



Lauderdale Lakes
LIFE IN FULL COLOR

COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF LAUDERDALE LAKES, FLORIDA
For the Year Ended September 30, 2013

Prepared By:
City of Lauderdale Lakes
Financial Services Department



Lauderdale Lakes
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Lauderdale Lakes
L I F E I N F U L L C O L O R

INTRODUCTORY SECTION

City of Lauderdale Lakes

Financial Services Department

4300 NW 36th Street • Lauderdale Lakes, Florida 33319-5599
www.lauderdalelakes.org

April 24, 2014

To the Mayor, Vice-Mayor and City Commissioners and City Manager of Lauderdale Lakes, Florida

As mandated by both local ordinances and state statutes, the Annual Financial Report of the City of Lauderdale Lakes, Florida (the City), for the Fiscal Year ended September 30, 2013, is hereby submitted. In accordance with the philosophy shared by city management, this report provides full disclosure of financial information in conformance with the principles and standards for financial reporting set forth by the Governmental Accounting Standards Board (GASB). Additionally, an audit was conducted in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants.

MANAGEMENT RESPONSIBILITY

The responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rest with City Management. To the best of our knowledge and belief, the data, as presented, is accurate in all material respects. The Annual Report serves as an essential document which provides a detailed account of the City's financial condition at the specified point in time. The Annual Report is presented in a manner designed to set forth the financial position and results of the City's operations as measured by the financial activity of various funds and account groups. The included disclosures will also provide the reader with an understanding of the City's financial affairs.

INTERNAL CONTROLS

Internal controls have been designed to provide reasonable, but not absolute, assurance about the achievement of the City's objectives in reliability of financial reporting, effectiveness and efficiency of operations and compliance with applicable laws and regulations. An internal control framework has been established to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management. We believe the City's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

AUDIT PROCESS

The City's financial statements have been audited by Keefe, McCullough & CO., LLP. The goal of the auditor was to provide reasonable assurance that the financial statements, for fiscal year ended September 30, 2013, are free of material misstatements. 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 financial decision made by management; and evaluating the overall financial statement presentation. The independent auditors, based on their audit, rendered an unqualified opinion that the financial statements for the fiscal year ended September 30, 2013, are fairly presented in conformity with GAAP. In addition, the independent audit of the City's financial statements was designed to meet the federal and state mandated "Single Audit" Act which was created to meet the special needs of federal and state agencies. The standards governing Single Audit engagements require the independent auditor to report on the fair presentation of the financial statements and on the audited government's internal controls and compliance with legal requirements relating to the administration of federal and state awards. For fiscal year ended September 30, 2013, the City did meet the spending threshold and thus single audit reports are included in the City's Annual Audit Report.

INTRODUCTION TO THE ANNUAL FINANCIAL REPORT

The Annual Financial Report is divided into three sections:

- **Introductory Section:** This section contains the letter of transmittal, a list of principal officials as of September 30, 2013, and the City's organizational chart.
- **Financial Section:** This section includes the independent auditor's report, management discussion and analysis, the basic financial statements and notes that provide an overview of the City's financial position and operating results, the combining statements of non-major funds and other schedules.
- **Statistical Section:** This section contains unaudited financial data and debt statistics which is generally presented in a multi-year format. The statistical section is included in the year ended September 30, 2013 report.

PROFILE OF THE GOVERNMENT

On June 22, 1961, the City of Lauderdale Lakes was incorporated by the Florida State Legislature. The City operates under the Mayor/City Commission/City Manager form of government. The Mayor presides over the City Commission meetings and is recognized as the head of the municipal government for ceremonial purposes. The Mayor may participate in all deliberations of the Commission, but votes only to break a tie. The terms of office are four year terms for the Mayor and the City Commissioners. The City Manager is appointed by the City Commission. The City Manager is the Chief Administrative Officer (CAO) of the City which is responsible for achieving the City's goals and objectives. Also, the City Manager handles the appointment and supervision of the City's Department Directors.

The City of Lauderdale Lakes provides a full range of municipal services that include public safety services through contract with the Broward Sheriff's Office (BSO), development services, public works, parks and recreation, social services including an Alzheimer's Care Center. From an operational perspective, the City is responsible for managing services to include solid waste and recycling services; storm water services; maintenance and repair of streets, bridges, and street lighting; building inspections; business tax (formerly Occupational Licensing); and planning and zoning regulations. The administrative offices established to provide support services to all departmental functions are as follows: City Clerk; City Manager; Financial Services including Information Technology and Purchasing; and Human Resources and Risk Management.

The City of Lauderdale Lakes Community Redevelopment Agency (the CRA) was created by the Mayor and City Commission on September 26, 2000 by adopting a resolution defining and establishing the Agency in accordance with Section 163.357 of the Florida Statutes under the Community Redevelopment Act of 1969. The CRA's board of directors is the City Commission. The purpose of the CRA is to promote redevelopment by improving the uses and taxable values of property within the designated community redevelopment area. The CRA is a special revenue fund of the City of Lauderdale Lakes; therefore, has been included as a component unit and integral part of the attached financial statements.

The CRA continued to explore areas for further redevelopment opportunities in Lauderdale Lakes. Significant growth in the tax base was realized in those redeveloped areas. The CRA entered into a public/private partnership for design, marketing and development of the CRA owned 22-acre commercial property creating local jobs and enhancing economic development.

The City of Lauderdale Lakes continued to provide training, resources and networking opportunities for new and prospective business owners through the Business Resource Center which is housed in a CRA owned facility. Additionally, the Business Resource Center focused on facilitating professional development training, providing resources, promoting incentives and developing partnerships with business development agencies to assist local business owners.

FINANCIAL REPORTING

Based on the criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity*, a primary government is financially accountable for the organizations that make up its legal entity. In addition, the primary government is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific benefits to, or impose specific financial burdens on the primary government. Nonetheless, the primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The annual budget is the foundation of the City's financial planning and control. Public workshops and hearings are held throughout the entire budget process to obtain input from the residents. The City Manager gives directives to Department Directors to develop and submit proposed departmental budgets within the appropriate annual guidelines. Budgetary control is maintained at the departmental and fund level, with the financial services department providing support to departments with their budget. The City Manager reviews each proposal with the Directors and prepares a proposed budget that is delivered to the Commission. The Commission holds budget workshops to discuss and amend the City Manager's proposed budget. During the first required Special Budget Public Hearing the Commission adopts a proposed budget, approves the proposed millage rates, and approves final special assessment rates. A second required Budget Public Hearing is then held to adopt a final budget and approve final millage rates. The City's budget goes into effect October 1 and covers the fiscal year, which ends the following September 30th.

LOCAL ECONOMIC CONDITIONS AND OUTLOOK

The City of Lauderdale Lakes continued to develop strategies to strengthen its economic condition by focusing on the development of existing businesses and recruitment of new businesses. The business community is comprised of businesses catering to diverse business needs. The City's top businesses include: Florida Medical Center, Interactive Response Technologies, Inc., Wal-Mart Supercenter, Catholic Health Services, and Florida Career College total five (5). Other diverse businesses in the City include: Burlington Coat Factory, ALDI Food Market, Office Depot, Banking Services – Bank United, Chase Bank, SunTrust and Bank of America, and a variety of specialty stores. The City's future economic development strategy calls for that the recruitment of national retailers, expansion of existing businesses and establishment of new businesses will create sustainable jobs in the City of Lauderdale Lakes.

The City's Business Resource Center (BRC) serves as an impetus for business growth and development. The center offers job readiness training and workforce development programming for the betterment of the entire City. City residents and businesses alike have been able to take advantage of job and business opportunities in retail sales, medical services, tourism, construction, state/county/city government, communications and financial services. To date, the overall impact of the BRC's programming has generated positive direct and indirect results for the City's economy.

The City experienced a modest decline in property values similar to other cities within the state and local region. The local economy's difficulties mirror those on the national level. The housing market stabilized with a drop in the foreclosure rate. One of the challenges facing the City of Lauderdale Lakes relates to the high number of residential dwellings that pay a minimal amount of property taxes, if any, due to exemptions. To a certain extent, the reduced property tax receipts lower the amount of revenue generated for essential city services and programs. The augmented expenditures left the City of Lauderdale Lakes in a precarious position grappled with the tough decision to make significant adjustments in the budget.

LONG-TERM FINANCIAL PLAN

As part of the need to provide financial stability to a weakening local economy, City Management developed a Five-Year Financial Plan in FY 2012. The financial plan serves as a valuable tool to assist the City Commission and City Management in making sound fiscal decisions particularly as it relates to the surmountable debt service. Most important, the City negotiated and executed mutually acceptable agreements with the Broward Sheriff's Office (BSO) for the following: (1) approximately \$9 Million outstanding obligations covering FY2010 disputed Other Post Employment Benefits (OPEB) balances and FY2011 police and fire rescue services costs and (2) new 5 Year City/BSO police and fire rescue services agreement at a reduced cost to accommodate the City's limited revenues. To date, the City continues to meet agreement and other requirements.

The City also adopted financial goals and objectives by which to measure the City's overall performance and financial recovery from poor economic conditions. The City Commission and City Management continued to review and evaluate the budgetary line items and give consideration to the elimination or reduction of expenditures to manage accumulated debt. The City Administration must continue to make recommendations to immediately reduce and manage expenses across the board, including personnel costs and contractual services. In fiscal year 2013, the City maintained the increased level for charges for services to meet anticipated service levels. As noted in the FY 2012 Annual Report the City is realizing the results of the extreme measures taken to minimize the financial crisis without jeopardizing critical City services. The result of the fiscal constraint implemented since FY 2011 by City Management can be seen in this September 30 year ended report. There was a significant positive change in City's financial condition although the City continues to have financial challenges.

MAJOR INITIATIVES AND CAPITAL PROJECTS

During fiscal year 2013, the City effectively dealt with its financial challenge. The achievements are as follows:

- Paid over \$1.150 million to Broward Sheriff Office (BSO) for City/BSO Police and Fire Rescue Services Agreement to pay the City's outstanding debt obligations;
- Paid current BSO obligations in a timely basis;
- Provided monthly budget reports to keep the Mayor, City Commission, City Management and external stakeholders updated on the City's financial condition;
- Achieved a balance budget as of year ended September 30, 2013;
- Implemented the City's Five Year Financial Plan; and
- Implemented an agreement with Broward County for and or other governmental agencies to complete the construction phases for the following grant funded capital projects: Federally Funded Emergency Operations Center and Stormwater Canal Bank Stabilization Project.

INDEPENDENT AUDIT

In accordance with Florida Statutes 218.39, the City has engaged the firm of Keefe, McCullough & CO., LLP to perform the independent audit of the City's financial statement. The Independent Certified Public Accountant's report is included in the financial section of this Comprehensive Annual Financial Report.

AWARDS

The Government Finance Officers Association for the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standard for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

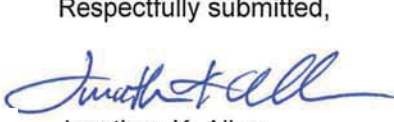
A Certificate of Achievement is valid for a period of one year only. We believe that our current report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for award.

ACKNOWLEDGEMENTS

This report could not have been prepared without the dedication and efficiency of the entire staff of the Financial Services Department. The Financial Services Team continues to implement new procedures to improve the integrity of the City's accounting records and to complete the City's annual report in a responsible manner.

The Mayor, Vice-Mayor, City Commissioners, City Manager, and City Management Team are to be recognized for the important role they have played in overseeing and supporting the improvement of the City's fiscal and financial operations.

Respectfully submitted,



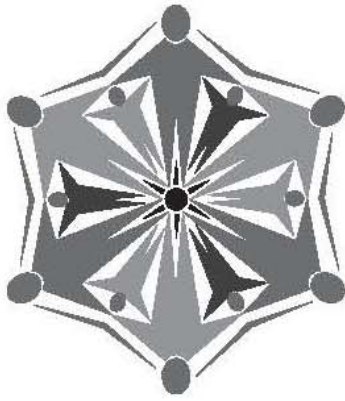
Jonathan K. Allen
City Manager



Marie W. Elianor
Financial Services Director

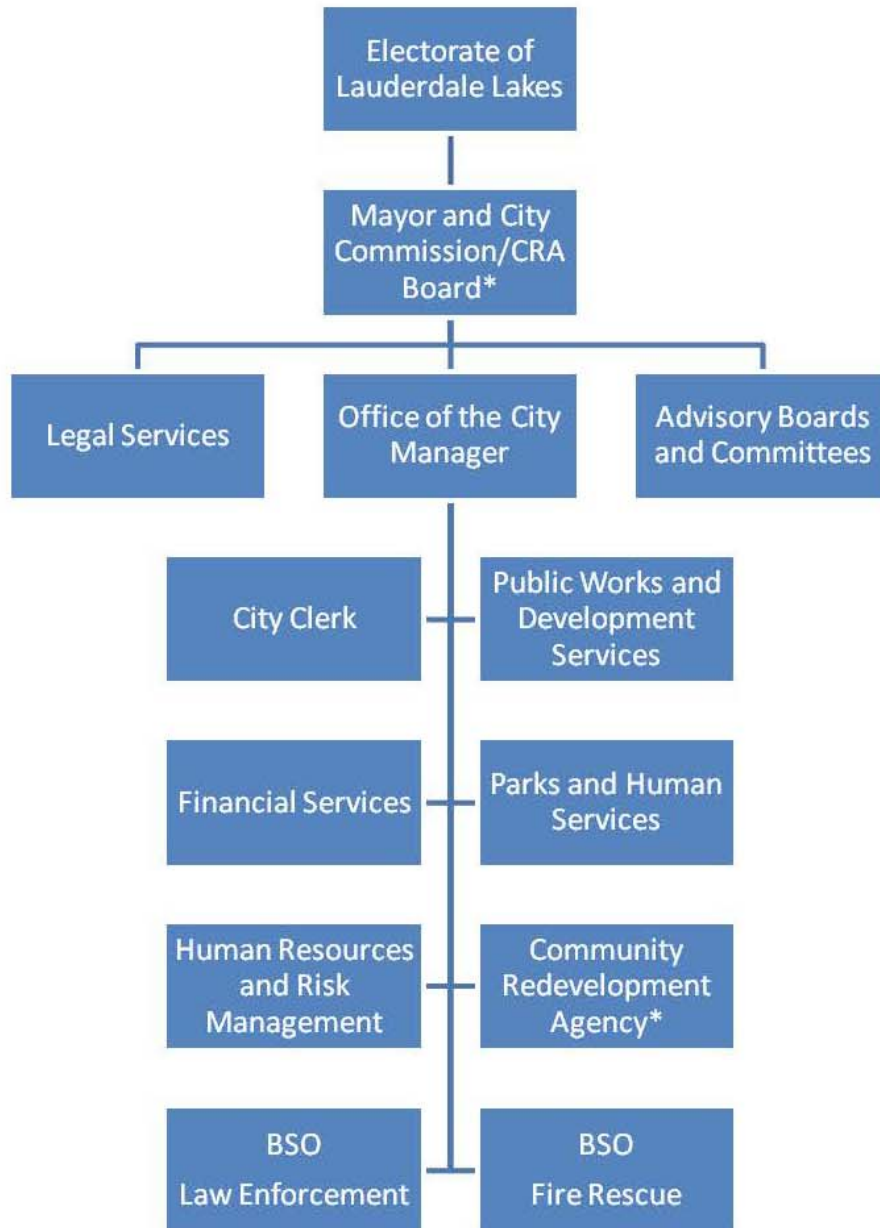


Chandra G. Williams
Financial Services Manager



Lauderdale Lakes

L I F E I N F U L L C O L O R



MAYOR

Barrington A. Russell, Sr.

VICE MAYOR

Patricia Hawkins - Williams

COMMISSIONERS

Eric L. Haynes
Edwina Coleman
Gloria Lewis
Levoyd L. Williams
Eileen E. Rathery

CITY MANAGER

Jonathan K. Allen, MPA

CITY ATTORNEY

James C. Brady

DEPARTMENT OF FINANCIAL SERVICES

Marie W. Elianor - Director

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Lauderdale Lakes
L I F E I N F U L L C O L O R

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Commission
City of Lauderdale Lakes, Florida
Lauderdale Lakes, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lauderdale Lakes, Florida (the "City") as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lauderdale Lakes, Florida as of September 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedules of funding progress and employer contributions on pages 4 through 13 and pages 53 through 54, respectively be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, budgetary comparison information, other financial information and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison information and other financial information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has 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 budgetary comparison information and other financial information are fairly stated in all material respects in relation to the basic financial statements as a whole.

City of Lauderdale Lakes, Florida

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

KEEFE, McCULLOUGH & CO., LLP

Fort Lauderdale, Florida
April 24, 2014

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**MANAGEMENT'S
DISCUSSION AND
ANALYSIS
(MD & A)**

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

As management of the City of Lauderdale Lakes, Florida (the "City"), we offer the readers of this narrative representation of the City's financial performance for the fiscal year ended September 30, 2013. The Management Discussion and Analysis (MD&A) section of the Comprehensive Annual Financial Report (CAFR) is designed to:

1. Provide an overview of the City's financial activities
2. Identify changes in the City's financial position
3. Identify any material deviations from the financial plan (the approved budget)
4. Identify any individual fund issues or concerns

We encourage readers to review the transmittal letter on pages i through vii which discusses other relevant items that impact the overall financial condition of the City. Management of the City has prepared the CAFR in accordance with the current principles and standards for financial reporting established by Governmental Accounting Standards Board (GASB) Statement No. 34.

FINANCIAL HIGHLIGHTS

The following are the highlights of financial activity for the fiscal year ended September 30, 2013:

- The City's total assets exceeded its liabilities at the close of the fiscal year by \$ 30,859,631.
- As of the close of fiscal year 2013, the City's governmental funds reported combined ending fund balances of \$ 6,804,727. Per GASB Statement No. 54, the fund balances are classified approximately as follows: 1) \$ 3,603,200 non-spendable, 2) \$ 4,474,300 is restricted, 3) \$ 436,500 committed and 4) \$ 1,709,200 (deficit) is unassigned.
- The City's governmental activities reflected \$ 21,302,673 in expenses and \$ 26,140,339 million in revenues and transfers. The City's governmental revenues exceeded expenses, providing a \$ 4,837,666 increase in net position. The increase mainly was attributed to the City maintaining a millage rate of 9.5 mils.
- The business-type activities for the City reflected \$ 2,492,723 in expenses and transfers out against \$ 4,765,471 recognized in revenues and transfers that resulted in a \$ 2,272,748 increase in net position. The increase mainly was attributed to Stormwater Fund charges which are imposed for future capital projects.
- The Community Redevelopment Agency (the "CRA") fund revenues exceeded its expenditures by \$ 3,739. The CRA remained current with all debt obligations. The CRA received payment from the City in the amount of \$ 150,000 in accordance with a forbearance agreement.
- The City's overall financial position improved compared to the prior fiscal year 2012.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide statements:

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

The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the City's financial position is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets, social services, culture and recreation, and economic and physical environment. The business-type activities consist of stormwater services, solid waste/recycling services and building services.

The City is known as the primary government with a legally separate Community Redevelopment Agency for which the City is financially accountable. This blended component unit functions, for all practical purposes, as a department and special revenue fund of the City that has been included as an integral part of the primary government.

The government-wide financial statements are presented on pages 14 and 15 of this report. The remaining statements are fund financial statements that focus on individual parts of the City government by reporting the City's operations in more detail.

Fund financial statements:

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City establishes funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

Governmental funds

Governmental funds are reported in the fund financial statements. These funds encompass the same functions reported as governmental activities in the government-wide financial statements; however, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two financial perspectives may provide insight into the long-term impact of short-term decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives. Individual fund financial data for each of these non-major governmental funds is provided in the form of combining statements on pages 55 and 56 of this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. The basic governmental fund financial statements are presented on pages 16 through 19 of this report.

Proprietary Funds

The proprietary funds are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City's proprietary funds are further classified as enterprise funds. The enterprise fund essentially encompasses the same functions reported as business-type activities in the government-wide financial statements. Services are provided to customers external to the City for stormwater services, solid waste/recycling services and building services. The basic enterprise fund financial statements are presented on pages 20 through 23 of this report.

Notes to the basic financial statements:

The basic financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required elements, a separate section is included with combining statements that provide details about the non-major governmental funds, each of which is added together and presented in a single column in the basic financial statements.

The accompanying notes to the financial statements provide 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 are on pages 24 through 46 of this report.

Other supplementary information:

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information which includes the budgetary comparison schedules of major funds and information about the other post employment health care benefits (OPEB).

Required supplementary information can be found on pages 47 through 54 of this report.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Summary of net position:

The overall net position of the City increased in 2013. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. There are six (6) basic transactions that will affect the comparability of the Statement of Net Position summary presentation as reflected below:

- 1) Net results of activities will impact (increase/decrease) current assets and unrestricted net position.
- 2) Borrowing for capital will increase current assets and long-term debt.
- 3) Spending borrowed proceeds on new capital will reduce current assets and increase capital assets. Additionally, an increase in invested capital assets and an increase in related debt will not change the net investment in capital assets
- 4) Spending of non-borrowed current assets on new capital will reduce current assets, increase capital assets, reduce unrestricted net position, and increase net investment in capital assets.
- 5) Principal payment on debt will reduce current assets, reduce long-term debt, decrease unrestricted net position, and increase net investment in capital assets.
- 6) Reduction of capital assets through depreciation will reduce capital assets and net investment in capital assets.

Net position may serve as a useful indicator of the City's financial position. The City's total net position as reflected on the Statement of Net Position was \$ 30,859,631 at the close of this fiscal year. This was an increase of approximately 30% compared to last year's net position of \$ 23,749,217.

The largest portion of the City's net position 93% reflects its investment in capital assets (e.g.; land, building, and equipment), less any related debt used to acquire those assets that are still outstanding. Capital assets used to provide services to citizens; and thus, they are not available for future spending. The City's investment in its capital assets is reported net of related debt. The resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 8,362,612	\$ 5,463,504	\$ 4,930,710	\$ 3,074,500	\$ 13,293,322	\$ 8,538,004
Capital assets (net)	50,917,833	50,420,416	3,259,266	2,463,846	54,177,099	52,884,262
Total assets	59,280,445	55,883,920	8,189,976	5,538,346	67,470,421	61,422,266
Current and other liabilities	5,664,729	6,435,730	690,705	312,380	6,355,434	6,748,110
Long term liabilities	28,771,560	29,441,700	1,483,796	1,483,239	30,255,356	30,924,939
Total liabilities	34,436,289	35,877,430	2,174,501	1,795,619	36,610,790	37,673,049
Net position:						
Net investment in capital assets	26,839,761	24,335,819	1,819,256	984,604	28,659,017	25,320,423
Restricted	2,874,753	3,340,881	-	-	2,874,753	3,340,881
Unrestricted (deficit)	(4,870,358)	(7,670,210)	4,196,219	2,758,123	(674,139)	(4,912,087)
Total net position	\$ 24,844,156	\$ 20,006,490	\$ 6,015,475	\$ 3,742,727	\$ 30,859,631	\$ 23,749,217

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

Statement of activities:

There are different types of factors that can positively or negatively impact other operations. Some factors that may impact the revenues are as follows: 1) Economic Conditions; 2) City Commission authority to increase and decrease rates; 3) Changing patterns in intergovernmental and grant revenues; and 4) market impacts on investment income.

Other factors that may impact the expenses are presented below: 1) Introduction of new programs; 2) inflation, any increase of commodities such as chemicals, supplies, fuels and parts; and 3) changes in service demand levels.

FOR THE YEAR ENDED SEPTEMBER 30, 2013

1. Economic conditions can reflect a growing, stable or declining overall economic environment and those conditions can have a significant impact on the underlying drivers of ad valorem taxes, non-ad valorem assessments, sales and use taxes, fees and other revenues derived from the community, as well as those received from other governments.
2. Changes in tax, assessment and fee rates by the City's Governing Board directly affect the most fundamental revenue streams and have the most immediate impact of all changes.
3. Changing patterns in grant and state revenue sharing calculations may cause significant deviations to City intergovernmental revenues and put added pressure on City-generated revenues.
4. Budget management requires that budget expenditures are in line with budget revenues at the end of the fiscal year.

Some other basic impacts are responsible for potential changes in annual expenses:

1. Introduction of new programs can have substantial impact on department/program expenses by requiring new personnel, capital and operating funds. The continuation of inefficiencies and/or ineffective programs require increased staffing and operational costs that exceeds the actual budgeted resources.
2. Changes in service levels impacts expenses by changing the levels of already appropriated expenses.
3. Salary/contract pricing increases can contribute to increased expenses. Most contracts entered into by the City have provisions for increases, either automatic or negotiated each year.
4. While inflation generally appears to be moderate, it impacts the prices the City pays for commodities, supplies, fuels, parts and miscellaneous services etc.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

The three primary governmental revenues as reflected on the Statement of Activities are comprised of property taxes, charges for services and franchise fees for fiscal year 2013. For fiscal year 2013, property taxes of \$ 8,572,538, represents 33% of revenues while charges for services of \$ 6,513,631 comprise 25% of revenues and franchise fees of \$ 3,217,811, comprised 12% of revenues. Other major sources of revenues include \$ 3,213,516 in unrestricted intergovernmental revenues or 12%; \$ 2,184,695 from utility taxes or 8% and program grants/contribution comprise 4% or \$ 1,088,531.

The following table that appears below reflects the City's revenues and expenses for fiscal year 2013 compared to fiscal year 2012, with the resulting change in net position:

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program revenues:						
Charges for services	\$ 6,513,631	\$ 5,975,980	\$ 4,229,834	\$ 4,302,867	\$ 10,743,465	\$ 10,278,847
Operating grants and contributions	585,625	856,532	-	52,220	585,625	908,752
Capital grants and contributions	502,906	1,125,000	481,580	-	984,486	1,125,000
General revenues:						
Property taxes	8,572,538	9,088,461	-	-	8,572,538	9,088,461
Other taxes and fees	5,960,282	5,798,328	-	-	5,960,282	5,798,328
Intergovernmental	3,213,516	2,854,801	-	-	3,213,516	2,854,801
Investment earnings	5,556	9,495	-	378	5,556	9,873
Loss on sale of City assets	-	(74,005)	-	-	-	(74,005)
Miscellaneous	466,285	70,549	54,057	-	520,342	70,549
Total revenues	25,820,339	25,705,141	4,765,471	4,355,465	30,585,810	30,060,606
Expenses:						
General government	3,295,985	5,424,976	-	-	3,295,985	5,424,976
Public safety	12,795,147	12,983,435	-	-	12,795,147	12,983,435
Economic and physical environment	1,919,292	1,649,573	-	-	1,919,292	1,649,573
Social services	772,134	612,658	-	-	772,134	612,658
Culture and recreation	1,071,846	1,036,142	-	-	1,071,846	1,036,142
Highways, streets and transportation	336,955	1,217,037	-	-	336,955	1,217,037
Interest on long-term debt	1,111,314	1,142,252	-	-	1,111,314	1,142,252
Stormwater	-	-	661,621	781,430	661,621	781,430
Solid waste/recycling	-	-	1,175,436	1,149,839	1,175,436	1,149,839
Building services	-	-	335,666	249,736	335,666	249,736
Total expenses	21,302,673	24,066,073	2,172,723	2,181,005	23,475,396	26,247,078
Increase in net position before transfers	4,517,666	1,639,068	2,592,748	2,174,460	7,110,414	3,813,528
Transfers	320,000	320,000	(320,000)	(320,000)	-	-
Increase in net position	4,837,666	1,959,068	2,272,748	1,854,460	7,110,414	3,813,528
Net position, October 1	20,006,490	18,047,422	3,742,727	1,888,267	23,749,217	19,935,689
Net position, September 30	\$ 24,844,156	\$ 20,006,490	\$ 6,015,475	\$ 3,742,727	\$ 30,859,631	\$ 23,749,217

Governmental activity:

When compared with fiscal year 2012, there was a decrease in property taxes of \$ 515,923 due to a slight decrease in assessed valuation of the property within the City. Capital grant contributions decreased by \$ 622,094 as a result of the completion of the two CDBG projects.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

Governmental expenses are largely concentrated in one function, public safety, which comprises Police and Fire Rescue Services (provided by the Broward Sheriff's Office). At \$ 12,795,147, public safety represents 60% of total governmental expenses. This amount was consistent with the prior year amount.

Business-type activity:

Revenues earned by business-type activities are primarily concentrated in one source, charges for services of \$ 4,229,834. This represents the fees charged for each of the City's enterprise funds; stormwater of \$ 2,176,655, solid waste/recycling of \$ 1,480,371 and building services of \$ 572,808. The City must examine all rates and fees to ensure that these funds operate at full cost recovery.

Due to a slight decrease in the fees charged to stormwater customers, charges for services in the stormwater fund decreased by \$ 53,719. Operating expenses in the stormwater fund decreased by \$ 150,186 due to expenses for capital projects being funded in the capital projects fund.

The solid waste/recycling fund increased its net position by \$ 611,492. A primary cause of this favorable change was the receipt of a capital grant from Broward County.

The City examined its rates and adjusted them to ensure that sufficient revenues are generated to continue with the remaining stormwater improvements and service its debt financing due in fiscal year 2014.

ANALYSIS OF THE CITY'S FUNDS

The City uses fund accounting to ensure and demonstrate compliance with the finance related legal requirements.

Governmental funds:

The purpose of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources relative to the City's funding requirements. Unassigned fund balance serve as the most useful measure of the City's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$ 6,804,727, an increase of \$ 2,889,534 in comparison with 2012.

The General Fund

The General Fund is the City's primary operating fund and largest source of day-to-day service delivery. General tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs not paid through other funds are paid from this fund.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

The general fund increased its fund balance by \$ 3,541,823 during fiscal year 2013. This increase was caused by several factors including maintaining the 9.5 millage rate which generated sufficient revenues to cover current expenditures as well as the management of expenditures.

Total fund balance in the General Fund was \$ 4,418,132 as of September 30, 2013, \$ 1,281,043 of this amount is non-spendable leaving \$ 1,935,507 in restricted fund balance, \$ 436,489 of committed fund balance, and \$ 735,093 of unassigned fund balance.

Major Special Revenue Funds

The Fire Rescue Fund expenditures exceeded its revenues by \$ 140,602, decreasing the fund balance at September 30, 2013 to \$ 243,808

The City's Grants Fund showed a fund balance deficit of \$ 1,389,629 as of September 30, 2013, decreasing by \$ 784,628 from the prior year. The primary cause of this deficit is emergency operations center project expenditures that have not yet been reimbursed by grantor agencies.

The CRA fund revenues exceeded its expenditures by \$ 3,739. The CRA fund had a positive fund balance of \$ 3,344,620 for the fiscal year ended September 30, 2013.

GENERAL FUND BUDGETARY HIGHLIGHTS

The budget and actual comparison schedule is provided in the required supplementary information for the general fund and major special revenue funds.

The budget and actual comparison schedules show the original adopted budgets, the final revised budget, actual results and variance between the final budget and actual results for the general and major special revenue funds. After the original budget is approved, it may be revised for a variety of reasons such as foreseen circumstances, loan proceeds, new grant awards or other unanticipated revenues and expenditures.

Differences between the original budget and the final amended budget for the General Fund are summarized as follows:

- Revenues were increased by \$ 560,939 to account for a projected increase in franchise payments and an one time revenue remittance of an administrative fee related to the extended franchise agreement. .
- Expenditures were increased by \$ 560,939 to account for the appropriation of the franchise payment and administrative fee.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets:

The City's investment in capital assets net of accumulated depreciation for its governmental and business-type activities as of September 30, 2013 amount to \$ 54,177,099 compared to \$ 52,884,262 from the previous year. Among the major projects are the Emergency Operations Center, stormwater canal bank stabilization and the purchase of automobiles.

Additional information on the City's capital assets can be found in Note 4 starting on page 33 of this report.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

City of Lauderdale Lakes
Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Capital assets, net of depreciation:						
Land	\$ 18,576,965	\$ 17,700,549	\$ -	\$ -	\$ 18,576,965	\$ 17,700,549
Construction in progress	-	3,387,959	-	-	-	3,387,959
Buildings	11,356,016	10,687,956	-	-	11,356,016	10,687,956
Machinery, equipment and vehicles	495,679	351,398	554,923	63,972	1,050,602	415,370
Infrastructure	20,489,173	18,292,554	2,704,343	2,399,874	23,193,516	20,692,428
Total	<u>\$ 50,917,833</u>	<u>\$ 50,420,416</u>	<u>\$ 3,259,266</u>	<u>\$ 2,463,846</u>	<u>\$ 54,177,099</u>	<u>\$ 52,884,262</u>

Debt administration:

Presented below is a table showing the City's total outstanding debt as of September 30, 2013 compared to 2012.

Additional information on the City's long-term debt can be found in Note 6 starting on page 36 of this report.

City of Lauderdale Lakes
Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Long-term debt:						
General obligation bonds	\$ 11,376,048	\$ 11,971,990	\$ -	\$ -	\$ 11,376,048	\$ 11,971,990
Revenue bonds	3,540,000	3,680,000	-	-	3,540,000	-
Note payable	987,801	1,068,114	1,350,190	1,479,242	2,337,991	2,547,356
Note payable - CRA	8,077,434	8,599,571	-	-	8,077,434	-
Non-revolving line of credit	950,000	-	-	-	950,000	-
Capital lease	87,716	115,344	265,312	-	353,028	-
BSO Repayment agreement	6,897,928	8,047,928	-	-	6,897,928	-
Compensated absences	556,867	436,342	54,732	36,570	611,599	472,912
Other post-employment benefit obligation	61,000	31,000	-	-	61,000	180,000
Total	<u>\$ 32,534,794</u>	<u>\$ 33,950,289</u>	<u>\$ 1,670,234</u>	<u>\$ 1,515,812</u>	<u>\$ 34,205,028</u>	<u>\$ 15,172,258</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Economic factors:

The State of Florida, by constitution, does not have a state personal income tax and, therefore, the state operates primarily using sales, gasoline and corporate income taxes. Local governments (cities, counties and school boards) rely on property and a limited array of permitted other taxes (telecommunication, gasoline, utilities, business, etc.) and fees (franchise, building permits, charges for services, etc.) to fund their governmental activities. There are a) limited number of State-shared revenues and recurring and one-time grants from the state, local and federal governments. For the business-type and certain governmental activities (building inspections, recreational programs, etc.), the user pays a related fee or charge associated with the service. The fiscal year 2014 General Fund budget continued to be very fiscally constrained. The City continues to strive for cost containment while maintaining the current fee structure to meet the citizens' needs for services and trying to increase City's overall fund balance.

CITY OF LAUDERDALE LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2013

2014 budget:

The fiscal year 2014 budget is based on several key factors: (1) Maintaining the Ad-Valorem millage rate at 9.50 mills to fund reasonable operating expenditures; (2) Reflecting an increase in revenue estimates due to the 5.20% increase in the City's 2013 property tax base; (3) Modifying State Revenue Sharing sources to reflect positive trends in the state and regional economic conditions; (4) Establishing a fire assessment fee structure to recover assessable fire related costs for residential and commercial customers; and (5) Establishing solid waste and stormwater fee structures which will result in recommended decreases in fees for residential and commercial customers.

The adopted fiscal year 2014 General Fund budget at \$ 15.9 million represented a slight increase from the amended fiscal year 2013 expenditure budget of \$ 15.4 million. The fiscal year 2014 revenue budget was increased by \$ 2.1 million to \$ 30.8 million when compared to fiscal year 2013 final budget of \$ 28.6 million. The increase is partially attributed to upward property valuation which will bring approximately \$ 300,000 in additional revenue, an increase in the residential fire assessment fee from \$ 215 to \$ 297 (representing 38%) that will amount to approximately \$ 50,000 to fund the approved Fire SAFER Grant positions and repay the Fire portion of the outstanding obligation. Due to recent declines in the property tax base, although somewhat leveling off, the maintenance of the millage rate and an increase in certain other charges were necessary to maintain the fiscal health of the City. Besides the focus on expense management, on the technology front, the City is embarking on major changes to its information technology system. The City purchased new computers in fiscal year 2013 and will be moving towards implementing a cloud based enterprise system in fiscal year 2014. The City will evaluate contracting with a software provider for an integrated solution for the maintenance of software, hardware and servers. This change may bring significant future cost savings, improve operating efficiencies and provide better services to citizens and businesses.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City's Financial Services Director at 4300 N.W. 36th Street, Lauderdale Lakes, Florida 33319 or call (954) 535-2828.



Lauderdale Lakes
L I F E I N F U L L C O L O R

BASIC FINANCIAL STATEMENTS

CITY OF LAUDERDALE LAKES, FLORIDA
STATEMENT OF NET POSITION
September 30, 2013

	Governmental Activities	Business- Type Activities	Total
ASSETS:			
Pooled cash and cash equivalents	\$ 2,140,436	\$ 4,789,651	\$ 6,930,087
Investments	37,155	-	37,155
Receivables, net	1,289,969	831	1,290,800
Due from other governments	622,557	140,228	762,785
Prepays	1,285,134	-	1,285,134
Restricted cash	2,987,361	-	2,987,361
Capital assets not being depreciated	18,576,965	-	18,576,965
Capital assets, being depreciated	32,340,868	3,259,266	35,600,134
	<u>59,280,445</u>	<u>8,189,976</u>	<u>67,470,421</u>
LIABILITIES:			
Accounts payable and accrued liabilities	874,197	498,791	1,372,988
Due to other governments	78,210	486	78,696
Other liabilities	36,443	-	36,443
Unearned revenue	569,035	-	569,035
Accrued interest payable	343,610	4,990	348,600
Noncurrent liabilities:			
Due within one year	3,763,234	186,438	3,949,672
Due in more than one year	28,771,560	1,483,796	30,255,356
	<u>34,436,289</u>	<u>2,174,501</u>	<u>36,610,790</u>
COMMITMENTS AND CONTINGENCIES (NOTE 8)			
	-	-	-
NET POSITION:			
Net investment in capital assets	26,839,761	1,819,256	28,659,017
Restricted for:			
Debt service	1,000,000	-	1,000,000
Employee benefits	12,000	-	12,000
Fire services	243,808	-	243,808
Community services	1,022,498	-	1,022,498
Law enforcement	102,798	-	102,798
Code enforcement	10,000	-	10,000
Minor home repairs	141,303	-	141,303
Transportation projects	342,346	-	342,346
Unrestricted (deficit)	(4,870,358)	4,196,219	(674,139)
	<u>24,844,156</u>	<u>6,015,475</u>	<u>30,859,631</u>
Total net position	<u>\$ 24,844,156</u>	<u>\$ 6,015,475</u>	<u>\$ 30,859,631</u>

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- Type Activities	
Governmental activities:							
General government	\$ 3,295,985	\$ 610,537	\$ -	\$ -	\$ (2,685,448)	\$ -	\$ (2,685,448)
Public safety	12,795,147	5,505,831	147,842	108,493	(7,032,981)	-	(7,032,981)
Economic and physical environment	1,919,292	-	-	-	(1,919,292)	-	(1,919,292)
Social services	772,134	230,845	335,690	-	(205,599)	-	(205,599)
Culture and recreation	1,071,846	166,418	76,564	394,413	(434,451)	-	(434,451)
Highways, streets and transportation	336,955	-	25,529	-	(311,426)	-	(311,426)
Interest on long-term debt	1,111,314	-	-	-	(1,111,314)	-	(1,111,314)
Total governmental activities	21,302,673	6,513,631	585,625	502,906	(13,700,511)	-	(13,700,511)
Business-type activities:							
Stormwater	661,621	2,176,655	-	79,080	-	1,594,114	1,594,114
Solid waste/recycling	1,175,436	1,480,371	-	402,500	-	707,435	707,435
Building services	335,666	572,808	-	-	-	237,142	237,142
Total business-type activities	2,172,723	4,229,834	-	481,580	-	2,538,691	2,538,691
Total	\$ 23,475,396	\$ 10,743,465	\$ 585,625	\$ 984,486	(13,700,511)	2,538,691	(11,161,820)
General revenues and transfers:							
Property taxes					8,572,538	-	8,572,538
Motor fuel taxes					557,776	-	557,776
Franchise fees					3,217,811	-	3,217,811
Utility taxes					2,184,695	-	2,184,695
Unrestricted intergovernmental revenue					3,213,516	-	3,213,516
Unrestricted investment earnings					5,556	-	5,556
Miscellaneous					466,285	54,057	520,342
Transfers					320,000	(320,000)	-
Total general revenues and transfers					18,538,177	(265,943)	18,272,234
Change in net position					4,837,666	2,272,748	7,110,414
Net position, beginning, as restated (Note 12)					20,006,490	3,742,727	23,749,217
Net position, ending					\$ 24,844,156	\$ 6,015,475	\$ 30,859,631

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2013

	General Fund	Fire Rescue Fund	Grants Fund	Community Redevelopment Agency Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
ASSETS:						
Pooled cash and cash equivalents	\$ 898,352	\$ 397,143	\$ -	\$ -	\$ 844,941	\$ 2,140,436
Investments	12,404	-	-	23,992	759	37,155
Receivables, net	1,084,978	166,363	-	-	38,628	1,289,969
Due from other funds	2,012,984	-	-	-	493,191	2,506,175
Due from other governments	306,432	1,000	754,654	-	205,205	1,267,291
Advance to General Fund	-	-	-	2,318,031	-	2,318,031
Prepaid items	1,281,043	-	-	4,091	-	1,285,134
Restricted cash	1,953,507	-	-	1,033,854	-	2,987,361
Total assets	\$ 7,549,700	\$ 564,506	\$ 754,654	\$ 3,379,968	\$ 1,582,724	\$ 13,831,552
LIABILITIES AND FUND BALANCES:						
Liabilities:						
Accounts payable and accrued liabilities	\$ 511,371	\$ 16,647	\$ 234,214	\$ 35,348	\$ 76,617	\$ 874,197
Due to other funds	-	-	1,309,993	-	1,196,182	2,506,175
Due to other governments	739	-	-	-	77,471	78,210
Advance from Community Redevelopment Fund	2,318,031	-	-	-	-	2,318,031
Other liabilities	36,443	-	-	-	-	36,443
Unearned revenue	264,984	304,051	-	-	-	569,035
Total liabilities	3,131,568	320,698	1,544,207	35,348	1,350,270	6,382,091
DEFERRED INFLOWS OF RESOURCES:						
Unavailable revenue	-	-	600,076	-	44,658	644,734
COMMITMENTS AND CONTINGENCIES (NOTE 8)						
	-	-	-	-	-	-
FUND BALANCES (DEFICIT):						
Nonspendable:						
Prepaid items	1,281,043	-	-	4,091	-	1,285,134
Advances	-	-	-	2,318,031	-	2,318,031
Restricted for:						
Capital projects	1,953,507	-	-	-	645,997	2,599,504
Employee benefits	12,000	-	-	-	-	12,000
Fire services	-	243,808	-	-	-	243,808
Community services	-	-	-	1,022,498	-	1,022,498
Law enforcement	-	-	-	-	102,798	102,798
Code enforcement	-	-	-	-	10,000	10,000
Minor home repairs	-	-	-	-	141,303	141,303
Transportation projects	-	-	-	-	342,346	342,346
Committed	436,489	-	-	-	-	436,489
Unassigned:						
Special revenue (deficit)	-	-	(1,389,629)	-	(569,622)	(1,959,251)
Capital project (deficit)	-	-	-	-	(448,775)	(448,775)
Debt service (deficit)	-	-	-	-	(36,251)	(36,251)
General Fund	735,093	-	-	-	-	735,093
Total fund balances (deficit)	4,418,132	243,808	(1,389,629)	3,344,620	187,796	6,804,727
Total liabilities, deferred inflows of resources, and fund balances	\$ 7,549,700	\$ 564,506	\$ 754,654	\$ 3,379,968	\$ 1,582,724	\$ 13,831,552

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
September 30, 2013

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION ARE DIFFERENT BECAUSE:

Total fund balances of governmental funds in the balance sheet	\$	6,804,727
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:		
Governmental capital assets		68,090,902
Less accumulated depreciation		(17,173,069)
Certain liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Net OPEB obligation		(61,000)
Accrued interest payable		(343,610)
Compensated absences payable		(556,867)
Debt		<u>(31,916,927)</u>
 NET POSITION OF GOVERNMENTAL ACTIVITIES	 \$	 <u><u>24,844,156</u></u>

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

	General Fund	Fire Rescue Fund	Grants Fund	Community Redevelopment Agency Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:						
Property taxes and tax increments	\$ 6,214,294	\$ -	\$ -	\$ 1,354,771	\$ 1,003,473	\$ 8,572,538
Sales, use and motor fuel taxes	-	-	-	-	557,776	557,776
Franchise and other taxes	3,217,811	-	-	-	-	3,217,811
Utility taxes	2,184,695	-	-	-	-	2,184,695
Intergovernmental	3,213,516	-	-	-	25,529	3,239,045
Special assessments	-	4,424,031	-	-	-	4,424,031
Charges for services	942,302	307,676	-	-	230,845	1,480,823
Licenses and permits	286,097	-	-	-	-	286,097
Fines and forfeitures	294,508	-	-	-	74,142	368,650
Governmental grants	-	-	299,123	-	699,737	998,860
Investment income	5,310	-	-	38	-	5,348
Miscellaneous revenue	456,477	17,534	-	10,654	-	484,665
	<u>16,815,010</u>	<u>4,749,241</u>	<u>299,123</u>	<u>1,365,463</u>	<u>2,591,502</u>	<u>25,820,339</u>
Total revenues						
EXPENDITURES:						
Current:						
General government	2,671,785	-	-	-	-	2,671,785
Public safety	8,081,369	4,580,457	83,700	-	-	12,745,526
Public services	1,169,927	-	-	-	-	1,169,927
Economic development	-	-	-	416,026	-	416,026
Culture and recreation	730,431	-	63,815	-	-	794,246
Community development	211,416	-	-	-	-	211,416
Highways and streets	-	-	-	-	332,985	332,985
Social services	251,710	-	77,239	-	382,542	711,491
Capital outlay	124,294	-	679,370	17,509	663,676	1,484,849
Debt service:						
Principal	1,146,630	292,890	-	522,137	595,942	2,557,599
Interest and fiscal charges	272,204	16,496	-	406,052	451,782	1,146,534
	<u>14,659,766</u>	<u>4,889,843</u>	<u>904,124</u>	<u>1,361,724</u>	<u>2,426,927</u>	<u>24,242,384</u>
Total expenditures						
Excess (deficiency) of revenues over expenditures	<u>2,155,244</u>	<u>(140,602)</u>	<u>(605,001)</u>	<u>3,739</u>	<u>164,575</u>	<u>1,577,955</u>
OTHER FINANCING SOURCES (USES):						
Debt proceeds	991,579	-	-	-	-	991,579
Transfers in	395,000	-	-	-	-	395,000
Transfers out	-	-	-	-	(75,000)	(75,000)
	<u>1,386,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(75,000)</u>	<u>1,311,579</u>
Total other financing sources (uses)						
Net change in fund balances	3,541,823	(140,602)	(605,001)	3,739	89,575	2,889,534
FUND BALANCES, beginning, as restated (Note 12)						
	<u>876,309</u>	<u>384,410</u>	<u>(784,628)</u>	<u>3,340,881</u>	<u>98,221</u>	<u>3,915,193</u>
FUND BALANCES, ending	<u>\$ 4,418,132</u>	<u>\$ 243,808</u>	<u>\$ (1,389,629)</u>	<u>\$ 3,344,620</u>	<u>\$ 187,796</u>	<u>\$ 6,804,727</u>

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2013

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES ARE DIFFERENT BECAUSE:

Net change in fund balances - total governmental funds	\$ 2,889,534
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives:</p>	
Expenditures for capital assets	1,445,941
Less current year provision for depreciation	(948,524)
<p>The issuance of long-term debt provides current financial resources to governmental funds:</p>	
Debt proceeds	(950,000)
Capital lease proceeds	(41,579)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long term liabilities in the statement of net position.	2,557,599
<p>Certain items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:</p>	
Change in accrued interest payable	35,220
Change in net OPEB obligation	(30,000)
Change in compensated absences payable	<u>(120,525)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ <u>4,837,666</u>

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2013

	Business-Type Activities Enterprise Funds			Total Enterprise Funds
	Major Funds		Nonmajor Fund	
	Stormwater Fund	Solid Waste Fund	Building Services Fund	
ASSETS:				
Current assets:				
Pooled cash and cash equivalents	\$ 2,880,672	\$ 1,621,460	\$ 287,519	\$ 4,789,651
Due from other governments	140,053	175	-	140,228
Receivables, net	-	831	-	831
Total current assets	<u>3,020,725</u>	<u>1,622,466</u>	<u>287,519</u>	<u>4,930,710</u>
Noncurrent assets:				
Capital assets, net of accumulated depreciation	<u>3,001,505</u>	<u>254,896</u>	<u>2,865</u>	<u>3,259,266</u>
Total noncurrent assets	<u>3,001,505</u>	<u>254,896</u>	<u>2,865</u>	<u>3,259,266</u>
Total assets	<u>6,022,230</u>	<u>1,877,362</u>	<u>290,384</u>	<u>8,189,976</u>
LIABILITIES:				
Current liabilities:				
Accounts payable and accrued liabilities	200,380	185,696	112,715	498,791
Due to other governments	486	-	-	486
Accrued interest payable	4,990	-	-	4,990
Current portion of loans payable	175,492	-	-	175,492
Current portion of compensated absences	<u>10,946</u>	<u>-</u>	<u>-</u>	<u>10,946</u>
Total current liabilities	<u>392,294</u>	<u>185,696</u>	<u>112,715</u>	<u>690,705</u>
Noncurrent liabilities:				
Compensated absences, net of current portion	43,786	-	-	43,786
Loans payable	<u>1,440,010</u>	<u>-</u>	<u>-</u>	<u>1,440,010</u>
Total noncurrent liabilities	<u>1,483,796</u>	<u>-</u>	<u>-</u>	<u>1,483,796</u>
Total liabilities	<u>1,876,090</u>	<u>185,696</u>	<u>112,715</u>	<u>2,174,501</u>
NET POSITION:				
Net investment in capital assets	1,561,495	254,896	2,865	1,819,256
Unrestricted	<u>2,584,645</u>	<u>1,436,770</u>	<u>174,804</u>	<u>4,196,219</u>
Total net position	<u>\$ 4,146,140</u>	<u>\$ 1,691,666</u>	<u>\$ 177,669</u>	<u>\$ 6,015,475</u>

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended September 30, 2013

	Business-Type Activities Enterprise Funds			Total Enterprise Funds
	Major Funds		Nonmajor Fund	
	Stormwater Fund	Solid Waste Fund	Building Services Fund	
OPERATING REVENUES:				
Charges for services	\$ 2,176,655	\$ 1,480,371	\$ 572,808	\$ 4,229,834
Miscellaneous	-	54,057	-	54,057
Total operating revenues	2,176,655	1,534,428	572,808	4,283,891
OPERATING EXPENSES:				
Personnel costs	394,638	41,027	189,895	625,560
Operating expenses	97,228	1,129,496	136,239	1,362,963
Provision for depreciation	106,709	4,913	9,532	121,154
Total operating expenses	598,575	1,175,436	335,666	2,109,677
Operating income	1,578,080	358,992	237,142	2,174,214
NONOPERATING EXPENSES:				
Interest expense	(63,046)	-	-	(63,046)
Income before capital contributions	1,515,034	358,992	237,142	2,111,168
CAPITAL CONTRIBUTIONS:				
Governmental grants	79,080	402,500	-	481,580
Income before transfers	1,594,114	761,492	237,142	2,592,748
TRANSFERS:				
Transfers out	(170,000)	(150,000)	-	(320,000)
Change in net position	1,424,114	611,492	237,142	2,272,748
NET POSITION, beginning, as restated (Note 12)	2,722,026	1,080,174	(59,473)	3,742,727
NET POSITION, ending	\$ 4,146,140	\$ 1,691,666	\$ 177,669	\$ 6,015,475

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2013

	Business-Type Activities Enterprise Funds			
	Major Funds		Nonmajor Fund	Total Enterprise Funds
	Stormwater Fund	Solid Waste Fund	Building Services Fund	
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ 2,172,563	\$ 1,540,009	\$ 572,808	\$ 4,285,380
Payments to employees	(373,590)	(37,746)	(183,350)	(594,686)
Payments to suppliers	(100,186)	(1,042,244)	(140,916)	(1,283,346)
Net cash provided by operating activities	<u>1,698,787</u>	<u>460,019</u>	<u>248,542</u>	<u>2,407,348</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Transfers to other funds	(170,000)	(150,000)	-	(320,000)
Net cash used in non-capital financing activities	<u>(170,000)</u>	<u>(150,000)</u>	<u>-</u>	<u>(320,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of capital assets	(495,944)	(259,809)	-	(755,753)
Proceeds from capital grants	68,375	402,500	-	470,875
Repayments of capital debt	136,261	-	-	136,261
Interest paid	(90,746)	-	-	(90,746)
Net cash provided by (used in) capital and related financing activities	<u>(382,054)</u>	<u>142,691</u>	<u>-</u>	<u>(239,363)</u>
Net increase in cash and cash equivalents	1,146,733	452,710	248,542	1,847,985
POOLED CASH AND CASH EQUIVALENTS, beginning	<u>1,733,939</u>	<u>1,168,750</u>	<u>38,977</u>	<u>2,941,666</u>
POOLED CASH AND CASH EQUIVALENTS, ending	<u>\$ 2,880,672</u>	<u>\$ 1,621,460</u>	<u>\$ 287,519</u>	<u>\$ 4,789,651</u>

The accompanying notes to basic financial statements are an integral part of these statements.

CITY OF LAUDERDALE LAKES, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
(continued)
For the Year Ended September 30, 2013

	Business-Type Activities Enterprise Funds			Total Enterprise Funds
	Major Funds		Nonmajor Fund	
	Stormwater Fund	Solid Waste Fund	Building Services Fund	
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income	\$ 1,578,080	\$ 358,992	\$ 237,142	\$ 2,174,214
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Provision for depreciation	106,709	4,913	9,532	121,154
(Increase) decrease in:				
Receivables	(4,092)	(831)	-	(4,923)
Due from other governments	-	6,412	-	6,412
Prepays	993	-	-	993
Increase (decrease) in:				
Accounts payable and accrued liabilities	(546)	90,533	1,868	91,855
Due to other governments	(519)	-	-	(519)
Compensated absences	18,162	-	-	18,162
Total adjustments	120,707	101,027	11,400	233,134
Net cash provided by operating activities	\$ 1,698,787	\$ 460,019	\$ 248,542	\$ 2,407,348

The accompanying notes to basic financial statements are an integral part of these statements.



Lauderdale Lakes
L I F E I N F U L L C O L O R

NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The summary of significant accounting policies for the City of Lauderdale Lakes, Florida (the “City”) is presented to assist the reader in interpreting the basic financial statements. The policies are considered essential and should be read in conjunction with the basic financial statements.

The accompanying financial statements are presented in conformity with accounting principles generally accepted in the United States of America (GAAP) for governmental units as prescribed by the Governmental Accounting Standards Board (GASB) and other authoritative sources. A summary of the more significant accounting policies is presented below:

Financial reporting entity:

On June 22, 1961, the City was incorporated to carry on a centralized city government pursuant to Special Act Chapter 61-2386 of the Florida Legislature. The City Charter was readopted by the electorate pursuant to the creation of home rule powers for municipalities in 1973. The City adopted its Code of Ordinances in 1992 and, thereafter, in March 1998, adopted and ratified Ordinance No. 589 whereby the City is governed by a mayor/city commission/city manager form of government. All legislative, regulatory and policy making powers are vested in the City Commission, which is comprised of the Mayor and six elected commissioners. All administrative powers are vested in the City Manager, who is appointed by the Commission and acts as the City’s Chief Administrative Officer.

The City provides or contracts for the following services pursuant to the City Charter and Ordinances: general government; public safety (police & fire); public works; parks and recreation; social services; community development; infrastructure; and, planning and zoning.

One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The City is financially accountable for a component unit if it appoints a voting majority of the organization’s board and is able to impose its will on that organization; or, if there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the City. Although a legally separate entity, the Lauderdale Lakes Community Redevelopment Agency (the “CRA”) is, in substance, part of the City’s operations and is included as a blended component unit in the City’s special revenue funds. Because the City Commission serves as the governing body of the CRA and is responsible for approving the budget, the City is considered financially accountable for the CRA.

In 2001, the CRA was created, pursuant to Chapter 163 part III of the Florida Statutes for the purpose of revitalizing and enhancing the City. The CRA is responsible for a redevelopment area of nearly 550-acres within the City boundaries.

Government-wide and fund financial statements:

The basic financial statements include both government-wide and fund financial statements. The government-wide statements focus on the City as a whole, while the fund financial statements focus on major funds. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Government-wide financial statements (the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. They also distinguish between the governmental and business-type activities of the City. Governmental activities, which normally are financed through taxes and intergovernmental revenues, are reported separately from business-type activities, which are financed in whole or in part by fees charged to external parties.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and, grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment, including special assessments. General revenues consist of taxes and other items, not included among program revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting and financial statement presentation:

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers receivables collected within 60 days after year-end to be available and recognizes them as revenues of the current year. Expenditures are generally recorded when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in the governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual, and therefore, have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and are available only when the City receives the related cash.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. Activities recorded in this fund include the preparation of the City's general service departments; street and highway maintenance; public safety; fixed charges; and, capital improvement costs not paid through other funds.

The Community Redevelopment Agency Fund includes activities of the City's blended component unit. It accounts for the resources accumulated for infrastructure improvement and rehabilitation of deteriorated properties within the City's boundary.

The Fire Rescue Fund is used to account for monies generated by a fire rescue assessment fee, which provides for fire rescue services, facilities and programs within the City.

The Grants Fund is used to account for revenues received from various grant programs. It accounts for activities related to the performance of grant fund programs for federal, state and locally funded programs.

The City reports the following major proprietary funds:

The Stormwater Utility Fund accounts for the infrastructure and operations of stormwater management system, which is funded through user charges.

The Solid Waste/Recycling Fund accounts for the costs related to collection, disposal, and recycling efforts in the City. Fees are charged on all residential units and commercial property.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, 3) capital grants and contributions, including special assessments. 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 stormwater, solid waste/recycling and the building services funds are charges to customers for sales and services. Operating expenses for enterprise funds include the costs of services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's proprietary funds and the governmental funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Deposits and investments:

The City's pooled cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The City is authorized to invest in those instruments authorized by the Florida Statutes. Investments include the Local Government Surplus Funds Trust Fund. Investment in the Local Government Surplus Funds Trust Fund administered by the State Board of Administration is reported at its fair value of its position in the pool, which is the same as the value of the pool shares.

Resources of all funds have been combined into a pooled cash and investment system for the purpose of maximizing earnings. Interest earned on pooled cash and investments is recorded as earned and is allocated monthly based upon equity of the respective funds.

For the purpose of the statement of cash flows, pooled cash and cash equivalents mean short term, highly liquid investments with an original maturity of three months or less. All investments are reported at fair value, based on quoted market prices.

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.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Receivables include amounts due from other governments and others for services provided by the City. Receivables are recorded and revenues are recognized as earned or as specific program expenditures/expenses are incurred based on the accounting basis required for that fund. Allowances for uncollectible receivables are based upon historical trends and the periodic aging of receivables.

Property taxes:

Property values are assessed as of January 1, of each year, at which time taxes becomes an enforceable lien on property. Tax bills are mailed by the Broward County Property Appraiser’s Office for the City on or about October 1 of each year, and are payable with discounts of up to 4% for early payment. Taxes become delinquent on April 1 of the year following the year of assessment and State law provides for enforcement of collection of property taxes by seizure of the personal property or by the sale of interest-bearing tax certificates to satisfy unpaid property taxes.

Assessed values are established by the Broward County Property Appraiser. In November 1992, a Florida constitutional amendment was approved by the voters which provides for limiting the increases in homestead property valuation for ad valorem tax purposes to a maximum of 3% annually and also provides for reassessment of market values upon changes in ownership. The County bills and collects all property taxes and remits them to the City. Procedures for the collection of delinquent taxes by Broward County are provided for in the Laws of Florida. There were no material delinquent property taxes at September 30, 2013.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

State statutes permit municipalities to levy property taxes at a rate up to 10 mills (\$ 10 per \$ 1,000 of assessed taxable valuation). The tax levy of the City is established by the City Commission. The Broward County Property Appraiser then incorporates the City's millage into the total tax levy, which includes the County, the County School Board, and other agency tax requirements. The millage rate assessed by the City for the year ended September 30, 2013 was 9.500 mills (\$ 9.500 per \$ 1,000 of taxable assessed valuation). Non ad valorem special assessments for the enterprise funds are separate and distinct from the ad valorem tax levy as these amounts are assessed to recover costs associated with providing services to the residents and businesses within the City.

Restricted assets:

Assets of the City are reported as restricted due to requirements of bond/loan agreements, other externally imposed constraints, or by legislation. Certain assets of the governmental funds have been classified as restricted because their use is restricted by a loan agreement or bond indenture for the City's debt service requirements.

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

Prepaid items:

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items in the governmental fund financial statements are classified as nonspendable fund balance. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital assets:

Capital assets - property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$ 1,000 and an estimated useful life in excess of one year. Purchased or constructed assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

Buildings,	30 years
Infrastructure	20-50 years
Machinery, equipment and vehicles	5 years

Compensated absences:

It is City policy to permit employees to accrue earned but unused vacation and sick time. Effective June 2008 employees with 10 years of service receive 25% of their accumulated value and employees with 20 years of service receive 50% of their accumulated value paid out upon termination.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Each fiscal year an employee may elect to convert a minimum of ten (10) hours of accrued vacation leave time to cash out at a rate of 75% of its accrued value if the buy-back is requested between October 1 through October 31 of the applicable fiscal year in which such buy-back occurs and at a rate of 60% of its accrued value if the buy-back is requested between November 1 through September 30 of such fiscal year. Therefore Note 6 on page 36 of this report reflects fewer employees meet the criteria for years of service in order to be a part of the calculation for unused vacation and sick pay to be paid out at a discount. Note: For year ended September 30, 2013, the City did not implement the buyback program due to budgetary constraints.

Vacation and sick pay benefits are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignation and retirements.

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 position.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, 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 are reported as debt service expenditures.

Deferred outflows/inflows of resources:

In addition to assets, the statement of financial position will sometimes report a separate section for *deferred outflows of resources*. This separate financial statement element deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Fund balance:

The City presents fund balance in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement requires that governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent.

The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. “Not in spendable form” includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and items such as long-term amount of loans and notes receivable, as well as property acquired for resale. The corpus (or principal) of a permanent fund is an example of an amount that is legally or contractually required to be maintained intact.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by resolution of the City Commission. These amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category.

Assigned: This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent is expressed by the Commission or through the Commission delegating this responsibility to the City Manager.

Unassigned: This classification includes the residual fund balance for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

Net position:

Net position of the government-wide and proprietary funds are categorized as net investment in capital assets; restricted or unrestricted. Net investment in capital assets is that portion of net position that relates to the City's capital assets reduced by accumulated depreciation and by any outstanding debt incurred to acquire, construct or improve those assets, excluding unexpended proceeds. Restricted net position is that portion of net position that has been restricted for general use by external parties (creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions or enabling legislation. Unrestricted net position consist of all net position that do not meet the definition of either of the other two components.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position are available, the City considers restricted funds to have been spent first.

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 amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Date of management review:

Subsequent events were evaluated through April 24, 2014, which is the date the financial statements were available to be issued.

NOTE 2 – DEPOSITS AND INVESTMENTS

For accounting and investment purposes, the City maintains a cash and investment pool for use by all City funds. This gives the City the ability to invest large amounts of idle cash for short periods of time and to maximize earning potential. Income earned on pooled cash and investments is allocated to the respective funds based on average daily balances.

Deposits:

In addition to insurance provided by the Federal Depository Insurance Corporation, all deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, Florida Security for Public Deposits Act, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or banking institution eligible collateral. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Therefore, all amounts presented as deposits are insured or collateralized.

Investments:

Florida Statutes, Chapter 218.415, authorize the City to establish its own investment policy by ordinance. The investment ordinance allows up to 100% investment in the following instruments, subject to maturity limitations: local government surplus trust fund (the “SBA”); Securities and Exchange Commission (the “SEC”) registered money market funds with the highest quality rating from a nationally recognized rating agency; savings accounts and certificates of deposit in state-certified qualified public depositories; direct obligations of the U.S. Treasury; and, securities issued by federal agencies and instrumentalities. Up to 10% may be invested in common stocks, subject to quality restrictions.

The City is authorized to invest in obligations of the United States Treasury, its agencies, instrumentalities and the Local Government Surplus Funds Trust Fund administered by the State Board of Administration. The investments follow the investment rules defined in Florida Statutes Chapter 215. The investment policy defined in the statutes attempts to promote, through state assistance, the maximization of net investment earnings on invested surplus funds of local units of governments while limiting the risk to which the funds are exposed.

The City invests surplus funds in an external investment pool, the Local Government Surplus Funds Trust Fund (the “State Pool”). The State Pool is administered by the Florida State Board of Administration (“SBA”), who provides regulatory oversight. The SBA previously reported that the State Pool was exposed to potential risks due to indirect exposure in the sub-prime mortgage financial market. Consequently, the SBA placed some restrictions on how participants could access portions of their surplus funds and ultimately restructured the State Pool into two separate pools (“Florida PRIME” and “Fund B”).

The Florida PRIME has adopted operating procedures consistent with the requirement for a 2a7-like fund. The City's investment in the Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 2 – DEPOSITS AND INVESTMENTS (continued)

The Fund B is reported at fair value, determined by the fair value per share of the pool's underlying portfolio.

As of September 30, 2013, the City had the following investments:

	Fair Value	Investment Maturities (In Years)
Florida PRIME	\$ 33,176	Less than 1
Fund B	3,979	4 to 10
	\$ 37,155	

Interest rate risk:

The weighted average maturity of the securities held in Florida Prime is 44 days. The weighted average life of the securities held by Fund B is 4.08 years. However, because Fund B consists of restructured or defaulted securities, there is considerable uncertainty regarding the weighted average life.

Credit risk:

The City's investment policy limits investments to the highest ratings issued by a nationally recognized statistical rating organization (NRSRO). The Florida PRIME is rated AAAM by Standard and Poor's; the Fund B is not rated by an NRSRO.

NOTE 3 – RECEIVABLES AND PAYABLES

Receivables for the City's individual major funds and nonmajor funds at September 30, 2013, in aggregate, are comprised of the following amounts, net of allowances:

Receivables:	General Fund	Fire Rescue Fund	Nonmajor Funds	Total
Utility	\$ 627,398	\$ -	\$ -	\$ 627,398
Certificate of use	26,496	-	-	26,496
Business tax receipts	142,817	-	-	142,817
Alzheimer care	-	-	38,628	38,628
Emergency medical service	238,196	-	-	238,196
Fire inspections	-	166,363	-	166,363
Other	58,400	-	-	58,400
Gross receivables	1,093,307	166,363	38,628	1,298,298
Less allowance for uncollectibles	(8,329)	-	-	(8,329)
Total	\$ 1,084,978	\$ 166,363	\$ 38,628	\$ 1,289,969

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 3 – RECEIVABLES AND PAYABLES (continued)

Account payable and accrued liabilities for the City’s individual major and nonmajor funds are as follows:

	General Fund	Fire Rescue Fund	Grants Fund	Community Redevelopment Agency Fund	Other Nonmajor Governmental Funds	Stormwater Fund	Solid Waste Fund	Building Services Fund	Total
Vendors	\$ 287,939	\$ 16,647	\$ 234,214	\$ 25,930	\$ 63,285	\$ 158,688	\$ 182,415	\$ 2,699	\$ 971,817
Payroll liabilities	81,112	-	-	9,418	12,426	14,056	3,281	8,069	128,362
Retainage	-	-	-	-	-	26,764	-	-	26,764
Other liabilities	142,320	-	-	-	906	872	-	101,947	246,045
	<u>\$ 511,371</u>	<u>\$ 16,647</u>	<u>\$ 234,214</u>	<u>\$ 35,348</u>	<u>\$ 76,617</u>	<u>\$ 200,380</u>	<u>\$ 185,696</u>	<u>\$ 112,715</u>	<u>\$ 1,372,988</u>

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2013 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 17,700,549	\$ 876,416	\$ -	\$ 18,576,965
Construction-in-progress	3,387,959	-	3,387,959	-
Total capital assets not being depreciated	<u>21,088,508</u>	<u>876,416</u>	<u>3,387,959</u>	<u>18,576,965</u>
Capital assets being depreciated:				
Buildings	13,849,921	1,105,741	-	14,955,662
Machinery, equipment and vehicles	2,950,488	291,575	121,773	3,120,290
Infrastructure	28,877,817	2,560,168	-	31,437,985
Total capital assets being depreciated	<u>45,678,226</u>	<u>3,957,484</u>	<u>121,773</u>	<u>49,513,937</u>
Total capital assets	<u>66,766,734</u>	<u>4,833,900</u>	<u>3,509,732</u>	<u>68,090,902</u>
Less accumulated depreciation:				
Buildings	3,161,965	437,681	-	3,599,646
Machinery, equipment and vehicles	2,599,090	147,294	121,773	2,624,611
Infrastructure	10,585,263	363,549	-	10,948,812
Total accumulated depreciation	<u>16,346,318</u>	<u>948,524</u>	<u>121,773</u>	<u>17,173,069</u>
Total capital assets being depreciated, net	<u>29,331,908</u>	<u>3,008,960</u>	<u>-</u>	<u>32,340,868</u>
Governmental activities capital assets, net	<u>\$ 50,420,416</u>	<u>\$ 3,885,376</u>	<u>\$ 3,387,959</u>	<u>\$ 50,917,833</u>

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 4 – CAPITAL ASSETS (continued)

Depreciation was charged to functions/programs of the City as follows:

Governmental activities:	
General government	\$ 553,286
Culture and recreation	254,514
Public safety	49,621
Social services	48,104
Economic and physical environment	<u>42,999</u>

Total provision for depreciation - governmental activities	\$ <u><u>948,524</u></u>
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	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets being depreciated:				
Automobiles	\$ 456,514	\$ 265,312	\$ -	\$ 721,826
Machinery and equipment	209,593	262,699	-	472,292
Storm drainage	1,387,738	59,969	-	1,447,707
Canals	2,990,580	295,846	-	3,286,426
Box culverts	<u>252,510</u>	<u>32,748</u>	<u>-</u>	<u>285,258</u>
Total capital assets being depreciated	<u>5,296,935</u>	<u>916,574</u>	<u>-</u>	<u>6,213,509</u>
Less accumulated depreciation:				
Capital assets being depreciated:				
Automobiles	420,131	18,016	-	438,147
Machinery and equipment	182,004	19,044	-	201,048
Storm drainage	621,783	16,172	-	637,955
Canals	1,387,444	63,221	-	1,450,665
Box culverts	<u>221,727</u>	<u>4,701</u>	<u>-</u>	<u>226,428</u>
Total accumulated depreciation	<u>2,833,089</u>	<u>121,154</u>	<u>-</u>	<u>2,954,243</u>
Business-type activities capital assets, net	<u>\$ 2,463,846</u>	<u>\$ 795,420</u>	<u>\$ -</u>	<u>\$ 3,259,266</u>

Depreciation was charged to the business-type activities of the City as follows:

Business-type activities:	
Enterprise - Stormwater	\$ 106,709
Enterprise - Solid waste	4,913
Enterprise - Building services	<u>9,532</u>

Total provision for depreciation - business-type activities	\$ <u><u>121,154</u></u>
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CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 5 – INTERFUND BALANCES, ADVANCES AND TRANSFERS

Interfund Balances:

The composition of interfund balances at September 30, 2013, is as follows:

<u>Due from:</u>	<u>General Fund</u>	<u>2005 GO Bond Construction Fund</u>	<u>Total</u>
Grants Fund	\$ 1,309,993	\$ -	\$ 1,309,993
Impact Fees Fund	246,979	-	246,979
Alzheimers Fund	419,761	-	419,761
Debt Service Fund	36,251	-	36,251
Capital Projects Fund	-	274,394	274,394
Construction Fund	-	218,797	218,797
	<u>\$ 2,012,984</u>	<u>493,191</u>	<u>2,506,175</u>

Interfund balances are necessary to offset short from cash needs due to various timing differences of expenditures and the receipt of budget monies.

Advances from Community Redevelopment Agency:

The General Fund was previously the recipient of funds totaling \$ 2,568,031 from the CRA. The City and the CRA have entered into an agreement for repayment of these funds. The agreement calls for payments of \$ 150,000 per year beginning January 2013 through January 2019, at which time the remaining balance is due. No interest is due on the outstanding obligation. As of September 30, 2013, the remaining balance to be paid by the General Fund to the CRA was \$ 2,318,031 and is reflected as an advance in the accompanying balance sheet – governmental funds.

Interfund Transfers:

The composition of interfund transfers is as follows:

<u>Transfer Out</u>	<u>Transfer In General Fund</u>
Transportation Fund	\$ 75,000
Stormwater Fund	170,000
Solid Waste Fund	<u>150,000</u>
Total	<u>\$ 395,000</u>

Transfers were made from the Transportation Fund, Stormwater Fund, and Solid Waste Fund to the General Fund to support general project administration costs.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 6 – LONG-TERM DEBT

The following schedule details the City’s long-term liability and obligation activity for governmental and business-type activities for the year ended September 30, 2013:

	Balance October 1, 2012	Increases	Decreases	Balance September 30, 2013	Due Within One Year
Governmental activities:					
Bonds and notes payable:					
General obligation debt	\$ 11,971,990	\$ -	\$ 595,942	\$ 11,376,048	\$ 626,936
Revenue bonds	3,680,000	-	140,000	3,540,000	140,000
Note payable	1,068,114	-	80,313	987,801	83,743
Notes payable - CRA	8,599,571	-	522,137	8,077,434	563,881
Non-revolving line of credit	-	950,000	-	950,000	950,000
Capital lease	115,344	41,579	69,207	87,716	57,344
BSO repayment agreement	8,047,928	-	1,150,000	6,897,928	1,300,000
Net OPEB obligation	31,000	30,000	-	61,000	-
Compensated absences payable	436,342	346,000	225,475	556,867	41,330
	<u>33,950,289</u>	<u>1,367,579</u>	<u>2,783,074</u>	<u>32,534,794</u>	<u>3,763,234</u>
Governmental activities, long-term debt	<u>\$ 33,950,289</u>	<u>\$ 1,367,579</u>	<u>\$ 2,783,074</u>	<u>\$ 32,534,794</u>	<u>\$ 3,763,234</u>
Business-type activities:					
Note payable	\$ 1,479,242	\$ -	\$ 129,052	\$ 1,350,190	\$ 134,565
Capital lease	-	265,312	-	265,312	40,927
Compensated absences payable	36,570	78,116	59,954	54,732	10,946
	<u>1,515,812</u>	<u>343,428</u>	<u>189,006</u>	<u>1,670,234</u>	<u>186,438</u>
Business-type activities, long-term debt	<u>\$ 1,515,812</u>	<u>\$ 343,428</u>	<u>\$ 189,006</u>	<u>\$ 1,670,234</u>	<u>\$ 186,438</u>

General Obligation Bonds:

Obligation bonds provide funds for the acquisition and construction of major capital projects within a five-year period. General obligation bonds are direct obligations and pledge of full faith and credit of the government. The total bonds approved and authorized by the voters was not to exceed \$ 15,000,000. General obligation bonds outstanding at year-end are as follows:

2005 General Obligation Bonds (SunTrust Bank)

The City previously issued \$ 6,697,503 of General Obligation Bonds, Series 2005. Principal and interest are due semi-annually through January 2025. The Bonds bear interest at 3.84% and is secured and payable from a pledge of ad-valorem tax revenues. At September 30, 2013, the outstanding principal balance on the bonds was \$ 4,514,990.

General Obligation Bond, Series 2007 (Bank of America)

The City previously issued \$ 8,302,497 of General Obligation Bonds, Series 2007 to finance various capital improvement projects throughout the City. Principal and interest are due semi-annually though January 2028. The Bonds interest at 3.81 and are secured and payable from a pledge of ad-valorem tax revenues. At September 30, 2013, the outstanding principal balance of the bonds was \$ 6,861,058.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 6 – LONG-TERM DEBT (continued)

Annual debt service requirements of the City’s general obligation bonds is approximately as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 626,900	\$ 428,900
2015	658,700	404,600
2016	691,500	379,100
2017	729,900	352,300
2018	769,400	324,000
2019-2023	4,475,800	1,141,100
2024-2028	3,423,800	292,000
Thereafter	NONE	NONE
	<u>\$ 11,376,000</u>	<u>\$ 3,322,000</u>

Revenue Bonds:

Florida Municipal Loan Council, Series 2005C (Deutsche Bank)

The City previously entered into a loan agreement in the amount of \$ 4,105,000 with the Florida Municipal Loan Council, Inc., for the partial refunding of the FMLC Series 2000A Bonds. Principal payments are due annually through April 2030 with interest payments due semi-annually at rates ranging from 3.00% to 5.00% (3.50% at September 30, 2013). The loan is secured by a pledge of the City’s non ad valorem revenues.

Annual debt service requirements of the City’s revenue bond is approximately as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 140,000	\$ 156,900
2015	150,000	149,900
2016	155,000	142,400
2017	165,000	134,700
2018	170,000	126,400
2019-2023	985,000	519,700
2024-2028	1,210,000	287,000
2029-2033	565,000	37,400
Thereafter	NONE	NONE
	<u>\$ 3,540,000</u>	<u>\$ 1,554,400</u>

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 6 – LONG-TERM DEBT (continued)

Notes Payable:

SunTrust Bank Note Payable, Series 2012

The City previously issued Promissory Note, Series 2012 in the amount of \$ 2,545,521 for the purpose of refinancing and refunding the Promissory Note, Series 2004. The note calls for quarterly principal and interest payments through September 2017 with a final payment of \$ 1,405,400 due October 1, 2017. The initial interest rate of the loan is 4.19% per annum with an automatic interest rate reduction when the City achieves a balanced budget at the close of the fiscal year. The downward rate adjustment schedule is as follows: The first adjusted rate is 3.75% per annum; the second adjusted rate is 3.25% per annum; and future adjusted rates would be variable equal to one-month London Interbank Offered Rate (LIBOR) plus 3.0 per annum and never exceed 3.25% per annum. The note is secured by a pledge of a portion of the stormwater assessment fees on deposit in the Stormwater Fund.

The annual principal and interest payments on the SunTrust Bank, Series 2012 are as follows:

Year Ending September 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2014	\$ 83,700	\$ 36,000	\$ 134,600	\$ 57,800
2015	87,300	32,400	140,300	52,000
2016	91,000	28,600	146,300	46,000
2017	94,900	24,800	152,600	39,800
2018	631,100	-	776,400	126,400
Thereafter	NONE	NONE	NONE	NONE
	<u>\$ 988,000</u>	<u>\$ 121,800</u>	<u>\$ 1,350,200</u>	<u>\$ 322,000</u>

Sun Trust Bank CRA Line of Credit, Series 2004

The City previously executed a \$ 9,000,000 line-of-credit with SunTrust bank. The line-of-credit bears interest at 4.11% per annum with principal and interest payable semi-annually through June 2018. The line-of credit is secured by a pledge of the Community Redevelopment Agency's (CRA) ad-valorem tax increment and revenues generated from the CRA property lease and contain covenants related to debt service coverage and a deadline to submit the audited financial statements to the bank. As of September 30, 2013 the outstanding balance on the line-of-credit was \$ 369,500.

SunTrust Bank CRA Line of Credit, Series 2007

The City's CRA previously entered in to an agreement with SunTrust Bank for a \$ 10,000,000 line-of-credit of which a total of \$ 6,296,815 was drawn upon. The line-of-credit bears interest at 5.10% per annum with principal and interest payable semi-annually through April 2025. As of September 30, 2013 the outstanding balance on the line-of-credit was \$ 5,386,765.

Sun Trust Bank CRA Line of Credit, Series 2008

The City's CRA previously entered into an agreement with SunTrust Bank for a \$ 3,055,000 line of credit. The line bears interest at 4.52% per annum with semiannual principal and interest payments through December 2024. The line of credit was established to assist with CRA's portion of the joint project with Broward County for the construction of the Library and the Educational & Cultural Center. As of September 30, 2013 the outstanding balance on the line-of-credit was \$ 2,321,169.

CITY OF LAUDERDALE LAKES, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 September 30, 2013

NOTE 6 – LONG-TERM DEBT (continued)

The annual principal and interest payments on CRA loans are due as follows:

Year Ending September 30,	Principal	Interest
2014	\$ 563,900	\$ 381,000
2015	590,800	354,100
2016	619,100	325,800
2017	648,700	296,200
2018	679,900	265,100
2019-2023	3,467,600	844,500
2024-2028	1,507,400	89,100
Thereafter	NONE	NONE
	\$ 8,077,400	\$ 2,555,800

Non-Revolving Line of Credit:

During the year, the City entered into an agreement with a financial institution for a \$ 950,000 non-revolving line of credit for the purposes of reimbursing the City for expenses related to certain public projects while waiting for reimbursement from grantor agencies. Interest is due monthly on the outstanding balance at a rate of 2.65% per annum, with the balance due in full in August 2014. The non-revolving line of credit is secured by a \$ 1,000,000 certificate of deposit obtained by the City.

Capital Leases:

The City has entered into several capital lease arrangements for various improvements and pieces of equipment totaling \$ 860,500. The leases contain annual payments totaling \$ 41,300 through May 2014 and lesser amounts thereafter through April 2019.

The future (minimum) lease obligations and the net present value of capital lease payments as of September 30, 2013 are as follows:

Year Ending September 30,	
2014	\$ 106,089
2015	59,951
2016	59,951
2017	59,951
2018	48,744
Thereafter	48,744
Total minimum lease payments	383,430
Less amount representing interest	(30,402)
Present value of minimum lease payments	\$ 353,028

CITY OF LAUDERDALE LAKES, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 September 30, 2013

NOTE 6 – LONG-TERM DEBT (continued)

Repayment Agreement:

Broward Sheriff’s Office Police and Fire Services

The City has entered into a repayment agreement with Broward Sheriff’s Office (“BSO”) for the repayment of past due consideration for public safety services. Payment of the balance is due semi-annually with a final lump sum payment due in April 2016. Annual interest is at a rate determined by BSO using the Annual County Pooled Cash Rate percentage of September 30, 2013. The outstanding balance on the obligation as of September 30, 2013 was \$ 7,021,129. Future payments are due as follows:

<u>Year Ending September 30,</u>	
2014	\$ 1,300,000
2015	1,450,000
2016	4,271,129
Thereafter	<u>NONE</u>
	<u>\$ 7,021,129</u>

NOTE 7 – RISK MANAGEMENT

The City is exposed to various risks of loss related to tort, theft, and destruction of assets, error and omission, injury to employees, and natural disasters. The City carries commercial insurance to mitigate the loss related to these risks. There were no significant reductions in insurance coverage from the prior year. Settled claims resulting from such risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 8 – COMMITMENTS AND CONTINGENCIES

Significant Agreements:

The City has entered into an agreement with BSO to provide public safety services through September 30, 2016, with a renewal option for an additional five year term upon mutual agreement of the parties. The agreement may be terminated upon default if one of the parties gives the other party ninety days written notice. The City has budgeted approximately \$ 13,779,500, due in monthly installments for public safety services for the year ended September 30, 2014 to be provided for under this agreement.

In conjunction with the agreement with BSO and as an inducement to authorize the appropriation to BSO to incur the cost of providing public safety services, the City has entered into an interlocal agreement with Broward County (the “County”) that provides for the withholding of ad-valorem taxes and fire assessments that are collected by the County on behalf of the City. The agreement is effective November 1, 2013 through January 31, 2014 and calls for the withholding of ad-valorem taxes and fire assessments of \$ 2,431,892 and \$ 1,257,736, respectively. These withholdings are offset against the amount owed under the agreement with BSO as defined above.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 8 – COMMITMENTS AND CONTINGENCIES (continued)

Grants:

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

Contingencies:

The City is a defendant in various lawsuits. The outcome of these lawsuits cannot presently be determined. In the opinion of the City Attorney, the resolution of these matters will not have a material adverse impact to the financial condition of the City.

NOTE 9 – PENSIONS

Depending on their date of hire, the City's employees participate in one of the State of Florida Retirement System (the "FRS") plans or may participate in one of the City's defined contribution plans as created in accordance with the Internal Revenue Code ("IRC"), Section 401(a).

Florida Retirement System:

City employees hired prior to January 1, 1996; participate in one of the State of Florida Retirement System (the "FRS") plans. The FRS was established in 1970, by consolidating several employee retirement systems. All eligible employees, as defined by the State of Florida, who were hired after 1970 and those employed prior to 1970 that elect to be enrolled, are covered by the System. The FRS plans include a cost-sharing multiple-employer defined benefit plan and a FRS defined contribution retirement plan, which covers substantially all of the City's full-time employees. As of September 30, 2013, the FRS is an open plan. The City has no fiduciary responsibility for the FRS plans.

Benefit provisions and all other requirements are established by Chapter 121, Florida Statutes and any amendments thereto can be made only by an act of the Florida Legislature. Employees in the FRS may participate in either the Public Employee Optional Retirement Program (the "Investment Plan"), a defined contribution retirement program, or in the defined benefit retirement plan (the "Pension Plan").

Eligible members of the Investment Plan are vested after one year of service and are directed to choose their investment product with a third party administrator selected by the Florida State Board of Administration.

The FRS funding policy provides for monthly employer contributions at actuarially determined rates that, expressed as percentage of annual coverage payroll, as adequate to accumulate sufficient assets to pay benefits when due based upon plan assumptions. Employer contribution rates are established by state law as a percentage of payrolls. Employer contribution rates are determined using the entry-age actuarial cost method. The consulting actuary recommends rates based on the annual valuation, but actual contribution rates are established by the Florida Legislature.

CITY OF LAUDERDALE LAKES, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 September 30, 2013

NOTE 9 – PENSIONS (continued)

Employees participating in the Pension Plan have their benefits computed on the basis of age, average final compensation and service credit. Benefits under the Pension Plan vest after six years of service. Employees who retire at or after age 62, with ten years of credited service, are entitled to an annual retirement benefit, payable monthly for life. A post-retirement health insurance subsidy is also provided to eligible retired employees through the FRS defined benefits retirement plan.

The contribution requirements of covered payroll and actual contributions made for fiscal year 2013 and the two preceding years were as follows:

	Fiscal Year 2013	Fiscal Year 2012	Fiscal Year 2011
Contribution requirements	\$ 35,449	\$ 49,322	\$ 86,895
Contributions made	\$ 35,449	\$ 49,322	\$ 86,895
Percent of contributions made to requirements	100%	100%	100%
Total covered payroll	\$ 617,152	\$ 674,998	\$ 847,930
Percent of contributions to total covered payroll	5.74%	7.31%	10.25%

The City is required to contribute amounts necessary to pay benefits when due as defined by State Statute. Such contribution requirements for employers ranged between 5.18% and 6.95% of gross salaries during fiscal year 2013. For the fiscal years ended September 30, 2013, the participating employees contributed a mandatory 3% of their gross salaries.

A copy of the FRS' annual report can be obtained by writing to the Division of Retirement, Cedars Executive Center, 2639-C North Monroe Street, Tallahassee, Florida 32399-1560.

Defined Contribution Plans:

John Hancock

The John Hancock plan is a defined contribution plan created pursuant to Section 401(a) of the Internal Revenue Code and City Ordinance 98-78. The plan is administered by Benefits Outsource, Inc., a third party administrator. All employees are eligible to participate in the plan, subject to the specified employment period. Participants hired prior to October 1, 2007 are vested after one year of continuous service and may elect, but are not required, to contribute up to an amount not to exceed amounts allowable by law. Employees hired on or after October 1, 2007, vest at the rate of 20% per year and are fully vested after five years. The City contributes an amount that is determined as part of the budgetary process.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 10 – PENSIONS (continued)

The City Commission may amend the provisions of the plan, which is held in trust for the exclusive benefit of the participants and their beneficiaries. Consequently, the City has no fiduciary responsibility and does not include the plan assets in its financial statements. For fiscal year ending September 30, 2013, the City’s contributions totaled \$ 144,849.

ICMA

The City sponsors a defined contribution plan which was created in accordance with the Internal Revenue Code, Section 401(a). The plan was created pursuant to City Ordinance 98-97. The plan covers all professional and managerial employees hired after January 1, 2008. Members vest at 20% per year and are fully vested after five years. The City contributes an amount that is determined as part of the budgetary process each fiscal year. Participants may elect to contribute an amount not to exceed the amount allowable by law.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

GASB Statement No. 45; Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions (“OPEB”), established new accounting standards for post-retirement benefits. The new standard does not require funding of OPEB expense, but any difference between the annual required contribution (“ARC”) and the amount funded during the year is required to be recorded in the employer’s Statement of Net Position as an increase (or decrease) in the OPEB obligation.

Plan Description and Funding Policy:

Employees who retire from the City and their dependents are eligible to continue to participate (“single employer plan”) in the City’s health insurance plan currently offered through the City at the “blended” employee group rate which, is determined annually by the City. The retiree must continue to meet all participation requirements and pay all applicable premiums by the specified due date. As of August 1, 2012 (date of the latest actuarial valuation) there are 7 participating retirees in the group health program and 59 active employees, 5 of which are fully eligible for benefits.

The City provides no funding for any portion of the premiums after retirement. However, the City recognizes that there is an “implicit subsidy” arising as a result of the blended rate premium since retiree health care costs, on average are higher than active employee healthcare costs. The plan is not accounted for as a trust fund and an irrevocable trust has not been established to fund this plan. The plan does not issue a separate financial report. It is the City’s current policy to fund the plan on a “pay-as-you-go” basis from the General Fund.

CITY OF LAUDERDALE LAKES, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 September 30, 2013

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS (continued)

Annual OPEB Cost and Net OPEB Obligation:

The end of the year net OPEB obligation is determined as follows:

Annual required contribution	\$	48,000
Interest on net OPEB obligation		1,000
Adjustment to annual required contribution		(4,000)
Employer contribution		(15,000)
Increase in net OPEB obligation		
Net OPEB obligation, October 1, 2012		31,000
Net OPEB obligation, September 30, 2013	\$	61,000

The government’s annual OPEB cost, percentage of OPEB cost contributed, and net post-employment benefit obligation for 2013 and the two preceding years were as follows:

Fiscal Year Ending	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
September 30, 2012	\$ 46,000	33%	\$ 31,000
September 30, 2013	\$ 45,000	33%	\$ 60,000

Funded Status and Funding Progress:

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits. An analysis of funding progress is as follows:

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (b) - (a)	Funded Ratio (a) / (b)	(c) Covered Payroll	UAAL as a Percentage of Covered Payroll (b-a) / (c)
September 1, 2012	\$ -	\$ 247,000	\$ 247,000	0%	\$ 2,661,000	9.3%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, which is presented as required supplementary information following the notes to the financial statements, highlights multi-year trend information that shows whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial liabilities for benefits.

CITY OF LAUDERDALE LAKES, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2013

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS (continued)

Actuarial Methods and Assumptions:

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

Measurement date	August 1, 2012
Actuarial cost method	Projected unit credit
Amortization method	Level-dollar payment
Amortization period	10 year open period
 Actuarial assumptions:	
Investment rate of return	4.00%
Healthcare cost trend rate:	
Select rates	9.00% for 2012/2013 graded to 5.50% for 2019/20
Ultimate rate	5.00%

NOTE 12 – PRIOR PERIOD ADJUSTMENTS

During 2013, the City corrected certain balances reported in the September 30, 2012 financial statements. The adjustments were necessary to correct governmental and enterprise fund balances reported in the fund financial statements as well as their respective net positions reported in the government-wide financial statements.

The net effect of these prior period adjustments in the governmental and enterprise funds are as follows:

	<u>General Fund</u>	<u>Grants Fund</u>	<u>Stormwater Fund</u>
Fund balance (deficit)/net position, October 1, 2012, as previously reported	\$ 1,045,437	\$ (320,752)	\$ 2,754,715
Effect of prior period adjustments	<u>(169,128)</u>	<u>(463,876)</u>	<u>(32,689)</u>
Fund balance (deficit)/net position, October 1, 2012, as restated	<u>\$ 876,309</u>	<u>\$ (784,628)</u>	<u>\$ 2,722,026</u>

CITY OF LAUDERDALE LAKES, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 September 30, 2013

NOTE 12 – PRIOR PERIOD ADJUSTMENTS (continued)

The net effect of these prior period adjustments in the government-wide Statement of Net Position is as follows:

	Governmental Activities	Business- Type Activities
Net position, October 1, 2012, as previously reported	\$ 20,276,544	\$ 3,775,416
Effect of prior period adjustments	(270,054)	(32,689)
Net position, October 1, 2012,	\$ 20,006,490	\$ 3,742,727

NOTE 13 – SUBSEQUENT EVENT

Subsequent to year end, the City received an additional credit from BSO towards its repayment agreement balance (Note 6). This credit reduced the outstanding balance to \$ 6,021,130 and extended the time of repayment through fiscal year 2019. Payments are due as follows:

<u>Year Ending September 30,</u>	
2014	\$ 1,300,000
2015	944,226
2016	944,226
2017	944,226
2018	944,226
Thereafter	944,226
	\$ 6,021,130

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Lauderdale Lakes
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**REQUIRED
SUPPLEMENTARY
INFORMATION**

CITY OF LAUDERDALE LAKES, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended September 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance</u>
REVENUES:				
Ad valorem taxes	\$ 6,134,730	\$ 6,134,730	\$ 6,214,294	\$ 79,564
Franchise fees	2,792,549	2,980,259	3,217,811	237,552
Utility taxes	1,845,400	1,845,400	2,184,695	339,295
Intergovernmental	2,994,101	2,994,101	3,213,516	219,415
Charges for services	565,424	611,511	942,302	330,791
Licenses and permits	185,000	185,000	286,097	101,097
Fines and forfeitures	223,778	223,778	294,508	70,730
Interest	4,440	4,440	5,310	870
Miscellaneous	<u>147,968</u>	<u>475,110</u>	<u>456,477</u>	<u>(18,633)</u>
Total revenues	<u>14,893,390</u>	<u>15,454,329</u>	<u>16,815,010</u>	<u>1,360,681</u>
EXPENDITURES:				
Current:				
General government:				
Mayor and commission	346,857	349,857	305,077	44,780
City attorney	225,000	248,000	232,294	15,706
City clerk	218,589	226,279	181,004	45,275
City manager	300,802	300,802	252,360	48,442
Finance and information technology	595,864	641,074	649,394	(8,320)
General administration	1,130,844	1,304,796	915,915	388,881
Human resources	189,497	189,497	128,908	60,589
Boards	<u>16,800</u>	<u>16,800</u>	<u>6,833</u>	<u>9,967</u>
Total general government	<u>3,024,253</u>	<u>3,277,105</u>	<u>2,671,785</u>	<u>605,320</u>
Public safety:				
Police	5,936,046	5,961,046	5,936,046	25,000
Fire/EMS	<u>2,145,323</u>	<u>2,145,323</u>	<u>2,145,323</u>	<u>-</u>
Total public safety	<u>8,081,369</u>	<u>8,106,369</u>	<u>8,081,369</u>	<u>25,000</u>
Public works:				
Maintenance	<u>1,351,888</u>	<u>1,458,888</u>	<u>1,169,927</u>	<u>288,961</u>
Total public works	<u>1,351,888</u>	<u>1,458,888</u>	<u>1,169,927</u>	<u>288,961</u>
Culture and recreation	<u>767,762</u>	<u>799,116</u>	<u>730,431</u>	<u>68,685</u>
Social services programs	<u>310,520</u>	<u>333,253</u>	<u>251,710</u>	<u>81,543</u>

CITY OF LAUDERDALE LAKES, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

(continued)

For the Year Ended September 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance</u>
Physical environment:				
Community development	258,668	258,668	211,416	47,252
Total physical environment	<u>258,668</u>	<u>258,668</u>	<u>211,416</u>	<u>47,252</u>
Capital outlay	<u>15,000</u>	<u>137,000</u>	<u>124,294</u>	<u>12,706</u>
Debt service:				
Principal	1,256,630	1,256,630	1,146,630	110,000
Interest	<u>297,300</u>	<u>297,300</u>	<u>272,204</u>	<u>25,096</u>
Total debt service	<u>1,553,930</u>	<u>1,553,930</u>	<u>1,418,834</u>	<u>135,096</u>
Total expenditures	<u>15,363,390</u>	<u>15,924,329</u>	<u>14,659,766</u>	<u>1,264,563</u>
Excess (deficiency) of revenues over expenditures	<u>(470,000)</u>	<u>(470,000)</u>	<u>2,155,244</u>	<u>2,625,244</u>
OTHER FINANCING SOURCES:				
Debt proceeds	-	-	991,579	991,579
Transfers in	<u>470,000</u>	<u>470,000</u>	<u>395,000</u>	<u>(75,000)</u>
Total other financing sources	<u>470,000</u>	<u>470,000</u>	<u>1,386,579</u>	<u>916,579</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,541,823</u>	<u>\$ 3,541,823</u>

CITY OF LAUDERDALE LAKES, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE RESCUE FUND
For the Year Ended September 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance</u>
REVENUES:				
Special assessments	\$ 4,388,760	\$ 4,388,760	\$ 4,424,031	\$ 35,271
Charges for services	612,980	612,980	307,676	(305,304)
Miscellaneous	-	-	17,534	17,534
Governmental grants	-	751,410	-	(751,410)
	<u>5,001,740</u>	<u>5,753,150</u>	<u>4,749,241</u>	<u>(1,003,909)</u>
Total revenues				
EXPENDITURES:				
Current:				
Public safety - fire	4,583,810	5,335,220	4,580,457	754,763
Debt service:				
Principal	329,647	329,647	292,890	36,757
Interest	13,283	13,283	16,496	(3,213)
	<u>4,926,740</u>	<u>5,678,150</u>	<u>4,889,843</u>	<u>788,307</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>75,000</u>	<u>75,000</u>	<u>(140,602)</u>	<u>(215,602)</u>
OTHER FINANCING USES:				
Transfers out	<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (140,602)</u>	<u>\$ (215,602)</u>

CITY OF LAUDERDALE LAKES, FLORIDA
 BUDGETARY COMPARISON SCHEDULE
 GRANTS FUND
 For the Year Ended September 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance</u>
REVENUES:				
Grants	\$ <u>217,862</u>	\$ <u>978,874</u>	\$ <u>299,123</u>	\$ <u>(679,751)</u>
Total revenues	<u>217,862</u>	<u>978,874</u>	<u>299,123</u>	<u>(679,751)</u>
 EXPENDITURES:				
Current:				
Public safety - police	-	19,037	83,700	(64,663)
Culture and recreation	135,750	63,273	63,815	(542)
Social services	82,112	146,564	77,239	69,325
Capital outlay	<u>-</u>	<u>750,000</u>	<u>679,370</u>	<u>70,630</u>
Total expenditures	<u>217,862</u>	<u>978,874</u>	<u>904,124</u>	<u>74,750</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(605,001)</u>	<u>(605,001)</u>
Net change in fund balance	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>(605,001)</u></u>	\$ <u><u>(605,001)</u></u>

CITY OF LAUDERDALE LAKES, FLORIDA
 BUDGETARY COMPARISON SCHEDULE
 COMMUNITY REDEVELOPMENT AGENCY FUND
 For the Year Ended September 30, 2013

	Original Budget	Final Budget	Actual Amounts	Variance
REVENUES:				
Ad valorem tax increments	\$ 1,394,259	\$ 1,394,259	\$ 1,354,771	\$ (39,488)
Miscellaneous	151,500	151,500	10,654	(140,846)
Investment income	-	-	38	38
	<u>1,545,759</u>	<u>1,545,759</u>	<u>1,365,463</u>	<u>(180,296)</u>
Total revenues				
EXPENDITURES:				
Current:				
Economic development	733,759	658,759	416,026	242,733
Capital outlay	100,000	175,000	17,509	157,491
Debt service:				
Principal	509,455	509,455	522,137	(12,682)
Interest	470,545	470,545	406,052	64,493
	<u>1,813,759</u>	<u>1,813,759</u>	<u>1,361,724</u>	<u>452,035</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>(268,000)</u>	<u>(268,000)</u>	<u>3,739</u>	<u>271,739</u>
OTHER FINANCING SOURCES:				
Transfers in	150,000	150,000	-	(150,000)
	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>(150,000)</u>
Net change in fund balance	<u>\$ (118,000)</u>	<u>\$ (118,000)</u>	<u>\$ 3,739</u>	<u>\$ 121,739</u>

CITY OF LAUDERDALE LAKES, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO BUDGETARY COMPARISON SCHEDULE
For the Year Ended September 30, 2013

NOTE 1 – BUDGETARY INFORMATION

The City follows Chapter 80-274 of the State of Florida Statutes and its charter in establishing the budgetary data reflected in the financial statements. The City maintains legally adopted budgets for the General Fund, on a basis consistent with accounting principles generally accepted in the United States of America, (GAAP).

During the month of July of each year, the City Manager submits to the City Commission a proposed operating budget for the Fiscal Year commencing October 1st. This budget includes proposed expenditures as well as the expected means to finance them.

1. The Commission holds workshops, required public hearings, and a final budget must be prepared and adopted no later than October 1st.
2. Prior to October 1, the budget is legally enacted through passage of an appropriation ordinance.
3. The appropriation budget is prepared and adopted by fund, function, and department. Budgets are monitored within each department at the account level by the respective department head and the Financial Services Director. The City's department heads may make transfers of appropriations within a department with approval of the City Manager and Financial Services Director. Transfers of appropriations between departments require the additional approval of the Commission. The legal level of budgetary control (i.e. the level at which expenditures may not exceed appropriations) is the department level.

CITY OF LAUDERDALE LAKES, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)
SCHEDULE OF FUNDING PROGRESS
OTHER POST-EMPLOYMENT HEALTH CARE BENEFITS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) / (c))
8/1/2012*	\$ -	\$ 247,000	\$ 247,000	0%	\$ 2,661,000	9.3%

* The first actuarial valuation was completed as of August 1, 2012.

CITY OF LAUDERDALE LAKES, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 (UNAUDITED)
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 OTHER POST-EMPLOYMENT HEALTH CARE BENEFITS
 FOR THE LAST TWO YEARS

Fiscal Year Ended	Annual OPEB Cost	Estimated Contribution	Percentage of Annual OPEB Cost Contributed
09/30/12	\$ 46,000	\$ 15,000	33%
09/30/13	\$ 48,000	\$ 15,000	33%

Note: The first actuarial valuation was completed as of August 1, 2012, information prior to fiscal year 2012 is not available.



Lauderdale Lakes
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OTHER
FINANCIAL
INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Impact Fee Fund – This fund is used to account for impact fees collected in accordance with the City’s development code.

Law Enforcement Trust Fund – This fund is used to account for revenues received from law enforcement forfeitures and seizures which are restricted for use for law enforcement purposes.

Code Enforcement Trust Fund - This fund is used to assist qualifying residents with resources to remedy minor code violations.

Minor Home Repair Fund – This fund is used to account for community development block grant this is funding the revitalization project for housing within the government.

Transportation (Gas Tax) Fund – This fund is used to account for Gas Tax money received from the State. This money is restricted to transportation, street, and road related expenses.

Alzheimer Care Center Fund – This fund was created to account for revenue and expenditure activity of the Alzheimer Care Center. Most revenues for the operation of the Center derive from grant and foundation assistance.

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.

Capital Projects Fund – This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Construction Fund – This fund is used for purpose of budgeting general capital improvement projects with costs of \$ 25,000 and over.

2005 GO Bond Capital Projects Fund – This fund is used to account for the resources and budgeting for the 2005 general obligation bond budgeted activities of the bond’s related capital projects.

Debt Service Fund

Debt Service Fund – to account for the accumulation of taxes collected through the property taxes used to pay principal and interest payments on the 2005 Bond.

CITY OF LAUDERDALE LAKES, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2013

	Special Revenue Funds					Capital Projects Funds				Total Nonmajor Governmental Funds	
	Impact Fee Fund	Law Enforcement Trust Fund	Code Enforcement Trust Fund	Manor Home Repair Fund	Transportation Fund	Alzheimer Care Center Fund	Capital Projects Fund	Construction Fund	2005 GO Bond Construction Fund		Debt Service Fund
ASSETS:											
Pooled cash and cash equivalents	\$ -	\$ 102,245	\$ 10,000	\$ 218,774	\$ 361,625	\$ -	\$ -	\$ -	\$ 152,297	\$ -	\$ 844,941
Investments	-	-	-	-	-	-	-	-	759	-	759
Due from other funds	-	-	-	-	-	-	-	-	493,191	-	493,191
Due from other governments	-	553	-	-	-	75,303	129,349	-	-	-	205,205
Receivables, net	-	-	-	-	-	38,628	-	-	-	-	38,628
Total assets	\$ -	\$ 102,798	\$ 10,000	\$ 218,774	\$ 361,625	\$ 113,931	\$ 129,349	\$ -	\$ 646,247	\$ -	\$ 1,582,724
LIABILITIES AND FUND BALANCES:											
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ 19,279	\$ 16,813	\$ 40,275	\$ -	\$ 250	\$ -	\$ 76,617
Due to other governments	-	-	-	77,471	-	-	-	-	-	-	77,471
Due to other funds	246,979	-	-	-	-	419,761	274,394	218,797	-	36,251	1,196,182
Total liabilities	246,979	-	-	77,471	19,279	436,574	314,669	218,797	250	36,251	1,350,270
DEFERRED INFLOWS OF RESOURCES:											
Unavailable revenue	-	-	-	-	-	-	44,658	-	-	-	44,658
COMMITMENTS AND CONTINGENCIES (NOTE 8):	-	-	-	-	-	-	-	-	-	-	-
Fund balances (deficit):											
Restricted for:											
Law enforcement	-	102,798	-	-	-	-	-	-	-	-	102,798
Code enforcement	-	-	10,000	-	-	-	-	-	-	-	10,000
Minor home repairs	-	-	-	141,303	-	-	-	-	-	-	141,303
Transportation projects	-	-	-	-	342,346	-	-	-	-	-	342,346
Capital projects	-	-	-	-	-	-	-	645,997	-	-	645,997
Unassigned:											
Special revenue funds (deficit)	(246,979)	-	-	-	-	(322,643)	-	-	-	-	(569,622)
Capital projects funds (deficit)	-	-	-	-	-	-	(229,978)	(218,797)	-	-	(448,775)
Debt service fund (deficit)	-	-	-	-	-	-	-	-	(36,251)	-	(36,251)
Total fund balances (deficit)	(246,979)	102,798	10,000	141,303	342,346	(322,643)	(229,978)	(218,797)	645,997	(36,251)	187,796
Total liabilities, deferred inflows of resources, and fund balances	\$ -	\$ 102,798	\$ 10,000	\$ 218,774	\$ 361,625	\$ 113,931	\$ 129,349	\$ -	\$ 646,247	\$ -	\$ 1,582,724

CITY OF LAUDERDALE LAKES, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

	Special Revenue Funds					Capital Projects Funds				Total Nonmajor Governmental Funds	
	Impact Fee Fund	Law Enforcement Trust Fund	Code Enforcement Trust Fund	Minor Home Repair Fund	Transportation Fund	Alzheimer Care Center Fund	Capital Projects Fund	Construction Fund	2005 GO Bond Construction Fund		Debt Service Fund
REVENUES:											
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,003,473	\$ 1,003,473
Sales, use and motor fuel taxes	-	-	-	-	557,776	-	-	-	-	-	557,776
Charges for services	-	-	-	-	-	230,845	-	-	-	-	230,845
Fines and forfeitures	-	74,142	-	-	-	-	-	-	-	-	74,142
Governmental grants	-	-	-	-	-	305,324	394,413	-	-	-	699,737
Intergovernmental	-	-	-	-	25,529	-	-	-	-	-	25,529
Total revenues	-	74,142	-	-	583,305	536,169	394,413	-	-	1,003,473	2,591,502
EXPENDITURES:											
Current:											
Highway and streets	-	-	-	-	332,985	-	-	-	-	-	332,985
Social services	-	-	-	-	-	382,542	-	-	-	-	382,542
Capital outlay	-	-	-	-	14,041	41,235	608,400	-	-	-	663,676
Debt service:											
Principal	-	-	-	-	-	-	-	-	-	595,942	595,942
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	451,782	451,782
Total expenditures	-	-	-	-	347,026	423,777	608,400	-	-	1,047,724	2,426,927
Excess (deficiency) of revenues over expenditures	-	74,142	-	-	236,279	112,392	(213,987)	-	-	(44,251)	164,575
OTHER FINANCING USES:											
Transfer out	-	-	-	-	(75,000)	-	-	-	-	-	(75,000)
Net change in fund balances	-	74,142	-	-	161,279	112,392	(213,987)	-	-	(44,251)	89,575
FUND BALANCES (DEFICIT), beginning, as restated	(246,979)	28,656	10,000	141,303	181,067	(435,035)	(15,991)	(218,797)	645,997	8,000	98,221
FUND BALANCES (DEFICIT), ending	<u>(246,979)</u>	<u>102,798</u>	<u>10,000</u>	<u>141,303</u>	<u>342,346</u>	<u>(322,643)</u>	<u>(229,978)</u>	<u>(218,797)</u>	<u>645,997</u>	<u>(36,251)</u>	<u>187,796</u>

CITY OF LAUDERDALE LAKES, FLORIDA
BUDGETARY COMPARISON SCHEDULES -
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

	<u>Law Enforcement Trust Fund</u>			<u>Minor Home Repair Fund</u>		
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ad valorem taxes	-	-	-	-	-	-
Fines and forfeitures	-	74,142	74,142	-	-	-
Motor fuel taxes	-	-	-	-	-	-
Governmental grants	-	-	-	500,000	-	(500,000)
Charges for services	-	-	-	-	-	-
Total revenues	<u>-</u>	<u>74,142</u>	<u>74,142</u>	<u>500,000</u>	<u>-</u>	<u>(500,000)</u>
EXPENDITURES:						
Current:						
Public safety	10,000	-	10,000	-	-	-
Community services	-	-	-	500,000	-	500,000
Highways and streets	-	-	-	-	-	-
Social services	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>500,000</u>	<u>-</u>	<u>500,000</u>
Excess (deficiency) of revenues over expenditures	<u>(10,000)</u>	<u>74,142</u>	<u>84,142</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING USES:						
Transfers out	-	-	-	-	-	-
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u><u>\$ (10,000)</u></u>	<u><u>\$ 74,142</u></u>	<u><u>\$ 84,142</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

<u>Transportation Fund</u>			<u>Alzheimer Care Center Fund</u>			
<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ -	\$ 25,529	\$ 25,529	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
502,580	557,776	55,196	-	-	-	-
-	-	-	291,271	305,713	305,324	14,053
-	-	-	84,449	185,572	230,845	146,396
<u>502,580</u>	<u>583,305</u>	<u>80,725</u>	<u>375,720</u>	<u>491,285</u>	<u>536,169</u>	<u>160,449</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
366,180	332,985	33,195	-	-	-	-
-	-	-	375,720	440,080	382,542	57,538
35,000	14,041	20,959	-	51,205	41,235	9,970
26,400	-	26,400	-	-	-	-
-	-	-	-	-	-	-
<u>427,580</u>	<u>347,026</u>	<u>80,554</u>	<u>375,720</u>	<u>491,285</u>	<u>423,777</u>	<u>67,508</u>
<u>75,000</u>	<u>236,279</u>	<u>161,279</u>	<u>-</u>	<u>-</u>	<u>112,392</u>	<u>227,957</u>
<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 161,279</u>	<u>\$ 161,279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 112,392</u>	<u>\$ 227,957</u>

CITY OF LAUDERDALE LAKES, FLORIDA
 BUDGETARY COMPARISON SCHEDULE -
 DEBT SERVICE FUND
 For the Year Ended September 30, 2013

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:			
Ad valorem taxes	\$ <u>1,047,925</u>	\$ <u>1,003,473</u>	\$ <u>(44,452)</u>
Total revenues	<u>1,047,925</u>	<u>1,003,473</u>	<u>(44,452)</u>
EXPENDITURES:			
Debt service:			
Principal	570,000	595,942	(25,942)
Interest and fiscal charges	<u>477,925</u>	<u>451,782</u>	<u>26,143</u>
Total expenditures	<u>1,047,925</u>	<u>1,047,724</u>	<u>201</u>
Net change in fund balance	\$ <u><u>-</u></u>	\$ <u><u>(44,251)</u></u>	\$ <u><u>(44,251)</u></u>

CITY OF LAUDERDALE LAKES, FLORIDA
 BUDGETARY COMPARISON SCHEDULE -
 CAPITAL PROJECTS FUND
 For the Year Ended September 30, 2013

	Original and Final Budget	Actual	Variance
REVENUES:			
Governmental grants	\$ <u>524,150</u>	\$ <u>394,413</u>	\$ <u>(129,737)</u>
Total revenues	<u>524,150</u>	<u>394,413</u>	<u>(129,737)</u>
EXPENDITURES:			
Capital outlay	<u>605,500</u>	<u>608,400</u>	<u>(2,900)</u>
Total expenditures	<u>605,500</u>	<u>608,400</u>	<u>(2,900)</u>
Deficiency of revenues over expenditures	<u>(81,350)</u>	<u>(213,987)</u>	<u>(132,637)</u>
OTHER FINANCING SOURCES:			
Transfers in	<u>84,250</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>84,250</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u><u>2,900</u></u>	\$ <u><u>(213,987)</u></u>	\$ <u><u>(132,637)</u></u>

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Lauderdale Lakes
L I F E I N F U L L C O L O R

STATISTICAL
SECTION
(NOT COVERED
BY INDEPENDENT
AUDITOR'S
REPORT)

STATISTICAL SECTION

This part of the City of Lauderdale Lakes, Florida'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.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	61-67
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	68-71
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	72-76
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	77-78
Operating Information 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.	79-81

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CITY OF LAUDERDALE LAKES, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

Table 1

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities:										
Net investment in capital assets	\$ 5,701	\$ 18,367	\$ 11,587	\$ 18,084	\$ 11,254	\$ 16,979	\$ 19,497	\$ 22,391	\$ 16,165	\$ 26,839
Restricted	6,381	3,703	10,720	1,265	3,091	216	-	-	3,341	2,875
Unrestricted	4,154	11,353	729	12,846	8,875	5,616	(91)	(4,073)	770	(4,870)
Total governmental activities net position	16,236	33,423	23,036	32,195	23,220	22,811	19,406	18,318	20,276	24,844
Business-type activities:										
Net investment in capital assets	1,357	1,813	1,517	4,551	1,121	445	549	768	985	1,819
Restricted	-	-	1,420	62	38	25	-	-	-	-
Unrestricted (deficit)	529	-	-	(1,625)	1,486	1,111	859	1,120	2,791	4,196
Total business-type activities net position	1,886	1,813	2,937	2,988	2,645	1,581	1,408	1,888	3,776	6,015
Total government:										
Net investment in capital assets	7,058	20,180	13,104	22,635	12,375	17,424	20,046	23,159	17,150	28,658
Restricted	6,381	3,703	12,140	1,327	3,129	241	-	-	3,341	2,875
Unrestricted (deficit)	4,683	11,353	729	11,221	10,361	6,727	768	(2,953)	3,561	(674)
Total government net position	\$ 18,122	\$ 35,236	\$ 25,973	\$ 35,183	\$ 25,865	\$ 24,392	\$ 20,814	\$ 20,206	\$ 24,052	\$ 30,859

CITY OF LAUDERDALE LAKES, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Table 2

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
EXPENSES:										
Governmental activities:										
General government	\$ 6,864,952	\$ 18,758,391	\$ 6,000,352	\$ 5,528,483	\$ 7,589,816	\$ 4,492,372	\$ 7,400,341	\$ 5,091,901	\$ 7,008,034	\$ 3,295,985
Public safety	9,712,106	8,663,373	12,846,152	13,692,134	11,589,172	15,114,137	15,490,217	13,817,040	11,400,377	12,795,147
Economic and physical environment	2,741,326	4,402,718	1,703,993	2,891,065	3,543,672	3,806,017	1,987,947	799,192	1,649,573	1,919,292
Social Services	-	-	-	-	757,758	1,165,674	1,188,716	1,009,928	612,658	772,134
Culture and recreation	2,607,903	4,103,734	3,250,683	3,545,738	2,582,298	3,148,544	1,347,399	1,144,653	1,036,142	1,071,846
Highways, streets and transportation	-	-	-	643,911	495,658	618,593	551,264	425,880	1,217,037	336,955
Interest on long-term debt	105,744	732,653	797,435	578,536	791,116	733,147	1,079,935	1,199,133	1,142,252	1,111,314
Total governmental activities	22,032,031	36,660,869	24,598,615	26,879,867	27,349,490	29,078,484	29,045,819	23,487,727	24,066,073	21,302,673
Business-type activities:										
Stormwater	788,612	848,180	867,534	1,042,429	991,716	1,505,547	847,534	604,229	748,761	661,621
Solid waste/recycling	-	-	1,191,620	1,247,596	1,294,577	1,352,185	1,431,720	1,339,516	1,149,839	1,175,436
Building services	-	-	656,673	838,392	708,716	631,062	608,747	382,872	249,736	335,666
Interest expense	-	-	-	-	92,010	86,325	48,097	76,819	-	-
Total business-type activities	788,612	848,180	2,715,827	3,128,417	3,087,019	3,575,119	2,936,098	2,403,436	2,148,336	2,172,723
Total governmental expenses	\$ 22,820,643	\$ 37,509,049	\$ 27,314,442	\$ 30,008,284	\$ 30,436,509	\$ 32,653,603	\$ 31,981,917	\$ 25,891,163	\$ 26,214,409	\$ 23,475,396
PROGRAM REVENUES:										
Governmental activities:										
Charges for services:										
General government	\$ 6,221,604	\$ 17,484,478	\$ 1,675,635	\$ 1,678,647	\$ 727,547	\$ 1,373,966	\$ 569,569	\$ 444,990	\$ 480,135	\$ 610,537
Public safety	1,081,044	51,391	4,370,005	2,931,606	1,317,661	3,528,128	3,907,491	4,252,300	5,147,943	5,505,831
Community development	-	-	-	265,397	-	392,007	-	-	-	-
Social services	-	-	-	-	44,637	-	13,529	13,434	114,095	230,845
Culture and recreation	-	-	-	49,529	117,608	148,611	113,784	170,919	233,807	166,418
Operating grants and contributions	-	-	-	3,063,579	4,279,698	792,597	1,060,667	531,451	856,532	585,625
Capital grants and contributions	777,093	17,510,720	691,613	9,365,605	1,169,648	4,131,225	1,302,782	222,760	1,125,000	502,906
Total governmental activities program revenues	8,079,741	35,046,589	6,737,253	17,354,363	7,656,799	10,366,534	6,967,822	5,635,854	7,957,512	7,602,162

CITY OF LAUDERDALE LAKES, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(continued)

Table 2

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Business-type activities:										
Charges for services:										
Stormwater	863,707	755,597	955,771	1,238,855	1,090,574	791,423	877,902	960,574	2,230,374	2,176,655
Solid waste/recycling	-	-	1,663,607	1,472,284	1,410,876	1,499,087	1,485,079	1,402,973	1,472,003	1,480,371
Building services	-	-	1,329,025	639,674	449,235	344,994	358,530	294,777	600,490	572,808
Operating grants and contributions	-	-	-	-	-	-	-	189,114	52,220	-
Capital grants and contributions	-	-	-	-	-	181,069	-	-	-	481,580
Total business-type activities program revenues	863,707	755,597	3,948,403	3,350,813	2,950,685	2,816,573	2,721,511	2,847,438	4,355,087	4,711,414
Total program revenues	\$ 8,943,448	\$ 35,802,186	\$ 10,685,656	\$ 20,705,176	\$ 10,607,484	\$ 13,183,107	\$ 9,689,333	\$ 8,483,292	\$ 12,312,599	\$ 12,313,576
NET (EXPENSE) REVENUE:										
Governmental activities	\$ (13,952,290)	\$ (1,614,280)	\$ (17,861,362)	\$ (9,525,504)	\$ (19,692,691)	\$ (18,711,950)	\$ (22,077,997)	\$ (17,851,873)	\$ (16,108,561)	\$ (13,700,511)
Business-type activities	75,095	(92,583)	1,232,576	222,396	(136,334)	(758,546)	(214,587)	444,002	2,206,751	2,538,691
Total net expense	\$ (13,877,195)	\$ (1,706,863)	\$ (16,628,786)	\$ (9,303,108)	\$ (19,829,025)	\$ (19,470,496)	\$ (22,292,584)	\$ (17,407,871)	\$ (13,901,810)	\$ (11,161,820)
GENERAL REVENUES:										
Governmental activities:										
Property taxes	\$ 5,486,549	\$ 6,027,833	\$ 7,448,155	\$ 8,509,966	\$ 8,692,734	\$ 8,739,866	\$ 8,745,705	\$ 7,164,644	\$ 9,088,461	\$ 8,572,538
Motor fuel taxes	-	-	-	-	-	578,834	558,352	563,308	558,044	557,776
Franchise fees on gross receipts	3,228,468	2,932,211	3,336,742	3,462,518	3,501,840	3,566,933	3,198,164	3,059,357	3,214,818	3,217,811
Utility taxes	1,700,960	1,705,067	1,825,124	1,794,331	2,383,024	1,812,819	1,948,540	1,975,967	2,025,466	2,184,695
Unrestricted intergovernmental revenue	3,960,568	4,066,677	8,451,019	3,945,127	3,133,110	2,829,178	3,034,164	3,158,984	2,854,801	3,213,516
Investment income	117,435	383,983	553,881	163,663	361,434	16,583	28,020	5,429	9,495	5,556
Gain on sale of city asset	-	-	-	-	-	-	670,000	39,845	(74,005)	-
Transfers	-	-	170,000	170,000	270,000	320,000	-	-	320,000	320,000
Miscellaneous	1,645,147	3,685,719	1,223,427	640,857	805,447	438,221	490,777	795,188	70,549	466,285
Total governmental activities	16,139,127	18,801,490	23,008,348	18,686,462	19,147,589	18,302,434	18,673,722	16,762,722	18,067,629	18,538,177

CITY OF LAUDERDALE LAKES, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(continued)

Table 2

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Business-type activities:										
Investment income	19,042	19,427	61,146	-	62,727	14,686	41,427	36,012	378	54,057
Transfers	-	-	(170,000)	(170,000)	(270,000)	(320,000)	-	-	(320,000)	(320,000)
Total business-type activities	<u>19,042</u>	<u>19,427</u>	<u>(108,854)</u>	<u>(170,000)</u>	<u>(207,273)</u>	<u>(305,314)</u>	<u>41,427</u>	<u>36,012</u>	<u>(319,622)</u>	<u>(265,943)</u>
Total general revenues	<u>\$ 16,158,169</u>	<u>\$ 18,820,917</u>	<u>\$ 22,899,494</u>	<u>\$ 18,516,462</u>	<u>\$ 18,940,316</u>	<u>\$ 17,997,120</u>	<u>\$ 18,715,149</u>	<u>\$ 16,798,734</u>	<u>\$ 17,748,007</u>	<u>\$ 18,272,234</u>
CHANGE IN NET POSITION:										
Governmental activities	\$ 2,186,837	\$ 17,187,210	\$ 5,146,986	\$ 9,160,958	\$ (545,102)	\$ (409,516)	\$ (3,404,275)	\$ (1,089,151)	\$ 1,959,068	\$ 4,837,666
Business-type activities	<u>94,137</u>	<u>(73,156)</u>	<u>1,123,722</u>	<u>52,396</u>	<u>(343,607)</u>	<u>(1,063,860)</u>	<u>(173,160)</u>	<u>480,014</u>	<u>1,887,129</u>	<u>2,272,748</u>
Total change in net position	<u>\$ 2,280,974</u>	<u>\$ 17,114,054</u>	<u>\$ 6,270,708</u>	<u>\$ 9,213,354</u>	<u>\$ (888,709)</u>	<u>\$ (1,473,376)</u>	<u>\$ (3,577,435)</u>	<u>\$ (609,137)</u>	<u>\$ 3,846,197</u>	<u>\$ 7,110,414</u>

CITY OF LAUDERDALE LAKES, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(amounts expressed in thousands)

Table 3

	<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>	<u>2013</u>
General fund:										
Reserved	\$ 1,145	\$ 1,006	\$ 18	\$ 1,082	\$ 1,038	\$ 48	\$ 226	\$ -	\$ -	\$ -
Unreserved	5,691	7,183	8,145	5,271	3,432	874	(1,642)	-	-	-
Nonspendable	-	-	-	-	-	-	-	127	126	1,281
Restricted	-	-	-	-	-	-	-	-	-	1,966
Committed	-	-	-	-	-	-	-	-	-	436
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(4,981)	920	735
Total general fund	<u>6,836</u>	<u>8,189</u>	<u>8,163</u>	<u>6,353</u>	<u>4,470</u>	<u>922</u>	<u>(1,416)</u>	<u>(4,854)</u>	<u>1,046</u>	<u>4,418</u>
All other governmental funds:										
Reserved	5,234	2,797	534	183	106	167	4,720	-	-	-
Unreserved, reported in:										
Special revenue funds	(574)	1,429	1,505	3,184	2,591	2,645	(2,529)	-	-	-
Capital projects funds	(960)	2,129	1,070	(3,949)	2,737	1,976	(238)	-	-	-
Debt service fund	-	511	194	38	115	121	(21)	-	-	-
Nonspendable	-	-	-	-	-	-	-	2,518	2,773	2,322
Restricted	-	-	-	-	-	-	-	1,754	1,575	2,509
Unassigned, reported in:										
Special revenue funds	-	-	-	-	-	-	-	(2,568)	(372)	(1,959)
Capital projects funds	-	-	-	-	-	-	-	(485)	(482)	(449)
Debt service fund	-	-	-	-	-	-	-	(3)	8	(36)
Total special revenue funds	<u>3,700</u>	<u>6,866</u>	<u>3,303</u>	<u>(544)</u>	<u>5,549</u>	<u>4,909</u>	<u>1,932</u>	<u>1,216</u>	<u>3,502</u>	<u>2,387</u>
Total governmental funds	<u>\$ 10,536</u>	<u>\$ 15,055</u>	<u>\$ 11,466</u>	<u>\$ 5,809</u>	<u>\$ 10,019</u>	<u>\$ 5,831</u>	<u>\$ 516</u>	<u>\$ (3,638)</u>	<u>\$ 4,548</u>	<u>\$ 6,805</u>

Note: Information for fiscal years 2004 through 2010 have not been restated for Governmental Accounting Standards Board (GASB) Statement No. 54 classifications

CITY OF LAUDERDALE LAKES, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(In Thousands)

Table 4

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
REVENUES:										
Property taxes and tax increments	\$ 5,486	\$ 6,028	\$ 7,449	\$ 8,509	\$ 8,692	\$ 8,739	\$ 8,746	\$ 7,165	\$ 9,088	\$ 8,573
Sales, use and motor fuel taxes				594	574	578	558		558	558
Franchise and other taxes	2,885	2,932	3,337	3,462	3,502	3,567	3,198	3,059	3,215	3,218
Utility taxes	1,701	1,705	1,825	1,794	1,809	1,813	1,949	1,976	2,025	2,185
Intergovernmental	3,961	5,812	8,451	3,945	3,133	3,631	3,329	3,722	2,855	3,237
Special assessments	4,112	4,066	4,100	2,741	2,971	3,190	3,211	3,223	4,077	4,424
Charges for services, fines and forfeitures	2,453	2,905	1,208	1,326	1,795	1,861	1,045	1,025	1,899	2,136
Government grants and other support	2,422	1,487	1,915	5,070	3,280	4,560	2,500	1,549	857	999
Investment income	117	428	554	163	361	17	28	5	9	5
Proceeds from refinancing contracts payable	-	-	-	-	-	-	-	-	9,171	-
Other revenue	1,081	781	5,628	262	416	392	407	634	60	485
Total revenues	24,218	26,144	34,467	27,866	26,533	28,348	24,972	22,359	33,815	25,820
EXPENDITURES:										
Current:										
General government	4,200	11,128	6,049	7,987	7,273	4,196	4,127	3,243	4,581	2,672
Public safety	11,915	8,663	12,823	11,012	11,589	15,089	15,461	13,788	51	12,746
Public services							2,286	1,765	549	1,169
Economic development	1,515	5,138	1,960	2,367	3,542	3,743	1,983	794	918	416
Culture and recreation	1,766	3,812	3,056	2,614	2,582	2,734	1,083	891	672	794
Highways and streets	-	-	-	1,166	495	580	551	426	994	544
Social services	291	294	1,073	932	758	1,166	1,169	991	442	711
Capital outlay	2,459	2,625	7,359	6,496	3,424	6,388	9,397	958	14,173	1,485
Debt service:										
Principal	1,005	4,871	4,639	547	589	1,132	1,067	2,524	2,425	2,558
Interest and other fiscal charges	394	733	797	578	791	733	1,101	1,173	1,142	1,147
Total expenditures	23,545	37,264	37,756	33,699	31,043	35,761	38,225	26,552	25,949	24,242
Excess (deficiency) of revenues over expenditures	673	(11,120)	(3,289)	(5,833)	(4,510)	(7,413)	(13,254)	(4,194)	7,866	1,578

CITY OF LAUDERDALE LAKES, FLORIDA
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (amounts expressed in thousands)
 (continued)

Table 4

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
OTHER FINANCING SOURCES (USES):										
Transfers in	1,017	700	1,694	808	1,131	892	-	-	395	395
Transfers out	(1,017)	(436)	(1,524)	(638)	(862)	(572)	-	-	(75)	(75)
Sale of city assets	-	-	-	-	-	-	670	40	-	-
Debt proceeds	1,574	15,378	-	8,325	8,452	2,905	7,269	-	-	992
Total other financing sources (uses)	1,574	15,642	170	8,495	8,721	3,225	7,939	40	320	1,312
Net change in fund balances	\$ 2,247	\$ 4,522	\$ (3,119)	\$ 2,662	\$ 4,211	\$ (4,188)	\$ (5,315)	\$ (4,154)	\$ 8,186	\$ 2,890
Debt service as a percentage of non-capital expenditures	7.11%	19.30%	21.78%	4.31%	5.26%	6.78%	8.13%	16.88%	43.46%	19.45%

CITY OF LAUDERDALE LAKES, FLORIDA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Table 5

Fiscal Year Ended September 30,	Tax Roll Year	Taxable Property	Exemptions	Total Net Assessed Value	Total Direct Tax Rate	Estimated Actual Value (1)	Estimated Actual Value as a Percentage of Net Assessed Value (1)
2004	2003	\$ 1,174,718,590	\$ (374,833,237)	\$ 799,885,353	6.5237	N/A	N/A
2005	2004	\$ 1,276,507,760	\$ (430,238,547)	\$ 846,269,213	6.0435	N/A	N/A
2006	2005	\$ 1,504,386,904	\$ (532,528,958)	\$ 971,857,946	6.4007	N/A	N/A
2007	2006	\$ 1,841,627,575	\$ (689,673,053)	\$ 1,151,954,522	6.4007	N/A	N/A
2008	2007	\$ 2,204,063,610	\$ (862,519,255)	\$ 1,341,544,355	5.4309	N/A	N/A
2009	2008	\$ 2,096,578,270	\$ (872,128,702)	\$ 1,224,449,568	5.7622	N/A	N/A
2010	2009	\$ 1,216,164,450	\$ (252,424,690)	\$ 963,739,760	6.5500	N/A	N/A
2011	2010	\$ 1,073,957,193	\$ (230,732,530)	\$ 843,224,663	7.0000	N/A	N/A
2012	2011	\$ 805,313,499	\$ (221,116,400)	\$ 584,197,099	9.5000	N/A	N/A
2013	2012	\$ 765,858,892	\$ (208,376,210)	\$ 557,482,682	9.5000	N/A	N/A

Note (1): Property in the City is reassessed each year. The Property Appraiser estimates a just (market) value for all types of real property. For non-homesteaded properties the just value is equal to the assessed value. For homesteaded properties, the just value is adjusted for both the Florida 'Save Our Homes' valuation cap and the homestead exemption amount to arrive at the assessed value. As a result, there is no formula available to estimate the relationship between overall just (actual) value and assessed value.

Note: Property tax rates are based on each \$1,000 of net assessed value.

Source: Broward County Property Appraiser's Office.

**CITY OF LAUDERDALE LAKES, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

Table 6

Fiscal Year	Tax Roll Year	City of Lauderdale Lakes	Overlapping Rates (1)						Total Direct and Overlapping Rates
			Broward County	School Board	Children's Services	S. Florida Water Mgt District	Florida Inland Navigation District	N. Broward Hospital District	
2004	2003	6.5237	7.0230	8.8096	0.3316	0.6970	0.0385	2.5000	25.9234
2005	2004	6.0435	7.0230	8.2695	0.3920	0.6970	0.0385	2.4803	24.9438
2006	2005	7.0637	6.7830	8.0623	0.4231	0.6970	0.0385	2.1760	25.2436
2007	2006	7.0607	6.0661	7.8687	0.4073	0.6970	0.0385	1.8317	23.9700
2008	2007	6.0362	5.2868	7.6484	0.3572	0.6240	0.0345	1.6255	21.6126
2009	2008	6.6315	5.3145	7.4170	0.3754	0.6240	0.0345	1.7059	22.1028
2010	2009	6.5500	4.8889	7.4310	0.4243	0.6240	0.0345	1.7059	21.6586
2011	2010	7.0000	5.1021	7.6310	0.4696	0.6240	0.0345	1.8750	22.7362
2012	2011	9.5000	5.1860	7.4180	0.4789	0.4363	0.0345	1.8750	24.9287
2013	2011	9.5000	5.2576	7.4560	0.4902	0.4289	0.0345	1.8564	25.0236

Note: All millage rates are based on \$ 1 for every \$ 1,000 of assessed value.

Note: The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Note (1) Overlapping rates are those of local and county governments that apply to property owners within the City of Lauderdale Lakes,

Sources: Broward County Property Appraiser's Office.

CITY OF LAUDERDALE LAKES, FLORIDA
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND TEN YEARS AGO

Table 7

Taxpayer	2013		
	Net Assessed Value	Rank	Percent of Total City Net Assessed Value
LAKES MALL INVESTMENT LLC	\$ 19,000,760	1	3.41%
WAL-MART STORES EAST LP	17,588,130	2	3.15%
YMP WHISPERING PALMS LLC	13,682,610	3	2.45%
FMC LAND TR	13,174,950	4	2.36%
SRA/SUNRISE DEVELOPMENT LTD	10,171,910	5	1.82%
SOMERSET PHASE IV & PHASE V LLC	9,785,120	6	1.76%
REEF PLAZA LLC	9,684,170	7	1.74%
ST CROIX ASSOC LTD	9,517,890	8	1.71%
POMPANO/LINCOLN INDUSTRIAL LTD	9,494,600	9	1.70%
LAUDERDALE MARKETPLACE INVEST	8,100,480	10	1.45%
	<u>\$ 120,200,620</u>		<u>21.55%</u>
Taxpayer	2004		
	Net Assessed Value	Rank	Percent of Total City Net Assessed Value
FMC LAND TR #1001	\$ 39,116,060	1	4.89%
SOMERSET PHASE IV & PHASE V LL	20,767,882	2	2.60%
SOUTHERN BELL TEL CO	20,467,404	3	2.56%
FLORIDA MEDICAL CENTER INC	17,078,884	4	2.14%
VILLAGE APARTMENTS	11,488,950	5	1.44%
FLORIDA POWER & LIGHT CO	10,996,843	6	1.37%
POMPANO/LINCOLN INDUSTRIAL LTD	10,682,670	7	1.34%
LAUDERDALE LAKES MALL LLC	9,915,370	8	1.24%
HEADWAY 441 ASSOC LTD	9,654,590	9	1.21%
ZECHES, CHARLEY TR	9,115,670	10	1.14%
	<u>\$ 159,284,323</u>		<u>19.93%</u>

Source: Broward County Property Appraiser's Office

**CITY OF LAUDERDALE LAKES, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Table 8

Fiscal Year Ended September 30,	Total Taxes Levied for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Year's	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2004	\$ 4,916,747	\$ 4,389,467	89.28%	\$ 507,089	\$ 4,896,556	99.59%
2005	\$ 4,873,237	\$ 4,584,427	94.07%	\$ 437,493	\$ 5,021,920	103.05%
2006	\$ 5,909,543	\$ 5,775,195	97.73%	\$ 363,309	\$ 6,138,504	103.87%
2007	\$ 7,200,097	\$ 6,939,859	96.39%	\$ 794,097	\$ 7,733,956	107.41%
2008	\$ 7,131,225	\$ 6,237,523	87.47%	\$ 1,105,294	\$ 7,342,817	102.97%
2009	\$ 6,816,025	\$ 6,649,976	97.56%	\$ 896,026	\$ 7,546,002	110.71%
2010	\$ 6,187,725	\$ 5,913,910	95.57%	\$ 70,961	\$ 5,984,871	96.72%
2011	\$ 5,614,744	\$ 5,324,508	94.83%	\$ 172,837	\$ 5,497,345	97.91%
2012	\$ 6,467,136	\$ 6,417,692	99.24%	\$ 210,181	\$ 6,627,873	102.49%
2013	\$ 6,134,730	\$ 5,768,071	94.02%	\$ 446,223	\$ 6,214,294	101.30%

Source: City of Lauderdale Lakes, Finance Department

CITY OF LAUDERDALE LAKES, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Table 9

Fiscal Year Ended September 30,	Governmental Activities						Business-Type Activities		Total	Percent of Net Assessed Value	Per Capita
	General Obligation Bonds	Line of Credit	Notes Payable	Revenue Bonds	Repayment Agreement	Capital Leases	Note Payable	Capital Leases			
2004	\$ -	\$ 3,911,500	\$ 3,006,586	\$ 4,180,000	\$ -	\$ 538,932	\$ 791,486	\$ -	\$ 12,428,504	1.55%	\$ 393
2005	6,390,000	-	7,239,429	4,105,000	-	493,634	771,407	-	18,999,470	2.25%	596
2006	6,195,000	644,872	2,348,411	3,955,000	-	446,202	2,245,065	-	15,834,550	1.63%	496
2007	5,990,010	667,872	2,215,431	4,300,000	-	461,379	2,208,723	-	15,843,415	1.38%	496
2008	14,070,682	821,185	2,027,104	4,190,000	-	392,172	2,171,019	-	23,672,162	1.76%	730
2009	13,586,373	3,522,568	1,771,754	4,070,000	-	322,965	2,035,335	-	25,308,995	2.07%	780
2010	13,073,937	-	12,102,465	3,945,000	-	233,062	1,890,745	-	31,245,209	3.24%	959
2011	12,537,709	-	10,319,406	3,815,000	-	173,353	1,693,010	-	28,538,478	3.38%	872
2012	11,971,990	-	9,667,685	3,680,000	8,047,928	115,344	1,479,242	-	34,962,189	5.98%	1,050
2013	11,376,048	950,000	9,065,235	3,540,000	6,897,928	87,716	1,350,190	265,312	33,532,429	6.01%	993

CITY OF LAUDERDALE LAKES, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Table 10

Fiscal Year Ended September 30,	General Obligation Bonds	Estimated Actual Taxable Value of Property	Percentage of Estimated Actual Taxable Value of Property	Population	GO Bond Debt Per Capita
2004	\$ -	\$ N/A	N/A	\$ N/A	\$ N/A
2005	6,390,000	846,269,213	0.76%	31,879	200.45
2006	6,195,000	971,857,946	0.64%	31,911	194.13
2007	5,990,010	1,151,954,522	0.52%	31,911	187.71
2008	14,070,682	1,341,544,355	1.05%	32,444	433.69
2009	13,586,373	1,224,449,568	1.11%	32,444	418.76
2010	13,073,937	963,739,760	1.36%	32,593	401.13
2011	12,537,709	843,224,663	1.49%	32,740	382.95
2012	11,971,990	584,197,099	2.05%	33,305	359.47
2013	11,376,048	557,482,682	2.04%	33,772	336.85

CITY OF LAUDERDALE LAKES, FLORIDA
 DIRECT AND OVERLAPPING
 GOVERNMENTAL ACTIVITIES DEBT
 SEPTEMBER 30, 2013

Table 11

	<u>Debt Outstanding</u>	<u>Percentage</u>	<u>Applicable to City of Lauderdale Lakes Amount</u>
GOVERNMENT UNIT:			
Debt repaid with property taxes:			
Broward County School Board	\$ 1,888,062,000	0.57%	\$ 10,761,953
Broward County	301,730,000	0.57%	<u>1,719,861</u>
Subtotal - overlapping debt			12,481,814
City direct debt	28,376,927	100.00%	<u>28,376,927</u>
Total direct and overlapping debt			\$ <u><u>40,858,741</u></u>

Source: Broward County, Financial Reporting and Accounting Division
 Source: Broward County Property Appraiser

Note: The City Charter does not establish a legal debt margin nor does the Florida Statutes impose a limit.

Note: City direct debt does not include revenue bonds

CITY OF LAUDERDALE LAKES, FLORIDA
LEGAL DEBT MARGIN INFORMATION
September 30, 2013

Table 12

The City Charter does not set a debt margin.

**CITY OF LAUDERDALE LAKES, FLORIDA
 PLEDGED REVENUE COVERAGE
 LAST TEN FISCAL YEARS**

Table 13

Fiscal Year Ended September 30,	Improvement Revenue Bonds				Coverage
	Stormwater Charges and Other	Less Operating Expenses	Net Available Revenue	Debt Service	
2004	\$ 863,707	\$ 660,119	\$ 203,588	\$ 38,321	5.31
2005	775,025	675,925	99,100	6,788	14.60
2006	955,271	626,760	328,511	36,342	9.04
2007	1,144,092	942,341	201,751	21,243	9.50
2008	1,091,470	992,613	98,857	37,705	2.62
2009	972,492	1,505,547	(533,055)	135,683	(3.93)
2010	877,902	847,534	30,368	144,590	0.21
2011	960,574	604,224	356,350	76,819	4.64
2012	2,230,374	748,761	2,979,135	45,653	65.26
2013	1,349,526	371,117	1,720,643	192,098	8.96

Source: City of Lauderdale Lakes, Finance Department

CITY OF LAUDERDALE LAKES, FLORIDA
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

Table 14

Year	Population	Broward County Population	Personal Income (Amounts Expressed in Thousands)	Per Capita Personal Income	Unemployment Rate
2004	31,624	1,754,984	59,615,576	34,560	4.4%
2005	31,879	1,782,016	59,615,576	37,403	3.5%
2006	31,911	1,787,636	59,615,576	39,743	3.1%
2007	31,911	1,787,636	59,615,576	39,743	4.0%
2008	32,444	1,784,432	70,454,147	39,743	8.6%
2009	32,444	1,751,234	71,994,871	41,169	11.7%
2010	32,593	1,752,928	72,712,604	41,481	11.6%
2011	32,740	1,748,066	75,315,293	42,194	11.2%
2012	33,305	1,748,956	78,687,882	43,351	9.3%
2013	33,772	1,815,137	79,946,888	44,045	7.3%

Sources: Broward County Planning and Redevelopment Division

**CITY OF LAUDERDALE LAKES, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

Table 15

Employer	2013		
	Employees	Rank	Percentage of Total City Employment
North Shore Medical Center - FMC	859	1	N/A
Interactive Response	700	2	N/A
Wal-Mart Super Center #3625	445	3	N/A
St. John's Nursing Center	431	4	N/A
Call Cente Operations	100	5	N/A
Phoenix Management Services, Inc.	93	6	N/A
Emily K. Evans Cleaning	90	7	N/A
Henderson Behavioral Health, LLC	85	8	N/A
Ssouth Florida Auto Auction	80	9	N/A
Burlington Coat Factory of Florida	78	10	N/A

Employer	2007		
	Employees	Rank	Percentage of Total City Employment
Florida Medical Center	1,200	1	N/A
Interactive Response	600	2	N/A
Wal-Mart Super Center #3625	526	3	N/A
St. John's Nursing Center	324	4	N/A
Progressive Insurance Company	220	5	N/A
City of Lauderdale Lakes	145	6	N/A
Palms of Lauderdale Lakes	140	7	N/A
All Metro Aides of Florida, Inc.	111	8	N/A
Emily K. Evans Cleaning	90	9	N/A
South Florida Auto Auction	80	10	N/A

Source: City of Lauderdale Lakes, Public Works & Development Services Department - Economic Development Division

**No data available prior to 2007

CITY OF LAUDERDALE LAKES, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Table 16

Employees	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General government:										
Commission	9	9	10	9	7	7	7	7	8	8
City manager	7	6	6	6	5	5	5	3	3	3
City clerk	3	3	3	3	5	5	5	3	2	2
Finance and IT	11	9	5	9	9	8	11	7	7	7
Purchasing	2	2	2	2	2	2	0	0	0	0
Human resources	4	4	4	4	3	3	3	3	2	2
Community development	11	10	11	13	10	10	12	0	0	0
Community Redevelopment Agency	2	2	3	3	3	3	3	4	4	4
Public works and engineering services	38	32	32	35	21	21	55	41	41	41
Parks and recreation	20	16	14	21	25	25	40	42	42	42
Other	6	8	9	9	10	10	15	0	0	0
Public safety:										
Police contract positions	65	65	69	77	73	73	73	47	47	49
Fire contract positions	51	51	49	49	49	49	49	44	49	50
	<u>229</u>	<u>217</u>	<u>217</u>	<u>240</u>	<u>222</u>	<u>221</u>	<u>278</u>	<u>201</u>	<u>205</u>	<u>208</u>

Source: City of Lauderdale Lakes Human Resources and Risk Management Department

**CITY OF LAUDERDALE LAKES, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Table 17

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Public safety:										
Police:										
Physical arrests	1,912	1,935	2,297	1,556	1,515	1,945	1,482	1,194	1,185	1,557
Parking violations	1,078	1,139	1,195	1,036	1,608	1,069	1,205	532	502	643
Traffic violations	11,650	9,194	10,871	8,977	7,991	9,969	2,705	1,757	1,781	2,744
Fire/EMS:										
Emergency responses	-	6,032	5,730	5,522	5,427	5,522	5,328	5,285	5,461	5,425
Fires extinguished	-	154	139	116	110	103	110	95	80	74
Inspections	-	4,140	4,122	3,877	2,243	2,391	1,813	1,100	1,463	1,403
Culture and recreation:										
Pavilion rentals	-	-	100	76	264	143	147	119	109	112
Pool attendance	-	-	6,418	11,850	15,645	18,635	15,135	14,981	18,778	8,791
Park attendance*	-	-	88,530	92,412	97,033	62,842	159,971	175,025	188,413	193,900
Fitness memberships*	-	-	92	101	177	106	43	49	59	38
Sanitation										
Household refuse collected (tons)	24,478	24,122	24,234	22,279	22,621	21,513	21,658	18,692	17,592	21,518
Recycling tonnage	887.00	842.00	867.00	761.00	631.00	612.00	665.00	633.00	492.00	570.50

Sources: Various City of Lauderdale Lakes Departments

Note: The pool and parks with pavilions were constructed in 2006.

* Data was not tracked by the City prior to 2006.

**CITY OF LAUDERDALE LAKES, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Table 18

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	Note
General government:											
Number of general government buildings	4.00	4.00	4.00	4.00	4.00	5.00	5.00	6.00	7.00	7.00	1
Public safety:											
Police stations	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	1
Fire stations	1	1	1	1	1	1	1	1	1	1	1
Transportation:											
Miles of streets	44	44	45	45	45	45	45	45	45	45	2
Number of street lights	1,118	1,118	1,134	1,134	1,134	1,135	1,134	1,134	1,134	1,134	3
Number of traffic signals	*									284	4
Culture and recreation:											
Parks	2	2	2	6	6	6	6	6	6	6	
Parks acreage	21	21	21	38	38	38	38	38	38	38	
Community center	2	2	2	2	2	3	3	3	3	3	
Picnic pavilions	2	2	2	10	10	10	10	10	10	10	
Soccer fields	2	2	2	2	2	2	2	2	2	2	
Skate park	-	-	-	-	-	-	-	-	-	-	
Basketball courts	3	3	3	4	4	4	4	4	4	4	
Tennis courts	1	1	1	1	1	1	1	1	1	1	
Baseball/softball fields	3	3	3	3	3	3	3	3	3	3	
Utility system:											
Fire hydrants -	*	*	*	*	*	*	*	*	*	570	5

Sources: City Records
FPL
Broward County
Broward Country GIS coverage
*no records

MAD 3.6.14

Notes:

- | | |
|--|-----------------------------------|
| 1 City Records | 4 City Count |
| 2 City owned streets, doesn't include FDOT or Broward County roads | 5 Broward County Fire Rescue Data |
| 3 FPL Records and City Records | |

