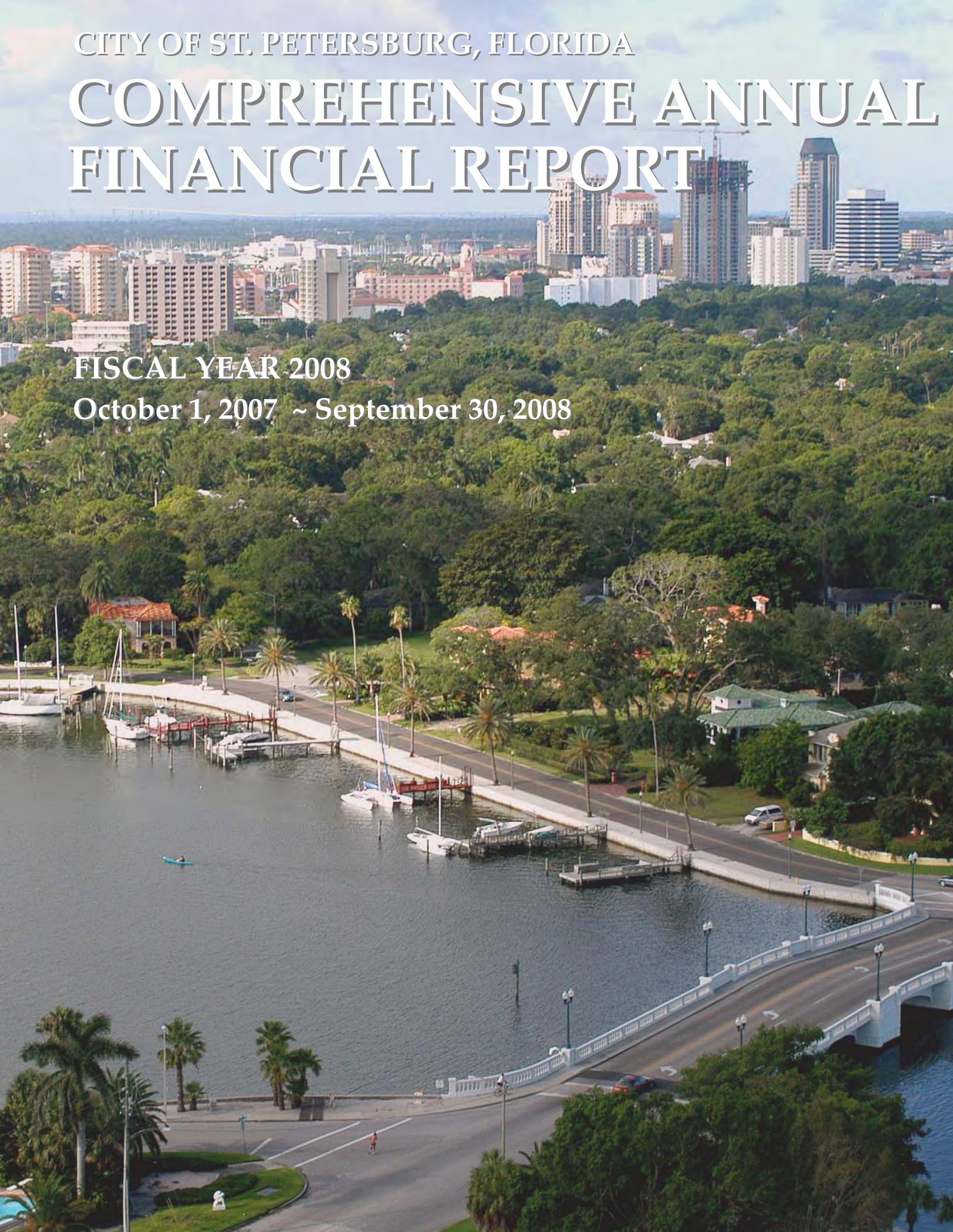


CITY OF ST. PETERSBURG, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR 2008

October 1, 2007 ~ September 30, 2008



**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

of the

CITY OF ST. PETERSBURG, FLORIDA

for the

**Fiscal Year Ended
September 30, 2008**

Prepared by Department of Finance

**CITY OF ST. PETERSBURG, FLORIDA
COUNCIL-MAYOR FORM OF GOVERNMENT**

MAYOR

Rick Baker

COUNCILMEMBERS

**DISTRICT 1 Herbert E. Polson
DISTRICT 2 Dr. James R. Kennedy, Jr.
DISTRICT 3 William H. Dudley
DISTRICT 4 Leslie Curran**

**DISTRICT 5 James S. Bennett, Chair
DISTRICT 6 Karl Nurse
DISTRICT 7 Wengay M. Newton, Sr.
DISTRICT 8 Jeff Danner, Vice-Chair**

OFFICIAL APPOINTED BY CITY COUNCIL

**CITY ATTORNEY
John C. Wolfe, Esq.**

OFFICIAL APPOINTED BY MAYOR APPROVED BY CITY COUNCIL

**FIRST DEPUTY MAYOR/CITY ADMINISTRATOR
Tish Elston**

**FINANCE DEPARTMENT STAFF
APPOINTED BY MAYOR**

**INTERNAL SERVICES ADMINISTRATOR
Michael J. Connors**

**DIRECTOR OF FINANCE
Jeffrey G. Spies, CPA, CMFA**

**CONTROLLER
Linda M. Ivory**

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I. INTRODUCTORY SECTION

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- Letter of Transmittal
- Certificate of Achievement
- City of St Petersburg
Organization Chart

List of Principal Officials

Elected Officials

Mayor	Rick Baker
Council member, District 1	Herbert E. Polson
Council member, District 2	Dr. James R. Kennedy, Jr.
Council member, District 3	William H. Dudley
Council member, District 4	Leslie Curran
Council member, District 5	James S. Bennett, Chair
Council member, District 6	Karl Nurse
Council member, District 7	Wengay M. Newton, Sr.
Council member, District 8	Jeff Danner, Vice Chair

Officials Appointed or Approved by City Council

City Attorney	John C. Wolfe, Esq.
First Deputy Mayor/City Administrator	Tish Elston

Selected Officials Appointed by Mayor

Deputy Mayor/Midtown Economic Development	Goliath J. Davis III, Ph.D.
Deputy Mayor/Neighborhood Services	David Metz
Administrator, City Development	Rick Mussett
Administrator, Internal Services	Michael J. Connors
Administrator, Leisure Services	Clarence Scott III
Chief of Police	Charles "Chuck" Harmon
Fire Chief	James Large
Chief Information Officer	Muslim A. Gadiwalla
Administrator, School Programs	Lori Matway
Finance Director	Jeffrey G. Spies, CPA, CMFA
Budget Director	Beckye Simpson
City Auditor	Bradley H. Scott, CPA, CIA, CFE



city of st. petersburg

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February 26, 2009

Honorable Mayor, Members of the City Council
Citizens of the City of St. Petersburg, Florida

Dear Mayor, Council and Citizens:

Formal Transmittal of the Comprehensive Annual Financial Report

It is our pleasure to submit this Comprehensive Annual Financial Report (CAFR) for the City of St. Petersburg, Florida for the fiscal year ended September 30, 2008. The report fulfills the requirements set forth in the City Charter Section 4.05; Florida Statutes, Chapter 166.241; and the Rules of the Florida Auditor General, Chapter 10.550. The organization, form and contents of this report plus the accompanying financial statements and statistical tables are formulated in accordance with the principles prescribed by the Governmental Accounting Standards Board, the State of Florida, the City Charter, and the Government Finance Officers Association.

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

Florida Statutes and the City Charter require that an annual financial audit be performed by independent certified public accountants. This year the audit was performed by Cherry, Bekaert & Holland LLP. The goal of the independent audit was to provide an opinion on the financial statements of the City for the fiscal year ended September 30, 2008. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon their audit, that the City's financial statements for the fiscal year ended September 30, 2008, are fairly presented, in all material respects, in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federal and state mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards.

Profile of the Government

The City of St. Petersburg, initially incorporated as a town in 1893 with a second incorporation as a city in 1903, is the largest City in Pinellas County and is the fourth most populous City in Florida. It is located on the west coast of Florida, approximately 200 miles northwest of Miami, 180 miles southwest of Jacksonville, and 20 miles southwest

of Tampa. The City of St. Petersburg currently occupies 62 square miles and serves a population of 251,459. The City of St. Petersburg is empowered to levy a property tax on real property located within its boundaries. It is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Council.

The City of St. Petersburg has operated under a mayor-council form of government since 1993. Legislative authority is vested in an elected City Council consisting of eight members. The City Council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees, and approving the hiring of certain department head nominees submitted by the Mayor. The Mayor is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City, for drafting the budget and submitting it to City Council for approval.

The City of St. Petersburg provides a full range of services, including police and fire protection; the construction and maintenance of highways, streets and bridges, golf courses, recreation, and park facilities, libraries, performing arts, water, wastewater, reclaimed water, stormwater, solid waste, construction permitting and inspection, codes compliance and parking operations. The City is also required to discretely present in this report the St. Petersburg Health Facilities Authority whose operations consist of issuing tax exempt debt for non-profit healthcare organizations.

The City also maintains budgetary controls. The objective of these is to ensure compliance with legal provisions contained in the annual appropriated budget approved by the City Council. Budgets are controlled at the departmental level and total expenditures may not legally exceed appropriations for each budgeted fund, with the exception of the General Fund which is appropriated at the department or administrative levels. City Council may increase or decrease departmental appropriations through council resolutions during the fiscal year. Encumbrance accounting is utilized in governmental funds in order to reserve the encumbered portion of the appropriation. Encumbrances outstanding at year end are reported as reservations of fund balance and are re-appropriated as part of the following year's budget. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and major special revenue funds, this comparison is presented on pages D-6 and D-7 as part of the basic financial statements for the governmental funds. For non-major special revenue and debt service funds, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page F-17.

For more information on fiscal year 2008 activities, as shown on the basic financial statements, please refer to Management's Discussion and Analysis beginning on page B-3.

Local Economy

St. Petersburg is part of a seven-county media market, largest in Florida and 13th in the nation. Our region leads the state in buying power, retail sales, food sales, bank deposits, and has the largest consumer market. St. Petersburg has been recently rated by site selectors as a "Hottest City" poised to attract high end industries, with superior employment and business partner relations. In addition, the region is ranked 12th in Milken Institute's "Best Performing Cities" for job announcements and creation; a 2007 Boom Town for entrepreneurs; and ranks 14th in the nation for establishing a small business. St. Petersburg is the anchor of Florida's High Tech Corridor which has been ranked as one of the top six high tech employment centers in the nation, representing 60% of the state's high-tech industries.

The City of St. Petersburg's economy remains incredibly diverse, and therefore, resilient. Though the City is inviting to all businesses, five major industry clusters have flourished in St. Petersburg – manufacturing, information technology, financial services, marine science, and medical and healthcare service. St. Petersburg maintains the largest financial services cluster in the State of Florida and the largest marine science cluster in the Southeast.

The City of St Petersburg has benefited from a growing economic environment. This growth can be measured by the Pinellas County Property Appraiser's annual determination of real property taxable assessed value and land use by taxable authority. The City's real property taxable value has increased by 115% over the last ten years and 71% over the past 5 years.

Fiscal Year	St. Petersburg Taxable Value				Total Taxable Value
	Single Family & Mobile Homes	Multi-Family & Condominiums	Commercial	Other	
2004	\$ 4,908	\$ 2,283	\$ 2,283	\$ 174	\$ 9,960
2005	5,464	2,609	2,534	181	11,900
2006	6,368	3,080	2,928	210	13,690
2007	7,668	3,865	3,382	241	16,303
2008	8,388	4,322	3,582	252	16,544

The amounts above are in millions.

As of April 2008, Pinellas County and the City of St. Petersburg had a population of 938,461 and 251,459, respectively, compared with 944,199 and 253,369 the year before based on University of Florida Bureau of Economic & Business Research (BEBR) estimates.

In October 2008, Pinellas County and the City of St Petersburg had 432,280 and 120,506, respectively, of civilians in the labor force compared to 492,309 and 135,997, respectively, the year before. Employment within Pinellas County and the City of St. Petersburg differs slightly from civilians in the labor force, with employment at 408,770 and 113,978 for the current year, respectively, and 472,652 and 130,549 for prior year. City unemployment stood at 6.9 percent compared to 4.0 percent a year earlier.

Cost of City Services

A comparison of city population in relationship to total city employees and governmental total revenues and other financing sources as compared to cost of city services provides insight into the City's cost containment efforts over the last five years.

Fiscal Year	City Population	Budgeted Full-time Equivalent City Positions	Governmental Revenues	Other Financing Sources (OFS)	Total Revenues/OFS	Governmental Expenditures
2004	253,010	3,006	\$ 266,336	\$ 8,609	\$ 274,945	\$ 262,967
2005	253,902	2,993	278,365	11,621	289,986	260,876
2006	254,225	2,974	298,831	4,883	303,714	261,128
2007	253,369	2,986	329,858	8,089	337,947	281,069
2008	251,459	2,911	310,085	6,257	316,342	301,306

Long-term Financial Planning

On March 11, 2008, the City entered into a thirteen year Private Placement Non-Ad Valorem Revenue Note with Banc of America Public Capital Corporation. The \$21,982,000 note is a fixed rate note with a true interest cost (TIC) of 4.067%, maturing on February 1, 2021. The loan proceeds were used to repay notes totaling \$21,935,000, all the outstanding tax exempt loans from the Sunshine State Governmental Financing Commission (SSGFC). In addition, on March 11, 2008, the City entered into a thirteen year Private Placement Taxable Non-Ad Valorem Revenue Note with Bank of America, N.A. The \$1,874,000 note is a fixed rate note with a true interest cost (TIC) of 4.86% maturing on February 1, 2021. The loan proceeds were used to repay all of the outstanding Sunshine State Governmental Financing Commission (SSGFC) Taxable Notes totaling \$1,870,000.

Cash Management

The primary objective of the City's investment program is the preservation of capital. Investment transactions are conducted in such a manner as to avoid loss, whether by security default or by erosion of market value.

Accordingly, the City's deposits were either insured by federal depository insurance and/or collateralized pursuant to Florida Statutes. The City has the authority to invest surplus funds in securities of the U. S. government and its agencies and instrumentalities, certificates of deposit, collateralized mortgage obligations, AA rated Bankers acceptances, prime commercial paper, the pooled investment account with the State Board of Administration, A rated corporate bonds and notes, guaranteed investment contracts, reverse repurchase agreement (securities lending), taxable & tax exempt governmental bonds, institutional money market funds, and external money managers, both fixed income and equity. The City's Investment Committee meets quarterly to review the investments of the prior quarter and make recommendations. City Council receives quarterly investment reports.

On September 15, 2008, Lehman Brothers Holdings, Inc., filed for bankruptcy. The City held \$15,000,000 of unsecured senior Lehman Brothers notes as collateral for securities loaned by Wachovia Bank, the City's securities lending agent. In addition, \$1,075,000 of unsecured senior Lehman Brothers notes was held in the City's strategic cash fund managed by Columbia Management, a subsidiary of Bank of America. As a result of this bankruptcy, the City has elected to unwind all securities lending transactions. As of September 30, 2008, the City has closed all securities lending loans with the exception of \$31,667,320. The City realized \$801,606 in losses in unwinding the securities lending program as of September 30, 2008. In addition, the unrealized market value loss on the Lehman Brothers notes amounts to \$14,295,118 at year end.

All securities are purchased on a delivery-versus-pay basis, which enables the City to take possession of securities concurrent with the release of funds. See the footnote disclosure on pages D-25 through D-32 regarding invested balances at September 30, 2008.

Pension Trust Funds

The City of St Petersburg maintains three defined benefit pension plans (Police, Fire & General Employees) for its current employees. Each plan has a separate Board of Trustees that were established by City ordinance. Plan administration is the responsibility of the Human Resources Department and investment management is the responsibility of the Boards. Assets are held separately and may be used only for the payment of benefits to the members of the respective plans and investment expenses of the respective plans. Benefits vary depending on the particular membership in the plans.

The City administration and the Pension Boards closely monitor the future costs of both benefit improvement and changes in retirement trends of employees. Recommendations of the actuaries and fund performance monitors are carefully considered and the City takes appropriate measures to ensure the actuarial soundness of the pension plans. The City also contributes to a defined contribution plan for management staff through the ICMA Retirement Corporation.

On October 3, 2007, the City's actuaries (Buck Consultants) delivered a five year pension experience study of each of the three pension plans. Some modifications to the assumptions were adopted by the Boards and are reflected for the 2008 plan year.

Other Post-Retirement Employment Benefits (OPEB)

On September 26, 2008, as part of the City required implementation of Governmental Accounting Standards Board (GASB) Statement 45 for fiscal year 2008, the City received the results of an actuarial valuation of the retiree health benefits for the fiscal year beginning October 1, 2008.

The unfunded actuarial liability is \$184,687,000 and the Annual Required Contribution (ARC) liability is \$14,353,000. After reducing the ARC liability by employer contributions for the year, the ARC liability is approximately \$10,169,000.

Additional information on the City of St. Petersburg pension arrangements and post employment benefits can be found in the notes to the financial statements beginning on page D-58.

Risk Management

The Human Resources Department is responsible for the administration of the City's self-insurance programs that include fleet liability, workers' compensation and general liability.

The Human Resources Department also purchases and administers insurance for the City's properties utilizing two property programs to ensure the best premiums available. The City also has policies for airport liability, public fiduciary liability, public dishonesty and flood insurance. The philosophy of risk management is to take a proactive approach to prevent losses due to personal injuries and property damage by establishing communications with all departments within the City regarding accident prevention. The City was successful in purchasing substantial property coverage at an annual cost less than the prior policy year in the face of reductions in insurance coverage throughout the State of Florida.

State Mandated Property Tax Reforms

In June 2007, a Special Session of the State of Florida Legislature produced an important tax reform bill. It provided for immediate measures via state statute, requiring significant budget reductions in fiscal year 2008 and reduction of property tax revenue available to the City in future years. For FY08 the legislation required a rollback of the millage rate to the FY07 level, and then an additional five percent reduction of the FY07 ad valorem revenue.

St. Petersburg's Mayor Rick Baker worked with City staff to address budget reductions required by the Legislature. The focus was on preserving delivery of essential services and minimizing reductions in non-essential services desired and enjoyed by the community. Given the on-going and cumulative nature of the revenue reduction impacts, it was necessary to develop sustainable expense reductions and revenue enhancements to mitigate future reductions and organizational disruption where possible. The reductions necessary to produce a balanced 2008 budget affected every department of the City with a two and one-half percent reduction in the workforce, reductions in funding provided to various community agencies, market driven fee increases, and service reductions, such as reduction of hours at adult centers, pools, and Code Enforcement. These changes do not cross what the Mayor refers to as "the hard edge." The required budget reduction did not reduce any uniformed police and firefighters, or result in the closure of major city facilities like our libraries, pier, airport, theater, parks or recreation facilities.

On January 29, 2008, the Florida electorate approved an amendment to the Florida Constitution relative to property taxation. This amendment (referred to as Amendment 1) was placed on the ballot by the Florida Legislature at a special session held in October 2007. With respect to homestead property, Amendment 1 increases the current \$25,000 homestead exemption for non-school board taxes by another \$25,000 for property values over \$75,000. Amendment 1 also allows property owners to transfer (make portable) up to \$500,000 of their Save Our Homes benefits to their next homestead when they move. Save Our Homes became effective in 1995 and limits (caps) the annual increase in assessed value for homestead property to three percent (3%) or the percentage change in the Consumer Price Index, whichever is less.

With respect to non-homestead property, Amendment 1 limits (caps) the annual increase in assessed value for non-homestead property (businesses, industrial property, rental property, second homes, etc.) to ten percent (10%), except for school district taxes. The Amendment also provides a \$25,000 exemption for tangible personal property.

Amendment 1 became effective on October 1, 2008, with the exception of the ten percent (10%) assessment cap on non-homestead property which becomes effective on January 1, 2009.

With the combination of the 2007 Legislative tax bill and the 2008 electorate approval of Amendment 1, the City projects a reduction of 8.2% in taxable values for fiscal 2009 and a loss of ad valorem tax revenue of \$5.9 million. In preparation for these required tax reductions, the City in fiscal years 2008 and 2009 established specific strategies to cope with projected revenue reductions. These strategies included: investment in capital dollars in ways that reduce operating costs; implement sustainable expenditure reductions; tax relief for all citizens; and control personnel costs.

Major Initiatives

St. Petersburg's Mayor Rick Baker continues to be guided by six strategic areas of the "Making St. Petersburg Best" plan: Protection of our natural resources (Environmental Initiatives), Increased personal security and public safety, Investing in our Neighborhoods, Promoting Economic Opportunity, Better Schools, and Perpetual Improvement in City Operations.

Protection of our natural resources (Environmental Initiatives)

St. Petersburg was founded as a resort community due to its incredible natural environment. These resources have drawn millions of visitors to our city annually and continue to make St. Petersburg one of Florida's most beautiful cities with an outstanding quality of life for residents and visitors alike.

We believe it is incumbent on us to protect these natural resources to make certain our community remains a desirable place to live and to ensure people want to keep coming back. To fulfill our stewardship of these fragile and limited resources, the City is aggressively pursuing initiatives to ensure their sustainability for all.

Energy Conservation and Alternative Energy: St. Petersburg is investing in bio-diesel fuel, hybrid vehicles, flex-fuel vehicles, LED traffic signal conversions, solar panels, compact fluorescent lights, and energy audits for implementation of energy conservation measures.

Water Conservation: St. Petersburg has one of the largest reclaimed water systems in existence, provides extensive public awareness of water resources, and has a per capita water consumption less than twenty years ago.

Waste Reduction: St. Petersburg has the largest brush recycling program in the county, is expanding domestic goods recycling drop-off centers, and performs extensive recycling of construction debris, i.e., asphalt, concrete, roof tiles, etc.

Major Preservation and Conservation Projects:

This includes a Comprehensive Watershed Restoration of Lake Maggiore, the pretreatment of stormwater run off into Booker Lake/Booker Creek, the expansion and enhancements to Boyd Hill Nature Preserve, and the expansion and comprehensive restoration of Clam Bayou.

In 2005, St. Petersburg launched the Green City initiative to build and expand upon the environmental initiatives already in place in the City. In May 2007, St. Petersburg was designated as the first city in the state to become a "Green City" by the Florida Green Building Coalition (FGBC).

Increase Personal Security and Public Safety

The St. Petersburg Police Department is one of nearly 600 law enforcement agencies that has received national accreditation and recognition from the Commission on Accreditation for Law Enforcement Agencies (C.A.L.E.A.), and additionally was recognized as a "meritorious" agency for being accredited more than 20 years.

Our personnel – 540 sworn officers and 239 civilian support staff – are committed to the C.A.L.E.A. ideal of excellence: maintaining the highest standards, looking for the smallest detail, and going the extra mile. The Police Department's implementation of the CAD/RMS system was completed during FY08, which greatly increased the dispatch capabilities as well as officer access to data while in the field. Also a new Community Policing Program has improved accountability and expanded the role of a larger number of personnel, and has improved internal communication and coordination within the department and with citizens.

St. Petersburg Fire & Rescue is committed to being a leader in every aspect of fire prevention, fire protection, emergency management and emergency medical services (EMS). St. Petersburg Fire & Rescue has 236 sworn personnel working to reduce property loss and destruction, and responded to over 7,228 fire calls and 3,286 dual response (Fire and EMS) calls last year. Uniformed personnel are supported by 24 civilians. St. Petersburg Fire &

Rescue is proud to be an internationally accredited agency by the Commission on Fire Accreditation International and recently earned its second accreditation. The department’s emergency medical services (EMS) division has 91 uniformed personnel, supported by 1 civilian, working to provide emergency medical and educational services and they responded to over 24,999 calls and 3,286 dual response (EMS and Fire) calls in 2008.

Investing in Our Neighborhoods

St. Petersburg neighborhoods offer Mediterranean style haciendas, Florida vernacular bungalows and wood frame Colonials with spacious porches. The city’s improved neighborhoods remain vital to the City, and our innovative Neighborhood Partnership Program continues to energize the city’s neighborhood associations, now numbering 115.

The U.S. Department of Housing and Urban Development called St. Petersburg a national model based on the success of its revitalization efforts around the city.

Promote Economic Opportunity

The City continues to support improving the key economic drivers that encourage new businesses to locate in our community and encourage existing business to expand. During the past year, several major additions to the City have either been completed or have broken ground: Progress Energy opened the doors to the largest major commercial building in downtown in over a decade. Groundbreaking in 2008 at the City port for SRI, a major marine research facility, anticipated generating over \$30 million during the next five years and beyond. Although the total value of construction permitted by the City had set new record levels each year through 2007, the total value of construction permitted in FY08 was less than FY03. The lack of availability of construction financing has caused significant reductions in construction projects beginning in 2008.

<u>Fiscal Year</u>	<u>Total Permitted Construction Value</u>	<u>Fiscal Year</u>	<u>Total Permitted Construction Value</u>
FY08	\$ 219,656,650	FY05	\$ 412,922,518
FY07	\$ 635,400,369	FY04	\$ 382,414,021
FY06	\$ 563,614,574	FY03	\$ 258,151,565

Continuing our pledge to ensure all areas of the City participate in growth opportunities creating a seamless city, a number of new economic and community development initiatives targeted toward the Greater Childs Park neighborhood have already started to build momentum in this area. Onset of construction of the \$40 million Job Corps campus in Midtown St. Petersburg was a major milestone during FY08.

Better Schools

St. Petersburg supports local schools by raising private funds for college scholarships and principal performance bonuses, allowing City employees paid time off to mentor students, recruiting corporate partners to support individual schools, and providing new playgrounds that are built on school properties and shared by the public after school hours through the “Play ‘N Close to Home” program.

St. Petersburg was awarded the distinction as one of the 100 Best Communities for Young People in 2006, 2007, and again in 2008. The distinction is granted by the America’s Promise Alliance, the nation’s largest multi-sector collaborative dedicated to the well-being of children and youth.

Through 2008, the City’s education programs have trained 1,000 mentors, provided 750 Doorways scholarships, received assistance from 88 corporate partners, provided 51 A+ Housing loans, designated 19 Top Apple schools, created 8 joint-use playgrounds, and raised \$11 million in scholarship contributions.

Perpetual Improvement in City Operations

St. Petersburg is continually improving operations to ensure services are delivered effectively and efficiently.

Even with fiscal year 2008 budget reductions including eliminating 75 full-time and 20 part-time staff positions with direct impact on the City's General Fund and an additional six positions eliminated in other funds, the City's workforce remains dedicated to delivering top quality service to the residents of St. Petersburg.

City staff is consistently challenged to increase efficiency in city operations to ensure responsible use of tax dollars provided by our citizens. Many of the same issues facing our residents have driven increases in the city budget during the past few years: higher costs for health and property insurance, fuel, electricity, and funding for defined retirement benefit plans. Over the past eight years St. Petersburg has reduced its millage rate five times, despite the fact that the City collects less ad valorem revenue per capita than the other major Florida cities.

Awards and Acknowledgments

In 2008, the Sunshine Multi-Service Senior Center along with the St. Petersburg Fire Department received the American Heart Association "Heart Ready Award" for their readiness to respond efficiently and effectively with CPR and AED to a cardiac emergencies.

In 2008, The Office on Aging received the Florida Council on Aging statewide "Quality Living for Seniors - Dr. Carter Osterbind Award" for an FCOA member that has displayed outstanding commitment to improve the lives of seniors in the state of Florida.

In 2008, the National Therapeutic Recreation Society of the National Recreation and Parks Association selected City of St. Petersburg Recreation Department, Recreation Supervisor I, Cory Kapes to receive recognition with an "Outstanding Individual Citation Award" for his contribution in providing services to persons with disabilities.

In 2008, Mayor Rick Baker was named "Mayor of the Year" by *Governing* magazine.

In 2008, St. Petersburg was the only city in America to receive a new Community Build playground, worth an estimated \$70,000, to be constructed by volunteers in Childs Park.

In 2008, St. Petersburg was named one of sixty-seven "Playful City USA" communities.

In 2007, the Sunshine Multi-Service Senior Center was the first in the state of Florida to receive National Senior Center Re-accreditation by the National Council on the Aging and the National Institute of Senior Centers.

In 2007, the City of St. Petersburg was also recognized by the Department of Elder Affairs "Communities for a Lifetime" initiative for the City's extraordinary efforts in promoting good health for seniors.

In 2007, the City of St. Petersburg's Parks and Recreation Departments received the First Place Award from the Florida Recreation and Parks Association . Inc for the "It Starts in Parks" public awareness and marketing campaign.

In 2007, the City of St. Petersburg was recognized for its Oracle eBusiness implementation as a Laureate in the government category by the ComputerWorld Honors Program, a global information technology foundation. Annually, a group of Chairman/CEOs of global technology companies pays tribute to 100 individuals and organizations from around the world that use information technology to benefit society. St. Petersburg was honored along with agencies such as Germany's Labor Agency, Department of the Interior-Navajo Nation and the cities of Houston and Boston.

As part of its 2007 Future of the Region award program, the Tampa Bay Regional Planning Council gave the City of St. Petersburg its "Charles A. McIntosh, Jr. Award of Distinction" for two projects. Tangerine Plaza and Sweetbay Supermarket won the prize for Best Commercial Development, while Mahaffey Theater at The Progress Energy Center for the Arts took honors for the Best Cultural Facility in the region.

In 2007, the City received two Roy F. Kenzie Awards and the Thomas Mills Jr. Redevelopment Champion Award from the Florida Redevelopment Association. The new Progress Energy Headquarters building won the Kenzie Award for “Outstanding New Building Project,” the Mahaffey Theater renovation project won the Kenzie Award for “Outstanding Renovations, Renovation, or Reuse Project,” and the City’s Deputy Mayor was the recipient of the Thomas Mills Redevelopment Champion Award for his redevelopment efforts on behalf of the City.

The Greater Childs Park Strategic Planning Initiative was honored with the 2007 Award of Excellence from the Florida Suncoast Chapter of the American Planning Association in the Distinguished Project category.

The National Association of Industrial and Office Properties (NAIOP) honored two St. Petersburg projects with their 2007 “Best of the Best” Awards. The new Valpak Manufacturing Center in the LaEntrada Development received the Award for “Outstanding Industrial Building” of the year and the Progress Energy Downtown Headquarters facility received the “Outstanding Office Building” award.

In May of 2007, the City was recognized by the Florida Green Building Coalition as the first, and only, “Green City” in the state, due to its outstanding environmental stewardship in the areas of land use, air, water, wastewater, health and public awareness.

The National Association of Clean Water Agencies awarded its National Environmental Achievement Award (NEAA) for Public Service to the City of St. Petersburg for its work with the Florida Water and Wastewater Agency Response Network (FlaWARN) program. The City worked along with other participating agencies as part of the formalized system of “utilities helping utilities” to provide mutual aid during emergency situations, a first of its kind network system. The award was presented May 1 during a ceremony and luncheon held in conjunction with the 2006 National Clean Water Policy Forum in Washington, D.C. The Public Service Award is presented to member agencies that make significant contributions in local, state or national public service related to utility operation or environmental protection.

In November 2006, the City Water Conservation Coordinator accepted the Florida State Chapter, American Water Works Award for Excellence-Best in Class for the City of St. Petersburg in the category of Public Education/Community Relations. The City’s Water Conservation Coordinator collaborated to develop and distribute a “Do It Yourself Sprinkler System Check Up Guide” to assist residents in conserving water when irrigating their landscapes.

The City of St. Petersburg’s Police Department has been, and remains, an accredited agency for a number of years, both nationally by the Commission on Accreditation for Law Enforcement Agencies, Inc. (CALEA®) and the state accrediting body, the Commission for Florida Law Enforcement, Inc. (CFLA). The accreditation process is a very detailed procedure similar to that which is followed by a hospital or a university. There are in excess of 500 standards with which the department must be in compliance and ongoing documentation must be prepared to demonstrate that fact. At the time of the last award in 2006, the department was nationally recognized for being successfully reaccredited over several assessment cycles that extended just beyond twenty (20) years. The department received its first state accreditation in April 2003 and was reaccredited in 2006. At the end of the first quarter of 2007, there were 641 nationally accredited agencies, 94 of which were in Florida. There were 123 state accredited agencies, and 41 in Florida with both national and state accreditation – one of which is the St. Petersburg Police Department. Presently, department personnel continue to maintain compliance with the standards and to record proofs of compliance for the next on-site assessment by the accreditation assessors, which is expected in the spring of 2009.

The City’s Purchasing and Materials Management Department has received the prestigious “Achievement of Excellence in Procurement” award from the National Purchasing Institute (NPI) in 2006 and 2007. Presented annually, the award is designed to recognize organizational excellence in public procurement. The award measures innovation, professionalism, productivity, and leadership attributes of the procurement organization.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of St Petersburg for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2007. In order to be awarded a Certificate of Achievement,

a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. 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 Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the City also received the GFOA's Award for Distinguished Budget Presentation for its annual financial plan for the fiscal year beginning October 1, 2008. This was the ninth consecutive year that the City has received this prestigious award. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories including policy documentation, financial planning, organization, and as a communications medium. We are pleased that we continue to achieve this distinction also.

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

We also greatly appreciate the continued support of the Citizens, City Council, Mayor and Administration.

Respectfully submitted,



Jeffrey G. Spies, CPA
Finance Director



Michael Connors
Internal Services Administrator



Patricia "Tish" Elston
First Deputy Mayor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of St. Petersburg
Florida

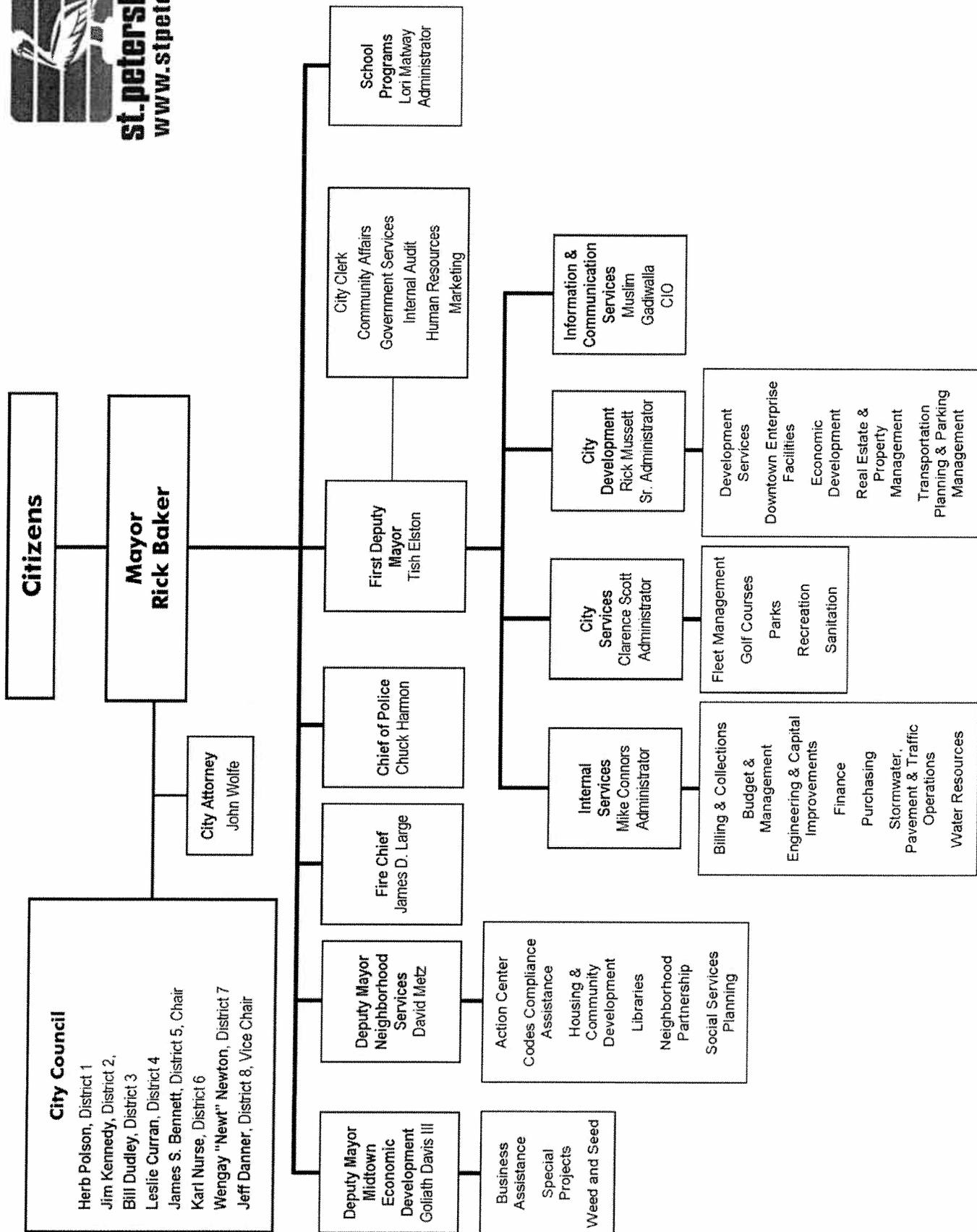
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2007

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



President

Executive Director



II. FINANCIAL SECTION

- Independent Auditor's Report
- Management's Discussion and Analysis (Unaudited)
- Basic Financial Statements
- Government – Wide Statements
- Fund Financial Statements
- Required Supplementary Information (Unaudited)
- Combining and Individual Fund Statements and Schedules

INDEPENDENT AUDITORS' REPORT



Independent Auditors' Report

The Honorable Mayor and Members of the City Council
City of St. Petersburg, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of St. Petersburg, Florida (the City) as of and for the year ended September 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of St. Petersburg, Florida, as of September 30, 2008, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund, utility tax fund, community redevelopment district funds, downtown redevelopment district fund and the grants funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 26, 2009 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulation, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management discussion and analysis on pages B-3 through B-13 and the schedules of funding progress and contributions for employer and other contributing entity for the City's pension plans on pages E-1 through E-3, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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, combining and individual fund financial statements and schedules, and the statistical section as listed in the foregoing table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual funds financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Cherry, Bekaert & Holland, L.L.P.

St. Petersburg, FL
February 26, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As Finance Director of the City of St. Petersburg (City), I offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2008. The information presented here should be considered in conjunction with the letter of transmittal and the financial statements.

FINANCIAL HIGHLIGHTS

- The City's assets exceed its liabilities at the close of this fiscal year by \$1.270 billion (net assets) which is an increase over the prior year of \$6.7 million. Of the net asset amount, \$316.5 million is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.
- The governmental activities revenue and transfers totaled \$316.3 million, or a 6.3% decrease over the prior year and expenses totaled \$295.4 million, or a 5.1% increase over the prior year. The results of these activities produced an increase in governmental net assets of \$15.0 million.
- The business-type activities revenue totaled \$158.6 million, or a 10.3% decrease over the prior year and expenses totaled \$160.6 million, or a 6.8% increase over last year. Transfers to governmental activities totaled \$6.3 million, net of capital assets received from governmental activities of \$8.8 million, or a 23% decrease over last year. The results of these activities produced a decrease in business-type net assets of \$8.3 million.
- As of the close of the fiscal year, the City of St. Petersburg's governmental activities reported combined ending net assets of \$687.1 million, an increase of \$15 million in comparison with the prior year. Of the \$687.1 million in net assets, \$148.7 million was unrestricted.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide financial statements

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

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may

serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The statement of activities presents information showing how the government's net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Accordingly, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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, community and economic development, public works, public safety and recreation and culture. The business-type activities of the City include Water Resources, Stormwater, Sanitation, Airport, Port, Marina, Golf Courses, and the Jamestown Housing Complex.

The St. Petersburg Community Redevelopment Agency is a blended component unit that for all practical purposes is treated as part of the primary government. The data from this component unit is blended with the data from the City. The St. Petersburg Health Facilities Authority, an additional component unit, has more autonomy than the blended component unit and is presented separately in the financial statements.

The government-wide financial statements can be found on pages C-1 and C-2 of this report.

Fund Financial Statements

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

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

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

The City maintains forty individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General Fund, Utility Tax Fund, the Community Redevelopment Districts, the Downtown Redevelopment District, Local Option Sales Surtax Improvement Fund, and the Grants Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements following page F-1 of the report.

The City adopts an annual appropriated budget for its general fund. A budgetary comparison statement, page D-6, has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages D-1 through D-7 of this report.

Proprietary Funds

The City maintains two different types of proprietary funds, enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities, as noted above in the government-wide financial statements section. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for Equipment Maintenance, Facilities Maintenance, Print Shop, Information and Communications Services, Billing and Collection Services, Consolidated Inventory, and Insurance Services. These services predominantly benefit governmental rather than business-type functions so they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Resources, Stormwater, and Sanitation funds. The remaining enterprise funds are combined into a single aggregated presentation in the proprietary fund financial statements. Conversely, all internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the proprietary funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages D-8 through D-11.

Fiduciary Funds

The fiduciary fund financial statements include the pension plans and agency funds of the City. These funds represent trust responsibilities of the government and are restricted in purpose. Accordingly, they do not represent discretionary assets of the City and are not presented as part of the government-wide financial statements.

The basic fiduciary fund financial statements can be found on pages D-12 and D-13.

Notes To The Financial Statements

The notes to the financial statements provide additional information that is essential to a full

understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page D-14 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information related to funding pension obligations. The required supplementary information can be found beginning on page E-1.

The combining statements referred to earlier in connection with non-major governmental funds, enterprise funds and internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages F-5 through F-36.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. As stated earlier, the City's assets exceeded the liabilities by \$1.270 billion at the close of fiscal year 2008, an increase of approximately \$6.7 million over fiscal year 2007.

The City's net assets for the past two fiscal years are summarized, in thousands, as follows:

	Net Assets					
	Governmental Activities		Business-Type Activities		Total	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Current and Other Assets	\$312,517	\$ 393,451	\$210,235	\$ 310,384	\$ 522,752	\$ 703,835
Capital Assets	<u>613,455</u>	<u>615,110</u>	<u>608,657</u>	<u>594,167</u>	<u>1,222,112</u>	<u>1,209,277</u>
Total Assets	<u>925,972</u>	<u>1,008,561</u>	<u>818,892</u>	<u>904,551</u>	<u>1,744,864</u>	<u>1,913,112</u>
Long-term Liabilities	168,065	185,536	201,686	204,573	369,751	390,109
Other Liabilities	<u>70,838</u>	<u>150,992</u>	<u>34,053</u>	<u>108,490</u>	<u>104,891</u>	<u>259,482</u>
Total Liabilities	<u>238,903</u>	<u>336,528</u>	<u>235,739</u>	<u>313,063</u>	<u>474,642</u>	<u>649,591</u>
Invested in Capital Assets, Net of Related Debt	462,034	445,401	414,581	424,630	876,615	870,031
Restricted	76,300	74,066	770	1,150	79,682	75,216
Unrestricted	<u>148,735</u>	<u>152,566</u>	<u>167,802</u>	<u>165,708</u>	<u>313,925</u>	<u>318,274</u>
Total Net Assets	<u>\$687,069</u>	<u>\$ 672,033</u>	<u>\$583,153</u>	<u>\$ 591,488</u>	<u>\$1,270,222</u>	<u>\$ 1,263,521</u>

As depicted above, the largest portion of the City's net assets, 69.0%, reflects its investment in capital assets less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Also, approximately 6.3% of the net assets of the City represent resources that are subject to external restriction on how they may be used. The remaining 24.7% of net assets are unrestricted net assets and may be used to meet the City's ongoing obligations to citizens and creditors.

As was the case in the prior year, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its governmental and business-type activities.

Governmental activities total net assets increased by \$15.0 million during 2008. This increase is mainly attributed to increases in investments and net reductions in securities lending assets and corresponding liabilities.

Business type activities total net assets decreased by \$8.3 million during 2008. This decrease is mainly attributed to securities lending investments decrease of \$80 million while the obligations under securities lending decreased \$73 million.

The City's operations for the past two fiscal years are summarized, in thousands, as follows:

	Changes In Net Assets					
	Governmental Activities		Business-Type Activities		Total	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Program Revenues:						
Charges for Services	\$ 58,819	\$ 58,830	\$ 150,991	\$ 148,614	\$ 209,810	\$ 207,444
Operating Grants and Contributions	22,057	14,344	1,415	328	23,472	14,672
Capital Grants and Contributions	5,548	4,814	2,851	9,957	8,399	14,771
General Revenues:						
Property Taxes	101,570	104,355	0	0	101,570	104,355
Other Taxes	120,019	120,279	0	0	120,019	120,279
Other	<u>2,072</u>	<u>27,236</u>	<u>3,294</u>	<u>17,797</u>	<u>5,366</u>	<u>45,033</u>
Total Revenues	<u>310,085</u>	<u>329,858</u>	<u>158,551</u>	<u>176,696</u>	<u>468,636</u>	<u>506,554</u>
Program Expenses:						
General Government	39,875	41,846	0	0	39,875	41,846
Community and Economic Development	25,338	24,455	0	0	25,338	24,455
Public Works	21,885	17,180	0	0	21,885	17,180
Public Safety – Police	91,691	83,775	0	0	91,691	83,775
Public Safety – Fire and EMS	47,644	44,345	0	0	47,644	44,345
Recreation and Culture	61,549	61,378	0	0	61,549	61,378
Interest on Long-term Debt	7,461	8,090	0	0	7,461	8,090
Water Resources	0	0	99,137	93,027	99,137	93,027
Stormwater	0	0	14,169	12,043	14,169	12,043
Sanitation	0	0	38,063	36,332	38,063	36,332
Airport	0	0	1,222	1,257	1,222	1,257
Port	0	0	885	951	885	951
Marina	0	0	2,263	2,193	2,263	2,193
Golf Courses	0	0	4,287	4,142	4,287	4,142
Jamestown Complex	<u>0</u>	<u>0</u>	<u>603</u>	<u>514</u>	<u>603</u>	<u>514</u>
Total Expenses	<u>295,443</u>	<u>281,069</u>	<u>160,629</u>	<u>150,459</u>	<u>456,072</u>	<u>431,528</u>
Change in Net Assets Before Transfers	14,642	48,789	(2,078)	26,237	12,564	75,026
Transfers	<u>6,257</u>	<u>8,089</u>	<u>(6,257)</u>	<u>(8,089)</u>	<u>0</u>	<u>0</u>
Increase (Decrease) in Net Assets	20,899	56,878	(8,335)	18,148	12,564	75,026
Beginning Net Assets(as previously stated)	672,033	615,155	591,488	573,340	1,263,521	1,188,495
Prior Period Adjustment	<u>(5,863)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(5,863)</u>	<u>0</u>
Beginning Net Assets (restated)	<u>666,170</u>	<u>615,155</u>	<u>591,488</u>	<u>573,340</u>	<u>1,257,658</u>	<u>1,188,495</u>
Ending Net Assets	<u>\$687,069</u>	<u>\$672,033</u>	<u>\$583,153</u>	<u>\$591,488</u>	<u>\$1,270,222</u>	<u>\$1,263,521</u>

Beginning nets assets for governmental activities were restated with a prior period adjustment of \$5.9 million due to expenditures considered capital in prior year which were deemed operating in current year. See Note 22 to the financial statements on page D-64 for more information.

Governmental activities change in net assets decreased by \$34.1 million over the 2007 changes in net assets due mainly to a decrease of \$25.2 million in other revenues and an increase of \$12.6 million in public safety - police and public works expenses. The decrease in other revenues is mainly due to unrealized losses on securities lending of \$7.3 million and a reduction of investment earnings of approximately \$13.5 million. The increase in expenses was mainly due to a \$5 million increase in operating expenses for police and a combined new expense of \$3.4 million for Other Post Employment Benefits (OPEB) in police and public works.

Business-type activities change in net assets decreased by \$26.5 million from the prior year due mainly to a decrease in other revenues of \$14.5 million, a \$6 million increase in Water Resources fund expenses and a decrease of \$6.0 million in grants and contribution revenue. The decrease in other revenues was mainly due to unrealized losses on securities lending of \$6.9 million and a decrease in investment earnings of \$6.3 million. The decrease in grant and contribution revenue was mainly due to the completion of a large Airport project in FY07 that generated \$2.6 million and a reduction in a Southwest Florida Water Management District funded project of \$2.2 million. The increase in Water Resources expenses was mainly due to an increase of approximately \$2 million in the purchase of water and various other increases in the operating expenses related to increases in salaries, supplies, outside contractors and engineers.

FINANCIAL ANALYSIS OF CITY FUNDS

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

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of fiscal year 2008, the City's governmental funds reported combined ending fund balances of \$178 million, an increase of \$0.6 million in comparison with the prior year. Governmental funds reserved \$9.0 million for commitments made in fiscal year 2008 that will not be incurred and paid for until fiscal year 2009. In addition to other items as noted on page D-2, \$11.7 million was reserved for debt service.

The General Fund, the chief operating fund of the City, had a fund balance at September 30, 2008, of \$39.2 million, of which \$561,416 was reserved for obligations which will be paid in fiscal year 2009 and \$40,575 was reserved for inventory, prepaid costs and deposits. The remainder of the fund balance or \$38.6 million was unreserved.

As a measure of the General Fund's liquidity, it is useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 19.4% of the total General Fund expenditures and the total fund balance represents 19.7%.

The General Fund deficiency of revenue and other sources over expenditures and other uses was \$2.6 million compared to prior year excess of revenue and other sources over expenditures and other uses of \$6.7 million or a combined decrease of \$9.3 million. The key factors for this reduction are as follows:

- All revenues and other sources and expenditures and other uses related to building permit activity was removed from the General Fund in 2008 and recorded in a new special revenue fund (Building Permit special Revenue fund). The net decrease in the General Fund revenue and sources and expenditures and uses was \$1.89 million for 2008.
- State mandated property tax reform reduced property taxes \$2.8 million in fiscal year 2008.
- The significant decline in the fixed investment market interest rates and the unrecognized loss in securities lending investments of \$2.1 million attributed to a decline in net investment earning of \$5.1 million compared to 2007.
- The revenue from property disposition dropped by \$2 million.

The operating information for other major governmental funds is as follows (in thousands):

	Utility Tax		Community Redevelopment Districts		Downtown Redevelopment District		Local Option Sales Surtax Improvement		Grants Fund	
	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007
Revenues and Other Sources	\$36,707	\$ 36,697	\$9,210	\$ 8,630	\$8,615	\$ 8,127	\$19,255	\$ 27,678	\$12,096	\$ 7,362
Expenses and Other Uses	<u>36,547</u>	<u>35,664</u>	<u>8,620</u>	<u>8,063</u>	<u>8,886</u>	<u>7,013</u>	<u>19,676</u>	<u>24,803</u>	<u>11,160</u>	<u>5,374</u>
Increase (decrease) in Net Assets	<u>\$ 160</u>	<u>\$ 1,033</u>	<u>\$ 590</u>	<u>\$ 567</u>	<u>\$(271)</u>	<u>\$ 1,114</u>	<u>\$(421)</u>	<u>\$ 2,875</u>	<u>\$ 936</u>	<u>\$ 1,988</u>

Further detail regarding these major governmental funds can be found on pages D-1 thru D-4.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the business-type column of the government-wide financial statements, but in more detail. The proprietary funds are composed of the enterprise funds and the internal service funds.

The enterprise funds are supported primarily through user charges. The following schedule, in thousands, is a summary of the performance of each of the major enterprise funds. Additional detail on the performance of these funds can be found on pages D-8 through D-11. Detail on the non-major enterprise funds can be found on pages F-28 through F-30.

	Water Resources		Stormwater		Sanitation	
	2008	2007	2008	2007	2008	2007
Revenues and Other Sources	\$ 101,349	\$ 109,100	\$ 17,508	\$ 17,047	\$40,895	\$ 40,588
Expenditures and Other Uses	<u>114,504</u>	<u>101,411</u>	<u>16,175</u>	<u>13,272</u>	<u>41,023</u>	<u>38,794</u>
Increase (decrease) in Net Assets	<u>\$(13,155)</u>	<u>\$ 7,689</u>	<u>\$ 1,333</u>	<u>\$ 3,775</u>	<u>\$(128)</u>	<u>\$ 1,794</u>

The internal service funds are, for the most part, supported through charges to other funds. The individual internal service funds are reported on pages F-32 through F-34.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget projected that revenues and other sources would exceed expenditures and other uses by \$.3 million. The final approved budget reflected a projected decrease in revenues of \$1.6 million due to the creation of the Building Permit Special Revenue fund of \$4.3 million offset by a \$3.1 million increase in intergovernmental revenues. In addition the transfer out to other funds increased by \$8.5 million. Additional budget to actual information on the City's general fund is on page D-6.

CAPITAL ASSETS

The City has invested \$1.222 billion in capital assets (net of depreciation). Approximately 50% of this investment is related to governmental activities and includes infrastructure, buildings, equipment, and land. Capital assets held by the City at the end of the current and previous fiscal year are summarized, in thousands as follows:

Capital Assets, Net of Accumulated Depreciation

	Governmental Activities		Business-Type Activities		Total	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Land	\$ 142,578	\$ 135,386	\$ 12,409	\$ 12,318	\$ 154,987	\$ 147,704
Buildings & Systems	238,153	236,486	20,890	15,693	259,043	252,179
Improvements & Infrastructure	172,334	166,459	37,248	34,150	209,582	200,609
Machinery & Equipment	42,894	47,337	10,549	12,100	53,443	59,437
Utility Systems	0	0	517,726	504,176	517,726	504,176
Construction in Progress	<u>17,496</u>	<u>29,442</u>	<u>9,835</u>	<u>15,730</u>	<u>27,331</u>	<u>45,172</u>
Totals	<u>\$ 613,455</u>	<u>\$ 615,110</u>	<u>\$ 608,657</u>	<u>\$ 594,167</u>	<u>\$1,222,112</u>	<u>\$ 1,209,277</u>

Additional information on the City's capital assets can be found in Note 8 beginning on page D-35.

LONG-TERM OBLIGATIONS

For fiscal year ended September 30, 2008, the City had total debt outstanding of \$354.4 million (net of unamortized premium, discount and deferral loss on refundings). Of this amount, \$48.7 million of note debt, \$4.0 million of bond debt and \$56 thousand of capitalized lease obligations is backed by a covenant pledge to budget and appropriate from non-ad valorem revenue sources. The remaining \$301.6 million in bonded and note debt is secured solely by specified revenue sources.

	Governmental Activities		Business-Type Activities		Total	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Revenue Bonds	\$ 108,199	\$ 124,169	\$ 172,398	\$ 175,044	\$ 280,597	\$ 299,213
Revenue Notes	0	0	21,026	22,283	21,026	22,283
Covenant Bonds	2,455	4,120	1,580	1,950	4,035	6,070
Covenant Notes	39,688	44,088	9,039	9,486	48,727	53,574
Capitalized Lease	<u>0</u>	<u>0</u>	<u>56</u>	<u>106</u>	<u>56</u>	<u>106</u>
Total	<u>\$ 150,342</u>	<u>\$ 172,377</u>	<u>\$ 204,099</u>	<u>\$ 208,869</u>	<u>\$ 354,441</u>	<u>\$ 381,246</u>

The City of St. Petersburg's total debt decreased by \$26.8 million (7.03%) during the current fiscal year due to \$27.1 million in annual principal payments, a net decrease of .2 million in revenue notes due to new note issue used to repay an existing note issue and an increase \$0.5 million in capital appreciation bonds.

On March 11, 2008, the City borrowed \$23,856,000 from Banc of America Public Capital Corp. and Bank of America, N.A. the loans were used for the repayment of the remaining tax exempt and taxable notes outstanding with the Sunshine State governmental Financing Commission Notes for the Florida International Museum project, the Mahaffey Theater project and the repayment of the H.U.D. Section 108 loan. The notes mature in 2021 with a tax exempt rate of 4.006% and a taxable rate of 4.79%.

The City maintains a rating of A2 on all governmental debt from Moody's and currently has an AA3 and AA- rating on all Water Resources Revenue Bonds from Moody's and Fitch rating agencies.

Currently the City has no general obligation debt and therefore, the entire State Statutes limitation is available to the City.

Additional information on the City's long-term debt can be found in Note 12 - Long-Term Obligations on pages D-40 through D-49.

NEXT YEARS BUDGET AND RATES

The adopted fiscal year 2009 budget was based on a millage rate of 5.9125 mills, a continuation of the current millage rate from fiscal year 2008. A number of other fees and charges for services were also adjusted to reflect the cost of the services. Management continues to review fees, rates, and other charges to insure that costs are distributed equitably to citizens and users of services and to insure that the city remains in good financial health.

REQUEST FOR INFORMATION

This financial report is designed to provide various interested parties with a general overview of the City of St. Petersburg's finances for all of those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, P.O. Box 2842, St. Petersburg, Florida 33731-2842, or telephone (727) 892-5113. This report will be available on the City's web site at www.stpete.org.

BASIC FINANCIAL STATEMENTS

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2008**

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
ASSETS				
Cash and Cash Equivalents	\$ 82,217,129	\$ 18,834,204	\$ 101,051,333	\$ 35,715
Investments	157,203,098	118,069,263	275,272,361	0
Securities Lending Collateral	8,968,348	8,403,855	17,372,203	0
Trustee Accounts				
Cash and Cash Equivalents	794,842	0	794,842	0
Investments	13,090,513	0	13,090,513	0
Receivables - Net of Allowance for Uncollectibles	23,743,396	11,594,229	35,337,625	0
Internal Balances	2,833,892	(2,833,892)	0	0
Due from Other Governmental Agencies	17,592,178	6,654,222	24,246,400	0
Inventories	1,679,562	1,155,554	2,835,116	0
Prepays and Deposits	3,073,633	3,517	3,077,150	0
Contract Receivable from Other Governmental Agency	0	20,241,310	20,241,310	0
Other Assets	981,033	4,478,985	5,460,018	0
Due from Enterprise Fund	340,000	0	340,000	0
Advances to Governmental fund	0	8,995,565	8,995,565	0
Restricted Assets				
Temporarily Restricted				
Cash and Cash Equivalents	0	14,465,837	14,465,837	0
Permanently Restricted				
Investments - Trustee Account	0	172,071	172,071	0
Capital Assets, Not Depreciable				
Land	142,578,242	12,409,008	154,987,250	0
Construction in progress	17,495,742	9,834,662	27,330,404	0
Capital Assets, Depreciable, Net				
Buildings and systems	238,153,514	20,890,344	259,043,858	0
Improvements other than buildings	172,333,586	37,247,988	209,581,574	0
Machinery and equipment	42,893,500	10,549,116	53,442,616	0
Utility Systems	0	517,726,106	517,726,106	0
TOTAL ASSETS	925,972,208	818,891,944	1,744,864,152	35,715
LIABILITIES				
Accounts Payable and Other Current Liabilities	10,629,994	5,842,799	16,472,793	0
Accrued Interest Payable	2,221,090	69,968	2,291,058	0
Due to Other Governmental Agencies	471,189	404,616	875,805	0
Unearned Revenue	1,582,331	0	1,582,331	0
Obligations under Securities Lending	16,348,161	15,319,161	31,667,322	0
Deposits	7,871,024	355,511	8,226,535	0
Due to Governmental Fund	0	340,000	340,000	0
Advances from Enterprise Fund	8,995,565	0	8,995,565	0
Liabilities Payable from Restricted Assets				
Revenue Bonds Payable Due within One Year	14,887,000	3,295,000	18,182,000	0
Accrued Interest	0	4,022,995	4,022,995	0
Noncurrent Liabilities				
Due within One Year	7,832,214	4,402,867	12,235,081	0
Due more than One Year	159,783,148	199,798,295	359,581,443	0
OPEB Liability	8,281,627	1,887,373	10,169,000	0
TOTAL LIABILITIES	238,903,343	235,738,585	474,641,928	0
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	462,033,885	414,580,883	876,614,768	0
Restricted for:				
Expendable				
Public Works - Transportation Projects	20,274,971	0	20,274,971	0
Police Programs	956,959	0	956,959	0
Grant Funded Programs	8,143,208	0	8,143,208	0
Debt Service	11,153,059	770,058	11,923,117	0
Local Option Sales Surtax	35,381,385	0	35,381,385	0
Nonexpendable				
Culture and Recreation	390,140	0	390,140	0
Unrestricted	148,735,258	167,802,418	316,537,676	35,715
TOTAL NET ASSETS	\$ 687,068,865	\$ 583,153,359	\$ 1,270,222,224	\$ 35,715

The accompanying notes are an integral part of these statements.

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED SEPTEMBER 30, 2008**

Function/Programs Activities	EXPENSES	PROGRAM REVENUES	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS
Governmental Activities:			
General Government	\$ 39,875,230	\$ 18,195,945	\$ 253,279
Community and Economic Development	25,337,893	5,032,048	13,659,690
Public Safety			
Police	91,691,477	3,937,556	881,228
Fire and EMS	47,643,841	14,266,708	292,497
Public Works	21,884,510	4,254,239	4,955,377
Recreation and Culture	61,549,149	13,132,583	2,014,899
Interest on Long-Term Debt	7,460,824	0	0
Total Governmental Activities	<u>295,442,924</u>	<u>58,819,079</u>	<u>22,056,970</u>
Business-type Activities:			
Water and Waste Water Utility	99,136,630	91,344,531	938,485
Stormwater Utility	14,169,266	11,777,411	56,663
Sanitation	38,062,985	39,773,147	190,398
Airport	1,221,822	838,887	0
Port	885,491	156,747	0
Marina	2,263,363	2,720,224	0
Golf Courses	4,287,233	3,937,482	229,816
Jamestown Complex	602,778	442,585	0
Total Business-type Activities	<u>160,629,568</u>	<u>150,991,014</u>	<u>1,415,362</u>
Total Primary Government	<u>\$ 456,072,492</u>	<u>\$ 209,810,093</u>	<u>\$ 23,472,332</u>
Component Unit			
St. Petersburg Health Facilities Authority	<u>\$ 175</u>	<u>\$ 13,000</u>	<u>\$ 0</u>

General Revenues
Taxes
 Property Tax, Levied for general purposes
 Utility Tax
 Sales Tax - County
 Sales Tax
 Franchise Tax
 State Tax Revenue Sharing (unrestricted)
 Tourist Development Tax
 Occupational Tax
 Gasoline Tax
 Tax Increment
 Miscellaneous Taxes
Earnings on unrestricted investments
Unrealized Loss on Securities Lending
Gain on sale of capital assets
Miscellaneous income
Transfers
 Total General Revenues and Transfers
Change In Net Assets

Net Assets - as previously stated
Prior period adjustment - see Note 22
Net Assets - beginning, restated
Net Assets - Ending

The accompanying notes are an integral part of these statements.

NET REVENUES (EXPENSES) AND
CHANGES IN NET ASSETS
PRIMARY GOVERNMENT

CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
\$ 0	\$ (21,426,006)	\$ 0	\$ (21,426,006)	\$ 0
779,428	(5,866,727)	0	(5,866,727)	0
0	(86,872,693)	0	(86,872,693)	0
15,124	(33,069,512)	0	(33,069,512)	0
4,007,545	(8,667,349)	0	(8,667,349)	0
746,312	(45,655,355)	0	(45,655,355)	0
0	(7,460,824)	0	(7,460,824)	0
<u>5,548,409</u>	<u>(209,018,466)</u>	<u>0</u>	<u>(209,018,466)</u>	<u>0</u>
272,502	0	(6,581,112)	(6,581,112)	0
1,147,403	0	(1,187,789)	(1,187,789)	0
0	0	1,900,560	1,900,560	0
630,239	0	247,304	247,304	0
801,232	0	72,488	72,488	0
0	0	456,861	456,861	0
0	0	(119,935)	(119,935)	0
0	0	(160,193)	(160,193)	0
<u>2,851,376</u>	<u>0</u>	<u>(5,371,816)</u>	<u>(5,371,816)</u>	<u>0</u>
<u>\$ 8,399,785</u>	<u>(209,018,466)</u>	<u>(5,371,816)</u>	<u>(214,390,282)</u>	<u>0</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>12,825</u>
	\$ 101,569,442	\$ 0	\$ 101,569,442	0
	38,636,701	0	38,636,701	0
	22,838,462	0	22,838,462	0
	15,293,018	0	15,293,018	0
	18,922,607	0	18,922,607	0
	8,397,333	0	8,397,333	0
	5,068,347	0	5,068,347	0
	2,950,446	0	2,950,446	0
	3,553,451	0	3,553,451	0
	4,139,159	0	4,139,159	0
	219,076	0	219,076	0
	6,719,628	9,429,294	16,148,922	378
	(7,379,813)	(6,925,399)	(14,305,212)	0
	179,223	427,025	606,248	0
	2,553,459	362,604	2,916,063	0
	6,256,701	(6,256,701)	0	0
	<u>229,917,240</u>	<u>(2,963,177)</u>	<u>226,954,063</u>	<u>378</u>
	20,898,774	(8,334,993)	12,563,781	13,203
	672,033,270	591,488,352	1,263,521,622	22,512
	(5,863,179)	0	(5,863,179)	0
	<u>666,170,091</u>	<u>591,488,352</u>	<u>1,257,658,443</u>	<u>22,512</u>
	<u>\$ 687,068,865</u>	<u>\$ 583,153,359</u>	<u>\$ 1,270,222,224</u>	<u>\$ 35,715</u>

**CITY OF ST. PETERSBURG, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2008**

	GENERAL	UTILITY TAX	COMMUNITY REDEVELOPMENT DISTRICTS
ASSETS			
Cash and Cash Equivalents	\$ 2,847,574	\$ 2,431,007	\$ 1,720,984
Investments	39,236,867	0	0
Securities Lending Collateral	2,565,336	0	0
Trustee Accounts			
Cash and Cash Equivalents	0	0	0
Investments	0	0	0
Receivables			
Accounts	1,146,028	2,103,975	0
Taxes	0	4,597,394	0
Accrued Interest	344,724	0	0
Notes	4,300,000	0	0
Assessments	0	0	0
Due from Other Funds	2,315,000	0	0
Due for Other Governmental Agencies			
Grants and Cost Reimbursement	1,003,686	0	0
State of Florida - Shared Revenue	0	0	0
Pinellas County - Shared Revenue	0	0	0
Pinellas County - Services	124,180	0	0
Pinellas County - Fines	42,233	0	0
Inventory	38,840	0	0
Prepaid Costs and Deposits	1,735	0	0
	<u>\$ 53,966,203</u>	<u>\$ 9,132,376</u>	<u>\$ 1,720,984</u>
TOTAL ASSETS	<u>\$ 53,966,203</u>	<u>\$ 9,132,376</u>	<u>\$ 1,720,984</u>

The accompanying notes are an integral part of these statements.

<u>DOWNTOWN REDEVELOPMENT DISTRICT</u>	<u>LOCAL OPTION SALES SURTAX IMPROVEMENT</u>	<u>GRANTS</u>	<u>NONMAJOR GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 161,154	\$ 7,340,112	\$ 399,013	\$ 43,141,645	\$ 58,041,489
994,691	31,881,616	2,990,950	28,233,951	103,338,075
76,577	2,437,754	229,730	867,395	6,176,792
0	0	0	794,842	794,842
0	0	0	13,090,513	13,090,513
0	0	129	603,015	3,853,147
0	0	0	1,977,921	6,575,315
3,733	447,665	34,494	140,065	970,681
0	0	3,539,138	1,728,498	9,567,636
0	0	0	444,926	444,926
0	0	0	0	2,315,000
0	1,251	689,187	4,651,632	6,345,756
0	0	0	2,743,642	2,743,642
0	0	0	8,317,972	8,317,972
0	0	0	0	124,180
0	0	0	3,106	45,339
0	0	0	62,164	101,004
0	0	0	208,822	210,557
<u>\$ 1,236,155</u>	<u>\$ 42,108,398</u>	<u>\$ 7,882,641</u>	<u>\$ 107,010,109</u>	<u>\$ 223,056,866</u>

CITY OF ST. PETERSBURG, FLORIDA
BALANCE SHEET (Continued)
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2008

	GENERAL	UTILITY TAX	COMMUNITY REDEVELOPMENT DISTRICTS
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Vouchers and Accounts Payable	\$ 1,368,470	\$ 139	\$ 0
Accrued Salaries	2,423,157	0	0
Other Accrued Liabilities	23,061	0	0
Retainage on Contracts	0	0	0
Due to Other Governmental Agencies	87,432	0	0
Due to Other Funds	0	0	0
Deposits			
Escrow	0	0	0
Other	489,915	0	0
Obligations under Securities Lending	4,676,281	0	0
Advances from Enterprise Fund	0	0	0
Deferred revenues			
Notes Receivable	4,300,000	0	0
Assessments Receivable	0	0	0
Other	1,426,837	1,930,170	0
	14,795,153	1,930,309	0
TOTAL LIABILITIES	14,795,153	1,930,309	0
FUND BALANCES			
Reserved for:			
Encumbrances	561,416	0	0
Inventories	38,840	0	0
Debt Service	0	0	0
Library	0	0	0
Palm Arboretum	0	0	0
Fire Rescue and EMS Awards	0	0	0
Prepaid Costs and Deposits	1,735	0	0
Unreserved:			
General Fund			
Designated for Vested Accrued Leave	6,000,000	0	0
Designated for Preservation Projects	907,048	0	0
Designated for Subsequent Year Appropriations	2,860,000	0	0
Designated for Economic Stability	14,799,492	0	0
Designated for Industrial Development	723,153	0	0
Designated for Land Acquisition	425,000	0	0
Designated for Energy Conservation	680,000	0	0
Undesignated	12,174,366	0	0
Special Revenue Funds			
Designated for Loan Guarantees	0	0	0
Designated for Handicap Parking	0	0	0
Designated for Park Preservation	0	0	0
Designated for Miscellaneous Trust Funds	0	0	0
Designated for Park Maintenance	0	0	0
Designated for Capital Assets	0	0	0
Designated for Intown West District	0	0	1,122,230
Designated for Bayboro Harbor District	0	0	598,754
Undesignated	0	7,202,067	0
Capital Project			
Designated for Capital Improvements	0	0	0
Undesignated	0	0	0
	39,171,050	7,202,067	1,720,984
TOTAL FUND BALANCES	39,171,050	7,202,067	1,720,984
TOTAL LIABILITIES AND FUND BALANCES	\$ 53,966,203	\$ 9,132,376	\$ 1,720,984

The accompanying notes are an integral part of these statements.

<u>DOWNTOWN REDEVELOPMENT DISTRICT</u>	<u>LOCAL OPTION SALES SURTAX IMPROVEMENT</u>	<u>GRANTS</u>	<u>NONMAJOR GOVERNMENTAL</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 0	\$ 1,737,539	\$ 248,980	\$ 1,031,881	\$ 4,387,009
0	0	0	94,378	2,517,535
0	0	0	74,340	97,401
0	545,757	0	248,617	794,374
0	0	1,208	25,607	114,247
0	0	480,000	1,495,000	1,975,000
0	0	45,601	1,103	46,704
0	0	567	759,610	1,250,092
139,590	4,443,717	418,769	1,581,150	11,259,507
0	0	0	8,995,565	8,995,565
0	0	3,539,138	1,728,498	9,567,636
0	0	0	444,926	444,926
0	0	0	155,494	3,512,501
<u>139,590</u>	<u>6,727,013</u>	<u>4,734,263</u>	<u>16,636,169</u>	<u>44,962,497</u>
0	5,198,352	499,959	2,768,956	9,028,683
0	0	0	62,164	101,004
0	0	0	11,717,584	11,717,584
0	0	0	238,216	238,216
0	0	0	119,245	119,245
0	0	0	32,679	32,679
0	0	0	208,822	210,557
0	0	0	0	6,000,000
0	0	0	0	907,048
0	0	0	0	2,860,000
0	0	0	0	14,799,492
0	0	0	0	723,153
0	0	0	0	425,000
0	0	0	0	680,000
0	0	0	0	12,174,366
0	0	0	153,000	153,000
0	0	0	129,587	129,587
0	0	0	14,481,942	14,481,942
0	0	2,648,419	2,412,324	5,060,743
0	0	0	422,360	422,360
0	0	0	1,504,505	1,504,505
0	0	0	0	1,122,230
0	0	0	0	598,754
1,096,565	0	0	30,429,493	38,728,125
0	25,316,621	0	17,873,512	43,190,133
0	4,866,412	0	7,819,551	12,685,963
<u>1,096,565</u>	<u>35,381,385</u>	<u>3,148,378</u>	<u>90,373,940</u>	<u>178,094,369</u>
<u>\$ 1,236,155</u>	<u>\$ 42,108,398</u>	<u>\$ 7,882,641</u>	<u>\$ 107,010,109</u>	<u>\$ 223,056,866</u>

**CITY OF ST. PETERSBURG, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET ASSETS
SEPTEMBER 30, 2008**

Difference in amounts reported for governmental activities in the Statement of Net Assets on page C-1:

Fund balances - total governmental funds	\$	178,094,369
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Capital assets used in governmental activities are not financial resources and are therefore not reported in governmental funds.		580,215,082
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Certain long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.

Notes receivable		9,360,495
Accounts Receivable - Utility Tax Fund		1,930,170
Assessments		444,926
Unbilled accrued interest on assessments		351,824
Unamortized bond issue costs		981,033

Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.

Bonds payable		(110,017,221)
Unamortized bond discount, issue expense, premium and refund loss		(378,450)
Notes payable		(39,944,145)
Compensated absences		(12,713,523)
OPEB Liability		(7,578,725)
Accrued interest payable on notes and bonds		(2,221,090)

The assets and liabilities of the Internal Service Funds (funds used to charge the costs of certain activities to individual funds) are included in governmental activities in the Statement of Net Assets.

Net assets from fund statement		85,710,228
Consolidation adjustment to enterprise funds		<u>2,833,892</u>

Net assets of governmental activities.	\$	<u><u>687,068,865</u></u>
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The accompanying notes are an integral part of these statements.

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	GENERAL	UTILITY TAX	COMMUNITY REDEVELOPMENT DISTRICTS	DOWNTOWN REDEVELOPMENT DISTRICT
REVENUES				
Taxes	\$ 105,245,624	\$ 36,706,531	\$ 0	\$ 0
Licenses and Permits	329,643	0	0	0
Fines and Forfeitures	1,414,511	0	0	0
Charges for Services and User Fees	10,837,444	0	0	0
Charges for General Administration	7,668,000	0	0	0
Intergovernmental Revenue				
Federal, State and Other Grants	2,897,794	0	0	0
State - Sales Tax	0	0	0	0
State - Revenue Sharing	5,271,508	0	0	0
State - Housing Improvement Program	0	0	0	0
State - Other	393,335	0	0	0
Pinellas County - Gasoline Tax	0	0	0	0
Pinellas County - Sales Tax	0	0	0	0
Pinellas County - Tourist Development	0	0	0	0
Pinellas County - Tax Increment	0	0	4,139,159	0
Pinellas County - Pedestrian Improvement Program	0	0	0	0
Total	8,562,637	0	4,139,159	0
Use of Money and Property				
Earnings on Investments	1,379,574	316	49,680	56,696
Securities Lending	721,134	0	0	1,909
Securities Lending Unrealized Loss	(2,110,946)			(63,013)
Interest on Assessments	26,393	0	0	0
Rentals	461,902	0	0	0
Total	478,057	316	49,680	(4,408)
Miscellaneous				
Contributions	119,657	0	0	0
Assessments	142,919	0	0	0
Dispositions of Property	203,698	0	0	0
Other	789,585	0	0	0
Total	1,255,859	0	0	0
TOTAL REVENUES	135,791,775	36,706,847	4,188,839	(4,408)
EXPENDITURES				
Current Operations				
General Government	24,974,853	0	0	0
Community and Economic Development	11,621,546	0	0	0
Public Works	4,931,116	0	0	0
Public Safety				
Police	85,836,883	0	0	0
Fire and EMS	32,511,244	0	0	0
Recreation and Culture	36,957,874	0	0	0
Securities Lending				
Interest	645,366	0	0	1,828
Agent Fees	22,825	0	0	81
Debt Service				
Principal Payments	0	0	0	0
Interest Payments	0	0	0	0
Remarketing and Other Fees	0	0	0	0
Bond Costs	0	0	0	0
Capital Outlay	1,592,979	0	0	0
TOTAL EXPENDITURES	199,094,686	0	0	1,909
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(63,302,911)	36,706,847	4,188,839	(6,317)
OTHER FINANCING SOURCES (USES)				
Transfers In	84,463,153	0	5,021,145	8,619,508
Transfers Out	(23,719,831)	(36,546,820)	(8,619,508)	(8,884,687)
Issuance of Refunding Notes	0	0	0	0
Refunded Notes Redeemed	0	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	60,743,322	(36,546,820)	(3,598,363)	(265,179)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(2,559,589)	160,027	590,476	(271,496)
FUND BALANCES - OCTOBER 1	41,730,639	7,042,040	1,130,508	1,368,061
FUND BALANCE - SEPTEMBER 30	\$ 39,171,050	\$ 7,202,067	\$ 1,720,984	\$ 1,096,565

The accompanying notes are an integral part of these statements.

LOCAL OPTION SALES SURTAX IMPROVEMENT	GRANTS	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 0	\$ 0	\$ 18,196,871	\$ 160,149,026
0	0	2,774,858	3,104,501
0	260	1,652,299	3,067,070
0	68	20,235,186	31,072,698
0	0	0	7,668,000
4,377	11,628,691	10,444,269	24,975,131
0	0	15,293,018	15,293,018
0	0	3,125,825	8,397,333
0	0	1,956,626	1,956,626
0	0	19,413	412,748
0	0	3,359,779	3,359,779
0	0	22,838,462	22,838,462
0	0	5,068,347	5,068,347
0	0	0	4,139,159
0	0	35,017	35,017
4,377	11,628,691	62,140,756	86,475,620
1,551,245	123,327	(930,976)	2,229,862
532,367	10,806	424,561	1,690,777
(2,005,962)	(189,039)	(713,755)	(5,082,715)
0	0	0	26,393
0	10,600	2,591,906	3,064,408
77,650	(44,306)	1,371,736	1,928,725
0	0	518,949	638,606
0	0	204,225	347,144
0	0	145,621	349,319
0	511,243	1,222,960	2,523,788
0	511,243	2,091,755	3,858,857
82,027	12,095,956	108,463,461	297,324,497
0	0	109,992	25,084,845
0	3,764,895	7,586,679	22,973,120
51,656	0	8,565,748	13,548,520
6,690	0	181,948	86,025,521
0	0	11,825,101	44,336,345
0	0	10,896,931	47,854,805
490,893	10,362	398,788	1,547,237
16,589	444	12,217	52,156
0	0	22,159,000	22,159,000
0	0	7,084,571	7,084,571
0	0	72,269	72,269
0	0	45,123	45,123
19,002,734	7,059,201	14,437,910	42,092,824
19,568,562	10,834,902	83,376,277	312,876,336
(19,486,535)	1,261,054	25,087,184	(15,551,839)
19,172,928	0	66,367,892	183,644,626
(107,810)	(324,562)	(89,293,358)	(167,496,576)
0	0	23,856,000	23,856,000
0	0	(23,856,000)	(23,856,000)
19,065,118	(324,562)	(22,925,466)	16,148,050
(421,417)	936,492	2,161,718	596,211
35,802,802	2,211,886	88,212,222	177,498,158
\$ 35,381,385	\$ 3,148,378	\$ 90,373,940	\$ 178,094,369

CITY OF ST. PETERSBURG, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL ACTIVITIES TO THE
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED SEPTEMBER 30, 2008

Difference in amounts reported for governmental activities in the Statement of Activities on page C-2:

Net change in fund balances - total governmental funds	\$ 596,211
Capital outlay, reported as expenditures in governmental funds, are shown as capital assets in the Statement of Net Assets.	42,092,824
Prior period adjustment for capital outlay is not reported in the governmental funds but is reported in the Statement of Activities.	5,863,179
Depreciation expense on governmental capital assets included in the governmental activities in the Statement of Net Assets.	(26,202,831)
Repayment of long-term debt is reported as an expenditure in governmental funds, but as a reduction of long-term liabilities in the Statement of Net Assets.	46,015,000
The issuance of long-term debt provides current financial resources to governmental funds but is recorded as a liability in the Statement of Net Assets.	
Loan Proceeds	(23,856,000)
The net revenues of the internal service funds (funds used to charge the costs of certain activities to individual funds) are reported with governmental activities.	(411,292)
Some governmental revenues will not be collected for several months or years after the fiscal year and are deferred in the governmental funds.	
Notes receivable principal collected	(525,181)
Assessments receivable principal	(167,311)
Unbilled accrued interest on assessments	(35,763)
New notes receivable from economic development activity	780,694
Notes receivable principal forgiven	(264,024)
Utility tax receivable	1,930,170
Certain items reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Capital assets transferred from (to) other funds	(9,677,020)
Net book value of capital asset dispositions	(6,429,399)
Compensated absences	(972,895)
OPEB expense	(7,578,725)
Accrued interest expense on long-term debt	(256,717)
Amortization of debt issue costs, discounts, premiums, refunding loss	(2,146)
Changes in net assets of governmental activities	<u>\$ 20,898,774</u>

The accompanying notes are an integral part of these statements.

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	<u>ORIGINAL BUDGET</u>	<u>FINAL APPROVED BUDGET</u>	<u>ACTUAL (BUDGETARY BASIS)</u>	<u>VARIANCE WITH FINAL BUDGET OVER/UNDER</u>
REVENUE				
Taxes	\$ 104,520	\$ 104,520	\$ 105,246	\$ 726
Licenses and Permits	4,628	329	330	1
Fines and Forfeitures	2,049	2,049	1,415	(634)
Charges For Services, User Fees, and Sales	11,074	10,537	10,837	300
Charges to Other Funds	7,668	7,668	7,668	-
Intergovernmental Revenues	6,903	10,044	8,563	(1,481)
Use of Money and Property	3,115	3,115	2,387	(728)
Miscellaneous	873	926	1,256	330
	<u>140,830</u>	<u>139,188</u>	<u>137,702</u>	<u>(1,486)</u>
TOTAL REVENUES				
EXPENDITURES				
Current Operations				
General Government	27,384	27,226	25,033	2,193
Community and Economic Development	15,392	12,294	11,721	573
Public Works	7,145	5,806	4,968	838
Public Safety				
Police	86,955	87,956	86,167	1,789
Fire and EMS	33,808	34,684	32,780	1,904
Recreation and Culture	36,139	39,677	38,316	1,361
	<u>206,823</u>	<u>207,643</u>	<u>198,985</u>	<u>8,658</u>
TOTAL EXPENDITURES				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(65,993)</u>	<u>(68,455)</u>	<u>(61,283)</u>	<u>7,172</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	83,828	85,109	84,463	(646)
Transfers Out	<u>(17,502)</u>	<u>(26,034)</u>	<u>(23,720)</u>	<u>2,314</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>66,326</u>	<u>59,075</u>	<u>60,743</u>	<u>1,668</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>333</u>	<u>(9,380)</u>	<u>(540)</u>	<u>8,840</u>
BUDGETARY FUND BALANCE - OCTOBER 1	41,231	41,231	41,231	0
Reserve for Encumbrances - October 1, 2007	0	422	422	0
Change in Reserve for Prepaid Costs and Inventory	<u>0</u>	<u>(18)</u>	<u>(18)</u>	<u>0</u>
BUDGETARY FUND BALANCE - SEPTEMBER 30	<u>\$ 41,564</u>	<u>\$ 32,255</u>	41,095	<u>\$ 8,840</u>
Reconciliation of Budget to GAAP Reporting				
Reserve for Encumbrances - September 30, 2008			561	
Reserve for Prepaid Costs and Inventory			41	
Recognition of Prior Year's Changes in Fair Value of Investments Held			55	
Recognition of Current Year's Changes in Fair Value of Investments Held			<u>(2,581)</u>	
FUND BALANCES - SEPTEMBER 30			<u>\$ 39,171</u>	

The accompanying notes are an integral part of these statements.

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	UTILITY TAX			COMMUNITY REDEVELOPMENT DISTRICT			
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER/UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES							
Taxes	\$ 37,943	\$ 36,707	\$ (1,236)	\$ 0	\$ 0	\$ 0	\$ 0
Fines and Forfeitures	0	0	0	0	0	0	0
Intergovernmental Revenues	0	0	0	4,954	4,954	4,139	(815)
Use of Money and Property	60	0	(60)	20	20	50	30
Miscellaneous Revenues	0	0	0	0	0	0	0
TOTAL REVENUES	38,003	36,707	(1,296)	4,974	4,974	4,189	(785)
EXPENDITURES							
Community and Economic Development	0	0	0	0	0	0	0
TOTAL EXPENDITURES	0	0	0	0	0	0	0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>38,003</u>	<u>36,707</u>	<u>(1,296)</u>	<u>4,974</u>	<u>4,974</u>	<u>4,189</u>	<u>(785)</u>
OTHER FINANCING SOURCES (USES)							
Transfers In	0	0	0	5,644	5,644	5,021	(623)
Transfers Out	(37,410)	(36,547)	863	(9,093)	(8,620)	(8,620)	0
TOTAL OTHER FINANCING SOURCES (USES)	(37,410)	(36,547)	863	(3,449)	(2,976)	(3,599)	(623)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>593</u>	<u>160</u>	<u>(433)</u>	<u>1,525</u>	<u>1,998</u>	<u>590</u>	<u>(1,408)</u>
BUDGETARY FUND BALANCES - OCTOBER 1	7,042	7,042	0	1,131	1,131	1,131	0
Reserve for Encumbrances - September 30, 2007	0	0	0	0	0	0	0
BUDGETARY FUND BALANCES - SEPTEMBER 30	\$ 7,635	\$ 7,202	\$ (433)	\$ 2,656	\$ 3,129	1,721	\$ (1,408)
RECONCILIATION OF BUDGET TO GAAP REPORTING							
Reserve for Encumbrances - September 30, 2008		0				0	
Recognition of Current Year's Changes in Fair Value of Investments Held		0				0	
FUND BALANCES - SEPTEMBER 30		\$ 7,202				\$ 1,721	

The accompanying notes are an integral part of these statements.

DOWNTOWN REDEVELOPMENT DISTRICT				GRANTS			
ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
	0	0	0	0	0	0	0
0	0	0	0	0	0	11,629	11,629
0	0	62	62	0	0	143	143
0	0	0	0	6,205	6,205	511	(5,694)
0	0	62	62	6,205	6,205	12,283	6,078
0	0	0	0	6,205	11,579	11,324	255
0	0	0	0	6,205	11,579	11,324	255
0	0	62	62	0	(5,374)	959	5,823
8,381	8,619	8,619	0	0	0	0	0
(7,150)	(8,885)	(8,884)	1	0	0	(325)	(325)
1,231	(266)	(265)	1	0	0	(325)	(325)
1,231	(266)	(203)	63	0	(5,374)	634	6,008
1,368	1,368	1,368	0	0	0	0	0
	0	0	0	0	0	2,212	2,212
<u>\$ 2,599</u>	<u>\$ 1,102</u>	1,165	<u>\$ 63</u>	<u>\$ 0</u>	<u>\$ (5,374)</u>	2,846	<u>\$ 8,220</u>
		0				500	
		(68)				(198)	
		<u>\$ 1,097</u>				<u>\$ 3,148</u>	

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
SEPTEMBER 30, 2008**

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	WATER RESOURCES	STORMWATER	SANITATION
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	\$ 5,804,794	\$ 3,332,547	\$ 5,046,693
Investments	108,572,729	6,945,906	2,550,628
Securities Lending Collateral	7,678,965	529,922	194,968
Receivables			
Accounts	4,564,095	861,240	2,086,631
Accrued Interest	709,369	42,382	37,847
Unbilled Revenues	3,078,059	0	28,165
Due from Other Governmental Agencies			
Grants	2,217,194	397,258	0
Services	1,039,149	92,208	0
Contracts	646,680	0	0
Inventories	937,021	24,254	59,852
Prepaid Expenses and Deposits	17	0	0
Restricted Assets			
Cash and Cash Equivalents	6,724,248	593,747	0
Total Current Assets	141,972,320	12,819,464	10,004,784
NONCURRENT ASSETS		3,926,294	
Capital Assets			
Land	4,309,442	4,373,783	203,692
Buildings	7,269,360	3,332	860,981
Improvements	2,621,117	23,542,003	526,915
Machinery and Equipment	12,545,519	233,250	39,469,484
Utility Systems	635,332,065	143,797,542	0
Accumulated Depreciation	(238,768,687)	(42,864,833)	(32,843,121)
Projects in Progress	7,382,445	1,834,034	0
Total Capital Assets	430,691,261	130,919,111	8,217,951
Other Assets			
Restricted Assets			
Cash and Cash Equivalents	7,147,842	0	0
Trustee Accounts			
Cash and Cash Equivalents	0	0	0
Assessments (Net of Uncollectible)	19,279	0	1,774,253
Contract Receivable from Other			
Governmental Agency	20,241,310	0	0
Advances to Governmental Fund	8,995,565	0	0
Unamortized Loan Costs	2,356,308	243,733	0
Total Other Assets	38,760,304	243,733	1,774,253
Total Noncurrent Assets	469,451,565	131,162,844	9,992,204
TOTAL ASSETS	\$ 611,423,885	\$ 143,982,308	\$ 19,996,988

The accompanying notes are an integral part of these statements.

NONMAJOR ENTERPRISE FUNDS	TOTAL	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICES FUNDS
\$ 4,650,170	18,834,204	\$ 24,175,640
0	118,069,263	53,865,023
0	8,403,855	2,791,556
186,441	7,698,407	1,847,853
0	789,598	339,155
0	3,106,224	0
2,261,733	4,876,185	0
0	1,131,357	15,289
0	646,680	0
134,427	1,155,554	1,578,558
3,500	3,517	2,863,076
0	7,317,995	0
<u>7,236,271</u>	<u>172,032,839</u>	<u>87,476,150</u>
3,522,091	12,409,008	1,896,580
22,831,095	30,964,768	15,681,767
34,847,247	61,537,282	2,923,862
3,374,054	55,622,307	82,134,292
0	779,129,607	0
(26,363,769)	(340,840,410)	(69,396,999)
618,183	9,834,662	0
<u>38,828,901</u>	<u>608,657,224</u>	<u>33,239,502</u>
0	7,147,842	0
172,071	172,071	0
0	1,793,532	0
0	20,241,310	0
0	8,995,565	0
85,412	2,685,453	0
<u>257,483</u>	<u>41,035,773</u>	<u>0</u>
<u>39,086,384</u>	<u>649,692,997</u>	<u>33,239,502</u>
<u>\$ 46,322,655</u>	<u>\$821,725,836</u>	<u>\$ 120,715,652</u>

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF NET ASSETS (Continued)
PROPRIETARY FUNDS
SEPTEMBER 30, 2008

BUSINESS-TYPE ACTIVITIES
ENTERPRISE FUNDS

	WATER RESOURCES	STORMWATER	SANITATION
LIABILITIES			
CURRENT LIABILITIES			
Vouchers and Accounts Payable	\$ 3,226,635	\$ 41,722	\$ 907,589
Accrued Salaries	300,724	21,565	117,853
Accrued Annual Leave	118,357	18,787	60,592
Retainage on Contracts	686,150	11,174	0
Due to Other Funds	0	0	0
Due to Other Governmental Agencies	172,454	0	0
Claims - Current Portion	0	0	0
Bonds Payable - Current Portion	0	0	0
Notes Payable - Current Portion	1,297,352	0	0
Leases Payable - Current Portion	0	0	0
Accrued Interest	0	0	0
Payable from Restricted Assets			
Bonds and Notes Payable - Current Portion	3,163,000	132,000	0
Accrued Interest	3,561,248	461,747	0
Obligations under Securities Lending	13,997,779	965,980	355,402
Other Current Liabilities	19,367	0	0
Deposits	193,198	0	0
Total Current Liabilities	26,736,264	1,652,975	1,441,436
LONG-TERM LIABILITIES			
Accrued Annual Leave	1,727,376	227,255	1,126,805
Less Current Portion	(118,357)	(18,787)	(60,592)
Notes Payable - State	21,025,602	0	0
Less Current Portion	(1,297,352)	0	0
Revenue Bonds Payable	154,560,000	21,180,000	0
Less Current Portion	(3,163,000)	(132,000)	0
Leases Payable	0	0	0
Less Current Portion	0	0	0
Claims	0	0	0
Less Current Portion	0	0	0
Obligation for OPEB	932,161	173,237	602,188
Unamortized Discount (Premiums)	19,348	3,351	0
Unamortized Underwriting Discount	0	0	0
Unamortized Deferred Amount on Refunding	(2,397,963)	(966,175)	0
Total Long-term Liabilities	171,287,815	20,466,881	1,668,401
TOTAL LIABILITIES	198,024,079	22,119,856	3,109,837
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	266,949,705	110,945,668	8,217,951
Restricted			
Debt Service	770,058	0	0
Unrestricted	145,680,043	10,916,784	8,669,200
TOTAL NET ASSETS	\$ 413,399,806	\$ 121,862,452	\$ 16,887,151

Adjustment to reflect consolidation of Internal Service Funds Activities to Enterprise Funds.

NET ASSETS OF BUSINESS-TYPE ACTIVITIES

The accompanying notes are an integral part of these statements.

NONMAJOR ENTERPRISE FUNDS	TOTAL	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICES FUNDS
\$ 488,665	\$ 4,664,611	\$ 2,668,725
20,730	460,872	164,950
20,477	218,213	64,916
625	697,949	0
340,000	340,000	0
232,162	404,616	356,942
0	0	5,827,000
390,000	390,000	0
2,445,612	3,742,964	0
51,690	51,690	0
69,968	69,968	0
0	3,295,000	0
0	4,022,995	0
0	15,319,161	5,088,654
0	19,367	216,226
162,313	355,511	6,358,002
<u>4,222,242</u>	<u>34,052,917</u>	<u>20,745,415</u>
315,679	3,397,115	1,239,023
(20,477)	(218,213)	(64,916)
9,110,612	30,136,214	0
(2,445,612)	(3,742,964)	0
1,580,000	177,320,000	0
(390,000)	(3,685,000)	0
56,059	56,059	0
(51,690)	(51,690)	0
0	0	18,210,000
0	0	(5,827,000)
179,787	1,887,373	702,902
(41,742)	(19,043)	0
(30,045)	(30,045)	0
0	(3,364,138)	0
<u>8,262,571</u>	<u>201,685,668</u>	<u>14,260,009</u>
<u>12,484,813</u>	<u>235,738,585</u>	<u>35,005,424</u>
28,467,559	414,580,883	33,239,502
0	770,058	0
<u>5,370,283</u>	<u>170,636,310</u>	<u>52,470,726</u>
<u>\$ 33,837,842</u>	<u>585,987,251</u>	<u>\$ 85,710,228</u>
	<u>(2,833,892)</u>	
	<u>\$ 583,153,359</u>	

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	WATER RESOURCES	STORMWATER	SANITATION
OPERATING REVENUES			
Sales - Water	\$ 41,889,771	\$ 0	\$ 0
Sales - Wastewater	49,134,146	0	0
Sales and Concessions	0	0	0
Service Charges and Fees	299,866	11,777,411	39,773,147
Rentals and Parking	20,748	0	0
Total Operating Revenues	91,344,531	11,777,411	39,773,147
OPERATING EXPENSES			
Personal Services and Benefits	21,309,404	4,194,939	14,330,340
Supplies, Services, and Claims	48,853,975	2,819,750	18,169,900
General Administrative Charges	4,500,000	552,000	2,148,000
Depreciation	15,295,816	5,091,691	2,719,222
Total Operating Expenses	89,959,195	12,658,380	37,367,462
OPERATING INCOME (LOSS)	1,385,336	(880,969)	2,405,685
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental Revenues	361,483	1,160,348	190,398
Earnings on Investments	4,625,715	376,820	269,971
Other Interest Revenue	1,058,668	0	181,137
Interest Expense	(5,408,106)	(1,156,600)	0
Financing Fees and Premium Paid	0	0	0
Amortization of Bond Discount and Issue Cost	(198,241)	(18,085)	0
Securities Lending Income	2,493,530	74,841	79,478
Securities Lending Expenses			
Interest	(2,306,218)	(69,036)	(72,995)
Agent Fees	(76,241)	(2,322)	(2,593)
Securities Lending Unrealized Loss	(6,328,907)	(436,058)	(160,434)
Gain on Disposition of Capital Assets	40,412	12,156	363,852
OPEB Expense	(932,161)	(173,237)	(602,188)
Miscellaneous Revenues	285,218	23,426	36,146
Total Nonoperating Revenues (Expenses)	(6,384,848)	(207,747)	282,772
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(4,999,512)	(1,088,716)	2,688,457
CONTRIBUTIONS			
Capital Assets from (to) Other Funds			
Capital Assets In	135,309	4,039,580	645
Capital Assets Out	0	0	0
Contributions from Citizens, Developers and Grantors	849,504	43,718	0
Total Contributions	984,813	4,083,298	645
TRANSFERS IN (OUT)			
Transfers In	154,611	0	0
Transfers Out	(9,294,872)	(1,661,316)	(2,816,844)
Total Transfers In (Out)	(9,140,261)	(1,661,316)	(2,816,844)
CHANGE IN NET ASSETS	(13,154,960)	1,333,266	(127,742)
NET ASSETS - OCTOBER 1	426,554,766	120,529,186	17,014,893
NET ASSETS - SEPTEMBER 30	\$ 413,399,806	\$ 121,862,452	\$ 16,887,151

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net assets of business-type activities (page C-2).

The accompanying notes are an integral part of these statements.

NONMAJOR ENTERPRISE FUNDS	TOTAL	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
\$ 0	\$ 41,889,771	\$ 0
0	49,134,146	0
706,726	706,726	0
2,889,880	54,740,304	78,569,407
4,499,319	4,520,067	8,188,831
<u>8,095,925</u>	<u>150,991,014</u>	<u>86,758,238</u>
4,088,086	43,922,769	17,325,440
2,294,379	72,138,004	61,447,092
468,000	7,668,000	0
2,123,127	25,229,856	8,149,885
<u>8,973,592</u>	<u>148,958,629</u>	<u>86,922,417</u>
<u>(877,667)</u>	<u>2,032,385</u>	<u>(164,179)</u>
1,473,971	3,186,200	0
224,211	5,496,717	1,788,558
0	1,239,805	0
(62,869)	(6,627,575)	0
(6,928)	(6,928)	0
(30,986)	(247,312)	0
44,923	2,692,772	984,038
(41,858)	(2,490,107)	(915,555)
(1,226)	(82,382)	(27,394)
0	(6,925,399)	(2,297,096)
10,605	427,025	397,522
(179,787)	(1,887,373)	(702,902)
17,814	362,604	410,781
<u>1,447,870</u>	<u>(4,861,953)</u>	<u>(362,048)</u>
<u>570,203</u>	<u>(2,829,568)</u>	<u>(526,227)</u>
4,670,514	8,846,048	830,996
0	0	(24)
187,316	1,080,538	0
<u>4,857,830</u>	<u>9,926,586</u>	<u>830,972</u>
795,000	949,611	32,700
(2,279,328)	(16,052,360)	(1,078,000)
<u>(1,484,328)</u>	<u>(15,102,749)</u>	<u>(1,045,300)</u>
3,943,705	(8,005,731)	(740,555)
29,894,137	593,992,982	86,450,783
<u>\$ 33,837,842</u>	<u>585,987,251</u>	<u>\$ 85,710,228</u>
	<u>(329,262)</u>	
	<u>\$ (8,334,993)</u>	

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	BUSINESS-TYPE ACTIVITIES- ENTERPRISE FUNDS	
	WATER RESOURCES	STORMWATER
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers	\$ 91,964,362	\$ 11,784,426
Payments to Suppliers	(43,002,285)	(572,230)
Payments to Employees	(20,978,064)	(4,150,058)
Internal Activity - Payments to Other Funds	(10,036,252)	(2,940,943)
Claims Paid	(418,439)	0
Net Cash Provided by Operating Activities	<u>17,529,322</u>	<u>4,121,195</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental Revenue	913,084	968,578
Transfers In	154,611	0
Transfers Out	(9,294,872)	(1,661,316)
Long term loan to Governmental fund	(8,995,565)	0
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(17,222,742)</u>	<u>(692,738)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and Construction of Capital Assets	(20,678,221)	(1,170,712)
Principal Paid on Revenue Bond and Note Maturities	(4,216,775)	(76,000)
Principal Paid on Capital Lease	0	0
Interest Paid on Revenue Bonds and Notes	(7,512,142)	(1,119,540)
Proceeds From Debt Issuance	0	0
Proceeds From Sale of Capital Assets and Recoveries	65,699	12,156
Variable Rate Bond Fees	0	0
Bond Issue Expenses	0	1
Capital Contributed by Developers, Citizens and Grantors	857,447	43,718
Collections on Contracts and Notes Receivable	620,316	0
Net Cash Used for Capital and Related Financing Activities	<u>(30,863,676)</u>	<u>(2,310,377)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Investment Securities	(98,049,332)	(6,915,327)
Proceeds From Sale and Maturities of Investment Securities	95,465,000	2,000,000
Interest on Investments (Includes Security Lending income)	9,440,089	379,271
Security Lending Expenses and Fees	(2,382,459)	(71,358)
Net Cash Provided by (Used for) Investment Activities	<u>4,473,298</u>	<u>(4,607,414)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(26,083,798)</u>	<u>(3,489,334)</u>
CASH AND CASH EQUIVALENTS - OCTOBER 1	<u>45,760,682</u>	<u>7,415,628</u>
CASH AND CASH EQUIVALENTS - SEPTEMBER 30	<u>\$ 19,676,884</u>	<u>\$ 3,926,294</u>
Reconciliation of Operating Income (loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	\$ 1,385,336	\$ (880,969)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities		
Depreciation	15,295,816	5,091,691
Other Revenues (Expenses)	285,218	23,426
(Increase) Decrease in Accounts Receivable	40,550	(6,374)
(Increase) Decrease in Due from Other Governmental Agencies	802,504	(10,037)
(Increase) Decrease in Inventories	23,416	617
(Increase) Decrease in Prepaid Expenses and Deposits	72	0
(Increase) Decrease in Assessments	0	0
Increase (Decrease) in Vouchers and Accounts Payable	(126,489)	(142,040)
Increase (Decrease) in Accrued Salaries	117,513	21,565
Increase (Decrease) in Accrued Annual Leave	213,827	23,316
Increase (Decrease) in Due to Other Governmental Agencies	(379,349)	0
Increase (Decrease) in Other Current Liabilities	16,367	0
Increase (Decrease) in Claims	0	0
Increase (Decrease) in Deposits	(145,459)	0
Net Cash Provided by Operating Activities	<u>\$ 17,529,322</u>	<u>\$ 4,121,195</u>
Noncash Investing, Capital, and Financing Activities:		
Contributions of Capital Assets from Other Funds	\$ 135,309	\$ 4,039,580
Contributions of Capital Assets to Other Funds	0	0
Increase (Decrease) in Fair Value of Investments	(1,262,176)	43,285
Unrealized Loss on Securities Lending Investments	(6,328,907)	(436,058)

The accompanying notes are an integral part of these statements.

	NON MAJOR ENTERPRISE FUNDS		TOTALS	GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
SANITATION				
\$ 40,023,522	\$ 8,013,885	\$ 151,786,195	\$ 87,451,243	
(11,238,656)	(2,396,508)	(57,209,679)	(50,181,889)	
(14,213,175)	(3,637,123)	(42,978,420)	(17,049,848)	
(8,479,784)	(841,720)	(22,298,699)	(5,171,992)	
(617,892)	(23,604)	(1,059,935)	(5,717,317)	
<u>5,474,015</u>	<u>1,114,930</u>	<u>28,239,462</u>	<u>9,330,197</u>	
190,398	856,694	2,928,754	0	
0	1,135,000	1,289,611	32,700	
(2,816,844)	(2,279,328)	(16,052,360)	(1,078,000)	
0	0	(8,995,565)	0	
<u>(2,626,446)</u>	<u>(287,634)</u>	<u>(20,829,560)</u>	<u>(1,045,300)</u>	
(2,597,920)	(4,197,273)	(28,644,126)	(5,928,322)	
0	(745,000)	(5,037,775)	0	
0	(49,846)	(49,846)	0	
0	(357,740)	(8,989,422)	0	
0	0	0	0	
363,852	10,605	452,312	445,468	
0	(8,824)	(8,824)	0	
0	0	1	0	
0	64,310	965,475	0	
0	0	620,316	0	
<u>(2,234,068)</u>	<u>(5,283,768)</u>	<u>(40,691,889)</u>	<u>(5,482,854)</u>	
(2,500,000)	0	(107,464,659)	(38,248,126)	
0	0	97,465,000	37,767,669	
493,435	269,134	10,581,929	3,706,979	
(75,588)	(43,084)	(2,572,489)	(942,949)	
<u>(2,082,153)</u>	<u>226,050</u>	<u>(1,990,219)</u>	<u>2,283,573</u>	
(1,468,652)	(4,230,422)	(35,272,206)	5,085,616	
<u>6,515,345</u>	<u>9,052,663</u>	<u>68,744,318</u>	<u>19,090,024</u>	
<u>\$ 5,046,693</u>	<u>\$ 4,822,241</u>	<u>\$ 33,472,112</u>	<u>\$ 24,175,640</u>	
\$ 2,405,685	\$ (877,667)	\$ 2,032,385	\$ (164,179)	
2,719,222	2,123,127	25,229,856	8,149,885	
36,146	17,814	362,604	410,781	
174,135	(117,923)	90,388	(43,582)	
3,019	0	795,486	(6,617)	
4,217	(8,198)	20,052	16,850	
415	0	487	432,954	
37,166	0	37,166	0	
(23,064)	(82,217)	(373,810)	456,270	
72,482	20,730	232,290	106,096	
44,683	21,195	303,021	169,496	
(91)	0	(379,440)	(11,911)	
0	0	16,367	0	
0	0	0	(449,000)	
0	18,069	(127,390)	263,154	
<u>\$ 5,474,015</u>	<u>\$ 1,114,930</u>	<u>\$ 28,239,462</u>	<u>\$ 9,330,197</u>	
\$ 645	\$ 4,670,514	\$ 8,846,048	\$ 830,996	
0	0	0	(24)	
2,267	0	(1,216,624)	(872,616)	
<u>(160,434)</u>	<u>0</u>	<u>(6,925,399)</u>	<u>(1,352,957)</u>	

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2008**

	PENSION FUNDS	AGENCY
ASSETS		
Cash and Cash Equivalents	\$ 76,633	\$ 1,362,364
Trustee Accounts		
Cash and Cash Equivalents	40,622,384	0
Total Cash and Cash Equivalents	40,699,017	1,362,364
Receivables		
Accounts	0	2,985
Unsettled Investment Sales	3,082,569	0
Interest and Dividends	3,142,667	0
Total Receivables	6,225,236	2,985
Investments, at Fair Value		
Government Securities	119,321,476	0
Corporate Bonds	103,308,741	0
Common and Preferred Stock	374,951,115	0
Real Estate	10,460,525	0
Total Investments	608,041,857	0
TOTAL ASSETS	654,966,110	1,365,349
LIABILITIES		
Payables		
Accounts	32,865	195,540
Due to Other Governmental Agencies	0	1,154,914
Unsettled Investment Purchases	3,648,688	0
Uncashed Checks	0	14,895
TOTAL LIABILITIES	3,681,553	1,365,349
NET ASSETS		
Held in Trust for Pension Benefits	\$ 651,284,557	\$ 0

The accompanying notes are an integral part of these statements.

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008**

	<u>PENSION FUNDS</u>
ADDITIONS	
Contributions	
Employer (Charges to Other Funds)	\$ 35,709,961
Employees	4,696,600
State Insurance Fund	4,012,851
Total Contributions	44,419,412
Investment Income	
Net Decrease in Fair Value of Investments	(120,350,057)
Interest on Investments	14,161,405
Dividends on Stock	6,729,930
Total Investment Income (Loss)	(99,458,722)
Less Investment Expense	2,633,962
Net Investment Income (Loss)	(102,092,684)
TOTAL ADDITIONS (Losses)	(57,673,272)
 DEDUCTIONS	
Benefits	37,035,569
Deferred Retirement Option Contributions	3,844,110
Refunds of Contributions	299,056
Administrative Expenses	113,056
TOTAL DEDUCTIONS	41,291,791
 CHANGE IN NET ASSETS	 (98,965,063)
 NET ASSETS - OCTOBER 1	 750,249,620
 NET ASSETS - SEPTEMBER 30	 \$ 651,284,557

The accompanying notes are an integral part of these statements.

NOTES TO THE FINANCIAL STATEMENTS

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of St. Petersburg is a municipal corporation, created under City Ordinance 118F and Florida Statute 155.05, governed by an elected eight member council. The accompanying financial statements present the City of St. Petersburg (the primary government) and its component units for which the government is considered to be financially accountable. The blended component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationship with the City. The discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separated from the government. The related organization and jointly governed organization financial operations are not presented in the City's Financial Statements.

Blended Component Unit - St. Petersburg Community Redevelopment Agency (SPCRA): The City Council is the governing body of the SPCRA, which was created by City Resolutions 81-1401 and 81-465, and approved by the Board of County Commissioners of Pinellas County under Chapter 163, Florida Statutes, to act as the redevelopment agency. All revenues of the SPCRA are used in the districts to fund capital improvements within each district or to fund the debt service requirements of debt related to the downtown redevelopment improvement district. The operations of the SPCRA are reported in the Community Redevelopment Districts and Downtown Redevelopment District as Major Governmental Funds. Separate Financial Statements for the SPCRA are not available.

Discretely Presented Component Unit - St. Petersburg Health Facilities Authority (SPHFA): The SPHFA was created by City Ordinance 81-49 under Chapter 154.207 Part III, of the Florida Statutes. The SPHFA exists to facilitate issuing tax-exempt debt for non-profit health care organizations. The City Council appoints the governing board. The City has no responsibility for the debt payments related to the issues approved by the SPHFA. The City's Legal Department provides administrative support to the SPHFA. The SPHFA charges the benefiting health care organizations for all costs incurred. The City funds any operating deficit of the SPHFA. The operations of the SPHFA are reported in the government-wide financial statements in a separate column. Separate financial statements for the SPHFA are not available. The SPHFA is accounted for as a single governmental fund type and uses the same applicable accounting policies the City presents in the Notes to Financial Statements.

Related Organization - St. Petersburg Housing Authority (SPHA): SPHA is a public housing authority created by City Resolution 9, 1973, under Section 421.04 of the Florida Statutes. The SPHA receives primary funding from the Federal Department of Housing and Urban Development (HUD). The City Council appoints the governing board, however the City Council is not able to impose its will on the SPHA nor does the City have any responsibility for the budget, debt, financing deficits or fiscal management of the SPHA.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

Jointly Governed Organization - Tampa Bay Water Authority (TBWA): The TBWA was organized in 1998, by an inter-local agreement pursuant to Chapter 98-402 of the Florida Statutes between the counties of Hillsborough, Pasco and Pinellas and the cities of St. Petersburg, New Port Richey, and Tampa, Florida (the members). The purpose of the Authority is to develop regional water supplies and to supply water to its members at a wholesale price. The TBWA is the reorganized West Coast Regional Water Supply Authority with a governing board of nine voting members, two from each of the county governments and one from each of the city governments. The City of St. Petersburg for the fiscal year ended September 30, 2008, had a related party transaction with the TBWA as follows: The City paid \$23,440,299 for water purchases, and received \$1,053,458 in interest and \$620,316 of principal on the TBWA contract receivable. The remaining principal in the TBWA contract receivable is \$20,887,990.

B. Government-Wide and Fund Financial Statements

The basic financial statements consist of the government city-wide financial statements and fund financial statements. Both sets of statements distinguish between the governmental and business-type activities of the City.

Government financial statements include a Statement of Net Assets and a Statement of Activities. These statements report on the government as a whole, both the primary government and its component units, and provide a consolidated financial picture of the government. As part of the consolidation process, inter-fund activities are eliminated to avoid distorted financial results. The amounts reported as internal balances represent the residual amounts due between governmental and business-type activities. Fiduciary funds of the government are not included in this presentation since these resources are not available for general government funding purposes. The Statement of Net Assets reports all financial and capital resources of St. Petersburg's governmental and business-type activities. It is presented in a net assets format (assets less liabilities equal net assets) and shown with three components: amounts invested in capital assets, net of related debt; restricted net assets and unrestricted net assets. The Statement of Activities reports functional categories of programs provided by the City and demonstrates how and to what degree those programs are supported by specific revenues.

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

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

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

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

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

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

All governmental fund financial statements are reported using a current financial resources measurement focus and a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. (Within 60 days of the end of the fiscal year, except grant revenues are within 15 months, and jointly assessed taxes collected through other governments are within 90 days).

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

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

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

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

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

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

The following are reported as major governmental funds:

- § The General Fund is the general operating fund of the City. It accounts for all financial resources of the City, except those that are required legally or by generally accepted accounting principles to be accounted for in other funds.
- § The Utility Tax Special Revenue Fund is used to account for all utility tax collections from all sources as required by bond covenants.
- § The Local Option Sales Surtax Improvement Fund is used to account for various construction projects including infrastructure improvements, recreation and culture improvements, public safety, and city facilities improvements. These projects are part of a program begun in 1990 and extended to 2020 that is funded by the city's share of the Pinellas County one cent local option sales surtax.
- § The Grants Fund is used to account for revenues received from the U.S. Department of Housing and Urban Development under the HOME and Community Development Block Grants. The revenues are used for expenditures allowed by the grant documents.
- § Community Redevelopment Districts – This fund is used to account for all tax increment revenues received from Pinellas County and the City for three current active Community Redevelopment Districts.
- § Downtown Redevelopment District – This fund accounts for revenues received from the Community Redevelopment Districts fund related to the Downtown Community Redevelopment District (DCRD). Transfers to debt service funds relate to DCRD debt obligations with remaining fund balances restricted to DCRD activities.

The following are reported as major enterprise funds:

- § Water Resources Fund accounts for the operation of the City's potable water, wastewater and reclaimed water services to residents and businesses within St. Petersburg and surrounding communities.
- § Stormwater Fund accounts for the improvements and maintenance of the City's stormwater retention and drainage system.
- § Sanitation Fund accounts for all operations of Solid Waste collection, disposal and recycling activities in compliance with federal standards and regulations in order to ensure public health. The City maintains no landfills. All solid waste is disposed of at the Pinellas County Solid Waste Resource Recovery Plant.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

The City also reports the following fund types:

- Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City on a cost reimbursement basis.
- Fiduciary Fund type includes:

Pension Trust Funds account for the activities of the City's General Employees, Fire and Police Retirement Systems, which accumulate resources for pension benefit and disability benefit payments.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurements of results of operations. Agency funds are merely clearing accounts for assets held by the City as agent for individuals, private organizations, and other governments. The activities included in the agency funds include all payroll liability clearing, employee payroll deductions for credit union deposits, IRS collection activity, etc.

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

Amounts reported as program revenue include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (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.

D. Assets, Liabilities and Net Assets or Fund Balance

1. Cash, cash equivalents and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturing dates three months or less from the date of acquisition. All investments are reported at fair value.

Florida Statute 218.415 and the City's investment policy authorize the City to invest surplus funds in the following:

- The Local Government Surplus Funds Trust Fund under the management of the State Board of Administration.
- Negotiable direct obligations of, or obligations of which the principal and interest are unconditionally guaranteed by, the U.S. Government.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

- Interest bearing time deposits, savings and money market accounts in banks and savings and loans organized under Florida state law or doing business in and situated in the State, provided they are qualified State of Florida public depositories.
- Obligations of U.S. Governmental sponsored corporations including FAMCA, FNMA, FFCB, FHLB, FHLMC, FLB and SLMA.
- Commercial paper of U.S. corporations having a rating of at least two of the following three ratings: A-1, P-1 and F-1, as rated by any one of the following rating services, Standard & Poors, Moody's, and Fitch Investors Service.
- Bankers' acceptances that are eligible for purchase by the Federal Reserve Banks and have a letter of credit rating of AA or better.
- Tax-exempt governmental obligations. Tax-exempt obligations with a rating of A- or less, must be an insured issue through MBIA, or an equivalent company. Issues rated A+ or higher may or may not carry an insurance backing.
- Collateralized mortgage obligations issued by Federal Agencies and Instrumentalities limited to PAC 1 and TAC's in a sequential pay structure. All purchases must pass the Federal Financial Instrumentalities Examination Council (FFIEC) high risk security test.
- Corporate asset backed notes with the highest rating by one of the three rating services.
- Guarantee Investment Contracts (GIC) with an issuing financial institution which has at least the two highest ratings on its long-term debt by one of the three rating services.
- Repurchase agreements with primary dealers and the City's primary state certified qualified public depository.
- Reverse repurchase agreement (securities lending) with the City's custodial bank under a securities lending contract.
- U.S. Governments and agency registered short-term Mutual Funds.
- Taxable governmental bonds, notes or other obligations of investment grade quality as established by one of the three rating services.
- The Columbia Strategic Cash Portfolio capital class shares.
- External money managers limited to the parks and recreation funds' investments allocated 40% to fixed income investments and 60% to equity investments.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

The reported value of the Local Government Surplus Funds Trust Fund (SBA) Fund A is shown at share value as it meets the criteria to be a 2A-7 like investment at September 30, 2008. SBA Fund B is shown at fair value. The City invested funds through November, 2007 with the Local Government Surplus Funds Trust Fund, an investment pool administered by the State Board of Administration (SBA), under the regulatory oversight of the State of Florida.

2. Receivables and Payables

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

All trade and other receivables, are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectibles.

Water and related wastewater charges to customers are based on actual water consumption. Consumption is determined on a monthly cycle basis. The City recognizes as revenue the estimated unbilled consumption as of September 30.

3. Inventories and Prepaid Items

Inventories of expendable supplies held for consumption are priced at cost using the moving weighted average method, which approximates First-In-First-Out. Governmental fund type inventories are recorded using the consumption method. Inventories in certain Proprietary Funds consist of goods held for sale which are priced at cost using the First-In-First-Out method.

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.

4. Restricted Assets

Bond Funding's Requirements

Certain proceeds of the City's revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because they are maintained in separate investment accounts and their use is limited by applicable bond covenants. Also, bond proceeds that are set aside to subsidize potential deficiencies from the City's operations that affect debt service payments, revenue bond proceeds that are restricted for use in construction, and segregated resources accumulated for debt service payments over the next twelve months are recorded as restricted assets.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

Donor-Restricted Endowments

Included in the permanent funds, which are included in the nonmajor governmental funds presentation, are donor-restricted assets given to the City with the stipulation that the original endowment not be spent, but only the earnings thereon. The total nonmajor endowment restricted assets at September 30, 2008, total \$390,140. The City's policy is to authorize the expenditures of all interest and dividends earned less management fees and to reinvest all appreciated value.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Additions to capital assets are recorded at cost at the time of purchase in governmental funds and at cost plus capitalized interest when purchased in the enterprise funds. Gifts or contributions are recorded at fair market value at the time received.

The City maintains a \$1,000 threshold for additions to capital assets. Public domain and system infrastructure assets represent such items as roads, water and wastewater treatment plants and lines, parks and drainage systems.

Depreciation has been provided using the straight-line method. The estimated useful lives of the various classes of depreciable capital assets are as follows:

	Life - Years
Buildings	10 - 50
Equipment	2 - 10
Autos and trucks	2 - 10
System infrastructure	20 - 50
Public domain infrastructure	20 - 50
Other improvements	5 - 20

6. Compensated Absences

All full time employees accumulate limited amounts of annual leave, including extended illness leave, subject to length of employment. Upon separation from employment, employees receive payment for accumulated annual leave not related to extended illness leave. Upon separation from employment for retirement, a limited amount of extended illness leave is paid to employees. Compensated absences liabilities related to governmental funds are liquidated through the governmental fund in which the liability is incurred.

Accumulated annual and sick leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability is recorded in the governmental fund financial statements only when the payment is due and payable.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

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

7. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the outstanding interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. Losses resulting from advanced refundings of debt are deferred and amortized over the shorter of the life of the new debt or the original life of the defeased debt and are reported as a reduction of the debt and are amortized and reported as a component of interest expense.

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

8. Fund Balances

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Designations of fund balance represent tentative management plans that are subject to change.

9. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 2 - BUDGET AND BUDGETARY DATA

The City, in accordance with its Charter and State Law, applies the following procedures in establishing the budgetary data reflected in the accompanying financial statements.

Budget Policy:

An annual operating budget is prepared by the City's budget department for the General, Special Revenue and Debt Service Funds. The Mayor submits to the City Council this proposed operating budget for the ensuing fiscal year. The operating budget includes proposed expenditures and the means to finance them, including a proposed ad-valorem millage rate. Public hearings are conducted to obtain taxpayer

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 2 - BUDGET AND BUDGETARY DATA – (Continued)

comments on the proposed budget and ad-valorem millage rate. Prior to October 1, the City Council legally enacts the operating budget and sets the ad-valorem millage rate by passage of an ordinance.

The General Fund is subject to budgetary control on an administration level (i.e., Police, Fire, etc). The Mayor is authorized to transfer General Fund budgeted amounts between expenditure categories within individual administrations; however, transfers between administrations and revisions that alter the total expenditures of a fund must be approved by the City Council. The Special Revenue and Debt Service Funds are subject to budgetary control on an individual fund basis. The City Council approved several supplemental appropriations during the fiscal year in the General Fund, Special Revenue Funds and Debt Service Funds. All supplemental appropriations are included in the final budget columns of the financial statements and schedules. Unencumbered appropriations in the annual operating budget lapse at fiscal year end. Florida statutes limit subsequent budget appropriations to sixty days after the fiscal year end.

Budgetary Basis of Accounting:

Budgets presented for governmental funds in these financial statements have been prepared on the modified accrual basis of accounting, except for encumbrances and the net increase (decrease) in the fair value of investments. Encumbrances are part of the overall budgetary control process and thus are included in the Actual column with the related expenditures when a comparison with budget is made. Similarly, the net increase (decrease) in the fair value of investments is excluded from related revenues when a comparison with budget is made. The reserve for inventory and reserve for prepaid costs and deposits are treated as unavailable in determining fund balance on the budgetary basis.

NOTE 3 - PROPERTY TAXES

A. CALENDAR OF PROPERTY TAX EVENTS

January 1, 2007 - Property taxes are based on assessed property value at this date as determined by the Pinellas County Property Appraiser.

May 23, 2007 - Property assessment roll and certificates of value by County Property Appraiser provided to the City.

July 12, 2007 - Proposed tax millage rate approved by the City Council and provided to the County Property Appraiser, who mails notices to the taxpayers.

September 13, 2007 - Property tax millage rate resolution approved by the City Council.

October 1, 2007 - Beginning of fiscal year for which taxes are levied.

November 1, 2007 - Property Tax levy due and payable.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 3 - PROPERTY TAXES – (Continued)

January 14, 2008 - County Property Appraiser notifies the City of taxable value on the final property tax assessment roll.

April 1, 2008- Unpaid property taxes become delinquent and become a lien.

June 1, 2008- Tax certificates are sold by the Pinellas County Tax Collector.

B. TAX COLLECTION

Property tax collections are governed by Chapter 197, Florida Statutes. The Pinellas County Tax Collector bills and collects all property taxes levied within the County. Discounts are allowed for early payment of 4% in November, 3% in December, 2% in January and 1% in February. If property taxes are not paid by April 1, the County adds a 3% penalty on real estate and 1½ % on personal property.

The Tax Collector advertises and sells tax certificates on all real property for delinquent taxes. Certificates not sold revert back to the County. The Tax Collector must receive payment before the certificates are issued. Any person owning land on which a tax certificate has been sold may redeem the land by paying the Tax Collector the face amount of the tax certificate plus interest and other costs. The owner of a tax certificate may at any time after taxes have been delinquent (April 1), for two years, file an application for tax deed sale. The County, as a certificate owner, may exercise similar procedures two years after taxes have been delinquent. Tax deeds are issued to the highest bidder for the property which is sold at public auction.

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

C. TAX LIMITATIONS

Florida Statutes set the maximum millage rate at 10 mills of assessed valuation for operating purposes. For the fiscal year ended September 30, 2008, the approved operating millage was 5.9125 mills.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 4 - DEPOSITS AND INVESTMENTS

The City maintains cash management accounts for its cash and cash equivalents in which each fund and/or account or sub-account of a fund participates on a dollar equivalent and daily transaction basis. Interest income is distributed monthly based on a monthly average balance. The use of zero balance accounts with daily sweeps allows for the City's portfolio to be fully invested at all times.

GASB Statement No. 40, "Deposit and Investment Risk Disclosures" requires governments to disclose deposits and investments exposed to custodial credit risk. For deposits, this is the risk that, in the event of the failure of a depository financial institution, a government may not be able to recover deposits nor be able to recover collateral securities that are in the possession of an outside party.

At fiscal year end, the carrying amount of the City's deposits were \$6,085,399 and the bank balances were \$6,521,616. Of the bank balances, \$853,137 was insured by federal depository insurance and \$5,668,479 was collateralized by the Florida Public Deposit Security Trust Fund. Deposits are collateralized by public deposits under Chapter 280, Florida Statutes by placing securities with the State Board of Administration which have a fair value of at least 50% of the average daily balances of all public deposits in excess of any applicable deposit insurance for each month. The Public Deposit Security Trust Fund has a procedure to assess fees to recover losses in the event of a default or insolvency of member financial institutions. When public deposits are made in accordance with Chapter 280, no governmental body is subject to loss of principal and interest thereon.

On December 26, 2007, the City entered into a three year banking services agreement with Bank of America. There are no compensating balances required to be maintained. There are no line of credit commitments within the contract. The agreement requires payment monthly for all banking service costs. Collected funds on the City's three main accounts earned interest daily and are credited to the accounts monthly. The City's contract for merchant account processing service is with Bank of America. It requires the processing of all VISA, Master Card and Discover Card charges which are deposited into the City's accounts on a daily basis. The contract expires on April 30, 2009. The City also has a month-to-month agreement with Florida Power Corporation to act as provider of all lockbox services for collections on City Utility Bills.

As required by Florida Statutes, the City adopted an investment policy ordinance on January 4, 1996, that authorizes the investment of surplus funds in investments including but not limited to investments allowed by Florida Statute 218.415(17). The ordinance stipulates the establishment of a written investment policy by city resolution. The ordinance requires that all investments shall be governed by the "prudent person rule". A series of approved resolutions since the adoption of the Investment Ordinance have outlined the City's total investments, diversification, investment objectives, delegation of authority, required investment procedures, internal controls, selection of broker/dealers, payment, custody, safekeeping, reporting requirements, and investment oversight. The policy establishes four portfolio's needed to identify cash flow requirements within the City as well as modifying interest rate and concentration risk. The overnight portfolio contains investments in overnight funds and those due within one year. The debt service portfolio contains overnight funds accumulated for periodic debt payments as well as any invested reserves and debt reserve investments with a modified duration not exceeding 5 years. The two remaining portfolios are considered core investment portfolios and as such contain

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 4 – DEPOSITS AND INVESTMENTS – (Continued)

investments with maturities that can be as long as 10 years with a modified duration not exceeding 5 years. The policy was modified in 2006 to authorize \$14 million of core investments the ability to be invested with two outside money managers.

The State Board of Administration is part of the Local Government Surplus Funds Trust Fund and is governed by Ch. 19-7 of the Florida Administrative Code. These rules provide guidance and establish the general operating procedures for the administration of the Local Government Surplus Funds Trust Funds A and B. Additionally, the State of Florida Office of the Auditor General performs the operational audit of the activities and investments of the State Board of Administration. The fair value of the position in the external investment Fund A is the same as the value of the pool shares. The fair value of the positions in the external investment Fund B are currently less than the book value of the fund's shares. The Local Government Surplus Funds Trust Fund is not a registrant with the Securities and Exchange Commission, however, the board has adopted operating procedures consistent with the requirements for a 2a-7 fund.

On November 29, 2007, the Local Governmental Surplus Funds Trust Fund temporarily closed the fund for all participating governmental units. The fund had significant withdrawals due to rumors of weak asset quality within the fund. The fund engaged outside investing consulting assistance and reopened the fund in December 2007 with limitations on amounts to be withdrawn. The remaining assets were separated into two funds, the "A" fund would allow for percentage withdrawals over time as the investments matured. The "B" fund held the questionable remaining assets and no direct withdrawals would occur from this fund. As assets in the "B" fund matured or were sold the cash flow would be redistributed to the "A" fund proportionately and be available for withdrawals under the "A" fund restrictions. The balances in these funds are identified below.

On December 6, 2007, the Bank of America - Columbia Strategic Cash Fund closed to all participants. Similar to the State of Florida Local Governmental Surplus Trust Funds, the Columbia Strategic Cash Fund had one participant that requested a withdrawal amounting to over 50% of the fund balance at the time. This request triggered a provision within the fund documents which allowed Bank of America to provide a proportional share of all investments held to each participant. The Bank of America offered to transfer these proportional assets to the participants' investment custodial bank, manage the investments to maturity for no fee on accounts larger than \$50 million, or pool all accounts under \$50 million and manage to maturity. The City had a proportional share of approximately \$85 million at the conversion date and elected to have Bank of America run a separate investment account for the City. All investments within this separately managed account are included below as one line under the Bank of America – Columbia Strategic Cash Fund.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 4 – DEPOSITS AND INVESTMENTS – (Continued)

At year end, the government ' s deposits and investment balances were as follows:

	<u>Credit Ratings</u>	<u>Fair Value</u>	<u>Modified Duration (Years)</u>	<u>Percent of Portfolio</u>
Cash and Cash Equivalents:				
Cash		\$ 4,840,348		4.2%
State of Florida Local Government Surplus Trust Fund - A	AAA	11,308		0.0%
Morgan Stanley – Governmental Money Market	AAA	57,410,859		49.7%
AIM – Governmental Money Market	AAA	46,125,027		39.9%
Fidelity – Governmental Money Market	AAA	<u>7,129,628</u>		<u>6.2%</u>
TOTAL		<u>\$ 115,517,170</u>		<u>100.00%</u>
Investments:				
State of Florida Local Governmental Surplus Trust Fund - B	Not Rated	\$ 262,758	9.4	.1%
Bank of America – Columbia Strategic Cash Fund	AAA thru D	46,777,933	.67	17.0%
Collateralized Mortgage Obligations	AAA	27,907,819	4.6	10.1%
FNMA Mortgaged Backed	AAA	3,924,747	4.2	1.4%
Federal Agency Bond/Notes:				
GNMA	AAA	4,372,220	4.5	1.6%
FFCB	AAA	27,903,800	4.6	10.1%
FHLB	AAA	70,357,900	4.0	25.6%
FHLMC	AAA	24,995,550	3.9	9.1%
STEP COUPON (FHLB, FHLMC, FNMA)	AAA	42,121,464	6.4	15.3%
FNMA	AAA	17,931,280	4.7	6.5%
Taxable Municipal Bonds	AAA thru A1	<u>8,716,890</u>	6.1	<u>3.2%</u>
TOTAL		<u>\$275,272,361</u>		<u>100.00%</u>

The investment ordinance and policy include governmental and trustee deposits controlled by the City and all agency funds investments. The investment ordinance and policy shall not be interpreted or construed to override any specific provision contained in any bond resolution of the City relating to the investment of bond proceeds.

The City assumes that its callable investments, which consist of the federal agency bonds and notes, will not be called. All cash equivalent investments are based on total investments held in the investment pool at the balance sheet date. All investments are held in custodial trust accounts in the City ' s name.

Interest Rate Risk (Modified Duration)

Interest rate risk is the risk that as market rate changes the fair value of an investment will vary. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 4 – DEPOSITS AND INVESTMENTS – (Continued)

in the market interest rate. The City's investment policy limits the maturity of an investment to a maximum of 10 years with a modified duration of 5 years. The respective modified durations were based on the securities maturity date, not the call date.

Credit Risk (Credit Ratings)

The City's investment policy (the Policy), minimizes credit risk by restricting authorized investments to the highest ratings of at least one of the nationally recognized statistical rating organizations (NRSROs). Commercial paper and bankers acceptances must have the highest letter and numerical rating as provided for by at least one NRSRO. The credit ratings on the prior page were consistent among the three major rating agencies (Moody's, Standard and Poor's, and Fitch).

Concentration of Credit Risk (Percent of Portfolio)

The City's Policy establishes limitations on portfolio composition by investment type and by issuer to limit its exposure to concentration of credit risk. The policy provides that a maximum of 30% of the core portfolios may be invested in taxable municipal bonds. A maximum of 100% of available funds may be invested in the Local Governments Surplus Funds Trust Fund. A maximum of 100% of the total core portfolios may be invested in U.S. Government securities and federal instrumentalities. A maximum of 100% of the overnight and debt service portfolios may be invested in U.S. Governmental Shortterm money market funds. A maximum of 50% of the core portfolios may be invested in collateralized mortgage obligations. A maximum of 20% of the shortterm portfolio may be invested in the Columbia Strategic Cash fund. A maximum of 25% of the overnight portfolio may be invested in qualified Florida Public Depository checking and savings accounts.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

At year end, the government ' s trustee deposits and investment balances were as follows:

	<u>Credit Ratings</u>	<u>Fair Value</u>	<u>Modified Duration</u>	<u>Percent of Portfolio</u>
Trustee Accounts:				
Cash and Cash Equivalents:				
U.S. Bank Trust Institutional Treasury Money Market	AAA	\$ 705,670	0.4	5.02%
TOTAL		<u>705,670</u>		
Investments:				
Charles Schwab Money Market	Not Rated	600	0.4	0.01%
American Income Stock Fund	Not Rated	103,204	N/A	0.73%
Columbia High Yield Bond Fund	Not Rated	7,764	N/A	0.06%
Columbia Total Return Bond Fund	Not Rated	112,473	N/A	0.80%
Columbia Stock Fund	Not Rated	79,115	N/A	0.56%
Common Stock	Not Rated	6,541,058	N/A	46.53%
Columbia Cash Reserve	AAA	5,321	0.4	0.04%
U.S. Bank Trust Institutional Treasury	AAA	271,901	0.4	1.93%
U.S. Agencies	AAA	4,423,328	1.3	31.46%
Collateralized Mortgage Obligations	AAA	521,716	0.87	3.71%
Corporate Bonds	AAA-A3	<u>1,285,276</u>	4.3	<u>9.14%</u>
TOTAL		<u>13,352,498</u>		<u>100.00%</u>
Total Trustee Accounts		<u>\$14,057,426</u>		

At year end, the component unit deposits and investments balances were as follows:

Cash \$ 35,715

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

At year end, the Fiduciary Funds deposits and investment balances were as follows:

	<u>Credit Ratings</u>	<u>Fair Value</u>	<u>Weighted Average</u>	<u>Percent of Portfolio</u>
Agency Funds:				
Cash		\$ 1,362,364		
TOTAL		<u>1,362,364</u>		
Pension Funds (General Employees, Police and Firefighters)				
Cash and Cash Equivalents:				
Cash		76,633		0.1%
Institutional Money Markets	AAA	<u>40,622,384</u>	.13	<u>6.26%</u>
TOTAL		<u>40,699,017</u>		<u>6.27%</u>
Investments:				
U. S. Treasuries	AAA	8,579,386	15.18	1.33%
U. S. Agencies	AAA	110,742,089	13.53	17.07%
Corporate Bonds	AA – A	103,308,741	5.72	15.92%
Common and Preferred Stock		329,933,269		50.86%
Commingled Foreign Stock Mutual Funds		45,017,847		6.94%
Real Estate		<u>10,460,525</u>		<u>1.61%</u>
TOTAL		<u>608,041,857</u>		<u>93.73%</u>
TOTAL PENSION FUNDS		<u>\$648,740,874</u>		<u>100.00%</u>

Interest Rate Risk (Weighted Average)

The investment policies for the pension funds do not place limits on investment maturities. The weighted average maturity of the pension funds' investments was 5.7 at year end. As a result, the pension funds are exposed to the risk of fair value losses arising from increasing interest rates.

Credit Risk (Credit Rating)

The investment policies of the pension funds limit investments to the top four ratings of a nationally recognized rating agency. U.S. Treasuries were rated AAA, U.S. agencies were rated AAA, corporate bonds were rated AA-A1 or above; commercial paper was rated A1-P1; the money market funds were rated AAA.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk (Percent of Portfolio)

The investment policy of the General Employees Retirement Fund, Firefighters and Police Officers Pension Funds limits investment in any one issuer to 5 percent of the total portfolio. Investments in shares of companies that have been publicly traded for less than one year are limited to no more than 15% of an investment manager's total equity portfolio for both the Firefighters and Police Officers Funds. No funds had investments in a single issuer that exceeded 5 percent of the total portfolio.

Foreign Currency Risk

The Firefighters and Police Officers Pension Fund's investment policy permits investments of up to 12 percent of the total portfolio in foreign currency-denominated investments. The funds' current position is 6.94 percent in equity co-mingled funds.

NOTE 5 - SECURITIES LENDING

Securities lending is authorized under City Resolution #2001-207 whereby the City can participate in a matched securities lending program of the operating portfolio as a way of increasing investment income. The City has a contract with its custodian that allows the custodian, acting as agent, to lend securities held in the operating portfolio. The transaction is perceived to be invisible to the City's investment staff because all custodial statements reflect lent securities as being held in the custodial accounts. The City's investment policy and approved securities lending resolution place no restrictions on the amount of securities that can be loaned.

If a borrower fails to return the loaned security because of bankruptcy, insolvency, reorganization, liquidation, receivership, conservatorship or a similar event, then Wachovia shall at its expense, credit the City with the difference between the market value of such loaned security and the market value of the related collateral. At September 30, 2008 there was no failure by a borrower to return a loaned security.

Under the City's contract with Wachovia Bank, N.A., using its wholly owned subsidiary Wachovia Global Security Lending, Wachovia lends the City securities and receives 102% of the then market value in cash from the borrowing institution. The cash is then invested, on a matched basis, in short-term investments authorized by the City's investment policy. If the borrowing institution fails to return the security, upon request, the custodian will utilize the collateral to replace the security borrowed. If the collateral sold is not sufficient to replace the security, Wachovia Bank pays the difference. The collateral investment earnings, during the borrowing period, is rebated back to the borrowing institution, less the securities lending interest spread which is shared 60%/40% by the City and Wachovia Bank.

On September 15, 2008, Lehman Brothers Holding declared bankruptcy and at that time, Wachovia Bank securities lending agent held \$15 million of unsecured Lehman Bonds as a collateral investment. The City requested that Wachovia Bank sell all marketable collateral investments. By September 22, 2008, Wachovia Bank had sold \$61.9 million of collateral investments incurring a realized loss of \$801,000.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 5 - SECURITIES LENDING (Continued)

The City Wide, the Governmental Funds' Statements of Revenues, Expenditures and Changes in Fund Net Assets and Proprietary Funds' Statements of Net Assets and Statement of Activities or Statement of Revenues, Expenses, and Changes in Fund Net Assets reflect the increase in assets, liabilities, interest income, borrowing rebate and expenses associated with securities lending activity, including the recognition of the fair value losses in the lending collateral held versus counter party liability.

If the fair value of the cash collateral invested should not be sufficient to cover the market value of the loaned securities, the City bears the risk of loss. In accordance with the contract, if the fair value of the collateral held in aggregate is less than 101% of the aggregate contract value, then the agent can require that the borrower deliver additional collateral that will bring the aggregate borrower's collateral to 102% of the aggregate fair value of securities on loan to the borrower.

At September 30, 2008, a \$14.3 million unrealized loss was recognized which represents the City's exposure to individual borrowers of securities or on individual loans. This loss is attributed to the market value of the investments made with cash collateral of \$31.7 million declining in value to \$17.4 million, which was less than the market value of loaned securities. This decline in value was primarily due to unfavorable market conditions and was reported as a loss on securities lending transactions in the government-wide financial statement and in the fund financial statements.

On the government-wide financial statements and in the fund financial statements a securities lending asset of \$17,372,203 was reported that represents the fair value of the investments made with cash collateral at September 30, 2008. In addition, a securities lending obligation of \$31,667,320 was reported that represents the collateral that the City is required to maintain to cover the market value of the loaned securities. The statement of activities reflects the gross investment income associated with the securities lending transactions of \$5,367,587. The borrower rebates and expenses associated with securities lending transactions of \$5,114,831 are reported in interest expense.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 5 - SECURITIES LENDING (Continued)

The following represents the balances of the securities lending transactions at the balance sheet date, September 30, 2008.

<u>Securities Loaned</u>	<u>Carrying Value of Underlying Securities Loaned</u>	<u>Collateral Received for Securities Loaned</u>
Federal National Mortgage Association (FNMA)	\$ 5,022,555	\$ 5,193,750
Federal Home Loan Bank (FHLB)	11,301,376	11,570,125
Federal Farm Credit Bank (FFCB)	10,176,312	10,450,000
Government National Mortgage Association (GNMA)	<u>4,292,282</u>	<u>4,453,445</u>
TOTAL	<u>\$ 30,792,525</u>	<u>\$ 31,667,320</u>

<u>Collateral Investment*</u>	<u>Fair Value of Collateral</u>
Cash and Cash Equivalents	\$ 874,311
Corporate:	
Senior Unsecured Floating Rate Notes	<u>16,497,892</u>
TOTAL	<u>\$ 17,372,203</u>

*At September 30, 2008, 5% of these investments are Moody's rated Aaa, 84% are Aa3, and 11% are non-rated.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 6 - RECEIVABLES

Receivables as of year end for the City's individual major funds and nonmajor funds, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows (in thousands of dollars):

Governmental Activities	<u>General</u>	<u>Utility Tax</u>	<u>LOSSI (*)</u>	<u>Downtown Redevelopment District</u>	<u>Grants</u>	<u>Nonmajor Governmental</u>	<u>Internal Service</u>	<u>Total</u>
Accounts	\$ 1,146	\$ 2,104	\$ 0	\$ 0	\$ 0	\$ 1,851	\$ 1,848	\$ 6,949
Taxes	0	4,597	0	0	0	1,978	0	6,575
Accrued Interest	345	0	448	4	34	492	339	1,662
Notes	4,300	0	0	0	3,539	1,729	0	9,568
Assessments	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>536</u>	<u>0</u>	<u>536</u>
Total Governmental	5,791	6,701	448	4	3,573	6,586	2,187	25,290
Less: Allowance for uncollectible	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(207)</u>	<u>(1,340)</u>	<u>0</u>	<u>(1,547)</u>
Net Governmental Receivable	<u>\$ 5,791</u>	<u>\$ 6,701</u>	<u>\$ 448</u>	<u>\$ 4</u>	<u>\$ 3,366</u>	<u>\$ 5,246</u>	<u>\$ 2,187</u>	<u>\$ 23,743</u>

* Local Option Sales Surtax Improvement

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 6 – RECEIVABLES – (Continued)

Business-type Activities	<u>Water Resources</u>	<u>Stormwater</u>	<u>Sanitation</u>	Nonmajor Enterprise <u>Funds</u>	<u>Total</u>
Accounts	\$ 4,564	\$ 861	\$ 2,087	\$ 187	\$ 7,699
Accrued Interest	709	42	38	0	789
Unbilled Revenues	<u>3,078</u>	<u>0</u>	<u>28</u>	<u>0</u>	<u>3,106</u>
Total Business-Type	<u>\$ 8,351</u>	<u>\$ 903</u>	<u>\$ 2,153</u>	<u>\$ 187</u>	<u>11,594</u>
Net Total Receivable					<u>\$ 35,337</u>

Amounts actually written off during the year were \$40,686 for the General Fund, \$20,807 for the Grants Fund, \$326,414 for the nonmajor Governmental Funds, \$201,303 for the Water Resources Fund, \$27,123 for the Stormwater Fund, and \$107,344 for the Sanitation Fund.

The City had notes receivable in the following funds at September 30, 2008. No allowance for uncollectible notes has been recorded in the fund financial statements since the amounts are considered to be fully collectible.

GENERAL FUND

0.00%	Mortgage note from St. Petersburg Redevelopment LTD for the sale of real estate, due as a percentage of profits or upon resale.	\$ 1,450,000
	Note from Neighborhood Lending Partners of West Florida for construction and leasehold improvements to the Tangerine Plaza Shopping Center. Monthly principal payments of \$4,167 for twenty-seven years begin July 15, 2015.	1,350,000
5.00%	Note from Grand Bohemian SP, Ltd. for property purchased, bearing Interest of 5%. Monthly payments of interest only of \$6,250 through August 15, 2010. Monthly payments of principal and interest of \$9,899 due thereafter through August 15, 2013. The remainder shall be due and payable at the earliest of August 14, 2013 or upon transfer of ownership of property.	<u>1,500,000</u> <u>\$ 4,300,000</u>

CITY OF ST. PETERSBURG, FLORIDA

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008

NOTE 6 – RECEIVABLES – (Continued)

SPECIAL REVENUE FUNDS

Local Housing Assistance Trust

0.00%	Mortgage notes of various dates from individuals for residential rehabilitation and home buyer assistance loans from the State Housing Initiative Program, due in various monthly payments, through 2027.	\$ 1,639,227
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Grants Fund

Various %	Mortgage notes of various dates for residential rehabilitation and Home buyer assistance loans from the Community Development Block Grants, due in various monthly payments, including interest through 2033.	\$ 546,482
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Various %	Mortgage notes of various dates for residential rehabilitation, acquisition and new 6.00 % construction loans from the Home Grants due in monthly payments including interest through 2033.	<u>\$ 2,992,656</u> <u>\$ 5,178,365</u>
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CAPITAL PROJECTS FUNDS

Housing Capital Improvement

Various %	Mortgage notes of various dates from individuals for down payments, closing costs, and disabled retrofit of homes due in various monthly payments and due dates. Includes the Housing Recycling Loan Program which are loans made to investors maturing in 300 days or less.	<u>\$ 89,271</u>
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Total Governmental Notes Receivable		<u>\$ 9,567,636</u>
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CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 7 - CONTRACTS RECEIVABLE - DUE FROM OTHER GOVERNMENTAL AGENCIES

The City had contracts receivable due from other Governmental Agencies in the following funds at September 30, 2008.

ENTERPRISE FUNDS

Water Resources

3.43 -	Contract receivable from Tampa Bay Water Authority for sale of well	
5.03%	fields and pipelines, due in monthly payments of \$139,481 including	
	interest, through September 2028.	\$ 20,877,990
	Less: Current Portion	<u>646,680</u>
	Total Non-Current Portion	<u>\$ 20,241,310</u>

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2008 is presented in the following schedules:

Increases and decreases in accumulated depreciation include amounts related to transferred assets which are transferred at cost with the related accumulated depreciation for each asset.

Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Prior Period Adjustment (see Note 22)</u>	<u>Ending Balance</u>
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 135,386,626	\$ 7,333,828	\$ 142,212	\$ 0	\$ 142,578,242
Construction in progress	29,441,645	40,037,498	46,120,222	(5,863,179)	17,495,742
Total Capital Assets, not being depreciated	<u>164,828,271</u>	<u>47,371,326</u>	<u>46,262,434</u>	<u>(5,863,179)</u>	<u>160,073,984</u>
Capital assets, being depreciated:					
Buildings and systems	359,382,696	11,169,069	850,275	0	369,701,490
Improvements and Infrastructure	345,282,369	26,184,301	8,587,382	0	362,879,288
Machinery and equipment	159,210,078	10,927,529	7,191,123	0	162,946,484
Total Capital Assets being depreciated	<u>863,875,143</u>	<u>48,280,899</u>	<u>16,628,780</u>	<u>0</u>	<u>895,527,262</u>
Less accumulated depreciation for:					
Buildings and systems	122,897,099	8,887,771	236,894	0	131,547,976
Improvements and Infrastructure	178,824,008	12,285,393	563,699	0	190,545,702
Machinery and equipment	111,872,763	13,969,179	5,788,958	0	120,052,984
Total accumulated depreciation	<u>413,593,870</u>	<u>35,142,343</u>	<u>6,589,551</u>	<u>0</u>	<u>442,146,662</u>
Total Capital Assets, being depreciated, net	<u>450,281,273</u>	<u>13,138,556</u>	<u>10,039,229</u>	<u>0</u>	<u>453,380,600</u>
Governmental activities Capital Assets, net	<u>\$ 615,109,544</u>	<u>\$ 60,509,882</u>	<u>\$ 56,301,663</u>	<u>\$ (5,863,179)</u>	<u>\$ 613,454,584</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 8 - CAPITAL ASSETS - (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type Activities:				
Capital assets, not being depreciated:				
Land	\$ 12,318,292	\$ 90,716	\$ 0	\$ 12,409,008
Construction in progress	<u>15,729,837</u>	<u>29,504,753</u>	<u>35,399,928</u>	<u>9,834,662</u>
Total Capital Assets, not being depreciated	<u>28,048,129</u>	<u>29,595,469</u>	<u>35,399,928</u>	<u>22,243,670</u>
Capital assets, being depreciated:				
Buildings and systems	24,893,298	6,071,528	0	30,964,826
Improvements other than buildings	54,883,385	6,653,898	0	61,537,283
Machinery and equipment	52,797,412	3,077,557	253,138	55,621,831
Utility Systems	<u>749,404,077</u>	<u>29,756,168</u>	<u>30,221</u>	<u>779,130,024</u>
Total Capital Assets being depreciated	<u>881,978,172</u>	<u>45,559,151</u>	<u>283,359</u>	<u>927,253,964</u>
Less accumulated depreciation for:				
Buildings and systems	9,200,428	874,054	0	10,074,482
Improvements other than buildings	20,732,960	3,556,335	0	24,289,295
Machinery and equipment	41,575,864	3,749,395	252,544	45,072,715
Utility Systems	<u>244,349,991</u>	<u>17,054,922</u>	<u>995</u>	<u>261,403,918</u>
Total accumulated depreciation	<u>315,859,243</u>	<u>25,234,706</u>	<u>253,539</u>	<u>340,840,410</u>
Total Capital Assets, being depreciated, net	<u>566,118,929</u>	<u>20,324,445</u>	<u>29,820</u>	<u>586,413,554</u>
Business-type Activities Capital Assets, net	<u>\$ 594,167,058</u>	<u>\$ 49,919,914</u>	<u>\$ 35,429,748</u>	<u>\$ 608,657,224</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 8 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General Government	\$ 8,725,610
Community and Economic Development	1,568,103
Public Safety – Police	2,526,758
Public Safety – Fire and EMS	1,369,055
Public Works, including depreciation of general infrastructure assets	7,659,366
Recreation and Culture	<u>12,503,824</u>
Total depreciation expense – governmental activities	<u>\$ 34,352,716</u>

Business-type Activities:	
Water Resources	\$ 15,295,816
Stormwater	5,091,691
Sanitation	2,719,222
Other nonmajor business-type funds	<u>2,123,127</u>
Total depreciation expense – business-type activities	<u>\$ 25,229,856</u>

Depreciation expense differs from the additions to accumulated depreciation in the governmental activities due to transfers in the amount of \$789,627. The majority of these transfers, in the amount \$640,574, are from assets previously in the Capital Improvements Department that were transferred to the Engineering Department due to department restructuring. Accumulated depreciation was both increased and decreased by the same amount due to this transfer between departments.

Depreciation expense differs from the additions to accumulated depreciation in the business-type activities due to two (2) pieces of equipment transferred which had a combined accumulated depreciation balance of \$4,850.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 8 - CAPITAL ASSETS - (Continued)

Construction Commitments

Outstanding construction contract and special order equipment commitments and estimated additional costs to complete projects in progress at September 30, 2008, are summarized as follows:

	<u>Construction Contracts</u>	<u>Estimated Additional Costs to Complete Projects in Progress</u>
CAPITAL PROJECTS FUNDS		
General Capital Improvement	\$ 2,404,203	\$ 15,714,512
Local Option Sales Surtax Improvement	5,198,353	37,710,823
Housing Capital Improvement	0	1,000,624
Transportation Improvement	311,413	12,933,642
Downtown Parking Garage	24,430	21,938
Weeki Wachee	<u>0</u>	<u>170,150</u>
Total Capital Projects Funds	<u>\$ 7,938,399</u>	<u>\$ 67,551,689</u>
ENTERPRISE FUNDS		
Water Resources	\$ 9,709,854	\$ 53,291,007
Stormwater	1,723,463	15,943,903
Sanitation	68,026	0
Other nonmajor business-type funds	<u>585,975</u>	<u>12,009,496</u>
Total Enterprise Funds	<u>\$ 12,087,318</u>	<u>\$ 81,244,406</u>
INTERNAL SERVICE FUNDS		
Equipment Maintenance	\$ 657,552	0
Facilities Maintenance	6,664	0
Information and Communication Services	78,080	0
Consolidated Inventory	58,103	0
Billing and Collections	<u>8</u>	<u>0</u>
	<u>\$ 800,407</u>	<u>\$ 0</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 9 - DISCRETELY PRESENTED COMPONENT UNIT

St. Petersburg Health Facilities Authority
Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual

	Original and Final <u>Budget</u>	<u>Actual</u>	Variance With Final Budget <u>Over Under</u>
Revenues	\$ 14,000	\$ 13,378	\$ (622)
Expenditures	<u>14,000</u>	<u>175</u>	<u>13,825</u>
Excess of Revenues Over Expenditures	0	13,203	13,203
Budgetary Fund Balance October 1, 2007	22,512	22,512	0
Reserve for Encumbrances – October 1, 2007	<u>0</u>	<u>0</u>	<u>0</u>
Budgetary Fund Balance September 30, 2008	<u>\$ 22,512</u>	35,715	<u>\$ 13,203</u>
Reconciliation of Budget to GAAP Reporting Reserve for Encumbrances – September 30, 2008		<u>0</u>	
Fund Balance September 30, 2008		<u>\$ 35,715</u>	

NOTE 10 - INTERFUND RECEIVABLES, PAYABLES, TRANSFERS, AND ADVANCES

The composition of due to/from other funds as of September 30, 2008, are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
	Grants	\$ 480,000
	Nonmajor Governmental Funds	1,495,000
	Nonmajor Enterprise Funds	<u>340,000</u>
General		<u>\$ 2,315,000</u>

The purpose of interfund receivable and payables is to meet temporary cash flow requirements and timing between receiving and recognizing certain revenues.

Water Resources advanced \$8,995,565 to the Excise Tax Debt Service Fund to cover debt covenant requirements of the debt service fund. The advance is considered long term.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 10 - INTERFUND RECEIVABLES, PAYABLES, TRANSFERS, AND ADVANCES – (Continued)

The composition of interfund transfers during fiscal year 2008 are as follows:

Interfund Transfers of Financial Assets:

Transfer Out:	Transfers In:								Total Transfers Out
	General Fund	Community Redevelopment District	Downtown Redevelopment District	Local Option Sales Surtax Improvement	Nonmajor Governmental	Internal Service	Water Resources	Nonmajor Business- type	
General Fund	\$ 0	\$ 5,021,145	\$ 0	\$ 0	\$ 17,870,986	\$ 32,700	\$ 0	\$ 795,000	\$ 23,719,831
Utility Tax	34,270,000				2,276,820				36,546,820
Community Redevelopment District	0	0	8,619,508	0	0	0	0	0	8,619,508
Downtown Redevelopment District	0	0	0	0	8,884,687	0	0	0	8,884,687
Local Option Sales Surtax Improvement	0	0	0	0	107,810	0	0	0	107,810
Grants	0	0	0	0	324,562	0	0	0	324,562
Nonmajor Governmental	34,183,972	0	0	19,172,928	35,781,847	0	154,611	0	89,293,358
Internal Service	0	0	0	0	1,078,000	0	0	0	1,078,000
Water Resources	9,258,192	0	0	0	36,680	0	0	0	9,294,872
Stormwater	1,661,316	0	0	0	0	0	0	0	1,661,316
Sanitation	2,816,844	0	0	0	0	0	0	0	2,816,844
Nonmajor Business-type	<u>2,272,829</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,279,329</u>
Total Transfers In	<u>\$ 84,463,153</u>	<u>\$ 5,021,145</u>	<u>\$ 8,619,508</u>	<u>\$ 19,172,928</u>	<u>\$ 66,367,892</u>	<u>\$ 32,700</u>	<u>154,611</u>	<u>\$ 795,000</u>	<u>\$184,626,937</u>

Interfund Transfers of Capital Assets:

Transfer Out:	Transfers In:						Total
	General Capital Assets	Sanitation	Stormwater	Water Resources	Non-Major Business	Internal Services	
General Capital Assets	\$ 0	\$ 645	\$ 4,039,580	\$ 135,309	\$ 4,670,514	\$ 830,996	\$ 9,677,044
Internal Services	<u>(24)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(24)</u>
	<u>\$ (24)</u>	<u>\$ 645</u>	<u>\$ 4,039,580</u>	<u>\$ 135,309</u>	<u>\$ 4,670,514</u>	<u>\$ 830,996</u>	<u>\$ 9,677,020</u>

Capital assets are transferred with related accumulated depreciation.

Bond covenants and City financial policies require the use of interfund transfers to move financial resources from funds legally designated to receive them to funds required to expend the resources. Business type fund payments-in-lieu of taxes are also reported as interfund transfers to the general fund.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 11 - OPERATING LEASE OBLIGATIONS

The City has entered into several non-cancelable operating lease agreements for equipment which end on various dates through 2013, with an option for an additional five year term. The cost of the fiscal year was \$570,736. The following is a schedule by years of the future rentals on non-cancelable leases as of September 30, 2008:

Fiscal Year Ending September 30:	2009	\$ 490,591
	2010	303,121
	2011	108,000
	2012	28,113
	2013	<u>11,077</u>
Total Minimum Future Rentals:		<u>\$ 940,902</u>

NOTE 12 - LONG - TERM OBLIGATIONS

The following is a summary of changes in long-term liabilities of the City for the fiscal year ended September 30, 2008. Compensated absences are paid from the fund in which they occur. (In thousands of dollars.)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds and Notes Payable:					
Revenue Bonds	\$ 127,261	\$ 466	\$ (17,710)	\$ 110,017	\$ 14,887
Notes	<u>44,393</u>	<u>23,856</u>	<u>(28,305)</u>	<u>39,944</u>	<u>1,091</u>
	171,654	24,322	(46,015)	149,961	15,978
Unamortized premiums, discounts and deferred amounts on refunding for Bonds	1,028	0	(391)	637	0
Unamortized premiums, discounts and deferred amounts on refunding for Notes	<u>(307)</u>	<u>0</u>	<u>49</u>	<u>(258)</u>	<u>0</u>
Total Bonds and Notes Payable	<u>172,375</u>	<u>24,322</u>	<u>(46,357)</u>	<u>150,340</u>	<u>15,978</u>
Claims and judgments	18,659	3,395	(3,844)	18,210	5,827
Compensated absences	<u>12,810</u>	<u>2,245</u>	<u>(1,103)</u>	<u>13,952</u>	<u>914</u>
Subtotal before OPEB liability	203,844	29,962	(51,304)	182,502	22,719
OPEB Liability	<u>0</u>	<u>8,282</u>	<u>0</u>	<u>8,282</u>	<u>0</u>
Governmental activity Long-term liabilities	<u>\$ 203,844</u>	<u>\$ 38,244</u>	<u>\$ (51,304)</u>	<u>\$ 190,784</u>	<u>\$ 22,719</u>

On March 11, 2008, the City borrowed \$23,856,000 from the Banc of America Public Capital Corp. and Bank of America, N.A. The loans were used for the repayment of \$24,005,000 of the remaining tax exempt and taxable issues outstanding of the Sunshine State Governmental Financing Commission Variable Rate Notes for the Florida International Museum project, the Mahaffey Theater project, and the

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 12 - LONG - TERM OBLIGATIONS - (Continued)

repayment of the H.U.D. Section 108 loan. The interest rates of the new loans are 4.006% and 4.790% and the loans mature in 2021. Interest is due semi-annually and the principal annually.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-Type Activities:					
Bonds and Notes Payables and Capitalized Lease:					
Revenue Bonds	\$ 180,725	0	\$ (3,405)	\$ 177,320	\$ 3,685
Notes	31,769	0	(1,633)	30,136	3,742
Capitalized Lease	<u>106</u>	<u>0</u>	<u>(50)</u>	<u>56</u>	<u>56</u>
	212,600	0	(5,088)	207,512	7,483
Unamortized discount and deferred amount on refunding	<u>(3,731)</u>	<u>0</u>	<u>318</u>	<u>(3,413)</u>	<u>0</u>
Total Bonds and Notes Payable and Capitalized Lease	<u>208,869</u>	<u>0</u>	<u>(4,770)</u>	<u>204,099</u>	<u>7,483</u>
Compensated absences	<u>3,094</u>	<u>551</u>	<u>(248)</u>	<u>3,397</u>	<u>218</u>
Business-type activity Long-term liabilities	<u>\$211,963</u>	<u>\$ 551</u>	<u>\$ (5,018)</u>	<u>\$ 207,496</u>	<u>\$ 7,701</u>

Bonds and Notes Payable and Capitalized Lease by Major and non-major businesses:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Water Resources	\$ 179,802	\$ 0	\$ (4,216)	\$ 175,586	\$ 4,460
Stormwater	21,256	0	(76)	21,180	132
Non-major Business Activities	<u>11,542</u>	<u>0</u>	<u>(795)</u>	<u>10,747</u>	<u>2,887</u>
	212,600	0	(5,088)	207,512	7,479
Unamortized Discount and Deferred Amount on Refunding	<u>(3,731)</u>	<u>0</u>	<u>318</u>	<u>(3,413)</u>	<u>0</u>
Total Bonds and Notes Payable and Capitalized Lease	<u>\$ 208,869</u>	<u>\$ 0</u>	<u>\$ (4,770)</u>	<u>\$ 204,099</u>	<u>\$ 7,479</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 12 - LONG - TERM OBLIGATIONS - (Continued)

Since 1998, the City has requested and received loans from the State of Florida Revolving loan (SRF) fund of the State Department of Environmental Protection. The loans represent direct grants from the Federal Governments Clean Water Act or bonded debt proceeds from the State of Florida Department of Environmental Protection. The State requires semi-annual principal and interest payments over twenty years beginning two years after State loans approval. The following loans, interest rates, and maturities are included in the business type activities notes payable:

<u>Loan Approval Date</u>	<u>Issue Date</u>	<u>Loan Number</u>	<u>Original Loan Amount</u>	<u>Remaining Loan Amount</u>	<u>Interest Rate</u>	<u>Maturity</u>
Apr. 15, 1998	03/15/01	CS120521010	\$ 13,227,511	\$ 9,200,241	3.115-3.18%	09/15/20
May 4, 2000	09/15/03	CS120521020	3,587,494	2,816,603	3.33%	11/15/22
Nov. 27, 2001	09/15/03	CS12052104P	445,776	358,153	3.05%	09/15/23
Nov. 8, 2001	09/05/04	CS120521030	5,851,730	4,724,719	2.93-3.05%	09/15/23
Dec. 5, 2001	01/15/04	CS12052105A	392,384	229,488	2.96%	01/15/24
Dec. 5, 2003	01/15/04	CS12052105L	4,519,117	3,696,398	2.96%	01/15/24
			<u>\$ 28,024,012</u>	<u>\$ 21,025,602</u>		

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 12 – LONG - TERM OBLIGATIONS - (Continued)

Debt Service requirements at September 30, 2008 were as follows (amounts in 000's):

Year End September 30	<u>Governmental Activities</u>			
	<u>Revenue Bonds</u>		<u>Notes</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 15,005	\$ 4,907	\$ 1,091	\$ 1,789
2010	15,815	4,307	2,126	1,734
2011	13,805	3,520	2,216	1,652
2012	14,485	2,825	2,312	1,566
2013	8,350	2,259	2,724	1,443
2014 – 2018	30,410	5,471	21,454	3,939
2019 – 2023	7,415	2,045	8,023	478
2024 – 2026	<u>4,850</u>	<u>319</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 110,135</u>	<u>\$ 25,653</u>	<u>\$ 39,946</u>	<u>\$ 12,601</u>

Revenue bond principal includes capital appreciation recognized to September 30, 2008 in the amount of \$117,789.

Year End September 30	<u>Business Type Activities</u>					
	<u>Water Resources</u>		<u>Notes</u>		<u>Stormwater</u>	
	<u>Revenue Bonds</u>		<u>Revenue Bonds</u>		<u>Revenue Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 3,163	\$ 6,899	\$ 1,297	\$ 646	\$ 132	\$ 921
2010	3,292	6,766	1,338	605	138	915
2011	3,429	6,627	1,380	563	146	909
2012	3,570	6,482	1,424	519	150	903
2013	3,717	6,327	1,468	475	158	897
2014 – 2018	21,214	28,932	7,849	1,662	876	4,385
2019 – 2023	20,510	24,126	6,122	460	6,960	3,723
2024 – 2028	23,873	19,279	147	2	10,282	1,707
2029 – 2033	40,822	12,350	0	0	2,338	53
2034 – 2036	<u>30,970</u>	<u>2,298</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 154,560</u>	<u>\$ 120,086</u>	<u>\$ 21,025</u>	<u>\$ 4,932</u>	<u>\$ 21,180</u>	<u>\$ 14,413</u>

CITY OF ST. PETERSBURG, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008

NOTE 12 - LONG - TERM OBLIGATIONS - (Continued)

Year End	<u>Non – Major Business Activities</u>					
	<u>Revenue Bonds</u>		<u>Notes</u>		<u>Capitalized Lease</u>	
<u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	390	69	790	280	52	1
2010	415	49	2,061	264	4	0
2011	440	28	420	248	0	0
2012	335	8	435	231	0	0
2013	0	0	455	214	0	0
2014 – 2018	0	0	2,535	795	0	0
2019 – 2023	<u>0</u>	<u>0</u>	<u>2,415</u>	<u>252</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 1,580</u>	<u>\$ 154</u>	<u>\$ 9,111</u>	<u>\$ 2,284</u>	<u>\$ 56</u>	<u>\$ 1</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 12 - LONG - TERM OBLIGATIONS - (Continued)

The following is a summary of bonds and notes interest requirements to maturity:

	<u>Original Issue Par</u>	<u>Debt Payable 09/30/08</u>	<u>Accreted Interest To Maturity</u>	<u>Interest Requirements To Maturity</u>	<u>Total</u>
Revenue Bonds					
2001 Public Improvement Refunding Revenue	\$18,665,000	\$ 18,665,000	\$ 0	\$ 2,365,375	\$ 21,030,375
1992 Public Improvement Revenue	44,768,369	5,412,211	117,789	0	5,530,000
2002 Utility Tax Refunding Revenue	16,125,000	5,250,000	0	397,000	5,647,000
1993 Excise Tax Secured Revenue	114,305,000	54,825,000	0	11,742,606	66,567,606
2003 Professional Sports Facility	27,185,000	23,410,000	0	10,309,557	33,719,557
1997 Capital Improvement Variable Rate Demand Bonds	13,895,000	4,035,000	0	993,450	5,028,450
1999A Public Utility Refunding Revenue	51,195,000	400,000	0	17,569	417,569
1999B Public Utility Revenue	49,715,000	28,505,000	0	8,258,163	36,763,163
2003 Public Utility Revenue	45,000,000	44,475,000	0	42,672,545	87,147,545
2005 Public Utility Revenue	50,420,000	49,810,000	0	47,534,825	97,344,825
2006 Public Utility Refunding Revenue Bonds	<u>52,550,000</u>	<u>52,550,000</u>	<u>0</u>	<u>36,015,997</u>	<u>88,565,997</u>
Total Revenue Bonds	<u>483,823,369</u>	<u>287,337,211</u>	<u>117,789</u>	<u>160,307,087</u>	<u>447,762,087</u>
Less: Unamortized Premiums, Discounts and Deferred Amounts on Refunding		<u>(2,704,609)</u>	<u>0</u>	<u>0</u>	<u>(2,704,609)</u>
Net Revenue Bonds		<u>284,632,602</u>	<u>117,789</u>	<u>160,307,087</u>	<u>445,057,478</u>
Notes:					
1996 FFGFC Note	22,810,000	535,000	0	32,100	567,100
2001 FFGFC Note	17,480,000	15,755,000	0	4,209,080	19,964,080
2007 FFGFC Note	7,430,000	7,055,000	0	2,283,859	9,338,859
2008A Bank of America Note	21,982,000	21,782,000	0	7,701,737	29,483,737
2008B Bank of America Note	1,874,000	1,874,000	0	657,843	2,531,843
State Revolving Loans	28,024,012	21,025,602	0	4,932,072	25,957,674
Private Citizen Loan	<u>3,200,000</u>	<u>2,055,612</u>	<u>0</u>	<u>0</u>	<u>2,055,612</u>
Total Notes	<u>102,800,012</u>	<u>70,082,214</u>	<u>0</u>	<u>19,816,691</u>	<u>89,898,905</u>
Less: Unamortized Premiums, Discounts and Deferred Amounts on Refunding		<u>(329,717)</u>	<u>0</u>	<u>0</u>	<u>(329,717)</u>
Total Net Notes		<u>69,752,497</u>	<u>0</u>	<u>19,816,691</u>	<u>89,569,188</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 12 - LONG - TERM OBLIGATIONS - (Continued)

	<u>Original Issue Par</u>	<u>Debt Payable 09/30/08</u>	<u>Accreted Interest To Maturity</u>	<u>Interest Requirements To Maturity</u>	<u>Total</u>
Capital Lease					
2006 Bank of America	<u>\$ 150,000</u>	<u>\$ 56,059</u>	<u>\$ 0</u>	<u>\$ 1,211</u>	<u>\$ 57,270</u>
Total Capital Lease	<u>\$ 150,000</u>	<u>\$ 56,059</u>	<u>\$ 0</u>	<u>\$ 1,211</u>	<u>\$ 57,270</u>
 Total All Bonds, Notes and Capital Leases		<u>\$ 354,441,158</u>	<u>\$ 117,789</u>	<u>\$ 180,124,989</u>	<u>\$ 534,683,936</u>

Bonds outstanding at September 30, 2008, mature in varying amounts during succeeding fiscal years through 2036. Interest rates are as follows: 2.0% to 7.2% on Revenue Bonds, and 3.0% to 6.0% on Notes Payable. All variable rate debt interest requirements were projected using the applicable interest rate at year end through the final maturity date. Variable interest rates used varied from 3.38% to 4.01%.

The authorizing resolutions for the various revenue bonds and loan agreements of the City require deposits to restricted accounts throughout the fiscal year and the maintenance of required minimum balances to be on deposit in such accounts. At September 30, 2008, the City believes it is in compliance with these requirements.

The City's 1997 Capital Improvement Variable Rate Demand Bonds (CIVRD), are variable rate debt; thus requiring both supporting reimbursement (letter or line of credit) and re-marketing agreements.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 12 - LONG - TERM OBLIGATIONS - (Continued)

The following schedule reflects the principal elements of each program:

Variable Rate Programs Supporting Agreements

<u>Reimbursement Agreements</u>	<u>1997 Capital Improvement Variable Rate Demand Bonds</u>
General:	Tax Exempt
Term	20 years
Type	Line
Initial Renewal	Not applicable
Subsequent Renewals	Not applicable
Renewal Window	Not applicable
Fee Structure:	
Annual Rate	25 basis points-line
Base	Bonds Outstanding 50 days @ 13%
Effective Rate	Not Applicable
Tender Draw Rate	Prime
Default Draw Rate	Prime & 100 basis points
Right to Accelerate	Yes (1)
Banks:	
Name	Sun Trust Bank

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 12 - LONG - TERM OBLIGATIONS - (Continued)

	1997 Capital Improvement Variable <u>Rate Demand Bonds</u>
Ratings	Aa3
Moody's / S&P / Fitch Participating Bond	Not applicable
Insurance Companies	Not applicable
Agent/Dealer	SunTrust Bank
Base Fee	12.5 basis points
Performance Fee	None
Base	Bonds Outstanding

NOTE 13 - ARBITRAGE REBATE

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

The arbitrage rebate liability at September 30, 2008, is as follows and is reported in Due to Other Governmental Agencies:

Governmental Activities:

Water Resources Capital Projects Fund	\$ 171,952
Marina Capital Improvement Fund	<u>58,433</u>
Total	<u>\$ 230,385</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 14 - CONDUIT DEBT OBLIGATION

From time to time, the City has issued Private Activity Bonds to provide tax exempt borrowing to private-sector entities for the acquisition and construction of industrial, commercial and health facilities deemed to be in the public ' s interest.

The bonds are secured by the property and the net operating revenues of the borrowing entity and are payable solely from these sources. Upon repayment of the bonds, ownership of the acquired facilities is transferred to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision therefore is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2008, there were fourteen series of Private Activity Bonds outstanding that were issued prior to July 1, 1995, and six issues totaling \$164 million issued since then. The aggregate principal amount of all Outstanding Private Activity Bonds can not be determined; however, their original issue amounts totaled \$555 million, including two refunding issues totaling \$69 million.

NOTE 15 - DEFEASED DEBT

During fiscal years 2004, 2003, and 1984, the City entered into various advance refunding transactions related to certain bonded debt. A portion of the proceeds of the refunding bond issues was placed in trust and used to purchase securities of the United States Government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. These assets are administered by the trustees and are restricted to use for retirement of the refunded debt. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City ' s financial statements.

At September 30, 2008, the following outstanding bonds are considered defeased:

Revenue Bonds:	
Public Utility Revenue Bonds, Series 1999A	\$ 50,425,000
Notes: FFGFC, Series 1996	<u>935,000</u>
Total Governmental Activities	<u>\$ 51,360,000</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 16 - NET INTEREST EXPENSE ON DEBT

The computation of interest expense on debt in the Enterprise Funds, net of capitalized interest at September 30, 2008 is shown below:

	<u>Water Resources</u>	<u>Stormwater</u>	<u>Airport</u>	<u>Marina</u>	<u>Golf Courses</u>
Interest Paid on Debt	\$ 7,025,077	\$ 925,090	\$ 59,831	\$ 294,871	\$ 3,038
Less:					
Accrued Interest 9/30/07	(3,615,402)	(463,343)	0	(73,718)	0
Plus:					
Accrued Interest 9/30/08	3,561,248	461,747	0	69,968	0
Interest Expense State Revolving					
Loan	685,307	0	0	0	0
Interest improperly capitalized in					
a prior year	0	196,047	0	0	0
Amortization of Deferred					
Gain/Loss on Bond Refunding	<u>233,339</u>	<u>60,512</u>	<u>0</u>	<u>0</u>	<u>0</u>
Interest Cost	7,889,569	1,180,053	59,831	291,121	3,038
Less:					
Capitalized Interest	<u>(2,481,463)</u>	<u>(23,453)</u>	<u>0</u>	<u>(291,121)</u>	<u>0</u>
Net Interest Expense on Debt	<u>\$ 5,408,106</u>	<u>\$ 1,156,600</u>	<u>\$ 59,831</u>	<u>\$ 0</u>	<u>\$ 3,038</u>

NOTE 17 - RESTRICTED ASSETS

The balances of the restricted asset accounts for debt service principal and interest and utility systems renewal and replacement in the business-type activities are as follows:

Revenue bond current debt service amount	\$ 7,317,995
Revenue bond future debt service amount	770,058
Bond proceeds for construction	7,147,842
Available for all other qualified purposes	<u>172,071</u>
Total	<u>\$15,407,966</u>

NOTE 18 - DEFICIT NET ASSETS/FUND BALANCE

At September 30, 2008, the Parking Fund reported a deficit fund balance of \$37,071, which is in violation of state statute. The FY 2009 budget will reduce expenses in the Parking Fund so that the deficit will be eliminated.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 19 - RISK MANAGEMENT

The City's self insurance programs and health insurance programs are accounted for in the Insurance Internal Service Fund. The City is self insured for the following types of risk exposures which are limited by insurance coverage as noted. Settled liability and workers' compensation claims have not exceeded the self insured statutory limits in any of the past three years. The City has not made any claims under the City's property insurance policies in the past three years.

General and Automotive Liability:

State statutes limit municipal liability associated with tort actions to \$100,000 per claim and \$200,000 per occurrence except under certain circumstances. The City obtained an actuarial valuation of the outstanding claims as of September 30, 2008.

Property Damage:

The City has established an account to fund the premium on the property insurance policies that cover City facilities on a blanket basis. The unrestricted net assets of the Insurance Fund would be used to fund the damages under the insurance deductibles.

Workers' Compensation:

The City is self insured for all Workers' Compensation benefits as defined by State Statute. The funding is provided by charges to the various departments of the City based on payroll and the workers' compensation rates as defined in the State classification codes. The Workers Compensation rates are charged by payroll class and claims. These are reviewed annually by the Bureau of Self Insurance, Division of Workers' Compensation, Department of Labor and Employment Security, State of Florida. Non incremental claims adjustment expenses are included as part of the liability for claims. The City obtained an actuarial valuation of the outstanding claims as of September 30, 2008.

Group Medical:

The City is fully insured for group medical coverage. On April 1, 2006, the City contracted with CIGNA for the group medical insurance plan. The plan is funded by employee contributions and by City contributions. The City contributions are allocated to the different funds of the City based on employee participation in the plan. The agreement with CIGNA was most recently renewed on December 20, 2007 for the plan year beginning April 1, 2008.

Life Insurance - Public Safety Officers:

Florida State Statutes require the employer of any public safety officer under 70 years of age, who, while on duty, is killed or injured resulting in death within 180 days of the injury, to pay a \$50,000 death benefit to the officer's designated beneficiary. In addition, thru the collective bargaining agreement, the city has agreed to provide life insurance, at no cost to the employee, in an amount equal to annual base pay rounded to the nearest thousand dollars for officers, sergeants and lieutenants.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 19 - RISK MANAGEMENT - (Continued)

The City provides life insurance in the amount \$35,000 for fire captains and fire district chiefs.

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

Operating funds are charged premiums, based on risk for workers' compensation; employee participation for health and life insurance; loss experience for general and auto liability and the premium portion of insured risks by the Insurance Internal Service Fund. The claim liabilities were determined by an actuarial valuation using a discount rate of 4.5%. Non incremental claims adjustment expenses are included as part of the liability for claims. Estimated claims liability for all self-insured risks are reported as accrued claims in the Insurance Fund which includes an estimate for incurred but not reported claims.

The incurred claims in the following reconciliation of claims liabilities includes prior years' estimated claims settled without payment and year-end adjustment to estimated claims liability.

	<u>Workers'</u> <u>Compensation</u>	<u>Auto &</u> <u>General</u> <u>Liability</u>	<u>Total</u>
Balance 9/30/06	\$ 12,336,000	\$ 6,469,000	\$ 18,805,000
Paid Claims	(4,064,866)	(706,647)	(4,771,513)
Incurred Claims	<u>4,963,866</u>	<u>338,353</u>	<u>4,625,513</u>
Balance 9/30/07	13,235,000	5,424,000	18,659,000
Paid Claims	(4,690,863)	(1,026,454)	(5,717,317)
Incurred Claims	<u>3,844,863</u>	<u>1,423,454</u>	<u>5,268,317</u>
Balance 9/30/08	<u>\$ 12,389,000</u>	<u>\$ 5,821,000</u>	<u>\$ 18,210,000</u>

Current portion of claims liabilities were estimated at \$4,392,000 for Workers' Compensation and \$1,435,000 for Auto and General Liability as of September 30, 2008. Actuarial valuation of the claims liabilities were calculated as of September 30, 2007 and 2008.

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS

A. DEFINED BENEFIT PLANS

The City maintains three separate single employer defined benefit retirement systems (General Employees, Police and Fire) covering full-time City employees which are maintained as Pension Trust Funds and reported on herein as part of the City's reporting entity, therefore the pension plans do not issue stand-alone financial reports. Each of the three systems has a prior plan (prior to January 1, 1964, for General Employees and October 1, 1970, for Police and Fire) which does not include Social Security coverage and a supplemental plan which provides for Social Security coverage after the previously noted dates. There are no active employees in the prior plans. Each retirement system has a board of trustees which administer the systems. The City incurs most of the administrative costs of the retirement systems

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)

in the General Fund, however, administrative costs which are charged to the retirement systems are funded from system contributions and earnings; they are also expended annually in the actuarial valuations. Management employees have the option of a defined contribution plan under ICMA Retirement Corporation in lieu of membership in the General Employees' Retirement System.

The following two statements reflect the Plan Net Assets and Changes in Plan Net Assets for each of the three pension plans for the year ended September 30, 2008.

	Employees Retirement <u>Fund</u>	Fire Pension <u>Fund</u>	Police Pension <u>Fund</u>	<u>Total</u>
ASSETS				
Cash and Cash Equivalents				
Demand Deposits	\$ 33,619	\$ 42,914	\$ 100	\$ 76,633
Trustee Accounts	<u>23,384,951</u>	<u>4,020,204</u>	<u>13,217,229</u>	<u>40,622,384</u>
Total Cash and Cash Equivalents	<u>23,418,570</u>	<u>4,063,118</u>	<u>13,217,329</u>	<u>40,699,017</u>
Receivables				
Unsettled Investment Sales	883,096	595,557	1,603,916	3,082,569
Interest and Dividends	<u>1,132,187</u>	<u>793,707</u>	<u>1,216,773</u>	<u>3,142,667</u>
Total Receivables	<u>2,015,283</u>	<u>1,389,264</u>	<u>2,820,689</u>	<u>6,225,236</u>
Investments, at Fair Value				
Government Securities	43,897,987	19,642,679	55,780,810	119,321,476
Corporate Bonds	36,508,091	40,468,526	26,332,124	103,308,741
Common and Preferred Stock	129,225,375	90,467,666	155,258,074	374,951,115
Real Estate	<u>0</u>	<u>0</u>	<u>10,460,525</u>	<u>10,460,525</u>
Total Investments	<u>209,631,453</u>	<u>150,578,871</u>	<u>247,831,533</u>	<u>608,041,857</u>
TOTAL ASSETS	<u>235,065,306</u>	<u>156,031,253</u>	<u>263,869,551</u>	<u>654,966,110</u>
LIABILITIES				
Payables				
Accounts	0	32,865	0	32,865
Unsettled Investment Purchases	<u>646,170</u>	<u>984,758</u>	<u>2,017,760</u>	<u>3,648,688</u>
TOTAL LIABILITIES	<u>646,170</u>	<u>1,017,623</u>	<u>2,017,760</u>	<u>3,681,553</u>
NET ASSETS				
Held in Trust for Pension Benefits	<u>\$ 234,419,136</u>	<u>\$ 155,013,630</u>	<u>\$261,851,791</u>	<u>\$651,284,557</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS – (Continued)

	Employees Retirement <u>Fund</u>	Fire Pension <u>Fund</u>	Police Pension <u>Fund</u>	<u>Total</u>
ADDITIONS				
Contributions				
Employer (Charges to Other Funds)	\$ 11,828,152	\$ 10,859,256	\$ 13,022,553	\$35,709,961
Employees	1,524,802	1,083,617	2,088,181	4,696,600
State Insurance Fund	<u>0</u>	<u>2,332,604</u>	<u>1,680,247</u>	<u>4,012,851</u>
Total Contributions	<u>13,352,954</u>	<u>14,275,477</u>	<u>16,790,981</u>	<u>44,419,412</u>
DEDUCTIONS				
Investment Income				
Net Decrease in Fair Value of Investments	39,488,449	29,084,852	51,776,756	120,350,057
Interest on Investments	(5,901,429)	(3,701,491)	(4,558,485)	(14,161,405)
Dividends on Stock	<u>(2,490,927)</u>	<u>(1,258,714)</u>	<u>(2,980,289)</u>	<u>(6,729,930)</u>
Total Investment Loss	<u>31,096,093</u>	<u>24,124,647</u>	<u>44,237,982</u>	<u>99,458,722</u>
Plus Investment Expense	<u>1,046,896</u>	<u>550,259</u>	<u>1,036,807</u>	<u>2,633,962</u>
Net Investment Loss	32,142,989	24,674,906	45,274,789	102,092,684
Benefits	11,464,298	10,760,766	14,810,814	37,035,569
DROP Contributions	1,062,501	2,307,726	473,883	3,844,110
Refund of Contributions	277,463	21,593	0	299,056
Administrative Expenses	<u>46,041</u>	<u>66,187</u>	<u>828</u>	<u>113,056</u>
Total Deductions	<u>44,993,292</u>	<u>37,831,178</u>	<u>60,560,005</u>	<u>143,384,475</u>
NET DECREASE	(31,640,338)	(23,555,701)	(43,769,024)	(98,965,063)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS BEGINNING OF YEAR – OCTOBER 1	<u>266,059,474</u>	<u>178,569,331</u>	<u>305,620,815</u>	<u>750,249,620</u>
END OF YEAR – SEPTEMBER 30	<u>\$ 234,419,136</u>	<u>\$ 155,013,630</u>	<u>\$261,851,791</u>	<u>\$651,284,557</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS – (Continued)

The General Employees' System pension plan uses the Frozen Initial Liability Cost Method with allocation of costs done in the aggregate on the basis of earnings. The Fire and Police systems use the Entry Age Actuarial Cost Method, with allocation of future Normal Costs based on earnings and determined by individual. Entry Age is the age nearest the employees' birthday on the first of October following employment. Both methods are intended to provide for a funding of normal costs as a level percentage of payroll over time. The General Employees method provides for funding of the frozen initial liability (FIL) as a level dollar over time, and the Police and Fire method provides for funding of the unfunded actuarial accrued liabilities (UAAL) as a level percentage of payroll. The Annual Pension Cost (APC) that the City records in its funds is the same as the Annual Required Contribution (ARC).

The State of Florida has established guidelines for state and local pension plan funding that requires submission to and approval of the local government's actuarial reports by a State Bureau, at least every third year. The City's pension plans, by policy, (1) require annual actuarial reports as of October 1 of each year, (2) receive employer contributions based on the actuarially determined requirement which includes funding from the State of Florida as required by Florida Statute and (3) use the same assumptions (see the following schedule) for determining the employer contribution required. The total City payroll for the fiscal year ended September 30, 2008, is approximately \$163.2 million. Fire and Police pensions require employee contributions based on a percentage of covered payroll of 7% and 7% for the supplemental plans, respectively. Participants in the General Employees Pension Plan contribute 2% of the employees covered payroll. The following schedule (derived from the respective actuarial reports and City information) reflects accounting policies, membership and plan provisions, assumptions, liabilities and funding provisions for the three pension systems as of October 1, 2008.

	<u>General Employees</u>	<u>Fire</u>	<u>Police</u>
ACCOUNTING POLICIES & PLAN ASSETS:			
Establishing and Amending Authority:			
Prior	City Ordinance	Special State Act	Special State Act
Supplemental (Supp.)	City Ordinance	City Ordinance	City Ordinance
Basis of Accounting	Accrual	Accrual	Accrual
Asset Valuation:			
Reporting	Market	Market	Market
Actuarial Valuation	(1)	(1)	(1)
Covered Payroll	\$ 79,342,826	\$ 15,646,253	\$ 30,141,359
Internal Loans	None	None	None
Non-governmental Investment > 5%	None	None	None

(1) The difference between actual investment return and the expected investment return (based on an 8.00% assumption) each year is recognized over 4 years; in order to be used as valuation assets, the smoothed value must be within the range of 80% and 120% of market value.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)

	<u>General Employees</u>		<u>Fire</u>		<u>Police</u>	
	<u>Prior</u>	<u>Supp.</u>	<u>Prior</u>	<u>Supp.</u>	<u>Prior</u>	<u>Supp.</u>
MEMBERSHIP AND PLAN PROVISIONS:						
Actuarial Information						
Members:						
Retirees and Beneficiaries Receiving Benefits	47	997	244	112	242	237
Terminated Employees Entitled to But Not Yet Receiving Benefits	0	255	0	12	0	74
Current Active Employees	0	1,741	0	280	0	499
Drop Plan Participants	<u>0</u>	<u>57</u>	<u>0</u>	<u>46</u>	<u>0</u>	<u>11</u>
Total Members	<u>74</u>	<u>3,049</u>	<u>244</u>	<u>450</u>	<u>242</u>	<u>809</u>
New Entrants Allowed	No	Yes	No	Yes	No	Yes
Normal Retirement Benefit:						
Age	60 (1)	60 (1)	N/A	50	N/A	55
Years of Service (Minimum)	5	10	20	10	20	25
Accrual (years 1 – 20)	2.5%	2.0% (6)	2.5%	3.0%	2.5%	3.0%
(over 20)	2.5%	2.0% (6)	2.0%	3.0%	2.0%	3.0%
Maximum	100% (2)	100% (2)	60% (2)	100% (2)	60% (2)	100% (2)
Minimum Years to Vest	5	5	12	7	12	7
Disability Benefit:						
Line of Duty	65% (5)	65% (5)	60%	60% (5) (8)	60%	60% (5) (8)
Non-Line of Duty	30%	30%	50%	(7)	50%	(7)
Annual Automatic Post-Retirement						
Cost-of-Living Benefit (COL)	2% (3)	1.5% (3)	(4)	Ad Hoc	(4)	2% (3)

- Note: (1) Also Age 55 with 25 years or Age 51 with 30 years.
(2) Initial benefit limited to 100% of average final compensation pursuant to F. S. 112.65.
(3) Maximum not to exceed CPI. (Police supp. Plan COL begins at age 60).
(4) In accordance with pay changes of rank held at time of retirement. (Fire prior plan not to exceed top pay of active firefighter).
(5) Benefits reduced by amounts payable under Workers' Compensation as permitted by law.
(6) Increased from 1.5% on March 1, 2000, with an adjusted accrual rate of 2% for active members who vest or retire after March 1, 2000, for the years of membership between March 1, 1980, and March 1, 1990.
(7) Greater of 25% or accrued benefit plus child benefit, if applicable.
(8) Greater of 60% or accrued benefit.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS – (Continued)

	<u>General Employees</u>		<u>Fire</u>		<u>Police</u>	
	<u>Prior</u>	<u>Supp.</u>	<u>Prior</u>	<u>Supp.</u>	<u>Prior</u>	<u>Supp.</u>
ASSUMPTIONS AND LIABILITIES:						
Actuarial Assumptions:						
Investment Return (net)	8% (1)	8% (1)	8% (1)	8%	8%	8%
Salary Increases	N/A	(1) (2)	N/A	(1) (2)	N/A	(1) (2)
Mortality Table	UP-94 (9)	UP-94 (9)	UP-94 (9)	UP-94 (9)	UP-94 (9)	UP-94 (9)
Retirement Age	N/A	(4)	N/A	(4)	N/A	(4)
Turnover	N/A	(3)	N/A	(3)	N/A	(3)
Retirees Cost of Living Increase	2%	1.5%	5.5%	None	5.5%	2% (8)
Amortization Method	(10)	(10)	(5)	(5)	(5)	(5)
Amortization Period (In years)	(6)	(6)	(7)	(7)	(7)	(7)

- Note:
- (1) Investment return and salary increases include an implicit inflation rate of 4%.
 - (2) Salary increases of 4.5% to 8.0%, for Police, 5.0% to 9.5% for Fire, & 5.0% to 8.5% for general employees are assigned by attained age.
 - (3) Probabilities of termination of employment are assigned by attained age and years of service.
 - (4) Rate of separation from service varies by age and years of service.
 - (5) Level percentage of annual valuation payroll.
 - (6) UFAAL at 10/01/80 are being funded over 34 years plus 30 year funding of adjustments to original UFAAL and both are closed periods.
 - (7) UAAL at 10/01/79 are being funded over 40 years plus 30 year funding of adjustments to original UAAL and both are closed periods.
 - (8) Beginning at age 60.
 - (9) With life expectancy improvements projected to 2009.
 - (10) Level dollar.

Plans covering all eligible employees are contributory.

Historical Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Four year trend information is presented in Required Supplementary Information beginning on page E-1 to assist in your understanding of the progress being made in the funding of the City ' s pension obligations.

CONTRIBUTIONS REQUIRED AND CONTRIBUTIONS MADE:

Contributions for the fiscal year ended September 30, 2008 were made in accordance with requirements determined by actuarial valuations of the plans as of October 1, 2007. Those amounts and respective percentages of covered annual payroll for this and the four prior years are in the Required Supplementary Information beginning on page E-1.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)

The current year and the two preceding years contributions for the three pension systems follow.

EMPLOYEE'S RETIREMENT SYSTEM SCHEDULE OF CONTRIBUTIONS FOR EMPLOYER AND OTHER CONTRIBUTING ENTITY						
Valuation Date	Fiscal Year	Total Annual Covered Payroll	Required Employer Contributions		Actual Employer Contributions	Percentage Contributed
			Amount	% of Payroll		
10/01/07	9/30/08	\$79,342,826	\$11,828,152	14.9%	\$11,828,152	100%
10/01/06	9/30/07	76,394,925	11,954,272	15.6%	11,954,272	100%
10/01/05	9/30/06	72,187,635	12,111,768	16.8%	12,111,768	100%

FIRE RETIREMENT SYSTEM SCHEDULE OF CONTRIBUTIONS FOR EMPLOYER AND OTHER CONTRIBUTING ENTITY								
Valuation Date	Fiscal Year	Total Annual Covered Payroll	Required Contribution Employer & State		Actual Contributions			Percentage Contributions
			Amount	% of Payroll	Employer	State	Total	Employer/State
10/01/07	9/30/08	\$15,646,253	\$12,066,286	77.1%	\$10,859,256	\$2,332,604	\$13,191,860	109%
10/01/06	9/30/07	16,121,136	11,368,000	70.5%	10,157,000	1,553,580	11,710,580	103%
10/01/05	9/30/06	15,824,974	11,154,243	70.5%	8,652,168	2,502,075	11,154,243	100%

POLICE RETIREMENT SYSTEM SCHEDULE OF CONTRIBUTIONS FOR EMPLOYER AND OTHER CONTRIBUTING ENTITY								
Valuation Date	Fiscal Year	Total Annual Covered Payroll	Required Contribution Employer & State		Actual Contributions			Percentage Contributions
			Amount	% of Payroll	Employer	State	Total	Employer/State
10/01/07	9/30/08	\$30,141,359	\$14,511,702	48.1%	\$13,022,553	\$1,680,247	\$14,702,800	101%
10/01/06	9/30/07	30,265,843	14,384,000	47.5%	12,895,000	1,714,181	14,609,181	102%
10/01/05	9/30/06	29,244,546	13,496,809	46.2%	10,275,702	3,221,107	13,496,809	100%

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 20 - EMPLOYEE RETIREMENT AND PENSION PLANS - (Continued)

B. DEFINED CONTRIBUTION PLAN

The City contributes to a defined contribution plan established by City Ordinance for exempt management employees who have waived membership in the General Employees' Retirement System, of which 103 have so chosen. The plan is administered by International City Management Association Retirement Corporation (ICMA-RC). Plan participants fully vest upon eligibility to participate. The City contributes to the 401a plan account for participants at a rate which is approved by City Council. During the fiscal year ended September 30, 2008, the rate was 11% of pre-deferral salary. The total City contribution to the 401a plan was \$976,677 or 11% of covered payroll. For the fiscal year ended September 30, 2008, payroll covered by this plan was \$8,878,882 compared to the total City payroll of approximately \$163.2 million.

C. DEFERRED RETIREMENT OPTION PLANS (DROP)

When an employee in a defined benefit plan reaches retirement eligibility, all three plans offer a deferred retirement option plan (DROP). When an employee elects to enter a DROP, they continue working, but all pension contributions stop and the pension benefit earned begins accruing for that individual in a separate account. At termination of employment, the employee has an option of a lump sum payment or roll over into a tax deferred account.

The General Employees, Police and Fire DROP accounts which started in 2000 and 2004, and 2007 respectively, are kept by a third party custodian International City Management Association Retirement Corporation, and are not included as pension fund liabilities.

At September 30, 2008, participants and amounts deferred in the DROP plans are as follows:

	<u>Participants</u>	<u>Custodial Assets</u>
Fire	46	<u>\$ 7,045,175</u>
General Employees	57	<u>\$ 4,219,928</u>
Police	11	<u>\$ 1,627,420</u>

NOTE 21 - POST-RETIREMENT HEALTH AND LIFE INSURANCE BENEFITS

The City sponsors a single employer defined benefit "other post-employment benefit" ("OPEB") plan. Benefits are stipulated resolutions approved by City Council and through union agreements with the employees and any changes to the benefits must be addressed through union negotiations. Retirees who meet certain age and service requirements may elect coverage for themselves and dependents in one of four health plans: two preferred provider organizations ("PPOs"), a health maintenance organization ("HMO") and an exclusive provider organization ("EPO"). After age 65, retirees have the additional choice of two Medicare Advantage plans. The City currently pays an explicit subsidy equal to 75% of the blended (active and retired) rate for the lowest cost PPO (or the total premium, if less), plus the implicit subsidy equal to the difference between the actual retiree cost ("ARC") and the blended rate. Beginning

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 21 - POST-RETIREMENT HEALTH AND LIFE INSURANCE BENEFITS – (Continued)

January 1, 2010, the maximum dollar amount of the explicit employer subsidy will be frozen for employees who retire after 2008. These retirees will pay the full cost of any increases in the blended premium in excess of the frozen maximum subsidy.

All of the above benefit plans are provided through insurance companies or health maintenance organizations (HMO). Some health plan premiums are based on the benefits paid during the plan period ending March 31. The City recognizes the cost of providing benefits by expensing monthly premiums, on a pay-as-you-go basis. There are no plans at this time to fund the OPEB liability and therefore there are no plan assets. For the fiscal year ended September 30, 2008, the cost of retiree health care for 1,097 participants was \$5,350,082, of which \$2,053,665 was paid by the retirees. The City offers vision, dental and AD&D policies paid for entirely by active and retired employees.

On September 26, 2008, the City received the revised results of an actuarial valuation of the retiree health benefits for the fiscal year beginning October 1, 2006. The valuation was completed under the requirements of Governmental Accounting Standards Board (GASB) Statement 45.

Annual OPEB Cost and Net OPEB Obligation

Annual Required Contribution	\$ 14,353,000
Interest on the Net OPEB Obligation	0
Adjustment on the ARC	<u>0</u>
Annual OPEB costs	\$ 14,353,000
Less Contributions made (29% of annual OPEB cost)	<u>(4,184,000)</u>
Increase in Net OPEB Obligation	\$ 10,169,000
Net OPEB obligation – beginning of year	<u>0</u>
Net OPEB obligation – end of year	<u>\$ 10,169,000</u>

The funded status of the plan was as follows:

Actuarial valuation date	September 26, 2008
Actuarial accrued liability (“AAL”)	\$ 184,687,000
Actuarial value of plan asset	0
Unfunded actuarial accrued liability (“UAAL”)	\$ 184,687,000
Actuarial Value of Assets as a % of the AAL	0%

Actuarial valuations involved estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

Actuarial Methods of Assumptions

Calculations are based on the types of benefits provided under the terms of the substantive plan, including the method of sharing of costs between the employer and plan members.

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2008**

NOTE 21 - POST-RETIREMENT HEALTH AND LIFE INSURANCE BENEFITS – (Continued)

In the October 1, 2006 actuarial valuation, the Projected Unit Credit actuarial cost method was used. The actuarial assumptions included a 4.5% investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 10% initially, reduced by 1% per year to an ultimate rate of 5% after six years. Both rates include a 3% inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll over a 30 year period which began in the fiscal year ending September 30, 2008.

NOTE 22 – PRIOR PERIOD ADJUSTMENT

The City has determined that construction in progress for governmental activities at September 30, 2007, which was reported in the government-wide financial statements, included certain amounts that should have been expensed in fiscal year 2007. These corrections resulted in a decrease to beginning net assets of \$5,863,179 which was recorded in the Statement of Activities.

NOTE 23 - LITIGATION

The City is a defendant in various litigation incidental to its routine operations. In the opinion of the City Attorney, based upon the amount of damages alleged in the various cases and facts currently known, the potential liabilities in these cases will not materially affect the City's financial position. The City has established a general liability account within the Insurance Internal Service Fund and has reflected its best estimates of the present dollar value of such liabilities.

NOTE 24 - STATE AND FEDERAL GRANT COMMITMENTS

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

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ST. PETERSBURG, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2008
(UNAUDITED)

DEFINED BENEFIT PENSION PLANS

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Contributions were made in accordance with requirements determined by actuarial valuations of the plans. Five years of funding information and five years of contribution amounts and percentages of covered annual payroll are presented in the schedules which follow for each of the three pension systems.

EMPLOYEES' RETIREMENT SYSTEM SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (Frozen) Entry Age (b)	Unfunded Frozen (UFAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UFAAL as % of Covered Payroll (b-a)/c
10/01/07	\$ 260,805,618	\$ 265,596,801	\$ 4,791,183	98.2%	\$ 79,853,814	6.0%
10/01/06	223,141,776	242,039,796	18,898,020	92.2%	76,394,925	24.7%
10/01/05	203,725,000	223,660,000	19,934,841	91.1%	72,187,635	27.6%
10/01/04	193,116,000	214,024,000	20,908,000	90.2 %	67,971,000	30.8%
10/01/03	188,252,000	209,991,000	21,739,000	89.6%	66,092,000	32.9%

EMPLOYEES' RETIREMENT SYSTEM SCHEDULE OF CONTRIBUTIONS FOR EMPLOYER AND OTHER CONTRIBUTING ENTITY						
Valuation Date	Fiscal Year	Total Annual Covered Payroll	Required Employer Contributions		Actual Employer Contributions	Percentage Contributed
			Amount	% of Payroll		
10/01/07	9/30/08	\$ 79,853,814	\$ 11,828,152	14.8%	\$ 11,828,152	100%
10/01/06	9/30/07	76,394,925	11,954,272	15.6%	11,954,272	100%
10/01/05	9/30/06	72,187,635	12,111,768	16.8%	12,111,768	100%
10/01/04	9/30/05	67,971,000	10,104,142	14.9%	10,104,142	100%
10/01/03	9/30/04	66,092,000	10,000,118	15.1%	10,000,118	100%

CITY OF ST. PETERSBURG, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2008
(UNAUDITED)

FIRE RETIREMENT SYSTEM SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as % of Covered Payroll (b-a)/c
10/01/07	\$ 169,035,339	\$ 215,766,120	\$ 46,730,781	78.3%	\$ 15,646,253	298.7%
10/01/06	152,821,786	217,430,183	64,609,183	70.3%	16,121,136	400.8%
10/01/05	139,369,278	208,262,040	68,892,762	66.9%	15,824,974	435.3%
10/01/04	130,415,000	202,161,000	71,746,000	64.5%	14,747,000	486.5%
10/01/03	127,768,000	194,637,000	66,869,000	65.6%	15,376,000	434.9%

FIRE RETIREMENT SYSTEM SCHEDULE OF CONTRIBUTIONS FOR EMPLOYER AND OTHER CONTRIBUTING ENTITY								
Valuation Date	Fiscal Year	Total Annual Covered Payroll	Required Contribution Employer & State		Actual Contributions			Percentage Contributed
			Amount	% of Payroll	Employer	State	Total	Employer /State
10/01/07	9/30/08	\$15,646,253	\$12,066,286	77.1%	\$10,859,256	\$2,332,604	\$ 13,191,860	109%
10/01/06	9/30/07	16,121,136	11,368,000	70.5%	10,157,000	1,553,580	11,710,580	103%
10/01/05	9/30/06	15,824,974	11,154,243	70.5%	8,652,168	2,502,075	11,154,243	100%
10/01/04	9/30/05	14,747,000	10,176,806	69.0%	10,177,000	0 (2)	10,177,000	100%
10/01/03 (1)	9/30/04	15,376,000	8,471,687	55.1%	7,652,000	1,332,251	8,984,251	106%

(1) Change in Actuarial Assumption and/or Amendment; began prospective valuation.

(2) The State delayed payment of the insurance premium tax until fiscal year 2006; therefore the City was required to fund the total required contribution.

CITY OF ST. PETERSBURG, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2008
(UNAUDITED)

POLICE RETIREMENT SYSTEM SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as % of Covered Payroll (b-a)/c
10/1/07	\$ 289,252,368	\$ 333,635,526	\$ 44,383,158	86.7%	\$ 30,141,359	147.3%
10/1/06	252,908,430	319,596,093	66,687,663	79.1%	30,265,843	220.3%
10/1/05	222,841,149	305,106,000	82,265,238	73.0%	29,244,546	281.3%
10/1/04	204,414,000	286,678,000	82,264,000	71.3%	26,478,000	310.7%
10/1/03	194,010,000	275,096,000	81,086,000	70.5%	24,900,000	325.6%

POLICE RETIREMENT SYSTEM SCHEDULE OF CONTRIBUTIONS FOR EMPLOYER AND OTHER CONTRIBUTING ENTITY								
Valuation Date	Fiscal Year	Total Annual Covered Payroll	Required Contribution Employer & State		Actual Contributions			Percentage Contributed
			Amount	% of Payroll	Employer	State	Total	Employer /State
10/1/07	9/30/08	\$31,278,314	\$14,511,702	46.4%	\$13,022,553	\$ 1,680,247	\$ 14,702,800	101%
10/1/06	9/30/07	30,265,843	14,384,000	47.5%	12,895,000	1,714,181	14,609,181	102%
10/1/05	9/30/06	29,244,546	13,496,809	46.2%	10,275,702	3,221,107	13,496,809	100%
10/1/04	9/30/05	26,478,000	13,012,822	49.1%	13,012,996	0 (1)	13,012,996	100%
10/1/03	9/30/04	24,900,000	10,483,794	42.1%	9,348,498	1,490,015	10,838,513	103%

(1) The State delayed payment of the insurance premium tax until fiscal year 2006; therefore the City was required to fund the total required contribution.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

CITY OF ST. PETERSBURG, FLORIDA

Non-major Governmental Funds

Special Revenue Funds

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

Weeki Wachee - This fund is used to account for the proceeds of the sale of the City's property in Weeki Wachee Springs, Florida. The proceeds of the sale and earnings on the invested balance are to be used for parks, recreation, beautification, and preservation.

Franchise Tax - This fund is used to account for franchise taxes on the sale of electricity and is used as a secondary pledge for the debt service for outstanding Public Improvement Revenue Bonds.

Professional Sports Facility Sales Tax - This fund is used to account for revenue from the State of Florida Sales or Use Tax and is used to pay the debt service for the outstanding Professional Sports Facility Sales Tax Revenue Bonds, Series 2003.

Local Option Tax Special Revenue – This fund is used to account for all sales tax revenue produced by the one cent Pinellas County Local Option Sales Surtax and is shared with the City based on population ratios.

Building Permit – This fund is used to account for the revenue generated from construction permits and the related operating and capital expenditures.

Excise Tax Special Revenue – This fund is used to account for primary revenue sources pledged to fund all debt service relating to the outstanding Excise Tax Secured Revenue Bonds.

Assessments Collection - This fund is used to account for the payment of principal and interest on special assessments for capital improvements.

Parking - This fund is used to account for the revenue collected from downtown parking and the related fines and is used for parking operations, improvements and debt service.

Local Law Enforcement Trust - This fund is used to account for revenue received under the Florida Contraband Forfeiture Statute and the Federal Equitable Sharing Of Assets Forfeitures and is used for law enforcement purposes.

Emergency Medical Services - This fund is used to account for revenue received under a provider contract with Pinellas County for the provision of emergency medical care to the city and surrounding areas.

CITY OF ST. PETERSBURG, FLORIDA

Economic Development - This fund is used to account for revenue received from state and federal grants and is used for expenses allowed by the grant documents and to account for contributions for the support of the Community Business Development Center.

Local Housing Assistance Trust - This Fund is used to account for revenue received under the State Housing Initiatives Partnership Program (SHIP) and is used for expenditures allowed under the program.

Tropicana Field - This fund is used to account for the city's share of both the ticket sales for events held at Tropicana Field as well as a portion of the sale of the naming rights. The revenues are used to pay a portion of the cost of the operation of the facility as required by the management agreement.

Mahaffey Theater - This fund is used to account for the revenue generated by the Mahaffey Theater, general fund transfers and the related operating and capital expenditures.

Pier - This fund is used to account for the revenue generated by the Pier, general fund transfers and the related operating and capital expenditures.

Coliseum - This fund is used to account for the revenue generated by the Coliseum, general fund transfers and the related operating and capital expenditures.

Sunken Gardens - This fund is used to account for the revenue generated by Sunken Gardens, general fund transfers and the related operating and capital expenditures.

Miscellaneous Trusts - This fund is used to account for the revenue received for expendable trusts and expenditures as allowed by the trust documents.

Debt Service Funds

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

Public Improvement - This fund is used to account for principal and interest on the city's Public Improvement bonds which were used for redevelopment in a designated downtown area.

Utility Tax - This fund is used to account for principal and interest on the city's Utility Tax bonds which were used for various general capital improvements.

Excise Tax - This fund is used to account for principal and interest on the city's excise tax bonds which were used to fund the construction of Tropicana Field.

Professional Sports Facility Sales Tax Revenue Bonds - This fund is used to account for principal and interest on the city's Professional Sports Facilities Sales Tax Revenue Bonds which were used to fund modifications to Tropicana Field.

CITY OF ST. PETERSBURG, FLORIDA

First Florida Governmental Financing Commission (FFGFC) - This fund is used to account for principal, fees and interest on the city's FFGFC bonds which were used for improvements at multiple locations.

Capital Improvement Variable Rate Debt - This fund is used to account for principal and interest on the city's variable rate debt which was used to fund improvements at various locations.

Sunshine State Financing Commission (SSFC) - This fund is used to account for principal and interest on the city's SSFC bonds which were used to fund improvements and land acquisitions at various locations.

Banc of America – This fund is used to account for principal and interest on the City's Banc of America Public Capital Corp. and Bank of America, N.A loans.

Capital Project Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary and trust funds.

General Capital Improvement - This fund is used to account for various construction of projects funded by general revenue transfers.

Housing Capital Improvement - This fund is used to account for the construction of housing projects and recycling of existing housing and is funded by general revenues.

Transportation Improvement - This fund is used to account for various transportation related construction of projects funded by transportation impact fees.

Economic Development Industrial Park Fund - This fund is used to account for various projects to redevelop and encourage private reinvestment in the Dome Industrial Park Pilot Project. The project is funded by Loan Guarantee Assistance - Section 108 and Brownfield Economic Development Initiative (BEDI) grants.

Downtown Parking Garage Fund - This fund is used to account for various downtown parking construction projects funded by general revenues and debt proceeds.

Weeki Wachee Fund – This fund is used to account for various recreational projects funded by transfers from the Weeki Wachee special revenue fund.

Tropicana Field Fund – This fund is used to account for long term capital projects at Tropicana Field funded by transfers from the Tropicana Special Revenue Fund.

CITY OF ST. PETERSBURG, FLORIDA

Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the city's programs.

Library Trust - This fund is used to account for principal trust amounts received and related interest income. The interest portion of the trust is to be used for library purposes.

Kopsik Palm Arboretum Trust - This fund is used to account for principal trust amounts received and related interest income. The interest portion of the trust is to be used to maintain the Kopsik Palm Arboretum.

Fire Rescue and EMS Awards Trust - This fund is to account for principal trust amounts received by corporate and individual citizens for the expressed purpose of providing for annual cash awards to one fire rescue and one emergency medical service employee chosen by an internal fire department committee.

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2008**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS					
Cash and Cash Equivalents	\$ 21,203,522	\$ 11,302,346	\$ 10,364,882	\$ 270,895	\$ 43,141,645
Investments	3,965,759	8,846,049	15,422,143	0	28,233,951
Securities Lending Collateral	153,154	0	714,241	0	867,395
Trustee Accounts					
Cash and Cash Equivalents	277,231	517,611	0	0	794,842
Investments	12,971,268	0	0	119,245	13,090,513
Receivables					
Accounts	584,573	0	18,442	0	603,015
Taxes	1,977,921	0	0	0	1,977,921
Accrued Interest	5,884	49,243	84,938	0	140,065
Notes	1,639,227	0	89,271	0	1,728,498
Assessments	444,926	0	0	0	444,926
Due From Other Governmental Agencies					
Grants and Cost Reimbursement	0	0	4,651,632	0	4,651,632
State of Florida - Shared Revenue	2,743,642	0	0	0	2,743,642
Pinellas County - Shared Revenue	8,317,972	0	0	0	8,317,972
Pinellas County - Fines	3,106	0	0	0	3,106
Inventory	62,164	0	0	0	62,164
Prepaid Costs and Deposits	208,822	0	0	0	208,822
TOTAL ASSETS	\$ 54,559,171	\$ 20,715,249	\$ 31,345,549	\$ 390,140	\$ 107,010,109
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Vouchers and Accounts Payable	\$ 628,743	\$ 2,100	\$ 401,038	\$ 0	\$ 1,031,881
Accrued Salaries	94,378	0	0	0	94,378
Other Accrued Liabilities	65,711	0	8,629	0	74,340
Retainage on Contracts	0	0	248,617	0	248,617
Due to Other Governmental Agencies	25,607	0	0	0	25,607
Due to Other Funds	355,000	0	1,140,000	0	1,495,000
Deposits	760,713	0	0	0	760,713
Obligations under Securities Lending	279,180	0	1,301,970	0	1,581,150
Advances from Enterprise Fund	0	8,995,565	0	0	8,995,565
Deferred Revenues					
Notes Receivable	1,639,227	0	89,271	0	1,728,498
Assessments Receivable	444,926	0	0	0	444,926
Other	155,494	0	0	0	155,494
TOTAL LIABILITIES	4,448,979	8,997,665	3,189,525	0	16,636,169
FUND BALANCES					
Reserved					
Encumbrances	305,995	0	2,462,961	0	2,768,956
Inventory, Prepaid Costs and Deposits	270,986	0	0	0	270,986
Debt Service	0	11,717,584	0	0	11,717,584
Library	0	0	0	238,216	238,216
Palm Arboretum	0	0	0	119,245	119,245
Fire Rescue and EMS Awards	0	0	0	32,679	32,679
Unreserved					
Special Revenue Funds					
Designated for Loan Guarantees	153,000	0	0	0	153,000
Designated for Handicapped Parking	129,587	0	0	0	129,587
Designated for Park Preservation	14,481,942	0	0	0	14,481,942
Designated for Miscellaneous Trust Funds	2,412,324	0	0	0	2,412,324
Designated for Park Maintenance	422,360	0	0	0	422,360
Designated for Capital Assets	1,504,505	0	0	0	1,504,505
Undesignated	30,429,493	0	0	0	30,429,493
Capital Project Funds					
Designated for Capital Projects	0	0	17,873,512	0	17,873,512
Undesignated	0	0	7,819,551	0	7,819,551
TOTAL FUND BALANCES	50,110,192	11,717,584	28,156,024	390,140	90,373,940
TOTAL LIABILITIES AND FUND BALANCES	\$ 54,559,171	\$ 20,715,249	\$ 31,345,549	\$ 390,140	\$ 107,010,109

See accompanying Independent Auditor's Report.

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES					
Taxes	\$ 18,196,871	\$ 0	\$ 0	\$ 0	\$ 18,196,871
Permits	2,774,858	0	0	0	2,774,858
Fines and Forfeitures	1,652,299	0	0	0	1,652,299
Charges for Services, User's Fees and Sales	20,235,186	0	0	0	20,235,186
Intergovernmental Revenues					
Federal and State Grants	11,202	0	10,433,067	0	10,444,269
State - Sales Tax	15,293,018	0	0	0	15,293,018
State - Housing Improvement Program	1,956,626	0	0	0	1,956,626
State - Revenue Sharing	3,125,825	0	0	0	3,125,825
State - Firefighters Supplement	19,413	0	0	0	19,413
Pinellas County - Sales Tax	22,838,462	0	0	0	22,838,462
Pinellas County - Tourist Development	5,068,347	0	0	0	5,068,347
Pinellas County - Gasoline Tax	3,359,779	0	0	0	3,359,779
Pinellas County - Pedestrian Improvement Program	0	0	35,017	0	35,017
Total	51,672,672	0	10,468,084	0	62,140,756
Use of Money and Property					
Earnings on Investments	(1,750,798)	276,003	546,739	(2,920)	(930,976)
Securities Lending Income	92,904	0	331,657	0	424,561
Securities Lending Unrealized Loss	(126,026)	0	(587,729)	0	(713,755)
Rentals	2,591,906	0	0	0	2,591,906
Total	807,986	276,003	290,667	(2,920)	1,371,736
Miscellaneous Revenue					
Assessments	37,266	0	166,959	0	204,225
Disposition of Property	21,950	0	123,671	0	145,621
Contributions	275,007	0	241,372	2,570	518,949
Other	971,424	0	251,536	0	1,222,960
Total	1,305,647	0	783,538	2,570	2,091,755
TOTAL REVENUES	96,645,519	276,003	11,542,289	(350)	108,463,461
EXPENDITURES					
Current Operations					
General Governmental	109,992	0	0	0	109,992
Community & Economic Development	7,053,105	0	533,574	0	7,586,679
Public Works	3,798,095	0	4,767,653	0	8,565,748
Public Safety	12,005,049	0	0	2,000	12,007,049
Recreation & Culture	10,896,931	0	0	0	10,896,931
Securities Lending					
Interest	90,927	0	307,861	0	398,788
Agent Fees	2,699	0	9,518	0	12,217
Debt Service					
Principal Payments	0	22,159,000	0	0	22,159,000
Interest Payments	0	7,084,571	0	0	7,084,571
Remarketing and Other Fees	0	72,269	0	0	72,269
Bond costs	0	45,123	0	0	45,123
Capital Outlay	1,445,302	0	12,992,608	0	14,437,910
TOTAL EXPENDITURES	35,402,100	29,360,963	18,611,214	2,000	83,376,277
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	61,243,419	(29,084,960)	(7,068,925)	(2,350)	25,087,184
OTHER FINANCING SOURCES (USES)					
Transfers In					
General Fund	7,110,906	6,431,080	4,329,000	0	17,870,986
Special Revenue Funds	0	20,384,421	2,913,247	0	23,297,668
Debt Service Funds	0	23,856,000	0	0	23,856,000
Capital Projects Funds	32,500	0	103,310	0	135,810
Internal Service Funds	0	0	1,078,000	0	1,078,000
Permanent Funds	86,248	0	0	0	86,248
Enterprise Funds	43,180	0	0	0	43,180
Total Transfers In	7,272,834	50,671,501	8,423,557	0	66,367,892
Transfers Out					
General Fund	(34,147,972)	0	(36,000)	0	(34,183,972)
Special Revenue Funds	0	0	(28,000)	(86,249)	(114,249)
Debt Service Funds	(10,654,351)	(23,856,000)	0	0	(34,510,351)
Capital Projects Funds	(20,330,175)	0	0	0	(20,330,175)
Enterprise Funds	0	(154,611)	0	0	(154,611)
Total Transfers Out	(65,132,498)	(24,010,611)	(64,000)	(86,249)	(89,293,358)
Issuance of Refunding Notes	0	23,856,000	0	0	23,856,000
Refunded Notes Redeemed	0	(23,856,000)	0	0	(23,856,000)
TOTAL OTHER FINANCING SOURCES (USES)	(57,859,664)	26,660,890	8,359,557	(86,249)	(22,925,466)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	3,383,755	(2,424,070)	1,290,632	(88,599)	2,161,718
FUND BALANCES - OCTOBER 1	46,726,437	14,141,654	26,865,392	478,739	88,212,222
FUND BALANCE - SEPTEMBER 30	\$ 50,110,192	\$ 11,717,584	\$ 28,156,024	\$ 390,140	\$ 90,373,940

See accompanying Independent Auditor's Report.

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2008**

	WEEKI WACHEE	FRANCHISE TAX	PROFESSIONAL SPORTS FACILITY SALES TAX	LOCAL OPTION TAX	BUILDING PERMIT
ASSETS					
Cash and Cash Equivalents	\$ 1,666,341	\$ 3,968,194	\$ 12,479	\$ 2,838,547	\$ 1,077,680
Investments	0	0	0	0	994,690
Securities Lending Collateral	0	0	0	0	76,577
Trustee Accounts					
Cash and Cash Equivalents	271,901	0	0	0	0
Investments	12,771,379	0	0	0	0
Receivables					
Accounts	0	0	0	0	0
Taxes	0	1,977,921	0	0	0
Accrued Interest	0	0	0	0	3,733
Notes	0	0	0	0	0
Assessments	0	0	0	0	0
Due From Other Governmental Agencies					
Grants and Cost Reimbursement	0	0	0	0	0
State of Florida - Shared Revenue	0	0	0	0	0
Pinellas County - Shared Revenue	0	0	0	8,317,972	0
Pinellas County - Services	0	0	0	0	0
Pinellas County - Fines	0	0	0	0	0
Inventory	0	0	0	0	0
Prepaid Costs and Deposits	0	0	0	0	0
TOTAL ASSETS	\$ 14,709,621	\$ 5,946,115	\$ 12,479	\$ 11,156,519	\$ 2,152,680
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Vouchers and Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,044
Accrued Salaries	0	0	0	0	19,940
Other Accrued Liabilities	0	0	0	0	0
Due to Other Governmental Agencies	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Deposits	0	0	0	0	106,339
Obligations Under Securities Lending	0	0	0	0	139,590
Deferred Revenues					
Notes Receivable	0	0	0	0	0
Assessments Receivable	0	0	0	0	0
Other	0	0	0	0	0
TOTAL LIABILITIES	0	0	0	0	271,913
FUND BALANCES					
Reserved for Encumbrances	0	0	0	91	1,964
Reserved for Prepaid Costs and Inventory	0	0	0	0	0
Unreserved					
Designated for Loan Guarantees	0	0	0	0	0
Designated for Handicapped Parking	0	0	0	0	0
Designated for Park Preservation	14,287,261	0	0	0	0
Designated for Miscellaneous Trust Funds	0	0	0	0	0
Designated for Park Maintenance	422,360	0	0	0	0
Designated for Capital Assets	0	0	0	0	0
Undesignated	0	5,946,115	12,479	11,156,428	1,878,803
TOTAL FUND BALANCES	14,709,621	5,946,115	12,479	11,156,519	1,880,767
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,709,621	\$ 5,946,115	\$ 12,479	\$ 11,156,519	\$ 2,152,680

See accompanying Independent Auditor's Report.

EXCISE TAX	ASSESSMENTS COLLECTION	PARKING	LOCAL LAW ENFORCEMENT TRUST	EMERGENCY MEDICAL SERVICES
\$ 1,962,252	\$ 140,380	\$ 5,502	\$ 1,036,918	\$ 1,105,063
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	225,885	0	17,078
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	444,926	0	0	0
0	0	0	0	0
2,743,642	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	8,360	318
<u>\$ 4,705,894</u>	<u>\$ 585,306</u>	<u>\$ 231,387</u>	<u>\$ 1,045,278</u>	<u>\$ 1,122,459</u>
\$ 0	\$ 0	\$ 61,576	\$ 10,005	\$ 24,440
0	0	7,260	0	48,353
0	0	0	0	0
0	0	6,817	5,000	0
0	0	140,000	0	0
0	0	52,805	171,594	0
0	0	0	0	0
0	0	0	0	0
0	444,926	0	0	0
0	0	0	0	0
<u>0</u>	<u>444,926</u>	<u>268,458</u>	<u>186,599</u>	<u>72,793</u>
0	0	0	0	282,697
0	0	0	8,360	318
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
4,705,894	140,380	(37,071)	850,319	766,651
<u>4,705,894</u>	<u>140,380</u>	<u>(37,071)</u>	<u>858,679</u>	<u>1,049,666</u>
<u>\$ 4,705,894</u>	<u>\$ 585,306</u>	<u>\$ 231,387</u>	<u>\$ 1,045,278</u>	<u>\$ 1,122,459</u>

CITY OF ST. PETERSBURG, FLORIDA
COMBINING BALANCE SHEET (Continued)
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2008

	ECONOMIC DEVELOPMENT	LOCAL HOUSING ASSISTANCE TRUST	TROPICANA FIELD	MAHAFFEY THEATER
ASSETS				
Cash and Cash Equivalents	\$ 12,636	\$ 2,126,466	\$ 1,658,948	\$ 698,351
Investments	0	2,971,069	0	0
Securities Lending Collateral	0	76,577	0	0
Trustee Accounts				
Cash and Cash Equivalents	0	0	0	0
Investments	0	0	0	0
Receivables				
Accounts	0	0	221,223	57,382
Taxes	0	0	0	0
Accrued Interest	0	2,151	0	0
Notes	0	1,639,227	0	0
Assessments	0	0	0	0
Due From Other Governmental Agencies				
Grants and Cost Reimbursement	0	0	0	0
State of Florida - Shared Revenue	0	0	0	0
Pinellas County - Shared Revenue	0	0	0	0
Pinellas County - Services	0	0	0	0
Pinellas County - Fines	0	0	0	0
Inventory	0	0	0	11,397
Prepaid Costs and Deposits	0	0	0	114,169
	<u>12,636</u>	<u>6,815,490</u>	<u>1,880,171</u>	<u>881,299</u>
TOTAL ASSETS	\$ 12,636	\$ 6,815,490	\$ 1,880,171	\$ 881,299
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Vouchers and Accounts Payable	\$ 0	\$ 53,376	\$ 0	\$ 342,845
Accrued Salaries	0	0	0	0
Other Accrued Liabilities	0	0	0	17,490
Due to Other Governmental Agencies	0	0	2,731	0
Due to Other Funds	0	0	215,000	0
Deposits	0	1,103	0	190,914
Obligations Under Securities Lending	0	139,590	0	0
Deferred Revenues				
Notes Receivable	0	1,639,227	0	0
Assessments Receivable	0	0	0	0
Other	0	0	0	142,059
	<u>0</u>	<u>1,833,296</u>	<u>217,731</u>	<u>693,308</u>
TOTAL LIABILITIES	0	1,833,296	217,731	693,308
FUND BALANCES				
Reserved for Encumbrances	0	0	0	0
Reserved for Prepaid Costs and Inventory	0	0	0	125,566
Unreserved				
Designated for Loan Guarantees	0	153,000	0	0
Designated for Handicapped Parking	0	0	0	0
Designated for Park Preservation	0	0	0	0
Designated for Miscellaneous Trust Funds	0	0	0	0
Designated for Park Maintenance	0	0	0	0
Designated for Capital Assets	0	0	1,504,505	0
Undesignated	12,636	4,829,194	157,935	62,425
	<u>12,636</u>	<u>4,982,194</u>	<u>1,662,440</u>	<u>187,991</u>
TOTAL FUND BALANCES	12,636	4,982,194	1,662,440	187,991
TOTAL LIABILITIES AND FUND BALANCES	\$ 12,636	\$ 6,815,490	\$ 1,880,171	\$ 881,299

See accompanying Independent Auditor's Report.

	PIER	COLISEUM	SUNKEN GARDENS	MISCELLANEOUS TRUSTS	TOTAL
\$	323,257	\$ 192,876	\$ 169,273	\$ 2,208,359	\$ 21,203,522
	0	0	0	0	3,965,759
	0	0	0	0	153,154
	0	0	0	5,330	277,231
	0	0	0	199,889	12,971,268
	13,084	6,127	1,278	42,516	584,573
	0	0	0	0	1,977,921
	0	0	0	0	5,884
	0	0	0	0	1,639,227
	0	0	0	0	444,926
	0	0	0	0	0
	0	0	0	0	2,743,642
	0	0	0	0	8,317,972
	0	0	0	0	0
	0	0	0	3,106	3,106
	0	11,307	39,460	0	62,164
	70,030	3,747	11,829	369	208,822
\$	<u>406,371</u>	<u>214,057</u>	<u>221,840</u>	<u>2,459,569</u>	<u>54,559,171</u>

\$	74,436	\$ 8,060	\$ 16,045	\$ 31,916	\$ 628,743
	0	8,305	10,520	0	94,378
	48,221	0	0	0	65,711
	8,730	256	2,073	0	25,607
	0	0	0	0	355,000
	42,295	113,932	81,731	0	760,713
	0	0	0	0	279,180
	0	0	0	0	1,639,227
	0	0	0	0	444,926
	0	0	13,435	0	155,494
	<u>173,682</u>	<u>130,553</u>	<u>123,804</u>	<u>31,916</u>	<u>4,448,979</u>
	623	293	5,367	14,960	305,995
	70,030	15,054	51,289	369	270,986
	0	0	0	0	153,000
	0	0	0	0	0
	0	0	0	0	14,287,261
	0	0	0	2,412,324	2,412,324
	0	0	0	0	422,360
	0	0	0	0	1,504,505
	162,036	68,157	41,380	0	30,753,761
	<u>232,689</u>	<u>83,504</u>	<u>98,036</u>	<u>2,427,653</u>	<u>50,110,192</u>
\$	<u>406,371</u>	<u>214,057</u>	<u>221,840</u>	<u>2,459,569</u>	<u>54,559,171</u>

CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	WEEKI WACHEE	FRANCHISE TAX	PROFESSIONAL SPORTS FACILITY SALES TAX	LOCAL OPTION TAX	BUILDING PERMIT
REVENUES					
Taxes	\$ 0	\$ 18,196,871	\$ 0	\$ 0	\$ 0
Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,774,858
Fines and Forfeitures	0	0	0	0	0
Charges for Services, User's Fees and Sales	0	0	0	0	478,896
Intergovernmental Revenues					
Federal and State Grants	0	0	0	0	0
State - Sales Tax	0	0	2,000,004	0	0
State - Housing Improvement Program	0	0	0	0	0
State - Firefighters Supplement	0	0	0	0	0
State - Revenue Sharing	0	0	0	0	0
Pinellas County - Tourist Development	0	0	0	0	0
Pinellas County - Gasoline Tax	0	0	0	3,359,779	0
Pinellas County - Sales Tax	0	0	0	22,838,462	0
Total	0	0	2,000,004	26,198,241	0
Use of Money and Property					
Earnings (Loss) on Investments	(2,209,209)	50,238	2,293	76,492	16,397
Securities Lending Income	7,965	0	0	0	1,909
Securities Lending Unrealized Loss	0	0	0	0	(63,013)
Rentals	0	0	0	0	0
Total	(2,201,244)	50,238	2,293	76,492	(44,707)
Miscellaneous Revenue					
Assessments	0	0	0	0	0
Disposition of Property	0	0	0	0	1,582
Contributions	0	0	0	0	0
Other	0	75,007	0	0	0
Total	0	75,007	0	0	1,582
TOTAL REVENUES	<u>(2,201,244)</u>	<u>18,322,116</u>	<u>2,002,297</u>	<u>26,274,733</u>	<u>3,210,629</u>
EXPENDITURES					
Current Operations					
General Governmental	0	0	0	0	0
Community & Economic Development	0	0	0	0	3,752,953
Public Works	0	0	0	0	0
Public Safety	0	0	0	0	0
Recreation & Culture	51,317	0	0	0	0
Securities Lending					
Interest	8,494	0	0	0	1,828
Agent Fees	193	0	0	0	81
Capital Outlay	0	0	0	0	0
TOTAL EXPENDITURES	<u>60,004</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,754,862</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,261,248)</u>	<u>18,322,116</u>	<u>2,002,297</u>	<u>26,274,733</u>	<u>(544,233)</u>
OTHER FINANCING SOURCES (USES)					
Operating Transfers In					
General Fund	0	0	0	0	2,425,000
Special Revenue Fund	0	0	0	0	0
Capital Projects Fund	0	0	0	0	0
Permanent Fund	0	0	0	0	0
Enterprise Fund	0	0	0	0	0
Total Operating Transfers In	0	0	0	0	2,425,000
Operating Transfers Out					
General Fund	0	(18,300,000)	0	(2,760,598)	0
Special Revenue Fund	0	0	0	0	0
Debt Service Fund	0	0	(2,000,004)	0	0
Capital Projects Fund	(29,432)	0	0	(19,172,928)	0
Total Operating Transfers Out	(29,432)	(18,300,000)	(2,000,004)	(21,933,526)	0
TOTAL OTHER FINANCING SOURCES (USES)	<u>(29,432)</u>	<u>(18,300,000)</u>	<u>(2,000,004)</u>	<u>(21,933,526)</u>	<u>2,425,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(2,290,680)</u>	<u>22,116</u>	<u>2,293</u>	<u>4,341,207</u>	<u>1,880,767</u>
FUND BALANCES - OCTOBER 1	<u>17,000,301</u>	<u>5,923,999</u>	<u>10,186</u>	<u>6,815,312</u>	<u>0</u>
FUND BALANCE - SEPTEMBER 30	<u>\$ 14,709,621</u>	<u>\$ 5,946,115</u>	<u>\$ 12,479</u>	<u>\$ 11,156,519</u>	<u>\$ 1,880,767</u>

See accompanying Independent Auditor's Report.

EXCISE TAX	ASSESSMENTS COLLECTION	PARKING	LOCAL LAW ENFORCEMENT TRUST	EMERGENCY MEDICAL SERVICES
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	931,602	316,564	0
0	0	2,657,297	0	12,583,357
0	0	0	0	11,202
13,293,014	0	0	0	0
0	0	0	0	0
0	0	0	0	19,413
3,125,825	0	0	0	0
5,068,347	0	0	0	0
0	0	0	0	0
0	0	0	0	0
21,487,186	0	0	0	30,615
38,188	31,754	462	32,176	5,961
0	0	0	0	0
0	0	0	0	0
0	0	34,306	0	0
38,188	31,754	34,768	32,176	5,961
0	37,266	0	0	0
0	0	7,048	0	11,416
0	0	1,000	0	0
0	0	404	3,142	583
0	37,266	8,452	3,142	11,999
21,525,374	69,020	3,632,119	351,882	12,631,932
0	109,992	0	0	0
0	0	0	0	0
0	0	3,798,095	0	0
0	0	0	176,914	11,823,102
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	9,800	169,289	39,313
0	109,992	3,807,895	346,203	11,862,415
21,525,374	(40,972)	(175,776)	5,679	769,517
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
(12,999,996)	0	(30,000)	0	0
0	0	0	0	0
(8,654,347)	0	0	0	0
0	(80,000)	0	0	0
(21,654,343)	(80,000)	(30,000)	0	0
(21,654,343)	(80,000)	(30,000)	0	0
(128,969)	(120,972)	(205,776)	5,679	769,517
4,834,863	261,352	168,705	853,000	280,149
<u>\$ 4,705,894</u>	<u>\$ 140,380</u>	<u>\$ (37,071)</u>	<u>\$ 858,679</u>	<u>\$ 1,049,666</u>

CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	ECONOMIC DEVELOPMENT	LOCAL HOUSING ASSISTANCE TRUST	TROPICANA FIELD
REVENUES			
Taxes	\$ 0	\$ 0	\$ 0
Permits	0	0	0
Fines and Forfeitures	0	0	0
Charges for Services, User's Fees and Sales	0	0	0
Intergovernmental Revenues			
Federal and State Grants	0	0	0
State - Sales Tax	0	0	0
State - Housing Improvement Program	0	1,956,626	0
State - Firefighters Supplement	0	0	0
State - Revenue Sharing	0	0	0
Pinellas County - Tourist Development	0	0	0
Pinellas County - Gasoline Tax	0	0	0
Pinellas County - Sales Tax	0	0	0
Total	0	1,956,626	0
Use of Money and Property			
Earnings on Investments	179	127,562	31,949
Securities Lending Income	0	83,030	0
Securities Lending Unrealized Loss	0	(63,013)	0
Rentals	0	0	1,558,127
Total	179	147,579	1,590,076
Miscellaneous Revenue			
Assessments	0	0	0
Disposition of Property	0	0	0
Contributions	0	0	0
Other	0	691,484	0
Total	0	691,484	0
TOTAL REVENUES	179	2,795,689	1,590,076
EXPENDITURES			
Current Operations			
General Governmental	0	0	0
Community & Economic Development	0	3,300,152	0
Public Works	0	0	0
Public Safety	0	0	0
Recreation & Culture	0	0	2,542,149
Securities Lending			
Interest	0	80,605	0
Agent Fees	0	2,425	0
Capital Outlay	0	982,953	67,907
TOTAL EXPENDITURES	0	4,366,135	2,610,056
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	179	(1,570,446)	(1,019,980)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	0	0	1,662,000
Capital Projects Fund	0	0	0
Permanent Fund	0	0	0
Enterprise Fund	0	0	0
Total Operating Transfers In	0	0	1,662,000
Operating Transfers Out			
General Fund	0	0	0
Debt Service Fund	0	0	0
Capital Projects Fund	0	0	(223,000)
Total Operating Transfers Out	0	0	(223,000)
TOTAL OTHER FINANCING SOURCES (USES)	0	0	1,439,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	179	(1,570,446)	419,020
FUND BALANCES - OCTOBER 1	12,457	6,552,640	1,243,420
FUND BALANCE - SEPTEMBER 30	\$ 12,636	\$ 4,982,194	\$ 1,662,440

See accompanying Independent Auditor's Report.

MAHAFFEY THEATER	PIER	COLISEUM	SUNKEN GARDENS	MISCELLANEOUS TRUSTS	TOTAL
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 18,196,871
0	0	0	0	0	2,774,858
0	0	0	0	404,133	1,652,299
2,178,965	592,080	635,581	673,840	435,170	20,235,186
0	0	0	0	0	11,202
0	0	0	0	0	15,293,018
0	0	0	0	0	1,956,626
0	0	0	0	0	19,413
0	0	0	0	0	3,125,825
0	0	0	0	0	5,068,347
0	0	0	0	0	3,359,779
0	0	0	0	0	22,838,462
0	0	0	0	0	51,672,672
25,847	509	1,151	1,407	15,846	(1,750,798)
0	0	0	0	0	92,904
0	0	0	0	0	(126,026)
0	999,473	0	0	0	2,591,906
25,847	999,982	1,151	1,407	15,846	807,986
0	0	0	0	0	37,266
0	0	0	0	1,904	21,950
0	0	0	5,303	268,704	275,007
87,121	82,800	362	136	30,385	971,424
87,121	82,800	362	5,439	300,993	1,305,647
2,291,933	1,674,862	637,094	680,686	1,156,142	96,645,519
0	0	0	0	0	109,992
0	0	0	0	0	7,053,105
0	0	0	0	0	3,798,095
0	0	0	0	5,033	12,005,049
3,277,856	3,059,257	761,274	864,762	340,316	10,896,931
0	0	0	0	0	90,927
0	0	0	0	0	2,699
8,929	0	0	6,430	160,681	1,445,302
3,286,785	3,059,257	761,274	871,192	506,030	35,402,100
(994,852)	(1,384,395)	(124,180)	(190,506)	650,112	61,243,419
1,030,000	1,539,000	191,000	241,000	22,906	7,110,906
0	0	0	0	32,500	32,500
0	0	0	0	86,248	86,248
0	0	0	0	43,180	43,180
1,030,000	1,539,000	191,000	241,000	184,834	7,272,834
0	0	0	0	(57,378)	(34,147,972)
0	0	0	0	0	(10,654,351)
0	0	0	0	(824,815)	(20,330,175)
0	0	0	0	(882,193)	(65,132,498)
1,030,000	1,539,000	191,000	241,000	(697,359)	(57,859,664)
35,148	154,605	66,820	50,494	(47,247)	3,383,755
152,843	78,084	16,684	47,542	2,474,900	46,726,437
\$ 187,991	\$ 232,689	\$ 83,504	\$ 98,036	\$ 2,427,653	\$ 50,110,192

**CITY OF ST. PETERSBURG, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DEBT SERVICE FUNDS
 SEPTEMBER 30, 2008**

	PUBLIC IMPROVEMENT	UTILITY TAX	EXCISE TAX
ASSETS			
Cash and Cash Equivalents	\$ 1,633,000	\$ 940,833	\$ 7,273,184
Investments	0	0	8,846,049
Trustee Accounts			
Cash and Cash Equivalents	0	0	0
Accrued Interest Receivable	0	0	49,243
TOTAL ASSETS	1,633,000	940,833	16,168,476
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accrued Fees Payable	0	0	0
Advances from Enterprise Fund	0	0	8,995,565
TOTAL LIABILITIES	0	0	8,995,565
FUND BALANCES			
Reserved			
For Interest	0	87,500	1,380,669
For General Long-term Liabilities			
Principal Account	0	853,333	5,785,000
Reserve Account	1,633,000	0	7,242
TOTAL FUND BALANCES	1,633,000	940,833	7,172,911
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,633,000	\$ 940,833	\$ 16,168,476

See accompanying Independent Auditor's Report.

PROFESSIONAL SPORTS FACILITY SALES TAX	FIRST FLORIDA	CAPITAL IMPROVEMENT VARIABLE RATE	SUNSHINE STATE	BANC OF AMERICA	TOTAL
\$ 1,453,588	\$ 1,741	\$ 0	\$ 0	\$ 0	\$ 11,302,346
0	0	0	0	0	8,846,049
0	517,611	0	0	0	517,611
0	0	0	0	0	49,243
<u>1,453,588</u>	<u>519,352</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>20,715,249</u>
0	2,100	0	0	0	2,100
0	0	0	0	0	8,995,565
0	2,100	0	0	0	8,997,665
478,588	0	0	0	0	1,946,757
975,000	0	0	0	0	7,613,333
0	517,252	0	0	0	2,157,494
<u>1,453,588</u>	<u>517,252</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>11,717,584</u>
<u>\$ 1,453,588</u>	<u>\$ 519,352</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 20,715,249</u>

CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
DEBT SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	<u>PUBLIC IMPROVEMENT</u>	<u>UTILITY TAX</u>	<u>EXCISE TAX</u>
REVENUES			
Earnings on Investments	\$ 51,740	\$ 34,981	\$ 61,343
TOTAL REVENUES	<u>51,740</u>	<u>34,981</u>	<u>61,343</u>
EXPENDITURES			
Debt Service			
Principal Payments	5,540,000	4,030,000	5,525,000
Interest Payments	933,250	319,750	2,892,556
Remarketing and Other Fees	0	0	7,500
Bond Costs	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL EXPENDITURES	<u>6,473,250</u>	<u>4,349,750</u>	<u>8,425,056</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(6,421,510)</u>	<u>(4,314,769)</u>	<u>(8,363,713)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	0	0	0
Special Revenue Funds	6,414,886	2,276,820	8,654,347
Debt Service Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total Operating Transfers In	<u>6,414,886</u>	<u>2,276,820</u>	<u>8,654,347</u>
Operating Transfers Out			
Enterprise Funds	0	0	(154,611)
Debt Service Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total Operating Transfers Out	<u>0</u>	<u>0</u>	<u>(154,611)</u>
Issuance of Refunding Notes	0	0	0
Refunded Notes Redeemed	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,414,886</u>	<u>2,276,820</u>	<u>8,499,736</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(6,624)	(2,037,949)	136,023
FUND BALANCES - OCTOBER 1	<u>1,639,624</u>	<u>2,978,782</u>	<u>7,036,888</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 1,633,000</u>	<u>\$ 940,833</u>	<u>\$ 7,172,911</u>

See accompanying Independent Auditor's Report.

PROFESSIONAL SPORTS FACILITY SALES TAX	FIRST FLORIDA	CAPITAL IMPROVEMENT VARIABLE RATE	SUNSHINE STATE	BANC OF AMERICA	TOTAL
\$ 23,088	\$ 32,389	\$ 0	\$ 72,462	\$ 0	\$ 276,003
<u>23,088</u>	<u>32,389</u>	<u>0</u>	<u>72,462</u>	<u>0</u>	<u>276,003</u>
950,000	3,070,000	1,665,000	1,179,000	200,000	22,159,000
966,675	964,615	67,548	556,062	384,115	7,084,571
0	7,039	16,266	41,464	0	72,269
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>45,123</u>	<u>45,123</u>
<u>1,916,675</u>	<u>4,041,654</u>	<u>1,748,814</u>	<u>1,776,526</u>	<u>629,238</u>	<u>29,360,963</u>
<u>(1,893,587)</u>	<u>(4,009,265)</u>	<u>(1,748,814)</u>	<u>(1,704,064)</u>	<u>(629,238)</u>	<u>(29,084,960)</u>
0	3,918,348	1,748,814	708,054	55,864	6,431,080
1,909,087	90,917	0	464,990	573,374	20,384,421
<u>0</u>	<u>0</u>	<u>0</u>	<u>23,856,000</u>	<u>0</u>	<u>23,856,000</u>
<u>1,909,087</u>	<u>4,009,265</u>	<u>1,748,814</u>	<u>25,029,044</u>	<u>629,238</u>	<u>50,671,501</u>
0	0	0	0	0	(154,611)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(23,856,000)</u>	<u>(23,856,000)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(23,856,000)</u>	<u>(24,010,611)</u>
0	0	0	0	23,856,000	23,856,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>(23,856,000)</u>	<u>0</u>	<u>(23,856,000)</u>
<u>1,909,087</u>	<u>4,009,265</u>	<u>1,748,814</u>	<u>1,173,044</u>	<u>629,238</u>	<u>26,660,890</u>
15,500	0	0	(531,020)	0	(2,424,070)
<u>1,438,088</u>	<u>517,252</u>	<u>0</u>	<u>531,020</u>	<u>0</u>	<u>14,141,654</u>
<u>\$ 1,453,588</u>	<u>\$ 517,252</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,717,584</u>

**CITY OF ST. PETERSBURG, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 CAPITAL PROJECT FUNDS
 SEPTEMBER 30, 2008**

	<u>GENERAL CAPITAL IMPROVEMENT</u>	<u>HOUSING CAPITAL IMPROVEMENT</u>
ASSETS		
Cash and Cash Equivalents	\$ 3,312,006	\$ 1,241,026
Investments	0	0
Securities Lending Collateral	0	0
Receivables		
Accounts	0	18,442
Accrued Interest	0	0
Notes	0	89,271
Due from Other Governmental Agencies		
Grants	<u>4,476,315</u>	<u>19,676</u>
TOTAL ASSETS	<u><u>\$ 7,788,321</u></u>	<u><u>\$ 1,368,415</u></u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Vouchers and Accounts Payable	\$ 284,744	\$ 1,549
Accrued Liabilities	8,628	0
Retainage	242,751	0
Due to Other Governmental Agencies	0	0
Due to Other Funds	1,140,000	0
Obligations under Securities Lending	0	0
Deferred Revenue - Notes	<u>0</u>	<u>89,271</u>
TOTAL LIABILITIES	<u>1,676,123</u>	<u>90,820</u>
FUND BALANCES		
Reserved for Encumbrances	2,134,523	0
Unreserved		
Designated for Capital Projects	3,769,096	1,000,624
Undesignated	<u>208,579</u>	<u>276,971</u>
TOTAL FUND BALANCES	<u>6,112,198</u>	<u>1,277,595</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 7,788,321</u></u>	<u><u>\$ 1,368,415</u></u>

See accompanying Independent Auditor's Report.

TRANSPORTATION IMPROVEMENT	ECONOMIC DEVELOPMENT INDUSTRIAL PARK	DOWNTOWN PARKING GARAGE	WEEKI WACHEE	TROPICANA FIELD	TOTAL
\$ 5,211,155	\$ 44,003	\$ 17,525	\$ 316,167	\$ 223,000	\$ 10,364,882
15,422,143	0	0	0	0	15,422,143
714,241	0	0	0	0	714,241
0	0	0	0	0	18,442
84,938	0	0	0	0	84,938
0	0	0	0	0	89,271
155,641	0	0	0	0	4,651,632
<u>\$ 21,588,118</u>	<u>\$ 44,003</u>	<u>\$ 17,525</u>	<u>\$ 316,167</u>	<u>\$ 223,000</u>	<u>\$ 31,345,549</u>
\$ 114,746	\$ 0	\$ 0	\$ 0	\$ 0	\$ 401,039
0	0	0	0	0	8,628
5,366	0	500	0	0	248,617
0	0	0	0	0	-
0	0	0	0	0	1,140,000
1,301,970	0	0	0	0	1,301,970
0	0	0	0	0	89,271
1,422,082	0	500	0	0	3,189,525
311,413	0	17,025	0	0	2,462,961
12,933,642	0	0	170,150	0	17,873,512
6,920,981	44,003	0	146,017	223,000	7,819,551
20,166,036	44,003	17,025	316,167	223,000	28,156,024
<u>\$ 21,588,118</u>	<u>\$ 44,003</u>	<u>\$ 17,525</u>	<u>\$ 316,167</u>	<u>\$ 223,000</u>	<u>\$ 31,345,549</u>

CITY OF ST. PETERSBURG, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 CAPITAL PROJECT FUNDS
 FISCAL YEAR ENDED SEPTEMBER 30, 2008

	GENERAL CAPITAL IMPROVEMENT	HOUSING CAPITAL IMPROVEMENT
REVENUES		
Intergovernmental Revenue		
Federal Grants	\$ 8,361,540	\$ 0
State Grants	2,051,851	19,676
Pinellas County - Pedestrian Improvement Program	35,017	0
Total	10,448,408	19,676
Use of Money and Property		
Earnings on Investments	197,830	43,247
Securities Lending Income	36,079	0
Securities Lending Unrealized Loss	0	0
Total	233,909	43,247
Miscellaneous Revenues		
Contributions	241,372	0
Special Assessments and Impact Fees	0	0
Sale of Property	100,750	22,921
Other	0	251,536
Total	342,122	274,457
TOTAL REVENUES	11,024,439	337,380
EXPENDITURES		
Current Operations		
Community & Economic Development	0	533,574
Public Works	4,749,649	0
Securities Lending		
Interest	33,794	0
Agent Fees	914	0
Capital Outlay	11,428,739	154,668
Total	16,213,096	688,242
TOTAL EXPENDITURES	16,213,096	688,242
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,188,657)	(350,862)
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	4,329,000	0
Special Revenue Funds	1,836,000	0
Capital Projects Funds	103,310	0
Internal Service Funds	1,078,000	0
Total Transfers In	7,346,310	0
Transfer Out		
General Fund	0	(36,000)
Special Revenue Funds	(28,000)	0
Total Transfers Out	(28,000)	(36,000)
TOTAL OTHER FINANCING SOURCES (USES)	7,318,310	(36,000)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	2,129,653	(386,862)
FUND BALANCES - OCTOBER 1	3,982,545	1,664,457
FUND BALANCES - SEPTEMBER 30	\$ 6,112,198	\$ 1,277,595

See accompanying Independent Auditor's Report.

TRANSPORTATION IMPROVEMENT	ECONOMIC DEVELOPMENT INDUSTRIAL PARK	DOWNTOWN PARKING GARAGE	WEEKI WACHEE	TROPICANA FIELD	TOTAL
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,361,540
0	0	0	0	0	2,071,527
0	0	0	0	0	35,017
0	0	0	0	0	10,468,084
289,398	1,426	4,342	10,496	0	546,739
295,578	0	0	0	0	331,657
(587,729)	0	0	0	0	(587,729)
(2,753)	1,426	4,342	10,496	0	290,667
0	0	0	0	0	241,372
166,959	0	0	0	0	166,959
0	0	0	0	0	123,671
0	0	0	0	0	251,536
166,959	0	0	0	0	783,538
164,206	1,426	4,342	10,496	0	11,542,289
0	0	0	0	0	533,574
18,004	0	0	0	0	4,767,653
274,067	0	0	0	0	307,861
8,604	0	0	0	0	9,518
1,114,971	0	137,558	156,672	0	12,992,608
1,415,646	0	137,558	156,672	0	18,611,214
(1,251,440)	1,426	(133,216)	(146,176)	0	(7,068,925)
0	0	0	0	0	4,329,000
824,815	0	0	29,432	223,000	2,913,247
0	0	0	0	0	103,310
0	0	0	0	0	1,078,000
824,815	0	0	29,432	223,000	8,423,557
0	0	0	0	0	(36,000)
0	0	0	0	0	(28,000)
0	0	0	0	0	(64,000)
824,815	0	0	29,432	223,000	8,359,557
(426,625)	1,426	(133,216)	(116,744)	223,000	1,290,632
20,592,661	42,577	150,241	432,911	0	26,865,392
\$ 20,166,036	\$ 44,003	\$ 17,025	\$ 316,167	\$ 223,000	\$ 28,156,024

**CITY OF ST. PETERSBURG, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 PERMANENT FUNDS
 SEPTEMBER 30, 2008**

	LIBRARY TRUST	KOPSICK PALM ARBORETUM TRUST	FIRE RESCUE AND EMS AWARDS	TOTAL
ASSETS				
Cash and Cash Equivalents	\$ 238,216	\$ 0	\$ 32,679	\$ 270,895
Trustee Accounts				
Investments	0	119,245	0	119,245
TOTAL ASSETS	\$ 238,216	\$ 119,245	\$ 32,679	\$ 390,140
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Vouchers and Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
TOTAL LIABILITIES	0	0	0	0
FUND BALANCES				
Reserved for:				
Library	238,216	0	0	238,216
Palm Arboretum	0	119,245	0	119,245
Fire Rescue and EMS Awards	0	0	32,679	32,679
TOTAL FUND BALANCES	238,216	119,245	32,679	390,140
TOTAL LIABILITIES AND FUND BALANCES	\$ 238,216	\$ 119,245	\$ 32,679	\$ 390,140

See accompanying Independent Auditor's Report.

CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
PERMANENT FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	<u>LIBRARY TRUST</u>	<u>KOPSICK PALM ARBORETUM TRUST</u>	<u>FIRE RESCUE AND EMS AWARDS</u>	<u>TOTAL</u>
REVENUES				
Earnings on Investments	\$ 6,441	\$ (9,871)	\$ 510	\$ (2,920)
Contributions	<u>0</u>	<u>0</u>	<u>2,570</u>	<u>2,570</u>
TOTAL REVENUES	<u>6,441</u>	<u>(9,871)</u>	<u>3,080</u>	<u>(350)</u>
EXPENDITURES				
Awards Presented	<u>0</u>	<u>0</u>	<u>2,000</u>	<u>2,000</u>
TOTAL EXPENDITURES	<u>0</u>	<u>0</u>	<u>2,000</u>	<u>2,000</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>6,441</u>	<u>(9,871)</u>	<u>1,080</u>	<u>(2,350)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out				
Miscellaneous Trust Fund	<u>(73,441)</u>	<u>(12,808)</u>	<u>0</u>	<u>(86,249)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(73,441)</u>	<u>(12,808)</u>	<u>0</u>	<u>(86,249)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(67,000)	(22,679)	1,080	(88,599)
FUND BALANCES - OCTOBER 1	<u>305,216</u>	<u>141,924</u>	<u>31,599</u>	<u>478,739</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 238,216</u>	<u>\$ 119,245</u>	<u>\$ 32,679</u>	<u>\$ 390,140</u>

See accompanying Independent Auditor's Report.

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	WEEKI WACHEE			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Charges for Services, User Fees and Sales	0	0	0	0
Intergovernmental Revenues	0	0	0	0
Use of Money and Property	500	500	(581)	(1,081)
Miscellaneous Revenues	0	0	0	0
TOTAL REVENUES	<u>500</u>	<u>500</u>	<u>(581)</u>	<u>(1,081)</u>
EXPENDITURES				
General Government	0	0	0	0
Community and Economic Development	0	0	0	0
Public Works	0	0	0	0
Public Safety	0	0	0	0
Recreation and Culture	0	60	51	9
TOTAL EXPENDITURES	<u>0</u>	<u>60</u>	<u>51</u>	<u>9</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>500</u>	<u>440</u>	<u>(632)</u>	<u>(1,072)</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	0	0	0	0
Capital Project Funds	0	0	0	0
Permanent Funds	0	0	0	0
Enterprise Funds	0	0	0	0
Total Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Operating Transfers Out				
General Fund	0	0	0	0
Debt Service Funds	0	0	0	0
Capital Project Funds	0	(211)	(29)	182
Total Transfers Out	<u>0</u>	<u>(211)</u>	<u>(29)</u>	<u>182</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>0</u>	<u>(211)</u>	<u>(29)</u>	<u>182</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>500</u>	<u>229</u>	<u>(661)</u>	<u>(890)</u>
BUDGETARY FUND BALANCES - OCTOBER 1	15,264	15,264	15,264	0
Reserve for Encumbrances - September 30, 2007	0	0	0	0
Change in Prepaid Costs and Inventory	0	0	0	0
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 15,264</u>	<u>\$ 15,493</u>	14,603	<u>\$ (890)</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2008			0	
Reserve for Prepaid Costs and Inventory			0	
Recognition of Prior Year's Changes in				
Fair Value of Investments Held			1,736	
Recognition of Current Year's Changes in				
Fair Value of Investments Held			<u>(1,629)</u>	
FUND BALANCES - SEPTEMBER 30			<u>\$ 14,710</u>	

See accompanying Independent Auditor's Report.

FRANCHISE TAX				PROFESSIONAL SPORTS FACILITY SALES TAX			
ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER	
\$ 19,000	\$ 18,197	\$ (803)	\$ 0	\$ 0	\$ 0	\$ 0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	2,000	2,000	2,000	0	
0	50	50	10	10	2	(8)	
0	75	75	0	0	0	0	
<u>19,000</u>	<u>18,322</u>	<u>(678)</u>	<u>2,010</u>	<u>2,010</u>	<u>2,002</u>	<u>(8)</u>	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
<u>19,000</u>	<u>18,322</u>	<u>(678)</u>	<u>2,010</u>	<u>2,010</u>	<u>2,002</u>	<u>(8)</u>	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
(18,300)	(18,300)	0	0	0	0	0	
0	0	0	(1,980)	(2,000)	(2,000)	0	
0	0	0	0	0	0	0	
<u>(18,300)</u>	<u>(18,300)</u>	<u>0</u>	<u>(1,980)</u>	<u>(2,000)</u>	<u>(2,000)</u>	<u>0</u>	
<u>(18,300)</u>	<u>(18,300)</u>	<u>0</u>	<u>(1,980)</u>	<u>(2,000)</u>	<u>(2,000)</u>	<u>0</u>	
700	22	(678)	30	10	2	(8)	
5,924	5,924	0	10	10	10	0	
0	0	0	0	0	0	0	
0	0	0	0	0	0	0	
<u>\$ 6,624</u>	<u>5,946</u>	<u>\$ (678)</u>	<u>\$ 40</u>	<u>\$ 20</u>	<u>12</u>	<u>\$ (8)</u>	
	0				0		
	0				0		
	0				0		
	0				0		
	<u>0</u>				<u>0</u>		
	<u>\$ 5,946</u>				<u>\$ 12</u>		

(Continued on next page)

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	BUILDING PERMIT			VARIANCE WITH FINAL BUDGET OVER/UNDER
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	
REVENUES				
Taxes	0	\$ 0	\$ 0	\$ 0
Permits	0	4,299	2,775	(1,524)
Fines and Forfeitures	0	0	0	0
Charges for Services, User Fees and Sales	0	605	479	(126)
Intergovernmental Revenues	0	0	0	0
Use of Money and Property	0	0	21	21
Miscellaneous Revenues	0	0	2	2
TOTAL REVENUES	<u>0</u>	<u>4,904</u>	<u>3,277</u>	<u>(1,627)</u>
EXPENDITURES				
General Government	0	0	0	0
Community and Economic Development	0	4,201	3,755	446
Public Works	0	0	0	0
Public Safety	0	0	0	0
Recreation and Culture	0	0	0	0
TOTAL EXPENDITURES	<u>0</u>	<u>4,201</u>	<u>3,755</u>	<u>446</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>0</u>	<u>703</u>	<u>(478)</u>	<u>(1,181)</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	0	2,425	2,425	0
Capital Project Funds	0	0	0	0
Trust Funds	0	0	0	0
Enterprise Funds	0	0	0	0
Total Transfers In	<u>0</u>	<u>2,425</u>	<u>2,425</u>	<u>0</u>
Operating Transfers Out				
General Fund	0	0	0	0
Debt Service Funds	0	0	0	0
Capital Project Funds	0	0	0	0
Total Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>0</u>	<u>2,425</u>	<u>2,425</u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>0</u>	<u>3,128</u>	<u>1,947</u>	<u>(1,181)</u>
BUDGETARY FUND BALANCES - OCTOBER 1	10	0	0	(10)
Reserve for Encumbrances - September 30, 2007	0	0	0	0
Change in Prepaid Costs and Inventory	0	0	0	0
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>10</u>	<u>\$ 3,128</u>	1,947	<u>\$ (1,181)</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2008			2	
Reserve for Prepaid Costs and Inventory			0	
Recognition of Prior Year's Changes in Fair Value of Investments Held			0	
Recognition of Current Year's Changes in Fair Value of Investments Held			(68)	
FUND BALANCES - SEPTEMBER 30			<u>\$ 1,881</u>	

See accompanying Independent Auditor's Report.

(Continued on next page)

LOCAL OPTION TAX			EXCISE TAX			
ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
\$ 28,255	\$ 26,198	\$ (2,057)	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	22,225	22,225	21,487	(738)
80	77	(3)	30	30	38	8
0	0	0	0	0	0	0
<u>28,335</u>	<u>26,275</u>	<u>(2,060)</u>	<u>22,255</u>	<u>22,255</u>	<u>21,525</u>	<u>(730)</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>28,335</u>	<u>26,275</u>	<u>(2,060)</u>	<u>22,255</u>	<u>22,255</u>	<u>21,525</u>	<u>(730)</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(3,500)	(2,761)	739	(13,000)	(13,000)	(13,000)	0
0	0	0	(8,400)	(8,655)	(8,654)	1
(24,547)	(19,173)	5,374	0	0	0	0
<u>(28,047)</u>	<u>(21,934)</u>	<u>6,113</u>	<u>(21,400)</u>	<u>(21,655)</u>	<u>(21,654)</u>	<u>1</u>
<u>(28,047)</u>	<u>(21,934)</u>	<u>6,113</u>	<u>(21,400)</u>	<u>(21,655)</u>	<u>(21,654)</u>	<u>1</u>
<u>288</u>	<u>4,341</u>	<u>4,053</u>	<u>855</u>	<u>600</u>	<u>(129)</u>	<u>(729)</u>
6,816	6,816	0	4,835	4,835	4,835	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$ 7,104</u>	<u>11,157</u>	<u>\$ 4,053</u>	<u>\$ 5,690</u>	<u>\$ 5,435</u>	<u>4,706</u>	<u>\$ (729)</u>
	0				0	
	0				0	
	0				0	
	0				0	
	<u>\$ 11,157</u>				<u>\$ 4,706</u>	

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	ASSESSMENTS COLLECTION			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Charges for Services, User Fees and Sales	0	0	0	0
Intergovernmental Revenues	0	0	0	0
Use of Money and Property	80	80	32	(48)
Miscellaneous Revenues	100	100	37	(63)
TOTAL REVENUES	<u>180</u>	<u>180</u>	<u>69</u>	<u>(111)</u>
EXPENDITURES				
General Government	110	110	110	0
Community and Economic Development	0	0	0	0
Public Works	0	0	0	0
Public Safety	0	0	0	0
Recreation and Culture	0	0	0	0
TOTAL EXPENDITURES	<u>110</u>	<u>110</u>	<u>110</u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>70</u>	<u>70</u>	<u>(41)</u>	<u>(111)</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	0	0	0	0
Capital Project Funds	0	0	0	0
Trust Funds	0	0	0	0
Enterprise Funds	0	0	0	0
Total Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Operating Transfers Out				
General Fund	0	0	0	0
Debt Service Funds	0	0	0	0
Capital Project Funds	0	(80)	(80)	0
Total Transfers Out	<u>0</u>	<u>(80)</u>	<u>(80)</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>0</u>	<u>(80)</u>	<u>(80)</u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>70</u>	<u>(10)</u>	<u>(121)</u>	<u>(111)</u>
BUDGETARY FUND BALANCES - OCTOBER 1	261	261	261	0
Reserve for Encumbrances - September 30, 2007	0	0	0	0
Change in Prepaid Costs and Inventory	0	0	0	0
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 331</u>	<u>\$ 251</u>	140	<u>\$ (111)</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2008			0	
Reserve for Prepaid Costs and Inventory			0	
Recognition of Prior Year's Changes in Fair Value of Investments Held			0	
Recognition of Current Year's Changes in Fair Value of Investments Held			<u>0</u>	
FUND BALANCES - SEPTEMBER 30			<u>\$ 140</u>	

See accompanying Independent Auditor's Report.

(Continued on next page)

PARKING				LOCAL LAW ENFORCEMENT TRUST			
ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0	0
970	970	932	(38)	0	0	317	317
3,055	3,055	2,657	(398)	0	0	0	0
0	0	0	0	0	0	0	0
55	55	35	(20)	0	0	32	32
0	0	8	8	0	0	3	3
<u>4,080</u>	<u>4,080</u>	<u>3,632</u>	<u>(448)</u>	<u>0</u>	<u>0</u>	<u>352</u>	<u>352</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
4,023	4,028	3,808	220	0	0	0	0
0	0	0	0	104	408	346	62
0	0	0	0	0	0	0	0
<u>4,023</u>	<u>4,028</u>	<u>3,808</u>	<u>220</u>	<u>104</u>	<u>408</u>	<u>346</u>	<u>62</u>
<u>57</u>	<u>52</u>	<u>(176)</u>	<u>(228)</u>	<u>(104)</u>	<u>(408)</u>	<u>6</u>	<u>414</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
(33)	(30)	(30)	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>(33)</u>	<u>(30)</u>	<u>(30)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(33)</u>	<u>(30)</u>	<u>(30)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>24</u>	<u>22</u>	<u>(206)</u>	<u>(228)</u>	<u>(104)</u>	<u>(408)</u>	<u>6</u>	<u>414</u>
167	167	167	0	841	841	841	0
0	0	2	2	0	0	2	2
0	0	0	0	0	0	2	2
<u>\$ 191</u>	<u>\$ 189</u>	<u>(37)</u>	<u>\$ (226)</u>	<u>\$ 737</u>	<u>\$ 433</u>	<u>851</u>	<u>\$ 418</u>
		0				0	
		0				8	
		0				0	
		0				0	
		<u>\$ (37)</u>				<u>\$ 859</u>	

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	EMERGENCY MEDICAL SERVICES			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Charges for Services, User Fees and Sales	11,024	12,646	12,583	(63)
Intergovernmental Revenues	17	17	31	14
Use of Money and Property	45	45	6	(39)
Miscellaneous Revenues	0	0	12	12
TOTAL REVENUES	11,086	12,708	12,632	(76)
EXPENDITURES				
General Government	0	0	0	0
Community and Economic Development	0	0	0	0
Public Works	0	0	0	0
Public Safety	12,108	12,378	12,145	233
Recreation and Culture	0	0	0	0
TOTAL EXPENDITURES	12,108	12,378	12,145	233
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,022)	330	487	157
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	1,000	0	0	0
Capital Project Funds	0	0	0	0
Trust Funds	0	0	0	0
Enterprise Funds	0	0	0	0
Total Transfers In	1,000	0	0	0
Operating Transfers Out				
General Fund	0	0	0	0
Debt Service Funds	0	0	0	0
Capital Project Funds	0	0	0	0
Total Transfers Out	0	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	1,000	0	0	0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(22)	330	487	157
BUDGETARY FUND BALANCES - OCTOBER 1				
Reserve for Encumbrances - September 30, 2007	0	0	10	10
Change in Prepaid Costs and Inventory	0	0	0	0
BUDGETARY FUND BALANCES - SEPTEMBER 30	\$ 248	\$ 600	767	\$ 167
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2008			283	
Reserve for Prepaid Costs and Inventory			0	
Recognition of Prior Year's Changes in Fair Value of Investments Held			0	
Recognition of Current Year's Changes in Fair Value of Investments Held			0	
FUND BALANCES - SEPTEMBER 30			\$ 1,050	

See accompanying Independent Auditor's Report.

ECONOMIC DEVELOPMENT

ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
\$ 0	\$ 0	\$ 0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
0	0	0
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
12	12	0
0	0	0
0	0	0
<u>\$ 12</u>	12	<u>\$ 0</u>
	0	
	0	
	0	
	0	
	<u>0</u>	
	<u>\$ 12</u>	

(Continued on next page)

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	LOCAL HOUSING ASSISTANCE TRUST			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Charges for Services, User Fees and Sales	0	0	0	0
Intergovernmental Revenues	2,286	2,286	1,957	(329)
Use of Money and Property	150	150	205	55
Miscellaneous Revenues	350	350	691	341
TOTAL REVENUES	<u>2,786</u>	<u>2,786</u>	<u>2,853</u>	<u>67</u>
EXPENDITURES				
General Government	0	0	0	0
Community and Economic Development	2,753	4,330	4,283	47
Public Works	0	0	0	0
Public Safety	0	0	0	0
Recreation and Culture	0	0	0	0
TOTAL EXPENDITURES	<u>2,753</u>	<u>4,330</u>	<u>4,283</u>	<u>47</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>33</u>	<u>(1,544)</u>	<u>(1,430)</u>	<u>114</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	0	0	0	0
Capital Project Funds	0	0	0	0
Trust Funds	0	0	0	0
Enterprise Funds	0	0	0	0
Total Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Operating Transfers Out				
General Fund	0	0	0	0
Debt Service Funds	0	0	0	0
Capital Project Funds	0	0	0	0
Total Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>33</u>	<u>(1,544)</u>	<u>(1,430)</u>	<u>114</u>
BUDGETARY FUND BALANCES - OCTOBER 1				
Reserve for Encumbrances - September 30, 2007	0	0	983	0
Change in Prepaid Costs and Inventory	0	0	0	0
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 5,613</u>	<u>\$ 4,036</u>	5,133	<u>\$ 114</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2008			0	
Reserve for Prepaid Costs and Inventory			0	
Recognition of Prior Year's Changes in				
Fair Value of Investments Held			(10)	
Recognition of Current Year's Changes in				
Fair Value of Investments Held			(141)	
FUND BALANCES - SEPTEMBER 30			<u>\$ 4,982</u>	

See accompanying Independent Auditor's Report.

TROPICANA FIELD				MAHAFFEY THEATER			
ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	3,985	3,985	2,179	(1,806)
0	0	0	0	0	0	0	0
1,352	1,352	1,589	237	3	3	26	23
0	0	0	0	154	154	87	(67)
<u>1,352</u>	<u>1,352</u>	<u>1,589</u>	<u>237</u>	<u>4,142</u>	<u>4,142</u>	<u>2,292</u>	<u>(1,850)</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
2,513	2,610	2,610	0	5,169	5,169	3,287	1,882
<u>2,513</u>	<u>2,610</u>	<u>2,610</u>	<u>0</u>	<u>5,169</u>	<u>5,169</u>	<u>3,287</u>	<u>1,882</u>
(1,161)	(1,258)	(1,021)	237	(1,027)	(1,027)	(995)	32
1,662	1,662	1,662	0	1,130	1,030	1,030	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
1,662	1,662	1,662	0	1,130	1,030	1,030	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	(223)	(223)	(223)	0	0	0	0
0	(223)	(223)	(223)	0	0	0	0
<u>1,662</u>	<u>1,439</u>	<u>1,439</u>	<u>(223)</u>	<u>1,130</u>	<u>1,030</u>	<u>1,030</u>	<u>(100)</u>
501	181	418	237	103	3	35	32
1,244	1,244	1,244	0	109	109	109	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	(82)	(82)
<u>\$ 1,745</u>	<u>\$ 1,425</u>	1,662	<u>\$ 237</u>	<u>\$ 212</u>	<u>\$ 112</u>	62	<u>\$ (50)</u>
		0				0	
		0				126	
		0				0	
		0				0	
		<u>\$ 1,662</u>				<u>\$ 188</u>	

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	PIER			VARIANCE WITH FINAL BUDGET OVER/NDER
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	
REVENUES				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Charges for Services, User Fees and Sales	569	569	592	23
Intergovernmental Revenues	0	0	0	0
Use of Money and Property	1015	1014	1,000	(14)
Miscellaneous Revenues	99	99	83	(16)
TOTAL REVENUES	<u>1,683</u>	<u>1,682</u>	<u>1,675</u>	<u>(7)</u>
EXPENDITURES				
General Government	0	0	0	0
Community and Economic Development	0	0	0	0
Public Works	0	0	0	0
Public Safety	0	0	0	0
Recreation and Culture	3,108	3,122	3,060	62
TOTAL EXPENDITURES	<u>3,108</u>	<u>3,122</u>	<u>3,060</u>	<u>62</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,425)</u>	<u>(1,440)</u>	<u>(1,385)</u>	<u>55</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	1,488	1,488	1,539	51
Special Revenue Funds	0	0	0	0
Capital Project Funds	0	0	0	0
Trust Funds	0	0	0	0
Enterprise Funds	0	0	0	0
Total Transfers In	<u>1,488</u>	<u>1,488</u>	<u>1,539</u>	<u>51</u>
Operating Transfers Out				
General Fund	0	0	0	0
Special Revenue Funds	0	0	0	0
Debt Service Funds	0	0	0	0
Capital Project Funds	0	0	0	0
Total Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,488</u>	<u>1,488</u>	<u>1,539</u>	<u>51</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>63</u>	<u>48</u>	<u>154</u>	<u>106</u>
BUDGETARY FUND BALANCES - OCTOBER 1				
Reserve for Encumbrances - September 30, 2007	0	0	14	14
Change in Prepaid Costs and Inventory	0	0	(6)	(6)
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 63</u>	<u>\$ 48</u>	162	<u>\$ 114</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2008			1	
Reserve for Prepaid Costs and Inventory			70	
Recognition of Prior Year's Changes in Fair Value of Investments Held			0	
Recognition of Current Year's Changes in Fair Value of Investments Held			0	
FUND BALANCES - SEPTEMBER 30			<u>\$ 233</u>	

See accompanying Independent Auditor's Report.

COLISEUM

ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
\$ 0	\$ 0	\$ 0
0	0	0
0	0	0
675	636	(39)
0	0	0
3	1	(2)
<u>3</u>	<u>0</u>	<u>(3)</u>
<u>681</u>	<u>637</u>	<u>(44)</u>
0	0	0
0	0	0
0	0	0
0	0	0
<u>849</u>	<u>761</u>	<u>88</u>
<u>849</u>	<u>761</u>	<u>88</u>
<u>(168)</u>	<u>(124)</u>	<u>44</u>
191	191	0
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
<u>191</u>	<u>191</u>	<u>0</u>
0	0	0
0	0	0
0	0	0
<u>0</u>	<u>0</u>	<u>0</u>
<u>191</u>	<u>191</u>	<u>0</u>
<u>23</u>	<u>67</u>	<u>44</u>
4	4	0
0	0	0
<u>0</u>	<u>(2)</u>	<u>(2)</u>
<u>\$ 27</u>	69	<u>\$ 42</u>
	0	
	15	
	0	
	<u>0</u>	
	<u>\$ 84</u>	

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	SUNKEN GARDENS		
	ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES			
Taxes	\$ 0	\$ 0	\$ 0
Permits	0	0	0
Fines and Forfeitures	0	0	0
Charges for Services, User Fees and Sales	774	674	(100)
Intergovernmental Revenues	0	0	0
Use of Money and Property	3	1	(2)
Miscellaneous Revenues	2	6	4
TOTAL REVENUES	<u>779</u>	<u>681</u>	<u>(98)</u>
EXPENDITURES			
General Government	0	0	0
Community and Economic Development	0	0	0
Public Works	0	0	0
Public Safety	0	0	0
Recreation and Culture	1,000	877	123
TOTAL EXPENDITURES	<u>1,000</u>	<u>877</u>	<u>123</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(221)</u>	<u>(196)</u>	<u>25</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	241	241	0
Capital Project Funds	0	0	0
Trust Funds	0	0	0
Enterprise Funds	0	0	0
Total Transfers In	<u>241</u>	<u>241</u>	<u>0</u>
Operating Transfers Out			
General Fund	0	0	0
Debt Service Funds	0	0	0
Capital Project Funds	0	0	0
Total Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>241</u>	<u>241</u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>20</u>	<u>45</u>	<u>25</u>
BUDGETARY FUND BALANCES - OCTOBER 1	8	8	0
Reserve for Encumbrances - September 30, 2007	0	1	1
Change in Prepaid Costs and Inventory	0	(12)	(12)
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 28</u>	42	<u>\$ 14</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING			
Reserve for Encumbrances - September 30, 2008		5	
Reserve for Prepaid Costs and Inventory		51	
Recognition of Prior Year's Changes in Fair Value of Investments Held		0	
Recognition of Current Year's Changes in Fair Value of Investments Held		0	
FUND BALANCES - SEPTEMBER 30		<u>\$ 98</u>	

See accompanying Independent Auditor's Report.

MISCELLANEOUS TRUSTS

ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0
0	0	404	404
0	0	435	435
0	0	0	0
0	0	55	55
0	0	271	271
0	0	1,165	1,165
0	0	0	0
0	0	0	0
0	0	0	0
0	0	5	(5)
0	1,500	486	1,014
0	1,500	491	1,009
0	(1,500)	674	2,174
0	0	23	23
0	33	33	0
0	0	86	86
0	43	43	0
0	76	185	109
0	(58)	(57)	1
0	0	0	0
0	0	(825)	(825)
0	(58)	(882)	(824)
0	18	(697)	(715)
0	(1,482)	(23)	1,459
2,453	2,453	2,453	0
0	0	39	39
0	0	0	0
\$ 2,453	\$ 971	2,469	\$ 1,498
		15	
		0	
		(17)	
		(39)	
		\$ 2,428	

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	PUBLIC IMPROVEMENT		
	ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER
REVENUES			
Use of Money and Property	\$ 73	\$ 52	\$ (21)
TOTAL REVENUES	<u>73</u>	<u>52</u>	<u>(21)</u>
EXPENDITURES			
Debt Service			
Principal Payments	5,540	5,540	0
Interest Payments	933	933	0
Remarketing and Other Fees	0	0	0
Bond Costs	0	0	0
TOTAL EXPENDITURES	<u>6,473</u>	<u>6,473</u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(6,400)</u>	<u>(6,421)</u>	<u>(21)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	0	0	0
Special Revenue Funds	6,400	6,415	15
Debt Service Funds	0	0	0
Enterprise Funds	0	0	0
Total Operating Transfers In	<u>6,400</u>	<u>6,415</u>	<u>15</u>
Operating Transfers Out			
Debt Service Funds	0	0	0
Enterprise Funds	0	0	0
Total Operating Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>
Issuance of Refunding Notes	0	0	0
Refunded Notes Redeemed	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	<u>8,187</u>	<u>6,393</u>	<u>(1,794)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	0	(6)	(6)
BUDGETARY FUND BALANCES - OCTOBER 1	<u>1,639</u>	<u>1,639</u>	<u>0</u>
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 1,639</u>	1,633	<u>\$ (6)</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING			
Recognition of Prior Year's Changes in			
Fair Value of Investments Held		0	
Recognition of Current Year's Changes in			
Fair Value of Investments Held		<u>0</u>	
FUND BALANCES - SEPTEMBER 30		<u>\$ 1,633</u>	

UTILITY TAX			EXCISE TAX			
ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER
\$ 50	\$ 35	\$ (15)	\$ 146	\$ 146	\$ 61	\$ (85)
50	35	(15)	146	146	61	(85)
4,030	4,030	0	5,525	5,525	5,525	0
320	320	0	2,900	2,900	2,893	7
0	0	0	0	0	7	(7)
0	0	0	0	0	0	0
4,350	4,350	0	8,425	8,425	8,425	0
(4,300)	(4,315)	(15)	(8,279)	(8,279)	(8,364)	(85)
0	0	0	0	0	0	0
3,140	2,277	(863)	8,400	8,400	8,655	255
0	0	0	0	0	0	0
0	0	0	0	0	0	0
3,140	2,277	(863)	8,400	8,400	8,655	255
0	0	0	0	0	0	0
0	0	0	0	(155)	(155)	0
0	0	0	0	(155)	(155)	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
3,140	2,277	(863)	8,400	8,245	8,500	255
(1,160)	(2,038)	(878)	121	(34)	136	170
2,978	2,978	0	7,037	7,037	7,037	0
\$ 1,818	940	\$ (878)	\$ 7,158	\$ 7,003	7,173	\$ 170
	0				0	
	0				0	
	\$ 940				\$ 7,173	

(Continued on next page)

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)
DEBT SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	PROFESSIONAL SPORTS FACILITY SALES TAX		
	ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER
REVENUES			
Use of Money and Property	\$ 26	\$ 23	\$ (3)
 TOTAL REVENUES	26	23	(3)
EXPENDITURES			
Debt Service			
Principal Payments	950	950	0
Interest Payments	967	967	0
Remarketing and Other Fees	0	0	0
Bond Costs	0	0	0
 TOTAL EXPENDITURES	1,917	1,917	0
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,891)	(1,894)	(3)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	0	0	0
Special Revenue Funds	1,900	1,909	9
Debt Service Funds	0	0	0
Enterprise Funds	0	0	0
Total Operating Transfers In	1,900	1,909	9
Operating Transfers Out			
Debt Service Funds	0	0	0
Enterprise Funds	0	0	0
Total Operating Transfers Out	0	0	0
Issuance of Refunding Notes	0	0	0
Refunded Notes Redeemed	0	0	0
 TOTAL OTHER FINANCING SOURCES (USES)	1,900	1,909	9
 EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	9	15	6
 BUDGETARY FUND BALANCES - OCTOBER 1	1,438	1,438	0
 BUDGETARY FUND BALANCES - SEPTEMBER 30	\$ 1,447	\$ 1,453	6
RECONCILIATION OF BUDGET TO GAAP REPORTING			
Recognition of Prior Year's Changes in			
Fair Value of Investments Held		0	
Recognition of Current Year's Changes in			
Fair Value of Investments Held		0	
FUND BALANCES - SEPTEMBER 30		\$ 1,453	

FIRST FLORIDA				CAPITAL IMPROVEMENT VARIABLE RATE			
ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER
\$ 40	\$ 40	\$ 32	\$ (8)	\$ 0	\$ 0	\$ 0	\$ 0
40	40	32	(8)	0	0	0	0
3,445	3,445	3,070	375	645	1,720	1,665	55
1,254	1,254	964	290	327	29	68	(39)
10	10	7	3	29	0	16	(16)
0	0	0	0	0	0	0	0
4,709	4,709	4,041	668	1,001	1,749	1,749	0
(4,669)	(4,669)	(4,009)	660	(1,001)	(1,749)	(1,749)	0
3,919	3,928	3,918	(10)	542	1,750	1,749	(1)
80	80	91	11	0	0	0	0
0	0	0	0	0	0	0	0
670	0	0	0	459	0	0	0
4,669	4,008	4,009	1	1,001	1,750	1,749	(1)
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
4,669	4,008	4,009	1	1,001	1,750	1,749	(1)
0	(661)	0	661	0	1	0	(1)
417	417	417	0	0	0	0	0
\$ 417	\$ (244)	417	\$ 661	\$ 0	\$ 1	0	\$ (1)
		100				0	
		0				0	
		\$ 517				\$ 0	

(Continued on next page)

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (Continued)
DEBT SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008
(In Thousands)

	SUNSHINE STATE			VARIANCE WITH FINAL BUDGET OVER UNDER
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	
REVENUES				
Use of Money and Property	\$ 14	\$ 14	\$ 72	\$ 58
TOTAL REVENUES	<u>14</u>	<u>14</u>	<u>72</u>	<u>58</u>
EXPENDITURES				
Debt Service				
Principal Payments	275	1,224	1,179	45
Interest Payments	840	598	556	42
Remarketing and Other Fees	50	0	41	(41)
Bond Costs	0	0	0	0
TOTAL EXPENDITURES	<u>1,165</u>	<u>1,822</u>	<u>1,776</u>	<u>46</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,151)</u>	<u>(1,808)</u>	<u>(1,704)</u>	<u>104</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	139	709	708	(1)
Special Revenue Funds	1,012	466	465	(1)
Debt Service Funds	0	23,856	23,856	0
Enterprise Funds	0	0	0	0
Total Operating Transfers In	<u>1,151</u>	<u>25,031</u>	<u>25,029</u>	<u>(2)</u>
Operating Transfers Out				
Debt Service Funds	0	0	0	0
Enterprise Funds	0	0	0	0
Total Operating Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Issuance of Refunding Notes	0	0	0	0
Refunded Notes Redeemed	0	(23,856)	(23,856)	0
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,151</u>	<u>1,175</u>	<u>1,173</u>	<u>(2)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>0</u>	<u>(633)</u>	<u>(531)</u>	<u>102</u>
BUDGETARY FUND BALANCES - OCTOBER 1	<u>531</u>	<u>531</u>	<u>531</u>	<u>0</u>
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 531</u>	<u>\$ (102)</u>	<u>0</u>	<u>\$ 102</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Recognition of Prior Year's Changes in				
Fair Value of Investments Held			0	
Recognition of Current Year's Changes in				
Fair Value of Investments Held			<u>0</u>	
FUND BALANCES - SEPTEMBER 30			<u>\$ 0</u>	

See accompanying Independent Auditor's Report.

BANC OF AMERICA

ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER
\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0
0	200	200	0
0	430	384	46
0	0	0	0
0	0	45	(45)
0	630	629	1
0	(630)	(629)	1
0	56	56	0
0	574	573	(1)
0	0	0	0
0	0	0	0
0	630	629	(1)
0	(23,856)	(23,856)	0
0	0	0	0
0	(23,856)	(23,856)	0
0	23,856	23,856	0
0	0	0	0
0	630	629	(1)
0	0	0	0
0	0	0	0
<u>\$ 0</u>	<u>\$ 0</u>	0	<u>\$ 0</u>
		0	
		0	
		<u>\$ 0</u>	

CITY OF ST. PETERSBURG, FLORIDA

Non-Major Enterprise Funds

Enterprise Funds account for operations that are financed and operated in a manner similar to private enterprise.

Airport - This fund is used to account for the operation of Albert Whitted Municipal Airport.

Port - This fund is used to account for the operation of the Port of St. Petersburg.

Marina - This fund is used to account for the operation of the St. Petersburg Municipal Marina.

Golf Course - This fund is used to account for the operation of Mangrove Bay, Cypress Links at Mangrove Bay, and Twin Brooks golf courses.

Jamestown Complex - This fund is used to account for rental housing units for lower and middle income residents.

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2008**

	AIRPORT	PORT	MARINA
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	\$ 347,943	\$ 168,930	\$ 3,544,271
Accounts Receivable	53,140	68,198	44,267
Due from Other Governmental Agencies			
Grants	2,107,376	154,357	0
Inventories	0	0	952
Prepaid Expenses and Deposits	0	0	0
Total Current Assets	<u>2,508,459</u>	<u>391,485</u>	<u>3,589,490</u>
NONCURRENT ASSETS			
Capital Assets			
Land	1,912,168	1,001,500	0
Buildings	8,872,848	2,267,735	4,061,069
Improvements	8,908,370	5,365,666	14,069,460
Machinery and Equipment	694,197	327,136	467,490
Accumulated Depreciation	(6,280,272)	(3,392,198)	(7,931,702)
Projects in Progress	71,719	406,140	140,324
Total Capital Assets	<u>14,179,030</u>	<u>5,975,979</u>	<u>10,806,641</u>
Other Assets			
Restricted Assets			
Trustee Accounts			
Cash and Cash Equivalents	172,071	0	0
Unamortized Loan Issuance Costs	19,915	0	65,497
Total Other Assets	<u>191,986</u>	<u>0</u>	<u>65,497</u>
Total Noncurrent Assets	<u>14,371,016</u>	<u>5,975,979</u>	<u>10,872,138</u>
TOTAL ASSETS	<u>16,879,475</u>	<u>6,367,464</u>	<u>14,461,628</u>
LIABILITIES			
CURRENT LIABILITIES			
Vouchers and Accounts Payable	140,397	100,076	144,940
Accrued Salaries	1,477	1,469	4,625
Accrued Annual Leave	0	1,617	1,061
Retainage	0	0	0
Due to Other Governmental Agencies	95,208	50,640	72,147
Due to Other Funds	340,000	0	0
Bonds Payable - Current Portion	390,000	0	0
Notes Payable - Current Portion	2,055,612	0	390,000
Leases Payable - Current Portion	0	0	0
Accrued Interest	0	0	69,968
Deposits	4,500	0	39,540
Total Current Liabilities	<u>3,027,194</u>	<u>153,802</u>	<u>722,281</u>
LONG-TERM LIABILITIES			
Accrued Annual Leave	14,080	8,876	41,430
Less Current Portion	0	(1,617)	(1,061)
Notes Payable	2,055,612	0	7,055,000
Less Current Portion	(2,055,612)	0	(390,000)
Revenue Bonds Payable	1,580,000	0	0
Less Current Portion	(390,000)	0	0
Leases Payable	0	0	0
Less Current Portion	0	0	0
Obligation for OPEB	8,717	22,882	49,174
Unamortized Discount	0	0	(41,742)
Unamortized Underwriting Discount	0	0	(30,045)
Total Long-term Liabilities	<u>1,212,797</u>	<u>30,141</u>	<u>6,682,756</u>
TOTAL LIABILITIES	<u>4,239,991</u>	<u>183,943</u>	<u>7,405,037</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	10,735,404	5,975,979	3,888,925
Unrestricted	1,904,080	207,542	3,167,666
TOTAL NET ASSETS	<u>\$ 12,639,484</u>	<u>\$ 6,183,521</u>	<u>\$ 7,056,591</u>

GOLF COURSE	JAMESTOWN COMPLEX	TOTAL
\$ 435,153	\$ 153,873	\$ 4,650,170
20,798	38	186,441
0	0	2,261,733
133,475	0	134,427
3,500	0	3,500
<u>592,926</u>	<u>153,911</u>	<u>7,236,271</u>
392,907	215,516	3,522,091
1,714,451	5,914,992	22,831,095
6,314,415	189,336	34,847,247
1,626,533	258,698	3,374,054
(7,191,041)	(1,568,556)	(26,363,769)
0	0	618,183
<u>2,857,265</u>	<u>5,009,986</u>	<u>38,828,901</u>
0	0	172,071
0	0	85,412
0	0	257,483
<u>2,857,265</u>	<u>5,009,986</u>	<u>39,086,384</u>
<u>3,450,191</u>	<u>5,163,897</u>	<u>46,322,655</u>
86,816	16,436	488,665
11,462	1,697	20,730
17,799	0	20,477
625	0	625
14,167	0	232,162
0	0	340,000
0	0	390,000
0	0	2,445,612
51,690	0	51,690
0	0	69,968
<u>76,726</u>	<u>41,547</u>	<u>162,313</u>
<u>259,285</u>	<u>59,680</u>	<u>4,222,242</u>
188,405	62,888	315,679
(17,799)	0	(20,477)
0	0	9,110,612
0	0	(2,445,612)
0	0	1,580,000
0	0	(390,000)
56,059	0	56,059
(51,690)	0	(51,690)
83,489	15,525	179,787
0	0	(41,742)
0	0	(30,045)
<u>258,464</u>	<u>78,413</u>	<u>8,262,571</u>
<u>517,749</u>	<u>138,093</u>	<u>12,484,813</u>
2,857,265	5,009,986	28,467,559
75,177	15,818	5,370,283
<u>\$ 2,932,442</u>	<u>\$ 5,025,804</u>	<u>\$ 33,837,842</u>

CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE ACTIVITIES
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	AIRPORT	PORT	MARINA
OPERATING REVENUES			
Sales and Concessions	\$ 0	\$ 0	\$ 23,557
Service Charges and Fees	0	132,866	10,958
Rentals and Parking	838,887	23,881	2,685,709
Total Operating Revenues	<u>838,887</u>	<u>156,747</u>	<u>2,720,224</u>
OPERATING EXPENSES			
Personal Services and Benefits	290,517	334,540	791,450
Supplies, Services, and Claims	224,285	124,248	469,522
General Administrative Charges	60,000	72,000	96,000
Depreciation	568,236	334,431	800,734
Total Operating Expenses	<u>1,143,038</u>	<u>865,219</u>	<u>2,157,706</u>
OPERATING INCOME (LOSS)	<u>(304,151)</u>	<u>(708,472)</u>	<u>562,518</u>
NONOPERATING REVENUES (EXPENSES)			
Intergovernmental Revenues	630,239	801,232	0
Earnings on Investments	13,120	10,930	182,842
Interest Expense	(59,831)	0	0
Financing Fees and Premium Paid	(6,928)	0	0
Amortization of Bond Discount and Issue Cost	(11,374)	0	(19,612)
Securities Lending Income	0	0	44,923
Securities Lending Expenses			
Interest	0	0	(41,858)
Agent Fees	0	0	(1,226)
Gain on Disposition of Capital Assets	0	0	0
OPEB Expense	(8,717)	(22,882)	(49,174)
Miscellaneous Revenues	228	5,214	3,159
Total Nonoperating Revenues (Expenses)	<u>556,737</u>	<u>794,494</u>	<u>119,054</u>
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	<u>252,586</u>	<u>86,022</u>	<u>681,572</u>
CONTRIBUTIONS			
Capital Assets from Other Funds	22,905	20	49,834
Contributions from Citizens and Developers	0	0	0
Total Contributions	<u>22,905</u>	<u>20</u>	<u>49,834</u>
TRANSFERS IN (OUT)			
Transfers In			
General Fund	390,000	405,000	0
Transfers Out			
General Fund	0	0	(1,900,000)
Special Revenue Funds	0	0	(6,500)
Payment in Lieu of Taxes - General Fund	(94,260)	(36,816)	(65,052)
Total Transfers In (Out)	<u>295,740</u>	<u>368,184</u>	<u>(1,971,552)</u>
CHANGE IN NET ASSETS	<u>571,231</u>	<u>454,226</u>	<u>(1,240,146)</u>
NET ASSETS - OCTOBER 1	<u>12,068,253</u>	<u>5,729,295</u>	<u>8,296,737</u>
NET ASSETS - SEPTEMBER 30	<u>\$ 12,639,484</u>	<u>\$ 6,183,521</u>	<u>\$ 7,056,591</u>

See accompanying Independent Auditor's Report.

<u>GOLF COURSE</u>	<u>JAMESTOWN COMPLEX</u>	<u>TOTAL</u>
\$ 683,169	\$ 0	\$ 706,726
2,743,892	2,164	2,889,880
510,421	440,421	4,499,319
<u>3,937,482</u>	<u>442,585</u>	<u>8,095,925</u>
2,363,536	308,043	4,088,086
1,283,610	192,714	2,294,379
240,000	0	468,000
328,586	91,140	2,123,127
<u>4,215,732</u>	<u>591,897</u>	<u>8,973,592</u>
<u>(278,250)</u>	<u>(149,312)</u>	<u>(877,667)</u>
42,500	0	1,473,971
13,464	3,855	224,211
(3,038)	0	(62,869)
0	0	(6,928)
0	0	(30,986)
0	0	44,923
0	0	(41,858)
0	0	(1,226)
10,605	0	10,605
(83,489)	(15,525)	(179,787)
4,501	4,712	17,814
<u>(15,457)</u>	<u>(6,958)</u>	<u>1,447,870</u>
<u>(293,707)</u>	<u>(156,270)</u>	<u>570,203</u>
0	4,597,755	4,670,514
<u>187,316</u>	<u>0</u>	<u>187,316</u>
<u>187,316</u>	<u>4,597,755</u>	<u>4,857,830</u>
0	0	795,000
(99,996)	0	(1,999,996)
0	0	(6,500)
(63,672)	(13,032)	(272,832)
<u>(163,668)</u>	<u>(13,032)</u>	<u>(1,484,328)</u>
<u>(270,059)</u>	<u>4,428,453</u>	<u>3,943,705</u>
<u>3,202,501</u>	<u>597,351</u>	<u>29,894,137</u>
<u>\$ 2,932,442</u>	<u>\$ 5,025,804</u>	<u>\$ 33,837,842</u>

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008**

	AIRPORT	PORT
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers	\$ 821,350	\$ 113,217
Payments to Suppliers	(160,309)	(200,402)
Payments to Employees	(255,701)	(323,463)
Internal Activity - Payments to Other Funds	(141,084)	(46,736)
Claims Paid	(768)	(2,952)
Net Cash Provided by (Used for) Operating Activities	263,488	(460,336)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Intergovernmental Revenue	340,673	450,963
Transfers In	730,000	405,000
Transfers Out	(94,260)	(36,816)
Net Cash Provided by (Used for) Noncapital Financing Activities	976,413	819,147
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and Construction of Capital Assets	(710,289)	(1,071,221)
Proceeds from Sale of Capital Assets	0	0
Principal Paid on Revenue Bond Maturities	(370,000)	0
Principal Paid on Capital Lease	0	0
Interest Paid on Revenue Bonds	(59,831)	0
Variable Rate Bond Fees	(6,928)	0
Contributions (Receivables) from Citizens, Developers and Grantors	(267,228)	129,222
Net Cash Flows Provided by (Used for) Capital and Related Financing Activities	(1,414,276)	(941,999)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on Investments	13,120	10,930
Securities Lending Expenses and Fees	0	0
Net Cash Provided by Investment Activities	13,120	10,930
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(161,255)	(572,258)
CASH AND CASH EQUIVALENTS - OCTOBER 1	681,269	741,188
CASH AND CASH EQUIVALENTS - SEPTEMBER 30	\$ 520,014	\$ 168,930
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	(\$304,151)	(708,472)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities		
Depreciation	568,236	334,431
Other Revenues (Expenses)	228	5,214
(Increase) Decrease in Accounts Receivable	(17,765)	(48,744)
(Increase) Decrease in Inventories	0	0
Increase (Decrease) in Vouchers and Accounts Payable	16,053	(43,032)
Increase (Decrease) in Accrued Salaries	1,477	1,469
Increase (Decrease) in Accrued Annual Leave	(590)	(1,202)
Increase (Decrease) in Deposits and Other Liabilities	0	0
Net Cash Provided (Used) by Operating Activities	\$ 263,488	\$ (460,336)
Noncash Investing, Capital, and Financing Activities:		
Contributions of Capital Assets from Other Funds	\$ 22,905	\$ 20

See accompanying Independent Auditor's Report.

MARINA	GOLF COURSE	JAMESTOWN COMPLEX	TOTAL
\$ 2,686,661	\$ 3,930,263	\$ 462,394	\$ 8,013,885
(480,829)	(1,424,404)	(130,564)	(2,396,508)
(705,443)	(2,089,464)	(263,052)	(3,637,123)
(226,061)	(344,257)	(83,582)	(841,720)
(4,896)	(14,700)	(288)	(23,604)
<u>1,269,432</u>	<u>57,438</u>	<u>(15,092)</u>	<u>1,114,930</u>
23,469	41,589	0	856,694
0	0	0	1,135,000
<u>(1,971,552)</u>	<u>(163,668)</u>	<u>(13,032)</u>	<u>(2,279,328)</u>
<u>(1,948,083)</u>	<u>(122,079)</u>	<u>(13,032)</u>	<u>(287,634)</u>
(2,320,465)	(89,055)	(6,243)	(4,197,273)
0	10,605	0	10,605
(375,000)	0	0	(745,000)
0	(49,846)	0	(49,846)
(294,871)	(3,038)	0	(357,740)
(1,896)	0	0	(8,824)
0	202,316	0	64,310
<u>(2,992,232)</u>	<u>70,982</u>	<u>(6,243)</u>	<u>(5,283,768)</u>
227,765	13,464	3,855	269,134
(43,084)	0	0	(43,084)
<u>184,681</u>	<u>13,464</u>	<u>3,855</u>	<u>226,050</u>
(3,486,202)	19,805	(30,512)	(4,230,422)
<u>7,030,473</u>	<u>415,348</u>	<u>184,385</u>	<u>9,052,663</u>
<u>\$ 3,544,271</u>	<u>\$ 435,153</u>	<u>\$ 153,873</u>	<u>\$ 4,822,241</u>
562,518	(278,250)	(149,312)	(877,667)
800,734	328,586	91,140	2,123,127
3,159	4,501	4,712	17,814
(31,912)	(20,170)	668	(117,923)
270	(8,468)	0	(8,198)
(56,625)	(9,432)	10,819	(82,217)
4,625	11,462	1,697	20,730
(8,527)	20,759	10,755	21,195
(4,810)	8,450	14,429	18,069
<u>\$ 1,269,432</u>	<u>\$ 57,438</u>	<u>\$ (15,092)</u>	<u>\$ 1,114,930</u>
\$ 49,834	\$ 0	\$ 4,597,755	\$ 4,670,514

CITY OF ST. PETERSBURG, FLORIDA

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments on a cost reimbursement basis.

Equipment Maintenance - This fund is used to account for vehicle and equipment maintenance, rental, and replacement.

Facilities Maintenance - This fund is used to account for the rental and maintenance of City Hall and other municipal office buildings.

Print Shop - This fund is used to account for printing, binding, and copying services.

Information and Communications Services - This fund is used to account for central data processing and telephone systems and services.

Billing and Collections - This fund is used to account for the billing and collection of utility accounts, occupational taxes, and special assessments. It also includes cashiering functions and collection of invoices.

Consolidated Inventory - This fund is used to account for inventory management and warehousing services.

Insurance - This fund is used to account for insurance and risk management services for all funds.

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2008**

	<u>EQUIPMENT MAINTENANCE</u>	<u>FACILITIES MAINTENANCE</u>	<u>PRINT SHOP</u>	<u>INFORMATION AND COMMUNICATION SERVICES</u>
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	\$ 3,449,253	\$ 606,657	\$ 13,213	\$ 4,480,688
Investments	18,773,427	986,760	0	0
Securities Lending Collateral	802,300	76,577	0	0
Receivables				
Accounts	713,279	2,490	0	482
Accrued Interest	141,366	15,250	0	0
Due From Other Governmental Agencies	9,860	0	0	0
Inventories	663,380	0	3,115	6,197
Prepaid Expenses	0	0	1,462	473,150
Total Current Assets	<u>24,552,865</u>	<u>1,687,734</u>	<u>17,790</u>	<u>4,960,517</u>
NONCURRENT ASSETS				
Capital Assets				
Land	1,076,640	770,000	0	49,940
Buildings	3,222,482	7,222,615	0	7,594
Improvements	805,512	2,066,804	2,312	18,100
Machinery and Equipment	52,585,736	4,744,112	245,078	23,828,405
Accumulated Depreciation	<u>(40,282,476)</u>	<u>(8,480,290)</u>	<u>(247,125)</u>	<u>(19,456,701)</u>
Total Capital Assets	<u>17,407,894</u>	<u>6,323,241</u>	<u>265</u>	<u>4,447,338</u>
TOTAL ASSETS	<u>41,960,759</u>	<u>8,010,975</u>	<u>18,055</u>	<u>9,407,855</u>
LIABILITIES				
CURRENT LIABILITIES				
Vouchers and Accounts Payable	700,498	599,606	5,834	518,879
Accrued Salaries	78,434	15,352	1,090	33,158
Accrued Annual Leave	26,154	0	0	11,024
Due To Other Governmental Agencies	869	0	0	0
Other Accrued Liabilities				
Claims - Current Portion	0	0	0	0
Obligations under Securities Lending	1,462,492	139,590	0	0
Deposits and Other	0	0	0	0
Total Current Liabilities	<u>2,268,447</u>	<u>754,548</u>	<u>6,924</u>	<u>563,061</u>
LONG-TERM LIABILITIES				
Accrued Annual Leave	361,006	51,427	4,702	393,780
Less Current Portion	(26,154)	0	0	(11,024)
Claims	0	0	0	0
Less Current Portion	0	0	0	0
Obligation for OPEB	<u>153,867</u>	<u>22,581</u>	<u>9,768</u>	<u>197,318</u>
Total Long-term Liabilities	<u>488,719</u>	<u>74,008</u>	<u>14,470</u>	<u>580,074</u>
TOTAL LIABILITIES	<u>2,757,166</u>	<u>828,556</u>	<u>21,394</u>	<u>1,143,135</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	17,407,894	6,323,241	265	4,447,338
Unrestricted	<u>21,795,699</u>	<u>859,178</u>	<u>(3,604)</u>	<u>3,817,382</u>
TOTAL NET ASSETS	<u>\$ 39,203,593</u>	<u>\$ 7,182,419</u>	<u>\$ (3,339)</u>	<u>\$ 8,264,720</u>

See accompanying Independent Auditor's Report.

<u>BILLING AND COLLECTIONS</u>	<u>CONSOLIDATED INVENTORY</u>	<u>INSURANCE</u>	<u>TOTAL</u>
\$ 3,955,954	\$ 570,352	\$ 11,099,523	\$ 24,175,640
5,045,300	0	29,059,536	53,865,023
382,883	0	1,529,796	2,791,556
1,012,124	6,648	112,830	1,847,853
18,507	0	164,032	339,155
3,840	0	1,589	15,289
0	905,866	0	1,578,558
0	0	2,388,464	2,863,076
<u>10,418,608</u>	<u>1,482,866</u>	<u>44,355,770</u>	<u>87,476,150</u>
0	0	0	1,896,580
0	5,229,076	0	15,681,767
4,483	26,651	0	2,923,862
590,026	77,422	63,513	82,134,292
<u>(507,662)</u>	<u>(361,228)</u>	<u>(61,517)</u>	<u>(69,396,999)</u>
86,847	4,971,921	1,996	33,239,502
<u>10,505,455</u>	<u>6,454,787</u>	<u>44,357,766</u>	<u>120,715,652</u>
496,039	280,181	67,688	2,668,725
28,988	2,467	5,461	164,950
27,738	0	0	64,916
356,073	0	0	356,942
0	0	5,827,000	5,827,000
697,948	0	2,788,624	5,088,654
<u>6,497,206</u>	<u>0</u>	<u>77,022</u>	<u>6,574,228</u>
<u>8,103,992</u>	<u>282,648</u>	<u>8,765,795</u>	<u>20,745,415</u>
361,394	26,212	40,502	1,239,023
(27,738)	0	0	(64,916)
0	0	18,210,000	18,210,000
0	0	(5,827,000)	(5,827,000)
<u>274,418</u>	<u>15,857</u>	<u>29,093</u>	<u>702,902</u>
608,074	42,069	12,452,595	14,260,009
<u>8,712,066</u>	<u>324,717</u>	<u>21,218,390</u>	<u>35,005,424</u>
86,847	4,971,921	1,996	33,239,502
<u>1,706,542</u>	<u>1,158,149</u>	<u>23,137,380</u>	<u>52,470,726</u>
<u>\$ 1,793,389</u>	<u>\$ 6,130,070</u>	<u>\$ 23,139,376</u>	<u>\$ 85,710,228</u>

CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008

	<u>EQUIPMENT MAINTENANCE</u>	<u>FACILITIES MAINTENANCE</u>	<u>PRINT SHOP</u>
OPERATING REVENUES			
Service Charges	\$ 13,506,168	\$ 0	\$ 433,978
Rentals	4,870,711	2,648,496	0
Total Operating Revenues	<u>18,376,879</u>	<u>2,648,496</u>	<u>433,978</u>
OPERATING EXPENSES			
Personal Services and Benefits	3,849,343	1,015,671	201,942
Supplies, Services and Claims	10,205,205	1,420,179	247,379
Depreciation	5,377,559	566,041	116
Total Operating Expenses	<u>19,432,107</u>	<u>3,001,891</u>	<u>449,437</u>
OPERATING INCOME (LOSS)	<u>(1,055,228)</u>	<u>(353,395)</u>	<u>(15,459)</u>
NONOPERATING REVENUES (EXPENSES)			
Earnings on Investments	311,906	33,864	53
Securities Lending Income	310,607	12,761	0
Securities Lending Expense			
Interest	(289,889)	(11,764)	0
Agent Fees	(8,287)	(399)	0
Securities Lending Unrealized Loss	(660,191)	(63,013)	0
Gain on Disposition of Capital Assets	358,703	0	0
OPEB Expense	(153,867)	(22,581)	(9,768)
Miscellaneous Revenues (Expenses)	5,111	0	0
Total Nonoperating Revenues (Expenses)	<u>(125,907)</u>	<u>(51,132)</u>	<u>(9,715)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>(1,181,135)</u>	<u>(404,527)</u>	<u>(25,174)</u>
CONTRIBUTIONS			
Capital Assets From (To) Other Funds			
Capital Assets In	789,728	39,058	0
Capital Assets Out	0	(24)	0
Total Contributions	<u>789,728</u>	<u>39,034</u>	<u>0</u>
TRANSFERS			
Transfers From (To) Other Funds			
General Fund	0	0	0
Capital Project Funds	(278,000)	(800,000)	0
Total Transfers	<u>(278,000)</u>	<u>(800,000)</u>	<u>0</u>
CHANGE IN NET ASSETS	(669,407)	(1,165,493)	(25,174)
NET ASSETS - OCTOBER 1	<u>39,873,000</u>	<u>8,347,912</u>	<u>21,835</u>
NET ASSETS - SEPTEMBER 30	<u>\$ 39,203,593</u>	<u>\$ 7,182,419</u>	<u>\$ (3,339)</u>

See accompanying Independent Auditor's Report.

INFORMATION AND COMMUNICATIONS SERVICES	BILLING AND COLLECTIONS	CONSOLIDATED INVENTORY	INSURANCE	TOTAL
\$ 9,842,581	\$ 7,759,059	\$ 497,496	\$ 46,530,125	\$ 78,569,407
669,624	0	0	0	8,188,831
<u>10,512,205</u>	<u>7,759,059</u>	<u>497,496</u>	<u>46,530,125</u>	<u>86,758,238</u>
5,854,022	5,126,045	351,056	927,361	17,325,440
3,392,206	3,265,829	105,748	42,810,546	61,447,092
<u>2,052,259</u>	<u>37,040</u>	<u>116,099</u>	<u>771</u>	<u>8,149,885</u>
<u>11,298,487</u>	<u>8,428,914</u>	<u>572,903</u>	<u>43,738,678</u>	<u>86,922,417</u>
<u>(786,282)</u>	<u>(669,855)</u>	<u>(75,407)</u>	<u>2,791,447</u>	<u>(164,179)</u>
118,158	389,344	4,399	930,834	1,788,558
24,042	138,353	0	498,275	984,038
(22,450)	(128,287)	0	(463,165)	(915,555)
(637)	(4,027)	0	(14,044)	(27,394)
0	(315,064)	0	(1,258,828)	(2,297,096)
27,562	1,965	9,292	0	397,522
(197,318)	(274,418)	(15,857)	(29,093)	(702,902)
<u>627</u>	<u>131,321</u>	<u>0</u>	<u>273,722</u>	<u>410,781</u>
<u>(50,016)</u>	<u>(60,813)</u>	<u>(2,166)</u>	<u>(62,299)</u>	<u>(362,048)</u>
<u>(836,298)</u>	<u>(730,668)</u>	<u>(77,573)</u>	<u>2,729,148</u>	<u>(526,227)</u>
0	0	2,210	0	830,996
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(24)</u>
<u>0</u>	<u>0</u>	<u>2,210</u>	<u>0</u>	<u>830,972</u>
0	0	32,700	0	32,700
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,078,000)</u>
<u>0</u>	<u>0</u>	<u>32,700</u>	<u>0</u>	<u>(1,045,300)</u>
(836,298)	(730,668)	(42,663)	2,729,148	(740,555)
<u>9,101,018</u>	<u>2,524,057</u>	<u>6,172,733</u>	<u>20,410,228</u>	<u>86,450,783</u>
<u>\$ 8,264,720</u>	<u>\$ 1,793,389</u>	<u>\$ 6,130,070</u>	<u>\$ 23,139,376</u>	<u>\$ 85,710,228</u>

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2008**

	EQUIPMENT MAINTENANCE	FACILITIES MAINTENANCE	PRINT SHOP
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 18,392,384	\$ 2,648,496	\$ 433,978
Payments to Suppliers	(9,266,968)	(746,874)	(93,779)
Payments to Employees	(3,748,975)	(990,004)	(200,015)
Internal Activity - Payments to Other Funds	(914,433)	(658,516)	(154,192)
Claims Paid	0	0	0
Net Cash Provided by Operating Activities	<u>4,462,008</u>	<u>253,102</u>	<u>(14,008)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	0	0	0
Transfers out	(278,000)	(800,000)	0
Net Cash Provided by Noncapital Activity	<u>(278,000)</u>	<u>(800,000)</u>	<u>0</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and Construction of Capital Assets	(3,501,998)	(2,221)	0
Proceeds from Sale of Capital Assets and Recoveries	406,649	0	0
Net Cash Used for Capital and Related Financing Activities	<u>(3,095,349)</u>	<u>(2,221)</u>	<u>0</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Investment Securities	(14,231,580)	(1,000,000)	0
Proceeds from Sale and Maturities of Investment Securities	14,245,000	1,000,000	0
Interest on Investments (Including Securities Lending Income)	1,092,397	53,494	53
Securities Lending Expenses and Fees	(298,176)	(12,163)	0
Net Cash Provided by (Used for) Investing Activities	<u>807,641</u>	<u>41,331</u>	<u>53</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,896,300	(507,788)	(13,955)
CASH AND CASH EQUIVALENTS - OCTOBER 1	<u>1,552,953</u>	<u>1,114,445</u>	<u>27,168</u>
CASH AND CASH EQUIVALENTS - SEPTEMBER 30	<u>\$ 3,449,253</u>	<u>\$ 606,657</u>	<u>\$ 13,213</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Operating Income (Loss)	(1,055,228)	(353,395)	(15,459)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities			
Depreciation	5,377,559	566,041	116
Other Revenue (Expenses)	5,111	0	0
(Increase) Decrease in Accounts Receivable	16,217	0	0
(Increase) Decrease in Due from Other Governmental Agencies	(5,823)	0	0
(Increase) Decrease in Inventory	(21,235)	0	0
(Increase) Decrease in Prepaid Expenses and Deposits	0	0	538
Increase (Decrease) in Vouchers and Accounts Payable	45,040	14,789	(1,130)
Increase (Decrease) in Accrued Salaries	28,857	6,075	1,090
Increase (Decrease) in Accrued Vacation	71,511	19,592	837
Increase (Decrease) in Due to Other Governmental Agencies	(1)	0	0
Increase (Decrease) in Deposits	0	0	0
Increase (Decrease) in Claims	0	0	0
Net Cash Provided by (Used for) Operating Activities	<u>\$ 4,462,008</u>	<u>\$ 253,102</u>	<u>\$ (14,008)</u>
Noncash Investing, Capital, and Financing Activities			
Contributions of Capital Assets from Other Funds	\$ 789,728	\$ 39,058	\$ 0
Contributions of Capital Assets to Other Funds	0	(24)	0
Increase (Decrease) in Fair Market Value of Investments	(425,366)	(13,240)	0
Securities Lending Unrealized Loss	(660,191)	0	0

INFORMATION AND COMMUNICATION SERVICES	BILLING AND COLLECTIONS	CONSOLIDATED INVENTORY	INSURANCE	TOTAL
\$ 10,512,832	\$ 8,075,200	\$ 579,540	\$ 46,808,813	\$ 87,451,243
(2,340,149)	(742,448)	(602)	(36,991,069)	(50,181,889)
(5,791,802)	(5,054,312)	(347,467)	(917,273)	(17,049,848)
(759,161)	(2,496,872)	(46,575)	(142,243)	(5,171,992)
0	0	0	(5,717,317)	(5,717,317)
<u>1,621,720</u>	<u>(218,432)</u>	<u>184,896</u>	<u>3,040,911</u>	<u>9,330,197</u>
0	0	32,700	0	32,700
0	0	0	0	(1,078,000)
<u>0</u>	<u>0</u>	<u>32,700</u>	<u>0</u>	<u>(1,045,300)</u>
(2,315,085)	(59,859)	(49,159)	0	(5,928,322)
27,562	1,965	9,292	0	445,468
<u>(2,287,523)</u>	<u>(57,894)</u>	<u>(39,867)</u>	<u>0</u>	<u>(5,482,854)</u>
(1,000,000)	0	0	(22,016,546)	(38,248,126)
1,000,000	2,000,000	0	19,522,669	37,767,669
143,549	552,575	4,399	1,860,512	3,706,979
(23,087)	(132,314)	0	(477,209)	(942,949)
<u>120,462</u>	<u>2,420,261</u>	<u>4,399</u>	<u>(1,110,574)</u>	<u>2,283,573</u>
(545,341)	2,143,935	182,128	1,930,337	5,085,616
5,026,029	1,812,019	388,224	9,169,186	19,090,024
<u>\$ 4,480,688</u>	<u>\$ 3,955,954</u>	<u>\$ 570,352</u>	<u>\$ 11,099,523</u>	<u>\$ 24,175,640</u>
(786,282)	(669,855)	(75,407)	2,791,447	(164,179)
2,052,259	37,040	116,099	771	8,149,885
627	131,321	0	273,722	410,781
0	(47,286)	865	(13,378)	(43,582)
0	559	0	(1,353)	(6,617)
1,280	0	36,805	0	16,850
(22,867)	0	0	455,283	432,954
314,483	26,509	102,945	(46,366)	456,270
33,158	28,988	2,467	5,461	106,096
29,062	42,745	1,122	4,627	169,496
0	(11,910)	0	0	(11,911)
0	243,457	0	19,697	263,154
0	0	0	(449,000)	(449,000)
<u>\$ 1,621,720</u>	<u>\$ (218,432)</u>	<u>\$ 184,896</u>	<u>\$ 3,040,911</u>	<u>\$ 9,330,197</u>
\$ 0	\$ 0	\$ 2,210	\$ 0	\$ 830,996
0	0	0	0	(24)
0	14,990	0	(449,000)	(872,616)
0	(315,064)	0	(377,702)	(1,352,957)

CITY OF ST. PETERSBURG, FLORIDA

AGENCY FUNDS

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
SEPTEMBER 30, 2008

	BALANCE 9-30-07	ADDITIONS	DEDUCTIONS	BALANCE 9-30-08
ASSETS				
Cash and Cash Equivalents	\$ 1,546,423	\$ 67,795,697	\$ 67,979,756	\$ 1,362,364
Accounts Receivable	1,646	27,019	25,680	2,985
TOTAL ASSETS	\$ 1,548,069	\$ 67,822,716	\$ 68,005,436	\$ 1,365,349
LIABILITIES				
Accounts Payable	\$ 142,232	\$ 21,100,635	\$ 21,047,327	\$ 195,540
Due to Other Governmental Agencies				
Pinellas County	398,256	360,441	398,256	360,441
Social Security Administration	487,396	23,274,649	23,324,296	437,749
Internal Revenue Service	443,105	23,063,116	23,149,497	356,724
Uncashed Checks	77,080	23,875	86,060	14,895
TOTAL LIABILITIES	\$ 1,548,069	\$ 67,822,716	\$ 68,005,436	\$ 1,365,349

See accompanying Independent Auditor's Report.

III. STATISTICAL SECTION

The Statistical Section of the Comprehensive Annual Financial Report for the City of St. Petersburg is intended to provide financial statement users with additional historical perspective, context, and detail to assist in using information in the financial statements, notes to financial statements, and required supplementary information to understand and assess the City's economic condition. This section includes statistics for the City (i.e., the primary government) only and does not include the City's discretely presented component unit.

The Statistical Section is unaudited and statement users will find a footnote page for each of the five sections located at the end of each section of statistical information.

FINANCIAL

TRENDS

INFORMATION

CITY OF ST. PETERSBURG, FLORIDA
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS (5)
(Accrual Basis of Accounting)

	Fiscal Years							
	2008	2007	2006	2005	2004	2003	2002	2001
Expenses								
Government Activities:								
General Government	\$ 39,875,230	\$ 41,846,271	\$ 38,890,280	\$ 35,376,425	\$ 37,975,633	\$ 28,364,522	\$ 24,816,116	\$ 26,638,229
Community and Economic Development	25,337,893	24,454,618	23,118,591	23,753,079	34,300,303	28,537,792	22,463,936	17,664,108
Police	91,691,477	83,774,953	76,624,860	79,183,547	72,308,128	68,549,362	63,787,775	67,243,341
Fire and EMS	47,643,841	44,344,707	40,308,068	41,361,870	36,886,922	34,953,813	33,319,286	24,686,007
Public Works	21,884,510	17,180,146	16,736,533	15,319,318	17,650,801	16,877,927	14,280,771	14,838,140
Recreation and Culture	61,549,149	61,378,929	56,989,140	55,947,069	53,793,570	54,722,266	51,491,583	48,740,128
Securities Lending	0	0	0	0	0	526,791	776,470	0
Interest on Long-Term Debt	7,460,824	8,089,351	8,460,750	9,934,466	10,051,528	11,329,106	11,344,694	13,811,070
Total Governmental Activities Expenses:	295,442,924	281,068,975	261,128,222	260,875,774	262,966,885	243,861,579	222,280,631	213,621,023
Business-type Activities:								
Water and Waste Water Utility	99,136,630	93,026,863	92,372,926	83,236,468	78,800,617	77,400,076	71,613,786	68,681,818
Stormwater Utility	14,169,266	12,042,379	10,557,972	9,362,330	9,218,169	8,699,445	8,201,728	8,684,434
Sanitation	38,062,985	36,332,211	37,011,688	36,395,779	35,391,213	35,106,765	32,876,139	32,465,819
Airport	1,221,822	1,257,148	1,179,348	1,053,778	1,064,015	883,837	666,785	843,237
Port	885,491	951,354	935,396	1,193,374	945,637	845,568	697,588	817,580
Marina	2,263,363	2,193,051	2,089,725	1,629,348	1,433,004	1,190,529	1,309,753	1,358,875
Golf Course	4,287,233	4,141,596	4,024,632	3,708,876	3,468,913	3,527,100	3,630,486	3,388,411
Jamestown Complex	602,778	514,301	491,610	496,480	471,448	500,761	454,706	495,801
Securities Lending	0	0	0	0	0	1,041,376	1,148,206	0
Total Business-type Activities	160,629,568	150,458,903	148,663,297	137,076,433	130,793,016	129,195,457	120,599,177	116,735,975
Total Primary Government Expenses	456,072,492	431,527,878	409,791,519	397,952,207	393,759,901	373,057,036	342,879,808	330,356,998
Program Revenues								
Governmental Activities:								
Charges for Services:								
General Government	18,195,945	17,644,627	16,757,687	16,067,460	20,509,651	17,205,753	15,936,165	12,290,515
Community and Economic Development	5,032,048	7,602,790	8,254,079	7,121,735	8,006,795	8,987,082	775,072	5,968,091
Police	3,937,556	3,993,232	3,532,681	3,080,544	4,247,812	3,369,596	4,163,626	3,974,201
Fire and EMS	14,266,708	12,325,081	11,696,836	11,885,366	10,700,064	10,362,783	9,914,261	9,449,267
Public Works	4,254,239	4,424,262	4,988,787	4,659,403	7,104,811	4,258,758	4,237,763	3,392,612
Recreation and Culture	13,132,583	12,840,473	10,640,191	11,269,812	12,598,356	10,355,083	9,192,671	8,725,297
Securities Lending	0	0	0	0	0	581,106	786,009	0
Operating Grants and Contributions	22,056,970	14,343,545	11,115,500	12,755,621	13,667,783	7,086,031	14,134,061	13,661,513
Capital Grants and Contributions	5,548,409	4,814,062	2,466,886	1,767,840	443,237	7,592,638	3,928,987	2,224,079
Total Governmental Activities Program Revenues:	86,424,458	77,988,072	69,452,647	68,607,781	77,278,509	69,798,830	63,068,615	59,685,575
Business-type Activities:								
Water and Waste Water Utility	91,344,531	90,669,563	91,037,459	86,836,114	81,116,884	73,542,008	67,217,833	64,466,309
Stormwater Utility	11,777,411	11,264,087	10,701,022	10,454,575	8,630,106	8,827,933	8,682,726	7,924,371
Sanitation	39,773,147	39,180,737	36,838,448	30,921,254	30,342,320	29,904,633	30,218,518	29,971,791
Airport	838,887	733,415	746,510	684,057	673,595	653,417	624,083	644,124
Port	156,747	128,198	329,801	731,059	471,486	342,094	280,603	296,103
Marina	2,720,224	2,197,556	2,069,414	2,083,301	1,958,530	1,689,114	1,780,649	1,706,771
Golf Course	3,937,482	3,990,204	3,870,667	3,628,771	3,333,957	3,224,252	3,365,295	3,358,562
Jamestown Complex	442,585	449,820	484,256	466,883	471,388	400,632	409,219	401,858
Securities Lending	0	0	0	0	0	1,148,282	1,188,887	0
Operating Grants and Contributions	1,415,362	328,423	275,111	2,803,156	232,004	282,888	119,742	859,290
Capital Grants and Contributions	2,851,376	9,956,901	9,393,461	2,635,519	4,374,098	3,028,896	2,349,161	1,905,800
Total Business-type Activities Program Revenues:	155,257,752	158,898,904	155,746,149	141,244,689	131,604,368	123,044,149	116,236,716	111,534,979
Total Primary Government Program Revenues:	\$ 241,682,210	\$ 236,886,976	\$ 225,198,796	\$ 209,852,470	\$ 208,882,877	\$ 192,842,979	\$ 179,305,331	\$ 171,220,554
Net (Expense) Revenue								
Government Activities	\$ (209,018,466)	\$ (203,080,903)	\$ (191,675,575)	\$ (192,267,993)	\$ (185,688,376)	\$ (174,062,749)	\$ (159,212,016)	\$ (153,665,448)
Business-type Activities	(5,371,816)	8,440,001	7,082,852	4,168,256	811,352	(6,151,308)	(4,362,461)	(5,200,996)
Total Primary Government Program Expense	\$ (214,390,282)	\$ (194,640,902)	\$ (184,592,723)	\$ (188,099,737)	\$ (184,877,024)	\$ (180,214,057)	\$ (163,574,477)	\$ (158,866,444)
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Taxes								
Property Tax, Levied for general purposes	\$ 101,569,442	\$ 104,354,856	\$ 92,136,696	\$ 81,667,102	\$ 74,134,498	\$ 68,788,334	\$ 64,773,734	\$ 59,793,101
Utility Tax	38,636,701	36,637,290	36,770,897	34,812,250	33,857,531	34,615,522	35,372,881	28,366,886
Sales Tax - County	22,838,462	24,334,846	24,902,796	24,256,313	21,907,338	20,731,599	20,219,580	19,981,456
Sales Tax	15,293,018	16,081,855	16,822,847	16,585,300	15,801,933	15,606,672	15,201,957	14,513,960
Franchise Tax	18,922,607	19,245,686	19,159,164	16,411,585	14,774,824	14,279,145	13,839,256	17,424,894
State Tax Revenue Sharing	8,397,333	9,101,029	9,318,220	9,126,466	7,622,851	6,450,029	6,443,894	6,352,852
Tourist Development Tax	5,068,347	5,078,252	4,641,156	4,511,048	4,299,076	4,014,185	3,882,692	4,343,316
Occupational Tax	2,950,446	3,048,712	2,987,101	2,949,360	2,819,278	2,765,429	2,889,085	3,133,724
Gasoline Tax	3,553,451	2,478,846	2,568,901	2,582,145	2,529,289	2,241,354	2,199,440	2,183,661
Tax Increment	4,139,159	3,888,186	3,539,967	2,938,052	3,041,209	2,749,353	2,083,677	1,084,136
Miscellaneous Taxes	219,076	384,168	392,397	340,379	278,622	222,800	209,588	224,124
Earnings on Unrestricted Investments	6,719,628	20,213,349	13,271,909	6,227,164	4,796,932	4,680,411	7,485,242	14,833,731
Unrealized Loss on Securities Lending	(7,379,813)	0	0	0	0	0	0	0
Gain (Loss) on Sale of Capital Assets	179,223	2,087,404	73,257	3,081,430	(68,363)	166,180	5,011,672	236,726
Rentals	0	0	0	0	0	1,933,040	2,047,943	2,565,882
Miscellaneous Income	2,553,459	4,935,986	2,792,709	4,268,918	3,262,161	1,699,511	2,476,970	788,113
Sale of Weeki Wachee Springs	0	0	0	0	0	0	0	14,183,142
Transfers	6,256,701	8,088,842	4,883,063	11,620,581	8,609,083	9,555,087	12,870,610	9,369,197
Total Governmental Activities	229,917,240	259,959,307	234,261,080	221,378,093	197,666,232	190,498,651	197,008,221	199,378,901
Business-type Activities:								
Earnings on Unrestricted Investments	9,429,294	15,737,208	13,663,598	5,242,096	5,156,001	5,917,740	10,136,730	20,395,367
Unrealized Loss on Securities Lending	(6,925,399)	0	0	0	0	0	0	0
Gain (Loss) on Sale of Capital Assets	427,025	1,157,530	315,042	537,138	1,800,911	587,389	772,972	431,446
Miscellaneous Income	362,604	902,467	676,980	537,331	442,174	251,544	270,714	497,404
Transfers	(6,256,701)	(8,088,842)	(4,883,063)	(11,620,581)	(8,609,083)	(9,555,087)	(8,902,855)	(9,334,066)
Total Business-type Activities	(2,963,177)	9,708,363	9,772,557	(5,304,016)	(1,209,997)	(2,798,414)	2,277,561	11,990,151
Total Primary Government	\$ 226,954,063	\$ 269,667,670	\$ 244,033,637	\$ 216,074,077	\$ 196,456,235	\$ 187,700,237	\$ 199,285,782	\$ 211,369,052
Change in Net Assets								
Governmental Activities								
Business-type Activities	(8,334,993)	18,148,364	16,855,409	(1,135,760)	(398,645)	(8,949,722)	(2,084,900)	6,789,155
Total Primary Government	\$ 12,563,781	\$ 75,026,768	\$ 59,440,914	\$ 27,974,340	\$ 11,579,211	\$ 7,486,180	\$ 35,711,305	\$ 52,502,608

CITY OF ST. PETERSBURG, FLORIDA
NET ASSETS BY COMPONENT
LAST EIGHT FISCAL YEARS ⁽⁶⁾
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Years							
	2008	2007	2006	2005	2004	2003	2002	2001
Governmental Activities								
Invested in capital assets, net of related debt	\$ 462,033,885	\$ 445,400,415	\$ 412,822,949	\$ 389,110,832	\$ 357,087,033	\$ 344,966,241	\$ 329,657,593	\$ 289,932,612
Restricted	76,299,722	74,066,881	67,084,917	58,418,792	57,334,167	67,964,593	34,866,955	33,788,089
Unrestricted	148,735,258	152,565,974	135,247,000	125,039,737	129,038,061	118,550,571	150,520,955	153,528,597
Total Governmental Activities Net Assets	<u>687,068,865</u>	<u>672,033,270</u>	<u>615,154,866</u>	<u>572,569,361</u>	<u>543,459,261</u>	<u>531,481,405</u>	<u>515,045,503</u>	<u>477,249,298</u>
Business-type Activities								
Invested in capital assets, net of related debt	414,580,883	424,360,124	410,673,072	374,879,336	381,483,389	366,763,704	357,199,642	328,121,268
Restricted	770,058	1,150,098	1,144,952	6,514,493	32,485,639	39,492,674	35,662,020	19,926,480
Unrestricted	167,802,418	165,978,130	161,521,964	175,090,750	143,651,311	151,762,606	174,107,044	221,005,860
Total Business-type Activities Net Assets	<u>583,153,359</u>	<u>591,488,352</u>	<u>573,339,988</u>	<u>556,484,579</u>	<u>557,620,339</u>	<u>558,018,984</u>	<u>566,968,706</u>	<u>569,053,608</u>
Primary Government								
Invested in capital assets, net of related debt	876,614,768	869,760,539	823,496,021	763,990,168	738,570,422	711,729,945	686,857,235	618,053,880
Restricted	77,069,780	75,216,979	68,229,869	64,933,285	89,819,806	107,457,267	70,528,975	53,714,569
Unrestricted	316,537,676	318,887,988	296,768,964	300,130,487	272,689,372	270,313,177	324,627,999	374,534,457
Total Primary Government Net Assets	<u>\$ 1,270,222,224</u>	<u>\$ 1,263,865,506</u>	<u>\$ 1,188,494,854</u>	<u>\$ 1,129,053,940</u>	<u>\$ 1,101,079,600</u>	<u>\$ 1,089,500,389</u>	<u>\$ 1,082,014,209</u>	<u>\$ 1,046,302,906</u>

CITY OF ST. PETERSBURG, FLORIDA
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST EIGHT FISCAL YEARS (5)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Years							
	2008	2007	2006	2005	2004	2003	2002	2001
REVENUES								
Taxes	\$ 160,149,026	\$ 163,286,544	\$ 151,053,858	\$ 135,840,296	\$ 125,586,128	\$ 120,448,430	\$ 116,874,956	\$ 108,718,605
Licenses and Permits	3,104,501	5,336,083	6,073,723	5,296,169	4,705,897	4,048,944	3,967,755	3,403,119
Fines and Forfeitures	3,067,070	3,734,636	3,602,615	3,231,708	3,492,875	3,219,749	3,346,017	3,745,068
Charges for Services and User Fees	31,072,698	29,293,293	26,578,202	27,039,113	29,692,335	25,387,822	24,661,810	22,297,805
Charges for General Administration	7,668,000	7,500,026	6,941,316	6,606,010	6,501,008	6,164,016	6,784,012	5,392,111
Intergovernmental Revenue								
Federal, State and Other Grants	24,975,131	16,817,918	8,898,663	9,286,496	10,052,088	11,518,541	12,243,510	12,521,273
State - Sales Tax	15,293,018	16,081,855	16,822,847	16,585,300	15,801,903	15,606,672	15,201,957	14,513,960
State - Revenue Sharing	8,397,333	9,101,029	3,125,820	3,125,820	3,125,820	3,125,820	3,125,820	3,125,820
State - Housing Improvement Program	1,956,626	686,226	2,346,040	2,516,001	2,978,204	1,991,231	2,693,247	2,167,962
State - Other (1)	412,748	577,155	6,715,602	6,503,905	4,953,205	3,781,138	3,701,927	3,679,616
Pinellas County - Gasoline Tax	3,359,779	2,285,019	2,367,937	2,390,990	2,351,740	2,241,354	2,199,440	2,183,661
Pinellas County - Sales Tax	22,838,462	24,334,846	24,902,796	24,256,313	21,907,338	20,731,599	20,219,580	19,981,456
Pinellas County - Tourist Development	5,068,347	5,078,252	4,641,156	4,511,048	4,299,076	4,014,185	3,882,692	4,343,316
Pinellas County - Tax Increment	4,139,159	3,888,186	3,539,967	2,938,052	3,041,209	2,749,353	0	0
Pinellas County - Pedestrian Improvement Program	35,017	840	70,158	27,276	132,411	0	2,583,677	1,584,136
Total	86,475,620	78,851,326	73,430,986	72,141,201	68,642,994	65,759,893	65,851,850	64,101,200
Use of Money and Property								
Earnings on Investments	2,229,862	11,105,559	6,899,894	4,073,443	3,412,251	3,261,157	5,651,137	11,102,764
Other Interest Revenue (2)	0	0	27,470	86,219	111,855	57,280	23,980	63,085
Securities Lending	1,690,777	3,552,684	2,611,489	1,374,992	589,269	410,836	303,345	0
Securities Lending Unrealized Loss	(5,082,715)	0	0	0	0	0	0	0
Interest on Assessments	26,393	34,158	18,477	49,601	19,325	81,367	82,207	71,546
Rentals	3,064,408	2,633,273	2,704,482	2,443,678	2,212,377	1,933,040	2,047,943	2,565,882
Total	1,928,725	17,325,674	12,261,812	8,027,933	6,345,077	5,743,680	8,108,612	13,803,277
Miscellaneous								
Contributions	638,606	945,533	1,127,690	2,557,812	934,725	1,624,827	1,793,389	506,235
Assessments	347,144	1,312,162	767,662	1,031,694	795,687	1,671,659	1,695,197	1,050,682
Dispositions of Property	349,319	4,379,105	2,598,908	2,884,548	2,583,234	390,155	5,626,157	550,433
Other (3)	2,523,788	2,912,902	4,187,106	4,478,609	2,875,682	2,697,186	3,062,355	1,250,423
Total	3,858,857	9,549,702	8,681,366	10,952,663	7,189,328	6,383,827	12,177,098	3,357,773
TOTAL REVENUES	\$ 297,324,497	\$ 314,877,284	\$ 288,623,878	269,135,093	252,155,642	237,156,361	241,772,110	224,818,958
EXPENDITURES								
Current Operations								
General Government	\$ 25,084,845	\$ 27,199,609	\$ 25,835,810	23,994,466	23,869,598	15,972,750	14,763,407	17,342,108
Community and Economic Development	22,973,120	23,756,210	21,198,580	23,692,898	23,050,239	26,556,085	24,483,119	19,144,624
Public Works	13,548,520	9,094,467	9,593,057	8,743,948	11,929,343	10,546,966	9,018,376	9,557,174
Public Safety								
Police	86,025,521	82,001,529	76,280,753	75,628,391	71,794,046	66,733,824	70,198,666	63,868,876
Fire and EMS	44,336,345	43,123,890	40,130,075	39,589,073	36,498,615	34,042,426	23,963,489	22,325,419
Recreation and Culture	47,854,805	49,989,056	45,909,738	45,128,432	44,117,802	43,946,354	41,456,586	37,730,363
Securities Lending								
Interest	1,547,237	3,492,820	2,536,216	1,304,417	542,699	343,755	286,043	0
Agent Fees	52,156	38,721	30,109	28,302	20,601	27,832	6,922	0
Debt Service								
Principal Payments (6)	46,015,000	19,575,000	22,645,000	18,500,000	16,255,000	16,335,000	15,070,000	17,145,000
Interest Payments (6)	7,084,571	7,712,335	8,124,546	8,009,186	8,302,433	9,101,445	9,267,640	11,923,701
Remarketing and Other Fees	72,269	85,851	64,124	47,889	44,724	139,818	50,724	56,429
Bond Costs	45,123	0	54,124	97,052	1,438,986	0	831,707	0
Payment to Escrow Agent	0	0	0	0	0	0	9,788,160	0
Capital Outlay (4)	42,092,824	45,942,390	47,683,621	42,631,159	27,871,343	28,670,224	46,005,140	34,964,534
TOTAL EXPENDITURES	336,732,336	312,011,878	300,085,753	287,395,213	265,735,429	252,416,479	265,189,979	234,058,228
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(39,407,839)	2,865,406	(11,461,875)	(18,260,120)	(13,579,787)	(15,260,118)	(23,417,869)	(9,239,270)
OTHER FINANCING SOURCES (USES)								
Transfers In	159,788,626	150,103,149	152,281,342	142,887,785	147,442,013	140,971,259	128,287,491	116,783,393
Transfers Out	(143,640,576)	(141,180,493)	(142,412,660)	(131,221,193)	(135,117,459)	(123,597,765)	(118,956,663)	(109,074,319)
Loan Proceeds	23,856,000	0	0	0	0	0	0	0
Issuance of Debt	0	0	7,593,145	16,527,000	108,545,393	1,500,000	56,635,641	1,854,542
Payment to Escrow Agent	0	0	0	0	(108,064,744)	0	(54,169,264)	0
TOTAL OTHER FINANCING SOURCES	40,004,050	8,922,656	17,461,827	28,193,592	12,805,203	18,873,494	11,797,205	9,563,616
SPECIAL ITEM								
Sale of Weeki Wachee Springs	0	0	0	0	0	0	0	14,491,942
NET CHANGE IN FUND BALANCE	\$ 596,211	\$ 11,788,062	\$ 5,999,952	9,933,472	(774,584)	3,613,376	(11,620,664)	14,816,288
Debt Services as % of Non-capital Expenditures (4)	20.85%	10.18%	12.82%	11.77%	11.61%	12.27%	12.88%	15.34%

CITY OF ST. PETERSBURG, FLORIDA
FINANCIAL TRENDS STATISTICS - FOOTNOTES
SEPTEMBER 30, 2008

Financial trends information is presented to assist users in understanding and assessing how the City's financial position has changed over time.

<u>Page Number</u>	<u>Footnote Number</u>	
G-4	1	State-other revenue includes State shared revenue for alcoholic beverage tax, cigarette tax, fire fighter's supplemental comp. tax, fuel tax rebates, mobile home tax, and state aid to cities.
	2	Other interest revenue includes miscellaneous earning on other investments.
	3	Miscellaneous revenue includes parks and recreation other service charges, other prior year recoveries, short and over revenue, other licenses and permits, other capital recovery, other transportation service revenue and other miscellaneous revenues of minor dollar amounts.
	4	Debt service as a percent of Noncapital expenditures is calculated by dividing debt service by total revenue net of capital outlay reported in the reconciliation on Page D-5 of the CAFR.
	5	The City implemented GASB statement 34 in 2001 and as such has reported Financial trend data back to year of implementation.
	6	Includes refunding payments on all Sunshine State Government Finance Commison notes of \$21.9 million.

REVENUE

CAPACITY

INFORMATION

CITY OF ST. PETERSBURG, FLORIDA
TAXABLE ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF PROPERTY (1)
LAST TEN FISCAL YEARS
(In Thousands)

Fiscal Year	Tax Year	Residential Property	Commercial Property	Industrial Property	Non Agricultural Property	Institutional Property	Government Property	Mobil Home Property	Other Property (c)	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value (c)
1998-99	1998	6,407,677	1,342,832	257,464	636	568,705	859,837	30	52,795	3,185,730	6,304,246	7.35	7,417,000
1999-00	1999	6,716,914	1,488,587	259,137	4,037	576,200	703,605	22,476	209,552	3,297,183	6,683,325	7.25	7,863,000
2000-01	2000	7,397,374	1,592,365	284,624	655	592,073	728,203	23,089	216,601	3,644,191	7,190,793	7.15	8,460,000
2001-02	2001	8,322,755	1,781,494	295,028	1,219	634,607	770,520	392	231,372	3,982,339	8,055,048	7.14	9,477,000
2002-03	2002	9,780,456	1,855,587	293,855	1,219	672,672	800,840	604	233,912	4,833,294	8,805,851	7.14	10,360,000
2003-04	2003	11,285,005	1,967,940	318,532	5,620	711,733	1,007,943	5	144,388	5,750,497	9,690,669	7.09	11,365,000
2004-05	2004	12,816,625	2,179,517	357,154	6,805	783,710	1,112,104	402	133,717	6,586,958	10,803,076	7.09	12,710,000
2005-06	2005	15,230,443	2,532,931	398,332	6,265	782,167	1,293,602	50,024	170,462	7,877,510	12,586,716	6.95	14,898,000
2006-07	2006	19,314,388	2,910,620	475,306	9,753	923,930	1,535,914	58,824	215,642	10,288,303	15,156,074	6.60	17,831,000
2007-08	2007	20,393,461	3,059,415	525,455	1,859	973,415	1,632,279	69,259	220,502	10,331,656	16,543,988	5.91	19,464,000

DIRECT AND OVERLAPPING PROPERTY TAX RATES (1)
LAST TEN FISCAL YEARS
In Mills, Per \$1,000 of Assessed Value

Fiscal Year	City Of St. Petersburg Direct Rates				Overlapping Rates (2)				
	General Obligation				Pinellas County				
	Basic Rate	Debt Service Rate	Voted Rate	Total Direct Rate	County Board Rate	School Board Rate	EMS Rate	Others Districts Rate (3)	Suncoast Transit Authority Rate
1998-99	7.3500	0.2110	0.0000	7.5610	5.5380	9.1100	0.7130	1.6561	0.6501
1999-00	7.2500	0.1735	0.0000	7.9235	5.5380	8.6660	0.6470	1.6561	0.6501
2000-01	7.1500	0.1403	0.0000	7.2903	5.8540	8.4330	0.7470	1.6562	0.6501
2001-02	7.1400	0.0000	0.0000	7.1400	6.0040	8.4870	0.6600	1.6562	0.6501
2002-03	7.1400	0.0000	0.0000	7.1400	6.1410	8.4490	0.6600	1.6562	0.6319
2003-04	7.0900	0.0000	0.0000	7.0900	6.1410	8.2430	0.6600	1.6562	0.6319
2004-05	7.0900	0.0000	0.0000	7.0900	6.1410	8.1220	0.6600	1.6557	0.6377
2005-06	6.9500	0.0000	0.0000	6.9500	6.1410	8.3900	0.6600	1.6555	0.6377
2006-07	6.6000	0.0000	0.0000	6.6000	5.4700	8.2100	0.6300	1.6378	0.6074
2007-08	5.9125	0.0000	0.0000	6.6000	4.8730	7.7310	0.5832	1.5121	0.5601

CITY OF ST. PETERSBURG, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN FISCAL YEARS

Fiscal Year	Tax Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections for Prior Years (2)	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1998-99	\$ 55,892,579	\$ 55,583,944	99.45	\$ 207,821	\$ 55,791,765	99.82
1999-00	62,432,802	61,913,963	99.17	824,307	62,738,270	100.49
2000-01	61,676,833	61,607,049	99.89	442,804	62,049,853	100.60
2001-02	67,100,491	66,924,525	99.74	486,259	67,410,784	100.46
2002-03	70,935,636	70,751,501	99.74	194,534	70,946,035	100.01
2003-04	76,471,927	76,388,599	99.89	258,922	76,647,521	100.23
2004-05	84,336,077	84,271,997	99.92	266,864	84,538,861	100.24
2005-06	95,171,019	95,078,800	99.90	213,865	95,292,665	100.13
2006-07	107,596,506	103,976,171	96.64	208,340	104,184,511	96.83
2007-08	104,760,430	100,812,274	96.23	623,975	101,436,249	96.83

**CITY OF ST. PETERSBURG, FLORIDA
REVENUE CAPACITY STATISTICS - FOOTNOTES
SEPTEMBER 30, 2008**

Revenue capacity information is presented to assist users in understanding and assessing the factors affecting the City's ability to generate its "own-source revenue". "Own-source revenue" is the most significant local revenue source. For the City of St. Petersburg this revenue source is the property tax.

Page Number	Footnote Number	Source and/or Explanation of Information
G-6	1	Pinellas County Property Appraiser.
	2	Includes leasehold interest and miscellaneous.
	3	Estimated actual value is calculated by dividing the total taxable assessed value by .85 (this value is net of exemptions).
G-7	1	Pinellas County Tax Collector.
	2	Overlapping rates are those of local and county governments that apply to property owners within the City of St. Petersburg.
	3	Other districts include Pinellas County Planning Council, Juvenile Welfare Board, Southwest Florida Water Management District, and Pinellas Anclote River Basin.
G-8	1	Pinellas County Property Appraiser. Total taxable assessed value for 2008 is \$17,718,466,042.
	2	Pinellas County Property Appraiser. Total taxable assessed value for 1999 is \$7,892,685,372.
G-9	1	Pinellas County Property Appraiser.
	2	All delinquent tax collections received during the year are applied to the year prior to collection, regardless of the year in which the taxes were originally levied. Therefore, this may result in the Percentage of Levy in Total Collections to Date to be greater than 100%.

Additional information concerning property taxed is presented in the section titled Notes To Financial Statements on page D-23 and D-24 of the CAFR and includes Calendar of Property Tax Events, Tax Collections, and Tax Limitations per Florida Statutes.

DEBT

CAPACITY

INFORMATION

**CITY OF ST. PETERSBURG, FLORIDA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	GOVERNMENTAL ACTIVITIES (1)					
	General Non-ad Valorem Notes & Bonds	Public Improvement Revenue Bonds	Utility Tax Revenue Bonds	Pro Sports Facility Revenue Bonds	Excise Tax Revenue Bonds	Capital Improvement Revenue Bonds
1999	58,755,000	53,387,232	37,553,365	27,395,000	96,960,000	5,475,000
2000	55,895,000	52,490,450	33,660,000	26,905,000	93,005,000	5,475,000
2001	53,375,000	51,431,029	27,331,237	26,390,000	88,890,000	5,475,000
2002	48,000,000	50,242,176	19,221,754	25,850,000	84,615,000	5,280,000
2003	44,445,000	46,534,162	17,480,653	25,285,000	80,160,000	5,075,000
2004	37,768,000	42,664,107	15,558,898	27,185,000	75,520,000	4,855,000
2005	50,075,000	38,389,293	11,596,971	26,210,000	70,680,000	4,625,000
2006	50,380,000	33,916,388	11,458,248	25,295,000	65,630,000	4,380,000
2007	44,395,000	29,159,779	9,271,756	24,360,000	60,350,000	4,120,000
2008	39,946,000	24,077,211	5,250,000	23,410,000	54,825,000	2,455,000

Fiscal Year	BUSINESS-TYPE ACTIVITIES (1)					
	Water Resources Revenue Bonds and Notes	Stormwater Revenue Bonds	Airport Revenue Bonds	Golf Course Revenue Bonds	Marina Revenue Bonds	Total Primary Government
1999	80,432,000	20,478,000	6,640,000	1,520,000	0	388,595,597
2000	94,331,702	20,478,000	5,790,000	1,520,000	0	389,550,152
2001	93,730,486	20,478,000	4,120,000	1,255,000	0	372,475,752
2002	87,549,444	20,478,000	4,120,000	1,255,000	0	346,611,374
2003	132,740,052	20,478,000	2,930,000	970,000	0	376,097,867
2004	129,169,223	20,478,000	2,730,000	670,000	0	356,598,228
2005	135,892,068	20,478,000	2,520,000	345,000	0	360,811,332
2006	185,909,783	20,478,000	2,300,000	0	0	399,747,419
2007	179,802,376	21,256,000	1,950,000	0	7,430,000	382,094,911
2008	175,585,602	21,180,000	1,580,000	0	7,055,000	355,363,813

Fiscal Year	Percentage of Total Taxable Assessed Value (2)	Per Capita	Property Tax Value (3)	Permanent Population (4)
1999	0.0525	1,593.75	7,397,343,000	243,825
2000	0.0494	1,596.52	7,892,685,000	244,000
2001	0.0441	1,500.45	8,449,823,000	248,242
2002	0.0369	1,391.63	9,387,272,000	249,068
2003	0.0378	1,493.57	9,960,105,303	251,812
2004	0.0331	1,409.42	10,782,054,510	253,010
2005	0.0303	1,421.07	11,899,634,887	253,902
2006	0.0292	1,572.42	13,690,063,184	254,225
2007	0.0234	1,508.06	16,302,500,912	253,369
2008	0.0201	1,413.21	17,718,466,042	251,459

**CITY OF ST. PETERSBURG, FLORIDA
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

GENERAL BONDED DEBT OUTSTANDING

Fiscal Year	General Obligation Bonds	Restricted to Repay Principal ⁽¹⁾	Net General Obligation Bonds	Percentage of Total Taxable Property Value	Property Tax Value ⁽²⁾
1999	4,000,000	1,705,024	2,294,976	0.0310%	7,397,343,000
2000	2,700,000	1,730,125	969,875	0.0123%	7,892,685,000
2001	1,400,000	1,400,000	0	0.0000%	8,449,823,000
2002	0	0	0	0.0000%	9,387,272,000
2003	0	0	0	0.0000%	9,960,105,303
2004	0	0	0	0.0000%	10,782,054,510
2005	0	0	0	0.0000%	11,899,634,887
2006	0	0	0	0.0000%	13,690,063,184
2007	0	0	0	0.0000%	16,302,500,912
2008	0	0	0	0.0000%	17,718,466,042

**CITY OF ST. PETERSBURG, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2008**

<u>Governmental Unit</u>	<u>Debt Outstanding ⁽¹⁾</u>	<u>Estimated Percentage Applicable ⁽²⁾</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Pinellas County School Board	\$ 34,640,000	26.79%	\$ 9,280,056
Subtotal, Overlapping Debt			9,280,056
City Direct Debt ⁽³⁾			<u>146,963,211</u>
Total Direct and Overlapping Debt			<u>\$ 156,243,267</u>

**CITY OF ST. PETERSBURG, FLORIDA
LEGAL DEBT MARGIN INFORMATION
LAST THREE FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year 2008

Taxable Assessed Value - January 1, 2008 ⁽¹⁾	\$	17,718,466,042
Debt Limit - Percentage of Taxable Assess Value ⁽²⁾		<u>0.125</u>
Legal Limitation for the Issuance of General Obligation Bonds		<u>2,214,808,255</u>
Amount of Debt Applicable to Debt Limit		0
Legal Debt Margin		<u>2,214,808,255</u>

	<u>2,006</u>	<u>Fiscal Year</u> <u>2,007</u>	<u>2,008</u>
Debt Limit	\$ 1,711,257,898	2,037,812,614	2,214,808,255
Total Net Debt Applicable to Limit	<u>0</u>	<u>0</u>	<u>0</u>
Legal Debt Margin	<u>\$ 1,711,257,898</u>	<u>2,037,812,614</u>	<u>\$ 2,214,808,255</u>
Total Net Debt Applicable to the Limit as a Percentage of debt limit		0.00%	0.00%

CITY OF ST. PETERSBURG, FLORIDA
PLEDGED-REVENUE COVERAGE ⁽¹⁾
LAST THREE FISCAL YEARS

Utility Tax Revenue Bonds ⁽²⁾						
Fiscal Year	Revenue	Debt Service		Coverage		
		Principal	Interest			
2006	36,772,627	2,295,000	529,000	13.02		
2007	36,774,097	2,395,000	427,000	13.03		
2008	36,741,666	4,030,000	319,750	8.45		

Professional Sports Facility Sales Tax Bonds ⁽²⁾						
Fiscal Year	Revenue	Debt Service		Coverage		
		Principal	Interest			
2006	2,019,132	915,000	1,004,025	1.05		
2007	2,032,121	935,000	985,525	1.06		
2008	2,023,092	950,000	966,675	1.06		

Excise Tax Revenue Bonds ⁽²⁾						
Fiscal Year	Revenue	Debt Service		Coverage		
		Principal	Interest			
2006	22,618,561	5,050,000	3,381,600	2.68		
2007	22,442,894	5,280,000	3,145,875	2.66		
2008	21,698,045	5,525,000	2,892,556	2.58		

Public Improvement Revenue Bonds						
Fiscal Year	Revenue	Less:	Net	Debt Service		Coverage
		Operating Expenses	Available Revenue	Principal	Interest	
2006	25,834,295	3,668,472	22,165,823	5,540,000	933,250	3.42
2007	28,495,909	3,727,348	24,768,561	5,530,000	933,250	3.83
2008	28,295,615	3,798,095	24,497,520	5,540,000	933,250	3.78

Water Resources and Stormwater Revenue Bonds and Notes						
Fiscal Year	Revenue	Less:	Net	Debt Service		Coverage
		Operating Expenses	Available Revenue	Principal	Interest	
2006	114,260,074	88,766,539	25,493,535	4,310,574	7,758,792	2.11
2007	113,333,510	77,033,220	36,300,290	3,546,118	8,904,153	2.92
2008	111,066,188	90,103,441	20,962,747	4,292,775	8,635,473	1.62

CITY OF ST. PETERSBURG, FLORIDA
DEBT CAPACITY STATISTICS - FOOTNOTES
SEPTEMBER 30, 2008

Debt capacity information is presented to assist users in understanding and assessing the City's debt burden and ability to issue additional debt.

<u>Page Number</u>	<u>Footnote Number</u>	
G - 11	1	City of St. Petersburg 2008 Debt Supplement.
	2	Total primary government outstanding debt divided by Property tax value.
	3	Pinellas County Property Appraiser.
	4	City of St. Petersburg Economic Development Department.
G - 12	1	Represents all funds held by Debt Service Funds less the amount provided for the payment of interest.
	2	Pinellas County Property Appraiser.
G - 13	1	Pinellas County School Board.
	2	City of St. Petersburg Economic Development Department. Total population for the City of St. Petersburg (251,459) divided by total population for Pinellas County (938,461).
	3	City of St. Petersburg 2008 Debt Supplement Page B-1. Gross debt not net of reserves.
G - 14	1	Pinellas County Property Appraiser.
	2	Florida Statutes.
G - 15	1	Principal and interest amounts are from the City of St. Petersburg 2008 Debt Supplement.
	2	No operating expense column is shown since they are zero.

Additional details regarding the City's outstanding debt can be found in the section titled Notes to Financial Statements and the City's 2008 Debt Supplement.

Additional information concerning property taxes is presented in the section titled Notes to Financial Statements on page D-23 and D-24 and includes Calendar of Property Tax Events, Tax Collections, and Tax Limitations per Florida Statutes.

DEMOGRAPHIC

AND

ECONOMIC

INFORMATION

CITY OF ST. PETERSBURG, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS (1)
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Permanent Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Median Age</u>	<u>Unemployment Rate (3)</u>
1999	\$ 243,825	\$ 6,659,105	\$ 27,311	41.2	2.8
2000	244,000	5,921,548	28,367	44.4	2.7
2001	248,232	5,907,177	23,797	39.3	3.5
2002	249,168	5,632,692	22,606	39.0	5.1
2003	251,812	7,887,004	31,321	39.0	4.4
2004	253,010	5,938,651	23,472	40.3	3.9
2005	253,902	6,082,984	23,958	39.7	3.7
2006	254,225	6,723,234	26,446	41.4	3.2
2007	253,369	6,277,977	24,778	41.4	3.4
2008	251,459	6,047,640	24,860	41.3	5.7

CITY OF ST. PETERSBURG, FLORIDA
PRINCIPAL EMPLOYERS (1)
CURRENT YEAR AND TWO YEAR'S PRIOR (2)

Employer	2008			2006		
	Employees	Rank	Percentage of Total City Employment (3)	Employees	Rank	Percentage of Total City Employment (4)
Raymond James & Associates	2,300	1	1.92%	2,440	1	1.70%
All Children's Health Systems, Inc.	2,300	2	1.92%	2,300	2	1.60%
Bayfront Medical Center, Inc.	2,000	3	1.67%	2,150	4	1.50%
Jabil Circuit Company	1,800	4	1.50%	1,860	5	1.30%
HSN LP	1,500	5	1.25%	1,580	7	1.10%
BrightHouse Networks	1,500	6	1.25%			
Times Publishing Corporation	1,300	7	1.08%	2,300	3	1.60%
St. Anthony's Hospital, Inc.	1,200	8	1.00%	1,290	10	0.90%
Franklin Templeton	1,100	9	0.92%			
Progress Energy	1,000	10	0.83%			
Raytheon Company				1,720	6	1.20%
Public Super Markets, Inc.				1,430	8	1.00%
Advanced Newhouse Partnership				1,430	9	1.00%
Total	<u>16,000</u>		<u>13.34%</u>	<u>18,500</u>		<u>12.90%</u>

**CITY OF ST. PETERSBURG, FLORIDA
 DEMOGRAPHIC AND ECONOMIC INFORMATION FOOTNOTES
 SEPTEMBER 30, 2008**

Demographic and economic information is presented to assist the reader in understanding the environment within which the City's financial activities take place.

<u>Page Number</u>	<u>Footnote Number</u>	
G-17	1	City of St. Petersburg Economic Development Department.
G-18	1	City of St. Petersburg Economic Development Department.
	2	Current and two years prior comparison presented as data from nine years prior not available.
	3	City of St. Petersburg Economic Development Department. Total employees per principal employer divided by total employees in the City of St. Petersburg for 2008 is 119,979.
	4	City of St. Petersburg Economic Development Department. Total employees per principal employer divided by total employees in the City of St. Petersburg for 2006 is 143,410.

**OPERATING
INFORMATION**

CITY OF ST. PETERSBURG, FLORIDA

**FULL AND PART TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM (1)
LAST THREE FISCAL YEARS**

	2008		2007		2006	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
General Government	400	21	412	24	436	112
Community and Economic Development	178	42	185	17	194	14
Police	781	13	771	10	754	6
Fire and EMS	346	1	352	1	355	1
Public Works	134	76	153	75	142	73
Recreation and Culture	348	283	324	329	361	301
Water and Waste water Utility	317	4	325	3	324	4
Stormwater Utility	61	0	64	0	64	0
Sanitation	201	7	203	8	204	3
Airport	3	0	3	0	4	0
Port	4	2	4	3	7	4
Marina	10	8	11	6	12	5
Golf Courses	29	40	30	37	27	43
Jamestown Complex	5	0	5	0	5	0
Total City-Wide	<u>2,817</u>	<u>497</u>	<u>2,842</u>	<u>513</u>	<u>2,889</u>	<u>566</u>

CITY OF ST. PETERSBURG, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST THREE FISCAL YEARS

Function/Program	2008	2007	2006
General Government (Continued)			
Parks and Recreation (12)			
Recreation Centers			
Attendance	829,331	883,656	854,294
Rate of Recovery	48.58%	44.13%	45.64%
Swimming Pools			
Attendance	259,160	280,758	252,442
Rate of Recovery	28.78%	27.33%	26.13%
Multi-Service and Adult Centers			
Attendance	389,102	414,180	399,099
Rate of Recovery	19.59%	18.45%	18.28%
Sanitation (13)			
Commercial Waste Customers	5,950	6,066	5,683
Residential Waste Customers	77,911	78,251	78,572
Special Services			
Pick-up Requests	25,625	26,413	20,320
Recycling Centers	74	61	59
Tons of Yard Waste	45,274	38,965	41,820
Water Resources (14)			
Potable Water			
Per Capita Usage Per Day (Gross)	90	95	96
Gallons Pumped Per Day (MGD)	29	30.5	32.1
New Installations	294	416	805
Wastewater Treatment and Reclamation			
Total Number of Reclaimed Customers	10,901	11,032	10,735
Number of New Installations	121	136	182
Average Reclaimed Water Annual Use vs. Deep Well Injection (MGD)	18.97/13	20.65/12	20.95/18
Number of Gallons Pumped (In thousands)	18,970	20,650	20,150
Stormwater (15)			
Number of Acres of Retention Ponds & Drainage Ditches Mowed	1,136	1,136	1,136
Street Sweeping - Miles Swept (Residential, Commercial & Interstate)	37,380	37,380	35,300
Airport (16)			
Leases (Expired/Renewal/New)	2	3	7
Total Lease Value	846,000	755,000	708,000
Number of Airport Operations	83,840	74,427	78,590
Number of Based Aircraft	184	184	183
Port (17)			
Leases (Expired/Renewal/New) (18)	0	0	0
Warehouse Capacity Rented (18)	0%	0%	0%
Number of Ship Days Per Year	609	521	882
Number of Visiting Ships	35	32	90
Marina (19)			
Occupancy Rate	94%	97%	97%
Golf Courses (20)			
Number of Rounds Per Year			
Mangrove Bay	76,605	78,519	77,076
Twin Brooks	23,724	27,211	29,505
Cypress Links	38,854	38,491	38,743
Jamestown Complex (21)			
Vacancy Rate	9.20%	10.91%	9.00%

CITY OF ST. PETERSBURG, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM (1)
LAST THREE FISCAL YEARS

Function/Program	2008	2007	2006
Police (2)			
Stations	1	1	1
Sub-stations	1	1	1
Patrol Units	412	398	378
Fire and EMS (3)			
Stations	13	13	13
Fire Fighting Units	22	22	22
Rescue Units	15	15	15
Support Specialty Units	8	8	8
Public Works (4)			
Streets and Alleys (Number)	14,022	14,022	14,022
Streets and Alleys (Miles)	1,202	1,202	1,202
Seawalls and Retaining Walls (Number)	12	12	12
Seawalls and Retaining Walls (Miles)	20	20	20
Bridges (Number)	79	79	79
Culverts (Number)	185	185	185
Recreation and Culture			
Libraries (5)		6	6
Recreation and Parks (6)			
Parks	141	141	137
Park Acres	2400	2,400	2,300
Recreation Centers	15	16	16
Swimming Pools	9	9	9
Tennis Courts	66	66	66
Dog Parks	5	5	5
Public Beaches	5	5	5
Skate Parks	2	2	2
Water and Wastewater Utility Resources (7)			
Water Mains (Miles)	1658	1,599	1,530
Potable Water Mains Replaced (Linear Feet)	508,177	438,883	314,880
Sanitary Sewer Collection Mains (Miles)	925	920	912
Sanitary Sewer Pipe Replacement (Linear Feet)	13,854	15,757	16,375
Sanitary Sewer Pipe Rehabilitation CIPP Lining (Linear Feet)	0	0	7,289
Reclaimed Water Lines	300 Miles	291 Miles	300 Miles
Water Reclamation Treatment Plants	4	4	4
Stormwater Utility (8)			
Storm Drainage - Miles of Pipe	500	500	500
Catch Basins	14,000	14,000	14,000
Grate Inlets	850	850	850
Culverts	185	185	185
Seawalls in Miles	12	12	12
Sanitation (9)			
Refuse Collection Vehicles	240	230	223
Marina (10)			
Slips	656	610	610
Number of Transient Boats Docked	402	250	222
Golf Courses (11)			
Number of Golf Courses	3	3	3
Jamestown Complex (12)			
Number of Units	76	55	72

**CITY OF ST. PETERSBURG, FLORIDA
OPERATING STATISTICS - FOOTNOTES
SEPTEMBER 30, 2008**

Operating information is presented to provide service and infrastructure data to aid the reader in understanding how the information in the City's financial statements relates to the services the City provides and the activities it performs.

Page Number	Footnote Number	Source and/or Explanation of Information
G-20	1	City of St. Petersburg Human Resources Department. Number of full time and part time employees as of September 30 of the respective years.
G-21	1	City of St. Petersburg Transportation and Parking Management Department.
	2	City of St. Petersburg Billing and Collections Department.
	3	City of St. Petersburg Economic Development Department.
	4	City of St. Petersburg Permits Department.
	5	City of St. Petersburg Codes Compliance Department.
	6	City of St. Petersburg Police Department Planning and Accrediation Unit.
	7	Uniform Crime Report (UCR) - Numbers reflect the crimes reported by the local agencies (primarily Sheriff Offices and Police Departments) to Florida Department of Law Enforcement. The UCR does not include all offences reported to the police.
	8	UCR Part I - Arrest data includes murder, forcible rape, robbery, aggravated assault, burglary, larceny, motor vehicle theft and manslaughter.
	9	UCR Part II - Arrest data includes kidnap, arson, simple assault, drug sales, drug possession, bribery, embezzlement, fraud, forgery, extortion, etc.
	10	City of St. Petersburg Fire and EMS Department.
	11	City of St. Petersburg Library Department.
	12	City of St. Petersburg Parks and Recreation Departments.
	13	City of St. Petersburg Sanitation Department.
	14	City of St. Petersburg Water Resources Department.
	15	City of St. Petersburg Stormwater Department.
	16	City of St. Petersburg Airport.
	17	City of St. Petersburg Port.
	18	City of St. Petersburg Port - All leases expired not renewed. Warehouse was demolished.
	19	City of St. Petersburg Marina.
	20	City of St. Petersburg Golf Courses Department.
	21	City of St. Petersburg Jamestown Complex.
G-22	1	No capital asset indicators are available for the General Government, Community and Economic Development, Airport and the Port.
	2	City of St. Petersburg Police Department.
	3	City of St. Petersburg Fire and EMS Department.
	4	City of St. Petersburg Public Works Department.
	5	City of St. Petersburg Library Department.
	6	City of St. Petersburg Parks and Recreation Departments.
	7	City of St. Petersburg Water Resources Department.
	8	City of St. Petersburg Stormwater Department.
	9	City of St. Petersburg Sanitation Department.
	10	City of St. Petersburg Marina.
	11	City of St. Petersburg Golf Courses Department.
	12	City of St. Petersburg Jamestown Complex. Seventeen units were demolished in Fiscal Year 2007. Twenty-one units were replaced in 2008.

- Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with “Government Auditing Standards”

IV. REGULATORY SECTION



**Independent Auditors' Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

The Honorable Mayor and Members of the City Council
City of St. Petersburg, Florida

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and the remaining fund information of the City of St. Petersburg, Florida (the "City") as of and for the year ended September 30, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated February 26, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City's internal control.

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

Compliance and Other Matters

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

We noted certain other matters that we reported to management of the City in a separate letter dated February 26 2009.

This report is intended solely for the information and use of the Mayor, City Council, management, others within the organization and applicable federal and state agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Cherry, Bekaert & Holland, L.L.P.

St. Petersburg, Florida
February 26, 2009



ST. PETERSBURG
The Sunshine City

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