246,863</u>	<u>1,903,288</u>
<b>TOTAL NONCURRENT ASSETS</b>	<u>1,607,020</u>	<u>49,405</u>	<u>246,863</u>	<u>1,903,288</u>
<b>TOTAL ASSETS</b>	<u>5,321,753</u>	<u>207,133</u>	<u>6,868,811</u>	<u>12,397,697</u>
<b>LIABILITIES</b>				
<b>CURRENT LIABILITIES</b>				
Vouchers and Accounts Payable	1,065,637	23,773	29,034	1,118,444
Accrued Salaries	163,930	8,010	195,951	367,891
Due to Other Funds	21,625	391	24,098	46,114
Customer Deposits	-	-	2,898,334	2,898,334
Customer Advances	-	-	1,698,603	1,698,603
<b>TOTAL CURRENT LIABILITIES</b>	<u>1,251,192</u>	<u>32,174</u>	<u>4,846,020</u>	<u>6,129,386</u>
<b>LONG-TERM LIABILITIES</b>				
Long Term Compensated Absences	511,819	12,671	359,379	883,869
<b>TOTAL LONG-TERM LIABILITIES</b>	<u>511,819</u>	<u>12,671</u>	<u>359,379</u>	<u>883,869</u>
<b>TOTAL LIABILITIES</b>	<u>1,763,011</u>	<u>44,845</u>	<u>5,205,399</u>	<u>7,013,255</u>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	1,607,020	49,405	246,863	1,903,288
Unrestricted	1,951,722	112,883	1,416,549	3,481,154
<b>TOTAL NET ASSETS</b>	<u>\$ 3,558,742</u>	<u>\$ 162,288</u>	<u>\$ 1,663,412</u>	<u>\$ 5,384,442</u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN FUND NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	<b>Fleet Maintenance</b>	<b>Administrative Services</b>	<b>Utility Accounting</b>	<b>Total Internal Service Funds</b>
<b>OPERATING REVENUES</b>				
Billings to City Departments	\$ 15,721,172	\$ 376,757	\$ 8,427,248	\$ 24,525,177
<b>OPERATING EXPENSES</b>				
Personal Services and Benefits	4,279,471	92,505	4,218,259	8,590,235
Supplies and Materials	8,726,112	3,330	13,345	8,742,787
Contract Services	42,320	4,001	1,571,868	1,618,189
Other Services and Charges	3,323,286	292,803	1,620,008	5,236,097
Depreciation	221,198	6,141	56,605	283,944
<b>TOTAL OPERATING EXPENSES</b>	<u>16,592,387</u>	<u>398,780</u>	<u>7,480,085</u>	<u>24,471,252</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(871,215)</u>	<u>(22,023)</u>	<u>947,163</u>	<u>53,925</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Interest Earnings (Loss) on Investments	(48,428)	3,840	117,018	72,430
Gain (Loss) on Disposal of Capital Assets	24,008	-	9,437	33,445
Miscellaneous Income	10,836	-	3,558	14,394
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<u>(13,584)</u>	<u>3,840</u>	<u>130,013</u>	<u>120,269</u>
<b>CHANGE IN NET ASSETS</b>	<u>(884,799)</u>	<u>(18,183)</u>	<u>1,077,176</u>	<u>174,194</u>
<b>NET ASSETS - OCTOBER 1</b>	<u>4,443,541</u>	<u>180,471</u>	<u>586,236</u>	<u>5,210,248</u>
<b>NET ASSETS - SEPTEMBER 30</b>	<u><u>\$ 3,558,742</u></u>	<u><u>\$ 162,288</u></u>	<u><u>\$ 1,663,412</u></u>	<u><u>\$ 5,384,442</u></u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	<b>Fleet Maintenance</b>	<b>Administrative Services</b>	<b>Utility Accounting</b>	<b>Total Internal Service Funds</b>
Cash Flows from Operating Activities:				
Receipts from Customers and Users	\$ 3	\$ -	\$ 3,166,677	\$ 3,166,680
Receipts from Interfund Services Provided	15,580,268	376,757	5,309,350	21,266,375
Payments to Suppliers	(9,784,199)	(240,646)	(2,130,910)	(12,155,755)
Payments to Employees	(4,307,309)	(90,084)	(4,115,879)	(8,513,272)
Payments for Interfund Services Used	(1,416,173)	(35,681)	(916,251)	(2,368,105)
Other Receipts (Expenses)	10,836	(4)	3,558	14,390
Net Cash Provided (Used) by Operating Activities	<u>83,426</u>	<u>10,342</u>	<u>1,316,545</u>	<u>1,410,313</u>
Cash Flows from Capital and Related Financing Activities				
Acquisition and Construction of Capital Assets	(107,577)	(22,487)	(149,353)	(279,417)
Proceeds from Sale of Capital Assets	24,008	-	43	24,051
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(83,569)</u>	<u>(22,487)</u>	<u>(149,310)</u>	<u>(255,366)</u>
Cash Flows from Investing Activities:				
Interest Earnings (Loss) on Investments	(48,428)	3,840	117,018	72,430
Net Cash Provided (Used) by Investing Activities	<u>(48,428)</u>	<u>3,840</u>	<u>117,018</u>	<u>72,430</u>
Net Increase (Decrease) in Cash and Investments	(48,571)	(8,305)	1,284,253	1,227,377
Beginning Cash and Investments	3,489,624	166,033	4,482,459	8,138,116
Ending Cash and Investments	<u>\$ 3,441,053</u>	<u>\$ 157,728</u>	<u>\$ 5,766,712</u>	<u>\$ 9,365,493</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (871,215)	\$ (22,023)	\$ 947,163	\$ 53,925
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation	221,198	6,141	56,605	283,944
Miscellaneous Receipts	10,836	-	3,558	14,394
Changes in Assets and Liabilities:				
Increase in Receivables--Net	-	-	(228,980)	(228,980)
Increase in Inventories	(10,435)	-	-	(10,435)
Increase (Decrease) in Accounts Payable	759,607	23,773	(12,272)	771,108
Increase (Decrease) in Accrued Liabilities	(27,838)	2,421	102,380	76,963
Increase in Due to Other funds	1,273	34	8,435	9,742
Increase (Decrease) in Customer Deposits	-	(4)	439,656	439,652
Total Adjustments	<u>954,641</u>	<u>32,365</u>	<u>369,382</u>	<u>1,356,388</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 83,426</u>	<u>\$ 10,342</u>	<u>\$ 1,316,545</u>	<u>\$ 1,410,313</u>
Decrease in Fair Value of Investments	\$ (126,301)	\$ -	\$ (57,699)	\$ (184,000)
Cash and Investments are Reported in Financial Statements as Follows:				
Ending Cash and Investments	<u>\$ 3,441,053</u>	<u>\$ 157,728</u>	<u>\$ 5,766,712</u>	<u>\$ 9,365,493</u>

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## **FIDUCIARY FUNDS**

Fiduciary Funds account for funds held in trust by the City of Tampa for employees' retirement or funds held in an agency capacity for others. The Fiduciary Funds for the City of Tampa are presented below.

**Firefighters and Police Officers Pension Trust Fund and General Employees Retirement Trust Fund** – these funds account for the accumulation of resources to be used for retirement annuity payments to eligible pensioners and their beneficiaries. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by an annual actuarial study.

**Agency Funds** – funds which hold monies in an agency capacity for various government units, individuals or funds.



**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
**PENSION TRUST FUNDS**  
**SEPTEMBER 30, 2012**

	Firefighters and Police Officers Pension Fund	General Employees Retirement Fund	Total Pension Trust Funds
<b>ASSETS</b>			
Cash	\$ 391,960	\$ 5,530,402	\$ 5,922,362
Investments, at Fair Value:			
Debt and Other Interest			
Bearing Investments	339,667,003	172,844,159	512,511,162
Equity Securities	1,279,247,853	361,988,784	1,641,236,637
Real Estate Investments	-	32,849,107	32,849,107
Total Cash and Investments	<u>1,619,306,816</u>	<u>573,212,452</u>	<u>2,192,519,268</u>
Accounts Receivable, Net	<u>3,506,338</u>	<u>20,975,381</u>	<u>24,481,719</u>
Interest and Dividends Receivable	<u>3,108,453</u>	<u>1,682,287</u>	<u>4,790,740</u>
Capital Assets:			
Land	99,086	-	99,086
Buildings and Improvements	872,794	-	872,794
Less Accumulated Depreciation	<u>(427,410)</u>	<u>-</u>	<u>(427,410)</u>
Total Capital Assets	<u>544,470</u>	<u>-</u>	<u>544,470</u>
<b>TOTAL ASSETS</b>	<u><u>1,626,466,077</u></u>	<u><u>595,870,120</u></u>	<u><u>2,222,336,197</u></u>
<b>LIABILITIES</b>			
Accounts Payable	14,071,647	22,548,980	36,620,627
Accrued Liabilities	<u>29,243</u>	<u>-</u>	<u>29,243</u>
<b>TOTAL LIABILITIES</b>	<u><u>14,100,890</u></u>	<u><u>22,548,980</u></u>	<u><u>36,649,870</u></u>
<b>NET ASSETS</b>			
Held in Trust for Pension Benefits	<u><u>\$ 1,612,365,187</u></u>	<u><u>\$ 573,321,140</u></u>	<u><u>\$ 2,185,686,327</u></u>

**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**  
**PENSION TRUST FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Firefighters and Police Officers Pension Fund	General Employees Retirement Fund	Total Pension Trust Funds
<b>ADDITIONS</b>			
Contributions:			
Employer	\$ 15,286,344	\$ 21,285,134	\$ 36,571,478
Employees	16,054,945	161,350	16,216,295
State of Florida	6,083,651	-	6,083,651
Total Contributions	<u>37,424,940</u>	<u>21,446,484</u>	<u>58,871,424</u>
Investment Earnings:			
Interest and Dividends	42,247,920	9,305,877	51,553,797
Net Increase in the Fair Value of Investments	258,638,861	81,024,905	339,663,766
Total Investment Earnings	<u>300,886,781</u>	<u>90,330,782</u>	<u>391,217,563</u>
Less Investment Expense	4,977,683	2,837,546	7,815,229
Net Investment Earnings	<u>295,909,098</u>	<u>87,493,236</u>	<u>383,402,334</u>
Total Additions, Net	<u>333,334,038</u>	<u>108,939,720</u>	<u>442,273,758</u>
<b>DEDUCTIONS</b>			
Pension Benefits	87,680,859	39,146,752	126,827,611
Administrative Expenses	202,125	299,969	502,094
Total Deductions	<u>87,882,984</u>	<u>39,446,721</u>	<u>127,329,705</u>
Change in Net Assets	<u>245,451,054</u>	<u>69,492,999</u>	<u>314,944,053</u>
<b>NET ASSETS - OCTOBER 1</b>	<u>1,366,914,133</u>	<u>503,828,141</u>	<u>1,870,742,274</u>
<b>NET ASSETS - SEPTEMBER 30</b>	<u><u>\$ 1,612,365,187</u></u>	<u><u>\$ 573,321,140</u></u>	<u><u>\$ 2,185,686,327</u></u>



**CITY OF TAMPA, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
**OTHER AGENCY FUNDS**  
**SEPTEMBER 30, 2012**

	Rehabilitation Loans Fund	Other Agency Funds	Total
<b>ASSETS</b>			
Cash and Investments	\$ -	\$ 3,045,982	\$ 3,045,982
Accounts Receivable, Net	-	2,332	2,332
<b>TOTAL ASSETS</b>	-	3,048,314	3,048,314
<b>LIABILITIES</b>			
Accounts Payable	-	809,298	809,298
Deposits Held in Custody for Others	-	2,239,016	2,239,016
<b>TOTAL LIABILITIES</b>	-	3,048,314	3,048,314
<b>NET ASSETS</b>	\$ -	\$ -	\$ -

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**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**REHABILITATION LOANS AGENCY FUND**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Balance October 1, 2011	Additions	Deductions	Balance September 30, 2012
<b>ASSETS</b>				
Notes Receivable, Net	\$ -	\$ 53,726,538	\$ 53,726,538	\$ -
<b>TOTAL ASSETS</b>	<u>\$ -</u>	<u>\$ 53,726,538</u>	<u>\$ 53,726,538</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Deposits Held in Custody for Others	\$ -	\$ 1,372,732	\$ 1,372,732	\$ -
<b>TOTAL LIABILITIES</b>	<u>\$ -</u>	<u>\$ 1,372,732</u>	<u>\$ 1,372,732</u>	<u>\$ -</u>

**CITY OF TAMPA, FLORIDA**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**OTHER AGENCY FUNDS**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012**

	Balance October 1, 2011	Additions	Deductions	Balance September 30, 2012
<b>ASSETS</b>				
Cash and Investments	\$ 5,336,163	\$ 14,109,353	\$ 16,399,534	\$ 3,045,982
Accounts Receivable, Net	45	186,599	184,312	2,332
Prepaid items	-	373,211	373,211	-
<b>TOTAL ASSETS</b>	<u>\$ 5,336,208</u>	<u>\$ 14,669,163</u>	<u>\$ 16,957,057</u>	<u>\$ 3,048,314</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 239,054	\$ 5,012,455	\$ 4,442,211	\$ 809,298
Deposits Held in Custody for Others	5,097,154	10,781,298	13,639,436	2,239,016
<b>TOTAL LIABILITIES</b>	<u>\$ 5,336,208</u>	<u>\$ 15,793,753</u>	<u>\$ 18,081,647</u>	<u>\$ 3,048,314</u>

Community Redevelopment Agency  
Tax Increment Financing



**CITY OF TAMPA, FLORIDA**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE**  
**COMMUNITY REDEVELOPMENT AGENCY - TAX INCREMENT FINANCING**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012 (in thousands)**

	Ybor	Downtown		East Tampa	Drew Park	Channel District	Ybor II	Tampa Heights Riverfront	Central Park	CRA Total
		Core	Non Core							
<b>REVENUES</b>										
Tax Increment Revenues:										
Hillsborough County	\$ 439	\$ 923	\$ 4,873	\$ 15	\$ 286	\$ 1,206	\$ 63	\$ 42	\$ 1	\$ 7,848
City of Tampa	626	922	4,867	15	286	1,205	63	52	-	8,036
Hillsborough Transit Authority	-	-	425	-	-	-	-	-	-	425
Children's Board of Hillsborough County	-	80	425	-	-	-	-	-	-	505
Tampa Port Authority	21	31	161	-	9	40	2	2	-	266
Investment Earnings	13	434	(154)	350	86	76	13	4	-	822
<b>TOTAL REVENUES</b>	<b>1,099</b>	<b>2,390</b>	<b>10,597</b>	<b>380</b>	<b>667</b>	<b>2,527</b>	<b>141</b>	<b>100</b>	<b>1</b>	<b>17,902</b>
<b>EXPENDITURES</b>										
Current:										
City Staff	307	97	-	459	147	94	34	66	-	1,204
Contractual Services and Supplies	558	231	-	552	95	176	179	-	-	1,791
Debt Service:										
Principal and Interest	332	1,708	10,749	-	-	1,306	-	-	-	14,095
Capital Outlay:										
Land	-	-	-	185	-	-	-	-	-	185
Improvements Other Than Buildings	24	42	-	579	-	582	-	16	-	1,243
Road Improvements	-	-	-	-	-	-	-	3	-	3
Stormwater Improvements	-	-	-	386	103	-	-	-	-	489
Sidewalk Improvements	-	-	-	7	-	-	-	-	-	7
Park and Landscaping Improvements	2	-	-	9	-	-	-	-	-	11
Furniture and Equipment	10	-	-	-	-	-	-	-	-	10
<b>TOTAL EXPENDITURES</b>	<b>1,233</b>	<b>2,078</b>	<b>10,749</b>	<b>2,177</b>	<b>345</b>	<b>2,158</b>	<b>213</b>	<b>85</b>	<b>-</b>	<b>19,038</b>
Excess of Revenues Over Expenditures	(134)	312	(152)	(1,797)	322	369	(72)	15	1	(1,136)
<b>OTHER FINANCING USES</b>										
Transfers In	33	1	155	605	174	175	30	21	-	1,194
Transfers Out	-	-	-	-	-	(1,300)	-	-	-	(1,300)
Total Other Financing Uses	33	1	155	605	174	(1,125)	30	21	-	(106)
Net Change in Fund Balances	(101)	313	3	(1,192)	496	(756)	(42)	36	1	(1,242)
Beginning Fund Balances	183	327	(3)	7,973	2,689	2,760	426	82	(1)	14,436
Ending Fund Balances	<u>\$ 82</u>	<u>\$ 640</u>	<u>\$ -</u>	<u>\$ 6,781</u>	<u>\$ 3,185</u>	<u>\$ 2,004</u>	<u>\$ 384</u>	<u>\$ 118</u>	<u>\$ -</u>	<u>\$ 13,194</u>
Outstanding Encumbrances	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,092</u>	<u>\$ 792</u>	<u>\$ 128</u>	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,030</u>

Note: The remaining principal outstanding on the City of Tampa 1991 Utility Tax and Special Revenue Refunding Bonds and the 2001B Utilities Tax and Special Refunding Bonds, to which tax increment revenues of this fund are pledged is \$47,020,000 as of September 30, 2012. During 2010, the Community Redevelopment Agency entered into a loan agreement for \$6 million to finance project costs in the Channel District. The principal outstanding, secured by tax increment revenues, is \$3,116,776 as of September 30, 2012.

The Transfers In amount of \$1,193,449 represent prior years interest from the Community Redevelopment Agency Interest Fund. The CRA Interest Fund was closed in FY12, and the earnings were transferred to the Community Redevelopment Agency District Funds. The interest revenues earned will be allocated to future programs within the CRA Districts. The separately distributed Annual Report issued by the CRA shows the Transfers In as Investment Earnings.

The Transfers Out amount of \$1.3 million represent an adjustment for the Channel District CRA 2010 BB&T loan that is recorded in the Debt Service Fund.

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## Statistical Section



## Statistical Section

This part of the City of Tampa's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b>	175
These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	181
These schedules contain information to help the reader assess the city's most significant local revenue source, the property tax.	
<b>Demographic and Economic Information</b>	189
These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place	
<b>Operating Information</b>	192
These schedules contain service and infrastructure data to help the reader understand how the information in the city's financial report relates to the services the city provides and the activities it performs.	

### **Sources:**

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.



**CITY OF TAMPA, FLORIDA**  
**NET ASSETS BY COMPONENT**  
**LAST SEVEN FISCAL YEARS**  
**(accrual basis of accounting)**  
**(in thousands)**

	Fiscal Year						
	2006	2007	2008	2009	2010	2011	2012
Governmental Activities							
Invested in capital assets, net of related debt	\$ 450,512	\$ 544,741	\$ 595,132	\$ 666,602	\$ 694,672	\$ 736,432	\$ 784,112
Restricted	56,821	48,135	52,689	49,656	57,513	37,505	88,523
Unrestricted	132,707	129,756	148,969	154,069	155,897	171,315	56,826
Total Governmental Activities Net Assets	<u>\$ 640,040</u>	<u>\$ 722,632</u>	<u>\$ 796,790</u>	<u>\$ 870,327</u>	<u>\$ 908,082</u>	<u>\$ 945,252</u>	<u>\$ 929,461</u>
Business-Type Activities							
Invested in capital assets, net of related debt	\$ 746,974	\$ 781,822	\$ 802,140	\$ 820,656	\$ 833,505	\$ 814,767	\$ 838,626
Restricted	75,860	77,121	78,862	39,799	40,588	107,450	74,224
Unrestricted	117,182	114,362	107,416	119,750	121,005	93,155	146,565
Total Business-Type Activities Net Assets	<u>\$ 940,016</u>	<u>\$ 973,305</u>	<u>\$ 988,418</u>	<u>\$ 980,205</u>	<u>\$ 995,098</u>	<u>\$ 1,015,372</u>	<u>\$ 1,059,415</u>
Primary Government							
Invested in Capital Assets, Net of Related Debt	\$ 1,197,486	\$ 1,326,563	\$ 1,397,272	\$ 1,487,258	\$ 1,528,177	\$ 1,551,199	\$ 1,622,738
Restricted	132,681	125,256	131,551	89,455	98,101	144,956	162,747
Unrestricted	249,889	244,118	256,385	273,819	276,902	264,470	203,391
Total Primary Government Activities Net Assets	<u>\$ 1,580,056</u>	<u>\$ 1,695,937</u>	<u>\$ 1,785,208</u>	<u>\$ 1,850,532</u>	<u>\$ 1,903,180</u>	<u>\$ 1,960,625</u>	<u>\$ 1,988,876</u>

Unaudited - see accompanying independent auditors' report

As a result of GASB Statement No. 44, *Economic Conditions Reporting: The Statistical Section*, we began gathering economic data in 2006. Information for fiscal years prior to 2006 is not available.

# CITY OF TAMPA, FLORIDA

## CHANGES IN NET ASSETS

### LAST SEVEN FISCAL YEARS

(accrual basis of accounting)

(in thousands)

	Fiscal Year						
Expenses	2006	2007	2008	2009	2010	2011	2012
Governmental Activities:							
General Government	\$ 50,245	\$ 71,178	\$ 61,259	\$ 68,237	\$ 65,109	\$ 58,285	\$ 91,933
Public Safety	193,782	206,326	213,648	222,204	221,798	230,035	261,884
Public Works	52,112	50,506	59,278	58,587	54,125	47,513	49,069
Economic Environment	14,731	22,511	19,932	17,067	20,518	29,671	26,814
Culture and Recreation	57,755	62,798	56,336	54,445	55,283	67,883	61,464
Interest on Long-Term Debt	17,947	24,404	20,800	19,704	19,356	14,387	12,666
Total Governmental Activities Expenses	386,572	437,723	431,253	440,244	436,189	447,774	503,830
Business-Type Activities:							
Water Utility	51,404	61,128	70,657	82,856	67,294	72,156	74,476
Wastewater Utility	71,569	78,125	83,866	82,968	83,089	81,736	84,796
Solid Waste System	62,626	63,596	67,081	66,870	66,144	63,218	63,324
Parking Facilities	14,300	14,719	15,302	14,288	13,917	14,660	14,586
Marina	539	697	615	572	583	- <sup>(2)</sup>	-
Golf Courses	4,741	4,945	4,871	4,573	4,506	4,197	4,211
Total Business-Type Activities Expenses	205,179	223,210	242,392	252,127	235,533	235,967	241,393
Total Primary Government Expenses	\$ 591,751	\$ 660,933	\$ 673,645	\$ 692,371	\$ 671,722	\$ 683,741	\$ 745,223
Program Revenues							
Governmental Activities:							
Charges for Services:							
General Government	\$ 38,595	\$ 42,407	\$ 38,985	\$ 39,692	\$ 41,811	\$ 40,363	\$ 55,771
Public Safety	19,397	20,503	19,759	20,379	19,880	22,354	66,238
Public Works	8,736	6,256	7,007	6,883	6,431	6,629	2,571
Culture and Recreation	7,875	11,315	11,391	10,114	11,192	14,130	13,848
Operating Grants and Contributions	60,092	67,267	75,880	74,429	70,064	68,623	57,388
Capital Grants and Contributions	83,805 <sup>(1)</sup>	51,976	38,237	54,785	35,823	30,564	40,408
Total Governmental Activities Program Revenues	218,500	199,724	191,259	206,282	185,201	182,663	236,224
Business-Type Activities:							
Charges for Services:							
Water Utility	68,364	69,830	71,607	73,839	74,642	89,082	101,758
Wastewater Utility	80,019	82,657	80,750	77,462	91,036	98,546	104,415
Solid Waste System	68,616	70,743	71,097	69,357	64,954	67,251	69,773
Parking Facilities	15,639	14,682	14,294	12,531	12,466	13,306	13,509
Marina	656	758	699	540	571	- <sup>(2)</sup>	-
Golf Courses	4,092	4,050	3,823	3,280	2,850	3,072	3,110
Operating Grants and Contributions	248	580	100	108	-	-	-
Capital Grants and Contributions	12,545	18,014	18,857	13,027	13,274	10,962	8,719
Total Business-Type Activities Program Revenues	250,179	261,314	261,227	250,144	259,793	282,219	301,284
Total Primary Government Program Revenues	\$ 468,679	\$ 461,038	\$ 452,486	\$ 456,426	\$ 444,994	\$ 464,882	\$ 537,508

Net (Expense) Revenue:

Governmental Activities	\$ (168,072)	\$ (237,999)	\$ (239,994)	\$ (233,962)	\$ (250,988)	\$ (265,111)	\$ (267,606)
Business-Type Activities	45,000	38,104	18,835	(1,983)	24,260	46,252	59,891
Total Primary Government Net Expense	<u>\$ (123,072)</u>	<u>\$ (199,895)</u>	<u>\$ (221,159)</u>	<u>\$ (235,945)</u>	<u>\$ (226,728)</u>	<u>\$ (218,859)</u>	<u>\$ (207,715)</u>

**General Revenues and Other Changes in  
Net Assets**

Governmental Activities:

Taxes

Property Taxes	\$ 141,022	\$ 166,238	\$ 163,637	\$ 159,987	\$ 139,391	\$ 122,036	\$ 120,334
Local Option Resort Tax	2,166	2,166	1,619	1,898	1,919	1,841	1,153
Communications Services Tax	28,243	27,590	27,959	29,923	26,579	23,261	23,634
Sales Taxes	49,420	45,611	41,810	37,144	36,768	40,345	38,695
Utility Taxes	29,662	29,312	31,062	33,110	37,611	36,888	37,386
Motor Fuel Taxes	11,352	13,008	12,318	12,129	12,221	12,051	9,892
Unrestricted Investment Earnings	9,389	17,378	17,821	16,118	16,068	4,556	1,723
Gain on Disposal of Capital Assets	-	1,867	-	-	-	-	-
Transfers	17,233	17,421	17,926	17,190	18,186	28,990	18,998

Total Governmental Activities	<u>288,487</u>	<u>320,591</u>	<u>314,152</u>	<u>307,499</u>	<u>288,743</u>	<u>269,968</u>	<u>251,815</u>
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Business-Type Activities:

Unrestricted Investment Earnings	7,714	12,553	14,076	10,779	8,770	2,918	3,062
Gain on Disposal of Capital Assets	357	53	128	181	48	94	624
Transfers	(17,270)	(17,421)	(17,926)	(17,190)	(18,185)	(28,990)	(17,804)

Total Business-Type Activities	<u>(9,199)</u>	<u>(4,815)</u>	<u>(3,722)</u>	<u>(6,230)</u>	<u>(9,367)</u>	<u>(25,978)</u>	<u>(14,118)</u>
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Total Primary Government	<u>\$ 279,288</u>	<u>\$ 315,776</u>	<u>\$ 310,430</u>	<u>\$ 301,269</u>	<u>\$ 279,376</u>	<u>\$ 243,990</u>	<u>\$ 237,697</u>
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**Change in Net Assets**

Governmental Activities	\$ 120,415	\$ 82,592	\$ 74,158	\$ 73,537	\$ 37,755	\$ 4,857	\$ (15,791)
Business-Type Activities	35,801	33,289	15,113	(8,213)	14,893	20,274	45,773
Total Primary Government	<u>\$ 156,216</u>	<u>\$ 115,881</u>	<u>\$ 89,271</u>	<u>\$ 65,324</u>	<u>\$ 52,648</u>	<u>\$ 25,131</u>	<u>\$ 29,982</u>

1 The increase from the prior period was due to increased transportation impact fee revenues

2 In FY2011, the Marina operations were transferred to the General Fund

Unaudited - see accompanying independent auditors' report

As a result of GASB Statement No. 44, *Economic Conditions Reporting: The Statistical Section*, we began gathering economic data in 2006. Information for fiscal years prior to 2006 is not available.

**CITY OF TAMPA, FLORIDA**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)  
**(in thousands)**

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 8,510	\$ 9,418	\$ 9,104	\$ 10,046	\$ 8,912	\$ 8,693	\$ 6,350	\$ 3,919	\$ -	\$ -
Non-Spendable <sup>(4)</sup>	-	-	-	-	-	-	-	-	711	698
Restricted <sup>(4)</sup>	-	-	-	-	-	-	-	-	-	17,371
Committed <sup>(4)</sup>	-	-	-	-	-	-	-	-	4,203	3,704
Assigned <sup>(4)</sup>	-	-	-	-	-	-	-	-	28,911	21,217
Unassigned <sup>(4)</sup>	64,120	50,541 <sup>(1)</sup>	52,560	73,338	88,890	101,869	115,255	115,507	76,210	54,456
Total General Fund	<u>\$ 72,630</u>	<u>\$ 59,959</u>	<u>\$ 61,664</u>	<u>\$ 83,384</u>	<u>\$ 97,802</u>	<u>\$ 110,562</u>	<u>\$ 121,605</u>	<u>\$ 119,426</u>	<u>\$ 110,035</u>	<u>\$ 97,446</u>
Utility Tax Special Revenue Fund										
Reserved	\$ 2,487	\$ 4,069	\$ 3,599	\$ 3,371	\$ 6,141	\$ 3,407	\$ 4,207	\$ 343	\$ -	\$ -
Restricted <sup>(4)</sup>	-	-	-	-	-	-	-	-	51,532	-
Committed <sup>(4)</sup>	-	-	-	-	-	-	-	-	28	2
Assigned <sup>(4)</sup>	-	-	-	-	-	-	-	-	-	53,696
Unassigned <sup>(4)</sup>	21,767	18,443	18,910	20,038	33,828	43,186	44,123	54,934	-	-
Total Utility Tax Special Revenue Fund	<u>\$ 24,254</u>	<u>\$ 22,512</u>	<u>\$ 22,509</u>	<u>\$ 23,409</u>	<u>\$ 39,969</u>	<u>\$ 46,593</u>	<u>\$ 48,330</u>	<u>\$ 55,277</u>	<u>\$ 51,560</u>	<u>\$ 53,698</u>
Community Redevelopment Agency Special Revenue Fund										
Reserved	\$ -	\$ -	\$ 1,676	\$ 1,698	\$ 2,156	\$ 3,467	\$ 2,127	\$ 5,440	\$ -	\$ -
Restricted <sup>(4)</sup>	-	-	-	-	-	-	-	-	14,436	13,194
Committed <sup>(4)</sup>	-	-	-	-	-	-	-	-	-	-
Unassigned <sup>(4)</sup>	148	182	1,250	2,870	7,572	10,735	16,433	13,758	-	-
Total Community Redevelopment Agency	<u>\$ 148</u>	<u>\$ 182</u>	<u>\$ 2,926</u>	<u>\$ 4,568</u>	<u>\$ 9,728</u>	<u>\$ 14,202</u>	<u>\$ 18,560</u>	<u>\$ 19,198</u>	<u>\$ 14,436</u>	<u>\$ 13,194</u>
All other Governmental Funds										
Reserved	\$ 40,513	\$ 41,991	\$ 36,208	\$ 69,204 <sup>(2)</sup>	\$ 40,062	\$ 65,694 <sup>(3)</sup>	\$ 41,351	\$ 30,621	\$ -	\$ -
Restricted <sup>(4)</sup>	-	-	-	-	-	-	-	-	123,014	129,119
Committed <sup>(4)</sup>	-	-	-	-	-	-	-	-	42,413	3,069
Assigned <sup>(4)</sup>	-	-	-	-	-	-	-	-	-	(205)
Unassigned, Reported in:										
Special Revenue Funds	12,115	12,081	9,337	13,637	12,557	12,561	7,149	20,609	-	-
Debt Service Funds	(169)	(175)	(175)	(179)	(476)	(82)	-	-	-	-
Capital Projects Funds	79,541	75,473	72,541	83,851	126,376	96,970	107,976	106,848	-	-
Total all Other Governmental Funds	<u>\$ 132,000</u>	<u>\$ 129,370</u>	<u>\$ 117,911</u>	<u>\$ 166,513</u>	<u>\$ 178,519</u>	<u>\$ 175,143</u>	<u>\$ 156,476</u>	<u>\$ 158,078</u>	<u>\$ 165,427</u>	<u>\$ 131,983</u>

1 The decrease from the prior period was due to increased expenditures for hurricane clean up costs and aid to private organizations.

2 The increase from the prior period was due to increased encumbrances in the local option gas tax construction fund.

3 The increase from the prior period was due to increased encumbrances in the utility tax capital projects fund.

4 Categories added to comply with GASB Statement Number 54

Unaudited - see accompanying independent auditors' report



**CITY OF TAMPA, FLORIDA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)  
**(in thousands)**

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues</b>										
Taxes	\$ 189,300	\$ 196,757	\$ 210,775	\$ 228,879	\$ 253,775	\$ 249,856	\$ 248,644	\$ 229,409	\$ 208,232	\$ 205,675
Special Assessments	-	1,969	2,041	6,095	6,124	6,104	6,148	6,204	6,207	8,294
Intergovernmental	86,504	85,579	113,658	119,249	135,184	125,408	132,317	115,480	113,361	148,958
Transportation Impact Fees	3,016	5,526	1,705	39,743	8,707	5,857	5,331	2,862	1,006	4,889
Licenses and Permits	35,837	37,073	40,372	43,177	43,366	44,099	45,258	45,235	44,828	50,720
Charges for Services	25,495	23,764	24,300	26,115	33,657	28,638	27,715	29,915	36,148	54,087 <sup>(1)</sup>
Fines and Forfeitures	5,054	6,247	5,145	4,983	4,350	3,790	3,460	3,719	4,732	7,021
Investment Earnings	9,982	4,076	3,171	9,389	17,378	17,821	16,118	16,068	4,556	1,723
Contributions and Donations	3,520	2,852	2,397	3,697	3,763	5,581	8,965	6,793	2,751	903
<b>TOTAL REVENUES</b>	<b>358,708</b>	<b>363,843</b>	<b>403,564</b>	<b>481,327</b>	<b>506,304</b>	<b>487,154</b>	<b>493,956</b>	<b>455,685</b>	<b>421,821</b>	<b>482,270</b>
<b>Expenditures</b>										
Public Safety	156,459	170,338	184,561	184,307	195,932	201,143	208,872	210,118	219,905	249,876
Culture and Recreation	36,570	42,360	44,880	47,061	51,163	43,562	40,780	40,497	41,844	44,151
Public Works	39,615	40,480	38,311	42,492	40,169	47,566	45,155	40,024	32,970	33,995
General Government Services	33,103	42,845	37,648	41,957	49,329	51,873	54,855	55,423	51,812	67,827
Economic and Physical Environment	9,236	12,381	14,724	14,802	22,587	20,012	17,152	20,608	29,766	27,190
Debt Service:										
Principal	17,760	21,089	20,574	22,505	25,514	20,524	16,245	26,559	81,485	25,709
Interest	20,647	20,715	18,821	17,728	17,402	16,926	15,617	15,039	14,387	12,665
Issuance of Debt Costs	635	-	-	-	1,358	29	6	6	640	172
Capital Outlay	77,020	49,480	61,475	64,014	103,365	87,048	121,366	72,442	83,358	104,741
<b>TOTAL EXPENDITURES</b>	<b>391,045</b>	<b>399,688</b>	<b>420,994</b>	<b>434,866</b>	<b>506,819</b>	<b>488,683</b>	<b>520,048</b>	<b>480,716</b>	<b>556,167</b>	<b>566,326</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(32,337)	(35,845)	(17,430)	46,461	(515)	(1,529)	(26,092)	(25,031)	(134,346)	(84,056)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Other Financing Sources (Uses)</b>										
Payment to Refunded Bond Escrow Agent	(4,430)	-	(20,151)	-	(89,147)	(8,170)	-	-	-	-
Issuance of Debt	4,455	-	-	-	108,820	8,170	4,547	12,709	63,265	50,135
Premium on Bonds Issued	-	-	-	-	5,968	-	-	-	-	316
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-	-	-	(31,058)
Sale of Capital Assets	5,036	1,538	1,933	1,818	5,597	4,085	2,826	1,144	1,068	529
Capital Leases	-	-	-	1,033	-	-	-	-	-	-
Transfers In	117,420	121,358	147,884	114,717	101,057	117,107	133,668	127,771	148,945	131,410
Transfers Out	(104,603)	(104,962)	(111,865)	(97,484)	(83,636)	(99,181)	(116,478)	(109,585)	(121,424)	(112,413)
<b>Total Other Financing Sources (Uses)</b>	<b>17,878</b>	<b>17,934</b>	<b>17,801</b>	<b>20,084</b>	<b>48,659</b>	<b>22,011</b>	<b>24,563</b>	<b>32,039</b>	<b>91,854</b>	<b>38,919</b>
 Net Change in Fund Balances	 <b>\$ (14,459)</b>	 <b>\$ (17,911)</b>	 <b>\$ 371</b>	 <b>\$ 66,545</b>	 <b>\$ 48,144</b>	 <b>\$ 20,482</b>	 <b>\$ (1,529)</b>	 <b>\$ 7,008</b>	 <b>\$ (42,492)</b>	 <b>\$ (45,137)</b>
 Debt Service as a Percentage of Noncapital Expenditures	 12.4%	 11.9%	 11.0%	 10.8%	 11.0%	 9.3%	 8.0%	 10.2%	 20.4%	 8.3%

Unaudited - see accompanying independent auditors' report

(1) In FY2012, Charges for Services included reimbursement for cost allocation whereas in previous years it was shown as a reduction of expenditures.

**CITY OF TAMPA, FLORIDA**  
**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)  
**(in thousands)**

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Community Investment Tax</u>	<u>Miscellaneous Sales Taxes</u>	<u>Local Option Resort Tax</u>	<u>Motor Fuel Tax</u>	<u>Utility Tax</u>	<u>Communications Services Tax</u>	<u>Total</u>
2003	\$ 105,197	\$ 12,716	\$ 64	\$ 1,841	\$ 10,773	\$ 29,308	\$ 29,401	\$ 189,300
2004	113,378	13,245	65	1,713	10,895	29,700	27,761	196,757
2005	123,492	15,094	51	1,916	11,318	30,395	28,509	210,775
2006	141,022	16,368	66	2,166	11,352	29,662	28,243	228,879
2007	166,238	17,232	84	2,166	11,153	29,312	27,590	253,775
2008	163,637	14,919	98	1,619	10,562	31,062	27,959	249,856
2009	159,987	13,220	104	1,898	10,402	33,110	29,923	248,644
2010	139,391	13,315	109	1,919	10,485	37,611	26,579	229,409
2011	122,036	13,769	98	1,841	10,338	36,889	23,261	208,232
2012	119,407	14,105	98	1,153	9,892	37,386	23,634	205,675

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(in thousands)**

Fiscal Year	Tax Roll Year	Real Property (1)			Personal and Other Property (1)			Total			Direct Tax Rate	Assessed Value as a Percentage of Estimated Actual Value
		Taxable Value	Exemptions	Estimated Actual Value*	Taxable Value	Exemptions	Estimated Actual Value*	Taxable Value	Exemptions	Estimated Actual Value*		
2003	2002	\$ 14,314,298	\$ 8,140,466	\$ 22,454,764	\$ 2,433,836	\$ 938,473	\$ 3,372,309	\$ 16,748,134	\$ 9,078,939	\$ 25,827,073	6.54	64.8 %
2004	2003	15,575,133	8,863,604	24,438,737	2,424,907	842,662	3,267,569	18,000,040	9,706,266	27,706,306	6.54	65.0
2005	2004	17,010,546	10,096,810	27,107,356	2,463,420	983,924	3,447,344	19,473,966	11,080,734	30,554,700	6.54	63.7
2006	2005	19,794,047	12,039,615	31,833,662	2,508,328	1,239,510	3,747,838	22,302,375	13,279,125	35,581,500	6.54	62.7
2007	2006	24,219,249	14,854,408	39,073,657	2,571,751	1,136,674	3,708,425	26,791,000	15,991,082	42,782,082	6.408	62.6
2008	2007	26,836,867	14,414,435	41,251,302	2,612,228	1,126,177	3,738,405	29,449,095	15,540,612	44,989,707	5.733	65.5
2009	2008	26,347,813	14,265,998	40,613,811	2,569,793	1,451,505	4,021,298	28,917,606	15,717,503	44,635,109	5.733	64.8
2010	2009	22,850,234	11,122,370	33,972,604	2,581,493	1,458,079	4,039,572	25,431,727	12,580,449	38,012,176	5.733	66.9
2011	2010	19,835,790	7,624,833	27,460,623	2,382,004	1,692,014	4,074,018	22,217,794	9,316,847	31,534,641	5.733	70.5
2012	2011	19,108,057	7,324,020	26,432,077	2,263,030	1,654,956	3,917,986	21,371,087	8,978,976	30,350,063	5.733	70.4

\* Per State of Florida Statutes, property is assessed at "just value" which should approximate actual value.

Data Source:

(1) Property Appraiser, Hillsborough County.

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**PROPERTY TAX RATES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN FISCAL YEARS**  
**(in mills)**

Fiscal Year	Tax Roll Year	City of Tampa	Overlapping Rates			Total Direct & Overlapping Rates
			Hillsborough County	Hillsborough County School District	Hillsborough Transit Authority	
2003	2002	6.54	8.734	8.595	0.50	24.369
2004	2003	6.54	8.504	8.480	0.50	24.024
2005	2004	6.54	8.454	8.361	0.50	23.855
2006	2005	6.54	8.192	7.937	0.50	23.169
2007	2006	6.408	7.729	7.823	0.50	22.460
2008	2007	5.733	6.853	7.523	0.45	20.559
2009	2008	5.733	6.886	7.777	0.47	20.866
2010	2009	5.733	6.882	7.692	0.47	20.777
2011	2010	5.733	6.868	7.592	0.47	20.661
2012	2011	5.733	6.882	7.913	0.50	21.028

Data Source:  
Property Appraiser, Hillsborough County.

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT YEAR AND NINE YEARS AGO**  
**(in thousands)**

Taxpayer	2012*			2003		
	Taxes Levied	Rank	Percentage of Total Taxes Levied	Taxes Levied	Rank	Percentage of Total Taxes Levied
Tampa Electric Company	\$ 37,592	1	2.50 %	\$ 30,945	1	2.38 %
Verizon Communications Inc.	15,858	2	1.06	23,963	2	1.84
Hillsborough County Aviation Authority	9,510	3	0.63	9,350	3	0.72
Camden Operating LP	5,972	4	0.40	5,306	5	0.41
Mosaic Company	5,770	5	0.38	-	-	-
Westfield	4,707	6	0.31	-	-	-
Post Apartment Homes LP	4,604	7	0.31	4,575	6	0.35
Liberty Property	4,312	8	0.29	-	-	-
Highwoods/Florida Holdings LP	4,248	9	0.28	3,350	10	0.26
Walmart	4,196	10	0.28	3,644	9	0.28
Tampa Sports Authority	-	-	-	6,832	4	0.53
Glimcher LTD Partnership	-	-	-	4,460	7	0.34
Cargill Fertilizer, Inc.	-	-	-	3,936	8	0.30
	<u>\$ 96,769</u>		<u>6.44 %</u>	<u>\$ 96,361</u>		<u>7.41 %</u>

\*Note: Data presented is for Hillsborough County as of 2011  
Source: Office of the Tax Collector, Hillsborough County.

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
**(in thousands)**

Fiscal Year	Tax Roll Year	Total Tax Levy (1)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as Percent of Current Levy	Outstanding Delinquent Taxes (1)	Outstanding Delinquent Taxes as Percent of Current Levy
2003	2002	\$ 110,651	\$ 104,626	94.55 %	\$ 571	\$ 105,197	95.07 %	\$ 3,462	3.13 %
2004	2003	118,584	112,770	95.10	608	113,378	95.61	3,751	3.16
2005	2004	128,555	122,638	95.40	854	123,492	96.06	955	0.74
2006	2005	146,471	140,530	95.94	492	141,022	96.28	912	0.62
2007	2006	172,490	165,953	96.21	150	166,103	96.30	727	0.42
2008	2007	169,640	162,558	95.83	1,079	163,637	96.46	793	0.47
2009	2008	166,527	159,361	95.70	626	159,987	96.07	1,616	0.97
2010	2009	145,920	138,843	95.15	548	139,391	95.53	2,602	1.78
2011	2010	127,877	120,756	94.43	1,280	122,036	95.43	4,111	3.21
2012	2011	122,960	117,585	95.63	1,823	119,408	97.11	2,809	2.28

Data Source:

(1) Office of Tax Collector, Hillsborough County.

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(in thousands, except per capita income)**

Fiscal Year	Governmental Activities			Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita Income (1)	Outstanding Total Debt Per Capita
	Revenue- backed Bonds	HUD Section 108 Other Loans	Capital Leases	Revenue- backed Bonds	State Revolving Loan	Capital Leases				
2003	\$ 475,768	\$ 10,445	\$ 2,304	\$ 425,284	\$ 71,386	\$ -	\$ 985,187	10.30 %	\$ 29,748	\$ 3.06
2004	459,358	10,260	2,161	408,939	66,947	89	947,754	9.15	31,671	2.90
2005	420,634	10,060	2,010	381,137	62,372	86	876,299	8.03	33,034	2.65
2006	399,899	9,850	2,697	402,617	57,657	44	872,764	7.44	35,079	2.61
2007	409,418	8,370	2,242	383,574	52,796	152	856,552	6.84	36,616	2.50
2008	392,561	8,170	1,783	416,167	47,786	162	866,629	6.76	37,778	2.55
2009	380,675	7,950	1,698	407,486	42,619	590	841,018	6.51	38,075	2.48
2010	399,400	7,720	1,609	369,710	37,750	438	816,627	6.01	38,382	2.31
2011	395,845	7,480	1,513	394,610	32,996	509	832,953	6.14	39,180	2.41
2012	363,145	40,427	1,412	374,805	45,918	1,243	826,950	Unavailable	N/A	N/A

Data Source:

(1) Bureau of Economic Analysis: Regional Economic Information System.

Unaudited - see accompanying independent auditors' report



**CITY OF TAMPA, FLORIDA**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**SEPTEMBER 30, 2012**  
(in thousands)

	Net Debt Outstanding	Percentage of Debt Applicable to City of Tampa	Share of Debt
City of Tampa .....	\$ - *	- %	\$ -
Hillsborough County .....	70,130 <sup>(1)</sup>	34.50	24,195
Hillsborough County School Board .....	- <sup>(2)</sup>		-
Total Overlapping Debt .....			\$ 24,195 <sup>(3)</sup>

\* The City of Tampa has no bonded debt supported by property taxes; all bonds are tied to specific revenue sources.

Data Sources:

- (1) Clerk of Circuit Court, Hillsborough County. Supported by 0.0604 mill levy.
- (2) School Board of Hillsborough County. Supported by 0.0000 mill levy.
- (3) The total Overlapping Debt is calculated by multiplying the City of Tampa's Percentage of Debt by the total Net Debt Outstanding in Hillsborough County.

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(in thousands)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Debt limit <sup>(1)</sup>	\$ 2,512,220	\$ 2,700,006	\$ 2,921,095	\$ 3,345,356	\$ 4,018,650	\$ 4,417,364	\$ 4,337,641	\$ 3,814,759	\$ 3,332,669	\$ 3,205,663
Total debt applicable to limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u><u>\$ 2,512,220</u></u>	<u><u>\$ 2,700,006</u></u>	<u><u>\$ 2,921,095</u></u>	<u><u>\$ 3,345,356</u></u>	<u><u>\$ 4,018,650</u></u>	<u><u>\$ 4,417,364</u></u>	<u><u>\$ 4,337,641</u></u>	<u><u>\$ 3,814,759</u></u>	<u><u>\$ 3,332,669</u></u>	<u><u>\$ 3,205,663</u></u>

(1) According to City ordinance, the City's total outstanding general obligation debt should not exceed 15 percent of total assessed property value as determined by the Hillsborough County Property Appraiser

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**

Calendar Year	Population (1)	Personal Income (in thousands) (2)**	Per Capita Income (2)**	School Enrollment (3)**	Unemployment Percentage (2)**	Median Age (4)**
2002	313,611	\$ 31,150,902	\$ 29,602	168,107	4.4 %	35.7
2003	321,490	31,932,807	29,748	180,416	4.1	35.4
2004	327,220	34,848,801	31,671	187,694	4.4	35.9
2005	330,220	37,379,401	33,034	192,720	3.5	35.9
2006	334,550	40,757,703	35,079	192,962	3.3	36.3
2007	342,060	42,859,565	36,616	192,496	4.0	36.5
2008	349,250	44,582,561	37,778	191,711	6.3	37.1
2009	350,210	45,511,155	38,075	193,403	10.7	35.6
2010	353,840	47,339,654	38,382	195,013	11.8	36.1
2011	346,064	49,671,035	39,180	196,911	10.5	36.4

\*\* Data presented is for Hillsborough County.

Data Sources:

- (1) 2011-U.S. Census Bureau Fact Finder; all other years-Hillsborough County City-County Planning Commission
- (2) My Florida - Labor Market Statistics; Local Area Unemployment Statistics (LAUS); Per Capita Income and Personal Income derived from Bureau of Economic Analysis; Regional Economic Information System
- (3) Hillsborough County Public Schools
- (4) US Census Bureau Fact Finder

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND NINE YEARS AGO**

Employer	2012			2003		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Hillsborough County School Board	24,463	1	3.90 %	21,426	1	3.90 %
Verizon Communications Corporation				14,000	3	2.55
MacDill Air Force Base	15,485	2	2.47	19,000	2	3.46
Hillsborough County Government	10,212	3	1.63	10,886	5	1.98
University of South Florida	9,464	4	1.51	12,477	4	2.27
Tampa International Airport	7,500	5	1.20	8,000	6	1.46
Tampa General Hospital	6,515	6	1.04			
Publix Super Markets, Inc.	5,714	7	0.91			
James A. Haley - Veterans Hospital	4,700	8	0.75	5,900	7	1.07
City of Tampa	4,278	9	0.68			
H. Lee Moffit Cancer Center	4,187	10	0.67			
Saint Joseph's Hospital				5,242	8	0.95
City of Tampa				4,631	10	0.84
Publix Super Markets, Inc.						
JP Morgan Chase				5,237	9	0.95
	<u>92,518</u>		<u>14.75 %</u>	<u>106,799</u>		<u>19.42 %</u>

Source: Hillsborough County City-County Planning Commission except data for City of Tampa which is from city department of administrative services  
For 2003 Data, City-Data.com US-Cities

Unaudited - see accompanying independent auditors' report

**CITY OF TAMPA, FLORIDA**  
**FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION**  
**LAST SEVEN FISCAL YEARS**

Function	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
General Government	373	374	355	379	404	408	447
Public Safety							
Police							
Officers	980	984	984	1,081	952	943	958
Civilians	359	337	317	264	279	291	264
Fire							
Firefighters	572	585	585	580	618	611	625
Civilians	68	49	45	52	42	35	59
Code Enforcement	57	56	62	56	50	49	48
Public Works	556	553	525	474	434	425	326
Economic Environment	17	17	17	17	14	12	117
Culture and Recreation	677	550	575	633	511	560	508
Water Utility	247	239	240	248	274	279	286
Wastewater Utility	328	314	312	324	295	294	292
Solid Waste System	213	211	218	213	205	205	202
Parking Facilities	138	130	121	114	112	109	93
Marina	3	1	3	3	3	5	3
Utility Accounting	67	69	69	68	-	-	-
Administrative Services	5	5	2	2	1	3	3
Fleet Maintenance	60	64	51	47	52	49	47
Total	<u>4,720</u>	<u>4,538</u>	<u>4,481</u>	<u>4,555</u>	<u>4,246</u>	<u>4,278</u>	<u>4,278</u>

Utility Accounting was merged with Water Utility in 2010

Unaudited - see accompanying independent auditors' report

As a result of GASB Statement No. 44, *Economic Conditions Reporting: The Statistical Section*, we began gathering economic data in 2006. Information for fiscal years prior to 2006 is not available.

**CITY OF TAMPA, FLORIDA**  
**OPERATING INDICATORS BY FUNCTION**  
**LAST SEVEN YEARS**

Function	Fiscal Year						
	2006	2007	2008	2009	2010	2011	2012
Public Safety							
Police							
Physical Arrests	58,708	61,215	56,728	55,115	48,290	42,394	45,663
Calls Answered	572,248	564,951	609,471	615,340	641,201	662,050	602,406
Fire							
Calls Answered	66,083	66,577	50,174	66,912	66,822	64,759	69,862
Inspections	9,006	11,346	16,639	16,611	19,160	5,574	14,751
Code Enforcement							
Inspections	96,433	95,657	95,533	72,590	75,127	73,000	66,110
Public Works							
Street Resurfacing (miles)	62	56	33	88	57	59	51
Curb Miles Swept	29,000	25,000	28,000	29,511	26,250	26,500	25,552
Potholes Repaired	12,897	12,252	11,380	11,244	12,903	15,540	22,907
Culture and Recreation							
Convention Center Attendance/Day	825	1,014	1,107	945	596	815	1,110
Recreation Center Admissions	30,290	30,330	30,500	30,400	192,117	212,186	208,570
Museum Admissions/Day	175	122	-	-	-	-	-
Water Utility							
New Connections	2,380	1,050	633	17	26	254	1,296
Hillsborough River Water use Permit (millions of gallons)	85	85	82	82	82	82	82
Average Daily Consumption used (millions of gallons)	72	71	69	63	59	62	63
Wastewater Utility							
Average Daily Treatment (millions of gallons)	58	57	58	54	55	56	59
Solid Waste System							
Refuse Collected (tons/day)	1,162	1,215	1,156	1,158	1,187	1,152	1,137
Recyclables Collected (tons/day)	111	119	110	108	169	180	198
Parking Facilities							
Hourly Customers/Day	8,690	8,068	3,477	3,263	3,655	2,893	3,765
Citations Issued	101,801	87,338	94,401	94,451	79,418	80,550	74,115
Marina							
Slips Rented Per Day	117	124	93	91	85	73	26

Sources: Various city departments

Note: Indicators are not available for the general government and economic environment functions.

The City owns the Museum building and provides a grant for partial operational support. The Museum is responsible for all operational policies and procedures, funding for the collection, exhibitions, and staffing.

Unaudited - see accompanying independent auditors' report

As a result of GASB Statement No. 44, *Economic Conditions Reporting: The Statistical Section*, we began gathering economic data in 2006. Information for fiscal years prior to 2006 is not available.

**CITY OF TAMPA, FLORIDA**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**LAST SEVEN YEARS**

Function	Fiscal Year						
	2006	2007	2008	2009	2010	2011	2012
Public Safety							
Police							
Vehicle Patrol Units	780	782	782	782	771	771	771
Airplanes and Helicopters	7	5	5	5	4	4	4
Boats	5	5	5	5	5	5	6
Fire							
Stations	21	21	21	21	21	21	22
Public Works							
Streets (miles)	1,684	1,708	1,709	1,709	1,709	1,711	1,711
Streetlights	29,375	37,997	38,635	38,635	38,635	38,635	38,635
Traffic Signals	583	571	571	572	572	572	572
Culture and Recreation							
Parks Acreage	2,286	3,544	3,544	3,544	3,544	3,547	3,543
Parks	165	178	178	178	178	179	178
Athletic Fields and Playgrounds	201	201	197	197	199	240	398
Swimming Pools	14	14	13	13	13	13	14
Community Centers	26	26	27	27	27	27	26
Water Utility							
Water Mains (miles)	2,318	2,135	2,177	2,177	2,250	2,225	2,250
Fire Hydrants	12,715	12,809	13,158	13,281	13,377	13,500	13,377
Maximum Daily Capacity (millions of gallons)	160	160	160	160	160	160	160
Wastewater Utility							
Wastewater Mains (miles)	1,836	1,836	1,836	1,836	1,890	1,890	1,890
Pumping Stations	223	229	229	229	222	222	223
Maximum Daily Capacity (millions of gallons)	96	96	96	96	96	96	96
Solid Waste System							
Collection Trucks	136	139	140	151	148	121	93
Parking Facilities							
Garage Spaces	9,261	9,261	9,092	9,088	9,368	9,638	9,368
Signage Control Spaces	1,463	841	1,043	1,043	1,043	491	491
On-Street Metered Spaces	2,465	2,803	1,601	1,601	1,425	1,606	1,606
Off-Street Non-Garage Spaces	2,212	2,056	1,977	2,177	2,177	2,004	2,004
Marina							
Boat Slips	118	124	124	124	119	119	78
Golf Courses							
Number of Courses	3	3	3	3	3	3	3

Sources: Various city departments. Fiscal year 2010 from Budget department.

Note: Indicators are not available for the general government function

Unaudited - see accompanying independent auditors' report

As a result of GASB Statement No. 44, *Economic Conditions Reporting: The Statistical Section*, we began gathering economic data in 2006. Information for fiscal years prior to 2006 is not available.

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## Continuing Disclosure Section



## Continuing Disclosure Section

This part of the City of Tampa's comprehensive annual financial report presents detailed information in accordance with continuing disclosure requirements applicable to the various bond issuances.

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### Sources:

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.



**CITY OF TAMPA, FLORIDA**  
**HISTORICAL DEBT SERVICE COVERAGE OF**  
**GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS**  
**LAST TEN FISCAL YEARS**

	Available State Revenue Sharing for Debt Service									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net Revenues Available for Debt Service <sup>(1)</sup>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>	<u>\$ 4,897,504</u>
Bond Debt Service	<u>\$ 4,826,100</u>	<u>\$ 4,827,200</u>	<u>\$ 4,831,300</u>	<u>\$ 4,822,500</u>	<u>\$ 4,830,800</u>	<u>\$ 4,819,400</u>	<u>\$ 283,600</u>	<u>\$ 279,000</u>	<u>\$ 284,100</u>	<u>\$ 278,300</u>
Bond Debt Service Coverage	1.02x	1.02x	1.02x	1.02x	1.02x	1.02x	17.27x	17.56x	17.24x	17.60x

(1) Net Revenues Available for Debt Service are equal to Guaranteed Entitlement payments received, which in turn are equal to the annual debt service payments due.

Source: Revenues were extracted from the City's Comprehensive Annual Financial Reports

**CITY OF TAMPA, FLORIDA**  
HISTORICAL DEBT SERVICE COVERAGE OF  
GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS  
LAST TEN FISCAL YEARS

State of Florida  
Sales and Use Tax Available Revenues

Ended June 30,	Sales & Use Tax Collections
2003	\$ 16,222,664,484
2004	17,655,515,490
2005	19,844,486,337
2006	21,795,739,695
2007	21,748,908,130
2008	20,569,094,342
2009	18,446,085,352
2010	17,851,726,033
2011	18,589,577,548
2012	19,456,910,575

Source: Florida Department of Revenue, Office of Tax Research

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL DEBT SERVICE COVERAGE OF**  
**GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS**  
**LAST TEN FISCAL YEARS**

State of Florida  
Revenue Sharing Trust Fund for Municipalities  
Receipts and Coverage of Guaranteed Entitlements

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Sales and Use Tax <sup>(1)</sup>	\$ 147,517,049	\$ 151,462,709	\$ 234,068,559	\$ 253,216,128	\$ 253,216,128	\$ 240,467,686	\$ 215,543,021	\$ 207,888,538	\$ 217,216,599	\$ 227,474,337
Motor Fuel Tax	82,184,764	84,519,288	92,375,629	94,054,299	93,497,331	90,580,061	86,592,431	85,886,475	86,074,835	84,748,397
Special Fuel/Motor and Fuel Use Tax	953,804	1,135,259	1,240,339	1,155,667	965,633	808,795	798,834	664,266	593,678	544,646
Total Receipts	<u>\$ 230,655,617</u>	<u>\$ 237,117,256</u>	<u>\$ 327,684,527</u>	<u>\$ 348,426,094</u>	<u>\$ 347,679,092</u>	<u>\$ 331,856,542</u>	<u>\$ 302,934,286</u>	<u>\$ 294,439,279</u>	<u>\$ 303,885,112</u>	<u>\$ 312,767,380</u>
Guaranteed Entitlement										
for All Florida Municipalities	\$ 117,046,851	\$ 113,749,426	\$ 117,644,655	\$ 121,827,097	\$ 124,699,266	\$ 124,697,122	\$ 124,697,122	\$ 124,697,122	\$ 124,697,122	\$ 124,697,122
Coverage	1.97x	2.08x	2.79x	2.89x	2.79x	2.66x	2.43x	2.36x	2.44x	2.51x

(1) Cigarette Tax revenues were replaced effective as of July 1, 2000 with Sales and Use Tax proceed:

Source: Department of Revenue

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL DEBT SERVICE COVERAGE OF**  
**GUARANTEED ENTITLEMENT REFUNDING REVENUE BONDS**  
**LAST TEN FISCAL YEARS**

State Revenue Sharing Receipts

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Guaranteed Entitlement <sup>(1)</sup>	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504	\$ 4,897,504
Other State Revenue Sharing	3,883,382	4,360,828	8,268,444	8,510,812	8,327,382	7,318,466	5,654,304	5,634,699	5,674,354	5,355,064
Total State Revenue Sharing Receipts	<u>\$ 8,780,886</u>	<u>\$ 9,258,332</u>	<u>\$ 13,165,948</u>	<u>\$ 13,408,316</u>	<u>\$ 13,224,886</u>	<u>\$ 12,215,970</u>	<u>\$ 10,551,808</u>	<u>\$ 10,532,203</u>	<u>\$ 10,571,858</u>	<u>\$ 10,252,568</u>

(1) Guaranteed Entitlement refunding bonds are secured by only Guaranteed Entitlement payments;  
other State Revenue Sharing payments received do not secure the Guaranteed Entitlement refunding bonds.

Source: City of Tampa, Revenue and Finance Department



**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COMMUNITY INVESTMENT TAX**  
**COLLECTIONS AND DISTRIBUTIONS**  
**LAST TEN FISCAL YEARS**

Fiscal Year		School Board		Tampa Sports Authority		Hillsborough County		City of Tampa		Temple Terrace		Plant City		Total
2011-12	\$	23,943,646	\$	9,051,896	\$	46,167,708	\$	14,112,729	\$	1,035,854	\$	1,462,752	\$	95,774,585
2010-11		22,889,866		9,381,238		43,203,428		13,760,828		972,329		1,351,775		91,559,464
2009-10		22,018,439		9,570,000		41,194,742		13,076,351		920,711		1,293,514		88,073,757
2008-09		20,772,238		9,686,119		38,404,544		13,188,666		873,668		1,205,241		84,130,476
2007-08		24,676,933		10,490,415		46,276,695		14,904,725		1,031,111		1,466,905		98,846,784
2006-07		24,541,662		10,314,000		45,913,127		16,101,603		1,006,645		1,481,477		99,358,514
2005-06		26,781,612		12,064,000		49,332,904		16,230,355		1,106,150		1,611,428		107,126,449
2004-05		24,757,873		9,564,000		46,590,927		15,497,954		1,067,709		1,553,031		99,031,494
2003-04		21,608,477		9,577,000		39,729,147		13,248,574		922,649		1,348,062		86,433,908
2002-03		20,632,902		9,540,000		37,473,125		12,717,929		874,390		1,293,260		82,531,607

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Source: Hillsborough County, Finance Department

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COMMUNITY INVESTMENT TAX**  
**COLLECTIONS AND DISTRIBUTIONS**  
**LAST TEN FISCAL YEARS**

**Distribution Percentage of Net Surtax**

Fiscal Year	City of Tampa		Hillsborough County		Temple Terrace		Plant City		Total	
2011-12	22.48	%	73.54	%	1.65	%	2.33	%	100.00	%
2010-11	23.21		72.87		1.64		2.28		100.00	
2009-10	23.15		72.93		1.63		2.29		100.00	
2008-09	24.57		71.55		1.63		2.25		100.00	
2007-08	23.41		72.67		1.62		2.30		100.00	
2006-07	24.96		71.18		1.56		2.30		100.00	
2005-06	24.12		71.92		1.61		2.35		100.00	
2004-05	23.95		72.00		1.65		2.40		100.00	
2003-04	23.98		71.91		1.67		2.44		100.00	
2002-03	24.29		71.57		1.67		2.47		100.00	

Source: Hillsborough County Board of County Commissioners, Department of Business and Support Services.

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COMMUNITY INVESTMENT TAX**  
**COLLECTIONS AND DISTRIBUTIONS**  
**LAST TEN FISCAL YEARS**

**State Sales Tax Collections in Hillsborough County**

Year*	State Sales Tax Collected	Increase (Decrease)	
2012	\$ 1,184,948,287	4.99	%
2011	1,128,618,974	4.30	
2010	1,082,220,518	(4.60)	
2009	1,134,106,531	(17.80)	
2008	1,379,220,188	(7.40)	
2007	1,489,352,417	(0.70)	
2006	1,500,203,126	11.70	
2005	1,343,381,143	19.60	
2004	1,122,964,036	5.30	
2003	1,066,745,557	0.30	

\*The State's fiscal year ends on June 30. Yearly data shown represents collections for the 12 month period ending June 30.

Source: Revenues were extracted from the City's Comprehensive Annual Financial Reports

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COMMUNITY INVESTMENT TAX**  
**COLLECTIONS AND DISTRIBUTIONS**  
**LAST TEN FISCAL YEARS**

Debt Service Coverage  
Fiscal Year Ending September 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Community Investment Tax Receipts <sup>(1)</sup>	<u>\$ 12,717,930</u>	<u>\$ 13,248,573</u>	<u>\$ 15,497,954</u>	<u>\$ 16,230,354</u>	<u>\$ 16,101,603</u>	<u>\$ 14,904,725</u>	<u>\$ 13,188,666</u>	<u>\$ 13,076,351</u>	<u>\$ 13,760,828</u>	<u>\$ 14,112,729</u>
Bond Debt Service <sup>(2)</sup>	<u>\$ 3,961,838</u>	<u>\$ 3,958,775</u>	<u>\$ 3,959,650</u>	<u>\$ 3,961,150</u>	<u>\$ 4,960,363</u>	<u>\$ 5,237,869</u>	<u>\$ 5,239,769</u>	<u>\$ 5,236,844</u>	<u>\$ 4,935,130</u>	<u>\$ 4,954,456</u>
Bond Debt Service Coverage	3.22x	3.35x	3.92x	4.10x	3.25x	2.85x	2.52x	2.50x	2.79x	2.85x

(1) Equal to Net Revenues Available for Debt Service

(2) For the purposes of the debt service coverage calculation, debt service requirements are shown on a "cash basis" with payments due on October 1st recorded in the prior fiscal year (the "Bond Year" as defined in the Bond Resolution), since these payments are sent to the paying agent in advance of the due date.

Source: Operating Revenues, Other Revenues, and Operating Expenses were extracted from the City's Comprehensive Annual Financial Reports

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COVERAGE OF DEBT SERVICE**  
**BY UTILITIES TAX REVENUES**  
**LAST TEN FISCAL YEARS**

	For the Fiscal Years Ended September 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Utilities Services Tax Collections	\$ 58,709,000	\$ 57,460,572	\$ 58,903,758	\$ 57,905,000	\$ 56,901,608	\$ 59,020,895	\$ 63,018,702	\$ 64,190,616	\$ 60,149,237	\$ 61,019,578
1991 Bond Debt Service	2,020,275	2,020,275	2,020,275	2,020,275	2,020,275	2,020,275	2,020,275	11,350,275	11,355,500	11,352,863
2001 Bond Debt Service	9,213,200	9,332,500	9,332,700	9,324,200	9,331,100	9,326,000	9,328,000	-	-	-
2001B Bond Debt Service	2,115,575	2,160,575	2,168,325	2,165,575	2,167,825	2,164,825	2,166,825	2,168,575	2,165,075	2,166,575
Combined 1991, 2001 and 2001B Bonds Debt Service <sup>(1)</sup>	13,349,050	13,513,350	13,521,300	13,510,050	13,519,200	13,511,100	13,515,100	13,518,850	13,520,575	13,519,438
Less: Tax Increment Revenues	9,645,207	8,580,429	11,014,000	11,323,000	13,519,200	13,511,100	13,515,100	13,518,850	13,248,541	12,706,648
Net 1991, 2001 and 2001B Bonds Debt Service Payable from Utilities Service Tax <sup>(1) (2)</sup>	\$ 3,703,843	\$ 4,932,921	\$ 2,507,300	\$ 2,187,050	\$ -	\$ -	\$ -	\$ -	\$ 272,034	\$ 812,790
Senior Lien Utilities Tax Bonds Debt Service Coverage	15.86x	11.65x	23.5x	26.48x	N/A	N/A	N/A	N/A	N/A	N/A
Net Utilities Services Tax Available After Payment of Senior Lien Utilities Tax Bonds	\$ 55,005,157	\$ 52,527,651	\$ 56,396,458	\$ 55,717,950	\$ 56,901,608	\$ 59,020,895	\$ 63,018,702	\$ 64,190,616	\$ 59,877,203	\$ 60,206,788
1990 Bonds Debt Service <sup>(3)</sup>	\$ 610,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1997 Bonds Debt Service <sup>(3)</sup>	1,305,425	1,294,625	652,982	486,500	551,460	588,290	572,950	572,600	3,320,000	3,412,502
1998 Bonds Debt Service <sup>(3)</sup>	1,265,965	1,274,165	810,861	1,278,100	859,655	491,265	166,945	125,280	-	-
1999A Bonds Debt Service <sup>(3)</sup>	3,372,586	3,371,786	2,689,572	2,610,138	1,403,300	1,398,425	1,405,100	2,157,850	-	-
2000A Bonds Debt Service <sup>(3)</sup>	1,183,464	1,177,014	701,328	608,024	210,544	447,500	357,000	-	-	-
2002A Bonds Debt Service <sup>(3)</sup>	800,597	799,758	753,353	767,653	771,153	769,333	767,318	735,140	768,898	771,343
2003A Bonds Debt Service <sup>(3)</sup>	-	1,140,695	1,144,425	1,245,729	1,258,479	-	-	-	-	-
2006 Bonds Debt Service <sup>(3)</sup>	-	-	-	-	1,414,113	1,761,525	1,761,525	2,541,525	5,889,225	5,482,700
2010A Bonds Debt Service <sup>(3) (4)</sup>	-	-	-	-	-	-	-	-	331,379	415,667
2010B Bonds Debt Service <sup>(3) (4)</sup>	-	-	-	-	-	-	-	-	215,846	270,745
Combined 1996, 1997, 1998, 1999A, 2000, 2002A, 2003A, 2006, 2010A, and 2010B Bonds Debt Service <sup>(1)</sup>	8,538,037	9,058,043	6,752,521	6,996,144	6,468,704	5,456,338	5,030,838	6,132,395	10,525,348	10,352,957
Less: Sinking Fund Receipts <sup>(5)</sup>	1,567,000	1,566,000	1,567,000	1,566,000	-	-	-	-	-	-

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COVERAGE OF DEBT SERVICE (continued)**  
**BY UTILITIES TAX REVENUES**  
**LAST TEN FISCAL YEARS**

	For the Fiscal Years Ended September 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net 1996, 1997, 1998, 1999A, 2000, 2002A, 2003A, 2006, 2010A, and 2010B Debt Service Payable from Utilities Services Tax <sup>(1)</sup>	\$ 6,971,037	\$ 7,492,043	\$ 5,185,521	\$ 5,430,144	\$ 6,468,704	\$ 5,456,338	\$ 5,030,838	\$ 6,132,395	\$ 10,525,348	\$ 10,352,957
Junior Lien Utilities Tax Bonds										
Debt Service Coverage	7.90x	7.02x	10.88x	10.27x	8.69x	10.82x	12.53x	10.47x	5.69x	5.82x

(1) For the purposes of the debt service coverage calculation, debt service requirements are shown on a "cash basis" with payments due on October 1st recorded in the prior fiscal year (the "Bond Year" as defined in the Bond Resolution), since these payments are sent to the paying agent in advance of the due date.

(2) The principal and interest on the senior lien bonds is first payable from tax increment revenues. In fiscal 2011, interest earned on tax increment revenues was used to pay the shortfall between annual debt service and tax increment revenues received.

(3) Junior lien bonds.

(4) The Series 2010A bonds and Series 2010B bonds were issued as taxable Build America Bonds and Recovery Zone Economic Development bonds, respectively, and as such are eligible for interest expense rebates offered by the US Department of the Treasury. For purposes of the annual debt service calculations shown in this schedule, the impact of the interest subsidies is excluded. If included, debt service would be lower than what is currently shown.

(5) Paid from U.S. Treasury Notes stripped coupons and Resolution Trust stripped coupons which have been refunded and have matured.

Source: City of Tampa, Revenue and Finance Department's Financial Statements

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COVERAGE OF DEBT SERVICE BY UTILITIES TAX REVENUES**  
**LAST TEN FISCAL YEARS**

**Downtown Non-Core Community Redevelopment Area**

Fiscal	Redevelopment	Incremental Area	Total	Tax Increment
Year	Area	Valuation Above	Millage	Revenues
	Valuation	Frozen Tax Base		
2012	\$ 988,371,907	\$ 893,770,112	12.6315	\$ 10,725,174
2011	1,010,940,242	916,338,447	12.6315	10,995,993
2010	1,175,066,187	1,080,464,392	12.6356	12,969,700
2009	1,379,231,706	1,284,629,911	12.6381	15,423,517
2008	1,290,637,610	1,196,035,815	12.5883	14,303,255
2007	1,048,102,962	953,501,167	14.1480	12,815,628
2006	812,926,636	718,324,841	14.7247	10,048,262
2005	811,577,790	716,975,995	14.9747	10,199,675
2004	753,080,313	658,478,518	15.0167	9,363,766
2003	710,625,157	616,023,362	15.0272	8,794,251

**Historical Tax Increment Revenues**

Fiscal	Redevelopment	Incremental Area	Total	Tax Increment
Year	Area	Valuation Above	Millage	Revenues
	Valuation	Frozen Tax Base		
2012	\$ 528,771,279	\$ 169,283,029	12.1633	\$ 1,956,088
2011	554,427,400	194,939,150	12.1633	2,252,548
2010	590,267,899	230,779,649	12.1674	2,667,589
2009	682,045,266	322,557,016	12.1715	3,729,703
2008	581,371,815	221,883,565	12.1388	2,558,730
2007	534,835,002	175,346,752	13.6480	2,273,476
2006	453,831,299	94,343,049	14.2247	1,274,901
2005	421,004,068	61,515,818	14.4747	845,902
2004	425,883,485	66,395,235	14.5167	915,648
2003	415,914,737	56,426,487	14.5272	778,733

Source: Hillsborough County Property Appraiser

TIF Revenue Projections Preliminary Certified Report

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COVERAGE OF DEBT SERVICE**  
**BY UTILITIES TAX REVENUES**  
**LAST TEN FISCAL YEARS**

Historical Utilities Services Tax Receipts by Category

Fiscal Year	Telecommunications/					Total
	Electric	Telephone	Gas	Water		
2012	\$ 30,963,625	\$ 23,633,944	\$ 1,149,473	\$ 5,272,536	\$	61,019,578
2011	30,995,558	23,260,619	1,206,759	4,686,301		60,149,237
2010	32,569,274	26,579,339	1,212,043	3,816,552		64,177,208
2009	28,282,581	29,922,932	1,097,420	3,729,478		63,032,411
2008	26,302,572	27,959,050	1,104,891	3,654,382		59,020,895
2007	24,752,937	27,589,932	1,154,649	3,404,090		56,901,608
2006	25,207,232	28,242,685	1,070,784	3,384,344		57,905,045
2005	26,441,509	28,508,995	964,146	2,989,108		58,903,758
2004	25,775,207	27,760,924	917,205	2,970,624		57,423,960
2003	25,878,415	29,401,172	868,005	2,561,909		58,709,501

Source: City of Tampa, Revenue and Finance Department's Financial Statements.



**CITY OF TAMPA, FLORIDA**  
HISTORICAL OCCUPATIONAL LICENSE REVENUES AND DEBT SERVICE COVERAGE  
LAST TEN FISCAL YEARS

Historical Debt Service Coverage										
For the Fiscal Years Ended September 30,										
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Occupational License Tax Revenues	\$ 9,289,274	\$ 9,291,845	\$ 9,977,528	\$ 10,259,600	\$ 10,458,370	\$ 10,839,862	\$ 10,835,792	\$ 10,533,000	\$ 10,382,911	\$ 10,219,633
Bond Debt Service										
2002A Bonds	\$ 2,461,860	\$ 4,346,788	\$ 4,655,236	\$ 4,671,152	\$ 4,783,026	\$ 4,789,369	\$ 4,788,850	\$ 4,888,063	\$ 4,875,413	\$ 3,393,338
2002B and 2002C Bonds	516,000	515,000	1,033,000	1,454,000	1,041,000	-	-	-	-	-
2007 Bonds	-	-	-	-	1,124,000	2,286,000	2,286,000	2,286,000	2,286,000	2,286,250
2012 Gulf Breeze Loan	-	-	-	-	-	-	-	-	-	120,153
Total Bond Debt Service	\$ 2,977,860	\$ 4,861,788	\$ 5,688,236	\$ 6,125,152	\$ 6,948,026	\$ 7,075,369	\$ 7,074,850	\$ 7,174,063	\$ 7,161,413	\$ 5,799,741
Bond Debt Service Coverage	3.12x	1.91x	1.75x	1.68x	1.51x	1.53x	1.53x	1.47x	1.45x	1.76x

Source: Revenues were extracted from the City's Comprehensive Annual Financial Reports

**CITY OF TAMPA, FLORIDA**  
**OCCUPATIONAL LICENSE TAX REFUNDING BONDS**  
**HISTORICAL NON-AD VALOREM REVENUES**

For the Fiscal Year Ended September 30,										
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Non-Ad Valorem Revenues:</b>										
Taxes:										
Sales <sup>(1)</sup>	\$ 12,780,000	\$ 13,310,000	\$ 15,145,000	\$ 16,434,000	\$ 17,316,000	\$ 15,017,000	\$ 13,324,000	\$ 13,424,000	\$ 13,867,391	\$ 14,203,246
Local Option Resort	1,841,396	1,713,000	1,916,000	2,166,000	2,166,000	1,618,899	1,897,777	1,919,000	1,840,815	1,152,833
Utility	29,308,000	29,700,000	30,395,000	29,662,360	29,311,676	31,061,845	33,110,000	37,611,000	36,888,618	37,385,634
Communications Services	29,401,172	27,760,924	28,508,995	28,242,685	27,589,932	27,959,050	29,922,932	26,579,000	23,260,619	23,633,944
General Fund Intergovernmental:										
Federal	896,000	8,728,313	2,934,246	(381,331)	410,000	375,124	399,105	2,064,000	1,539,795	625,001
State <sup>(2)</sup>	30,722,033	33,204,344	44,718,045	47,029,488	45,781,551	42,477,000	42,225,323	41,618,200	42,463,216	40,224,020
Local	4,146,019	4,810,000	4,518,945	5,452,418	5,044,240	4,558,000	4,632,692	4,647,000	4,730,969	2,450,333
Guaranteed Entitlement Special Revenue										
Fund State Revenue <sup>(2)</sup>	4,897,504	4,898,000	4,898,000	4,897,504	4,897,504	4,897,504	284,000	279,000	4,897,504	4,897,504
Licenses and Permits	35,837,386	37,072,496	40,372,000	43,178,111	43,366,000	44,098,873	45,258,067	45,235,000	44,511,869	50,719,649
Charges for Services	25,495,000	23,764,000	24,300,000	26,113,180	33,657,733	28,638,238	27,715,000	29,915,032	36,148,443	54,086,503 <sup>(3)</sup>
Fines and Forfeitures	5,054,000	6,152,000	5,145,146	4,982,981	4,350,424	3,790,449	3,490,000	3,719,000	4,732,258	7,020,632
Investment Earnings	9,982,000	4,076,000	3,170,808	9,389,480	17,378,000	17,821,000	16,118,000	15,229,000	4,555,746	2,916,784
Contributions & Donations	3,520,000	2,852,000	2,397,159	3,696,912	3,763,000	5,581,000	8,965,000	6,793,000	3,067,772	903,384
Total Non-Ad Valorem Revenues	\$ 193,880,510	\$ 198,041,077	\$ 208,419,344	\$ 220,863,788	\$ 235,032,060	\$ 227,893,982	\$ 227,341,896	\$ 229,032,232	\$ 222,505,015	\$ 240,219,467
<b>Less Legally Mandated Expenses:</b>										
Public Safety — General Fund	\$ 155,211,000	\$ 169,307,147	\$ 182,545,081	\$ 181,644,081	\$ 193,744,684	\$ 198,066,447	\$ 208,871,831	\$ 206,485,738	\$ 205,181,050	\$ 218,254,124
General Government Services — General Fund	30,436,000	39,981,000	34,486,641	38,554,644	46,778,439	49,342,500	54,855,414	54,796,068	51,389,234	67,639,271
Debt Service Fund Principal:										
Utility Tax Bonds	9,910,000	10,950,000	9,680,000	10,885,000	11,475,000	10,715,000	10,900,000	3,305,000	9,975,950	7,405,000
Guaranteed Entitlement Revenue Bonds	3,315,000	3,515,000	3,730,000	3,945,000	4,190,000	4,430,000	160,000	165,000	180,000	185,000
Utilities Tax Special Revenue Bonds	-	-	-	-	-	-	-	9,330,000	11,109,098	10,635,000
Debt Service Fund Interest:										
Utility Tax Bonds	9,990,248	9,601,118	8,579,004	7,575,500	6,492,718	6,226,704	5,625,663	4,995,970	5,629,210	5,559,876
Guaranteed Entitlement Revenue Bonds	1,511,100	1,312,200	1,101,300	877,500	640,800	389,400	123,600	114,000	104,100	93,300
Utilities Tax Special Revenue Bonds	2,020,275	2,020,275	2,020,275	2,020,275	2,020,275	2,020,275	2,020,275	2,020,275	1,546,454	717,864
Non-Debt Service Current Expenses:										
Utilities Tax Special Revenue Fund	-	-	853,096	853,206	-	-	-	-	10,276	1,842
Guaranteed Entitlement Special Revenue Fund	-	-	3,634	-	973	-	-	-	339	-
Occupational License Tax Special Revenue Fund	-	3,967	3,992	3,992	-	3,339	-	-	-	-
Utility Tax Capital Projects Fund Capital Expenses	5,180,835	8,639,000	6,493,410	7,072,794	21,969,710	13,347,307	19,194,189	9,374,331	6,318,524	20,239,777
Total Expenses	\$ 217,574,458	\$ 245,329,707	\$ 249,496,433	\$ 253,431,992	\$ 287,312,599	\$ 284,540,972	\$ 301,750,972	\$ 290,586,382	\$ 291,444,235	\$ 330,731,054

**CITY OF TAMPA, FLORIDA**  
**OCCUPATIONAL LICENSE TAX REFUNDING BONDS (continued)**  
**HISTORICAL NON-AD VALOREM REVENUES**

For the Fiscal Year Ended September 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Less: Property Tax Revenue	(105,197,347)	(113,378,000)	(123,492,288)	(141,022,026)	(166,238,000)	(163,637,000)	(159,986,639)	(139,390,890)	(122,035,729)	(119,407,366)
Net Expenses	112,377,111	131,951,707	126,004,145	112,409,966	121,074,599	120,903,972	141,764,333	151,195,492	169,408,506	211,323,688
Available Non-Ad Valorem Revenues	<u>\$ 81,503,399</u>	<u>\$ 66,089,370</u>	<u>\$ 82,415,199</u>	<u>\$ 108,453,822</u>	<u>\$ 113,957,461</u>	<u>\$ 106,990,010</u>	<u>\$ 85,577,563</u>	<u>\$ 77,836,740</u>	<u>\$ 53,096,509</u>	<u>\$ 28,895,779</u>

(1) Other Tax receipts were combined with Sales Tax receipts in prior reporting periods.

(2) As part of the State Municipal Revenue Sharing Program, the City of Tampa receives \$4,897,504 annually in Guaranteed Entitlement revenues (Section 218.21(7), Florida Statutes) for the life of the Program so long as sufficient revenues are available in the Revenue Sharing Trust Fund for Municipalities. In fiscal 2009 and fiscal 2010, the City classified Guaranteed Entitlement revenues, net of annual debt service, as Intergovernmental Revenues received from the State.

(3) In FY2012, Charges for Services included reimbursement for cost allocation whereas in previous years it was shown as a reduction of expenditures.

Source: Operating Revenues, Other Revenues and Operating Expenses were extracted from the City's Comprehensive Annual Financial Reports.

**CITY OF TAMPA, FLORIDA**  
**TAXABLE NON-AD VALOREM REVENUE BONDS**  
**AVAILABLE NON-AD VALOREM REVENUES**

	Fiscal Year Ended September 30						
	2006	2007	2008	2009	2010	2011	2012
<b>Revenues:</b>							
<b>Taxes:</b>							
Utilities Tax Revenues	\$ 29,662,000	\$ 29,312,000	\$ 31,062,000	\$ 33,110,000	\$ 37,611,000	\$ 36,888,618	\$ 37,385,634
Local Communications Services Tax Revenues	28,243,000	27,590,000	27,959,000	29,923,000	26,579,000	23,260,619	23,633,944
Infrastructure Sales Surtax Revenues	16,434,000	17,316,000	15,017,000	13,324,000	13,424,000	13,867,391	14,203,246
Other	2,066,000	1,355,000	1,098,000	938,000	942,000	987,059	209,928
Total Tax Revenues	76,405,000	75,573,000	75,136,000	77,295,000	78,556,000	75,003,687	75,432,752
<b>Licenses and Permits:</b>							
Business License Tax Revenues	10,260,000	10,457,000	10,840,000	10,836,000	10,533,000	10,382,911	10,219,633
Other	32,914,000	32,909,000	33,259,000	34,379,000	34,411,000	28,863,549	33,211,099
Total License and Permit Revenues	43,174,000	43,366,000	44,099,000	45,215,000	44,944,000	39,246,460	43,430,732
<b>Intergovernmental Revenues:</b>							
Half-Cent Sales Tax Revenues	31,135,000	29,412,000	26,793,000	23,820,000	23,344,000	24,294,617	24,492,313
Ninth-Cent Local Option Fuel Tax Revenues	1,890,000	2,019,000	1,756,000	1,727,000	1,737,000	1,712,343	-
State Revenue Sharing	8,298,000	8,109,000	7,088,000	10,253,000	10,253,000	10,287,758	10,679,324
Other	4,653,000	5,009,000	4,878,000	5,063,000	6,740,000	12,439,262	7,996,794
Total Intergovernmental Revenues	45,976,000	44,549,000	40,515,000	40,863,000	42,074,000	48,733,980	43,168,431
<b>Charges for Services:</b>							
Public Safety	16,020,000	17,207,000	16,689,000	17,392,000	16,593,000	18,214,434	18,719,096
Recreation and Culture	9,011,000	11,648,000	11,692,000	10,447,000	11,546,000	14,503,974	15,291,133
Other	1,293,000	1,771,000	1,236,000	1,220,000	1,518,000	2,136,995	16,478,570
Total Charges for Services	26,324,000	30,626,000	29,617,000	29,059,000	29,657,000	34,855,403	50,488,799
<b>Other Sources of Non-Ad Valorem Revenues:</b>							
Fines and Forfeitures	4,983,000	4,350,000	3,790,000	3,460,000	3,719,000	1,882,024	5,319,269
Interest Income	4,860,000	10,906,000	11,417,000	9,499,000	9,145,000	2,451,436	(123,335)
Other	2,316,000	2,262,000	4,275,000	1,383,000	2,455,000	1,674,567	780,684
Other Transfers	14,538,000	14,971,000	15,603,000	15,165,000	15,450,000	20,707,500	17,217,600
Total Sources of Non-Ad Valorem Revenues	218,576,000	226,603,000	224,452,000	221,939,000	226,000,000	224,555,057	235,714,932
<b>Less:</b>							
Infrastructure Sales Surtax Revenues	(16,434,000)	(17,316,000)	(15,017,000)	(13,324,000)	(13,424,000)	(13,749,000)	(14,203,246)
Ninth Cent Local Option Fuel Tax Revenues	(1,890,000)	(2,019,000)	(1,756,000)	(1,727,000)	(1,737,000)	(1,712,343)	-
Legally Restricted State Revenue Sharing	(2,489,000)	(2,433,000)	(2,126,000)	(3,076,000)	(3,076,000)	(3,086,327)	(3,203,797)
Legally Restricted Tourist Development Tax Revenues	(2,000,000)	(1,271,000)	(1,000,000)	(834,000)	(833,000)	(987,059)	(209,928)
Legally Restricted Fines and Forfeitures	(247,000)	(259,000)	(261,000)	(227,000)	(224,000)	(112,921)	(319,156)
Total Legally Available Non-Ad Valorem Revenues	\$ 195,516,000	\$ 203,305,000	\$ 204,292,000	\$ 202,751,000	\$ 206,706,000	\$ 204,907,407	\$ 217,778,805

Source: Operating Revenues, Other Revenues and Operating Expenses were extracted from the City's Comprehensive Annual Financial Reports

**CITY OF TAMPA, FLORIDA**  
**GENERAL FUND AND UTILITY TAX SPECIAL REVENUE FUND**  
**REVENUES AND EXPENDITURES**

	2006	2007	2008	2009	2010	2011	2012
<b>REVENUES</b>							
Property Taxes	\$ 141,022,000	\$ 166,238,000	\$ 163,637,000	\$ 159,987,000	\$ 139,391,000	\$ 122,035,729	\$ 119,407,366
Utilities Tax Revenues	29,662,000	29,312,000	31,062,000	33,110,000	37,611,000	36,888,618	37,385,634
Local Communications Services Tax Revenues	28,243,000	27,590,000	27,959,000	29,923,000	26,579,000	23,260,619	23,633,944
Other Taxes	2,066,000	1,355,000	1,098,000	938,000	942,000	1,084,855	308,082
Licenses and Permits	32,914,000	32,909,000	33,259,000	34,379,000	34,411,000	28,863,549	43,430,732
Intergovernmental	52,101,000	51,236,000	47,410,000	47,257,000	48,329,000	48,733,980	43,299,354
Charges for Services	26,324,000	30,626,000	29,617,000	29,059,000	29,657,000	35,645,119	52,558,672 <sup>(3)</sup>
Fines and Forfeitures	4,983,000	4,350,000	3,790,000	3,460,000	3,719,000	1,882,024	5,412,620
Investment Earnings	4,860,000	10,906,000	11,417,000	9,499,000	9,145,000	2,806,473	322,010
Contributions and Donations	740,000	134,000	945,000	239,000	1,311,000	607,273	278,243
Special Assessments	-	-	-	-	-	-	352,906
<b>TOTAL REVENUES</b>	<b>322,915,000</b>	<b>354,656,000</b>	<b>350,194,000</b>	<b>347,851,000</b>	<b>331,095,000</b>	<b>301,808,239</b>	<b>326,389,563</b>
<b>EXPENDITURES</b>							
Current:							
General Government	38,605,000	46,837,000	49,476,000	52,531,000	54,934,000	51,601,098	67,745,385
Public Safety	182,347,000	194,130,000	199,045,000	207,305,000	206,896,000	215,358,699	218,254,124
Public Works	29,808,000	29,200,000	32,284,000	33,394,000	32,182,000	29,004,015	20,086,961
Capital Outlay	6,621,000	5,597,000	7,336,000	3,475,000	4,801,000	3,285,816	5,129
Debt Service	3,000	2,000	3,000	1,000	81,000	90,849	172,061
Culture and Recreation	46,261,000	50,703,000	43,355,000	40,039,000	38,542,000	41,265,490	44,150,120
<b>TOTAL EXPENDITURES</b>	<b>303,645,000</b>	<b>326,469,000</b>	<b>331,499,000</b>	<b>336,745,000</b>	<b>337,436,000</b>	<b>340,605,967</b>	<b>350,413,780</b>
<b>EXCESS OF REVENUES OVER (UNDER)</b>							
<b>EXPENDITURES</b>	<b>19,270,000</b>	<b>28,187,000</b>	<b>18,695,000</b>	<b>11,106,000</b>	<b>(6,341,000)</b>	<b>(38,797,728)</b>	<b>(24,024,217)</b>

**CITY OF TAMPA, FLORIDA**  
**GENERAL FUND AND UTILITY TAX SPECIAL REVENUE FUND (Continued)**  
**REVENUES AND EXPENDITURES**

	2006	2007	2008	2009	2010	2011	2012
OTHER FINANCING SOURCES (USES)							
Sale of Capital Assets	1,576,000	2,128,000	3,330,000	1,144,000	1,144,000	1,067,294	502,441
Issuance of debt	-	-	-	-	-	-	20,045,000
Transfers In	19,960,000	22,543,000	20,946,000	26,601,000	28,513,000	69,560,217	57,936,242
Transfers Out	(18,186,000)	(21,880,000)	(23,587,000)	(26,071,000)	(18,548,000)	(60,609,931)	(64,910,978)
TOTAL OTHER FINANCING SOURCES (USES)	3,350,000	2,791,000	689,000	1,674,000	11,109,000	10,017,580	13,572,705
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	22,620,000	30,978,000	19,384,000	12,780,000	4,768,000	(28,780,148)	(10,451,512)
BEGINNING FUND BALANCES <sup>(1)</sup>	84,173,000	106,793,000	137,771,000	157,155,000	169,935,000	190,375,426	<sup>(1)</sup> 161,595,278
ENDING FUND BALANCES	106,793,000	137,771,000	157,155,000	169,935,000	174,703,000	161,595,278	151,143,766
Reserved Portion	\$ 13,417,000	\$ 15,053,000	\$ 12,100,000	\$ 10,557,000	\$ 4,262,000	-	-
Designated Portion	\$ 24,910,000	\$ 31,105,000	\$ 28,903,000	\$ 27,092,000	\$ 27,730,000	-	-
Unreserved and Undesignated Portions	\$ 68,466,000	\$ 91,613,000	\$ 116,152,000	\$ 132,286,000	\$ 142,711,000	-	-
Non Spendable <sup>(2)</sup>						\$ 711,512	\$ 697,871
Restricted <sup>(2)</sup>						\$ -	\$ 17,370,800
Committed <sup>(2)</sup>						\$ 4,231,317	\$ 3,706,778
Assigned <sup>(2)</sup>						\$ 80,442,811	\$ 74,912,026
Unassigned <sup>(2)</sup>						\$ 76,209,638	\$ 54,456,291

(1) As restated

(2) In conformity with GASB Statement No. 54, Fund Balance Reporting and Classifications

(3) In FY2012, Charges for Services included reimbursement for cost allocation whereas in previous years it was shown as a reduction of expenditures.

Source: Operating Revenues, Other Revenues and Operating Expenses were extracted from the City's Comprehensive Annual Financial Reports

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COVERAGE OF DEBT SERVICE**  
**BY WATER AND SEWER SYSTEMS REVENUES**  
**LAST TEN FISCAL YEARS**

For the Fiscal Years Ended September 30,										
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Operating Revenues	\$ 113,244,000	\$ 130,898,770	\$ 132,172,000	\$ 148,152,000	\$ 151,852,000	\$ 152,119,000	\$ 150,117,666	\$ 160,922,056	\$ 186,235,808	\$ 206,045,422
Other Revenues	8,256,000	6,776,000	9,689,000	12,286,000	19,769,000	15,413,000	16,016,000	13,872,000	5,878,356	10,428,893
Total Revenues	121,500,000	137,674,770	141,861,000	160,438,000	171,621,000	167,532,000	166,133,666	174,794,056	192,114,164	216,474,315
Operating Expenses										
Salaries and Employee Benefits	34,242,863	38,268,944	37,600,749	40,449,000	43,270,402	43,998,224	44,920,589	45,387,505	38,959,974	40,016,521
Supplies and Materials	14,266,432	13,976,532	16,517,000	17,751,724	21,269,755	23,722,885	24,525,000	20,406,086	19,809,255	19,690,099
Contract Services	2,928,029	2,614,078	2,955,017	7,442,000	12,351,020	10,007,228	17,346,000	5,310,821	8,319,810	9,694,510
Other Services and Charges	10,500,762	16,401,114	15,807,000	13,043,000	19,014,740	28,352,946	28,096,051	26,721,000	31,243,767	33,260,893
Total Current Expenses	61,938,086	71,260,668	72,879,766	78,685,724	95,905,917	106,081,283	114,887,640	97,825,412	98,332,806	102,662,023
Net Revenues	59,561,914	66,414,102	68,981,234	81,752,276	75,715,083	61,450,717	51,246,026	76,968,644	93,781,358	113,812,292
Available Sewer Capacity Fees	5,233,077	5,183,521	6,217,823	6,278,405	4,333,042	4,307,605	1,402,303	1,307,116	1,786,697	3,122,898
Net Revenues Available for Debt Service	<u>\$ 64,794,991</u>	<u>\$ 71,597,623</u>	<u>\$ 75,199,057</u>	<u>\$ 88,030,681</u>	<u>\$ 80,048,125</u>	<u>\$ 65,758,322</u>	<u>\$ 52,648,329</u>	<u>\$ 78,275,760</u>	<u>\$ 95,568,055</u>	<u>\$ 116,935,190</u>
Bond Debt Service	<u>\$ 20,359,102</u>	<u>\$ 23,134,875</u>	<u>\$ 20,781,902</u>	<u>\$ 23,564,705</u>	<u>\$ 25,407,469</u>	<u>\$ 28,074,391</u>	<u>\$ 27,118,182</u>	<u>\$ 27,113,082</u>	<u>\$ 27,117,331</u>	<u>\$ 24,840,571</u>
Bond Debt Service Coverage	3.18x	3.09x	3.62x	3.74x	3.15x	2.34x	1.94x	2.89x	3.52x	4.71x
Net Revenues Available for										
State Loan Agreements	<u>\$ 44,435,889</u>	<u>\$ 48,462,748</u>	<u>\$ 54,417,155</u>	<u>\$ 64,465,976</u>	<u>\$ 54,640,656</u>	<u>\$ 37,683,931</u>	<u>\$ 25,530,147</u>	<u>\$ 51,162,678</u>	<u>\$ 68,450,724</u>	<u>\$ 92,094,619</u>
State Loan Agreements Debt Service	<u>\$ 6,880,539</u>	<u>\$ 6,590,539</u>	<u>\$ 6,590,539</u>	<u>\$ 6,590,539</u>	<u>\$ 6,590,539</u>	<u>\$ 6,590,539</u>	<u>\$ 6,590,539</u>	<u>\$ 6,590,539</u>	<u>\$ 6,645,405</u>	<u>\$ 7,316,448</u>
Stat Loan Debt Service Coverage	6.74x	7.35x	6.99x	6.99x	8.29x	5.72x	3.87x	7.76x	10.30x	12.59

Source: Operating Revenues, Other Revenues, and Operating Expenses were extracted from the City's Comprehensive Annual Financial Statements

**CITY OF TAMPA**  
**HISTORICAL COVERAGE OF DEBT SERVICE**  
**BY SOLID WASTE SYSTEM REVENUES**  
**LAST TEN FISCAL YEARS**

	For the Fiscal Years Ended September 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Operating Revenues	\$ 57,369,864	\$ 64,079,469	\$ 64,941,367	\$ 68,600,704	\$ 70,740,938	\$ 71,095,001	\$ 69,343,545	\$ 64,947,980	\$ 67,238,973	\$ 69,757,947
Other Revenues	1,168,805	1,118,873	997,533	1,569,655	1,942,330	2,078,866	3,522,265	3,745,483 <sup>(2)</sup>	652,679	230,322
Total Revenues	58,538,669	65,198,342	65,938,900	70,170,359	72,683,268	73,173,867	72,865,810	68,693,463	67,891,652	69,988,269
Operating Expenses										
Salaries and Employee Benefits	9,050,969	10,617,485	10,631,673	11,927,349	13,320,613	13,767,759	14,289,433	14,380,397	13,548,134	13,638,267
Supplies and Materials	615,105	322,009	1,096,334	1,237,192	863,378	1,330,159	1,306,855	1,210,356	449,393	798,357
Contract Services	17,839,800	18,365,503	19,032,115	17,903,572	18,077,151	18,971,156	19,801,088	21,386,864	19,524,128	19,208,082
Other Services and Charges	10,826,662	12,580,555	12,990,486	14,776,787	14,648,123	16,728,200	15,797,977	15,338,755	15,084,029	15,265,422
Total Operating Expenses	38,332,536	41,885,552	43,750,608	45,844,900	46,909,265	50,797,274	51,195,353	52,316,372	48,605,684	48,910,128
Net Revenues Available for Debt Service	\$ 20,206,133	\$ 23,312,790	\$ 22,188,292	\$ 24,325,459	\$ 25,774,003	\$ 22,376,593	\$ 21,670,457	\$ 16,377,091	\$ 19,285,968	\$ 21,078,141
Bond Debt Service <sup>(1)</sup>	14,776,000	14,696,693	14,698,293	14,698,103	14,694,983	14,697,748	14,698,455	14,677,245	14,058,280	14,058,000
Bond Debt Service Coverage	1.37x	1.59x	1.51x	1.66x	1.76x	1.53x	1.48x	1.12x	1.38x	1.50x

(1) For the purposes of the debt service coverage calculation, debt service requirements are shown on a "cash basis" with payments due on October 1st recorded in the prior fiscal year (the "Bond Year" as defined in the Bond Resolution), since these payments are sent to the paying agent in advance of the due date.

(2) For coverage calculation, 10% of the annual bond service requirement is shown as transferred from General Reserves.

Source: Operating Revenues, Other Revenues, and Operating Expenses were extracted from the City's Comprehensive Annual Financial Statements.



**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COVERAGE OF DEBT SERVICE**  
**BY SOLID WASTE SYSTEM REVENUES**  
**LAST TEN FISCAL YEARS**

**Historical Collection of User Charges -- Solid Waste Fund**

Fiscal Year		Amount Billed		Bad Debt Expense	Percentage Collected	
2012	\$	56,305,997	\$	650,654	98.84	%
2011		53,609,453		612,075	98.86	
2010		51,813,017		660,597	98.72	
2009		53,935,444		797,247	98.52	
2008		54,903,470		710,665	98.71	
2007		55,444,411		517,012	99.07	
2006		54,310,611		526,679	99.03	
2005		51,801,161		513,783	99.01	
2004		50,721,968		433,904	99.14	
2003		44,485,053		423,424	99.05	

**Historical Rates and Charges for the Solid Waste Department**

Fiscal Year		Residential (Per Month)		Commercial (Per Cubic Yard)		McKay Bay Tipping Fee (Per Ton)
2012	\$	29.04	\$	9.80	\$	71.00
2011		25.25		8.75		71.00
2010		25.25		8.75		71.00
2009		25.25		8.75		71.00
2008		25.25		8.75		71.00
2007		25.25		8.75		71.00
2006		25.25		8.75		71.00
2005		24.50		8.50		71.00
2004		24.50		8.50		71.00
2003		21.25		7.40		71.00

Source: City of Tampa Revenue and Finance Department

**CITY OF TAMPA, FLORIDA**  
**HISTORICAL COVERAGE OF DEBT SERVICE**  
**BY SOLID WASTE SYSTEM REVENUES**  
**LAST TEN FISCAL YEARS**

**McKay Bay Waste-To-Energy Facility Operations Summary**

Fiscal Year	Waste Processed (Tons)	Recovered Ash Residue (Tons)	Ferrous Metal (Tons)	Average Net Facility Availability	Electric Output (MW)	Net kWh per ton	Electric Revenue
2012	301,999	74,566	7,301	95.65	17.04	494.00	\$ 8,249,556
2011	295,986	75,121	7,801	94.54	16.91	500.39	8,200,402
2010	290,392	72,131	8,160	96.00	16.00	477.00	7,828,312
2009	304,064	79,965	6,847	95.60	17.01	489.90	8,339,695
2008	318,225	84,422	8,342	95.60	18.34	506.16	9,465,409
2007	321,747	88,189	5,975	96.00	18.52	504.24	8,985,026
2006	326,874	91,596	6,712	96.00	18.67	500.49	7,302,704
2005	329,291	91,827	6,918	95.00	18.70	502.98	7,372,499
2004	329,351	92,232	7,487	95.00	17.70	470.00	6,866,161
2003	336,794	94,389	8,770	95.40	17.55	452.00	6,414,497

Source: City of Tampa Solid Waste and Environmental Program Management Department.

## Single Audit Section



REPORT OF INDEPENDENT AUDITORS 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

The Honorable Mayor and Members of City Council  
City of Tampa, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Tampa, Florida, (the "City") as of and for the year ended September 30, 2012, 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 did not audit the financial statements of the City of Tampa, Florida Firefighters and Police Officers Pension Fund. Those financial statements were audited by other auditors whose reports thereon has been furnished to us, and our opinions, insofar as they relate to the amounts included for the component unit and the pension fund as indicated above, are based solely on the report of the other auditors. Our audit and the audits performed by others were conducted 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

The City's management is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the Schedule of Findings, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the Schedule of Findings to be material weaknesses (11-1, 12-1, 12-2, 12-3, and 12-4).

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. We consider the following deficiencies described in the Schedule of Findings as significant deficiencies (11-2, 12-5, 12-6, and 12-7).

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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 did not disclose instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we have reported to management of the City in a separate letter dated March 27, 2013.

The City's responses to the findings identified in our audit are described above. We did not audit the City's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the Honorable Mayor, City Council, the State of Florida Office of the Auditor General and is not intended to be and should not be used by anyone other than these specified parties.



Crowe Horwath LLP

Tampa, Florida  
March 27, 2013



CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Current Year Findings**

**Material Weakness**

**Finding 11-1 (Previously reported as 2010-1 and 2009-2) – *Financial Statement Close Process***

***Financial Statement Close Process***

<b>Condition:</b>	The City uses a combination of spreadsheet, word processing, system and other software to prepare its period end financial statements. The close procedures related to statement preparation need improvements to make them more effective and efficient, including a more comprehensive review and preparation process, and more timely and accurate statement preparation. Processes did not include comprehensive tracking and documentation for certain reclass and other adjusting entries posted to the CAFR outside the primary ledger system. Errors and inconsistencies were discovered, resulting in adjustments to various accounts, balances and footnotes
<b>Criteria:</b>	The period end financial statement close procedures are the processes, in which the results of all of the various transactions are summarized, reviewed, consolidated, edited, and prepared in a timely and efficient manner into the financial reports. This process begins with the preparation of the trial balance, accumulating and posting journal entries, and ends with the preparation of the year-end financial statements and related disclosures. Adequate procedures should be implemented in order to facilitate the timely preparation of accurate and complete year-end financial statements and disclosures in accordance with generally accepted accounting principles.
<b>Effect:</b>	The financial statements as originally drafted were in some cases materially misstated.
<b>Cause:</b>	During the current year, the City utilized an Excel based financial statement reporting template and as part of this process had not fully completed implementation of all the necessary policies and procedures that should be included in the year-end financial reporting process to ensure complete and accurate year-end financial statements.
<b>Recommendation:</b>	The City should review its current procedures related to the financial statement close process and determine the appropriateness of those processes for preventing and detecting misstatements and for preparing reliable, timely and accurate financial statements. The City should consider utilizing tools such as year-end entry checklists, GAAP disclosure checklists, mechanical checks of draft financial reports for accuracy, etc. to enhance and strengthen its existing procedures. A review of the CAFR preparation should also be documented.
<b>Management's Response:</b>	Management concurs with the findings and recommendations and will revise and improve its year-end closing processes to provide better and timelier financial reporting.

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CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Material Weakness**

**Finding 12-1 – *Alternative Investments***

<b>Condition:</b>	Procedures identified by management to account for alternative investments do not include controls involving the valuation and disclosures including obtaining audited financial statements of individual funds or SSAE 16 reports (SOC reports) of fund managers. Procedures identified by management to account for alternative investments do not include controls to evaluate the valuation of and financial statement reporting of foreign currency contracts and any other derivatives.
<b>Criteria:</b>	The City should have procedures to review the valuation, accounting, and financial statement presentation of all investments, including alternative investments and foreign currency contracts.
<b>Effect:</b>	The financial statements as originally drafted did not include certain required disclosures. Additionally, an error in valuation in alternative investments may not be timely detected.
<b>Cause:</b>	The City has not fully completed implementation of all the necessary policies and procedures that should be included in the year-end financial reporting process to ensure complete and accurate year-end financial statement disclosures specific to investments. Additionally, the foreign currency contracts were a new type of investment instrument for this fiscal year.
<b>Recommendation:</b>	We recommend that the City clearly designate an individual (whether internal or external) or group of individuals to routinely obtain and review the valuation of all alternative investments, particularly new investments, to ensure the proper financial reporting and disclosures.
<b>Management's Response:</b>	Management concurs with the findings and recommendations and will revise and improve its investment processes as warranted and feasible to provide better and timelier financial reporting.



CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Material Weakness**

**Finding 12-2 – Disclosure of *Changes in Accounting Policies***

<b>Condition:</b>	In several instances during the current fiscal year, the City elected a change in accounting policy; however, these changes were not disclosed or recognized as changes in accounting policy in the financial statements as required by GAAP. Additionally, supporting documentation and approval for the change in policy was not available. The majority of the changes originated from changes in the budgetary process.
<b>Criteria:</b>	Consistent use of the same accounting principle from one accounting period to another enhances the utility of financial statements for users by facilitating analysis and understanding of comparative accounting data.
<b>Effect:</b>	The financial statements were misstated as well as omitted a required disclosure regarding the change in accounting policies.
<b>Cause:</b>	Changes in accounting that originated from changes in the budgetary process were not appropriately evaluated for the impact on financial reporting.
<b>Recommendation:</b>	The City should implement formal policies and procedures for the review and approval of all changes in accounting policy. Specifically, this review should include an evaluation of whether it is in accordance with GAAP and an evaluation of the needed disclosures and other related financial reporting implications of a change in accounting policy.
<b>Management's Response:</b>	Management concurs with the findings and recommendations and will revise and improve its accounting policies to address the proper treatment of changes in the same.

**Material Weakness**

**Finding 12-3 – *Accounting for Transfers to the CRA Fund***

<b>Condition:</b>	A transfer to the CRA Fund was incorrectly reported as interest income instead of a transfer in of accumulated interest income.
<b>Criteria:</b>	Revenue should be recognized in the period in which it is earned.
<b>Effect:</b>	The financial statements as originally drafted by the City materially misstated interest income for the Community Redevelopment Agencies.
<b>Cause:</b>	The interest was originally recorded in a Trust and Agency account but through the evaluation of the fund structure under GASB 54, it was determined that the trust and agency fund was no longer needed and the funds were transferred to the CRA fund.
<b>Recommendation:</b>	We recommend that the City routinely review the fund structure to ensure the appropriate fund types and that revenues and expenses are being recorded in the proper funds in the proper periods.

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CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Management's**

**Response:**

Management concurs with the findings and recommendations. We will record and report CRA interest as it is earned.

**Material Weakness**

**Finding 12-4 – Accounting for *Golf Course Fund Fixed Assets***

**Condition:**

The accounting for the golf course fund is outsourced. Summary entries are posted to record the annual activity as part of the year end close process. When the summary entry was posted to record fixed asset activity in 2011 an error was made in the fixed asset balances in the golf course fund.

**Criteria:**

The City is required to accurately record all financial information, including operations that are outsourced to other governmental entities. Additionally, the City is required to appropriately monitor all outsourced functions and perform reconciliations and monitor internal control over outsourced functions.

**Effect:**

Golf course fund fixed assets were overstated by \$1.7 million as of October 1, 2011.

**Cause:**

The journal entry booking the activity for the Golf Course was not appropriately reviewed based on preliminary unaudited financial statements from of the golf course operations. Additionally, a reconciliation to the detail fixed asset subsidiary of the golf course fund was not performed. Furthermore, this area was assigned to the City's Internal Audit staff during their testing of the fixed assets portion of the financial statement audit, however the error was not detected by the procedures they performed.

**Recommendation:**

The City should re-evaluate the policies and procedures with regard to the outsourced accounting functions and the financial reporting of the Golf Course Fund. The fixed assets of the golf course fund, since they are city-owned assets, should be subject to essentially the same controls as other city-owned assets and property. The City should ensure that inventories are taken and that reconciliations to the subsidiary records are performed. Additionally, the City could coordinate the timing of the separate audit of the Golf Course Fund so this information could be relied upon in preparing the closing entries of the City so that the City reduces the risk that of an additional adjustment after the financial statements of the City are prepared and issued. Additionally, we recommend that the City routinely review's the outsourced operator's accounting policies and procedures for compliance with laws and rules as well as accounting standards, as the City is ultimately responsible for the Golf Course operations.

**Management's**

**Response:**

Management concurs with the findings and recommendations and will revise and improve its policies related to the golf course and other outsourced functions.

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CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Significant Deficiency**

**Finding 11-2 – Internal Control Policies and Procedures**

<b>Condition:</b>	<p>During our assessment and testing of the City's internal control procedures we identified certain areas where deficiencies were noted and upon which enhancements could be made to the design and operation of the control structure to ensure it is working as it was intended. During our audit procedures, we observed the following:</p> <ul style="list-style-type: none"><li>• Reports on internal controls of service providers (SSAE 16) are not documented as reviewed specifically for the outsourced processing of the worker's compensation self-insurance claims program.</li><li>• Significant Other Liability accounts were not documented as reconciled during the year-end close procedures.</li><li>• The original data submitted to the self-insurance actuary including an incorrect reserve amount for one claim. Upon discovery during the audit, the City had to request an update actuary report.</li></ul>
<b>Criteria:</b>	<p>The period end financial statement close procedures are the processes, in which the results of all of the various transactions are summarized, reviewed, consolidated, edited, and prepared in a timely and efficient manner into the financial reports. This process begins with the preparation of the trial balance, accumulating and posting journal entries, and ends with the preparation of the year-end financial statements and related disclosures. Adequate procedures should be implemented in order to facilitate the timely preparation of accurate and complete year-end financial statements and disclosures in accordance with generally accepted accounting principles.</p>
<b>Effect:</b>	<p>Without proper internal controls in place, financial statements are subject to the risk of material misstatements.</p>
<b>Cause:</b>	<p>The City has not fully implemented all of the necessary policies and procedures that should be included in the year-end financial reporting process to ensure complete and accurate year-end financial statements.</p>
<b>Recommendation:</b>	<p>The City should review its current procedures related to the financial statement close process and determine the appropriateness of those processes for preventing and detecting misstatements and for preparing reliable, timely and accurate financial statements. The City should consider utilizing tools such as year-end entry checklists, GAAP disclosure checklists, mechanical checks of draft financial reports for accuracy, etc. to enhance and strengthen its existing procedures.</p>
<b>Management's Response:</b>	<p>Management concurs with the findings and recommendations. We will review and modify year-end close procedures to incorporate recommended improvements.</p>

CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Significant Deficiency**

**Finding 12-5 – Budgetary Information reported in the CAFR**

**Condition:** Budget information reported in the CAFR was misstated for the Local Option Gas Tax Fund, General Fund, and Law Enforcement Trust Fund.

**Criteria:** The General and major special revenue fund budgetary comparison information is required by accounting principles generally accepted in the United States and should be accurately presented.

**Effect:** Budgetary data in the CAFR was misstated.

**Cause:** The budgetary schedules were not reconciled prior to inclusion in the CAFR.

**Recommendation:** We recommend that as part of the CAFR preparation process, the City reconciles and reviews the budgetary data.

**Management's Response:** Management concurs with the findings and recommendations. We will modify policies and procedures to insure budget information is properly reported.

**Significant Deficiency**

**Finding 12-6 –Cash Reconciliation Procedures**

**Condition:** The year-end bank reconciliation did not agree to the general ledger.

**Criteria:** Internal controls should be implemented to ensure the accuracy of balances presented in the financial statements.

**Effect:** Cash balances as reported in the financial statements and disclosures were misstated.

**Cause:** The review of the bank reconciliation did not identify the error because of difficulties in the system for reporting CRA loans.

**Recommendation:** We recommend that the City reviews internal controls and make revisions as deemed necessary to ensure reconciliation procedures are timely to detect or prevent errors in the financial statements.

**Management's Response:** Management concurs with the findings and recommendations and will revise and improve its policies and procedures to better report cash balances.

CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Significant Deficiency**

**Finding 12-7 – Pension Distributions**

<b>Condition:</b>	An error was made in a single pension distribution to a beneficiary of a retiree. A lump-sum distribution should have been made; however, instead the distribution was paid out multiple times. The City identified the error within six months of the payout and notified the individual and is attempting to collect the excess distribution.
<b>Criteria:</b>	The City is required to have appropriate internal controls over pension distributions so that amounts disbursed are accurate and in accordance with provisions of the pension plan.
<b>Effect:</b>	The pension distribution paid out was overstated and the beneficiary received a pension benefit that the individual was not otherwise entitled to under the provisions of the plan.
<b>Cause:</b>	The payout was incorrectly coded into the system to be an annuity instead of a lump-sum payout.
<b>Recommendation:</b>	We recommend that the Pension department coordinate with the IT department to identify ways to implement appropriate IT controls which could prevent additional errors.
<b>Management's Response:</b>	Management concurs with the findings and recommendations. Subsequent to year-end, the City implemented additional manual and internal controls over pension distributions.

CITY OF TAMPA, FLORIDA  
SCHEDULE OF FINDINGS  
September 30, 2012

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**Prior Year Findings**

<b><u>COMMENTS FROM PRIOR YEAR</u></b>	<b><u>Title</u></b>	<b><u>Level</u></b>	<b><u>Status</u></b>
Finding 11-01, 10-01 and 09-02	Financial Statement Close Process	Material Weakness	Not Fully Implemented, see 12-01
Finding 11-02	Internal Control Policies and Procedures	Significant Deficiency	Not Fully Implemented, see 11-02
Finding 11-03	Out of City Limits Water and Sewer Surcharges Exceed Statutory Maximums	Significant Deficiency	Implemented





**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR  
FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

Honorable Mayor and  
Members of the City Council  
City of Tampa, Florida

***Compliance***

We have audited the compliance of the City of Tampa, Florida (the "City"), with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") Circular A-133 *Compliance Supplement* and the requirements described in the Department of Financial Services State Projects Compliance Supplement that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2012. The City's major federal programs and state projects 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 and state projects is the responsibility of the City's management. Our responsibility is to express an opinion on the City'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*; and Chapter 10.550, Rules of the Auditor General. Those standards, OMB Circular A-133, and Chapter 10.550, 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 or state project occurred. An audit includes examining, on a test basis, evidence about the City'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's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2012.

The Honorable Mayor and  
Members of the City Council  
City of Tampa, Florida

### ***Internal Control over Compliance***

The management of the City 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's internal control over compliance with requirements that could have a direct and material effect on a major federal program or state project 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 and Chapter 10.550, Rules of the Auditor General, 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's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance 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 or state project 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 noncompliance 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 first paragraph of this section and was not designed to 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.

This report is intended solely for the information and use of the Mayor, City Council, management, and specific legislative or regulatory bodies and is not intended to be, and should not be, used by anyone other than these specified parties.

*Moore Stephens Lovelace, P.A.*

**MOORE STEPHENS LOVELACE, P.A.**  
Certified Public Accountants

Orlando, Florida  
March 27, 2013



**City of Tampa, Florida**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
**For the fiscal year ended September 30, 2012**

<b>FEDERAL GRANTS</b>	<b>CFDA</b>	<b>Grant/Contract</b>	
<b>FUNDING SOURCE AND GRANT PROGRAM</b>	<b>Number</b>	<b>Number</b>	<b>Expenditures</b>
<b>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</b>			
Housing Counseling Assistance Program:	14.169		
Housing Counseling Grant FY11		HC09-0421-099&0423-020	\$ 1,447
Housing Counseling Grant FY12		HC100-0426-0001&0421-013	3,429
Total Program			<u>4,876</u>
Community Development Block Grants/Entitlement Grants:	14.218		
Community Development Block Grant(CDBG) #34 - FY09/PY08		B-08-MC-12-0020	69,330
Community Development Block Grant(CDBG) #35 - FY10/PY09		B-09-MC-12-0020	181,320
Community Development Block Grant(CDBG) #36 - FY11/PY10		B-10-MC-12-0020	65,871
Community Development Block Grant(CDBG) #37 - FY12/PY11		B-11-MC-12-0020	2,420,793
Neighborhood Stabilization Program (NSP-1)		B-08-MN-12-0029	1,889,428
Neighborhood Stabilization Program (NSP-3)		B-11-MN-12-0029	3,016,393
Sub-Total Program			<u>7,643,136</u>
Community Development Block Grant ARRA	14.253		
Entitlement Grants (CDBG-R) (Recovery Act Funded):	ARRA	B-09-MY-12-0020	324,038
Sub-Total Program			<u>324,038</u>
Total Program			<u>7,967,174</u>
Emergency Shelter Grants Program:	14.231		
Emergency Shelter Grants Program FY12		S-11-MC-12-0011	200,093
Total Program			<u>200,093</u>
HOME Investment Partnerships Program:	14.239		
Home Investment Partnerships Grant-07		M-06-MC-12-0222	397,409
Home Investment Partnerships Grant-09		M-08-MC-12-0222	300,044
Home Investment Partnerships Grant-10		M-09-MC-12-0222	1,968,028
Home Investment Partnerships Grant-11		M-10-MC-12-0222	1,179,219
Home Investment Partnerships Grant-12		M-11-MC-12-0222	62,858
Total Program			<u>3,907,558</u>
Housing Opportunities for Persons with AIDS:	14.241		
Housing Opportunities For People With Aids Grant(HOPWA) - 10		F-LH-09-F003	57,137
Housing Opportunities For People With Aids Grant(HOPWA) - 11		F-LH-10-F003	182,024
Housing Opportunities For People With Aids Grant(HOPWA) - 12		F-LH-11-F003	3,453,532
Total Program			<u>3,692,692</u>
Neighborhood Stabilization Program (Recovery Act Funded):	14.256		
Passed through the Housing Authority of The City of Tampa (THA):	ARRA		
Neighborhood Stabilization Program (NSP-2)		B-09-CN-FL-0022	1,471,500
Total Program			<u>1,471,500</u>

**City of Tampa, Florida**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)**  
**For the fiscal year ended September 30, 2012**

<b>FEDERAL GRANTS FUNDING SOURCE AND GRANT PROGRAM</b>	<b>CFDA Number</b>	<b>Grant/Contract Number</b>	<b>Expenditures</b>
<b>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (continued):</b>			
Homelessness Prevention and Rapid Re-Housing Program (HPRP) (Recovery Act Funded):	14.257 ARRA	S-09-MY-12-0011	69,998
Total Program			69,998
Fair Housing Assistance Program State and Local:	14.401		
Fair Housing Assistance Program FY11		FF-204K104019	67,277
Total Program			67,277
Community Challenge Planning Grant Program:	14.704		
Community Challenge Planning Grant		CCPFL000-10	583,891
Total Program			583,891
<b>Total Department of Housing and Urban Development</b>			<b>17,965,059</b>
<b>DEPARTMENT OF THE INTERIOR:</b>			
Fish and Wildlife Service:			
Sport Fish Restoration Program: Boat Access Program:	15.605		
Passed through the Florida Fish and Wildlife Conservation Commission:			
Ballast Point Park Boat Ramp		FWC Contract # 09022	6,553
Total Program			6,553
<b>Total Department of The Interior</b>			<b>6,553</b>
<b>DEPARTMENT OF JUSTICE:</b>			
Law Enforcement Trust Fund-Federal	16.UNKNOWN	N/A	1,104
Total Program			1,104
HIDTA-High Intensity Drug Trafficking Areas-10	95.001	G10CF0004A	25,000
HIDTA-High Intensity Drug Trafficking Areas-11		G11CF0004A	132,884
HIDTA-High Intensity Drug Trafficking Areas-12		G12CF0004A	155,986
Total Program			313,870
Passed through Drug Abuse Comprehensive Coordinating Office			
Community Capacity Development Office:	16.595		
The Weed and Seed Program			
WEED-DACCO/East Tampa II 2010		2010-WS-QX-0118	16,927
Total Program			16,927

**City of Tampa, Florida**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)**  
**For the fiscal year ended September 30, 2012**

<b>FEDERAL GRANTS FUNDING SOURCE AND GRANT PROGRAM</b>	<b>CFDA Number</b>	<b>Grant/Contract Number</b>	<b>Expenditures</b>
<b>DEPARTMENT OF JUSTICE (continued):</b>			
Edward Byrne Memorial State-Local Law Enforcement Assistance			
Discretionary Grants Program:	16.580		
Security Support for the FY 2012 Presidential Nominating Convention		2012-NC-BX-3070	40,931,947
Total Program			<u>40,931,947</u>
Edward Byrne Memorial Justice Assistance Grant Program:	16.738		
Bureau of Justice Assistance Grant-2009		2009-DJ-BX-1400	5,950
Bureau of Justice Assistance Grant-2010		2010-DJ-BX-1064	302,011
			<u>307,961</u>
Recovery Act - Edward Byrne Memorial Justice Assistance			
Grant (JAG) Program / Grants To Units Of Local Government:	16.804		
Crime Reduction through Technology and Initiatives	ARRA	2009-SB-B9-3188	81,003
Sub-Total Program			<u>81,003</u>
Total Program			<u>388,964</u>
Recovery Act - Edward Byrne Memorial Competitive Grant Program:	16.808		
Community Anti-Gang Expansion and Enhancement (CAGEE)	ARRA	2009-SC-B9-0068	192,281
Total Program			<u>192,281</u>
<b>Total Department of Justice</b>			<u><u>41,845,093</u></u>
<b>DEPARTMENT OF TRANSPORTATION:</b>			
Highway Planning and Construction:	20.205		
Passed through Florida Department of Transportation:			
22nd Street Enhancement Project-23rd Ave to Lake Ave		416746-1-38/58-01	681,768
40th Street-Hanlon Street to Yukon-Segment C-CONSTR		257809-3-58-01	128,541
40th Street-Hillsborough to Hanna-Segment A-CONSTR		257809-1-58-01	215,342
40th Street-Hillsborough to Hanna-Segment A-ROW		257809-1-48-01	51
Bayshore Boulevard Bicycle Path		413092-1-38/58-01	1,231,590
Cross Creek Boulevard Phase 2 Design (w. Cory Lake Blvd. To Morris Bridge Rd)		420625-1-38-01/90/AQ367	160,118
Downtown Riverwalk Pedestrian Underpass (Segment 10 - under Brorein St. Bridge)		257805 4 58/A8 01	1,449,152
SR60 Kennedy Blvd-Woodlyn/S. Brevard		255803-2-38/58-01	228,395
Total Program			<u>4,094,957</u>
<b>Total Department of Transportation</b>			<u><u>4,094,957</u></u>

**City of Tampa, Florida**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)**  
**For the fiscal year ended September 30, 2012**

<b>FEDERAL GRANTS FUNDING SOURCE AND GRANT PROGRAM</b>	<b>CFDA Number</b>	<b>Grant/Contract Number</b>	<b>Expenditures</b>
<b>ENVIRONMENTAL PROTECTION AGENCY:</b>			
Community-Wide Brownfields Assessment Grant for Hazardous Substances and Petroleum Products Project (ARRA)	66.818 ARRA	2B-95427709-0	58,145
Total Program			58,145
<b>Total Environmental Protection Agency</b>			58,145
<b>DEPARTMENT OF ENERGY:</b>			
Energy Efficiency and Conservation Block Grant Program EECBG (ARRA)	81.128 ARRA	DE-EE0000781	364,917
Total Program			364,917
<b>Total Department of Energy</b>			364,917
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>			
National Bioterrorism Hospital Preparedness Program:	93.889		
Medical Reserve Corp 2009		Contract # COBKV	425
Medical Reserve Corp 2011		Contract# COPC4-Renewal	41,701
Total Program			42,126
<b>Total Department of Health and Human Services</b>			42,126
<b>DEPARTMENT OF HOMELAND SECURITY:</b>			
Port Security Grant Program:			
Passed through Manatee County Port Authority	97.056		
Port Security Grant Program 2010		2010-PU-T0-K044	349,684
Total Program			349,684
Federal Emergency Management Agency (FEMA)			
Assistance to Firefighters Grant:	97.044		
Assistance to Firefighters Grant 2011		EMW-2011-FO-07399	50,730
Staffing for Adequate Fire and Emergency Response (SAFER)		EMW-2008-FF-01107	661,410
Total Program			712,140
Homeland Security Grant Program:	97.067		
Passed through Florida Department of Community Affairs:			
Urban Area Security Initiative (UASI) 2009		10-DS-41-08-39-02-363	435,992
Urban Area Security Initiative (UASI) 2010		11-DS-A1-08-39-02-418	5,695,356
Urban Area Security Initiative (UASI) 2011		12-DS-22-08-39-02-513	81,223
Sub-Total Program			6,212,571
Passed through Florida Department of Financial Services:			
State Homeland Security Grant Program 2007-2010		08-DS-60-13-00-16-373	1,468
State Homeland Security Grant Program 2007 (Residual)		12-DS-52-08-39-01-506	178,877
State Homeland Security Grant Program 2008-2009		09-DS-51-13-00-16-409	32,633
State Homeland Security Grant Program 2009-2010		10-DS-39-13-00-16-414	62,910
State Homeland Security Grant Program 2010-2011		11-DS-9Z-13-00-16-436	26,795
Sub-Total Program			302,683
See accompanying notes to Schedule of Expenditures of Federal Awards and State Financial Assistance			

**City of Tampa, Florida**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)**  
**For the fiscal year ended September 30, 2012**

<b>FEDERAL GRANTS</b>			
<b>FUNDING SOURCE AND GRANT PROGRAM</b>	<b>CFDA Number</b>	<b>Grant/Contract Number</b>	<b>Expenditures</b>
<b>DEPARTMENT OF HOMELAND SECURITY (continued):</b>			
Passed through Florida Department of Health:			
Metropolitan Medical Response System (2008) 2007		09-DS-65-08-39-02-004	16,650
Metropolitan Medical Response System (2009) 2008		09-DS-44-08-39-02-429	6,969
Metropolitan Medical Response System (2009A) 2009		11-DS-36-08-39-20-301	161,878
Metropolitan Medical Response System 2010		12-DS-A3-08-39-03-316	35,000
Sub-Total Program			<u>220,497</u>
Passed through Florida Division of Emergency Management:			
State Homeland Security Grant Program 2008		12-SHSP-HILL-1-V3-099	6,996
State Homeland Security Grant Program 2009		10-DS-39-08-39-01-311	1,365
State Homeland Security Grant Program 2010		11-DS-92-08-39-01-336	45,705
State Homeland Security Grant Program 2011		12-DS-20-08-39-02-488	118,374
Sub-Total Program			<u>172,440</u>
Total Program			<u>6,908,191</u>
Buffer Zone Protection Program (BZPP):	97.078		
Buffer Zone Protection Grant 2007		2009-BZPP-HILL-2-V4-008	20,023
Buffer Zone Protection Grant 2008		2011-BZPP-HILL-3-C2-005	114,459
Total Program			<u>134,482</u>
Assistance to Firefighters Grant (ARRA):	97.115		
Fire Station Construction #22	ARRA	EMW-2009-FC-03237R	978,152
Total Program			<u>978,152</u>
<b>Total Department of Homeland Security</b>			<u>9,082,649</u>
<b>Total Expenditures of Federal Awards</b>			<u><u>\$ 73,459,499</u></u>

**City of Tampa, Florida**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)**  
**For the fiscal year ended September 30, 2012**

<b>STATE GRANTS</b>	<b>CSFA</b>	<b>Grant/Contract</b>	
<b>FUNDING SOURCE AND GRANT PROGRAM</b>	<b>Number</b>	<b>Number</b>	<b>Expenditures</b>
<b>EXECUTIVE OFFICE OF THE GOVERNOR:</b>			
Defense Infrastructure Improvements:	31.003		
OTTED-Himes Avenue Water Main Replacement Phase IIA Project		Contract # DIG-11-14	185,000
Total Program			185,000
<b>Total Executive Office of the Governor</b>			185,000
<b>FLORIDA HOUSING FINANCE CORPORATION:</b>			
State Housing Initiatives Partnership Program:	52.901		
State Housing Initiative Program (SHIP) FY08		S.420.9073	120,323
State Housing Initiative Program (SHIP) FY09		S.420.9073	390,326
State Housing Initiative Program (SHIP) FY10		S.420.9073	344,283
State Housing Initiative Program (SHIP) FY11/12		S.420.9073	369,578
Total Program			1,224,510
<b>Total Florida Housing Finance Corporation</b>			1,224,510
<b>FLORIDA DEPARTMENT OF TRANSPORTATION:</b>			
Florida Highway Beautification Council (FHBC) Grants:	55.003		
Highway Beautification Projects		425945-2-58-01	175,559
Total Program			175,559
<b>Total Florida Department of Transportation</b>			175,559
<b>FLORIDA DEPARTMENT OF HEALTH:</b>			
County Grant Awards:	64.005		
Passed through Hillsborough County:			
EMS Grant FY08		C0329	38,959
EMS Grant FY09		C0329	40,991
Total Program			79,950
<b>Total Florida Department of Health</b>			79,950
<b>FLORIDA DEPARTMENT OF FISH AND WILDLIFE CONSERVATION COMMISSION:</b>			
Florida Boating Improvement Program	77.006		
Riverwalk Docks at History Center project		FWC #11233	305,752
Total Program			305,752
<b>Total Florida Department of Fish and Wildlife Conservation Commission</b>			305,752
<b>Total Expenditures of State Financial Assistance</b>			<b>\$ 1,970,771</b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARD AND STATE FINANCIAL ASSISTANCE</b>			<b>\$ 75,430,270</b>

City of Tampa, Florida

Notes to Schedule of Expenditures of Federal  
Awards and State Financial Assistance

Year Ended September 30, 2012

**NOTE 1 – GENERAL**

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance included herein represents the Federal and State-initiated grant activity of the City of Tampa, Florida (the “City”), recorded by the City during the fiscal year ended September 30, 2012 and, accordingly, does not include a full year’s financial activity for grants awarded or terminated on dates not coinciding with the City’s fiscal year.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Basis of Presentation*

The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; Chapter 69I-5, *Schedule of Expenditures of State Financial Assistance*, Rules of the Department of Financial Services; and Chapter 10.550, Rules of the Auditor General. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements of City of Tampa, Florida.

*Basis of Accounting*

The expenditures in the accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance are presented using the modified accrual basis of accounting, except for the proprietary funds, which are presented on the accrual basis. The modified accrual basis recognizes expenditures in the period the associated liability is incurred, if measurable, while under the accrual basis, expenditures are recognized when incurred.

**NOTE 3 – CONTINGENCIES**

Grant monies received and disbursed by the City are for specific purposes and are subject to review by grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon prior experience, the City does not believe that such disallowances, if any, would have a material effect on the financial position of the City. Management is not aware of any material questioned or disallowed costs as a result of grant audits in process or completed; however, the possible disallowance by the governmental agency of any item charged to a program cannot be determined at this time.

City of Tampa, Florida

Notes to Schedule of Expenditures of Federal  
Awards and State Financial Assistance (continued)

**NOTE 4 – SUBRECIPIENTS**

Of the federal and state expenditures presented in the Schedule, the City provided federal and state funds to subrecipients as follows:

<b>Program Title</b>	<b>Federal CFDA / State CFSA Number</b>	<b>Amount Provided to Subrecipients</b>
<b>Federal programs:</b>		
Department of Housing and Urban Development:		
Community Development Block Grants/Entitlement Grants:	14.218	\$
Community Development Block Grant (CDBG)		1,110,893
Neighborhood Stabilization Program (NSP-1)		1,793,015
Neighborhood Stabilization Program (NSP-3)		2,899,760
Emergency Shelter Grants Program	14.231	187,224
Home Investment Partnerships Program	14.239	3,698,189
Housing Opportunities for Persons with AIDS	14.241	3,525,010
ARRA – Neighborhood Stabilization Program	14.256	1,285,064
ARRA – Homelessness Prevention and Rapid	14.257	59,382
Department of Justice:		
Edward Byrne Memorial State-Local Law Enforcement Assistance		
Discretionary Grants Program: Security Support for the FY 2012		
Presidential Nominating Convention	16.580	18,697,939
Department of Homeland Security:		
Homeland Security Grant Program: Urban Area Security Initiative		
(UASI) 9	7.067	5,431,864
<b>State projects:</b>		
Florida Housing Finance Corporation:		
State Housing Initiatives Partnership Program	52.901	1, 192,475
		<u>\$ 3 9,880,815</u>



# CITY OF TAMPA, FLORIDA

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended September 30, 2012

### SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

#### Financial Statements

Type of Auditor's Report Issued:

**Unqualified Opinion**

Internal control over financial reporting:

- Material weakness(es) identified? ☒ Yes ☐ No
- Significant deficiency(ies) identified? ☒ Yes ☐ None reported

Noncompliance material to financial statements noted?

☐ Yes ☒ No

#### Federal Awards and State Financial Assistance

Internal control over major federal programs and state projects:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Type of report issued on compliance for major federal programs and state projects:

**Unqualified Opinion**

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133 and Chapter 10.557, Rules of the Auditor General?

☐ Yes ☒ No

#### **Identification of Major Federal Programs and State Projects:**

##### **CFDA Numbers**

##### **Name of Federal Programs**

14.239	Home Investment Partnerships Grant
14.256	ARRA – Neighborhood Stabilization Program (NSP-2)
16.580	Security Support for the FY 2012 Presidential Nominating Convention
20.205	Highway Planning and Construction
81.128	ARRA – Energy Efficiency and Conservation Block Grant Program
97.115	ARRA – Assistance to Firefighters Grant

# CITY OF TAMPA, FLORIDA

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*Continued*)

Year Ended September 30, 2012

### SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS (*Continued*)

#### Identification of Major Federal Programs and State Projects: (*Continued*)

<u>CSFA Numbers</u>	<u>Name of State Projects</u>
52.901	State Housing Initiatives Partnership Program
77.006	Riverwalk Docks at History Center Project

Dollar threshold used to distinguish between

Type A and Type B programs: Federal	<u>\$2,203,785</u>
State	<u>\$ 300,000.</u>

Auditee qualified as low-risk auditee?                           Yes                        X   No

### SECTION II - FINANCIAL STATEMENT FINDINGS

The financial statements of the City as of and for the year ended September 30, 2012, were audited by other auditors and they have issued their report thereon dated March 27, 2013. Their audit noted material weaknesses and significant deficiencies which can be found within their Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters.

### SECTION III - FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS

None reported

### SECTION IV - PRIOR-YEAR AUDIT FINDINGS

The financial statements of the City as of and for the year ended September 30, 2012, were audited by other auditors and they have issued their report thereon dated March 27, 2013. Prior year financial statement findings were either resolved or have been carried forward into the current year. The status of these findings can be found within their Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters. There were no prior year audit findings related to federal awards and state financial assistance.

Honorable Mayor and Members of City Council  
City of Tampa, Florida

In planning and performing our audit of the financial statements of The City of Tampa, Florida ("City") as of and for the year ended September 30, 2012 in accordance with auditing standards generally accepted in the United States of America, we considered the City's internal control over financial reporting ("internal control") as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain matters that we are required to or wish to communicate to you. Matters communicated in this letter are classified based on Statement on Auditing Standards No. 115, *Communicating Internal Control Related Matters Identified in an Audit* as follows.

- **Deficiency** – A control deficiency 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 misstatements on a timely basis.
- **Significant Deficiency** – A significant deficiency is a deficiency, or 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.
- **Material Weakness** – A material weakness is a deficiency, or combination of significant 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.

We have included in this letter all of the single audit findings as well as any additional items defined as "deficiencies".

We conducted our audit 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; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. We have issued our Report of Independent Auditors on Internal Control over Financial Reporting and Compliance and Other Matters, Report of Independent Auditors on Compliance and Internal Control over Compliance Applicable to each Major Federal Program and State Project, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated March 27, 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 govern the conduct of local government entity audits performed in the State of Florida and, unless otherwise required to be reported in the report on compliance and internal controls or schedule of findings and questioned costs, this letter is required to include the following information, which is not included in the aforementioned auditor's report 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 significant findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report except as noted below under the heading Comments on Prior Year.
- 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, we determined the City 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, accounting procedures, and internal controls. In connection with our audit, we have noted our findings and recommendations under the heading Comments in the Current Year.
- Section 10.554(1)(i)5., Rules of the Auditor General, requires, based on professional judgment, the reporting of the following matters that are inconsequential to the financial statements, considering both quantitative and qualitative factors: (1) violations of laws, rules, regulations, and contractual provisions or abuse that have occurred, or were likely to have occurred, and would have an immaterial effect on the financial statement; and (2) improper expenditures or illegal acts that would have an immaterial effect on the financial statements; and (3) control deficiencies that are not significant deficiencies, including, but not limited to: (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the financial statements); (b) failures to properly record financial transaction; and (c) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with our audit, we have noted our findings under the heading Comments in the Current Year.
- Section 10.554(1)(i)6., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed. The City was established by the Constitution of the State of Florida, Article VIII, Section 2. Additional legal authority was provided by Florida law numbers 745 and 3779 of the years 1855 and 1887, respectively. The Community Redevelopment Agency component unit was created in 1982 under *Florida Statutes*, Chapter 163, Part III and the City of Tampa ordinances 2119-H and 2871-H. The Tampa Historic Streetcar, Inc., a discretely presented component unit, was incorporated November 20, 1998, as a Florida nonprofit corporation defined in the Internal Revenue Code 501(c)3.
- 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 did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Honorable Mayor and City Commissioners  
City of Tampa, Florida

- Section 10.554(1)(i)7.b., Rules of the Auditor General, requires that we determine whether the annual financial report for the City for the fiscal year ended September 30, 2012 that will be filed with the Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the year ended September 30, 2012. In connection with our audit, we determined that these two reports were in agreement.
- Section 10.554(1)(i)7.c. and 10.556(7), Rules of the Auditor General, require that we apply financial condition assessment procedures. In connection with our audit, we applied financial condition assessment procedures. It is management's responsibility to monitor the entity'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.

<b><u>COMMENTS FROM PRIOR YEAR</u></b>	<b><u>Title</u></b>	<b><u>Level</u></b>	<b><u>Status</u></b>
Finding 11-01, 10-01 and 09-02	Financial Statement Close Process	Material Weakness	Not Fully Implemented, see 12-01
Finding 11-02	Internal Control Policies and Procedures	Significant Deficiency	Not Fully Implemented, see 11-02
Finding 11-03	Out of City Limits Water and Sewer Surcharges Exceed Statutory Maximums	Significant Deficiency	Implemented
ML 2011-01	Pension Date of Retirement Error and Missing File	Deficiency	Implemented
ML 2011-02	Subrecipient Monitoring	Deficiency	Implemented
ML 2011-03	Subrecipient Income Eligibility Verification	Deficiency	Implemented
ML 2011-04	Review of SHIP Inspection Reports	Deficiency	Implemented
Finding 11-01 and ML 2010-02	Self-Insurance General Claims Liability Accrual	Deficiency	Not Fully Implemented, see 12-01
Finding 11-01 and ML 2010-03	Inventory	Deficiency	Not Fully Implemented, see 12-01



**COMMENTS IN THE CURRENT YEAR**

<b>ML 2012-01 Budget Resolution Reconciliations</b>		<b>Deficiency</b>
<b>Condition:</b>	The City has had instances wherein budget resolutions and transfers were not reconciled and recorded on a timely basis. For example, in the current year, the City discovered that a budget resolution that pertained to Fiscal Years 2001 and 2005 were not recorded in the financial records. In order to correct the oversight, an entry to transfer approximately \$600,000 from the CDBG Fund to the Urban Development Fund was processed in the current fiscal year.	
<b>Criteria:</b>	The City is required to maintain appropriate records regarding budgets and appropriations to ensure all expenditures are properly authorized and recorded in accordance with the budget in a timely manner.	
<b>Cause:</b>	The accounts were not timely reconciled.	
<b>Effect:</b>	The amount of funds available to be spent in both funds was incorrectly reported until the adjustment was posted.	
<b>Recommendation:</b>	A timely reconciliation of budget of appropriations should be implemented to ensure all approved appropriations are posted in the financial records.	
<b>Management's Response:</b>	Management concurs with the comment. We will review and modify related policies and procedures as warranted to insure approved appropriations are posted and reconciled more timely.	

<b>ML 2012-02 Notes Receivable</b>		<b>Deficiency</b>
<b>Condition:</b>	We observed that a note receivable that was executed in 2007 was not properly recorded in the financial statements until 2012.	
<b>Criteria:</b>	Transactions are to be recorded in the period in which they occur.	
<b>Cause:</b>	Communication was not made to the Revenue and Finance Department; and therefore, they were not aware of the existence of the note until a late payment was made on the note in May 2011.	
<b>Effect:</b>	Note Receivables were recorded in the incorrect year.	
<b>Recommendation:</b>	Appropriate controls should be implemented so that the Revenue and Finance Department is made aware of all agreements entered into by other departments that may have a financial reporting impact.	
<b>Management's Response:</b>	Management concurs with the comment. We will review and modify related policies and procedures as warranted to insure notes receivables are recorded more timely.	

ML 2012-03 Schedule of Expenditures of Federal Awards and State Financial Assistance ("SEFA")	Deficiency
<b>Condition:</b>	<p>We noted several conditions related to the preparation of City's SEFA for the fiscal year ended September 30, 2012, which related to the following:</p> <ol style="list-style-type: none"> <li>1. The original SEFA provided did not properly report the amounts passed through to Subrecipient.</li> <li>2. The original SEFA provided for major federal program and state project determination did not include expenditures funded by program income. The SEFA should report all expenditure amounts funded by Federal awards, State financial assistance and program income generated from these funds.</li> <li>3. Due to timing of accruals reported in the financial statements, certain amounts were not properly reflected in the original SEFA.</li> </ol>
<b>Criteria:</b>	<p>The City should prepare an accurate and complete SEFA for the period covered by the City's financial statements prior to the planning phase of the federal and state single audits. The City should also reconcile the amounts reported on the SEFA to its general ledger.</p>
<b>Cause:</b>	<p>It appears that City staff assigned to the preparation of the SEFA, as well as those charged with grant accounting, were not fully aware of all of the SEFA reporting requirements.</p>
<b>Effect:</b>	<p>The conditions noted above impact the accuracy of the SEFA and could result in an improper evaluation of major programs and /or projects as well the determination of Type A and B programs and projects. Therefore, we consider this to be a significant deficiency in internal controls over the preparation of the SEFA.</p>
<b>Recommendation:</b>	<p>We recommend that the City continue to allocate the necessary personnel and resources to ensure that the SEFA is properly prepared and includes all of the appropriate amounts.</p>
<b>Management's Response:</b>	<p>We concur with the auditor's finding. The SEFA was corrected to report the information noted by the auditors prior to completion of the audit. We will implement procedures to ensure there is no recurrence of these issues in the future.</p>

Honorable Mayor and City Commissioners  
City of Tampa, Florida

Management's written responses to the matters identified in our audit have not been subjected to the auditing procedures applied in the audit of financial statements and, accordingly, we express no opinion on those responses.

We have discussed the above comments and recommendations with the City as required by the Rules of the Auditor General. This management letter is intended solely for the information of the City and management, and the State of Florida Office of the Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We would like to take this opportunity to thank the City for the many courtesies and cooperation extended to our representatives during the course of our audit.

  
Crowe Horwath LLP

Tampa, Florida  
March 27, 2013



## Tampa Historic Streetcar





**Tampa Historic Streetcar, Inc.**  
**P.O. Box 2389**  
**Tampa, FL 33601**

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# **Tampa Historic Streetcar, Inc.**

(A Component Unit of the City of Tampa)

Financial Statements and Other Reports  
As of and for the Year Ended  
September 30, 2012

(With Reports of Independent Auditor)

## **SYSTEM SPONSORS:**

<b>Tampa Electric Company</b>	<b>Time Warner</b>	<b>SunTrust Bank</b>
<b>Household Finance</b>	<b>VIGO Importing Company, Inc.</b>	<b>The Tampa Tribune</b>
<b>Tampa Port Authority</b>	<b>Tampa Design Interiors</b>	
<b>Tampa &amp; Ybor City Street Railway Society</b>		
<b>Tampa Bay Federal Credit Union</b>		



**Tampa Historic Streetcar, Inc.**  
**(A Component Unit of the City of Tampa)**

**Financial Statements and Other Reports**

**As of and for the Year Ended September 30, 2012**

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## REPORT OF INDEPENDENT AUDITORS

Board of Directors  
Tampa Historic Streetcar, Inc.  
Tampa, Florida

We have audited the accompanying statement of net assets of Tampa Historic Streetcar, Inc., a not-for-profit organization, (herein called the "Organization"), a component unit of The City of Tampa, as of September 30, 2012, and the related statements of revenues, expenses and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion 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 opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of September 30, 2012, and the changes in its financial position and its cash flows 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 20, 2013 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and other matters. The purpose of that report is to describe the scope of our testing on 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 on pages 3 through 6 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the 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 financial statements, and other knowledge we obtained during our audit of the 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.

  
Crowe Horwath LLP

Tampa, Florida  
February 20, 2013



Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Management's Discussion and Analysis  
(Unaudited)

**September 30, 2012**

This discussion and analysis of the Tampa Historic Streetcar, Inc.'s (the Streetcar) financial performance provides an overview of the financial activities for the fiscal year ended September 30, 2012. Please review in conjunction with the audited financial statements, which begin on page 7.

**Required Financial Statements**

The financial statements of the Streetcar report information about the Streetcar using accounting methods similar to those used by private sector companies. These statements offer short and long-term financial information about its activities. The statement of net assets includes all of the Streetcar's assets and liabilities and provides information about the nature and amounts of investments in resources (assets) and the obligations to the Streetcar's creditors (liabilities). The assets and liabilities are presented in a classified format, which distinguishes between current and long-term assets and liabilities. It also provides the basis for assessing the liquidity and financial flexibility of the Streetcar. All of the current year's revenues and expenses are accounted for in the statement of revenues, expenses and changes in net assets. This statement measures the success of the Streetcar's operations over the past year and can be used to determine whether the Streetcar has successfully recovered all its costs through its activities, as well as its profitability and credit worthiness. The final required financial statement is the statement of cash flows. The primary purpose of this statement is to provide information about the Streetcar's cash receipts and cash payments during the reporting period. The statement reports cash receipts, cash payments and net changes in cash resulting from operating, investing and financing activities and provides answers to such questions as, "Where did cash come from? What was cash used for? What was the change in the cash balance during the reporting period?"

**Financial Analysis of the Streetcar**

Our analysis of the Streetcar begins with the statement of net assets. One of the most important questions asked about the Streetcar's finances is, "Is the Streetcar as a whole better off or worse off as a result of the year's activities?" The statement of net assets and the statement of revenues, expenses and changes in net assets report information about the Streetcar's activities in a way that will help answer this question. These two statements report the net assets of the Streetcar and the changes in net assets. You can think of the Streetcar's net assets - the difference between assets and liabilities - as one way to measure financial health or financial position. Over time, increases or decreases in the Streetcar's net assets are one indicator of whether its financial health is improving or deteriorating. However, you will also need to consider other non-financial factors such as changes in economic conditions, the tourism industry, surrounding area population growth, regulation and new or changed government legislation.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Management's Discussion and Analysis (continued)  
(Unaudited)

**September 30, 2012**

**Net Assets**

To begin our analysis, a summary of the Streetcar's Statement of Net Assets is presented in Table A-1.

**TABLE A-1**  
**Summary Statements of Net Assets**

	<b>2012</b>	<b>2011</b>	<b>Dollar Change</b>	<b>Percent Change</b>
Total Assets	<b>\$ 235,001</b>	\$ 205,564	\$ 29,437	14.3%
Total Liabilities	<b>(112,219)</b>	(162,330)	50,111	(30.87)%
Net Assets Unrestricted	<b>\$ 122,782</b>	\$ 43,234	\$ 79,548	184%

Total net assets increased by \$79,548 to a net asset total of \$122,782. Operations realized a \$1,361,468 loss and non-operating activities netted revenues of \$1,441,016. These results followed the same trend as in 2011; however, due to cost saving measures, the operating loss of \$1,361,468 is smaller than in FY2011, when it was \$1,860,762. The net asset increase of \$79,548 is due in part to a return of some prior year Community Redevelopment Agency (CRA) contributions of \$157,445, but more importantly, to lower operating expenses (\$1,972,964 in FY2012 compared to \$2,496,126 in FY2011). The return of prior year CRA funds came from unspent capital contributions; without it, the Streetcar's cash balance would have been lower by the same amount.

Net assets "unrestricted" are \$122,782. Consistent with prior year and with public transportation trends, operating expenses exceeded operating revenues, and this trend is budgeted to continue in FY 2013. However, due to local operating grants from the Tampa Port Authority and others totaling \$400,000, the City of Tampa (the City) will not be required to contribute to the operating budget of the Streetcar.

**Capital Assets**

The Streetcar does not own any capital assets. All of the capital assets used in the Streetcar operation are owned either by Hillsborough Area Regional Transit Authority (HART) or the City of Tampa (City).

**Debt Administration**

The Streetcar does not have any debt.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Management's Discussion and Analysis (continued)  
(Unaudited)

**September 30, 2012**

**TABLE A-2**  
**Condensed Statement of Revenues, Expenses, and Changes in Net Assets**

	<b>2012</b>	<b>2011</b>
Operating Revenues	<b>\$ 611,496</b>	\$ 635,364
Operating Expenses	<b>1,972,964</b>	2,496,126
Operating Loss	<b>( 1,361,468)</b>	(1,860,762)
Non-Operating Revenues	<b>1,441,016</b>	1,367,140
Change in Net Assets	<b>79,548</b>	( 493,622)
Beginning Net Assets	<b>43,234</b>	536,856
Ending Net Assets	<b>\$ 122,782</b>	\$ 43,234

**Operating Revenues**

Ridership and related farebox revenues reflect the Streetcar's customer base in fiscal 2012. The average fare paid was \$ 1.86, which translates to 306,247 riders in 2012. During fiscal 2011, the average fare paid was \$1.62, which translated to 366,808 riders. Operating revenues also include an additional \$900 collected from the leasing of cars for special events and \$13,451 for a amortization of naming rights to revenue during 2012. During fiscal 2011, operating revenues included an additional \$2,000 collected from the leasing of cars for special events and \$13,451 for a amortization of naming rights. Lower ridership in 2012 is a reflection of continued tough economic times. Naming rights payments received in prior years which will be recognized as revenue in future periods, total \$73,069.

**Operating Expenses**

The Streetcar's most significant operating expense is reimbursement to HART for the cost of operating the Streetcar system. HART currently has 17 full time employees dedicated to operating the system. Expenses incurred to HART totaled \$1,528,678 in 2012 as compared to \$2,036,233 in Fiscal 2011, a **\$507,555 decrease ( 25%)**. Other significant expenses during 2012 and 2011 were \$398,838 and \$405,446, respectively, for excess liability insurance related to the CSX railroad crossing.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Management's Discussion and Analysis (continued)  
(Unaudited)

**September 30, 2012**

**Non-Operating Revenues**

In 2009, the Board transferred its endowment funds to the City to invest in the City's pooled cash account. Investment earnings in 2012 were \$2,241, as opposed to \$11,159 in 2011. The decrease is attributed to a lower cash balance resulting from the continued operating loss.

Non ad valorem tax assessments decreased from \$455,981 in 2011 to \$431,330 in 2012 as a result of lower property values. They were offset by incremental tax revenue received by the Streetcar from the City's Community Redevelopment Agency (CRA), in the amount of \$450,000 in 2012 and 2011 respectively, resulting in total non ad valorem assessments revenue of \$881,330 in 2012 compared to \$905,981 in 2011.

Local government revenue consists of a \$200,000 State Block Operating Assistance Grant passed through HART, \$100,000 in Federal Transit Authority grant funds passed through HART, \$100,000 from the Tampa Port Authority, and the \$450,000 contribution from the City Community Redevelopment Agency mentioned above. During 2012, non-operating revenues were boosted by a refund of a portion of CRA contributions from a prior year in the amount of \$157,445.

**Fiscal 2013 Outlook**

Ridership is budgeted to increase slightly in 2013 over that experienced in 2012, to 330,000. The fare in 2013 will continue at \$2.50 which was increased from \$2.00 beginning October 1, 2008. Operating expenses are budgeted to decrease slightly in 2013. In addition, the Streetcar is anticipating the receipt of \$750,000 in grants and contributions as follows: \$200,000 State Block Operating Assistance Grant passed through HART, \$100,000 in Federal Transit Authority grant funds passed through HART, and \$450,000 from the City Community Redevelopment Agency (CRA).

Consistent with the Operating Agreement, the City is responsible for any operating deficit of the Streetcar.

**Requests for Information**

This financial report is designed to provide a general overview of the Tampa Historic Streetcar, Inc.'s finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Chief Accountant, City of Tampa, 306 E. Jackson St., 8N, Tampa, FL 33602.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)  
Statement of Net Assets  
September 30, 2012

**ASSETS**

Current Assets:

Cash and Cash Equivalents	\$ 102,857
Accounts Receivables--Net	47,700
Prepays and Other Assets	<u>84,444</u>
Total Assets	<u>235,001</u>

**LIABILITIES**

Current liabilities:

Accounts Payable	39,150
Deferred Revenue	<u>10,951</u>
Total Current Liabilities	<u>50,101</u>

Long-Term Liabilities:

Deferred Revenue	<u>62,118</u>
Total Long-Term Liabilities	<u>62,118</u>

Total Liabilities	<u>112,219</u>
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**NET ASSETS**

Unrestricted	<u>122,782</u>
Total Net Assets	<u><u>\$ 122,782</u></u>

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

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)  
Statement of Revenues, Expenses, and  
Changes in Net Assets  
For the Fiscal Year ended September 30, 2012

Operating Revenues:	
Charges for Sales and Services	<u>\$ 611,496</u>
Operating Expenses:	
Contract Services	1,964,168
Other Services and Charges	<u>8,796</u>
Total Operating Expenses	<u>1,972,964</u>
Operating Loss	<u>(1,361,468)</u>
Nonoperating Revenues:	
Interest Income	2,241
Refund of Prior Year Expenditures	157,445
Non Ad Valorem Assessments	881,330
Local Government	<u>400,000</u>
Total Nonoperating Revenues	<u>1,441,016</u>
Change in Net Assets	79,548
Total Net Assets - October 1	<u>43,234</u>
Total Net Assets - September 30	<u><u>\$ 122,782</u></u>

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

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)  
Statement of Cash Flows  
For the Fiscal Year ended September 30, 2012

Cash flows from Operating Activities:	
Receipts from Customers and Users	\$ 550,345
Payments to Suppliers	<u>(2,048,544)</u>
Net Cash used by Operating Activities	<u>(1,498,199)</u>
 Cash Flows from Noncapital Financing Activities:	
Non Ad Valorem Assessments Received	881,330
Refund of Prior Year Expenditures	157,446
Operating Grants Received	<u>400,000</u>
Net Cash provided by Noncapital Financing Activities	<u>1,438,776</u>
 Cash Flows from Investing Activities:	
Interest on Pool Cash	<u>2,241</u>
Net Cash Provided by Investing Activities	<u>2,241</u>
 Net Decrease in Cash and Cash Equivalents	 (57,182)
 Beginning Cash and Cash Equivalents	 <u>160,039</u>
 Ending Cash and Cash Equivalents	 <u><u>\$ 102,857</u></u>
 Reconciliation of Operating Loss to Net Cash Used by Operating Activities:	
Operating Loss	<u>\$ (1,361,468)</u>
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:	
Changes in Assets and Liabilities:	
Increase in Prepaids and Other Assets	(38,919)
Increase in Accounts Receivable	(47,700)
Decrease in Accounts Payable	(36,661)
Decrease in Deferred Revenues	(13,451)
Total Adjustments	<u>(136,731)</u>
 Net Cash Used by Operating Activities	 <u><u>\$ (1,498,199)</u></u>

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

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Notes to Financial Statements

September 30, 2012

**1. Organization**

Tampa Historic Streetcar, Inc. (the Streetcar) was incorporated November 20, 1998, in the State of Florida, as a not-for-profit organization. The City of Tampa (the City) completed construction of an electric streetcar rail line and in conjunction with the Hillsborough Area Regional Transit Authority (HART) and the Streetcar, signed an Operation Agreement on October 1, 2011 for a period of five (5) years. Operation of the Streetcar began in October 2002. The Operation Agreement defines the rights and obligations of the City, HART, and the Streetcar. Under the Operation Agreement, after the City has approved the Streetcar's annual budget, the City is responsible for reimbursing the Streetcar for any deficiency of revenues and support received over expenses incurred, if the expenses were included in the annual budget approved by the City. During the year ended September 30, 2012 the City made no contributions to fund the Streetcar operations. The City approved the Streetcar's annual plan for the year ending September 30, 2012.

The Streetcar is reported as a discretely presented component unit in the City's basic financial statements. As such, the Streetcar's financial statements are presented in accordance with the provisions of the Governmental Accounting Standards Board (GASB) as an enterprise fund, as they are considered a special purpose government engaged solely in business-type activities.

The Streetcar's mission is to provide a 2.7 mile light rail transportation system from the Tampa Convention Center through the Channelside district to Ybor City, thereby reducing traffic congestion and encouraging economic development in the area.

**2. Significant Accounting Policies**

**Basis of Accounting**

The financial statements of the Streetcar are accounted for using *the flow of economic resources measurement focus*, and the accrual basis of accounting is used, whereby revenues are recognized when earned and expenses are recognized when incurred. The accounting and reporting policies of the Streetcar conform to the accounting rules prescribed by GASB. The Streetcar has elected under GASB Statement No. 20, Paragraph 7, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable Financial Accounting Standards Board (FASB) Statements and Interpretations issued after November 30, 1989.

The Streetcar follows the provisions of GASB Statement No. 34, *Financial Statements - and Management's Discussion and Analysis -for State and Local Governments* (Statement 34), GASB Statement No. 37, *Basic Financial Statements - and Management's Discussion and Analysis -for State and Local Governments: Omnibus* (Statement 37), and GASB Statement No. 38, *Certain Financial Statement Note Disclosures* (Statement 38). Statement 34 establishes standards for external financial reporting for all state and local governmental entities, which includes a statement of net assets, a statement of changes in net assets and a statement of cash flows. In the statement of revenues, expenses, and changes in net assets, revenues and expenses are distinguished between operating and non-operating items. Operating revenues and expenses generally result from providing services in connection with the Streetcar's ongoing operations. Operating expenses include the costs of providing services, including operation and maintenance. All revenues and expenses not meeting



Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Notes to Financial Statements (continued)

September 30, 2012

this definition as reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the Streetcar's policy to use restricted resources first, then unrestricted resources as they are needed. Statement 34 also requires the classification of net assets into three components – invested in capital assets, net of related debt; restricted; and unrestricted. The Streetcar has no capital assets, restricted net assets, or debt. The relevant classifications are defined as follows:

**Invested in capital assets, net of related debt** - This component of net assets consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of investment in capital assets, net of related debt. Rather, that portion of the debt is included in the same net assets component as the unspent proceeds. The Streetcar has no capital assets or related debt and therefore, no net assets invested in capital assets, net of related debt.

**Restricted** - This component of net assets consists of constraints placed on net asset use through external factors imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments. The Streetcar has no restricted net assets.

**Unrestricted net assets** - This component of net assets consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

### **Cash and Cash Equivalents**

Cash and cash equivalents represent cash held in the City's pooled cash account and are considered available for immediate usage. For purposes of the statement of cash flows, the Streetcar considers all highly liquid debt instruments with original maturities of three months or less, if any, to be cash equivalents.

### **Capital Assets**

The Streetcar owns no capital assets; all capital assets used in the Streetcar operations are owned either by the City or HART.

### **Contributions and Grants**

Unrestricted contributions are recognized within unrestricted net assets at fair value when received. Grant revenues are recognized when all eligibility requirements have been met.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Notes to Financial Statements (continued)

September 30, 2012

**Tax Status**

The Streetcar has received a favorable determination letter from the Internal Revenue Service, and is exempt from federal income taxes under Internal Revenue Code (IRC) Section 501 (a) as an organization described in Section 501(c)(3).

**Use of Estimates**

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

**3. Cash and Cash Equivalents**

By agreement, the Streetcar transferred its funds to the City to invest in the City's Pooled Cash account. The custodial agreement between the Streetcar and the City allows the relationship to be canceled on thirty (30) days notice, so while the Streetcar participates in the City's Pooled Cash account, the funds are considered liquid and have therefore been classified as Cash and Cash Equivalents on the financial statements.

As of September 30, 2012, the Streetcar's portion of the City's Pooled Cash was as follows:

<u>Investment Type</u>	<u>Amount</u>	<u>Weighted-Average Maturity</u>
U.S. Treasuries	\$ 102,857	1.06 years
Investments not subject to risk disclosures:	0	
Cash and Cash Equivalents		N/A
Total Investments	<u>\$ 102,857</u>	

All investments are reported at fair value.

Interest earned from investments purchased with Pool Cash is allocated to the Streetcar based on the Streetcar's average equity balance. Total interest earned for the year ending September 30, 2012 was \$2,241.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Notes to Financial Statements (continued)

September 30, 2012

**Interest Rate Risk**

The City's investment policy limits investment maturities to a maximum of five years with no limits on amounts with respect to maturity. The weighted average maturity of the City's investment portfolio at year end was 1.06 years. As a result the Streetcar is exposed to risk of fair value losses arising from increasing interest rates.

**Credit Risk**

The City's investment policy limits investments to United States Treasury securities and certificates of deposits provided by qualified public depositories.

**Concentration of Credit Risk**

The City's investment policy limits the amount that is permitted in a single institution to 20 percent of the total portfolio.

**Custodial Credit Risk – Deposits**

In the case of deposits, this is the risk that, in the event of a bank failure, the Streetcar's deposits will not be returned to it. The City's investment policy requires that time deposit investments be made only with banking institutions that are members of the State of Florida collateral pool. Florida Statutes authorize, and the State administers, a collateral pool that ensures no loss of public funds.

**4. Accounts Receivable-Net**

Accounts receivable consist of \$165 in advertising revenues, \$3,043 in residual refund from the Property Appraiser's Office, \$37,500 in CRA contribution, and \$6,992 in refunds of prior year expenditures, for a total of \$47,700. It is the opinion of management that all receivables are fully collectable and therefore, no allowance has been established.

**5. Prepaids and Other Assets**

Prepaid items balances consist of \$ 84,444 in excess liability, general liability and workers compensation insurance premiums..

**6. Assets used in the Streetcar Operations**

The City has \$21,414,710 recorded for the value of assets related to the installation of the Streetcar line, with a net book value of \$17,695,362. HART has \$52,782,602 recorded for its investment in Streetcar assets, with a net book value of \$41,389,143.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Notes to Financial Statements (continued)

September 30, 2012

**7. Accounts Payable**

Accounts payable consist of \$1,650 for legal services, and \$37,500 to Hart for Tax Increment Financing (TIF) payments.

**8. Deferred Revenue**

Deferred revenue represents \$73,069 received in advance on various naming right agreements which are recognized over a period of 10 to 30 years depending on the terms of the agreements. Revenue is recognized in the statement of revenues, expenses and changes in net assets over the life of the agreement as a component of charges for sales and services.

**9. Lease Revenue**

Operating revenues include \$900 collected from the leasing of cars to third parties for special events. The arrangements associated with these leases are designed for a short term (i.e., one to two days) and are typically paid in full at the lease commencement date. Any amounts paid prior to the lease commencement date are reflected as liabilities. As of September 30, 2012, no liabilities related to these leasing arrangements existed.

**10. Risk Management**

Liabilities of the Streetcar are reported when it is probable that a loss has occurred and the amount of the loss can be estimated. The Streetcar has purchased four commercial insurance policies which provide \$100,000,000 of general liability coverage for CSX should an accident occur at the location where the streetcar line and the CSX line intersect.

**11. Related Party Disclosures**

The Streetcar has a five (5) year operating agreement with HART that began on October 1, 2011 and will expire on September 30, 2016. Under this agreement, Hart manages the Streetcar for the City, and gets reimbursed for operating costs.

In FY2012, the Streetcar paid \$1,528,678 to Hart for the operations of the Streetcar. The amount represents approximately 77% of the Streetcar's expenses, however only 33% of the Streetcar's Board of Trustees is appointed by HART. The Streetcar Board of Trustees consists of six City appointees and three HART appointees. In accordance with the terms of the Operating Agreement, the City is responsible for any operating deficit of the Streetcar. Even though the Streetcar incurred an operating loss of \$1,361,468 in FY2012, the City did not have to fund any of it, due to a refund of prior year CRA capital contributions from Hart in the amount of \$157,445.

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Notes to Financial Statements (continued)

September 30, 2012

## 12. Long-Term Outlook

In spite of a continued decline in ridership and operating deficit, the Streetcar remains a viable business concern according to a 20-year business plan that was submitted to the Florida Department of Transportation. In the plan, ridership is projected to rise steadily beginning in FY2014, and operating subsidies from the City will start in FY2020. The projected range is from \$259,454 in FY2020, to \$1,283,933 in FY2033.

## 13. Property Taxes

### *Calendar of Property Tax Events*

January 1	Property taxes are based on assessed property value at this date as determined by the Hillsborough County Property Appraiser.
July 1	Assessment roll approved by the state.
September 30	Millage resolution approved by the City Council.
October 1	Beginning of fiscal year for which taxes have been levied.
November 1	Property taxes due and payable.
November 30	Last day for 4% maximum discount.
April 1	Unpaid property taxes become delinquent.
May 15	Tax certificates are sold by the Hillsborough County Tax Collector. This is the first lien date on the properties

### *Tax Collection*

Property tax collections are governed by Chapter 197, Florida Statutes. The Hillsborough County Tax Collector bills and collects all property taxes levied within the County. Discounts are allowed for early payment of 4% in November, 3% in December, 2% in January, and 1% in February. If property taxes are not paid by April 1, the County adds a 3% penalty on real estate, and 1.5% on personal property.

The Tax Collector advertises and sells tax certificates on all real property for delinquent taxes. Certificates not sold revert back to the County. The Tax Collector must receive payment before the certificates are issued. Any person owning land on which a tax certificate has been sold may redeem the land by paying the Tax Collector the face amount of the tax certificate plus interest and other

Tampa Historic Streetcar, Inc.  
(A Component Unit of the City of Tampa)

Notes to Financial Statements (continued)

September 30, 2012

costs. The owner of a tax certificate may at any time after taxes have been delinquent for two years, file an application for tax deed sale. The County, as a certificate owner, may exercise similar procedures two years after taxes have been delinquent. Tax deeds are issued to the highest bidder for the property which is sold at public auction.

The Tax Collector remits current taxes collected through four distributions to the City in the first two months of the tax year and at least distribution each month thereafter. The Streetcar recognizes property tax revenue in the period in which they are levied.

*Tax Limitations*

For the fiscal year-ended September 30, 2012, the approved operating millage for the Streetcar was .33 mills.

REPORT OF INDEPENDENT AUDITOR 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

Board of Directors  
Tampa Historic Streetcar, Inc.  
Tampa, Florida

We have audited the accompanying financial statements of Tampa Historic Streetcar, Inc. (the "Organization") as of September 30, 2012, and have issued our report thereon dated February 20, 2013. 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

Management of the Organization is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Organization's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization'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.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 other matters that we have reported to management of the Organization in a separate letter dated February 20, 2013.

This report is intended solely for the information and use of the Board of Directors of Tampa Historic Streetcar, management, federal and state awarding agencies, and the Auditor General of the State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Crowe Horwath LLP".

Crowe Horwath LLP

Tampa, Florida  
February 20, 2013



Board of Directors  
 Tampa Historic Streetcar, Inc.  
 Tampa, Florida

In planning and performing our audit of the financial statements of Tampa Historic Streetcar ("Organization") as of and for the year ended September 30, 2012, in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we considered the Company's internal control over financial reporting ("internal control") as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we do not express an opinion on the effectiveness of the Company's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain matters that we wish to communicate to you. Matters communicated in this letter are classified as follows.

- Deficiency – A control deficiency 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.

12-01 RECEIVABLE FOR CRA REFUND		Deficiency
<b>Condition:</b>	We noted that receivables were understated by approximately \$7,000 because the total refund committed by HART for prior year CRA payments of approximately \$150,000 was not accrued in total at the time of the commitment.	
<b>Criteria:</b>	Revenue recognition criteria on the accrual basis of accounting requires revenue to be recognized at the point in which the revenue is earned.	
<b>Cause:</b>	The Organization was recorded the refund as credits were taken on the monthly invoices received from HART.	
<b>Effect:</b>	Receivables and nonoperating revenue were understated by \$7,000.	
<b>Recommendation:</b>	The Organization should ensure revenues are recognized in the proper period.	
<b>Management's Response:</b>	Management disagreed with the accrual but recorded it at the recommendation of the auditors since the result was immaterial and not misleading. The payment from HART was not required or earned and so timing of the same was not certain. We would have preferred to have recorded it when it was received.	

Management's written responses to the matters identified in our audit have not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on those responses. We have discussed the above comments and recommendations with the Organizations as required by the Rules of the Auditor General. This communication is intended solely for the information and use of management, the Board of Directors, and others within the organization, and the State of Florida Office of the Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We would like to take this opportunity to thank the Organization for the many courtesies and cooperation extended to our representatives during the course of our audit.

A handwritten signature in cursive script that reads "Crowe Horwath LLP".

Crowe Horwath LLP

Tampa, Florida  
February 20, 2013

