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**CITY OF
ST. PETERSBURG**

**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**

FISCAL YEAR 2010
October 1, 2009 — September 30, 2010

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

of the

CITY OF ST. PETERSBURG, FLORIDA

for the

**Fiscal Year Ended
September 30, 2010**

Prepared by Department of Finance

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

MAYOR

David W. "Bill" Foster

COUNCIL MEMBERS

DISTRICT 1 Herbert E. Polson, Vice Chair

DISTRICT 2 James R. Kennedy, Jr.

DISTRICT 3 William H. Dudley

DISTRICT 4 Leslie Curran, Chair

DISTRICT 5 Steve Kornell

DISTRICT 6 Karl Nurse

DISTRICT 7 Wengay M. Newton, Sr.

DISTRICT 8 Jeff Danner

OFFICIAL APPOINTED BY CITY COUNCIL

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

OFFICIAL APPOINTED BY MAYOR - APPROVED BY CITY COUNCIL

**CITY ADMINISTRATOR
Tish Elston**

**FINANCE DEPARTMENT STAFF
APPOINTED BY MAYOR**

**INTERNAL SERVICES ADMINISTRATOR
David M. Metz**

**DIRECTOR OF FINANCE
Anne A. Fritz**

**CONTROLLER
Thomas J. Hoffman**

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I. INTRODUCTORY SECTION

- List of Principal Officials
- Letter of Transmittal
- Certificate of Achievement
- Organizational Chart

List of Principal Officials

Elected Officials

Mayor	David W. "Bill" Foster
Council member, District 1	Herbert E. Polson, Vice Chair
Council member, District 2	James R. Kennedy, Jr.
Council member, District 3	William H. Dudley
Council member, District 4	Leslie Curran, Chair
Council member, District 5	Steve Kornell
Council member, District 6	Karl Nurse
Council member, District 7	Wengay M. Newton, Sr.
Council member, District 8	Jeff Danner

Officials Appointed or Approved by City Council

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

Selected Officials Appointed by Mayor

Senior Administrator, Community Enrichment	Goliath J. Davis III, Ph.D.
Senior Administrator, Internal Services	David Metz
Senior Administrator, City Development	Rick Mussett
Administrator, Public Works	Michael J. Connors
Administrator, Leisure & Community Services	Clarence Scott III
Chief of Police	Charles "Chuck" Harmon
Fire Chief	James Large
Chief Information Officer	Muslim A. Gadiwalla
Administrator, School Resources & Internships	Lori Matway
Finance Director	Anne A. Fritz
Budget & Management Director	Timothy Finch
City Auditor	Bradley H. Scott, CPA, CIA, CFE
Controller	Thomas J. Hoffman



City of St. Petersburg
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February 28, 2011

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, 2010. 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, 2010. 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, 2010, are fairly presented, in all material respects, in conformity with GAAP. The report of independent certified public accountants 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 compliance requirements that could have a direct and material effect on each major 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 246,378. 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 controls is to ensure compliance with legal provisions contained in the annual appropriated budget approved by the City Council. Operating budgets are appropriated at the fund level, with the exception of the General Fund which is appropriated at the administration level, and total appropriations may not exceed appropriated amounts. Capital improvement budgets, as set forth in the Capital Improvement Program of the City, are appropriated at the project level and total expenditures may not exceed appropriated amounts. City Council may increase or decrease appropriations through Council resolutions or ordinances during the fiscal year or within 60 days following the close of 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 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-16.

For more information on fiscal year 2010 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 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 commercial economy remains diverse and 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 continued commercial growth in a difficult economic environment as seen by the increase in commercial taxable values. However, the economy has affected single family and multi- family taxable values in 2010 resulting in a 13.2% decline, as 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 6.5% over the past 5 years.

Fiscal Year	St. Petersburg Taxable Value			Total Taxable Value
	Single Family & Mobile Homes	Multi-Family & Condominiums	Commercial Other	
2006	6,368	3,080	2,928 210	12,586
2007	7,668	3,865	3,382 241	15,156
2008	8,388	4,322	3,582 252	16,544
2009	7,335	4,164	3,706 253	15,458
2010	6,413	3,390	3,377 232	13,412

The amounts above are in millions.

As of April 2010, Pinellas County and the City of St. Petersburg had a population of 927,994 and 246,378, respectively, compared with 931,113 and 248,729 the year before.

In October 2010, the labor force in Pinellas County and the City of St Petersburg was 446,091 and 123,411, respectively, compared to 448,927 and 124,550, respectively, the year before. Employment within Pinellas County and the City of St. Petersburg differed slightly, with employment at 394,704 and 109,463 for the current year, respectively, and 397,205 and 110,157 respectively for the prior year. The non-seasonally adjusted City unemployment for October 2010 stood at 11.3 percent compared to 11.6 percent a year earlier. (Source: Bureau of Labor Statistics www.bls.gov)

Residential Reductions in Property Values and 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.

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 became effective on January 1, 2009.

With the combination of the 2007 Legislative tax bill, the 2008 electorate approval of Amendment 1, and the residential real estate property value declines in 2010, the City sustained a reduction of 12.4% in taxable values for fiscal 2010 and a loss of ad valorem tax revenue of \$11.7 million. In preparation for these required tax reductions, the City in fiscal years 2008, 2009 and 2010 established specific strategies to cope with projected revenue reductions. These strategies included: invest capital dollars in ways that reduce operating costs; implement sustainable expenditure reductions; tax relief for all citizens; and control personnel costs.

Cost of City Services

A comparison of city population in relationship to total city employees and cost of city services provides insight into the City's cost to provide all city services.

<u>Fiscal Year</u>	<u>City Population</u>	<u>Budgeted Full-time Equivalent City Positions</u>	<u>Governmental Expenditures (in millions)</u>	<u>Average Cost Per Citizen</u>	<u>Cost increase (decrease)</u>
2006	254,225	2,974	261	1,027	—
2007	253,369	2,986	281	1,109	8%
2008	251,459	2,911	295	1,197	8%
2009	248,729	2,860	292	1,176	(1.8%)
2010	246,378	2,745	285	1,157	(1.6%)

Economic Downturn Effects on City Budgets

Since budget year 2008, the City has approved the following reductions:

<u>Date</u>	Citywide Expenditure	Position Reductions		Ad Valorem	Average Utility Rate
	<u>Reductions (in millions)</u>	<u>Full Time</u>	<u>Part Time</u>	<u>Millage Rate</u>	<u>increase (decrease)</u>
10/1/2007	\$ 12.0	75	21	5.9125	3.5%
10/1/2008	4.7	51	2	5.9125	2.9%
4/15/2009	8.1	61	26	—	—
10/1/2009	13.2	54	10	5.9125	2.4%
Totals from 2007 through 2010	<u>\$ 38.0</u>	<u>241</u>	<u>59</u>		

The budgetary reductions were applied first to services affected by the economic downturn such as building permitting and inspections. In addition, all City departments were requested to reduce cost and continue to manage at current service levels.

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, taxable & tax exempt governmental bonds, institutional money market funds, and external money managers, both fixed income and equity. The City's Investment Oversight 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 elected in May 2009 to unwind all securities lending transactions and to cease all securities lending. As of September 30, 2010, the City has closed all securities lending loans and was required to purchase the \$15 million Lehman Brothers notes for par in 2009. There is a net unrecognized loss on the Lehman Brothers note of \$11,862,993 for 2010. (See Note 6).

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-32 through D-38 regarding invested balances at September 30, 2010.

Pension Trust Funds

The City of St Petersburg maintains three defined benefit pension plans (Police, Fire and 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 2010 plan year.

Other Post-Retirement Employment Benefits (OPEB)

The City's implementation of Governmental Accounting Standards Board (GASB) Statement 45 began with fiscal year 2008.

The unfunded actuarial liability at October 1, 2010, is \$166,670,000 and the annual OPEB costs for fiscal year 2010 were \$12,525,000. After reducing the ARC OPEB costs by employer contributions for the year, the increase in the net OPEB obligation was \$6,338,000.

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-60.

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 continues to purchase 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.

Long Term Financial Planning

In September 2010, the City Council approved revisions in the fiscal policies relating to target fund balances. It was the position of the mayor and City Council that current targeted fund balances were not sufficient in times of economic stress or natural disasters. The new policy increases targeted fund balances to more closely approximate recommendations of the Governmental Finance Officers Associations (GFOA). Fund balances at September 30, 2010, for the most part, are sufficient to match these new requirements.

These and other financial plans will continue to be discussed in order to provide the quality of city services expected and still remain fiscally solid in the near future.

Mayor's Initiatives

- ✓ *Safety*—all citizens and employees actively involved in achieving public safety
- ✓ *Seamlessness*—entire city well served with quality appearance, schools, amenities, housing, retail and commercial services, and transportation
- ✓ *Sustainability*—ensuring the city's long-term economic viability
- ✓ *Small Business*—supporting citizen needs for goods, services, and jobs
- ✓ *Schools*—preparing students for life
- ✓ *Sports, Arts & Culture*—making the city a recognized destination
- ✓ *Service*—customer friendly, cost effective, and professional

Mayor Bill Foster began his administration on January 2, 2010. During his campaign for Mayor, he identified forty initiatives he planned to accomplish during his term. Those initiatives were categorized into four main groups: public safety; neighborhood and business development through customer service; budget reductions and cost savings; and, education and other initiatives.

During his first year in office, substantial accomplishments were achieved in each of these areas. A new sector approach to community policing involving numerous city departments was initiated. Efforts were stepped up to engage the community in public safety. Emphasis was placed on developing crime watch organizations in the neighborhoods. A new CityWatch policy was put in to place and all city staff were trained on how to report suspicious activities to the police department and how to respond to specific situations. Resource materials were developed for the CityWatch program and major business entities, like Progress Energy were engaged in the process. Changes were made to the pursuit policy, with accompanying training for police officers. Technology, such as security cameras, was applied where it could be useful to public safety.

Interaction with neighborhood leadership continued and more outreach was encouraged during the development of the budget through a series of budget forums. Volunteerism was a primary emphasis throughout the year. Business summits were held in specific business sectors to spur job development. A Business Life Line was established in the Business Assistance Center to ensure assistance to businesses with problems. Procurement policies were reviewed and the city's first Reverse Trade Show was held to encourage local businesses to bid to supply goods and services to city departments.

A service level budgeting process was initiated, with five departments going through the process during the development of the FY 2011 budget and an additional seven participating during the development of the FY 2012 budget. Consolidation of services was promoted and other cities in Pinellas County were given a list of services that St. Petersburg could assist them with. This led to additional contracts for street sweeping, water testing, and traffic light maintenance for neighboring communities. During the budget process, emphasis was placed on use of technology and energy efficiency measures to reduce

operating and labor costs. Preventive healthcare was made a priority and is being integrated with the City's self-funding of health insurance effective April 1, 2011.

The city worked with the School System and Juvenile Welfare Board to implement a "kids' zone" concept in the elementary school located in the highest youth population area of the city.

A new "Read for Rec" program is designed to recognize children and teens for reading ten books from the City Library system with an award certificate that can be redeemed for a free Advantage membership card at the City's Parks and Recreation facilities. The Mayor has continued to promote the Top Apple Program, which recognizes public schools in the city and their leaders for performance gains. He has increased the emphasis on student interns and placed a city staff member on each of the School Advisory Committees within the City.

Mayor Foster has reached out to the citizenry by initiating a Breakfast with the Mayor at a local restaurant each month and by holding an evening "Mayor's Night Out" in each of eight Council districts during the year, complete with staff from all key departments to enable citizens to do their business with the city at a convenient time and location.

Finally, the Mayor has attracted baseball teams from Korea, the Netherlands, Canada and Australia to begin play at the City's former spring training facility in February 2011, ensuring full utilization of city facilities and enhancing the city's tourism. Additionally, the North American Soccer League's FC Tampa Bay Soccer is being relocated from Tampa to St. Petersburg for at least the next two playing seasons.

2010 Awards, Accomplishments and Acknowledgments

- In 2010, St. Petersburg was voted number one in *AmericanStyle* magazine's Top 25 Arts Destinations for mid-size U.S. cities in the magazine's annual reader's poll. This great distinction was punctuated with the opening of the new Salvador Dali museum in January 2011, capping a year of exceptional growth in the St. Petersburg arts community. The Chihuly Collection on Beach Drive, the only facility of its kind in the world, has already welcomed its 50,000th guest. In 2010, a Bank of America/USF study found arts and cultural organizations in St. Petersburg contributed more than \$23 million to the local economy, attracted 1.3 million visitors annually to the city and created an additional 519 jobs.
- Sports took the spotlight in St. Petersburg in 2010. St. Pete's home team, Major League Baseball's Tampa Bay Rays, finished the season with the best record in the American League and won the American League East division championship. Just weeks later, the baseball diamond at Tropicana Field was transformed into a college gridiron for the 2010 Beef O'Brady's Bowl St. Petersburg. For this third year in a row, the bowl game has brought St. Petersburg into the homes of America each December with live television coverage on ESPN as it matched two NCAA teams from the Big East and Conference USA. Worldwide television audiences also watched St. Petersburg as it hosted for the sixth year in a row the Honda Grand Prix of St. Petersburg. As part of the IndyCar Racing Series, the world's best drivers raced through the streets of St. Petersburg in March, 2010, and will return again in March, 2011. As 2011 begins, St. Petersburg introduces a new sporting endeavor with the first season of St. Petersburg International Baseball, bringing spring baseball back to the city's historic Al Lang Stadium with a 13-game season of pro baseball with teams from South Korea, Canada and The Netherlands.
- Bringing City Hall to the neighborhoods, Mayor Bill Foster initiated two new programs, "Mayor's Night Out" and "Breakfast with the Mayor." The popular 'Mayor's Night Out' program brings City Hall into the community, setting up a remote mayor's office along with key

city staff one evening a month and revolving through all eight Council Districts. “Breakfast with the Mayor” is held monthly at a locally-owned independent restaurant, allowing residents the opportunity to chat with Mayor Foster about the day’s issues over coffee in an informal setting.

- Once known as a retirement city, St. Petersburg now earns honors as a great place for youth. In 2010, St. Petersburg enjoyed the distinction for the fourth year in a row of being named one of the “100 Best Communities for Young People” by America’s Promise Alliance, the nation’s largest partnership organization dedicated to youth and children. Also named a Playful City USA, hundreds of volunteers built a KaBOOM! playground designed by children – the city’s third such playground.
- A long-awaited Job Corps Center opened its doors in the city’s Midtown district. The \$60 million, eight-building campus includes vocational education facilities, a gym and recreation center, and two dormitories to serve and house 300 students per semester. Job Corps Centers offer career counseling, technical and on-the-job training, education and support for students transitioning to the working world. Continuing the remarkable growth throughout the Midtown area of St. Petersburg in 2010, Community Health Centers of Pinellas opened the new Women’s Health Center adjacent to the Johnnie Ruth Clarke Health Center, now providing improved access to the highest level of focused women’s care.
- The city collaborated with Pinellas County to complete the 34th Street Trail Bridge, the newest addition to St. Petersburg’s CityTrails network, connecting the 47-mile Pinellas Trail to the Downtown St. Petersburg Extension over 34th Street near Sixth Ave. S. Since City Council adopted the CityTrails program in 2003, St. Petersburg has been named a Bicycle Friendly Community by the League of American Bicyclists and in 2008 was named the “Best Walking City” in Florida by *Prevention Magazine* and the American Podiatric Medical Association. In 2010, the Central Avenue Shuttle expanded the popular Downtown Looper Trolley service beyond downtown to 31st Street, serving the Grand Central District.
- In January 2011, St. Petersburg established a new official “Twin City” relationship with Figueres, Spain – the birthplace and final resting place for surrealist artist Salvador Dali and also home to the world’s only other museum that houses Dali’s works. St. Petersburg, Florida also shares an official bond with two other world cities – as a Twin city with our namesake St. Petersburg, Russia and a Sister City with Takamatsu, Japan – a relationship established in 1961 that celebrates a 50th anniversary in 2011.

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, 2009. 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, 2009. This was the twelfth 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.

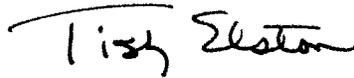
The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

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

Respectfully submitted,



Anne A. Fritz
Finance Director



Patricia "Tish" Elston
City Administrator



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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, 2009

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



President

Executive Director



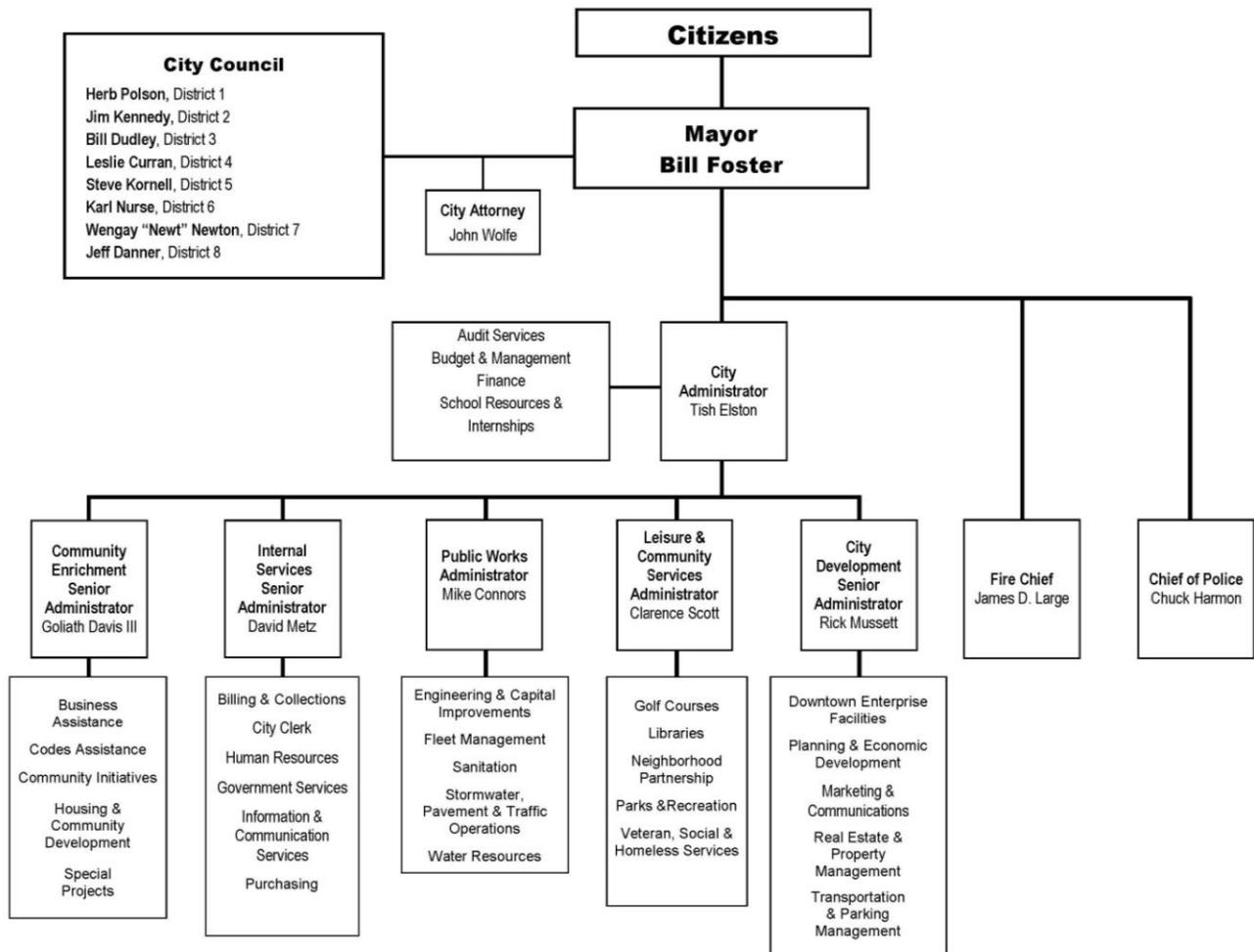
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City of St. Petersburg, Florida Organizational Chart



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II. FINANCIAL SECTION

- Report of Independent Certified Public Accountants
- Management's Discussion and Analysis (Unaudited)
- Basic Financial Statements
 - Government-Wide Statements
 - Fund Financial Statements
 - Notes to the Financial Statements
- Required Supplementary Information (Unaudited)
- Combining and Individual Fund Statements and Schedules

**REPORT OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS**



Report of Independent Certified Public Accountants

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of St. Petersburg, Florida, (the "City") as of and for the year ended September 30, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of September 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund, community redevelopment districts funds, downtown redevelopment fund and the grants funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 3 to the financial statements, the City adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, during the year ended September 30, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated, February 28, 2011, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages B-3 through B-18 and the schedule of funding progress and contributions for employer and other contributing entity for the City's defined benefit pension and other post-employment benefit plans on pages E-1 through E-4 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is also presented for the purpose of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, *Rules of the Auditor General-Local Governmental Entity Audits*, and is not a required part of the basic financial statements. The combining and individual fund financial statements and schedules including the schedule of expenditures of federal awards and state financial assistance 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 and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Cherry, Behant & Holland, L.L.P.

Tampa, Florida
February 28, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of St. Petersburg, FL
Management's Discussion and Analysis
For the Year Ended September 30, 2010
Unaudited

MANAGEMENT'S DISCUSSION AND ANALYSIS

As Finance Director of the City of St. Petersburg (the 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, 2010. The information presented here should be considered in conjunction with the letter of transmittal and the financial statements. Due to the implementation of Governmental Accounting Standard Board (GASB) Statement 54 during 2010, certain comparison information from 2009 has been restated as certain funds changed from governmental to business-type activities.

FINANCIAL HIGHLIGHTS

- During 2010, the City implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" which recognizes constraints imposed upon the use of the resources in governmental funds and categorizes the constraints into five classifications.
- The City's assets exceed its liabilities at the close of this fiscal year by \$1.3 billion (net assets) which is an increase over the prior year of \$2.3 million. Of the net asset amount, \$274.2 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 \$280.9 million, or a 6.0% decrease over the prior year and expenses totaled \$267.5, as compared to \$269.2 million in 2009, or a 0.6% decrease over the prior year. The results of these activities produced increase in governmental net assets of \$13.5 million.
- The business-type activities revenue totaled \$173.7 million, or a 6.5% decrease over the prior year and expenses totaled \$180.7 million, or a 1.3% increase over last year. The result produced a decrease in business-type net assets of \$11.1 million.
- As of the close of the fiscal year, the City of St. Petersburg's governmental activities reported combined ending net assets of \$534.7 million, an increase of \$13.5 million in comparison with the prior year. Of the \$534.7 million in net assets, \$140.4 million was unrestricted.
- The City is committed to providing the Citizens of St. Petersburg with the highest quality services while maintaining efficiency and cost effectiveness. Overall, governmental activities expenses decreased as a result of diligent financial management. The City actively pursues grants to offset costs of providing services and to offer new programs.

City of St. Petersburg, FL
Management's Discussion and Analysis
For the Year Ended September 30, 2010
Unaudited

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.

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, the Jamestown Housing Complex, Tropicana Field, Coliseum, Mahaffey Theater, Pier, Sunken Gardens, and Parking.

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.

City of St. Petersburg, FL
Management's Discussion and Analysis
For the Year Ended September 30, 2010
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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 twenty-seven 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, 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.

City of St. Petersburg, FL
Management's Discussion and Analysis
For the Year Ended September 30, 2010
Unaudited

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, Sanitation and Tropicana Field 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.

City of St. Petersburg, FL
Management's Discussion and Analysis
For the Year Ended September 30, 2010
Unaudited

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-4 through F-29.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City of St. Petersburg as a Whole

Recall that the Statement of Net Assets looks at the City as a whole. The following provides a summary of the City's net assets for 2010 as compared to 2009.

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 \$1.3 billion at the close of fiscal year 2010, an increase of approximately \$2.3 million over fiscal year 2009.

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

	NET ASSETS					
	Table 1					
	Governmental Activities		Business-Type Activities		Total	
	2009	2009	2009	2009	2009	2009
	2010	Restated	2010	Restated	2010	2009
Current and Other Assets	\$ 303,734,558	\$ 294,887,821	\$ 224,271,424	\$ 243,972,119	\$ 528,005,982	\$ 538,859,940
Capital Assets	432,022,733	432,184,540	816,741,088	809,649,669	1,248,763,821	1,241,834,209
Total Assets	735,757,291	727,072,361	1,041,012,512	1,053,621,788	1,776,769,803	1,780,694,149
Other Liabilities	48,872,562	47,436,670	24,972,911	21,900,494	73,845,473	69,337,164
Long Term Liabilities	152,185,512	158,402,451	246,542,498	251,089,352	398,728,010	409,491,803
Total Liabilities	201,058,074	205,839,121	271,515,409	272,989,846	472,573,483	478,828,967
Invested in Capital Assets, Net of Related Debt	317,722,669	299,650,081	597,824,125	605,229,655	915,546,794	904,879,736
Restricted	76,621,163	77,543,670	37,812,908	5,681,189	114,434,071	83,224,859
Unrestricted	140,355,385	144,039,489	133,860,070	169,721,098	274,215,455	313,760,587
Total Net Assets	\$ 534,699,217	\$ 521,233,240	\$ 769,497,103	\$ 780,631,942	\$ 1,304,196,320	\$ 1,301,865,182

As depicted in Table 1, the largest portion of the City's net assets, 70.2%, reflects its investment in capital assets less any related debt used to acquire those assets that is still outstanding. The

City of St. Petersburg, FL
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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 8.8% of the net assets of the City represent resources that are subject to external restriction on how they may be used. The remaining 21.0% 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 \$13.5 million during 2010 as compared to an increase in total net assets of \$29.7 million during the prior fiscal year. The \$16.2 million dollar decrease from the prior year's increase is primarily due to significant reductions in revenues further described below. The current year increase in total net assets is attributed to revenues of \$276.8 million exceeding expenditures of \$267.5 million, and net transfers of \$4.2 million from other funds.

Business-type activities total net assets decreased by \$11.1 million during 2010. The decrease is attributed to expenditures of \$180.7 million exceeding revenues of \$173.7 million, and net transfers of \$4.1 million to other funds. The reason for the decrease is a loss of revenue from utility revenue due to the federal and state negative economic conditions and declining water use from conservation.

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

City of St. Petersburg, FL
Management's Discussion and Analysis
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	Governmental Activities		Business-Type Activities		Total	
	2009		2009			
	<u>2010</u>	<u>Restated</u>	<u>2010</u>	<u>Restated</u>	<u>2010</u>	<u>2009</u>
Program Revenues:						
Charges for Services	\$ 46,289,310	\$ 51,116,607	\$ 160,510,972	\$ 161,928,218	\$206,800,282	\$ 213,044,825
Operating Grants and Contributions	6,525,944	13,085,114	1,464,498	1,325,718	7,990,442	14,410,832
Capital Grants and Contributions	18,355,946	6,389,691	5,547,370	12,866,193	23,903,316	19,255,884
General Revenues:						
Property Taxes	83,484,249	95,140,129	-	-	83,484,249	95,140,129
Other Taxes	116,387,197	116,592,019	-	-	116,387,197	116,592,019
Other	<u>5,743,077</u>	<u>11,014,149</u>	<u>6,191,417</u>	<u>9,707,340</u>	<u>11,934,494</u>	<u>20,721,489</u>
Total Revenues	<u>276,785,723</u>	<u>293,337,709</u>	<u>173,714,257</u>	<u>185,827,469</u>	<u>450,499,980</u>	<u>479,165,178</u>
Program Expenses:						
General Government	38,178,164	39,721,515	-	-	38,178,164	39,721,515
Community and Economic Development	23,392,593	23,212,864	-	-	23,392,593	23,212,864
Public Works	16,208,520	16,847,867	-	-	16,208,520	16,847,867
Public Safety - Police	91,135,117	90,646,089	-	-	91,135,117	90,646,089
Public Safety - Fire and EMS	47,954,869	48,384,025	-	-	47,954,869	48,384,025
Recreation and Culture	44,972,705	43,948,175	-	-	44,972,705	43,948,175
Interest on Long-term Debt	5,623,196	6,428,023	-	-	5,623,196	6,428,023
Water and Waste Water Utility	-	-	98,015,537	95,655,633	98,015,537	95,655,633
Stormwater Utility	-	-	14,062,820	13,638,448	14,062,820	13,638,448
Sanitation	-	-	37,707,634	36,910,607	37,707,634	36,910,607
Tropicana Field	-	-	6,358,385	6,489,821	6,358,385	6,489,821
Airport	-	-	1,294,662	1,388,716	1,294,662	1,388,716
Port	-	-	1,094,820	987,025	1,094,820	987,025
Marina	-	-	2,525,854	2,354,034	2,525,854	2,354,034
Golf Courses	-	-	3,852,204	4,250,100	3,852,204	4,250,100
Jamestown Complex	-	-	649,880	645,127	649,880	645,127
Parking	-	-	4,441,013	4,653,446	4,441,013	4,653,446
Mahaffey	-	-	5,318,367	5,865,885	5,318,367	5,865,885
Pier	-	-	3,317,370	3,418,016	3,317,370	3,418,016
Coliseum	-	-	952,007	955,336	952,007	955,336
Sunken Gardens	-	-	<u>1,113,125</u>	<u>1,121,468</u>	<u>1,113,125</u>	<u>1,121,468</u>
Total Expenses	<u>267,465,164</u>	<u>269,188,558</u>	<u>180,703,678</u>	<u>178,333,662</u>	<u>448,168,842</u>	<u>447,522,220</u>
Change in Net Assets Before Transfers	9,320,559	24,149,151	(6,989,421)	7,493,807	2,331,138	31,642,958
Transfers	<u>4,145,418</u>	<u>5,548,303</u>	<u>(4,145,418)</u>	<u>(5,548,303)</u>	-	-
Increase (Decrease) in Net Assets	<u>\$ 13,465,977</u>	<u>\$ 29,697,454</u>	<u>\$ (11,134,839)</u>	<u>\$ 1,945,504</u>	<u>\$ 2,331,138</u>	<u>\$ 31,642,958</u>

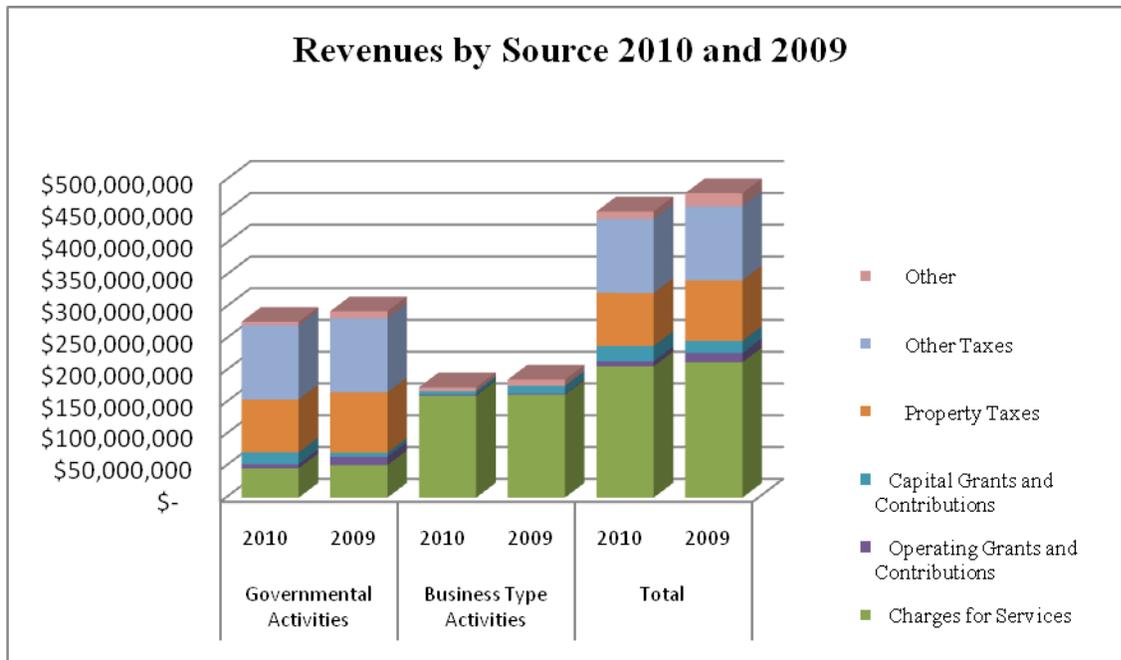
City of St. Petersburg, FL
Management's Discussion and Analysis
For the Year Ended September 30, 2010
Unaudited

Governmental Activities

Governmental activities change in net assets decreased \$16.2 million over the 2009 changes in net assets due to a decrease of \$1.7 million in expenditures only partially offsetting the \$16.5 million decrease in revenues and a \$1.4 million decrease in transfers.

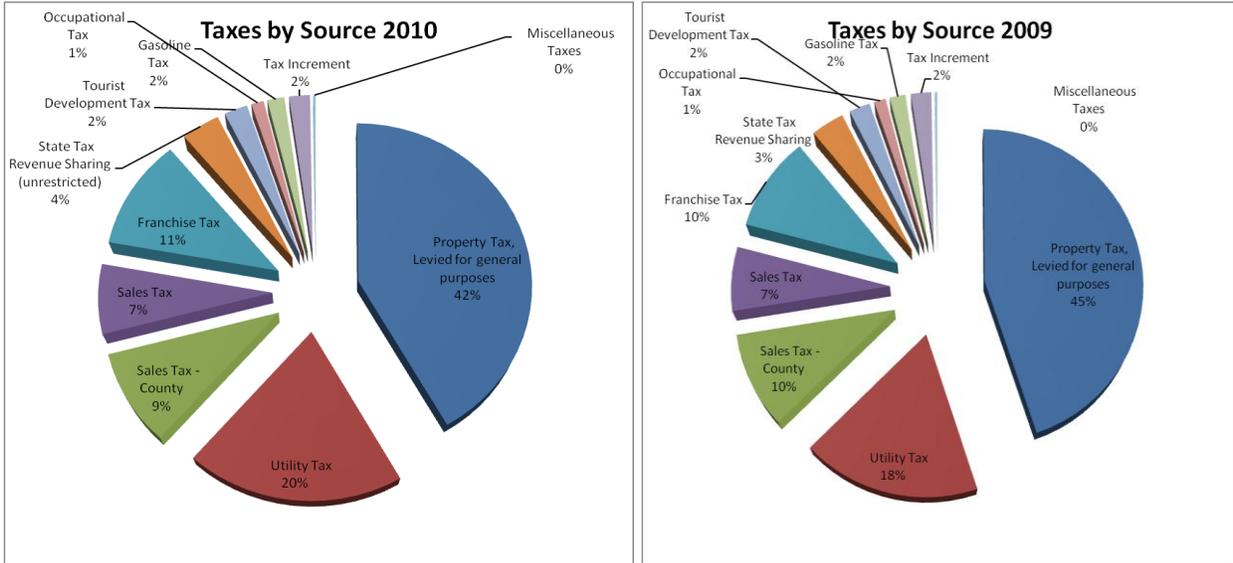
The decreases in revenues is primarily due to the decrease in property tax revenues of \$11.7 million, operating grants and contributions of \$6.6 million, charges for services of \$4.8 million, and other general revenues of \$5.3 million. Capital grants and contributions increased \$12.0 million during 2010.

A graphical comparison of total revenues by source is as follows:

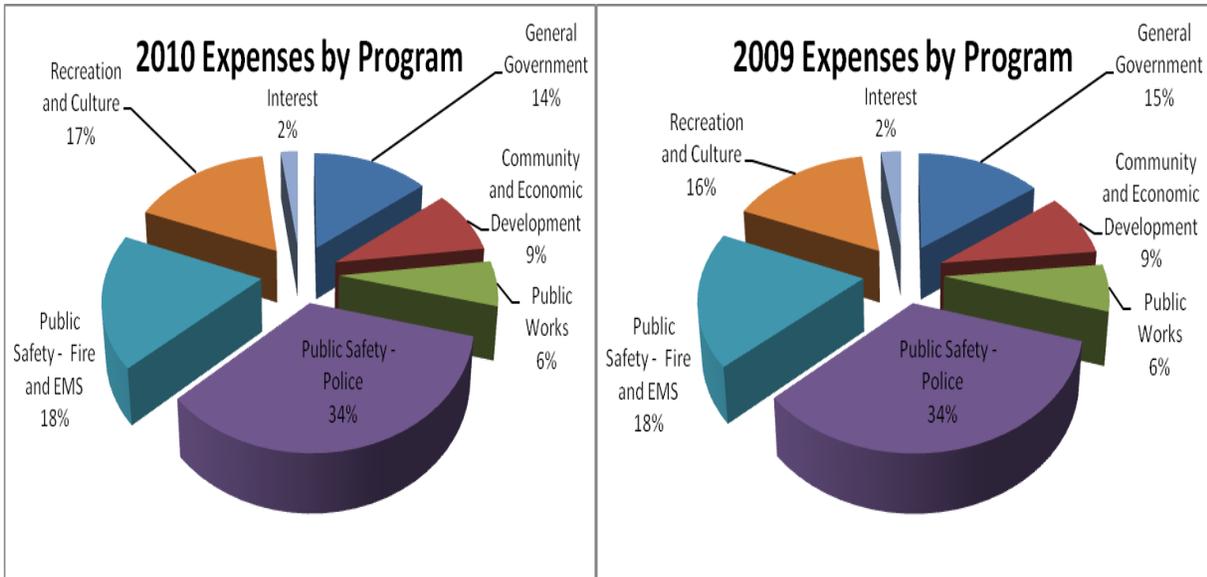


The decline in tax revenue is of significance to the City for 2010. Major budgetary adjustments were required for the current year during the budget preparation process in order to reflect the declining tax revenues. The property tax decline resulted in a loss of \$11.7 million (12.3%) in revenues from 2009 to 2010, while other tax sources also declined by 0.2% from 2009 to 2010. A graphical breakdown of taxes by tax source for 2010 and 2009 is as follows:

City of St. Petersburg, FL
Management's Discussion and Analysis
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Unaudited



The decrease in expenses for programs was the result of budget reductions implemented in anticipation of a reduction in revenues. General government decreased \$1.5 million, or 3.9% from the prior year. Recreation and culture increased expenses by 2.3% in the current fiscal year. A breakdown of expenses by program for governmental activities for 2010 and 2009 is as follows:



City of St. Petersburg, FL
Management's Discussion and Analysis
For the Year Ended September 30, 2010
Unaudited

Business-Type Activities

Business-type activities change in net assets decreased by \$13.1 million from the prior year. The decrease was due primarily to a decrease in capital grants and contribution revenue of \$7.3 million as there were certain one-time grants in the prior year; a decrease of 1.4 million (0.9%) in charges for services; and a decrease of \$3.5 million in other revenues which includes investment income as investment earnings are down from the prior year. Transfers from business-type activities decreased by \$1.4 million during 2010.

Expenses for the water and wastewater utility increased \$2.4 million, or 2.5% due to increased costs for water from Tampa Bay Water. Stormwater utility expenses increased 3.1%, Sanitation expenses increased 2.2%, and the Port, Marina and The Jamestown Complex also experienced increases in expenses. Other business-type activities also decreased expenses, including a decrease of \$547,518 (9.3%) in expenses relating to the Mahaffey Theater complex, and a decrease in expenses of \$397,896 (9.4%) relating to the City's golf course operations.

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, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. During 2010 the City early implemented GASB 54, "Fund Balance Reporting and Governmental Fund Type Definitions". The new standard replaces the previous reserved, unreserved, and designated fund balance categories with five classifications: nonspendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance.

Fund balances are the differences between assets and liabilities in a governmental fund. The nonspendable fund balance includes amounts that are not in spendable form, or amounts that are required to be maintained intact. Restricted fund balance include amounts that can be spent only for the specific purposes stipulated by external providers, such as grant providers or bondholders, as well as amounts that are restricted constitutionally or through legislation. Committed fund balance includes amounts that can be used only for the specific purposes that are determined by a formal action of the government's highest level of decision making authority. Assigned fund

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balance applies to amounts that are intended for specific purposes as expressed by the governing body or authorized official and applies to remaining resources in any governmental fund other than the general fund. Unassigned fund balances includes all amounts not contained in other classifications for the general fund, and deficit fund balances in any other governmental fund.

As of the end of the current fiscal year, the City of St. Petersburg's governmental funds reported combined ending fund balances of \$165.1 million. Of that amount, \$0.4 million was nonspendable, \$75.6 million was restricted, \$45.8 million was committed, \$19.5 million was assigned, and \$23.8 million was unassigned fund balance (See Note 4).

The General Fund, the chief operating fund of the City, had a fund balance at September 30, 2010, of \$53.4 million, of which \$63,585 was nonspendable, \$28.9 million committed, and \$637,073 assigned. The remainder of the fund balance or \$23.8 million was unassigned. (See Note 4).

As a measure of the General Fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The unassigned fund balance represents 12.1% of the total General Fund expenditures. The total General Fund balance is maintained at 27.1% of total General Fund expenditures at year-end.

The General Fund deficiency of revenue and other sources over expenditures and other uses was \$4.4 million for the current fiscal year due to:

- Revenues of \$201.4 million compared to total expenditures of \$196.6 million resulted in an excess of revenues over expenditures of \$4.7 million.
- Transfers-in of \$16.4 million as compared to transfers out of \$25.5 million.

General Fund resources have continued to show a decline due to the national recession and the decreases in tax revenues. The use of fund balance for the current fiscal year was planned so that the essential general fund services continued to be maintained. Uncertainty remains in future years' tax projections so the administration is continuing to look for efficiencies. As part of the general fund, the City maintains an amount committed to Economic Stability which can only be utilized with certain established specific criteria set by City Council.

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

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	Community Redevelopment Districts		Downtown Redevelopment District		Local Option Sales Surtax Improvement		Grants Fund	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues and Other Sources	\$ 8,846	\$10,025	\$8,330	\$9,384	\$20,149	\$25,587	\$9,469	\$7,207
Expenses and Other Uses	<u>10,693</u>	<u>9,245</u>	<u>10,529</u>	<u>5,646</u>	<u>18,791</u>	<u>24,827</u>	<u>9,394</u>	<u>7,393</u>
Increase (decrease) in Net Assets	<u>\$ (1,847)</u>	<u>\$ 780</u>	<u>\$(2,199)</u>	<u>\$3,738</u>	<u>\$1,358</u>	<u>\$760</u>	<u>\$ 75</u>	<u>\$ (186)</u>

As can be seen above, there was an increase in net assets for the Local Option Sales Surtax Improvement which related to the accumulation of resources for future planned capital projects, and an increase in the Grants Fund where revenues and other sources exceeded the expenses and other uses. The Grants Fund had an increase in revenue of \$2.3 million from 2009 to 2010 relating to the City receiving certain one-time grants in the current year.

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-22 through F-25.

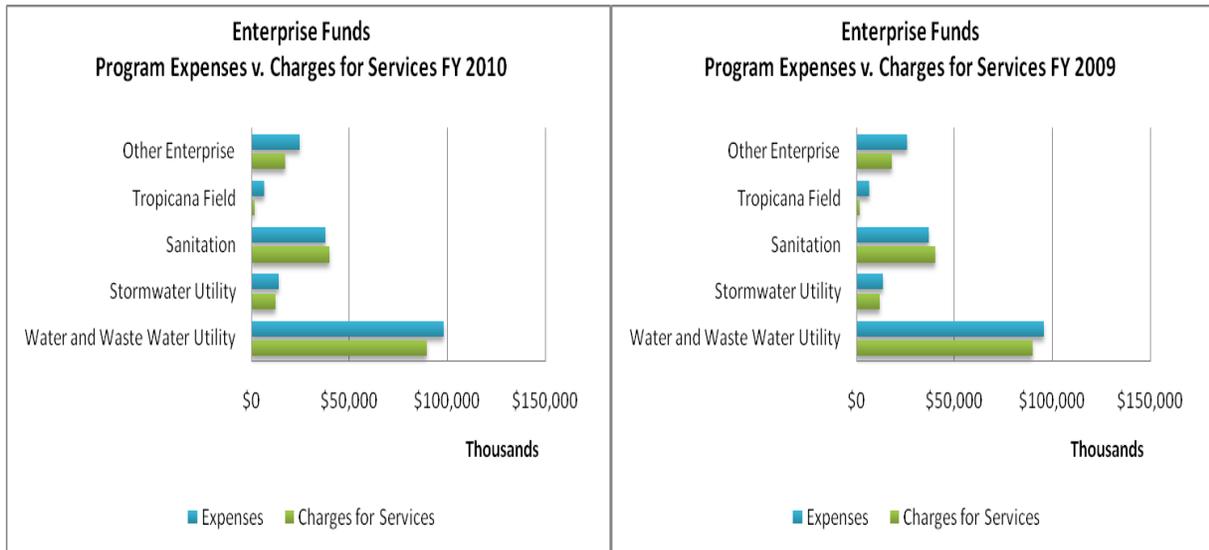
The operating results for the major Enterprise Funds are as follows:

	Water Resources		Stormwater		Sanitation		Tropicana Field	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009*</u>
Revenues and Other Sources	\$ 97,277	\$ 99,767	\$ 19,827	\$ 18,162	\$ 40,723	\$ 41,257	\$ 2,736	\$ 3,160
Expenditures and Other Uses	<u>106,912</u>	<u>104,704</u>	<u>15,449</u>	<u>15,230</u>	<u>39,449</u>	<u>40,009</u>	<u>6,354</u>	<u>4,588</u>
Increase (decrease) in Net Assets	<u>\$ (9,635)</u>	<u>\$ (4,937)</u>	<u>\$ 4,378</u>	<u>\$ 2,932</u>	<u>\$ 1,274</u>	<u>\$ 1,248</u>	<u>\$ (3,618)</u>	<u>\$ (1,428)</u>

* Tropicana Field was a nonmajor special revenue fund in 2009 and reported on the modified accrual basis for 2009 thus not comparable to 2010

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The following graph represents the revenues from user charges (charges for services only) as compared to the total program expense for the current and prior fiscal year. Sanitation had user charges greater than expenses for 2010, while the other enterprise funds had program expenses exceeding charges for services for the current fiscal year.



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-26 through F-28.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget projected that revenues and other sources would have a deficiency over expenditures and other uses by \$1.1 million. The final approved budget reflected a projected increase in revenues of \$4.8 million due to an increase in Intergovernmental Revenues, a \$8.0 million increase in expenditures with the largest increase of \$2.8 million for Recreation and Culture and an increase of \$2.5 million for Fire and EMS, and an increase of \$3.3 million in transfers out, contributing to a projected \$7.5 million deficiency of revenues and other sources over expenditures and other uses.

Actual results report a 5.4 million deficiency of revenues and other sources over expenditures and other uses, \$2.1 million improvement from budget, primarily resulting from a shortfall of \$3.9 million in revenues, and a \$5.6 million reduction in expenditures. Additional budget to actual information on the City's general fund is on page D-6.

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CAPITAL ASSETS

The City has invested \$1.2 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:

	Governmental		Business-Type		Total	
	Activities		Activities			
	<u>2010</u>	<u>2009</u> <u>Restated</u>	<u>2010</u>	<u>2009</u> <u>Restated</u>	<u>2010</u>	<u>2009</u>
Land	\$ 123,419	\$ 126,728	\$29,415	\$ 29,390	\$ 152,834	\$ 156,118
Buildings & Systems	89,478	88,584	186,826	175,375	276,304	263,959
Improvements & Infrastructure	178,244	174,295	43,210	43,727	221,454	218,022
Machinery & Equipment	26,611	30,531	12,827	14,398	39,438	44,929
Utility Systems	-	-	537,282	520,382	537,282	520,382
Construction in Progress	<u>14,270</u>	<u>12,046</u>	<u>7,181</u>	<u>26,378</u>	<u>21,451</u>	<u>38,424</u>
Totals	<u>\$ 432,022</u>	<u>\$ 432,184</u>	<u>\$816,741</u>	<u>\$809,650</u>	<u>\$1,248,763</u>	<u>\$1,241,834</u>

Additional information on the City's capital assets can be found in Note 9 beginning on page D-41.

LONG-TERM OBLIGATIONS

For fiscal year ended September 30, 2010, the City had total debt outstanding of \$357.6 million (net of unamortized premium, discount and deferral loss on refundings). Of this amount, \$42.8 million of note debt is backed by a covenant pledge to budget and appropriate from non-ad valorem revenue sources. The remaining \$314.8 million in bonded and note debt is secured solely by specified revenue sources. *(In thousands of dollars)*

	Governmental		Business-Type		Total	
	Activities		Activities			
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenue Bonds	\$ 77,164	\$ 93,106	\$ 219,190	\$ 222,633	\$ 296,354	\$ 315,739
Revenue Notes	-	-	18,390	19,728	18,390	19,728
Covenant Notes	36,567	38,645	6,260	8,258	42,827	46,903
Capitalized Lease	<u>-</u>	<u>-</u>	<u>-</u>	<u>4</u>	<u>-</u>	<u>4</u>
Total	<u>\$ 113,731</u>	<u>\$ 131,751</u>	<u>\$ 243,840</u>	<u>\$ 250,623</u>	<u>\$ 357,571</u>	<u>\$ 382,374</u>

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The City of St. Petersburg's Governmental Activities and Business-Type Activities debt decreased by \$24.8 million (6.5%) during the current fiscal year, of which \$24.6 million related to principal reductions.

The City maintains a rating of Aa3 on all governmental debt from Moody's and currently has an Aa2 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 13 - Long-Term Obligations on pages D-48 through D-52.

NEXT YEARS BUDGET AND RATES

St. Petersburg, along with much of the rest of the State, has seen over the past three years a significant drop in property values from their extraordinary growth over the past decade, resulting in a 12 percent decrease in ad valorem taxes. The decline in value is the result of both the economic recession and abnormally high foreclosure rates, resulting in a loss of budgeted revenue for the City of almost \$12 million for FY10. Combining the loss of \$6.4 million in FY09, the budgeted FY10 reduction results in a \$18.4 million decline in revenue when compared to the property tax revenue from FY08. Along with the decline in property tax revenue there has also been a decline in the amount of sales taxes that the City receives due to the national recession.

Although the reduction of revenue from FY08 through FY10 created a difficult transition for the City, it is one for which the City started planning several years ago to address the inevitable results of these economic trends. To prepare for this anticipated decline in gross revenues, the City focused on budget strategies that helped to maintain a consistent level of service, by implementing sustainable expenditure reductions, reducing the debt and strengthening the reserves.

The adopted FY10 budget included the reduction in the city workforce of 115 full-time positions and 28 part-time positions, affecting city programs and services in the General Fund. All departments were requested to develop budget reduction packages of 5, 7 and 10 percent that included a variety of wide ranging expenditure cuts in various line item categories.

The adopted fiscal year 2010 budget was based on a millage rate of 5.9125 mills, a continuation of the current millage rate from fiscal years 2009 and 2010. A number of other fees and charges

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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.



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BASIC FINANCIAL STATEMENTS



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CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2010

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
ASSETS				
Cash and Cash Equivalents	\$ 41,188,052	\$ 6,323,881	\$ 47,511,933	\$ 50,480
Investments	215,794,620	135,037,565	350,832,185	-
Trustee Accounts				
Cash and Cash Equivalents	2,845	-	2,845	-
Investments	219,111	-	219,111	-
Receivables - Net of Allowance for Uncollectibles	25,931,071	13,704,593	39,635,664	-
Internal Balances	(1,339,859)	1,339,859	-	-
Due from Other Governmental Agencies	14,131,205	5,152,406	19,283,611	-
Inventories	1,289,947	1,262,023	2,551,970	-
Property Held for Resale	3,359,518	-	3,359,518	-
Prepays and Deposits	2,588,406	188,830	2,777,236	-
Contract Receivable from Other Governmental Agency	-	18,861,662	18,861,662	-
Other Assets	569,642	4,587,697	5,157,339	-
Restricted Assets				
Temporarily Restricted				
Cash and Cash Equivalents	-	18,511,025	18,511,025	-
Investments	-	19,301,883	19,301,883	-
Capital Assets, Not Depreciable				
Land	123,419,231	29,415,166	152,834,397	-
Construction in progress	14,269,985	7,180,713	21,450,698	-
Capital Assets, Depreciable, Net				
Buildings and systems	89,478,301	186,339,136	275,817,437	-
Improvements other than buildings	178,244,505	41,645,240	219,889,745	-
Machinery and equipment	26,610,711	12,827,033	39,437,744	-
Utility Systems	-	539,333,800	539,333,800	-
TOTAL ASSETS	<u>735,757,291</u>	<u>1,041,012,512</u>	<u>1,776,769,803</u>	<u>50,480</u>
LIABILITIES				
Accounts Payable and Other Current Liabilities	13,364,988	11,819,709	25,184,697	-
Accrued Interest Payable	1,789,736	62,018	1,851,754	-
Due to Other Governmental Agencies	474,540	1,087,090	1,561,630	-
Unearned Revenue	2,733,735	-	2,733,735	-
Deposits	7,310,908	771,708	8,082,616	-
Liabilities Payable from Restricted Assets				
Revenue Bonds Payable Due within One Year	13,615,000	4,080,000	17,695,000	-
Accrued Interest	-	5,124,119	5,124,119	-
Noncurrent Liabilities				
Due within One Year	9,583,655	2,028,267	11,611,922	-
Due more than One Year	131,490,438	241,511,571	373,002,009	-
OPEB Liability	20,695,074	5,030,927	25,726,001	-
TOTAL LIABILITIES	<u>201,058,074</u>	<u>271,515,409</u>	<u>472,573,483</u>	<u>-</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	317,722,669	597,824,125	915,546,794	-
Restricted for:				
Expendable				
Public Works - Transportation Projects	15,135,681	-	15,135,681	-
Police Programs	1,485,610	-	1,485,610	-
Grant Funded Programs	4,366,804	-	4,366,804	-
Debt Service	9,471,471	15,115,581	24,587,052	-
Capital Projects	-	22,697,327	22,697,327	-
Local Option Sales Surtax	45,784,711	-	45,784,711	-
Nonexpendable				
Culture and Recreation	376,886	-	376,886	-
Unrestricted	140,355,385	133,860,070	274,215,455	50,480
TOTAL NET ASSETS	<u>\$ 534,699,217</u>	<u>\$ 769,497,103</u>	<u>\$ 1,304,196,320</u>	<u>\$ 50,480</u>

The accompanying notes are an integral part of these statements.

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED SEPTEMBER 30, 2010**

Function/Programs Activities	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Governmental Activities:				
General Government	\$ 38,178,164	\$ 18,867,174	\$ 1,201,008	\$ 4,222,790
Community and Economic Development	23,392,593	4,746,494	757,905	10,137,994
Public Safety				
Police	91,135,117	2,798,285	1,843,390	-
Fire and EMS	47,954,869	13,323,610	719,319	-
Public Works	16,208,520	611,424	-	3,985,462
Recreation and Culture	44,972,705	5,942,323	2,004,322	9,700
Interest on Long-Term Debt	5,623,196	-	-	-
Total Governmental Activities	<u>267,465,164</u>	<u>46,289,310</u>	<u>6,525,944</u>	<u>18,355,946</u>
Business-type Activities:				
Water and Waste Water Utility	98,015,537	89,685,100	1,259,669	307,711
Stormwater Utility	14,062,820	12,275,998	9,924	2,106,410
Sanitation	37,707,634	39,910,352	189,581	-
Tropicana Field	6,358,385	1,631,382	-	-
Airport	1,294,662	941,184	-	1,706,480
Port	1,094,820	182,920	-	1,426,769
Marina	2,525,854	2,765,619	-	-
Golf Courses	3,852,204	3,272,289	4,480	-
Jamestown Complex	649,880	503,500	-	-
Parking	4,441,013	4,508,906	-	-
Mahaffey	5,318,367	2,513,252	-	-
Pier	3,317,370	1,212,985	-	-
Coliseum	952,007	502,147	-	-
Sunken Gardens	1,113,125	605,338	844	-
Total Business-type Activities	<u>180,703,678</u>	<u>160,510,972</u>	<u>1,464,498</u>	<u>5,547,370</u>
Total Primary Government	<u>\$ 448,168,842</u>	<u>\$ 206,800,282</u>	<u>\$ 7,990,442</u>	<u>\$ 23,903,316</u>
Component Unit				
St. Petersburg Health Facilities Authority	<u>\$ 175</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ -</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
Loss on disposition of capital assets
Miscellaneous income
Transfers
 Total General Revenues and Transfers
Change In Net Assets

Net Assets - Beginning - restated, see Note 3
Net Assets - Ending

The accompanying notes are an integral part of these statements.

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

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
\$ (13,887,192)	\$ -	\$ (13,887,192)	\$ -
(7,750,200)	-	(7,750,200)	-
(86,493,442)	-	(86,493,442)	-
(33,911,940)	-	(33,911,940)	-
(11,611,634)	-	(11,611,634)	-
(37,016,360)	-	(37,016,360)	-
(5,623,196)	-	(5,623,196)	-
(196,293,964)	-	(196,293,964)	-
-	(6,763,057)	(6,763,057)	-
-	329,512	329,512	-
-	2,392,299	2,392,299	-
-	(4,727,003)	(4,727,003)	-
-	1,353,002	1,353,002	-
-	514,869	514,869	-
-	239,765	239,765	-
-	(575,435)	(575,435)	-
-	(146,380)	(146,380)	-
-	67,893	67,893	-
-	(2,805,115)	(2,805,115)	-
-	(2,104,385)	(2,104,385)	-
-	(449,860)	(449,860)	-
-	(506,943)	(506,943)	-
-	(13,180,838)	(13,180,838)	-
(196,293,964)	(13,180,838)	(209,474,802)	-
\$ -	\$ -	\$ -	4,825
\$ 83,484,249	\$ -	\$ 83,484,249	\$ -
39,407,409	-	39,407,409	-
18,847,964	-	18,847,964	-
13,870,492	-	13,870,492	-
22,159,989	-	22,159,989	-
7,433,838	-	7,433,838	-
4,502,390	-	4,502,390	-
2,405,903	-	2,405,903	-
3,274,266	-	3,274,266	-
3,986,213	-	3,986,213	-
498,733	-	498,733	-
7,817,651	6,378,443	14,196,094	28
(4,252,521)	(612,929)	(4,865,450)	-
2,177,947	425,903	2,603,850	-
4,145,418	(4,145,418)	-	-
209,759,941	2,045,999	211,805,940	28
13,465,977	(11,134,839)	2,331,138	4,853
521,233,240	780,631,942	1,301,865,182	45,627
\$ 534,699,217	\$ 769,497,103	\$ 1,304,196,320	\$ 50,480

**CITY OF ST. PETERSBURG, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2010**

	<u>GENERAL</u>	<u>COMMUNITY REDEVELOPMENT DISTRICTS</u>
ASSETS		
Cash and Cash Equivalents	\$ 5,121,114	\$ 654,081
Investments	41,507,099	-
Trustee Accounts		
Cash and Cash Equivalents	-	-
Investments	-	-
Receivables		
Accounts	862,940	-
Taxes	6,691,112	-
Accrued Interest	184,387	-
Notes	2,846,351	-
Assessments	472,515	-
Due from Other Funds	4,092,787	-
Due from Other Governmental Agencies		
Grants and Cost Reimbursement	929,929	-
State of Florida - Shared Revenue	2,475,727	-
Pinellas County - Shared Revenue	-	-
Pinellas County - Services	133,098	-
Pinellas County - Fines	39,702	-
Inventory	63,585	-
Prepaid Costs and Deposits	-	-
	<u> </u>	<u> </u>
TOTAL ASSETS	<u><u>\$ 65,420,346</u></u>	<u><u>\$ 654,081</u></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>
\$ -	\$ 4,152,902	\$ -	\$ 22,801,784	\$ 32,729,881
4,716,847	39,536,593	-	44,788,658	130,549,197
-	-	-	2,845	2,845
-	-	-	219,111	219,111
-	20,682	70,405	1,146,324	2,100,351
-	-	-	-	6,691,112
12,945	235,593	-	128,109	561,034
-	-	6,011,905	6,215,052	15,073,308
-	-	-	-	472,515
-	-	-	2,154,749	6,247,536
-	-	1,683,425	5,493,632	8,106,986
-	-	-	-	2,475,727
-	3,359,686	-	-	3,359,686
-	-	-	-	133,098
-	-	-	-	39,702
-	-	-	-	63,585
-	-	-	8,378	8,378
<u>\$ 4,729,792</u>	<u>\$ 47,305,456</u>	<u>\$ 7,765,735</u>	<u>\$ 82,958,642</u>	<u>\$ 208,834,052</u>

**CITY OF ST. PETERSBURG, FLORIDA
BALANCE SHEET (Continued)
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2010**

	<u>GENERAL</u>	<u>COMMUNITY REDEVELOPMENT DISTRICTS</u>	<u>DOWNTOWN REDEVELOPMENT DISTRICT</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Vouchers and Accounts Payable	\$ 2,284,572	\$ -	\$ -
Accrued Salaries	3,771,988	-	-
Other Accrued Liabilities	45,401	-	-
Retainage on Contracts	-	-	-
Due to Other Governmental Agencies	47,707	-	-
Due to Other Funds	-	-	2,094,130
Deposits			
Escrow	1,500	-	-
Other	483,537	-	-
Advances from Enterprise Fund	-	-	-
Deferred revenues			
Notes Receivable	2,846,351	-	-
Assessments Receivable	473,416	-	-
Other	2,026,521	-	-
TOTAL LIABILITIES	<u>11,980,993</u>	<u>-</u>	<u>2,094,130</u>
FUND BALANCES			
Non Spendable	63,585	-	-
Restricted	-	654,081	2,635,662
Committed	28,889,692	-	-
Assigned	637,073	-	-
Unassigned	23,849,003	-	-
TOTAL FUND BALANCES	<u>53,439,353</u>	<u>654,081</u>	<u>2,635,662</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 65,420,346</u>	<u>\$ 654,081</u>	<u>\$ 4,729,792</u>

The accompanying notes are an integral part of these statements.

<u>LOCAL OPTION SALES SURTAX IMPROVEMENT</u>	<u>GRANTS</u>	<u>NONMAJOR GOVERNMENTAL</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 991,666	\$ 541,285	\$ 1,817,213	\$ 5,634,736
-	-	183,320	3,955,308
-	-	48,389	93,790
468,460	-	350,482	818,942
-	-	-	47,707
60,619	964,142	1,432,878	4,551,769
-	39,319	-	40,819
-	567	386,196	870,300
-	-	8,995,565	8,995,565
-	6,011,905	6,215,052	15,073,308
-	-	-	473,416
-	-	1,138,037	3,164,558
<u>1,520,745</u>	<u>7,557,218</u>	<u>20,567,132</u>	<u>43,720,218</u>
-	-	353,792	417,377
45,784,711	208,517	26,317,176	75,600,147
-	-	16,871,883	45,761,575
-	-	18,848,659	19,485,732
-	-	-	23,849,003
<u>45,784,711</u>	<u>208,517</u>	<u>62,391,510</u>	<u>165,113,834</u>
<u>\$ 47,305,456</u>	<u>\$ 7,765,735</u>	<u>\$ 82,958,642</u>	<u>\$ 208,834,052</u>



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CITY OF ST. PETERSBURG, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET ASSETS
SEPTEMBER 30, 2010

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

Fund balances - total governmental funds	\$	165,113,834
Capital assets used in governmental activities are not financial resources and are therefore not reported in governmental funds.		408,194,032
Property held for resale in governmental activities are not financial resources and are therefore not reported in governmental funds.		3,359,518
Certain long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.		
Notes receivable		14,270,308
Accounts Receivable - Utility Tax Fund		430,823
Assessments		472,515
Unbilled accrued interest on assessments		297,984
Unamortized bond issue costs not included in fund balance		569,642
Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Bonds payable		(77,190,000)
Unamortized bond discount, issue expense, premium and refund loss		188,578
Notes payable		(36,729,000)
Contingent Liability		(1,786,474)
Compensated absences		(13,986,708)
OPEB Liability		(18,916,840)
Accrued interest payable on notes and bonds		(1,789,736)
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		86,240,802
Consolidation adjustment to enterprise funds		5,959,939
Net assets of governmental activities.	\$	<u><u>534,699,217</u></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
GOVERNMENTAL FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010

	GENERAL	COMMUNITY REDEVELOPMENT DISTRICTS	DOWNTOWN REDEVELOPMENT DISTRICT
REVENUES			
Taxes	\$147,761,661	\$ -	\$ -
Licenses and Permits	394,365	-	-
Fines and Forfeitures	1,155,235	-	-
Charges for Services and User Fees	7,760,801	-	-
Charges for General Administration	8,724,084	-	-
Intergovernmental Revenue			
Federal, State and Other Grants	4,843,705	-	-
State - Sales Tax	11,870,488	-	-
State - Revenue Sharing	7,433,838	-	-
State - Other	482,127	-	-
Pinellas County - Gasoline Tax	3,274,266	-	-
Pinellas County - Sales Tax	-	-	-
Pinellas County - Tourist Development	4,502,390	-	-
Pinellas County - Tax Increment	-	3,986,213	-
Total	<u>32,406,814</u>	<u>3,986,213</u>	<u>-</u>
Use of Money and Property			
Earnings on Investments	1,942,479	3,413	116,353
Rentals	335,847	-	-
Total	<u>2,278,326</u>	<u>3,413</u>	<u>116,353</u>
Miscellaneous			
Contributions	83,052	-	-
Assessments	184,011	-	-
Dispositions of Property	35,594	-	-
Other	615,572	-	-
Total	<u>918,229</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES	<u>201,399,515</u>	<u>3,989,626</u>	<u>116,353</u>
EXPENDITURES			
Current Operations			
General Government	25,080,033	-	-
Community and Economic Development	10,470,594	-	-
Public Works	4,478,298	-	-
Public Safety			
Police	84,834,924	-	-
Fire and EMS	32,578,312	-	-
Recreation and Culture	36,787,904	-	-
Debt Service	-	-	-
Principal Payments	-	-	-
Interest Payments	-	-	-
Remarketing and Other Fees	-	-	-
Capital Outlay	2,407,864	-	-
TOTAL EXPENDITURES	<u>196,637,929</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>4,761,586</u>	<u>3,989,626</u>	<u>116,353</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	16,339,546	4,856,894	8,213,827
Transfers Out	<u>(25,464,528)</u>	<u>(10,693,827)</u>	<u>(10,528,854)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(9,124,982)</u>	<u>(5,836,933)</u>	<u>(2,315,027)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(4,363,396)	(1,847,307)	(2,198,674)
FUND BALANCES - OCTOBER 1 (as restated - see Note 3)	<u>57,802,749</u>	<u>2,501,388</u>	<u>4,834,336</u>
FUND BALANCE - SEPTEMBER 30	<u>\$ 53,439,353</u>	<u>\$ 654,081</u>	<u>\$ 2,635,662</u>

The accompanying notes are an integral part of these statements.

LOCAL OPTION SALES SURTAX IMPROVEMENT	GRANTS	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ -	\$ -	\$ 147,761,661
-	-	2,775,740	3,170,105
-	1,869	1,363,390	2,520,494
-	-	12,374,979	20,135,780
-	-	-	8,724,084
-	9,015,803	10,452,258	24,311,766
-	-	2,000,004	13,870,492
-	-	-	7,433,838
-	-	16,606	498,733
-	-	-	3,274,266
18,847,964	-	-	18,847,964
-	-	-	4,502,390
-	-	-	3,986,213
<u>18,847,964</u>	<u>9,015,803</u>	<u>12,468,868</u>	<u>76,725,662</u>
1,300,110	26,253	1,953,498	5,342,106
-	22,983	-	358,830
<u>1,300,110</u>	<u>49,236</u>	<u>1,953,498</u>	<u>5,700,936</u>
-	-	327,578	410,630
-	-	431,876	615,887
550	79,287	68,623	184,054
568	322,990	345,862	1,284,992
<u>1,118</u>	<u>402,277</u>	<u>1,173,939</u>	<u>2,495,563</u>
20,149,192	9,469,185	32,110,414	267,234,285
-	-	-	25,080,033
-	8,552,936	8,985,040	28,008,570
326,634	-	2,991,787	7,796,719
48,140	-	1,199,164	86,082,228
-	-	11,918,066	44,496,378
-	-	349,400	37,137,304
-	-	17,766,000	17,766,000
-	-	5,908,465	5,908,465
-	-	9,792	9,792
<u>18,369,401</u>	<u>-</u>	<u>12,765,863</u>	<u>33,543,128</u>
<u>18,744,175</u>	<u>8,552,936</u>	<u>61,893,577</u>	<u>285,828,617</u>
<u>1,405,017</u>	<u>916,249</u>	<u>(29,783,163)</u>	<u>(18,594,332)</u>
-	-	29,151,671	58,561,938
<u>(46,560)</u>	<u>(841,153)</u>	<u>(2,698,925)</u>	<u>(50,273,847)</u>
<u>(46,560)</u>	<u>(841,153)</u>	<u>26,452,746</u>	<u>8,288,091</u>
1,358,457	75,096	(3,330,417)	(10,306,241)
<u>44,426,254</u>	<u>133,421</u>	<u>65,721,927</u>	<u>175,420,075</u>
<u>\$ 45,784,711</u>	<u>\$ 208,517</u>	<u>\$ 62,391,510</u>	<u>\$ 165,113,834</u>



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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, 2010

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

Net change in fund balances - total governmental funds	\$	(10,306,241)
Capital outlay, reported as expenditures in governmental funds, are shown as capital assets in the Statement of Net Assets.		33,543,128
Property held for resale, reported as expenditures in governmental funds, is shown as an asset in the Statement of Net Assets.		3,359,518
Depreciation expense on governmental capital assets included in the governmental activities in the Statement of Net Assets.		(19,869,014)
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.		17,766,000
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.		(214,706)
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		(401,586)
Notes receivable deemed uncollectible and written off		(1,278,728)
Assessments receivable principal		45,070
Unbilled accrued interest on assessments		(40,847)
New notes receivable from economic development activity		5,168,441
Contribution amortization on contingent liability		37,218
Utility tax receivable		(304,111)
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		(5,273,981)
Capital assets contributions		71,213
Net book value of capital asset dispositions		(4,280,816)
Compensated absences		(189,185)
OPEB expense		(4,660,457)
Accrued interest expense on long-term debt		231,695
Amortization of debt issue costs, discounts, premiums, refunding loss		63,366
Changes in net assets of governmental activities	\$	<u>13,465,977</u>

The accompanying notes are an integral part of these statements.



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CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FISCAL YEAR ENDED SEPTEMBER 30, 2010
(In Thousands)

	ORIGINAL BUDGET	FINAL APPROVED BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUE				
Taxes	\$ 147,423	\$ 147,423	\$ 147,762	\$ 339
Licenses and Permits	412	412	394	(18)
Fines and Forfeitures	1,600	1,600	1,155	(445)
Charges For Services, User Fees, and Sales	8,771	8,771	7,761	(1,010)
Charges to Other Funds	9,130	9,130	8,724	(406)
Intergovernmental Revenues	28,838	33,589	32,407	(1,182)
Use of Money and Property	1,999	1,999	1,861	(138)
Miscellaneous	1,892	1,942	919	(1,023)
TOTAL REVENUES	200,065	204,866	200,983	(3,883)
EXPENDITURES				
Current Operations				
General Government	25,092	26,818	25,155	1,663
Community and Economic Development	11,219	11,499	10,579	920
Public Works	5,134	5,280	4,594	686
Public Safety				
Police	85,015	85,600	85,115	485
Fire and EMS	31,491	33,969	33,787	182
Recreation and Culture	36,970	39,733	38,044	1,689
TOTAL EXPENDITURES	194,921	202,899	197,274	5,625
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,144	1,967	3,709	1,742
OTHER FINANCING SOURCES (USES)				
Transfers In	16,287	16,365	16,340	(25)
Transfers Out	(22,577)	(25,852)	(25,465)	387
TOTAL OTHER FINANCING SOURCES (USES)	(6,290)	(9,487)	(9,125)	362
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(1,146)	(7,520)	(5,416)	2,104
BUDGETARY FUND BALANCE - OCTOBER 1	59,762	59,762	59,762	-
Reserve for Encumbrances - October 1, 2009	-	690	690	-
Change in Reserve for Prepaid Costs and Inventory	-	4	(27)	-
BUDGETARY FUND BALANCE - SEPTEMBER 30	\$ 58,616	\$ 52,936	55,009	\$ 2,104
Reconciliation of Budget to GAAP Reporting				
Reserve for Encumbrances - September 30, 2010			635	
Reserve for Prepaid Costs and Inventory			64	
Recognition of Prior Year's Changes in Fair Value of Investments Held and Security Lending			(2,686)	
Recognition of Current Year's Changes in Fair Value of Investments Held			417	
FUND BALANCES - SEPTEMBER 30			\$ 53,439	

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
MAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010
(In Thousands)

	COMMUNITY REDEVELOPMENT DISTRICTS			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Intergovernmental Revenues	4,156	4,156	3,986	(170)
Use of Money and Property	20	20	4	(16)
Miscellaneous Revenues	-	-	-	-
TOTAL REVENUES	<u>4,176</u>	<u>4,176</u>	<u>3,990</u>	<u>(186)</u>
EXPENDITURES				
Community and Economic Development	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>4,176</u>	<u>4,176</u>	<u>3,990</u>	<u>(186)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	5,043	5,043	4,857	(186)
Transfers Out	<u>(9,199)</u>	<u>(11,025)</u>	<u>(10,694)</u>	<u>331</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(4,156)</u>	<u>(5,982)</u>	<u>(5,837)</u>	<u>145</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>20</u>	<u>(1,806)</u>	<u>(1,847)</u>	<u>(41)</u>
BUDGETARY FUND BALANCES - OCTOBER 1	2,501	2,501	2,501	-
Reserve for Encumbrances - September 30, 2009	-	-	-	-
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 2,521</u>	<u>\$ 695</u>	654	<u>\$ (41)</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2010			-	
Recognition of Prior Year's Changes in Fair Value of Investments Held			-	
Recognition of Current Year's Changes in Fair Value of Investments Held			-	
FUND BALANCES - SEPTEMBER 30			<u>\$ 654</u>	

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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	3,619	7,876	9,016	1,140
-	-	81	81	-	-	49	49
-	-	-	-	400	479	404	(75)
-	-	81	81	4,019	8,355	9,469	1,114
-	-	-	-	3,161	9,032	8,940	92
-	-	-	-	3,161	9,032	8,940	92
-	-	81	81	858	(677)	529	1,206
9,199	9,199	8,214	(985)	-	-	-	-
(7,482)	(10,529)	(10,529)	-	(858)	(858)	(841)	17
1,717	(1,330)	(2,315)	(985)	(858)	(858)	(841)	17
1,717	(1,330)	(2,234)	(904)	-	(1,535)	(312)	1,223
4,883	4,883	4,883	-	109	109	109	-
-	-	-	-	-	-	24	24
<u>\$ 6,600</u>	<u>\$ 3,553</u>	2,649	<u>\$ (904)</u>	<u>\$ 109</u>	<u>\$ (1,426)</u>	(179)	<u>\$ 1,247</u>
		-				387	
		(49)				-	
		35				-	
		<u>\$ 2,635</u>				<u>\$ 208</u>	

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
SEPTEMBER 30, 2010**

BUSINESS-TYPE ACTIVITIES
ENTERPRISE FUNDS

ASSETS	WATER RESOURCES	STORMWATER	SANITATION	TROPICANA FIELD
CURRENT ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ 754,123	\$ 2,410,595
Investments	107,974,594	10,124,326	13,218,833	-
Receivables				
Accounts	5,789,952	1,066,460	2,145,002	190,753
Accrued Interest	575,256	28,884	25,803	-
Unbilled Revenues	3,094,945	-	115,185	-
Due from Other Funds	-	-	-	-
Due from Other Governmental Agencies				
Grants	102,453	2,508,095	-	-
Services	617,544	58,642	-	-
Contracts	704,839	-	-	-
Inventories	938,056	26,329	41,806	-
Prepaid Expenses and Deposits	-	-	-	-
Restricted Assets				
Cash and Cash Equivalents	18,511,025	-	-	-
Investments	18,399,797	902,086	-	-
Total Current Assets	156,708,461	14,714,822	16,300,752	2,601,348
NONCURRENT ASSETS				
Assessments (Net of Uncollectible)	10,459	-	2,162,290	-
Contract Receivable from Other Governmental Agency	18,861,662	-	-	-
Advances to Governmental Fund	8,995,565	-	-	-
Unamortized Loan Costs	2,153,345	211,709	-	-
Capital Assets				
Land	4,332,342	4,376,053	203,692	9,683,352
Buildings	14,426,385	3,332	859,525	152,116,678
Improvements	3,921,030	26,118,606	535,449	8,910,162
Machinery and Equipment	9,333,973	206,971	39,427,632	14,364,987
Utility Systems	676,671,455	156,590,250	-	-
Accumulated Depreciation	(263,610,049)	(53,620,174)	(35,466,578)	(76,270,409)
Projects in Progress	1,872,178	2,959,764	-	141,126
Total Capital Assets	446,947,314	136,634,802	5,559,720	108,945,896
Total Noncurrent Assets	476,968,345	136,846,511	7,722,010	108,945,896
TOTAL ASSETS	\$ 633,676,806	\$ 151,561,333	\$ 24,022,762	\$ 111,547,244

The accompanying notes are an integral part of these statements.

NONMAJOR ENTERPRISE FUNDS	TOTAL	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICES FUNDS
\$ 3,159,163	\$ 6,323,881	\$ 8,458,171
3,719,812	135,037,565	85,245,423
665,366	9,857,533	1,190,023
6,987	636,930	348,649
-	3,210,130	-
-	-	1,615,039
1,160,833	3,771,381	140
-	676,186	15,866
-	704,839	-
255,832	1,262,023	1,226,362
188,830	188,830	2,580,028
-	18,511,025	-
-	19,301,883	-
<u>9,156,823</u>	<u>199,482,206</u>	<u>100,679,701</u>
-	2,172,749	-
-	18,861,662	-
-	8,995,565	-
49,894	2,414,948	-
10,819,727	29,415,166	1,929,163
115,497,052	282,902,972	15,690,171
46,775,507	86,260,754	2,952,942
8,915,486	72,249,049	73,696,831
-	833,261,705	-
(65,562,061)	(494,529,271)	(70,440,406)
2,207,645	7,180,713	-
<u>118,653,356</u>	<u>816,741,088</u>	<u>23,828,701</u>
<u>118,703,250</u>	<u>849,186,012</u>	<u>23,828,701</u>
\$ <u>127,860,073</u>	\$ <u>1,048,668,218</u>	\$ <u>124,508,402</u>

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF NET ASSETS (Continued)
PROPRIETARY FUNDS
SEPTEMBER 30, 2010

BUSINESS-TYPE ACTIVITIES
ENTERPRISE FUNDS

	WATER RESOURCES	STORMWATER	SANITATION	TROPICANA FIELD
LIABILITIES				
CURRENT LIABILITIES				
Vouchers and Accounts Payable	\$ 6,027,211	\$ 777,388	\$ 1,706,022	\$ 27,254
Accrued Salaries	584,827	78,637	223,401	-
Accrued Annual Leave	109,256	25,700	86,751	-
Retainage on Contracts	553,718	291,017	-	10,819
Due to Other Funds	-	-	-	187,565
Due to Other Governmental Agencies	1,017,860	-	18	2,731
Claims - Current Portion	-	-	-	-
Notes Payable - Current Portion	1,380,286	-	-	-
Accrued Interest	-	-	-	-
Payable from Restricted Assets				
Bonds and Notes Payable - Current Portion	3,934,000	146,000	-	-
Accrued Interest	4,668,033	456,086	-	-
Other Current Liabilities	-	-	-	-
Deposits	226,052	-	-	-
Deferred Revenue	-	-	-	-
Total Current Liabilities	<u>18,501,243</u>	<u>1,774,828</u>	<u>2,016,192</u>	<u>228,369</u>
LONG-TERM LIABILITIES				
Accrued Annual Leave	1,847,490	278,509	1,161,159	-
Less Current Portion	(109,256)	(25,700)	(86,751)	-
Notes Payable - State	18,390,075	-	-	-
Less Current Portion	(1,380,286)	-	-	-
Revenue Bonds Payable	200,185,000	20,910,000	-	-
Less Current Portion	(3,934,000)	(146,000)	-	-
Claims	-	-	-	-
Less Current Portion	-	-	-	-
Obligation for OPEB	2,358,223	438,263	1,523,443	-
Unamortized Discount (Premiums)	1,336,630	3,952	-	-
Unamortized Underwriting Discount	(726,074)	-	-	-
Unamortized Deferred Amount on Refunding	(1,620,106)	(845,150)	-	-
Total Long-term Liabilities	<u>216,347,696</u>	<u>20,613,874</u>	<u>2,597,851</u>	<u>-</u>
TOTAL LIABILITIES	<u>234,848,939</u>	<u>22,388,702</u>	<u>4,614,043</u>	<u>228,369</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	254,232,361	116,721,220	5,559,720	108,945,896
Restricted				
Debt Service	14,213,495	902,086	-	-
Capital Projects	22,697,327	-	-	-
Unrestricted	<u>107,684,684</u>	<u>11,549,325</u>	<u>13,848,999</u>	<u>2,372,979</u>
TOTAL NET ASSETS	<u>\$ 398,827,867</u>	<u>\$ 129,172,631</u>	<u>\$ 19,408,719</u>	<u>\$ 111,318,875</u>

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
\$ 903,434	\$ 9,441,309	\$ 2,489,196
103,258	990,123	373,017
6,274	227,981	72,354
103,896	959,450	-
1,508,202	1,695,767	1,615,039
66,481	1,087,090	426,833
-	-	6,681,000
420,000	1,800,286	-
62,018	62,018	-
-	4,080,000	-
-	5,124,119	-
105,909	105,909	-
545,656	771,708	6,399,789
322,918	322,918	-
<u>4,148,046</u>	<u>26,668,678</u>	<u>18,057,228</u>
493,038	3,780,196	1,320,492
(6,274)	(227,981)	(72,354)
6,260,000	24,650,075	-
(420,000)	(1,800,286)	-
-	221,095,000	-
-	(4,080,000)	-
-	-	23,865,000
-	-	(6,681,000)
710,998	5,030,927	1,778,234
(31,798)	1,308,784	-
(22,887)	(748,961)	-
-	(2,465,256)	-
<u>6,983,077</u>	<u>246,542,498</u>	<u>20,210,372</u>
<u>11,131,123</u>	<u>273,211,176</u>	<u>38,267,600</u>
112,364,928	597,824,125	23,828,701
-	15,115,581	-
-	22,697,327	-
<u>4,364,022</u>	<u>139,820,009</u>	<u>62,412,101</u>
<u>\$ 116,728,950</u>	<u>775,457,042</u>	<u>\$ 86,240,802</u>
	<u>(5,959,939)</u>	
	<u>\$ 769,497,103</u>	

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010

BUSINESS-TYPE ACTIVITIES
ENTERPRISE FUNDS

	WATER RESOURCES	STORMWATER	SANITATION	TROPICANA FIELD
OPERATING REVENUES				
Sales - Water	\$ 41,158,687	\$ -	\$ -	\$ -
Sales - Wastewater	48,314,770	-	-	-
Sales and Concessions	-	-	-	-
Service Charges and Fees	198,399	12,275,998	39,910,352	-
Fines and Forfeitures	-	-	-	-
Rentals and Parking	13,244	-	-	1,631,382
Total Operating Revenues	<u>89,685,100</u>	<u>12,275,998</u>	<u>39,910,352</u>	<u>1,631,382</u>
OPERATING EXPENSES				
Personal Services and Benefits	22,440,575	4,447,581	13,311,382	758,687
Supplies, Services, and Claims	47,893,063	2,349,744	18,612,839	1,708,582
General Administrative Charges	3,401,148	585,072	1,965,684	-
Depreciation	15,221,246	5,454,045	2,542,117	3,887,549
Total Operating Expenses	<u>88,956,032</u>	<u>12,836,442</u>	<u>36,432,022</u>	<u>6,354,818</u>
OPERATING INCOME (LOSS)	<u>729,068</u>	<u>(560,444)</u>	<u>3,478,330</u>	<u>(4,723,436)</u>
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental Revenues	380,224	2,106,410	189,581	-
Earnings on Investments	4,704,758	246,342	297,911	3,113
Other Interest Revenue	1,000,328	-	61,976	-
Interest Expense	(7,880,191)	(855,005)	-	-
Amortization of Bond Discount and Issue Cost	(3,902)	(15,702)	-	-
Gain (Loss) on Disposition of Capital Assets	(467,438)	18,310	234,840	-
Capital Assets to governmental activities	-	(1,343)	(1,446)	-
Miscellaneous Revenues	77,097	12,936	28,351	-
Total Nonoperating Revenues (Expenses)	<u>(2,189,124)</u>	<u>1,511,948</u>	<u>811,213</u>	<u>3,113</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>(1,460,056)</u>	<u>951,504</u>	<u>4,289,543</u>	<u>(4,720,323)</u>
CONTRIBUTIONS				
Capital Assets from (to) Other Funds				
Capital Assets In	-	5,157,847	-	-
Capital Assets Out	(132,043)	-	-	-
Contributions from Citizens and Developers	1,187,156	9,924	-	-
Total Contributions	<u>1,055,113</u>	<u>5,167,771</u>	<u>-</u>	<u>-</u>
TRANSFERS IN (OUT)				
Transfers In	242,873	-	-	1,102,000
Transfers Out	(9,472,860)	(1,740,792)	(3,016,020)	-
Total Transfers In (Out)	<u>(9,229,987)</u>	<u>(1,740,792)</u>	<u>(3,016,020)</u>	<u>1,102,000</u>
CHANGE IN NET ASSETS	<u>(9,634,930)</u>	<u>4,378,483</u>	<u>1,273,523</u>	<u>(3,618,323)</u>
NET ASSETS - OCTOBER 1 (as restated, see Note 3)	<u>408,462,797</u>	<u>124,794,148</u>	<u>18,135,196</u>	<u>114,937,198</u>
NET ASSETS - SEPTEMBER 30	<u>\$ 398,827,867</u>	<u>\$ 129,172,631</u>	<u>\$ 19,408,719</u>	<u>\$ 111,318,875</u>

Change in Net Assets (from above)

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
\$ -	\$ 41,158,687	\$ -
-	48,314,770	-
707,310	707,310	-
9,456,202	61,840,951	82,736,379
1,578,028	1,578,028	-
5,266,600	6,911,226	6,050,435
<u>17,008,140</u>	<u>160,510,972</u>	<u>88,786,814</u>
8,455,418	49,413,643	19,441,795
9,934,264	80,498,492	70,159,204
763,584	6,715,488	-
5,213,846	32,318,803	6,780,453
<u>24,367,112</u>	<u>168,946,426</u>	<u>96,381,452</u>
<u>(7,358,972)</u>	<u>(8,435,454)</u>	<u>(7,594,638)</u>
3,133,249	5,809,464	-
64,015	5,316,139	2,475,545
-	1,062,304	-
(17)	(8,735,213)	-
(20,341)	(39,945)	-
(398,641)	(612,929)	65,872
(21,241)	(24,030)	-
307,519	425,903	725,113
<u>3,064,543</u>	<u>3,201,693</u>	<u>3,266,530</u>
<u>(4,294,429)</u>	<u>(5,233,761)</u>	<u>(4,328,108)</u>
325,247	5,483,094	32,605
-	(132,043)	(85,645)
5,324	1,202,404	-
<u>330,571</u>	<u>6,553,455</u>	<u>(53,040)</u>
4,361,456	5,706,329	1,584,344
(949,096)	(15,178,768)	(399,996)
<u>3,412,360</u>	<u>(9,472,439)</u>	<u>1,184,348</u>
(551,498)	(8,152,745)	(3,196,800)
<u>117,280,448</u>	<u>783,609,787</u>	<u>89,437,602</u>
<u>\$ 116,728,950</u>	<u>\$ 775,457,042</u>	<u>\$ 86,240,802</u>
	(8,152,745)	
	<u>(2,982,094)</u>	
	<u>\$ (11,134,839)</u>	

CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010

BUSINESS-TYPE ACTIVITIES-
ENTERPRISE FUNDS

	WATER RESOURCES	STORMWATER	SANITATION
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	\$ 89,788,082	\$ 12,172,176	\$ 39,638,099
Payments to Suppliers	(39,213,106)	(1,088,510)	(11,317,930)
Payments to Employees	(18,235,056)	(3,513,977)	(10,615,684)
Internal Activity - Payments to Other Funds	(11,932,968)	(2,504,619)	(10,099,020)
Claims Paid	(459,768)	(124,248)	(610,320)
Net Cash Provided by Operating Activities	<u>19,947,184</u>	<u>4,940,822</u>	<u>6,995,145</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental Revenue	994,842	3,320,741	189,581
(Payment) Receipt on Interfund Loan	-	-	-
Transfers In	242,873	-	-
Transfers Out	(9,472,860)	(1,740,792)	(3,016,020)
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(8,235,145)</u>	<u>1,579,949</u>	<u>(2,826,439)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Acquisition and Construction of Capital Assets	(22,482,970)	(4,677,556)	(1,457,921)
Principal Paid on Revenue Bond and Note Maturities	(4,630,175)	(138,000)	-
Principal Paid on Capital Lease	-	-	-
Interest Paid on Revenue Bonds and Notes	(8,963,075)	(917,980)	-
Proceeds From Debt Issuance	-	-	-
Proceeds From Sale of Capital Assets and Recoveries	182,334	15,305	-
Variable Rate Bond Fees	-	-	-
Bond Issue Expenses	(23,127)	(12)	-
Capital Contributed by Developers, Citizens and Grantors	1,187,156	9,924	-
Collections on Contracts and Notes Receivable	704,838	-	-
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(34,025,019)</u>	<u>(5,708,319)</u>	<u>(1,457,921)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of Investment Securities	(163,719,062)	(8,000,000)	(24,000,000)
Proceeds From Sale and Maturities of Investment Securities	179,372,311	1,921,444	17,537,587
Interest on Investments (Includes Security Lending income)	4,885,255	234,820	326,731
Net Cash Provided by (Used for) Investment Activities	<u>20,538,504</u>	<u>(5,843,736)</u>	<u>(6,135,682)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(1,774,476)</u>	<u>(5,031,284)</u>	<u>(3,424,897)</u>
CASH AND CASH EQUIVALENTS - OCTOBER 1	<u>20,285,501</u>	<u>5,031,284</u>	<u>4,179,020</u>
CASH AND CASH EQUIVALENTS - SEPTEMBER 30	<u>\$ 18,511,025</u>	<u>\$ -</u>	<u>\$ 754,123</u>
Reconciliation of Operating Income (loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ 729,068	\$ (560,444)	\$ 3,478,330
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities			
Depreciation	15,221,246	5,454,045	2,542,117
Other Revenues (Expenses)	77,097	12,936	28,351
(Increase) Decrease in Accounts Receivable	8,682	(67,250)	(73,839)
(Increase) Decrease in Due from Other Governmental Agencies	(153,942)	(49,508)	-
(Increase) Decrease in Inventories	97,452	(2,076)	26,897
(Increase) Decrease in Prepaid Expenses and Deposits	-	-	160
(Increase) Decrease in Assessments	2,364	-	(226,783)
Increase (Decrease) in Vouchers and Accounts Payable	3,095,235	(11,647)	793,127
Increase (Decrease) in Accrued Salaries	153,342	31,370	85,845
Increase (Decrease) in Accrued Annual Leave	(33,126)	25,423	(34,402)
Increase (Decrease) in Due to Other Governmental Agencies	238,612	-	18
Increase (Decrease) in Deferred Revenue	-	-	-
Increase (Decrease) in Claims	-	-	-
Increase (Decrease) in Deposits	(69,831)	-	-
Increase (Decrease) in OPEB	580,985	107,973	375,324
Net Cash Provided by Operating Activities	<u>\$ 19,947,184</u>	<u>\$ 4,940,822</u>	<u>\$ 6,995,145</u>
Noncash Investing, Capital, and Financing Activities:			
Contributions of Capital Assets from Other Funds	\$ -	\$ 5,157,847	\$ -
Contributions of Capital Assets to Other Funds	(132,043)	(1,343)	(1,446)
Increase in Fair Value of Investments	956,062	81,637	37,799

The accompanying notes are an integral part of these statements.

TROPICANA FIELD	NON MAJOR ENTERPRISE FUNDS	TOTALS	GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
\$ 1,760,773	\$ 17,413,486	\$ 160,772,616	\$ 89,579,603
(1,681,328)	(10,014,687)	(63,315,561)	(53,490,925)
(758,687)	(7,511,833)	(40,635,237)	(18,880,717)
-	(2,517,350)	(27,053,957)	(5,256,205)
-	(43,464)	(1,237,800)	(5,155,454)
<u>(679,242)</u>	<u>(2,673,848)</u>	<u>28,530,061</u>	<u>6,796,302</u>
-	7,655,756	12,160,920	-
-	(672,517)	(672,517)	-
1,102,000	4,361,456	5,706,329	6,140,470
-	(949,096)	(15,178,768)	(4,956,122)
<u>1,102,000</u>	<u>10,395,599</u>	<u>2,015,964</u>	<u>1,184,348</u>
(271,734)	(4,053,208)	(32,943,389)	(2,508,207)
-	(2,060,612)	(6,828,787)	-
-	(4,390)	(4,390)	-
-	(264,288)	(10,145,343)	-
-	-	-	-
-	6,327	203,966	100,439
-	(2,923)	(2,923)	-
-	-	(23,139)	-
-	5,324	1,202,404	-
-	-	704,838	-
<u>(271,734)</u>	<u>(6,373,770)</u>	<u>(47,836,763)</u>	<u>(2,407,768)</u>
-	(3,000,000)	(198,719,062)	(135,000,008)
-	209,274	199,040,616	118,326,475
3,113	29,280	5,479,199	2,032,305
<u>3,113</u>	<u>(2,761,446)</u>	<u>5,800,753</u>	<u>(14,641,228)</u>
154,137	(1,413,465)	(11,489,985)	(9,068,346)
<u>2,256,458</u>	<u>4,572,628</u>	<u>36,324,891</u>	<u>17,526,517</u>
<u>\$ 2,410,595</u>	<u>\$ 3,159,163</u>	<u>\$ 24,834,906</u>	<u>\$ 8,458,171</u>
\$ (4,723,436)	\$ (7,358,972)	\$ (8,435,454)	\$ (7,594,638)
3,887,549	5,213,846	32,318,803	6,780,453
-	307,519	425,903	725,113
(58,174)	(133,644)	(324,225)	(65,637)
-	-	(203,450)	(4,996)
-	(60,777)	61,496	(15,084)
-	655	815	486,319
-	-	(224,419)	-
27,254	(545,100)	3,358,869	420,629
-	38,710	309,267	138,428
-	26,783	(15,322)	(15,446)
187,565	(569,504)	(143,309)	45,540
-	211,223	211,223	-
-	-	-	5,482,000
-	20,248	(49,583)	(24,475)
-	175,165	1,239,447	438,096
<u>\$ (679,242)</u>	<u>\$ (2,673,848)</u>	<u>\$ 28,530,061</u>	<u>\$ 6,796,302</u>
\$ -	\$ 325,247	\$ 5,483,094	\$ 32,605
-	(21,241)	(156,073)	(85,645)
-	28,169	1,103,667	419,442

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2010**

	PENSION FUNDS	AGENCY
ASSETS		
Cash and Cash Equivalents	\$ 15,080	\$ 1,135,941
Trustee Accounts		
Cash and Cash Equivalents	11,403,199	-
Total Cash and Cash Equivalents	11,418,279	1,135,941
Receivables		
Accounts	-	5,195
Interest and Dividends	2,666,662	-
Total Receivables	2,666,662	5,195
Investments, at Fair Value		
Government Securities	105,575,387	-
Corporate Bonds	130,922,865	-
Common and Preferred Stock	458,722,203	-
Real Estate	8,225,330	-
Total Investments	703,445,785	-
TOTAL ASSETS	717,530,726	1,141,136
LIABILITIES		
Payables		
Accounts	1,472,708	-
Due to Other Entities and Individuals	-	23,503
Due to Other Governmental Agencies	-	1,116,808
Uncashed Checks	-	825
TOTAL LIABILITIES	1,472,708	1,141,136
NET ASSETS		
Held in Trust for Pension Benefits	\$ 716,058,018	\$ -

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, 2010**

	<u>PENSION FUNDS</u>
ADDITIONS	
Contributions	
Employer (Charges to Other Funds)	\$ 32,376,856
Employees	4,839,415
State Insurance Fund	3,624,297
Total Contributions	40,840,568
Investment Income	
Net Increase in Fair Value of Investments	39,824,828
Interest on Investments	10,068,381
Dividends on Stock	7,417,689
Total Investment Income	57,310,898
Less Investment Expense	2,745,714
Net Investment Income	54,565,184
TOTAL ADDITIONS	95,405,752
 DEDUCTIONS	
Benefits	41,100,731
Deferred Retirement Option Contributions	5,632,014
Refunds of Contributions	1,831,359
Administrative Expenses	222,080
TOTAL DEDUCTIONS	48,786,184
 CHANGE IN NET ASSETS	 46,619,568
 NET ASSETS - OCTOBER 1	 669,438,450
 NET ASSETS - SEPTEMBER 30	 \$ 716,058,018

The accompanying notes are an integral part of these statements.



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NOTES TO THE FINANCIAL STATEMENTS



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CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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, 2010, had a related party transaction with the TBWA as follows: The City paid \$26,794,757 for water purchases, and received \$998,964 in interest and \$674,810 of principal on the TBWA contract receivable. The remaining principal in the TBWA contract receivable is \$19,566,500.

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, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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, accounting 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.
- Community Redevelopment Districts 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 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 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. The 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 two sources of revenue. First, revenues received from the U.S. Department of Housing and Urban Development under the HOME, Community Development Block Grants and Neighborhood Stabilization Program are included. Second, revenues received from Pinellas County, FL in the Community Housing Trust Program are included.

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.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

- Tropicana Field Fund accounts for all city related operations of Tropicana Field, the home of the Major League Baseball's Tampa Bay Rays. The Tropicana Field Fund accounts for the City's share of both 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 with the Tampa Bay Rays.

The City maintains no landfills. All solid waste is disposed of at the Pinellas County Solid Waste Resource Recovery Plant.

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 such 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 institutional money market accounts. All investments are reported at fair value.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

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.
- 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 A 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 two highest ratings out 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.
- 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.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

- The Bank of America - Columbia Strategic Fund account.
- External money managers limited to the parks and recreation funds' investments allocated 40% to fixed income investments and 60% to equity investments.

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, 2010. SBA Fund B is shown at fair value.

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, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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, 2010, total \$376,886. 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, excluding intangible assets. Public domain and system infrastructure assets represent such items as roads, water and wastewater treatment plants and lines, parks and drainage systems.

For intangible assets, the City maintains a \$10,000 threshold for software related assets and a \$100,000 threshold for other intangible assets.

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.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

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.

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

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

Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

Restricted Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

constitutional provisions or enabling legislation (City ordinances). Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance or resolution) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance, or by State Statute.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

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

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

revenues and expenditures during the reporting period. Actual results could differ from those estimates.

10. Stabilization Arrangements

Governmental Stabilization funds, a type of reserve fund maintained to offset economic downturns, natural disasters and other unforeseen events, are presented as committed fund balances in the appropriate fund. The level of funding will be reviewed annually by City Council; additions to or reductions from a stabilization fund will be approved by City Council as part of the budget process or the supplemental appropriation process. Establishing the proper balances in stabilization funds takes into account the risk exposure related to self-insurance and property insurance deductibles in the event of major storm damage to City assets. Transfers from stabilization funds will not be allowed if they would cause the stabilization fund to be in a deficit position.

The City maintains two stabilization arrangements - the Economic Stability Fund and the Water Cost Stabilization Fund. The balance in the Economic Stability Fund is presented as part of the General Fund. The balance in the Water Cost Stabilization Fund is presented as part of the Water Resources Fund. Permitted uses of these funds have been established by City Council by Resolution.

The balance in the Economic Stability Fund represents committed fund balances which are available for expenditure only with the approval of city council and under the following conditions:

- In the event of an estimated budget shortfall amounting to more than 2% of the most recently adopted budget. Only the amount of the shortage above 2% may be taken from the Economic Stability Fund, while other budget balancing measures will be employed to offset budget shortfalls up to and including 2%. If the 2% threshold has been met, the appropriate amount of resources to utilize from the Economic Stability Fund may take into account the economic climate, including the local unemployment rate, inflation rate, rate of personal income growth, assessed property values, and other factors as determined to be appropriate.
- In the event of damage to City property or loss of City assets due to disasters such as hurricane, tornado, flood, wind, acts of terrorism or other catastrophic events when such an event results in a declaration of a state of emergency. Other funds of the city such as the equipment replacement funds, the self insurance fund and the Technology/Infrastructure Fund will be used first, as appropriate to the circumstances, before relying on the Economic Stability Fund.
- To provide short-term (one year or less) advances, or long-term loans exceeding one-year in length, to other funds of the City for shortfalls due to economic impacts or for other purposes, as recommended by the Mayor and approved by City Council. A plan for repayment of the funds will be established before any such advance or loan is made.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

When the Economic Stability Funds are used for any permitted purpose, the fund will be replenished in an amount to meet the fund balance target, either from the fund for which the resources were required or from another fund of the City, within the time frame recommended by the Mayor or City Administrator and approved by City Council.

Balances in the Water Cost Stabilization Fund represent committed fund balances which are available for expenditure only with the approval of city council and under conditions specified in resolutions.

The Economic Stability Fund had a fund balance of \$21,290,254 at September 30, 2010. The Water Cost Stabilization Fund had a fund balance of \$89,345,392.

11. Minimum Fund Balance Policy

The General Operating Fund reserve target is 20% of the Fund's current year budgeted appropriations. For the purpose of determining if the target has been met, the unassigned fund balance of the general fund and the balance of the economic stability fund are added together and the combined amount is then compared with the annual appropriations budget.

Other governmental funds of the city do not have specified fund balance targets. Recommended levels of committed and/or assigned fund balance will be determined on a case by case basis, based on the needs of each fund and as recommended by city officials and approved by City Council.

Fiduciary funds do not have fund balance targets.

Proprietary funds, which include both enterprise funds and internal service funds, have fund balance targets as shown in the list below. In most cases the specific targets for proprietary funds are a percentage of the annual, appropriated budget for that fund. (Percentage targets can also be described in terms of a number of months of operating costs. For example, a fund balance reserve target equal to 8.3% is the same as a reserve target equal to one month of operating expenditures; 16.7% equals two months expenditures and 25% equals three months.) For the purpose of setting target amounts for the proprietary funds, estimated fund balance amounts are determined based on a budgetary fund balance.

For those proprietary funds that have targets not based on the annual operating costs, notation as to the basis for determining the target is stated. Enterprise funds dependent upon an annual subsidy from the General Fund do not have a fund balance target; if in the future, the enterprise fund becomes self supporting, consideration will be given to establishing a fund balance target.

Unless otherwise noted, the targets shown below are a percentage of the annual, appropriated budget.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

Enterprise Funds

Water Resources – 25% (8.3% in operating fund, 16.7% in water cost stabilization fund)
Stormwater Utility Fund – 16.7%
Sanitation Operating Fund – 16.7%
Sanitation Equipment Replacement Fund – 25% of equipment replacement cost
Airport – no target
Marina – 8.3%
Golf Courses – 8.3%
Jamestown – 8.3%
Port – no target
Parking Fund – no target
Mahaffey Theater Fund – no target
Pier Fund – no target
Coliseum Fund – no target
Sunken Gardens Fund – no target
Tropicana Field Fund – no target

Internal Service Funds

Fleet Management Fund – 8.3%
Equipment Replacement Fund – 25% of equipment replacement cost
Municipal Office Buildings Funds – 16.7%
Information and Communication Services – 16.7%
Technology and Infrastructure Fund - \$7,000,000 +/- \$2,000,000
Materials Management Fund – 8.3%
Health Insurance Fund – 50%
Life Insurance Fund – 25%
Self Insurance Fund – 50%
Commercial Insurance Fund – 50%
Workers' Compensation Fund – 25%
Billing and Collections Fund – 16.7%

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, Enterprise and Debt Service Funds. The Mayor submits to the City Council the 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 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.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 2 – BUDGET AND BUDGETARY DATA - (Continued)

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, Enterprise 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, Special Revenue, Enterprise 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, the reserve for prepaid costs and deposits are treated as unavailable in determining fund balance on the budgetary basis.

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR'S FUND BALANCE

Changes in Accounting Principles

For fiscal year 2010, the City has implemented Governmental Accounting Standard Board (GASB) Statement No. 51, "Accounting and Financial Reporting for Intangible Assets", Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments", Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions", Statement No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments," Statement No. 56, "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards", Statement No. 57, "OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans", and Statement No. 58, "Accounting and Financial Reporting for Chapter 9 Bankruptcies".

GASB Statement No. 51 requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. This statement is intended to improve financial reporting by reducing inconsistencies that have developed in accounting and financial reporting for intangible assets. The implementation of this statement did not result in any change in the City's financial statements.

GASB Statement No. 53 addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. It requires governments to measure derivative instruments, with the exception of synthetic guaranteed investment contracts that are fully benefit responsive, at fair value in their economic resources measurement focus financial statements. The implementation of this statement did not result in any change in the City's financial statements.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR'S FUND BALANCE – (Continued)

GASB Statement No. 54 enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. This statement redefines special revenue funds. The implementation of this statement resulted in the reclassification of certain funds and restatement of the City's financial statements.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB authoritative literature. The GAAP hierarchy consists of the sources of accounting principles used in the preparation of financial statements of state and local governmental entities that are presented in conformity with GAAP, and the framework for selecting those principles. The implementation of this statement did not result in any change in the City's financial statements.

GASB Statement No. 56 incorporates accounting and financial reporting guidance previously only contained in the American Institute of Certified Public Accountants' auditing literature into the GASB's accounting and financial reporting literature for state and local governments. The statement's guidance addresses related party transactions, going concern considerations, and subsequent events from the AICPA literature. The implementation of this statement did not result in any change in the City's financial statements.

GASB Statement No. 57 addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other Post employment benefit (OPEB) plans (that is, agent employers). The requirements in this Statement will allow more agent employers to use the alternative measurement method to produce actuarially based information for purposes of financial reporting and clarify that OPEB measures reported by agent multiple employer OPEB plans and their participating employers should be determined at the same minimum frequency and as of a common date to improve the consistency of reporting with regard to funded status and funding progress information. The implementation of this statement did not result in any change in the City's financial statements.

GASB Statement No. 58 provides accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The requirements in this Statement will provide more consistent recognition, measurement, display, and disclosure guidance for governments that file for Chapter 9 bankruptcy. The implementation of this statement did not result in any change in the City's financial statements.

Restatement of Prior Year's Fund Balance

The implementation of GASB Statement No. 54 had the following effect on fund balances of the major and nonmajor funds as they were previously reported.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR’S FUND BALANCE – (Continued)

	Fund Balance at September 30, 2009	Reclassification of Fund due to GASB 54	Restated Fund Balance at September 30, 2009
General	\$ 43,356,189	\$ 14,446,560	\$ 57,802,749
Utility Tax	9,373,587	(9,373,587)	-
Community Redevelopment Districts	2,501,388	-	2,501,388
Downtown Redevelopment District	4,834,336	-	4,834,336
Local Option Sales Surtax Improvement	36,141,635	8,284,619	44,426,254
Grants	2,962,279	(2,828,858)	133,421
Nonmajor Governmental Funds	<u>79,487,747</u>	<u>(13,765,820)</u>	<u>65,721,927</u>
Total Governmental Funds	<u>\$ 178,657,161</u>	<u>\$ (3,237,086)</u>	<u>\$ 175,420,075</u>
Water Resources	\$ 408,462,797	\$ -	\$ 408,462,797
Stormwater	124,794,148	-	124,794,148
Sanitation	18,135,196	-	18,135,196
Tropicana Field (in Nonmajor Govt funds in FY09)	-	114,937,198	114,937,198
Nonmajor Enterprise Funds	<u>42,787,092</u>	<u>74,493,356</u>	<u>117,280,448</u>
Total Proprietary Funds	<u>\$ 594,179,233</u>	<u>\$ 189,430,554</u>	<u>\$ 783,609,787</u>

There were no changes to the Internal Service Funds.

As a result of the fund classifications, net assets for governmental activities decreased \$189,430,554 from \$710,663,794 to \$521,233,240 as of September 30, 2009. Net assets for business-type activities increased \$189,430,554 from \$591,201,388 to \$780,631,942 as of September 30, 2009.

The increase in net assets was mainly attributed to the change of certain special revenue funds to enterprise funds which resulted in significant capital assets being recorded at the enterprise fund level which are not recorded at the special revenue fund level of financial reporting.

NOTE 4 - FUND BALANCES

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 4 - FUND BALANCES - (Continued)

	General	Community Redevelopment Districts	Downtown Redevelopment District	Local Option Sales Surtax Improvement	Grants	Nonmajor Governmental	Total Governmental Funds
Non Spendable							
Library	-	-	-	-	-	238,216	238,216
Kopsick Palm Arboretum	-	-	-	-	-	107,198	107,198
Prepaid Deposit and Inventory	63,585	-	-	-	-	8,378	71,963
<i>Total Non Spendable</i>	<u>63,585</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>353,792</u>	<u>417,377</u>
Restricted							
Bayboro Harbor District	-	151,662	-	-	-	-	151,662
Intown West District	-	502,419	-	-	-	-	502,419
Downtown Redevelopment	-	-	2,635,662	-	-	-	2,635,662
Public Safety Capital Improvement	-	-	-	9,998,647	-	-	9,998,647
City & Neighborhood Infrastructure Capital Improvement	-	-	-	25,185,571	-	-	25,185,571
Recreation and Culture Capital Improvement	-	-	-	7,682,184	-	-	7,682,184
City Facilities Capital Improvement	-	-	-	2,918,309	-	-	2,918,309
Fire Rescue and EMS Awards	-	-	-	-	-	31,472	31,472
Debt Service Payments	-	-	-	-	-	9,485,298	9,485,298
Public Safety	-	-	-	-	-	2,751,460	2,751,460
Housing Assistance	-	-	-	-	208,517	4,158,437	4,366,954
Recreation and Culture	-	-	-	-	-	9,285,671	9,285,671
Building Code Enforcement	-	-	-	-	-	604,838	604,838
<i>Total Restricted</i>	<u>-</u>	<u>654,081</u>	<u>2,635,662</u>	<u>45,784,711</u>	<u>208,517</u>	<u>26,317,176</u>	<u>75,600,147</u>
Committed							
General Capital Improvement	500,000	-	-	-	-	2,976,366	3,476,366
Housing Capital Improvement	-	-	-	-	-	833,021	833,021
Transportation Improvement	-	-	-	-	-	5,251,695	5,251,695
Downtown Parking Garage Improvements	-	-	-	-	-	10,857	10,857
Arts Programs	390,296	-	-	-	-	-	390,296
Economic Stability and Budget Shortfalls	25,477,576	-	-	-	-	-	25,477,576
Preservation Projects	911,820	-	-	-	-	-	911,820
Energy Conservation	750,000	-	-	-	-	-	750,000
Economic Development	560,000	-	-	-	-	-	560,000
Qualified Target Industry (QTI) Tax Refund Program	300,000	-	-	-	-	-	300,000
Recreation and Culture	-	-	-	-	-	7,799,944	7,799,944
<i>Total Committed</i>	<u>28,889,692</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,871,883</u>	<u>45,761,575</u>
Assigned							
General Capital Improvement	-	-	-	-	-	3,487,743	3,487,743
Transportation Improvement	-	-	-	-	-	15,135,680	15,135,680
Downtown Parking Garage Improvements	-	-	-	-	-	221,762	221,762
Public Safety Capital Improvement	25,690	-	-	-	-	-	25,690
Recreation and Culture Capital Improvement	245,570	-	-	-	-	3,474	249,044
Public Safety	66,723	-	-	-	-	-	66,723
Recreation and Culture	153,648	-	-	-	-	-	153,648
Community and Economic Development	51,005	-	-	-	-	-	51,005
General Government	58,457	-	-	-	-	-	58,457
Public Works	35,980	-	-	-	-	-	35,980
<i>Total Assigned</i>	<u>637,073</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,848,659</u>	<u>19,485,732</u>
Unassigned							
	23,849,003	-	-	-	-	-	23,849,003
Total Fund Balances	<u>53,439,353</u>	<u>654,081</u>	<u>2,635,662</u>	<u>45,784,711</u>	<u>208,517</u>	<u>62,391,510</u>	<u>165,113,834</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 5 – PROPERTY TAXES

A. CALENDAR OF PROPERTY TAX EVENTS

January 1, 2009 - Property taxes are based on assessed property value at this date as determined by the Pinellas County Property Appraiser.

June 1, 2009 – Estimate of taxable value, property assessment roll and certificates of value by County Property Appraiser provided to the City.

July 16, 2009 - Proposed tax millage rate approved by the City Council and provided to the County Property Appraiser, who mails notices to the taxpayers.

September 17, 2009 - Property tax millage rate resolution approved by the City Council.

October 1, 2009 - Beginning of fiscal year for which taxes are levied.

November 1, 2009 - Property Tax levy due and payable.

March 3, 2010 - County Property Appraiser notifies the City of taxable value on the final property tax assessment roll.

April 1, 2010 - Unpaid property taxes become delinquent and become a lien.

June 1, 2010 - 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, 2010, the approved operating millage was 5.9125 mills.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 6 – 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 for cash equivalents is distributed monthly based on a monthly average balance.

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 amounts of the City’s deposits were \$6,509,532 and the bank balances were \$6,655,115. Of the bank balances, \$6,655,115 was insured by federal depository insurance. During the past year Bank of America was a participant in the FDIC’s Transaction Account Guarantee Program, which means all non-interest bearing transaction accounts were fully guaranteed by the FDIC for the entire amount in the account.

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. On April 30, 2010, the banking services contract was extended for an additional one year period. The City also has an agreement with Bill 2 Pay, a division of Intuition Systems, Inc. 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 portfolios to identify cash flow requirements within the City as well as modifying interest rate and concentration risk. The short term portfolio contains investments in approved government money market funds and other authorized investments due within one year. The debt service portfolio contains short term 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 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 to be invested with two outside money managers for the Parks Preservation Fund.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 6 – DEPOSITS AND INVESTMENTS – (Continued)

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 (Florida Prime) is the same as the value of the pool shares. The fair value of the positions in the external investment Fund B is currently less than the book value of the fund's shares, and the Fair Value Factor at September 30, 2010 is .707058094 of each 1.00 share in the fund. The Local Government Surplus Funds Trust Fund A (Florida Prime) 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. The Local Government Surplus Fund B does not meet the requirements of a 2a-7 – like fund.

The City continues to maintain accounts with Local Governmental Surplus Funds Trust Fund and the remaining assets are separated into two funds, the "A" fund, which is the more liquid fund and the "B" fund, which holds the questionable remaining assets and no direct withdrawals can occur from this fund. As assets in the "B" fund mature or are sold the cash flow would be redistributed to the "A" fund and are available for withdrawal. The balances in these funds are identified below.

The Bank of America - Columbia Strategic Fund account is a separately run investment account for the City. Money is withdrawn from the account when investments mature or are sold. All investments within this separately managed account are included below under the Bank of America – Columbia Strategic Fund and are divided into five different categories of investments. There are seventeen investment positions with a fair value of \$1.29 million that are rated below investment grade or not rated. The fair market values of these investments by category are as follows: Corporate Bonds \$228,438, Asset Backed Obligations \$67,778 and the Mortgage Backed Securities \$992,179.

In May 2009, the city ended its participation in the Securities Lending program with Wachovia. All loans were repaid and the City was required to purchase a \$15,000,000 Lehman Brothers Note, at par, which is recorded at fair market value. Lehman Brothers is currently in bankruptcy and the city intends to hold the Note until bankruptcy court liquidation. The City recorded a \$13.1 million dollar unrecognized loss in Fiscal Year 2008 and had a \$695,000 unrecognized gain in 2009 and a \$542,007 unrecognized gain in 2010 due to the market value increase of the Lehman Position.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 6 – 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		\$ 5,355,666		8.1%
State of Florida Local Government Surplus Trust Fund A	AAA	7,371		0.0%
Morgan Stanley – Governmental Money Market	AAA	2,659,673		4.0%
AIM – Governmental Money Market	AAA	43,172,077		65.4%
Fidelity – Governmental Money Market	AAA	<u>14,828,171</u>		<u>22.5%</u>
TOTAL		<u>\$ 66,022,958</u>		<u>100.0%</u>
Investments:				
State of Florida Local Governmental Surplus Trust Fund B	Not Rated	\$ 162,304	N/A	0.0%
Bank of America – Columbia Strategic Fund				
Cash		16,369	N/A	0.0%
Corporate Bonds	Not Rated	579,031	N/A	0.2%
Asset Backed Obligations	AAA Thru CC	230,494	N/A	0.1%
Mortgage Backed Securities	AAA Thru D	3,308,761	N/A	0.9%
FHLB Mortgage Backed	AAA	7,107,398	3.3	1.9%
FHLMC Mortgage Backed	AAA	4,165,903	3.2	1.1%
FNMA Mortgage Backed	AAA	13,595,530	2.4	3.7%
Lehman Brothers	Not Rated	3,112,500	N/A	0.8%
Federal Agency Bond/Notes:				
US Treasury	AAA	10,273,650	2.9	2.8%
GNMA	AAA	2,945,653	1.8	0.8%
FFCB	AAA	15,088,280	1.2	4.1%
FHLB	AAA	41,386,940	0.7	11.2%
FAMC	AAA	42,068,780	1.7	11.4%
FHLMC	AAA	4,992,550	0.4	1.3%
STEP COUPON FHLB	AAA	16,065,057	0.7	4.3%
STEP COUPON FHLMC	AAA	33,205,610	0.4	9.0%
STEP COUPON FNMA	AAA	119,484,880	0.5	32.2%
FNMA	AAA	13,680,990	4.0	3.7%
Tennessee Valley Authority (TVA)	AAA	2,255,720	2.3	0.6%
Taxable Municipal Bonds	AAA thru A1	21,578,635	4.0	5.8%
Externally Managed Investments:				
Fidelity Government Portfolio	AAA	266,551	0.4	0.1%
Common Stock	N/A	8,756,865	N/A	2.4%
U.S. Agencies	AAA	2,285,665	3.0	0.6%
Collateralized Mortgage Obligations	AAA	98,805	0.4	0.1%
Corporate Bonds	AAA-A3	<u>3,421,147</u>	3.7	<u>0.9%</u>
TOTAL		<u>\$370,134,068</u>		<u>100.0%</u>

N/A = Modified Duration not available or not applicable

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 6 – DEPOSITS AND INVESTMENTS – (Continued)

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 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.

The State Board of Administration Fund B interest rate risk information is not available. An estimate of the Weighted Average Life (based on expected future cash flows) is 7.49 years at September 30, 2010. As the fund consists of defaulted or restructured securities there is considerable uncertainty regarding weighted average life.

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).

The State Board of Administration Fund B is not rated by any nationally recognized statistical rating agency. Certain other investments held in the Bank of America - Columbia Strategic Fund are also not rated by any nationally recognized rating agency.

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 Short-term money market funds. A maximum of 50% of the core portfolios may be invested in collateralized mortgage obligations. A maximum of 20% of the short-term portfolio may be invested in the Columbia Strategic 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, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 6 - 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>
Trust Accounts:				
Cash and Cash Equivalents:				
BOA Cash Reserve	AAA	\$ 2,845		<u>1.3%</u>
Total Cash and Cash Equivalents		<u>2,845</u>		<u>1.3%</u>
Investments:				
Charles Schwab Money Market	Not Rated	2,222	0.4	1.0%
American Income Stock Fund	Not Rated	105,220	N/A	47.4%
Columbia Equity Funds	Not Rated	42,873	N/A	19.3%
Columbia High Yield Bond Fund	Not Rated	6,947	N/A	3.1%
Columbia Total Return Bond Fund	Not Rated	61,057	N/A	27.5%
Columbia Real Estate Equity Fund	N/A	<u>792</u>	N/A	<u>0.4%</u>
Total Investment Accounts		<u>219,111</u>		<u>100.0%</u>
Total Trustee Accounts		<u>\$ 221,956</u>		

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

Cash \$ 50,480

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 6 - 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		\$ 1,135,941		
TOTAL AGENCY FUNDS		<u>\$ 1,135,941</u>		
Pension Funds (General Employees, Police and Firefighters)				
Cash and Cash Equivalents:				
Cash		\$ 15,080		0.0%
Institutional Money Markets	AAA	<u>11,403,199</u>	.13	<u>1.6%</u>
TOTAL		<u>11,418,279</u>		<u>1.6%</u>
Investments:				
U. S. Treasuries	AAA	1,691,590	26.39	.2%
U. S. Agencies	AAA	103,883,797	11.77	14.5%
Corporate Bonds	AA – A	130,922,865	5.34	18.3%
Common and Preferred Stock		401,412,003		56.2%
Commingled Foreign Stock Mutual Funds		57,310,200		8.0%
Real Estate		<u>8,225,330</u>		<u>1.2%</u>
TOTAL		<u>703,445,785</u>		<u>98.4%</u>
TOTAL PENSION FUNDS		<u>\$714,864,064</u>		<u>100.0%</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 5.3 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, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 6 - 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 single 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 managers 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 Employee Retirement System, 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 8.02 percent in equity co-mingled funds.

NOTE 7 - 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):

	<u>General</u>	Downtown Redevelopment <u>District</u>	LOSSI (*)	<u>Grants</u>	Nonmajor <u>Governmental</u>	Internal <u>Service</u>	<u>Total</u>
Accounts	\$ 1,795	\$ -	\$ 21	\$ 227	\$ 3,460	\$ 1,190	\$ 6,693
Taxes	6,691	-	-	-	-	-	6,691
Accrued Interest	184	13	236	-	128	349	910
Notes	2,846	-	-	6,012	6,215	-	15,073
Assessments	<u>560</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>560</u>
Total Governmental	12,076	13	257	6,239	9,803	1,539	29,927
Less: Allowance for uncollectible	<u>(1,020)</u>	<u>-</u>	<u>-</u>	<u>(157)</u>	<u>(2,314)</u>	<u>-</u>	<u>(3,491)</u>
Net Receivable	<u>\$ 11,056</u>	<u>\$ 13</u>	<u>\$ 257</u>	<u>\$ 6,082</u>	<u>\$ 7,489</u>	<u>\$ 1,539</u>	<u>\$ 26,436</u>

* Local Option Sales Surtax Improvement

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 7 – RECEIVABLES – (Continued)

Business-type Activities	<u>Water Resource</u>	<u>Stormwater</u>	<u>Sanitation</u>	<u>Tropicana Field</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>
Accounts	\$ 6,070	\$ 1,067	\$ 2,145	\$ 191	\$ 2,655	\$ 12,128
Accrued Interest	575	29	26	-	7	637
Unbilled Revenues	<u>3,095</u>	<u>-</u>	<u>115</u>	<u>-</u>	<u>-</u>	<u>3,210</u>
Total Business-type	<u>\$ 9,740</u>	<u>\$ 1,096</u>	<u>\$ 2,286</u>	<u>\$ 191</u>	<u>\$ 2,662</u>	<u>\$ 15,975</u>
Less: Allowance for uncollectible	<u>(280)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,990)</u>	<u>(2,270)</u>
Net Business-Type Receivable	<u>\$ 9,460</u>	<u>\$ 1,096</u>	<u>\$ 2,286</u>	<u>\$ 191</u>	<u>\$ 672</u>	<u>\$ 13,705</u>

Amounts actually written off during the year were \$53,799 for the General Fund, \$36,424 for the nonmajor Governmental Funds, \$1,226,422 for the Water Resources Fund, \$39,535 for the Stormwater Fund, \$36,568 for the Sanitation Fund and \$317,696 for the nonmajor Enterprise Funds.

The City had notes receivable in the following funds at September 30, 2010. 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%	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>1,496,351</u> <u>2,846,351</u>

GRANTS FUND

Community Development Block Grants

Various %	Mortgage notes of various term dates and interest rates for residential rehabilitation loans from the Community Development Block	
	Grants, due in various monthly payments.	484,587

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 7 – RECEIVABLES – (Continued)

HOME Grants

Various %	Mortgage notes of various term dates from individuals for residential rehabilitation and home buyer assistance loans, and from multi-family developers for acquisition, rehabilitation and or construction loans from the HOME Grants, due in various monthly payments.	<u>5,527,318</u>
		<u>6,011,905</u>

SPECIAL REVENUE FUNDS

Local Housing Assistance Trust

0.00%	Mortgage notes of various term dates from individuals for residential rehabilitation and home buyer assistance loans, and from multi-family developers for acquisition, rehabilitation and or construction loans from the State Housing Initiative Partnership Program, due in various monthly payments.	3,428,977
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Community Housing Trust

Various %	Mortgage notes of various dates and interest rates for multi-family developer acquisition and rehabilitation/construction notes from the Community Housing Trust Grants, due in monthly payments including interest.	<u>2,636,680</u>
		<u>6,065,357</u>

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.	<u>149,395</u>
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Total Governmental Notes Receivable \$15,073,308

NOTE 8 - CONTRACTS RECEIVABLE - DUE FROM OTHER GOVERNMENTAL AGENCIES

The City had contracts receivable due from other Governmental Agencies in the following funds at September 30, 2010.

ENTERPRISE FUNDS

Water Resources

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 8 - CONTRACTS RECEIVABLE - DUE FROM OTHER GOVERNMENTAL AGENCIES
-(Continued)

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. \$ 19,566,500

Less: Current Portion 704,838

Total Non-Current Portion \$ 18,861,662

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2010 is presented in the following schedules:

Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfer & GASB 54</u>	<u>Ending Balance</u>
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 143,708,862	\$ 1,175,261	\$ 4,483,904	\$(16,980,988)	\$ 123,419,231
Construction in progress	<u>12,046,106</u>	<u>30,405,919</u>	<u>28,182,040</u>	<u>-</u>	<u>14,269,985</u>
Total Capital Assets, not being depreciated	<u>155,754,968</u>	<u>31,581,180</u>	<u>32,665,944</u>	<u>(16,980,988)</u>	<u>137,689,216</u>
Capital assets, being depreciated:					
Buildings and systems	383,455,732	4,797,178	95,050	(234,900,850)	153,257,010
Improvements and Infrastructure	386,259,303	16,129,013	23,237	(20,759,149)	381,605,930
Machinery and equipment	<u>164,857,268</u>	<u>6,729,306</u>	<u>12,126,325</u>	<u>(20,768,405)</u>	<u>138,691,844</u>
Total Capital Assets being depreciated	<u>934,572,303</u>	<u>27,655,497</u>	<u>12,244,612</u>	<u>(276,428,404)</u>	<u>673,554,784</u>
Less accumulated depreciation for:					
Buildings and systems	140,373,572	3,902,727	95,360	(80,402,230)	63,778,709
Improvements and Infrastructure	203,141,859	12,160,590	4,278	(11,936,746)	203,361,425
Machinery and equipment	<u>128,137,679</u>	<u>10,586,150</u>	<u>12,061,901</u>	<u>(14,580,795)</u>	<u>112,081,133</u>
Total accumulated depreciation	<u>471,653,110</u>	<u>26,649,467</u>	<u>12,161,539</u>	<u>(106,919,771)</u>	<u>379,221,267</u>
Total Capital Assets, being depreciated, net	<u>462,919,193</u>	<u>1,006,030</u>	<u>83,073</u>	<u>(169,508,633)</u>	<u>294,333,517</u>
Governmental activities Capital Assets, net	<u>\$ 618,674,161</u>	<u>\$ 32,587,210</u>	<u>\$ 32,749,017</u>	<u>\$(186,489,621)</u>	<u>\$ 432,022,733</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 9 - CAPITAL ASSETS - (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfer & GASB 54</u>	<u>Ending Balance</u>
Business-type Activities:					
Capital assets, not being depreciated:					
Land	\$ 12,409,008	\$ 25,670	\$ 500	\$ 16,980,988	\$ 29,415,166
Construction in progress	<u>26,378,149</u>	<u>33,024,653</u>	<u>52,222,089</u>	-	<u>7,180,713</u>
Total Capital Assets, not being depreciated	<u>38,787,157</u>	<u>33,050,323</u>	<u>52,222,589</u>	<u>16,980,988</u>	<u>36,595,879</u>
Capital assets, being depreciated:					
Buildings and systems	31,385,127	18,328,503	2,197,919	235,387,261	282,902,972
Improvements other than buildings	63,338,060	4,562,717	1,912,792	20,272,769	86,260,754
Machinery and equipment	54,192,626	2,541,625	5,254,059	20,768,857	72,249,049
Utility Systems	<u>798,906,345</u>	<u>34,355,843</u>	-	<u>(483)</u>	<u>833,261,705</u>
Total Capital Assets being depreciated	<u>947,822,158</u>	<u>59,788,688</u>	<u>9,364,770</u>	<u>276,428,404</u>	<u>1,274,674,480</u>
Less accumulated depreciation for:					
Buildings and systems	10,995,170	6,122,451	1,442,920	80,402,230	96,076,931
Improvements other than buildings	27,946,999	4,846,264	1,678,841	11,936,746	43,051,168
Machinery and equipment	45,982,865	3,894,713	5,036,809	14,580,795	59,421,564
Utility Systems	<u>278,524,233</u>	<u>17,455,375</u>	-	-	<u>295,979,608</u>
Total accumulated depreciation	<u>363,449,267</u>	<u>32,318,803</u>	<u>8,158,570</u>	<u>106,919,771</u>	<u>494,529,271</u>
Total Capital Assets, being depreciated, net	<u>584,372,891</u>	<u>27,469,885</u>	<u>1,206,200</u>	<u>169,508,633</u>	<u>780,145,209</u>
Business-type Activities Capital Assets, net	<u>\$623,160,048</u>	<u>\$ 60,520,208</u>	<u>\$ 53,428,789</u>	<u>\$186,489,621</u>	<u>\$816,741,088</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 9 - CAPITAL ASSETS - (Continued)

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

Governmental Activities:	
General Government	\$ 7,383,577
Community and Economic Development	1,967,995
Public Safety – Police	1,463,720
Public Safety – Fire and EMS	1,445,664
Public Works, including depreciation of general infrastructure assets	7,969,681
Recreation and Culture	<u>6,418,830</u>
Total depreciation expense – governmental activities	<u>\$ 26,649,467</u>
Business-type Activities:	
Water Resources	\$ 15,221,246
Stormwater	5,454,045
Sanitation	2,542,117
Tropicana	3,887,549
Other nonmajor business-type funds	<u>5,213,846</u>
Total depreciation expense – business-type activities	<u>\$ 32,318,803</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 9 - 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, 2010, are summarized as follows:

	<u>Construction Contracts</u>	<u>Estimated Additional Costs to Complete Projects in Progress</u>	<u>Total Additional Costs to Complete Projects in Progress</u>
CAPITAL PROJECTS FUNDS			
General Capital Improvement	\$ 2,959,065	\$ 19,870,454	\$ 22,829,519
Local Option Sales Surtax Improvement	6,322,412	31,398,259	37,720,671
Housing Capital Improvement	-	598,283	598,283
Transportation Improvement	5,251,695	13,474,221	18,725,916
Downtown Parking Garage	10,857	231,005	241,862
Weeki Wachee	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Capital Projects Funds	<u>\$ 14,549,029</u>	<u>\$ 65,572,222</u>	<u>\$ 80,121,251</u>
ENTERPRISE FUNDS			
Water Resources	\$ 7,634,545	\$ 15,539,560	\$ 23,174,105
Stormwater	5,431,080	17,101,527	22,532,607
Sanitation	1,939,453	-	1,939,453
Tropicana	18,452	-	18,452
Other nonmajor business-type funds	<u>1,408,688</u>	<u>4,148,629</u>	<u>5,557,317</u>
Total Enterprise Funds	<u>\$ 16,432,218</u>	<u>\$ 36,789,716</u>	<u>\$ 53,221,934</u>
INTERNAL SERVICE FUNDS			
Equipment Maintenance	\$ 1,347,208	-	\$ 1,347,208
Facilities Maintenance	28,200	-	28,200
Information and Communication Services	306,476	-	306,476
Consolidated Inventory	39,760	-	39,760
Billing and Collections	<u>(26,397)</u>	<u>-</u>	<u>(26,397)</u>
	<u>\$ 1,695,247</u>	<u>\$ -</u>	<u>\$ 1,695,247</u>
SPECIAL REVENUE FUNDS			
American Recovery & Rehabilitation Act	\$ 233,397	\$ 746,609	\$ 980,006
Local Housing Assistance Trust	2,389	581,464	583,853
Community Housing Trust	-	1,634,320	1,634,320
Grants	<u>387,269</u>	<u>5,986,376</u>	<u>6,373,645</u>
	<u>\$ 623,055</u>	<u>\$ 8,948,769</u>	<u>\$ 9,571,824</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2010

NOTE 10 - 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	\$ 5,028	\$ (8,972)
Expenditures	<u>14,000</u>	<u>175</u>	<u>13,825</u>
Excess of Revenues Over Expenditures	-	4,853	4,853
Budgetary Fund Balance October 1, 2009	45,627	45,627	-
Reserve for Encumbrances – October 1, 2009	<u>-</u>	<u>-</u>	<u>-</u>
Budgetary Fund Balance September 30, 2010	<u>\$45,627</u>	50,480	<u>\$ 4,853</u>
Reconciliation of Budget to GAAP Reporting Reserve for Encumbrances – September 30, 2010		<u>-</u>	
Fund Balance September 30, 2010		<u>\$ 50,480</u>	

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 11 - INTERFUND RECEIVABLES, PAYABLES, TRANSFERS, AND ADVANCES

The composition of due to/from other funds as of September 30, 2010, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Grants	\$ 964,142
	Tropicana Field	187,565
	Nonmajor governmental funds	1,432,878
	Nonmajor enterprise fund	1,508,202
Nonmajor governmental fund	Downtown Redevelopment District	2,094,130
	Local Option Sales Surtax	60,619
Internal Service Fund	Internal Service Fund	<u>1,615,039</u>
	Total	<u>\$ 7,862,575</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 in fiscal year 2008 to cover debt covenant requirements of the debt service fund. The advance is considered long term.

The composition of interfund transfers during fiscal year 2010 are as follows:

Interfund Transfers of Financial Assets:

	General Fund	Community Redevelopment District	Downtown Redevelopment District	Nonmajor Governmental	Internal Service	Water Resources	Tropicana	Nonmajor Business-type	Total Transfers Out
General Fund	\$ -	\$ 4,856,894	\$ -	\$ 13,559,834	\$ 1,584,344	\$ -	\$ 1,102,000	\$ 4,361,456	\$ 25,464,528
Community Redevelopment District	-	-	8,213,827	2,480,000	-	-	-	-	10,693,827
Downtown Redevelopment District	-	-	-	10,528,854	-	-	-	-	10,528,854
Local Option Sales Surtax Improvement	46,560	-	-	-	-	-	-	-	46,560
Grants	558,058	-	-	283,095	-	-	-	-	841,153
Nonmajor Governmental	406,164	-	-	2,049,888	-	242,873	-	-	2,698,925
Internal Service	399,996	-	-	-	-	-	-	-	399,996
Water Resources	9,472,860	-	-	-	-	-	-	-	9,472,860
Stormwater	1,740,792	-	-	-	-	-	-	-	1,740,792
Sanitation	3,016,020	-	-	-	-	-	-	-	3,016,020
Nonmajor Business-type	699,096	-	-	250,000	-	-	-	-	949,096
Total Transfers in	\$ 16,339,546	\$ 4,856,894	\$ 8,213,827	\$ 29,151,671	\$ 1,584,344	\$ 242,873	\$ 1,102,000	\$ 4,361,456	\$ 65,852,611

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 11 - INTERFUND RECEIVABLES, PAYABLES, TRANSFERS, AND ADVANCES – (Continued)

Interfund Transfers of Capital Assets:

Transfers Out:	General	Stormwater	Non-Major Enterprise	Internal Service	Total Transfers Out:
General	\$ -	\$ 5,033,333	\$ 317,718	\$ 28,132	\$ 5,379,183
Water	-	124,514	7,529	-	132,043
Stormwater	-	-	-	1,343	1,343
Sanitation	-	-	-	1,446	1,446
Non-Major Enterprise	19,557	-	-	1,684	21,241
Internal Services	85,645	-	-	-	85,645
Total Transfers In:	<u>\$ 105,202</u>	<u>\$ 5,157,847</u>	<u>\$ 325,247</u>	<u>\$ 32,605</u>	<u>\$ 5,620,901</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.

NOTE 12 – OPERATING LEASE OBLIGATIONS

The City has entered into several non-cancelable operating lease agreements for equipment which end on various dates through 2015, with an option for an additional five year term. The cost of the fiscal year was \$507,346. The following is a schedule by years of the future rentals on non-cancelable leases as of September 30, 2010:

Fiscal Year Ending September 30:	2011	\$456,725
	2012	151,648
	2013	89,389
	2014	28,048
	2015	<u>10,933</u>
Total Minimum Future Rentals		<u>\$736,743</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 13 - LONG - TERM OBLIGATIONS

The following is a summary of changes in long-term liabilities of the City for the fiscal year ended September 30, 2010. Compensated absences are paid from the fund in which they occur. The beginning balances have been adjusted as described in Note 3. (In thousands of dollars.)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<u>Governmental Activities</u>					
Bonds and Notes Payable:					
Revenue Bonds	\$ 92,830	\$ -	\$ (15,640)	\$ 77,190	\$ 13,615
Notes	<u>38,855</u>	<u>-</u>	<u>(2,126)</u>	<u>36,729</u>	<u>2,216</u>
	131,685	-	(17,766)	113,919	15,831
Unamortized premiums, discounts and deferred amounts on refunding for Bonds	276	-	(302)	(26)	-
Unamortized premiums, discounts and deferred amounts on refunding for Notes	<u>(210)</u>	<u>-</u>	<u>48</u>	<u>(162)</u>	<u>-</u>
Total Bonds and Notes Payable	131,751	-	(18,020)	113,731	15,831
Claims and judgments	18,383	10,637	(5,155)	23,865	6,681
Compensated absences	15,261	967	(921)	15,307	687
Contingent Liability	<u>1,823</u>	<u>-</u>	<u>(37)</u>	<u>1,786</u>	<u>-</u>
Subtotal before OPEB Liability	167,218	11,604	(24,133)	154,689	23,199
OPEB Liability	<u>15,597</u>	<u>5,098</u>	<u>-</u>	<u>20,695</u>	<u>-</u>
Governmental activity Long-term liabilities	<u>\$ 182,815</u>	<u>\$ 16,702</u>	<u>\$ (24,133)</u>	<u>\$ 175,384</u>	<u>\$ 23,199</u>
<u>Business-Type Activities</u>					
Bonds and Notes Payables and Capitalized Lease:					
Revenue Bonds	\$ 224,525	\$ -	\$ (3,430)	\$ 221,095	\$ 4,080
Notes	28,049	-	(3,399)	24,650	1,800
Capitalized Lease	<u>4</u>	<u>-</u>	<u>(4)</u>	<u>-</u>	<u>-</u>
	252,578	-	(6,833)	245,745	5,880
Unamortized discount and deferred amount on refunding	<u>(1,955)</u>	<u>-</u>	<u>50</u>	<u>(1,905)</u>	<u>-</u>
Total Bonds and Notes Payable and Capitalized Lease	<u>250,623</u>	<u>-</u>	<u>(6,783)</u>	<u>243,840</u>	<u>5,880</u>
Compensated absences	<u>3,795</u>	<u>272</u>	<u>(287)</u>	<u>3,780</u>	<u>228</u>
Subtotal before OPEB Liability	254,418	272	(7,070)	247,620	6,108
OPEB Liability	<u>3,598</u>	<u>1,433</u>	<u>-</u>	<u>5,031</u>	<u>-</u>
Business-type activity Long-term liabilities	<u>\$ 258,016</u>	<u>\$ 1,705</u>	<u>\$ (7,070)</u>	<u>\$ 252,651</u>	<u>\$ 6,108</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 13 – LONG - TERM OBLIGATIONS – (Continued)

On December 21, 2007, the City entered into an agreement with The Young Men’s Christian Association of Greater St. Petersburg, Florida, Inc. (YMCA). The agreement laid out the terms of a new construction project at the Childs Park Sports Complex. The YMCA agreed to build, operate and manage a new YMCA Community Center and the City desired to operate a branch of the City’s library system and provide for a community meeting room/auditorium for the benefit and use by the citizens of St. Petersburg within the newly constructed complex. The City committed to contributing \$1,000,000 towards the construction. The building was completed in October 2008. Per the terms of the agreement, upon completion, the YMCA donated the building to the City and the City subsequently leased it back to the YMCA for \$30 for thirty years, with an extension option for another thirty years. (The building is included in Buildings and Systems under Governmental Activities in Note 7 – Capital Assets). In the event of early termination of the lease by the City or if the City refuses to grant a request for the new lease extension, the City shall reimburse the YMCA for the unamortized portion of its total project costs less the \$1,000,000 that the City has already contributed. This liability is contingent upon the City terminating the lease. The YMCA’s portion of the cost (net of the \$1,000,000 paid by the City) of \$1,860,910 shall be amortized over a 50-year period, per the terms of the lease. The annual amortization of \$37,218 will be recognized as contribution revenue. During fiscal year 2010, \$37,218 was amortized and recognized as contribution revenue on the city wide financial statements leaving a balance of \$1,786,474 at September 30, 2010, which is included in the long term obligations for Governmental Activities on page D-48.

Bonds and Notes Payable and Capitalized Lease by major and non-major businesses: (In thousands of dollars.)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Water Resources	\$ 223,205	\$ -	\$ (4,630)	\$ 218,575	\$ 5,314
Stormwater	21,048	-	(138)	20,910	146
Non-major Business Activities	<u>8,325</u>	<u>-</u>	<u>(2,065)</u>	<u>6,260</u>	<u>420</u>
	252,578	-	(6,833)	245,745	5,880
Unamortized discount and deferred amount on refunding	<u>(1,955)</u>	<u>-</u>	<u>50</u>	<u>(1,905)</u>	<u>-</u>
Total Bonds and Notes Payable and Capitalized Lease	<u>\$ 250,623</u>	<u>\$ -</u>	<u>\$ (6,783)</u>	<u>\$ 243,840</u>	<u>\$ 5,880</u>

Since 1998, the City has requested and received loans from the State of Florida Revolving Loan 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:

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 13 – LONG - TERM OBLIGATIONS – (Continued) (In thousands of dollars)

<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	\$ 13,228	\$ 7,897	3.11-3.18%	09/15/20
May 4, 2000	09/15/03	CS120521020	3,587	2,504	3.33%	11/15/22
Nov. 27, 2001	09/15/03	CS12052104P	446	319	3.05%	09/15/23
Nov. 8, 2001	09/05/04	CS120521030	5,852	4,211	2.93-3.05%	09/15/23
Dec. 5, 2001	01/15/04	CS12052105A	392	150	2.96%	01/15/24
Dec. 5, 2003	01/15/04	CS12052105L	4,519	3,309	2.96%	01/15/24
			<u>\$ 28,024</u>	<u>\$ 18,390</u>		

Debt Service requirements at September 30, 2010 were as follows (In thousands of dollars):

<u>Year End</u> <u>September 30</u>	<u>Governmental Activities</u>			
	<u>Revenue Bonds</u>		<u>Notes</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 13,615	\$ 3,398	\$ 2,216	\$ 1,652
2012	14,275	2,715	2,312	1,566
2013	8,115	2,162	2,724	1,443
2014	8,510	1,753	5,057	1,256
2015	8,930	1,327	5,217	1,016
2016 – 2020	14,235	3,193	16,836	2,096
2021 – 2025	8,145	1,295	2,367	49
2026	<u>1,365</u>	<u>32</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 77,190</u>	<u>\$ 15,875</u>	<u>\$ 36,729</u>	<u>\$ 9,078</u>

<u>Year End</u> <u>September 30</u>	<u>Business-type Activities</u>					
	<u>Water Resources</u>			<u>Stormwater</u>		
	<u>Revenue Bonds</u>		<u>Notes</u>	<u>Revenue Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 3,934	\$ 9,143	\$ 1,380	\$ 563	\$ 146	\$ 909
2012	4,040	9,038	1,424	519	150	903
2013	4,147	8,896	1,468	474	158	897
2014	4,325	8,712	1,492	428	160	891
2015	4,512	8,517	1,516	382	168	884
2016 – 2020	24,412	39,295	8,327	1,161	2,338	4,285
2021 – 2025	24,024	34,115	2,783	154	9,016	3,003
2026 – 2030	32,506	27,937	-	-	8,774	806
2031 – 2035	51,390	18,337	-	-	-	-
2036 – 2040	<u>46,895</u>	<u>5,970</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 200,185</u>	<u>\$ 169,960</u>	<u>\$ 18,390</u>	<u>\$ 3,681</u>	<u>\$ 20,910</u>	<u>\$ 12,578</u>

CITY OF ST. PETERSBURG, FL
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2010

NOTE 13 – LONG - TERM OBLIGATIONS – (Continued) (In thousands of dollars)

Non-Major Business Activities

<u>Year End</u> <u>September 30</u>	<u>Notes</u>	
	<u>Principal</u>	<u>Interest</u>
2011	\$ 420	\$ 248
2012	435	231
2013	455	214
2014	470	196
2015	490	178
2016 – 2020	2,735	595
2021 – 2023	<u>1,255</u>	<u>78</u>
Total	<u>\$ 6,260</u>	<u>\$ 1,740</u>

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

	<u>Original</u> <u>Issue Par</u>	<u>Debt Payable</u> <u>09/30/10</u>	<u>Interest</u> <u>Requirements</u> <u>To Maturity</u>	<u>Total</u>
<u>Revenue Bonds</u>				
2001 Public Improvement Refunding Revenue	\$ 18,665	\$ 12,770	\$ 646	\$ 13,416
1993 Excise Tax Secured Revenue	114,305	42,975	6,788	49,763
2003 Professional Sports Facility	27,185	21,445	8,441	29,886
2003 Public Utility Revenue	45,000	43,915	38,793	82,708
2005 Public Utility Revenue	50,420	48,515	43,025	91,540
2006 Public Utility Refunding Revenue	52,550	52,275	31,444	83,719
2009A Public Utility Revenue	53,015	53,015	63,812	116,827
2009B Public Utility Refunding Revenue	<u>23,375</u>	<u>23,375</u>	<u>5,464</u>	<u>28,839</u>
Total Revenue Bonds	<u>\$ 384,515</u>	298,285	198,413	496,698
Less: Unamortized Premiums, Discounts and Deferred Amounts on Refunding		<u>(1,876)</u>	-	<u>(1,876)</u>
Net Revenue Bonds		<u>296,409</u>	<u>198,413</u>	<u>494,822</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 13 – LONG - TERM OBLIGATIONS – (Continued) (In thousands of dollars)

	<u>Original Issue Par</u>	<u>Debt Payable 09/30/10</u>	<u>Interest Requirements To Maturity</u>	<u>Total</u>
<u>Notes</u>				
2001 FFGFC Note	17,480	13,485	2,651	16,136
2007 FFGFC Note	7,430	6,260	1,740	8,000
2008A Bank of America Note	21,982	21,586	5,940	27,526
2008B Bank of America Note	1,874	1,658	486	2,144
State Revolving Loans	<u>28,024</u>	<u>18,390</u>	<u>3,682</u>	<u>22,072</u>
Total Notes	<u>\$ 76,790</u>	61,379	14,499	75,878
Less: Unamortized Premiums, Discounts and Deferred Amounts on Refunding		<u>(217)</u>	-	<u>(217)</u>
Net Notes		<u>61,162</u>	<u>14,499</u>	<u>75,661</u>
Total All Bonds and Notes		<u>\$ 357,571</u>	<u>\$ 212,912</u>	<u>\$ 570,483</u>

Bonds outstanding at September 30, 2010, mature in varying amounts during succeeding fiscal years through 2040. Interest rates are as follows: 2.0% to 5.25% on Revenue Bonds, and 2.93% to 4.79% on Notes Payable.

The Professional Sports Facility Sales Tax Refunding Revenue Bonds, the Excise Tax Revenue Bonds, the Public Improvement Revenue Refunding Bonds and the Public Utility Revenue and Refunding Bonds and Notes are all secured by pledged revenue from the Professional Sports Facility Sales Tax fund, the Excise Tax fund, the CRA fund and the Water Resources and Stormwater funds, respectively. Revenues received are transferred into the debt services funds up to the amount of principal and interest required for the year. All remaining revenues are used for other purposes as specified by the fund.

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, 2010, the City believes it is in compliance with these requirements.

NOTE 14 – ARBITRAGE REBATE

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

There is no arbitrage rebate liability as of September 30, 2010.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 15 – CONDUIT DEBT OBLIGATION

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, 2010, there were nine series of Private Activity Bonds outstanding that have been issued since December 1, 2002. The aggregate principal amount of all Outstanding Private Activity Bonds can not be determined; however the original issue amounts totaled \$261 million, including three refunding issues totaling \$105 million.

NOTE 16 – DEFEASED DEBT

During fiscal year 2006, the City entered into an advance refunding transaction of the Public Utility revenue Bonds, Series 1999A. 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.

The final payment to bondholders for the Public Utility Revenue Bonds, Series 1999A was made by the Trustee on October 1, 2009. At September 30, 2010, the City did not have any defeased debt.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 17 – NET INTEREST EXPENSE ON DEBT

The computation of interest expense on debt in the Enterprise Funds, net of capitalized interest at September 30, 2010 is shown below:

	<u>Water Resources</u>	<u>Stormwater</u>	<u>Marina</u>	<u>Golf Courses</u>
Interest Paid on Debt	\$ 8,215,479	\$ 914,977	\$ 264,271	\$ 17
Less:				
Accrued Interest 9/30/09	(3,691,640)	(458,890)	(66,068)	-
Plus:				
Accrued Interest 9/30/10	4,668,033	456,086	62,018	-
Interest Expense on State Revolving Loan	604,906	-	-	-
Amortization of Deferred Gain/Loss on Bond Refunding	<u>142,690</u>	<u>60,512</u>	<u>-</u>	<u>-</u>
Interest Cost	9,939,468	972,685	260,221	17
Less:				
Capitalized Interest	<u>(2,059,277)</u>	<u>(117,680)</u>	<u>(260,221)</u>	<u>-</u>
Net Interest Expense on Debt	<u>\$ 7,880,191</u>	<u>\$ 855,005</u>	<u>\$ -</u>	<u>\$ 17</u>

NOTE 18 – 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	\$ 9,434,392
Revenue bond future debt service amount	5,681,189
Bond proceeds for construction	<u>22,697,327</u>
Total	<u>\$37,812,908</u>

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 five years. The City has not made any claims under the City's property insurance policies in the past five years.

General and Automotive Liability:

State statutes limit municipal liability associated with tort actions to \$100,000 per person and \$200,000 per occurrence except under certain circumstances. The limit will increase to \$200,000 per person and

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 19 – RISK MANAGEMENT – (Continued)

\$300,000 per occurrence as of October 1, 2011 and that increase applies to claims on or after that date. The City obtained an actuarial valuation of the outstanding claims as of September 30, 2010.

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, 2010.

Group Medical:

The City is fully insured for group medical coverage. On April 1, 2010, the City contracted with United Health Care for the group medical insurance plan. The plan is funded by employee contributions and by City contributions. The City contributions are allocated to the different funds of the City based on employee participation in the plan.

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.

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 liabilities for all self-insured risks are reported as accrued claims in the Insurance Fund which includes an estimate for incurred but not reported claims.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 19 – RISK MANAGEMENT – (Continued)

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 9/30/08	\$ 12,389,000	\$ 5,821,000	\$ 18,210,000
Paid Claims	(4,169,735)	(786,424)	(4,956,159)
Incurred Claims	<u>5,402,735</u>	<u>(273,576)</u>	<u>5,129,159</u>
Balance 9/30/09	13,622,000	4,761,000	18,383,000
Paid Claims	(4,883,812)	(271,642)	(5,155,454)
Incurred Claims	<u>9,968,812</u>	<u>668,642</u>	<u>10,637,454</u>
Balance 9/30/10	<u>\$ 18,707,000</u>	<u>\$ 5,158,000</u>	<u>\$ 23,865,000</u>

Current portion of claims liabilities were estimated at \$5,260,000 for Workers' Compensation and \$1,421,000 for Auto and General Liability as of September 30, 2010. Actuarial valuation of the claims liabilities were calculated as of September 30, 2009 and 2010.

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 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 and employees not covered by a collective bargaining agreement (effective 10/22/09) 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, 2010.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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>
ASSETS				
Cash and Cash Equivalents				
Demand Deposits	\$ 7,818	\$ 100	\$ 7,162	\$ 15,080
Trustee Accounts	<u>3,928,215</u>	<u>3,040,781</u>	<u>4,434,203</u>	<u>11,403,199</u>
Total Cash and Cash Equivalents	<u>3,936,033</u>	<u>3,040,881</u>	<u>4,441,365</u>	<u>11,418,279</u>
Receivables				
Unsettled Investment Sales	-	-	-	-
Interest and Dividends	<u>924,263</u>	<u>602,160</u>	<u>1,140,239</u>	<u>2,666,662</u>
Total Receivables	<u>924,263</u>	<u>602,160</u>	<u>1,140,239</u>	<u>2,666,662</u>
Investments, at Fair Value				
Government Securities	40,124,735	24,189,019	41,261,633	105,575,387
Corporate Bonds	50,949,209	33,218,492	46,755,164	130,922,865
Common and Preferred Stock	164,591,154	111,319,570	182,811,479	458,722,203
Real Estate	<u>-</u>	<u>-</u>	<u>8,225,330</u>	<u>8,225,330</u>
Total Investments	<u>255,665,098</u>	<u>168,727,081</u>	<u>279,053,606</u>	<u>703,445,785</u>
TOTAL ASSETS	<u>260,525,394</u>	<u>172,370,122</u>	<u>284,635,210</u>	<u>717,530,726</u>
LIABILITIES				
Payables				
Accounts	5,911	-	1,466,797	1,472,708
Unsettled Investment Purchases	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>5,911</u>	<u>-</u>	<u>1,466,797</u>	<u>1,472,708</u>
NET ASSETS				
Held in Trust for Pension Benefits	<u>\$ 260,519,483</u>	<u>\$ 172,370,122</u>	<u>\$283,168,413</u>	<u>\$716,058,018</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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)	\$ 12,102,928	\$ 10,068,034	\$ 10,205,894	\$32,376,856
Employees	1,519,855	1,059,228	2,260,332	4,839,415
State Insurance Fund	<u>-</u>	<u>1,911,856</u>	<u>1,712,441</u>	<u>3,624,297</u>
Total Contributions	<u>13,622,783</u>	<u>13,039,118</u>	<u>14,178,667</u>	<u>40,840,568</u>
Investment Income				
Net Appreciation in Fair Value of Investments	13,720,189	9,536,789	16,567,850	39,824,828
Interest on Investments	3,549,355	2,892,917	3,626,109	10,068,381
Dividends on Stock	<u>2,951,176</u>	<u>1,412,112</u>	<u>3,054,401</u>	<u>7,417,689</u>
Total Investment Income	20,220,720	13,841,818	23,248,360	57,310,898
Less Investment Expense	<u>(1,131,867)</u>	<u>(604,596)</u>	<u>(1,009,251)</u>	<u>(2,745,714)</u>
Net Investment Income	<u>19,088,853</u>	<u>13,237,222</u>	<u>22,239,109</u>	<u>54,565,184</u>
Total Additions	<u>32,711,636</u>	<u>26,276,340</u>	<u>36,417,776</u>	<u>95,405,752</u>
DEDUCTIONS				
Benefits	13,058,704	11,973,108	16,068,919	41,100,731
DROP Contributions	1,142,260	2,615,835	1,873,919	5,632,014
Refund of Contributions	332,850	36,613	1,461,896	1,831,359
Administrative Expenses	<u>72,920</u>	<u>85,100</u>	<u>64,060</u>	<u>222,080</u>
Total Deductions	<u>14,606,734</u>	<u>14,710,656</u>	<u>19,468,794</u>	<u>48,786,184</u>
NET INCREASE	18,104,902	11,565,684	19,948,982	46,619,568
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS BEGINNING OF YEAR – OCTOBER 1				
	<u>242,414,581</u>	<u>160,804,438</u>	<u>266,219,431</u>	<u>669,438,450</u>
END OF YEAR – SEPTEMBER 30	<u>\$ 260,519,483</u>	<u>\$ 172,370,122</u>	<u>\$283,168,413</u>	<u>\$716,058,018</u>

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

The General Employees, 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. This method is intended to provide for a funding of normal costs as a level percentage of payroll over time and 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, 2010, is approximately \$168.3 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, 2009.

	<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	\$ 81,206,902	\$ 16,613,368	\$ 33,890,712
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 for fire and police, 7.75% for general employees) 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, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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	36	1,041	236	141	234	252
Terminated Employees Entitled to But Not Yet Receiving Benefits	-	243	-	11	-	72
Current Active Employees	-	1,643	-	248	-	494
Drop Plan Participants	<u>-</u>	<u>54</u>	<u>-</u>	<u>50</u>	<u>-</u>	<u>43</u>
Total Members	<u>36</u>	<u>2,981</u>	<u>236</u>	<u>450</u>	<u>234</u>	<u>861</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)	(9)	(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.
 - (9) Ad hoc for members retired prior to 10/1/08. For members retired 10/1/08 or later, at age 60, COLA based on available State Premium Tax dollars, not to exceed 2%.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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)	7.75% (1)	7.75% (1)	8% (1)	8%	8%	8%
Salary Increases	N/A	(1) (2)	N/A	(1) (2)	N/A	(1) (2)
Mortality Table	RP-2000 (9)	RP-2000 (9)	RP-2000 (9)	RP-2000 (9)	RP-2000 (9)	RP-2000 (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%(11)	1.5%(11)	4.0%	(10)	4.0%	2% (8) (12)
Amortization Method	(5)	(5)	(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%. Investment Return Assumptions effective 10/1/2009.
- (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 (3.0% per year).
- (6) UFAAL at 10/01/80 are being funded over 34 years plus 30 year amortization of future changes in the UFAAL for the plan, assumption, and method changes through 10/01/2009 plus 30 year amortization of future changes in the UFAAL after 10/01/2009 all are closed periods).
- (7) UAAL at 10/01/79 are being funded over 40 years plus 30 year amortization of future changes in the UFAAL (both are closed periods).
- (8) Beginning at age 60.
- (9) Fully generational, with blue collar adjustment for Police and Fire – effective 10/1/2009.
- (10) Ad hoc for members retired prior to 10/1/08. For members retired 10/1/08 or later, at age 60, COLA is contingent on the availability of State Premium Tax dollars to fund the liability associated with the increase in members' benefits based on available State Premium Tax dollars, not to exceed 2%.
- (11) 0% for 2010 with maximrate shown above for years after 2010.
- (12) 0% for fiscal 2010 with maxim rate shown above for fiscal years after 2010.

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. Five 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, 2010 were made in accordance with requirements determined by actuarial valuations of the plans as of October 1, 2009. Those amounts and respective percentages of covered annual payroll for this and the five prior years are in the Required Supplementary Information beginning on page E-1. Amounts in excess of the annual required contribution for Fire and Police Pension are provided by the State for benefit enhancements.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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 (1)	Required Employer Contributions		Actual Employer Contributions	Percentage Contributed
			Amount	% of Payroll		
10/01/09	9/30/10	\$81,206,902	\$12,102,928	14.9%	\$12,102,928	100%
10/01/08	9/30/09	\$82,209,807	\$10,805,325	13.1%	\$10,805,325	100%
10/01/07	9/30/08	\$79,342,826	\$11,828,152	14.9%	\$11,828,152	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
10/01/09	9/30/10	\$16,613,368	\$11,278,950	67.9%	\$10,068,034	\$1,911,856	\$11,979,890	106%
10/01/08	9/30/09	\$16,975,952	\$11,432,494	67.3%	\$10,221,578	\$2,370,918	\$12,592,496	110%
10/01/07	9/30/08	\$15,646,253	\$12,066,286	77.1%	\$10,859,256	\$2,332,604	\$13,191,860	109%

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
10/01/09	9/30/10	\$33,890,712	\$11,856,728	35.0%	\$10,205,894	\$1,712,441	\$11,918,335	101%
10/01/08	9/30/09	\$31,988,348	\$12,472,818	39.0%	\$10,843,261	\$1,768,261	\$12,611,522	102%
10/01/07	9/30/08	\$30,789,619	\$14,511,702	47.1%	\$13,022,553	\$1,680,247	\$14,702,800	101%

(1) Excludes membership above assumed 100% retirement age of 70 years.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

The funded status of the Plans as of October 1, 2009, the most recent actuarial valuation date, is as follows:

FUNDED STATUS						
Plan	Actuarial Value of Assets (a)	Actuarial Accrued Liability (FAAL) Frozen Entry Age (b)	Unfunded Frozen (UFAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c) (1)	UFAAL as % of Covered Payroll (b-a)/c
EMPLOYEES' RETIREMENT SYSTEM*	\$ 274,136,384	\$ 334,450,236	\$ 60,313,852	82.0%	\$ 81,206,902	74.3%
FIRE RETIREMENT SYSTEM	180,417,584	214,096,245	33,678,661	84.3%	16,613,368	202.7%
POLICE RETIREMENT SYSTEM	307,477,804	337,437,850	29,960,046	91.1%	33,890,712	88.4%

* Changed to entry age actuarial @ cost method effective October 1, 2009.

(1) Excludes membership above assumed 100% retirement age of 70 years

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

B. DEFINED CONTRIBUTION PLAN

The City contributes to a defined contribution plan established by City Ordinance for exempt management employees and employees not covered by a collective bargaining agreement who have waived membership in the General Employees' Retirement System, of which 90 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, 2010, the rate was 11% of pre-deferral salary. The total City contribution to the 401a plan was \$955,817 or 11% of covered payroll. For the fiscal year ended September 30, 2010, payroll covered by this plan was \$8,689,245 compared to the total City payroll of approximately \$168.3 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.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

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

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, 2010, participants and amounts deferred in the DROP plans are as follows:

	<u>Participants</u>	<u>Custodial Assets</u>
Fire	50	<u>\$ 9,372,527</u>
General Employees	54	<u>\$ 4,769,270</u>
Police	43	<u>\$ 4,617,962</u>

NOTE 21 – POST-RETIREMENT HEALTH 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 three health plans: two preferred provider organizations (“PPOs”) 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 January 1, 2010, the maximum dollar amount of the explicit employer subsidy was frozen for employees who retire after 2009. 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, 2010, the cost of retiree health care for 1,168 participants was \$6,301,488, of which \$2,288,709 was paid by the retirees. The City offers vision, dental and AD&D policies paid for entirely by active and retired employees.

On July 30, 2009, the City received the revised results of an actuarial valuation of the retiree health benefits for the fiscal year beginning October 1, 2008. The valuation was completed under the requirements of Governmental Accounting Standards Board (GASB) Statement 45. The development of the Net OPEB Obligation is listed below for the fiscal year ended:

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 21 – POST-RETIREMENT HEALTH BENEFITS – (Continued)

	<u>September 30, 2010</u>	<u>September 30, 2009</u>
Annual Required Contribution	\$12,455,000	\$14,353,000
Interest on the Net OPEB Obligation	872,000	458,000
Adjustment on the ARC	<u>(802,000)</u>	<u>(421,000)</u>
Annual OPEB Costs	\$12,525,000	\$14,390,000
Less: Contributions made ⁽¹⁾	<u>(6,187,000)</u>	<u>(5,171,000)</u>
Increase in Net OPEB Obligation	\$6,338,000	\$9,219,000
Net OPEB Obligation – beginning of year	<u>19,388,000</u>	<u>10,169,000</u>
Net OPEB Obligation – end of year	<u>\$25,726,000</u>	<u>\$19,388,000</u>

(1) = The percentage contributed was 49.7% and 35.9% for fiscal year ended September 30, 2010 and 2009 respectively.

The funded status of the plan was as follows:

	July 30, 2009	September 26, 2008
Actuarial Valuation Date	July 30, 2009	September 26, 2008
Actuarial accrued liability (AAL)	\$166,670,000	\$184,687,000
Actuarial value of plan assets	-	-
Unfunded actuarial accrued liability (UAAL)	\$166,670,000	\$184,687,000
Actuarial value of assets as a % of the AAL	0%	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.

The schedule of government contributions and two year trend information along with the schedule of funding progress for the current year and two years prior (the dates of the actuarial valuations as required) can be found on page E-4 in the Required Supplementary Information.

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.

In the October 1, 2008 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 five years. Both rates include a 3% inflation assumption. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll over an open 30 year period.

CITY OF ST. PETERSBURG, FL

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

NOTE 22 - 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 23 - 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.

NOTE 24 – SUBSEQUENT EVENT

On December 7, 2010 the City issued \$29,685,000 in Taxable Public Utility Revenue bonds – Federally Taxable – Build America Bonds – Direct Subsidy, Series 2010A; and \$19,695,000 Taxable Public Utility Revenue bonds – Federally Taxable – Recovery Zone Economic Development Bonds – Direct Subsidy, Series 2010B. The interest rates on the 2010A Bonds range from 1.5% to 6.4% with a final maturity of October 1, 2039. The interest rate on the 2010B Bond is 6.5% with a final maturity of October 1, 2040.

The City also executed a ten year Non Ad-Valorem revenue note agreement with BB&T Bank on December 10, 2010 for \$4,500,000 at an interest rate of 2.06% for the Downtown Improvement District for financing relating to the Progress Center for the Arts – Mahaffey Theater improvements and the Dali Museum.



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REQUIRED SUPPLEMENTARY INFORMATION



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CITY OF ST. PETERSBURG, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2010
(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. Six years of funding information and six 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
10/01/09	\$ 274,136,384	\$ 334,450,236	\$ 60,313,852	82.0%	\$ 81,764,688	73.8%
10/01/08	270,745,862	272,870,680	2,124,818	99.2%	82,941,980	2.6%
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	203,725,230	223,660,071	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%

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		
10/01/09	9/30/10	\$ 81,764,688	\$ 12,102,928	14.8%	\$ 12,102,928	100%
10/01/08	9/30/09	82,941,980	10,805,325	13.0%	10,805,325	100%
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%

CITY OF ST. PETERSBURG, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2010
(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
10/01/09	\$ 180,417,584	\$ 214,096,245	\$ 33,678,661	84.3%	\$ 16,613,368	202.7%
10/01/08	177,730,604	210,087,560	32,356,956	84.6%	16,975,952	190.6%
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%	17,747,000	486.5%

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
10/01/09	9/30/10	\$16,613,368	\$11,278,950	67.9%	\$10,068,034	\$1,911,856	\$ 11,979,890	106%
10/01/08	9/30/09	16,975,952	11,432,494	67.3%	10,221,598	2,370,918	12,592,496	110%
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 (1)	10,177,000	100%

(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.

CITY OF ST. PETERSBURG, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2010
(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
10/1/09	\$ 307,477,804	\$ 337,437,850	\$ 29,960,046	91.1%	\$ 33,890,712	88.4%
10/1/08	305,207,318	328,790,952	23,583,634	92.8%	31,988,348	73.7%
10/1/07	289,252,368	335,692,840	46,440,472	86.2%	30,789,619	150.8%
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%

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
10/1/09	9/30/10	\$33,890,712	\$11,856,728	35.0%	\$10,250,894	\$ 1,712,441	\$ 11,918,335	101%
10/1/08	9/30/09	31,988,348	12,472,818	39.0%	10,843,261	1,768,261	12,611,522	102%
10/1/07	9/30/08	30,789,619	14,511,702	47.1%	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%

(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.

REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2010
(UNAUDITED)

DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

Available funding information and contribution amounts are presented in the schedules which follow for other post employment benefits (OPEB).

OTHER POST EMPLOYMENT BENEFITS SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UFAAL as % of Covered Payroll (b-a)/c
10/01/08	\$ 0	\$ 166,670,000	\$ 166,670,000	0.0%	N/A	N/A
10/01/06	0	184,687,000	184,687,000	0.0%	N/A	N/A

Fiscal Year Ended	Annual OPEB Cost	Percentage Contributed	Net OPEB Obligation
9/30/10	\$ 12,525,000	49.4%	\$ 25,726,000
9/30/09	14,390,000	35.9%	19,388,000
9/30/08	14,353,000	29.2%	10,169,000

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES



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CITY OF ST. PETERSBURG, FLORIDA

Non-major Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are restricted for a 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.

Professional Sports Facility Sales Tax - This fund is used to account for revenue from the State of Florida Sales or Use Tax and may be used for the public purpose for paying for the acquisition, construction, reconstruction, or renovation of a facility for a new professional sports franchise, or retaining a professional sports franchise.

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

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.

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.

Community Housing Trust - This fund is used to account for revenue received under the Community Housing Trust Fund Program administered by Pinellas County, Florida and is used for expenditures allowed under the program.

American Recovery & Rehabilitation Act – This fund is used to account for revenue received under the American Recovery & Rehabilitation Act (ARRA) and is used for expenditures allowed under the program. These expenditures includes such things as sidewalk improvements and mast arms in low to moderate income housing areas and reimbursement of housing related expenses to help prevent homelessness.

School Crossing Guard Fund – This fund is used to account for revenue received under the Florida Disposition of Traffic Infractions Statute for that portion to be used to fund a school crossing guard program.

CITY OF ST. PETERSBURG, FLORIDA

Police Grants Fund – This fund is used to account for revenue received under the Edward Byrne Memorial Justice Assistance Grant Program and is used for expenditures allowed under the program.

Police Officers Training Fund - This fund is used to account for revenue received under the Florida Disposition of Traffic Infractions Statute for that portion to be used to fund police training programs.

Donation Funds - This fund is used to account for the revenue received as donations by various citizens and organizations that are restricted to a specified purpose.

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.

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.

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.

CITY OF ST. PETERSBURG, FLORIDA

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.

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, 2010**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS					
Cash and Cash Equivalents	\$ 7,023,314	\$ 12,419,084	\$ 3,089,698	\$ 269,688	\$ 22,801,784
Investments	18,206,966	6,026,786	20,554,906	-	44,788,658
Trustee Accounts					
Cash and Cash Equivalents	2,845	-	-	-	2,845
Investments	111,913	-	-	107,198	219,111
Receivables					
Accounts	1,111,481	-	34,843	-	1,146,324
Accrued Interest	42,984	21,166	63,959	-	128,109
Notes	6,065,657	-	149,395	-	6,215,052
Due from Other Funds	-	-	2,154,749	-	2,154,749
Due From Other Governmental Agencies					
Grants and Cost Reimbursement	423,267	-	5,070,365	-	5,493,632
Prepaid Costs and Deposits	8,378	-	-	-	8,378
TOTAL ASSETS	\$ 32,996,805	\$ 18,467,036	\$ 31,117,915	\$ 376,886	\$ 82,958,642
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Vouchers and Accounts Payable	\$ 367,403	\$ -	\$ 1,449,810	\$ -	\$ 1,817,213
Accrued Salaries	183,320	-	-	-	183,320
Other Accrued Liabilities	45,312	-	3,077	-	48,389
Retainage on Contracts	-	-	350,482	-	350,482
Due to Other Funds	193,325	-	1,239,553	-	1,432,878
Deposits	386,196	-	-	-	386,196
Advances from Enterprise Fund	-	8,995,565	-	-	8,995,565
Deferred Revenues					
Notes Receivable	6,065,657	-	149,395	-	6,215,052
Other	1,138,037	-	-	-	1,138,037
TOTAL LIABILITIES	8,379,250	8,995,565	3,192,317	-	20,567,132
FUND BALANCES					
Non Spendable	8,378	-	-	345,414	353,792
Restricted	16,814,233	9,471,471	-	31,472	26,317,176
Committed	7,794,944	-	9,076,939	-	16,871,883
Assigned	-	-	18,848,659	-	18,848,659
TOTAL FUND BALANCES	24,617,555	9,471,471	27,925,598	376,886	62,391,510
TOTAL LIABILITIES AND FUND BALANCES	\$ 32,996,805	\$ 18,467,036	\$ 31,117,915	\$ 376,886	\$ 82,958,642

See accompanying Independent Auditor's Report.



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**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES					
Permits	\$ 2,775,740	\$ -	\$ -	\$ -	\$ 2,775,740
Fines and Forfeitures	1,363,390	-	-	-	1,363,390
Charges for Services, User's Fees and Sales	12,374,979	-	-	-	12,374,979
Intergovernmental Revenues					
Federal, State and Other Grants	1,549,000	-	8,903,258	-	10,452,258
State - Sales Tax	2,000,004	-	-	-	2,000,004
State - Firefighters Supplement	16,606	-	-	-	16,606
Total	3,565,610	-	8,903,258	-	12,468,868
Use of Money and Property					
Earnings on Investments	1,046,916	249,555	644,740	12,287	1,953,498
Total	1,046,916	249,555	644,740	12,287	1,953,498
Miscellaneous Revenue					
Assessments	-	-	431,876	-	431,876
Disposition of Property	3,349	-	65,274	-	68,623
Contributions	326,578	-	-	1,000	327,578
Other	302,933	-	42,929	-	345,862
Total	632,860	-	540,079	1,000	1,173,939
TOTAL REVENUES	21,759,495	249,555	10,088,077	13,287	32,110,414
EXPENDITURES					
Current Operations					
General Governmental	-	-	-	-	-
Community & Economic Development	8,745,735	-	239,305	-	8,985,040
Public Works	-	-	2,991,787	-	2,991,787
Public Safety	13,116,230	-	-	1,000	13,117,230
Recreation & Culture	349,400	-	-	-	349,400
Debt Service					
Principal Payments	-	17,766,000	-	-	17,766,000
Interest Payments	-	5,908,465	-	-	5,908,465
Remarketing and Other Fees	-	9,792	-	-	9,792
Capital Outlay	1,024,984	-	11,740,879	-	12,765,863
TOTAL EXPENDITURES	23,236,349	23,684,257	14,971,971	1,000	61,893,577
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,476,854)	(23,434,702)	(4,883,894)	12,287	(29,783,163)
OTHER FINANCING SOURCES (USES)					
Transfers In					
General Fund	11,080	13,048,118	500,636	-	13,559,834
Special Revenue Funds	-	9,784,953	5,507,000	-	15,291,953
Capital Projects Funds	-	-	44,210	-	44,210
Permanent Funds	5,674	-	-	-	5,674
Enterprise Funds	-	-	250,000	-	250,000
Total Transfers In	16,754	22,833,071	6,301,846	-	29,151,671
Transfers Out					
General Fund	(374,664)	-	(31,500)	-	(406,164)
Special Revenue Funds	-	-	-	(5,674)	(5,674)
Debt Service Funds	(2,000,004)	-	-	-	(2,000,004)
Capital Projects Funds	-	-	(44,210)	-	(44,210)
Enterprise Funds	-	(242,873)	-	-	(242,873)
Total Transfers Out	(2,374,668)	(242,873)	(75,710)	(5,674)	(2,698,925)
TOTAL OTHER FINANCING SOURCES (USES)	(2,357,914)	22,590,198	6,226,136	(5,674)	26,452,746
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(3,834,768)	(844,504)	1,342,242	6,613	(3,330,417)
FUND BALANCES - OCTOBER 1 (as restated - see Note 3)	28,452,323	10,315,975	26,583,356	370,273	65,721,927
FUND BALANCE - SEPTEMBER 30	\$ 24,617,555	\$ 9,471,471	\$ 27,925,598	\$ 376,886	\$ 62,391,510

See accompanying Independent Auditor's Report.

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2010**

	<u>WEEKI WACHEE</u>	<u>PROFESSIONAL SPORTS FACILITY SALES TAX</u>	<u>BUILDING PERMIT</u>
ASSETS			
Cash and Cash Equivalents	\$ 1,642,177	\$ 13,827	\$ 829,269
Investments	14,802,406	-	13,720
Trustee Accounts			
Cash and Cash Equivalents	-	-	-
Investments	-	-	-
Receivables			
Accounts	-	-	223
Accrued Interest	-	-	-
Notes	-	-	-
Due From Other Governmental Agencies			
Grants and Cost Reimbursement	-	-	-
Prepaid Costs and Deposits	-	-	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	\$ 16,444,583	\$ 13,827	\$ 843,212
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Vouchers and Accounts Payable	\$ 11,405	\$ -	\$ 280
Accrued Salaries	-	-	40,145
Other Accrued Liabilities	-	-	-
Due to Other Funds	-	-	-
Deposits	-	-	197,949
Deferred Revenues			
Notes Receivable	-	-	-
Other	-	-	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	11,405	-	238,374
FUND BALANCES			
Non Spendable	-	-	-
Restricted	8,638,234	13,827	604,838
Committed	7,794,944	-	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUND BALANCES	16,433,178	13,827	604,838
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 16,444,583	\$ 13,827	\$ 843,212

See accompanying Independent Auditor's Report.

LOCAL LAW ENFORCEMENT TRUST	EMERGENCY MEDICAL SERVICES	LOCAL HOUSING ASSISTANCE TRUST
\$ 1,602,089	\$ 415,109	\$ 577,575
-	-	2,260,480
-	-	-
-	-	-
-	1,006,318	58,074
-	-	15,025
-	-	3,428,977
-	-	-
8,360	-	-
<u>\$ 1,610,449</u>	<u>\$ 1,421,427</u>	<u>\$ 6,340,131</u>
\$ 61,004	\$ 43,159	\$ 38,050
-	143,175	-
-	-	45,312
-	-	-
188,247	-	-
-	-	3,428,977
-	-	-
<u>249,251</u>	<u>186,334</u>	<u>3,512,339</u>
8,360	-	-
1,352,838	1,235,093	2,827,792
-	-	-
<u>1,361,198</u>	<u>1,235,093</u>	<u>2,827,792</u>
<u>\$ 1,610,449</u>	<u>\$ 1,421,427</u>	<u>\$ 6,340,131</u>

**CITY OF ST. PETERSBURG, FLORIDA
 COMBINING BALANCE SHEET (Continued)
 NONMAJOR GOVERNMENTAL FUNDS
 SPECIAL REVENUE FUNDS
 SEPTEMBER 30, 2010**

	COMMUNITY HOUSING TRUST	AMERICAN RECOVERY & REHABILITATION ACT	SCHOOL CROSSING GUARD FUND
ASSETS			
Cash and Cash Equivalents	\$ 178,176	\$ -	\$ -
Investments	1,130,360	-	-
Trustee Accounts			
Cash and Cash Equivalents	-	-	-
Investments	-	-	-
Receivables			
Accounts	-	-	42,595
Accrued Interest	27,959	-	-
Notes	2,636,680	-	-
Due From Other Governmental Agencies			
Grants and Cost Reimbursement	-	367,858	-
Prepaid Costs and Deposits	-	-	-
TOTAL ASSETS	\$ 3,973,175	\$ 367,858	\$ 42,595
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Vouchers and Accounts Payable	\$ 6,000	\$ 174,383	\$ 7
Accrued Salaries	-	-	-
Other Accrued Liabilities	-	-	-
Due to Other Funds	-	193,325	-
Deposits	-	-	-
Deferred Revenues			
Notes Receivable	2,636,680	-	-
Other	-	-	-
TOTAL LIABILITIES	2,642,680	367,708	7
FUND BALANCES			
Non Spendable	-	-	-
Restricted	1,330,495	150	42,588
Committed	-	-	-
TOTAL FUND BALANCES	1,330,495	150	42,588
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,973,175	\$ 367,858	\$ 42,595

See accompanying Independent Auditor's Report.

<u>POLICE GRANTS' FUND</u>	<u>POLICE OFFICERS' TRAINING</u>	<u>DONATION FUNDS</u>	<u>TOTAL</u>
\$ 1,110,276	\$ 110,395	\$ 544,421	\$ 7,023,314
-	-	-	18,206,966
-	-	2,845	2,845
-	-	111,913	111,913
-	3,573	698	1,111,481
-	-	-	42,984
-	-	-	6,065,657
55,409	-	-	423,267
-	18	-	8,378
<u>\$ 1,165,685</u>	<u>\$ 113,986</u>	<u>\$ 659,877</u>	<u>\$ 32,996,805</u>
\$ 19,753	\$ 922	\$ 12,440	\$ 367,403
-	-	-	183,320
-	-	-	45,312
-	-	-	193,325
-	-	-	386,196
-	-	-	6,065,657
1,138,037	-	-	1,138,037
<u>1,157,790</u>	<u>922</u>	<u>12,440</u>	<u>8,379,250</u>
-	18	-	8,378
7,895	113,046	647,437	16,814,233
-	-	-	7,794,944
<u>7,895</u>	<u>113,064</u>	<u>647,437</u>	<u>24,617,555</u>
<u>\$ 1,165,685</u>	<u>\$ 113,986</u>	<u>\$ 659,877</u>	<u>\$ 32,996,805</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, 2010

	WEEKI WACHEE	PROFESSIONAL SPORTS FACILITY SALES TAX	BUILDING PERMIT
REVENUES			
Permits	\$ -	\$ -	\$ 2,775,690
Fines and Forfeitures	-	-	-
Charges for Services, User's Fees and Sales	-	-	433,982
Intergovernmental Revenues			
Federal and State Grants	-	-	-
State - Sales Tax	-	2,000,004	-
State - Firefighters Supplement	-	-	-
Total	-	2,000,004	-
Use of Money and Property			
Earnings (Loss) on Investments	653,599	43	2,839
Total	653,599	43	2,839
Miscellaneous Revenue			
Disposition of Property	-	-	-
Contributions	-	-	-
Other	-	-	9
Total	-	-	9
TOTAL REVENUES	653,599	2,000,047	3,212,520
EXPENDITURES			
Current Operations			
General Governmental	-	-	-
Community & Economic Development	-	-	3,368,390
Public Safety	-	-	-
Recreation & Culture	75,871	-	-
Capital Outlay	-	-	-
TOTAL EXPENDITURES	75,871	-	3,368,390
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	577,728	2,000,047	(155,870)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	-	-	-
Permanent Fund	-	-	-
Total Operating Transfers In	-	-	-
Operating Transfers Out			
General Fund	(19,227)	-	-
Debt Service Fund	-	(2,000,004)	-
Total Operating Transfers Out	(19,227)	(2,000,004)	-
TOTAL OTHER FINANCING SOURCES (USES)	(19,227)	(2,000,004)	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	558,501	43	(155,870)
FUND BALANCES - OCTOBER 1 (as restated - see Note 3)	15,874,677	13,784	760,708
FUND BALANCE - SEPTEMBER 30	\$ 16,433,178	\$ 13,827	\$ 604,838

See accompanying Independent Auditor's Report.

LOCAL LAW ENFORCEMENT TRUST	EMERGENCY MEDICAL SERVICES	LOCAL HOUSING ASSISTANCE TRUST
\$ -	\$ 50	\$ -
964,936	-	1,257
-	11,931,664	-
-	-	89,765
-	-	-
-	16,606	-
-	16,606	89,765
1,204	699	286,551
1,204	699	286,551
-	-	-
-	-	-
-	246	297,692
-	246	297,692
966,140	11,949,265	675,265
-	-	-
-	-	3,308,022
453,811	11,917,066	-
-	-	-
32,071	595,498	-
485,882	12,512,564	3,308,022
480,258	(563,299)	(2,632,757)
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
480,258	(563,299)	(2,632,757)
880,940	1,798,392	5,460,549
\$ 1,361,198	\$ 1,235,093	\$ 2,827,792

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, 2010

	COMMUNITY HOUSING TRUST	AMERICAN RECOVERY & REHABILITATION ACT	SCHOOL CROSSING GUARD FUND
REVENUES			
Permits	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	352,808
Charges for Services, User's Fees and Sales	-	-	-
Intergovernmental Revenues			
Federal and State Grants	-	777,214	-
State - Sales Tax	-	-	-
State - Firefighters Supplement	-	-	-
Total	-	777,214	-
Use of Money and Property			
Earnings on Investments	89,614	-	39
Total	89,614	-	39
Miscellaneous Revenue			
Disposition of Property	-	-	-
Contributions	-	-	-
Other	-	-	-
Total	-	-	-
TOTAL REVENUES	89,614	777,214	352,847
EXPENDITURES			
Current Operations			
Community & Economic Development	1,587,977	481,346	-
Public Safety	-	-	-
Recreation & Culture	-	-	-
Capital Outlay	-	295,718	-
TOTAL EXPENDITURES	1,587,977	777,064	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,498,363)	150	352,847
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	-	-	-
Permanent Fund	-	-	-
Total Operating Transfers In	-	-	-
Operating Transfers Out			
General Fund	-	-	(355,437)
Debt Service Fund	-	-	-
Total Operating Transfers Out	-	-	(355,437)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	(355,437)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(1,498,363)	150	(2,590)
FUND BALANCES - OCTOBER 1 (as restated - see Note 3)	2,828,858	-	45,178
FUND BALANCE - SEPTEMBER 30	\$ 1,330,495	\$ 150	\$ 42,588

See accompanying Independent Auditor's Report.

POLICE GRANTS' FUND	POLICE OFFICERS' TRAINING FUND	DONATION FUNDS	TOTAL
\$ -	\$ -	\$ -	\$ 2,775,740
-	44,389	-	1,363,390
-	-	9,333	12,374,979
682,021	-	-	1,549,000
-	-	-	2,000,004
-	-	-	16,606
682,021	-	-	3,565,610
850	103	11,375	1,046,916
850	103	11,375	1,046,916
-	-	3,349	3,349
-	-	326,578	326,578
-	834	4,152	302,933
-	834	334,079	632,860
682,871	45,326	354,787	21,759,495
-	-	-	8,745,735
686,056	58,982	315	13,116,230
-	-	273,529	349,400
-	-	101,697	1,024,984
686,056	58,982	375,541	23,236,349
(3,185)	(13,656)	(20,754)	(1,476,854)
11,080	-	-	11,080
-	-	5,674	5,674
11,080	-	5,674	16,754
-	-	-	(374,664)
-	-	-	(2,000,004)
-	-	-	(2,374,668)
11,080	-	5,674	(2,357,914)
7,895	(13,656)	(15,080)	(3,834,768)
-	126,720	662,517	28,452,323
\$ 7,895	\$ 113,064	\$ 647,437	\$ 24,617,555

**CITY OF ST. PETERSBURG, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DEBT SERVICE FUNDS
 SEPTEMBER 30, 2010**

	PUBLIC IMPROVEMENT	UTILITY TAX	EXCISE TAX
ASSETS			
Cash and Cash Equivalents	\$ -	\$ -	\$ 10,402,817
Investments	-	-	6,026,786
Trustee Accounts			
Accrued Interest Receivable	-	-	21,166
TOTAL ASSETS	-	-	16,450,769
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Advances from Enterprise Fund	-	-	8,995,565
TOTAL LIABILITIES	-	-	8,995,565
FUND BALANCES			
Restricted	-	-	7,455,204
TOTAL FUND BALANCES	-	-	7,455,204
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ 16,450,769

See accompanying Independent Auditor's Report.

PROFESSIONAL SPORTS FACILITY SALES TAX	FIRST FLORIDA	BANC OF AMERICA	TOTAL
\$ 1,474,625	\$ -	\$ 541,642	\$ 12,419,084
-	-	-	6,026,786
-	-	-	21,166
<u>1,474,625</u>	<u>-</u>	<u>541,642</u>	<u>18,467,036</u>
-	-	-	8,995,565
-	-	-	8,995,565
<u>1,474,625</u>	<u>-</u>	<u>541,642</u>	<u>9,471,471</u>
<u>1,474,625</u>	<u>-</u>	<u>541,642</u>	<u>9,471,471</u>
<u>\$ 1,474,625</u>	<u>\$ -</u>	<u>\$ 541,642</u>	<u>\$ 18,467,036</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, 2010

	<u>PUBLIC IMPROVEMENT</u>	<u>UTILITY TAX</u>	<u>EXCISE TAX</u>
REVENUES			
Earnings on Investments	<u>\$ -</u>	<u>\$ 979</u>	<u>\$ 247,168</u>
TOTAL REVENUES	<u>-</u>	<u>979</u>	<u>247,168</u>
EXPENDITURES			
Debt Service			
Principal Payments	5,895,000	2,690,000	6,065,000
Interest Payments	785,875	134,064	2,332,032
Remarketing and Other Fees	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>6,680,875</u>	<u>2,824,064</u>	<u>8,397,032</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(6,680,875)</u>	<u>(2,823,085)</u>	<u>(8,149,864)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In			
General Fund	-	1,881,585	8,541,112
Special Revenue Funds	6,680,875	-	-
Total Operating Transfers In	<u>6,680,875</u>	<u>1,881,585</u>	<u>8,541,112</u>
Operating Transfers Out			
Enterprise Funds	<u>-</u>	<u>-</u>	<u>(242,873)</u>
Total Operating Transfers Out	<u>-</u>	<u>-</u>	<u>(242,873)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,680,875</u>	<u>1,881,585</u>	<u>8,298,239</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	(941,500)	148,375
FUND BALANCES - OCTOBER 1	<u>-</u>	<u>941,500</u>	<u>7,306,829</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,455,204</u>

See accompanying Independent Auditor's Report.

PROFESSIONAL SPORTS FACILITY SALES TAX	FIRST FLORIDA	BANC OF AMERICA	TOTAL
<u>\$ 775</u>	<u>\$ 72</u>	<u>\$ 561</u>	<u>\$ 249,555</u>
<u>775</u>	<u>72</u>	<u>561</u>	<u>249,555</u>
990,000	1,915,000	211,000	17,766,000
922,244	772,230	962,020	5,908,465
<u>-</u>	<u>9,792</u>	<u>-</u>	<u>9,792</u>
<u>1,912,244</u>	<u>2,697,022</u>	<u>1,173,020</u>	<u>23,684,257</u>
<u>(1,911,469)</u>	<u>(2,696,950)</u>	<u>(1,172,459)</u>	<u>(23,434,702)</u>
-	2,625,421	-	13,048,118
<u>1,928,475</u>	<u>71,529</u>	<u>1,104,074</u>	<u>9,784,953</u>
<u>1,928,475</u>	<u>2,696,950</u>	<u>1,104,074</u>	<u>22,833,071</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(242,873)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(242,873)</u>
<u>1,928,475</u>	<u>2,696,950</u>	<u>1,104,074</u>	<u>22,590,198</u>
17,006	-	(68,385)	(844,504)
<u>1,457,619</u>	<u>-</u>	<u>610,027</u>	<u>10,315,975</u>
<u>\$ 1,474,625</u>	<u>\$ -</u>	<u>\$ 541,642</u>	<u>\$ 9,471,471</u>

**CITY OF ST. PETERSBURG, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 CAPITAL PROJECT FUNDS
 SEPTEMBER 30, 2010**

	<u>GENERAL CAPITAL IMPROVEMENT</u>	<u>HOUSING CAPITAL IMPROVEMENT</u>
ASSETS		
Cash and Cash Equivalents	\$ 1,122,831	\$ 827,091
Investments	1,583,205	-
Receivables		
Accounts	-	8,103
Accrued Interest	-	-
Notes	-	149,395
Due from Other Funds	2,154,749	-
Due from Other Governmental Agencies		
Grants	<u>3,909,574</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$ 8,770,359</u></u>	<u><u>\$ 984,589</u></u>
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Vouchers and Accounts Payable	\$ 841,839	\$ 2,173
Accrued Liabilities	3,077	-
Retainage	221,781	-
Due to Other Funds	1,239,553	-
Deferred Revenue - Notes	<u>-</u>	<u>149,395</u>
TOTAL LIABILITIES	<u>2,306,250</u>	<u>151,568</u>
FUND BALANCES		
Committed	2,976,366	833,021
Assigned	<u>3,487,743</u>	<u>-</u>
TOTAL FUND BALANCES	<u>6,464,109</u>	<u>833,021</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 8,770,359</u></u>	<u><u>\$ 984,589</u></u>

See accompanying Independent Auditor's Report.

<u>TRANSPORTATION IMPROVEMENT</u>	<u>ECONOMIC DEVELOPMENT INDUSTRIAL PARK</u>	<u>DOWNTOWN PARKING GARAGE</u>	<u>WEEKI WACHEE</u>	<u>TOTAL</u>
\$ 857,703	\$ -	\$ 273,599	\$ 8,474	\$ 3,089,698
18,971,701	-	-	-	20,554,906
26,740	-	-	-	34,843
63,959	-	-	-	63,959
-	-	-	-	149,395
-	-	-	-	2,154,749
<u>1,160,791</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,070,365</u>
<u>\$ 21,080,894</u>	<u>\$ -</u>	<u>\$ 273,599</u>	<u>\$ 8,474</u>	<u>\$ 31,117,915</u>
\$ 565,318	\$ -	\$ 40,480	\$ -	\$ 1,449,810
-	-	-	-	3,077
128,201	-	500	-	350,482
-	-	-	-	1,239,553
-	-	-	-	149,395
<u>693,519</u>	<u>-</u>	<u>40,980</u>	<u>-</u>	<u>3,192,317</u>
5,251,695	-	10,857	5,000	9,076,939
<u>15,135,680</u>	<u>-</u>	<u>221,762</u>	<u>3,474</u>	<u>18,848,659</u>
<u>20,387,375</u>	<u>-</u>	<u>232,619</u>	<u>8,474</u>	<u>27,925,598</u>
<u>\$ 21,080,894</u>	<u>\$ -</u>	<u>\$ 273,599</u>	<u>\$ 8,474</u>	<u>\$ 31,117,915</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, 2010

	<u>GENERAL CAPITAL IMPROVEMENT</u>	<u>HOUSING CAPITAL IMPROVEMENT</u>
REVENUES		
Intergovernmental Revenue		
Federal Grants	\$ 5,140,720	\$ -
State Grants	1,119,810	-
Other Local Agencies	1,481,937	-
Total	<u>7,742,467</u>	<u>-</u>
Use of Money and Property		
Earnings on Investments	74,420	992
Rentals	-	-
Total	<u>74,420</u>	<u>992</u>
Miscellaneous Revenues		
Contributions	-	-
Special Assessments and Impact Fees	-	-
Sale of Property	-	65,274
Other	521	34,577
Total	<u>521</u>	<u>99,851</u>
TOTAL REVENUES	<u>7,817,408</u>	<u>100,843</u>
EXPENDITURES		
Current Operations		
Community & Economic Development	-	239,305
Public Works	2,991,787	-
Capital Outlay	8,649,037	-
TOTAL EXPENDITURES	<u>11,640,824</u>	<u>239,305</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(3,823,416)</u>	<u>(138,462)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In		
General Fund	500,636	-
Special Revenue Funds	5,507,000	-
Capital Projects Funds	44,210	-
Enterprise Funds	-	-
Total Transfers In	<u>6,051,846</u>	<u>-</u>
Transfer Out		
General Fund	(31,500)	-
Capital Projects Funds	-	-
Total Transfers Out	<u>(31,500)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,020,346</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>2,196,930</u>	<u>(138,462)</u>
FUND BALANCES - OCTOBER 1 (as restated, see Note 3)	<u>4,267,179</u>	<u>971,483</u>
FUND BALANCES - SEPTEMBER 30	<u><u>\$ 6,464,109</u></u>	<u><u>\$ 833,021</u></u>

See accompanying Independent Auditor's Report.

TRANSPORTATION IMPROVEMENT	ECONOMIC DEVELOPMENT INDUSTRIAL PARK	DOWNTOWN PARKING GARAGE	WEEKI WACHEE	TOTAL
\$ 1,160,791	\$ -	\$ -	\$ -	\$ 6,301,511
-	-	-	-	1,119,810
-	-	-	-	1,481,937
<u>1,160,791</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,903,258</u>
569,264	14	17	33	644,740
-	-	-	-	-
<u>569,264</u>	<u>14</u>	<u>17</u>	<u>33</u>	<u>644,740</u>
-	-	-	-	-
431,876	-	-	-	431,876
-	-	-	-	65,274
7,831	-	-	-	42,929
<u>439,707</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>540,079</u>
2,169,762	14	17	33	10,088,077
-	-	-	-	239,305
-	-	-	-	2,991,787
<u>3,051,282</u>	<u>-</u>	<u>40,560</u>	<u>-</u>	<u>11,740,879</u>
3,051,282	-	40,560	-	14,971,971
<u>(881,520)</u>	<u>14</u>	<u>(40,543)</u>	<u>33</u>	<u>(4,883,894)</u>
-	-	-	-	500,636
-	-	-	-	5,507,000
-	-	-	-	44,210
-	-	250,000	-	250,000
-	-	<u>250,000</u>	-	<u>6,301,846</u>
-	-	-	-	(31,500)
-	(44,210)	-	-	(44,210)
-	(44,210)	-	-	(75,710)
-	(44,210)	250,000	-	6,226,136
(881,520)	(44,196)	209,457	33	1,342,242
<u>21,268,895</u>	<u>44,196</u>	<u>23,162</u>	<u>8,441</u>	<u>26,583,356</u>
<u>\$ 20,387,375</u>	<u>\$ -</u>	<u>\$ 232,619</u>	<u>\$ 8,474</u>	<u>\$ 27,925,598</u>

**CITY OF ST. PETERSBURG, FLORIDA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 PERMANENT FUNDS
 SEPTEMBER 30, 2010**

	LIBRARY TRUST	KOPSICK PALM ARBORETUM TRUST	FIRE RESCUE AND EMS AWARDS	TOTAL
ASSETS				
Cash and Cash Equivalents	\$ 238,216	\$ -	\$ 31,472	\$ 269,688
Trustee Accounts				
Investments	-	107,198	-	107,198
TOTAL ASSETS	\$ 238,216	\$ 107,198	\$ 31,472	\$ 376,886
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Vouchers and Accounts Payable	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-	-
FUND BALANCES				
Non-Spendable	238,216	107,198	-	345,414
Restricted	-	-	31,472	31,472
TOTAL FUND BALANCES	238,216	107,198	31,472	376,886
TOTAL LIABILITIES AND FUND BALANCES	\$ 238,216	\$ 107,198	\$ 31,472	\$ 376,886

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, 2010

	<u>LIBRARY TRUST</u>	<u>KOPSICK PALM ARBORETUM TRUST</u>	<u>FIRE RESCUE AND EMS AWARDS</u>	<u>TOTAL</u>
REVENUES				
Earnings on Investments	\$ 174	\$ 12,100	\$ 13	\$ 12,287
Contributions	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
TOTAL REVENUES	<u>174</u>	<u>12,100</u>	<u>1,013</u>	<u>13,287</u>
EXPENDITURES				
Awards Presented	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>174</u>	<u>12,100</u>	<u>13</u>	<u>12,287</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out				
Special Revenue Funds	<u>(174)</u>	<u>(5,500)</u>	<u>-</u>	<u>(5,674)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(174)</u>	<u>(5,500)</u>	<u>-</u>	<u>(5,674)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	6,600	13	6,613
FUND BALANCES - OCTOBER 1	<u>238,216</u>	<u>100,598</u>	<u>31,459</u>	<u>370,273</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 238,216</u>	<u>\$ 107,198</u>	<u>\$ 31,472</u>	<u>\$ 376,886</u>

See accompanying Independent Auditor's Report.



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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, 2010
(In Thousands)

	WEEKI WACHEE			VARIANCE WITH FINAL BUDGET OVER/UNDER
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits	-	-	-	-
Fines and Forfeitures	-	-	-	-
Charges for Services, User Fees and Sales	-	-	-	-
Intergovernmental Revenues	-	-	-	-
Use of Money and Property	300	300	657	357
Miscellaneous Revenues	-	-	-	-
TOTAL REVENUES	<u>300</u>	<u>300</u>	<u>657</u>	<u>357</u>
EXPENDITURES				
General Government	-	-	-	-
Community and Economic Development	-	-	-	-
Public Works	-	-	-	-
Public Safety	-	-	-	-
Recreation and Culture	60	76	76	-
TOTAL EXPENDITURES	<u>60</u>	<u>76</u>	<u>76</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>240</u>	<u>224</u>	<u>581</u>	<u>357</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	-	-	-	-
Capital Project Funds	310	310	-	(310)
Permanent Funds	-	-	-	-
Total Transfers In	<u>310</u>	<u>310</u>	<u>-</u>	<u>(310)</u>
Operating Transfers Out				
General Fund	-	-	(19)	(19)
Debt Service Funds	-	-	-	-
Total Transfers Out	<u>-</u>	<u>-</u>	<u>(19)</u>	<u>(19)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>310</u>	<u>310</u>	<u>(19)</u>	<u>(329)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>550</u>	<u>534</u>	<u>562</u>	<u>28</u>
BUDGETARY FUND BALANCES - OCTOBER 1				
Reserve for Encumbrances - September 30, 2009	-	-	-	-
Change in Prepaid Costs and Inventory	-	-	-	-
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 14,382</u>	<u>\$ 14,366</u>	<u>14,394</u>	<u>\$ 28</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2010			-	
Reserve for Prepaid Costs and Inventory			-	
Recognition of Prior Year's Changes in Fair Value of Investments Held			2,043	
Recognition of Current Year's Changes in Fair Value of Investments Held			<u>(4)</u>	
FUND BALANCES - SEPTEMBER 30			<u>\$ 16,433</u>	

See accompanying Independent Auditor's Report.

PROFESSIONAL SPORTS FACILITY SALES TAX			BUILDING PERMIT			
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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	2,637	2,637	2,776	139
-	-	-	-	-	-	-
-	-	-	363	363	434	71
2,000	2,000	-	-	-	-	-
10	-	(10)	-	-	-	-
-	-	-	-	-	-	-
<u>2,010</u>	<u>2,000</u>	<u>(10)</u>	<u>3,000</u>	<u>3,000</u>	<u>3,210</u>	<u>210</u>
-	-	-	-	-	-	-
-	-	-	3,727	3,728	3,369	359
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	<u>3,727</u>	<u>3,728</u>	<u>3,369</u>	<u>359</u>
<u>2,010</u>	<u>2,000</u>	<u>(10)</u>	<u>(727)</u>	<u>(728)</u>	<u>(159)</u>	<u>569</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(2,000)	(2,000)	-	-	-	-	-
(2,000)	(2,000)	-	-	-	-	-
(2,000)	(2,000)	-	-	-	-	-
10	-	(10)	(727)	(728)	(159)	569
14	14	-	815	815	815	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 24</u>	<u>14</u>	<u>\$ (10)</u>	<u>\$ 88</u>	<u>\$ 87</u>	<u>656</u>	<u>\$ 569</u>
-	-	-	-	-	-	-
-	-	-	-	-	(54)	-
-	-	-	-	-	3	-
-	-	-	-	-	<u>3</u>	-
-	<u>\$ 14</u>	-	-	-	<u>\$ 605</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, 2010
(In Thousands)

	LOCAL LAW ENFORCEMENT TRUST			VARIANCE WITH FINAL BUDGET OVER/UNDER
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits	-	-	-	-
Fines and Forfeitures	-	-	965	965
Charges for Services, User Fees and Sales	-	-	-	-
Intergovernmental Revenues	-	-	-	-
Use of Money and Property	-	-	1	1
Miscellaneous Revenues	-	-	-	-
TOTAL REVENUES	-	-	966	966
EXPENDITURES				
General Government	-	-	-	-
Community and Economic Development	-	-	-	-
Public Works	-	-	-	-
Public Safety	183	790	498	292
Recreation and Culture	-	-	-	-
TOTAL EXPENDITURES	183	790	498	292
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(183)</u>	<u>(790)</u>	<u>468</u>	<u>1,258</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	-	-	-	-
Capital Project Funds	-	-	-	-
Permanent Funds	-	-	-	-
Total Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating Transfers Out				
General Fund	-	-	-	-
Debt Service Funds	-	-	-	-
Total Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(183)</u>	<u>(790)</u>	<u>468</u>	<u>1,258</u>
BUDGETARY FUND BALANCES - OCTOBER 1	871	871	871	-
Reserve for Encumbrances - September 30, 2009	-	-	2	2
Change in Prepaid Costs and Inventory	-	-	-	-
BUDGETARY FUND BALANCES - SEPTEMBER 30	<u>\$ 688</u>	<u>\$ 81</u>	1,341	<u>\$ 1,260</u>
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2010			12	
Reserve for Prepaid Costs and Inventory			8	
Recognition of Prior Year's Changes in Fair Value of Investments Held			-	
Recognition of Current Year's Changes in Fair Value of Investments Held			-	
FUND BALANCES - SEPTEMBER 30			<u>1,361</u>	

See accompanying Independent Auditor's Report.

EMERGENCY MEDICAL SERVICES				LOCAL HOUSING ASSISTANCE 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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	1	1
11,957	11,957	11,932	(25)	-	-	-	-
17	17	17	-	-	-	90	90
3	3	1	(2)	50	50	201	151
-	-	-	-	141	141	298	157
<u>11,977</u>	<u>11,977</u>	<u>11,950</u>	<u>(27)</u>	<u>191</u>	<u>191</u>	<u>590</u>	<u>399</u>
-	-	-	-	-	-	-	-
-	-	-	-	200	3,316	3,310	6
-	-	-	-	-	-	-	-
12,024	12,528	12,524	4	-	-	-	-
-	-	-	-	-	-	-	-
<u>12,024</u>	<u>12,528</u>	<u>12,524</u>	<u>4</u>	<u>200</u>	<u>3,316</u>	<u>3,310</u>	<u>6</u>
<u>(47)</u>	<u>(551)</u>	<u>(574)</u>	<u>(23)</u>	<u>(9)</u>	<u>(3,125)</u>	<u>(2,720)</u>	<u>405</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>(47)</u>	<u>(551)</u>	<u>(574)</u>	<u>(23)</u>	<u>(9)</u>	<u>(3,125)</u>	<u>(2,720)</u>	<u>405</u>
1,652	1,652	1,652	-	5,387	5,387	5,387	-
-	-	146	146	-	-	1	-
-	-	-	-	-	-	-	-
<u>\$ 1,605</u>	<u>\$ 1,101</u>	<u>1,224</u>	<u>\$ 123</u>	<u>\$ 5,378</u>	<u>\$ 2,262</u>	<u>2,668</u>	<u>\$ 405</u>
		11				2	
		-				-	
		-				73	
		-				85	
		<u>\$ 1,235</u>				<u>\$ 2,828</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, 2010
(In Thousands)

	COMMUNITY HOUSING TRUST			VARIANCE WITH FINAL BUDGET OVER/UNDER
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits	-	-	-	-
Fines and Forfeitures	-	-	-	-
Charges for Services, User Fees and Sales	-	-	-	-
Intergovernmental Revenues	-	1,884	-	(1,884)
Use of Money and Property	-	-	2	2
Miscellaneous Revenues	-	-	-	-
TOTAL REVENUES	-	1,884	2	(1,882)
EXPENDITURES				
General Government	-	-	-	-
Community and Economic Development	-	1,884	1,588	296
Public Works	-	-	-	-
Public Safety	-	-	-	-
Recreation and Culture	-	-	-	-
TOTAL EXPENDITURES	-	1,884	1,588	296
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(1,586)	(1,586)
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	-	-	-	-
Capital Project Funds	-	-	-	-
Permanent Funds	-	-	-	-
Total Transfers In	-	-	-	-
Operating Transfers Out				
General Fund	-	-	-	-
Debt Service Funds	-	-	-	-
Total Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	-	(1,586)	(1,586)
BUDGETARY FUND BALANCES - OCTOBER 1	2,993	2,993	2,993	-
Reserve for Encumbrances - September 30, 2009	-	-	-	-
Change in Prepaid Costs and Inventory	-	-	-	-
BUDGETARY FUND BALANCES - SEPTEMBER 30	\$ 2,993	\$ 2,993	1,407	\$ (1,586)
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2010			-	
Reserve for Prepaid Costs and Inventory			-	
Recognition of Prior Year's Changes in Fair Value of Investments Held			(165)	
Recognition of Current Year's Changes in Fair Value of Investments Held			88	
FUND BALANCES - SEPTEMBER 30			\$ 1,330	

See accompanying Independent Auditor's Report.

AMERICAN RECOVERY & REHABILITATION ACT				SCHOOL CROSSING GUARD FUND			
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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	300	300	353	53
-	413	777	364	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	413	777	364	300	300	353	53
-	-	-	-	-	-	-	-
-	1,010	1,010	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	1,010	1,010	-	-	-	-	-
-	(597)	(233)	364	300	300	353	53
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	(356)	(355)	1
-	-	-	-	-	-	-	-
-	-	-	-	-	(356)	(355)	(356)
-	-	-	-	-	(356)	(355)	(356)
-	(597)	(233)	364	300	(56)	(2)	54
-	-	-	-	44	44	44	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ -	\$ (597)	(233)	\$ 364	\$ 344	\$ (12)	42	\$ 54
		233				1	
		-				-	
		-				-	
		-				-	
		\$ -				\$ 43	

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, 2010
(In Thousands)

	POLICE GRANTS FUND			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER/UNDER
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Permits	-	-	-	-
Fines and Forfeitures	-	-	-	-
Charges for Services, User Fees and Sales	-	-	-	-
Intergovernmental Revenues	-	1,889	682	(1,207)
Use of Money and Property	-	-	1	1
Miscellaneous Revenues	-	-	-	-
TOTAL REVENUES	-	1,889	683	(1,206)
EXPENDITURES				
General Government	-	-	-	-
Community and Economic Development	-	-	-	-
Public Works	-	-	-	-
Public Safety	-	1,070	686	(384)
Recreation and Culture	-	-	-	-
TOTAL EXPENDITURES	-	1,070	686	(384)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	819	(3)	(822)
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	-	11	11	-
Capital Project Funds	-	-	-	-
Permanent Funds	-	-	-	-
Total Transfers In	-	11	11	-
Operating Transfers Out				
General Fund	-	-	-	-
Debt Service Funds	-	-	-	-
Total Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	11	11	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	830	8	(822)
BUDGETARY FUND BALANCES - OCTOBER 1	-	-	-	-
Reserve for Encumbrances - September 30, 2009	-	-	-	-
Change in Prepaid Costs and Inventory	-	-	-	-
BUDGETARY FUND BALANCES - SEPTEMBER 30	\$ -	\$ 830	8	\$ (822)
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Reserve for Encumbrances - September 30, 2010			-	
Reserve for Prepaid Costs and Inventory			-	
Recognition of Prior Year's Changes in Fair Value of Investments Held			-	
Recognition of Current Year's Changes in Fair Value of Investments Held			-	
FUND BALANCES - SEPTEMBER 30			\$ 8	

See accompanying Independent Auditor's Report.

(Continued on next page)

POLICE OFFICERS TRAINING FUND				DONATION FUNDS			
ORIGINAL BUDGET	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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	44	44	-	-	-	-
-	-	-	-	-	-	9	9
-	-	-	-	-	-	-	-
-	-	-	-	-	-	4	4
-	-	1	1	-	-	355	355
-	-	45	45	-	-	368	368
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	59	(59)	-	-	-	-
-	-	-	-	-	21	376	(355)
-	-	59	(59)	-	21	376	(355)
-	-	(14)	(14)	-	(21)	(8)	13
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	6	6
-	-	-	-	-	-	6	6
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	6	6
-	-	(14)	(14)	-	(21)	(2)	19
127	127	127	-	663	663	663	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 127</u>	<u>\$ 127</u>	113	<u>\$ (14)</u>	<u>\$ 663</u>	<u>\$ 642</u>	661	<u>\$ 19</u>
		-				-	
		-				-	
		-				(4)	
		-				(10)	
		<u>\$ 113</u>				<u>\$ 647</u>	

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, 2010
(In Thousands)

	PUBLIC IMPROVEMENT			VARIANCE WITH FINAL BUDGET OVER UNDER
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	
REVENUES				
Use of Money and Property	\$ 20	\$ -	\$ -	\$ -
TOTAL REVENUES	20	-	-	-
EXPENDITURES				
Debt Service				
Principal Payments	5,895	5,895	5,895	-
Interest Payments	786	786	786	-
Remarketing and Other Fees	-	-	-	-
Bond Costs	-	-	-	-
TOTAL EXPENDITURES	6,681	6,681	6,681	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,661)	(6,681)	(6,681)	-
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	-	-	-	-
Special Revenue Funds	6,661	6,681	6,681	-
Debt Service Funds	-	-	-	-
Enterprise Funds	-	-	-	-
Total Operating Transfers In	6,661	6,681	6,681	-
Operating Transfers Out				
Debt Service Funds	-	-	-	-
Enterprise Funds	-	-	-	-
Total Operating Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	6,661	6,681	6,681	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	-	-	-
BUDGETARY FUND BALANCES - OCTOBER 1	-	-	-	-
BUDGETARY FUND BALANCES - SEPTEMBER 30	\$ -	\$ -	-	\$ -
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Recognition of Prior Year's Changes in				
Fair Value of Investments Held			-	
Recognition of Current Year's Changes in				
Fair Value of Investments Held			-	
FUND BALANCES - SEPTEMBER 30			\$ -	

See accompanying Independent Auditor's Report.

UTILITY TAX				EXCISE TAX			
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
\$ 37	\$ 1	\$ 1	\$ -	\$ 550	\$ 550	\$ 291	\$ (259)
37	1	1	-	550	550	291	(259)
2,690	2,690	2,690	-	6,065	6,065	6,065	-
134	134	134	-	2,332	2,332	2,332	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
2,824	2,824	2,824	-	8,397	8,397	8,397	-
(2,787)	(2,823)	(2,823)	-	(7,847)	(7,847)	(8,106)	(259)
1,846	1,882	1,882	-	8,400	8,541	8,541	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,846	1,882	1,882	-	8,400	8,541	8,541	-
-	-	-	-	-	-	-	-
-	-	-	-	(405)	(405)	(243)	(162)
-	-	-	-	(405)	(405)	(243)	(162)
1,846	1,882	1,882	-	7,995	8,136	8,298	(162)
(941)	(941)	(941)	-	148	289	192	(421)
941	941	941	-	7,082	7,082	7,082	-
\$ -	\$ -	-	\$ -	\$ 7,230	\$ 7,371	7,274	\$ (421)
		-				-	
		-				181	
		\$ -				\$ 7,455	

(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, 2010
(In Thousands)

	PROFESSIONAL SPORTS FACILITY SALES TAX			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER
REVENUES				
Use of Money and Property	\$ 29	\$ 1	\$ 1	\$ -
TOTAL REVENUES	29	1	1	-
EXPENDITURES				
Debt Service				
Principal Payments	990	990	990	-
Interest Payments	922	922	922	-
Remarketing and Other Fees	-	-	-	-
Bond Costs	-	-	-	-
TOTAL EXPENDITURES	1,912	1,912	1,912	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,883)	(1,911)	(1,911)	-
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
General Fund	-	-	-	-
Special Revenue Funds	1,900	1,928	1,928	-
Debt Service Funds	-	-	-	-
Enterprise Funds	-	-	-	-
Total Operating Transfers In	1,900	1,928	1,928	-
Operating Transfers Out				
Debt Service Funds	-	-	-	-
Enterprise Funds	-	-	-	-
Total Operating Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	1,900	1,928	1,928	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	17	17	17	-
BUDGETARY FUND BALANCES - OCTOBER 1	1,458	1,458	1,458	-
BUDGETARY FUND BALANCES - SEPTEMBER 30	\$ 1,475	\$ 1,475	1,475	\$ -
RECONCILIATION OF BUDGET TO GAAP REPORTING				
Recognition of Prior Year's Changes in				
Fair Value of Investments Held			-	
Recognition of Current Year's Changes in				
Fair Value of Investments Held			-	
FUND BALANCES - SEPTEMBER 30			\$ 1,475	

See accompanying Independent Auditor's Report.

FIRST FLORIDA				BANC OF AMERICA		
ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER	ORIGINAL AND FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET OVER UNDER
\$ 49	\$ -	\$ -	\$ -	\$ 19	\$ 1	\$ (18)
49	-	-	-	19	1	(18)
1,915	1,915	1,915	-	211	211	-
772	772	772	-	962	962	-
8	10	10	-	-	-	-
-	-	-	-	-	-	-
2,695	2,697	2,697	-	1,173	1,173	-
(2,646)	(2,697)	(2,697)	-	(1,154)	(1,172)	(18)
2,546	2,625	2,625	-	-	-	-
100	28	72	44	1,121	1,104	(17)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,646	2,653	2,697	44	1,121	1,104	(17)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,646	2,653	2,697	44	1,121	1,104	(17)
-	(44)	-	44	(33)	(68)	(35)
(100)	(100)	(100)	-	610	610	-
\$ (100)	\$ (144)	(100)	\$ 44	\$ 577	542	\$ (35)
		100			-	
		-			-	
		\$ -			\$ 542	



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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.

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.

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.

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2010**

	AIRPORT	PORT	MARINA	GOLF COURSE
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	\$ 1,998	\$ 75,203	\$ 737,822	\$ 514,908
Investments	-	1,000,000	2,719,812	-
Accounts Receivable	119,321	70,652	95,288	333
Accrued Interest	-	1,042	5,945	-
Due from Other Governmental Agencies				
Grants	566,716	594,117	-	-
Inventories	-	-	15,047	194,752
Prepaid Expenses and Deposits	549	-	1,250	3,500
Total Current Assets	688,584	1,741,014	3,575,164	713,493
NONCURRENT ASSETS				
Capital Assets				
Land	1,912,168	1,001,500	-	392,907
Buildings	9,376,722	11,176,965	4,151,114	1,705,491
Improvements	8,433,084	5,680,913	14,295,859	6,282,461
Machinery and Equipment	670,342	19,553	283,404	1,170,633
Accumulated Depreciation	(7,294,651)	(2,914,462)	(8,760,695)	(7,245,623)
Projects in Progress	1,840,614	52,414	314,617	-
Total Capital Assets	14,938,279	15,016,883	10,284,299	2,305,869
Other Assets				
Unamortized Loan Issuance Costs	-	-	49,894	-
Total Noncurrent Assets	14,938,279	15,016,883	10,334,193	2,305,869
TOTAL ASSETS	\$ 15,626,863	\$ 16,757,897	\$ 13,909,357	\$ 3,019,362
LIABILITIES				
CURRENT LIABILITIES				
Vouchers and Accounts Payable	\$ 371,167	\$ 10,947	\$ 58,172	\$ 41,595
Accrued Salaries	5,041	3,769	12,758	30,891
Accrued Annual Leave	-	-	-	6,274
Other Current Liabilities	-	-	-	-
Retainage	98,785	-	4,486	625
Due to Other Governmental Agencies	1,595	-	12,684	12,402
Due to Other Funds	-	1,508,202	-	-
Notes Payable - Current Portion	-	-	420,000	-
Accrued Interest	-	-	62,018	-
Deposits	4,500	-	19,525	89,996
Deferred Revenue	-	-	-	-
Total Current Liabilities	481,088	1,522,918	589,643	181,783
LONG-TERM LIABILITIES				
Accrued Annual Leave	16,398	16,014	47,158	233,546
Less Current Portion	-	-	-	(6,274)
Notes Payable	-	-	6,260,000	-
Less Current Portion	-	-	(420,000)	-
Obligation for OPEB	22,053	57,888	124,403	211,214
Unamortized Discount	-	-	(31,798)	-
Unamortized Underwriting Discount	-	-	(22,887)	-
Total Long-term Liabilities	38,451	73,902	5,956,876	438,486
TOTAL LIABILITIES	519,539	1,596,820	6,546,519	620,269
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	14,938,279	15,016,883	4,078,984	2,305,869
Unrestricted	169,045	144,194	3,283,854	93,224
TOTAL NET ASSETS	\$ 15,107,324	\$ 15,161,077	\$ 7,362,838	\$ 2,399,093

See accompanying Independent Auditor's Report.

JAMESTOWN COMPLEX	PARKING	MAHAFFEY THEATER	PIER	COLISEUM	SUNKEN GARDENS	TOTAL
\$ 213,648	\$ 438,625	\$ 682,936	\$ 200,558	\$ 112,097	\$ 181,368	\$ 3,159,163
-	-	-	-	-	-	3,719,812
-	276,187	38,208	60,031	5,346	-	665,366
-	-	-	-	-	-	6,987
-	-	-	-	-	-	1,160,833
-	-	15,531	-	10,855	19,647	255,832
-	-	125,783	56,148	1,600	-	188,830
<u>213,648</u>	<u>714,812</u>	<u>862,458</u>	<u>316,737</u>	<u>129,898</u>	<u>201,015</u>	<u>9,156,823</u>
215,516	50,023	2,313,500	-	2,015,663	2,918,450	10,819,727
6,173,257	12,185,621	48,847,687	15,822,325	2,016,797	4,041,073	115,497,052
188,515	1,794,765	5,256,247	2,234,151	1,011,492	1,598,020	46,775,507
264,165	1,379,836	3,510,502	675,960	832,480	108,611	8,915,486
(1,856,032)	(4,537,428)	(19,958,330)	(9,953,012)	(2,114,083)	(927,745)	(65,562,061)
-	-	-	-	-	-	2,207,645
<u>4,985,421</u>	<u>10,872,817</u>	<u>39,969,606</u>	<u>8,779,424</u>	<u>3,762,349</u>	<u>7,738,409</u>	<u>118,653,356</u>
-	-	-	-	-	-	49,894
<u>4,985,421</u>	<u>10,872,817</u>	<u>39,969,606</u>	<u>8,779,424</u>	<u>3,762,349</u>	<u>7,738,409</u>	<u>118,703,250</u>
<u>\$ 5,199,069</u>	<u>\$ 11,587,629</u>	<u>\$ 40,832,064</u>	<u>\$ 9,096,161</u>	<u>\$ 3,892,247</u>	<u>\$ 7,939,424</u>	<u>\$127,860,073</u>
\$ 11,485	\$ 126,635	\$ 186,861	\$ 75,173	\$ 8,190	\$ 13,209	\$ 903,434
3,472	18,349	-	-	13,875	15,103	103,258
-	-	-	-	-	-	6,274
-	-	17,490	62,599	-	25,820	105,909
-	-	-	-	-	-	103,896
-	10,843	-	27,216	194	1,547	66,481
-	-	-	-	-	-	1,508,202
-	-	-	-	-	-	420,000
-	-	-	-	-	-	62,018
46,480	39,491	125,540	38,395	84,972	96,757	545,656
-	-	312,669	-	1,000	9,249	322,918
<u>61,437</u>	<u>195,318</u>	<u>642,560</u>	<u>203,383</u>	<u>108,231</u>	<u>161,685</u>	<u>4,148,046</u>
57,048	59,600	-	-	40,517	22,757	493,038
-	-	-	-	-	-	(6,274)
-	-	-	-	-	-	6,260,000
-	-	-	-	-	-	(420,000)
39,276	175,328	-	-	39,650	41,186	710,998
-	-	-	-	-	-	(31,798)
-	-	-	-	-	-	(22,887)
<u>96,324</u>	<u>234,928</u>	<u>-</u>	<u>-</u>	<u>80,167</u>	<u>63,943</u>	<u>6,983,077</u>
<u>157,761</u>	<u>430,246</u>	<u>642,560</u>	<u>203,383</u>	<u>188,398</u>	<u>225,628</u>	<u>11,131,123</u>
4,985,421	10,872,817	39,969,606	8,779,424	3,703,849	7,713,796	112,364,928
55,887	284,566	219,898	113,354	-	-	4,364,022
<u>\$ 5,041,308</u>	<u>\$ 11,157,383</u>	<u>\$ 40,189,504</u>	<u>\$ 8,892,778</u>	<u>\$ 3,703,849</u>	<u>\$ 7,713,796</u>	<u>\$116,728,950</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, 2010

	AIRPORT	PORT	MARINA	GOLF COURSE
OPERATING REVENUES				
Sales and Concessions	\$ -	\$ -	\$ 153,467	\$ 553,843
Service Charges and Fees	-	171,086	7,211	2,314,760
Fines and Forfeitures	-	-	-	-
Rentals and Parking	941,184	11,834	2,604,941	403,686
Total Operating Revenues	<u>941,184</u>	<u>182,920</u>	<u>2,765,619</u>	<u>3,272,289</u>
OPERATING EXPENSES				
Personal Services and Benefits	341,600	399,260	949,982	2,218,921
Supplies, Services, and Claims	273,881	96,120	597,519	912,264
General Administrative Charges	126,012	124,932	143,844	358,632
Depreciation	544,619	469,630	787,702	320,549
Total Operating Expenses	<u>1,286,112</u>	<u>1,089,942</u>	<u>2,479,047</u>	<u>3,810,366</u>
OPERATING INCOME (LOSS)	<u>(344,928)</u>	<u>(907,022)</u>	<u>286,572</u>	<u>(538,077)</u>
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental Revenues	1,706,480	1,426,769	-	-
Earnings on Investments	602	1,739	57,391	269
Interest Expense	-	-	-	(17)
Amortization of Bond Discount and Issue Cost	-	-	(20,341)	-
Gain (Loss) on Disposition of Capital Assets	-	(380,769)	(21,854)	(1,569)
Capital Assets to Governmental Activities	-	-	-	-
Miscellaneous Revenues	4,521	2,200	3,949	5,513
Total Nonoperating Revenues (Expenses)	<u>1,711,603</u>	<u>1,049,939</u>	<u>19,145</u>	<u>4,196</u>
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	<u>1,366,675</u>	<u>142,917</u>	<u>305,717</u>	<u>(533,881)</u>
CONTRIBUTIONS				
Capital Assets from (to) Other Funds	236	299,270	-	-
Contributions from Citizens and Developers	-	-	-	4,480
Total Contributions	<u>236</u>	<u>299,270</u>	<u>-</u>	<u>4,480</u>
TRANSFERS IN (OUT)				
Transfers In				
General Fund	187,469	508,000	286,930	462,357
Transfers Out				
General Fund	-	-	(300,000)	-
Capital Project Funds	-	-	-	-
Payment in Lieu of Taxes - General Fund	(120,864)	(55,344)	(110,796)	(58,200)
Total Transfers In (Out)	<u>66,605</u>	<u>452,656</u>	<u>(123,866)</u>	<u>404,157</u>
CHANGE IN NET ASSETS	<u>1,433,516</u>	<u>894,843</u>	<u>181,851</u>	<u>(125,244)</u>
NET ASSETS - OCTOBER 1 (as restated, see Note 3)	<u>13,673,808</u>	<u>14,266,234</u>	<u>7,180,987</u>	<u>2,524,337</u>
NET ASSETS - SEPTEMBER 30	<u>\$ 15,107,324</u>	<u>\$ 15,161,077</u>	<u>\$ 7,362,838</u>	<u>\$ 2,399,093</u>

See accompanying Independent Auditor's Report.

JAMESTOWN COMPLEX	PARKING	MAHAFFEY THEATER	PIER	COLISEUM	SUNKEN GARDENS	TOTAL
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 707,310
1,567	2,866,769	2,513,252	485,688	502,147	593,722	9,456,202
-	1,578,028	-	-	-	-	1,578,028
501,933	64,109	-	727,297	-	11,616	5,266,600
503,500	4,508,906	2,513,252	1,212,985	502,147	605,338	17,008,140
242,976	1,664,338	904,653	747,912	495,999	489,777	8,455,418
247,861	2,306,784	2,745,585	2,067,455	296,902	389,893	9,934,264
10,164	-	-	-	-	-	763,584
142,710	432,390	1,666,217	475,391	152,125	222,513	5,213,846
643,711	4,403,512	5,316,455	3,290,758	945,026	1,102,183	24,367,112
(140,211)	105,394	(2,803,203)	(2,077,773)	(442,879)	(496,845)	(7,358,972)
-	-	-	-	-	-	3,133,249
177	406	3,292	-	86	53	64,015
-	-	-	-	-	-	(17)
-	-	-	-	-	-	(20,341)
-	6,327	-	-	-	(776)	(398,641)
-	(19,363)	-	-	-	(1,878)	(21,241)
8,508	812	214,317	67,556	-	143	307,519
8,685	(11,818)	217,609	67,556	86	(2,458)	3,064,543
(131,526)	93,576	(2,585,594)	(2,010,217)	(442,793)	(499,303)	(4,294,429)
-	-	-	25,741	-	-	325,247
-	-	-	-	-	844	5,324
-	-	-	25,741	-	844	330,571
70,000	-	965,700	1,427,000	232,000	222,000	4,361,456
-	(15,000)	-	-	-	-	(315,000)
-	(250,000)	-	-	-	-	(250,000)
(38,892)	-	-	-	-	-	(384,096)
31,108	(265,000)	965,700	1,427,000	232,000	222,000	3,412,360
(100,418)	(171,424)	(1,619,894)	(557,476)	(210,793)	(276,459)	(551,498)
5,141,726	11,328,807	41,809,398	9,450,254	3,914,642	7,990,255	117,280,448
\$ 5,041,308	\$ 11,157,383	\$ 40,189,504	\$ 8,892,778	\$ 3,703,849	\$ 7,713,796	\$ 116,728,950

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010**

	AIRPORT	PORT	MARINA	GOLF COURSE
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from Customers	\$ 884,324	\$ 185,719	\$ 2,721,870	\$ 3,284,969
Payments to Suppliers	34,861	(1,668,308)	(335,218)	(1,245,387)
Payments to Employees	(294,482)	(367,793)	(793,363)	(1,899,728)
Internal Activity - Payments to Other Funds	(152,532)	(34,018)	(531,876)	(342,072)
Claims Paid	(1,440)	(108)	(5,016)	(10,680)
Net Cash Provided by (Used for) Operating Activities	<u>470,731</u>	<u>(1,884,508)</u>	<u>1,056,397</u>	<u>(212,898)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Intergovernmental Revenue	2,801,330	4,836,926	-	17,500
(Payment) Receipt on Interfund Loan	(218,719)	(453,798)	-	-
Transfers In	187,469	508,000	286,930	462,357
Transfers Out	(120,864)	(55,344)	(410,796)	(58,200)
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>2,649,216</u>	<u>4,835,784</u>	<u>(123,866)</u>	<u>421,657</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and Construction of Capital Assets	(1,656,504)	(2,006,985)	(216,318)	(67,598)
Proceeds from Sale of Capital Assets	-	-	-	-
Principal Paid on Revenue Bond Maturities	(1,655,612)	-	(405,000)	-
Principal Paid on Capital Lease	-	-	-	(4,390)
Interest Paid on Revenue Bonds	-	-	(264,271)	(17)
Variable Rate Bond Fees	-	-	(2,923)	-
Contributions from Citizens and Developers	-	-	-	4,480
Net Cash Flows Provided by (Used for) Capital and Related Financing Activities	<u>(3,312,116)</u>	<u>(2,006,985)</u>	<u>(888,512)</u>	<u>(67,525)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchase of Investment Securities	-	(1,000,000)	(2,000,000)	-
Proceeds From Sale and Maturities of Investment Securities	-	-	209,274	-
Interest on Investments	602	697	23,698	269
Net Cash Provided by (Used for) Investment Activities	<u>602</u>	<u>(999,303)</u>	<u>(1,767,028)</u>	<u>269</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(191,567)	(55,012)	(1,723,009)	141,503
CASH AND CASH EQUIVALENTS - OCTOBER 1	193,565	130,215	2,460,831	373,405
CASH AND CASH EQUIVALENTS - SEPTEMBER 30	<u>\$ 1,998</u>	<u>\$ 75,203</u>	<u>\$ 737,822</u>	<u>\$ 514,908</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (344,928)	\$ (907,022)	\$ 286,572	\$ (538,077)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Depreciation	544,619	469,630	787,702	320,549
Other Revenues (Expenses)	4,521	2,200	3,949	5,513
(Increase) Decrease in Accounts Receivable	(61,381)	599	(40,768)	220
(Increase) Decrease in Inventories	-	-	(14,095)	(59,489)
(Increase) Decrease in Prepaid Expenses and Deposits	(549)	-	(1,250)	-
Increase (Decrease) in Vouchers and Accounts Payable	365,604	(939,108)	(11,454)	(20,846)
Increase (Decrease) in Accrued Salaries	3,239	1,303	5,571	10,505
Increase (Decrease) in Accrued Annual Leave	566	4,822	15,704	9,500
Increase (Decrease) in Due to Other governmental agencies	(46,393)	(531,194)	747	244
Increase (Decrease) in Deferred Revenue	-	-	-	-
Increase (Decrease) in Deposits and Other Liabilities	-	-	(6,930)	6,947
Increase (Decrease) in OPEB	5,433	14,262	30,649	52,036
Net Cash Provided (Used) by Operating Activities	<u>\$ 470,731</u>	<u>\$ (1,884,508)</u>	<u>\$ 1,056,397</u>	<u>\$ (212,898)</u>
Noncash Investing, Capital, and Financing Activities:				
Contributions of Capital Assets from Other Funds	\$ 236	\$ 299,270	\$ -	\$ -
Contributions of Capital Assets to Other Funds	-	-	-	-
Increase in Fair Value of Investments	-	-	28,169	-

See accompanying Independent Auditor's Report.

JAMESTOWN COMPLEX	PARKING	MAHAFFEY	PIER	COLISEUM	SUNKEN GARDENS	TOTAL
\$ 516,990	\$ 4,492,871	\$ 2,922,051	\$ 1,259,939	\$ 500,569	\$ 644,184	\$ 17,413,486
(174,309)	(1,891,978)	(2,465,588)	(1,728,080)	(239,223)	(301,457)	(10,014,687)
(211,805)	(1,428,630)	(904,653)	(747,912)	(437,930)	(425,537)	(7,511,833)
(94,846)	(630,187)	(237,453)	(274,290)	(97,565)	(122,511)	(2,517,350)
-	(14,040)	(4,404)	(5,316)	(2,460)	-	(43,464)
<u>36,030</u>	<u>528,036</u>	<u>(690,047)</u>	<u>(1,495,659)</u>	<u>(276,609)</u>	<u>(205,321)</u>	<u>(2,673,848)</u>
-	-	-	-	-	-	7,655,756
-	-	-	-	-	-	(672,517)
70,000	-	965,700	1,427,000	232,000	222,000	4,361,456
(38,892)	(265,000)	-	-	-	-	(949,096)
<u>31,108</u>	<u>(265,000)</u>	<u>965,700</u>	<u>1,427,000</u>	<u>232,000</u>	<u>222,000</u>	<u>10,395,599</u>
(1,024)	(79,616)	(14,306)	(9,145)	-	(1,712)	(4,053,208)
-	6,327	-	-	-	-	6,327
-	-	-	-	-	-	(2,060,612)
-	-	-	-	-	-	(4,390)
-	-	-	-	-	-	(264,288)
-	-	-	-	-	-	(2,923)
-	-	-	-	-	844	5,324
<u>(1,024)</u>	<u>(73,289)</u>	<u>(14,306)</u>	<u>(9,145)</u>	<u>-</u>	<u>(868)</u>	<u>(6,373,770)</u>
-	-	-	-	-	-	(3,000,000)
-	-	-	-	-	-	209,274
177	406	3,292	-	86	53	29,280
<u>177</u>	<u>406</u>	<u>3,292</u>	<u>-</u>	<u>86</u>	<u>53</u>	<u>(2,761,446)</u>
66,291	190,153	264,639	(77,804)	(44,523)	15,864	(1,413,465)
<u>147,357</u>	<u>248,472</u>	<u>418,297</u>	<u>278,362</u>	<u>156,620</u>	<u>165,504</u>	<u>4,572,628</u>
<u>\$ 213,648</u>	<u>\$ 438,625</u>	<u>\$ 682,936</u>	<u>\$ 200,558</u>	<u>\$ 112,097</u>	<u>\$ 181,368</u>	<u>\$ 3,159,163</u>
\$ (140,211)	\$ 105,394	\$ (2,803,203)	\$ (2,077,773)	\$ (442,879)	\$ (496,845)	\$ (7,358,972)
142,710	432,390	1,666,217	475,391	152,125	222,513	5,213,846
8,508	812	214,317	67,556	-	143	307,519
-	(2,633)	(4,676)	(27,077)	1,260	812	(133,644)
-	-	830	-	2,608	9,369	(60,777)
-	-	(24,870)	23,400	(1,200)	5,124	655
8,243	(43,706)	67,069	27,420	3,180	(1,502)	(545,100)
1,698	8,021	-	-	4,372	4,001	38,710
424	(3,152)	-	-	(2,703)	1,622	26,783
-	1,930	(4,889)	8,949	(302)	1,404	(569,504)
-	-	214,488	-	324	(3,589)	211,223
4,982	(14,214)	(15,330)	6,475	(3,162)	41,480	20,248
<u>9,676</u>	<u>43,194</u>	<u>-</u>	<u>-</u>	<u>9,768</u>	<u>10,147</u>	<u>175,165</u>
<u>\$ 36,030</u>	<u>\$ 528,036</u>	<u>\$ (690,047)</u>	<u>\$ (1,495,659)</u>	<u>\$ (276,609)</u>	<u>\$ (205,321)</u>	<u>\$ (2,673,848)</u>
\$ -	\$ -	\$ -	\$ 25,741	\$ -	\$ -	\$ 325,247
-	(19,363)	-	-	-	(1,878)	(21,241)
-	-	-	-	-	-	28,169



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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 Services - 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 Services - 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, 2010**

	<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	\$ -	\$ 125,307	\$ 31,780	\$ 5,350,959
Investments	25,925,433	2,018,100	-	5,006,640
Receivables				
Accounts	3,335	2,490	-	-
Accrued Interest	80,558	1,510	-	5,713
Grants	140	-	-	-
Due From Other Funds	-			962,875
Due From Other Governmental Agencies	12,116	-	-	-
Inventories	646,619	-	3,115	9,626
Prepaid Expenses	-	-	2,231	100,823
Total Current Assets	<u>26,668,201</u>	<u>2,147,407</u>	<u>37,126</u>	<u>11,436,636</u>
NONCURRENT ASSETS				
Capital Assets				
Land	1,076,640	770,000	-	49,940
Buildings	3,235,125	7,224,170	-	1,800
Improvements	834,592	2,066,804	2,312	18,100
Machinery and Equipment	52,089,993	4,764,847	276,052	15,853,542
Accumulated Depreciation	<u>(46,071,253)</u>	<u>(9,246,311)</u>	<u>(248,780)</u>	<u>(13,704,972)</u>
Total Capital Assets	<u>11,165,097</u>	<u>5,579,510</u>	<u>29,584</u>	<u>2,218,410</u>
TOTAL ASSETS	<u>\$ 37,833,298</u>	<u>\$ 7,726,917</u>	<u>\$ 66,710</u>	<u>\$ 13,655,046</u>
LIABILITIES				
CURRENT LIABILITIES				
Vouchers and Accounts Payable	\$ 768,758	\$ 607,834	\$ 3,142	\$ 208,726
Accrued Salaries	157,653	26,683	2,090	85,055
Accrued Annual Leave	46,212	-	-	12,853
Due To Other Governmental Agencies	869	-	-	-
Due To Other Funds	962,875			
Other Accrued Liabilities				
Claims - Current Portion	-	-	-	-
Deposits and Other	-	-	-	-
Total Current Liabilities	<u>1,936,367</u>	<u>634,517</u>	<u>5,232</u>	<u>306,634</u>
LONG-TERM LIABILITIES				
Accrued Annual Leave	336,901	64,027	5,201	422,026
Less Current Portion	(46,212)	-	-	(12,853)
Claims	-	-	-	-
Less Current Portion	-	-	-	-
Obligation for OPEB	<u>389,260</u>	<u>57,126</u>	<u>24,712</u>	<u>499,184</u>
Total Long-term Liabilities	<u>679,949</u>	<u>121,153</u>	<u>29,913</u>	<u>908,357</u>
TOTAL LIABILITIES	<u>2,616,316</u>	<u>755,670</u>	<u>35,145</u>	<u>1,214,991</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	11,165,097	5,579,510	29,584	2,218,410
Unrestricted	<u>24,051,885</u>	<u>1,391,737</u>	<u>1,981</u>	<u>10,221,645</u>
TOTAL NET ASSETS	<u>\$ 35,216,982</u>	<u>\$ 6,971,247</u>	<u>\$ 31,565</u>	<u>\$ 12,440,055</u>

See accompanying Independent Auditor's Report.

<u>BILLING AND COLLECTIONS</u>	<u>CONSOLIDATED INVENTORY</u>	<u>INSURANCE</u>	<u>TOTAL</u>
\$ -	\$ 377,053	\$ 2,573,072	\$ 8,458,171
8,094,750	-	44,200,500	85,245,423
1,083,176	4,907	96,115	1,190,023
41,823	-	219,045	348,649
-	-	-	140
-	-	652,164	1,615,039
3,700	-	50	15,866
-	567,002	-	1,226,362
-	-	2,476,974	2,580,028
<u>9,223,449</u>	<u>948,962</u>	<u>50,217,920</u>	<u>100,679,701</u>
32,583	-	-	1,929,163
-	5,229,076	-	15,690,171
4,483	26,651	-	2,952,942
573,456	82,577	56,364	73,696,831
<u>(516,851)</u>	<u>(596,732)</u>	<u>(55,507)</u>	<u>(70,440,406)</u>
<u>93,671</u>	<u>4,741,572</u>	<u>857</u>	<u>23,828,701</u>
\$ 9,317,120	\$ 5,690,534	\$ 50,218,777	\$ 124,508,402
\$ 521,331	\$ 290,623	\$ 88,782	\$ 2,489,196
77,954	5,533	18,049	373,017
12,492	797	-	72,354
425,964	-	-	426,833
652,164	-	-	1,615,039
-	-	6,681,000	6,681,000
<u>6,399,789</u>	<u>-</u>	<u>-</u>	<u>6,399,789</u>
<u>8,089,694</u>	<u>296,953</u>	<u>6,787,831</u>	<u>18,057,228</u>
410,606	27,136	54,595	1,320,492
(12,492)	(797)	-	(72,354)
-	-	23,865,000	23,865,000
-	-	(6,681,000)	(6,681,000)
<u>694,235</u>	<u>40,116</u>	<u>73,601</u>	<u>1,778,234</u>
<u>1,092,349</u>	<u>66,455</u>	<u>17,312,196</u>	<u>20,210,372</u>
<u>9,182,043</u>	<u>363,408</u>	<u>24,100,027</u>	<u>38,267,600</u>
93,671	4,741,572	857	23,828,701
<u>41,406</u>	<u>585,554</u>	<u>26,117,893</u>	<u>62,412,101</u>
\$ 135,077	\$ 5,327,126	\$ 26,118,750	\$ 86,240,802

CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010

	<u>EQUIPMENT MAINTENANCE</u>	<u>FACILITIES MAINTENANCE</u>	<u>PRINT SHOP</u>
OPERATING REVENUES			
Service Charges	\$ 14,873,303	\$ -	\$ 354,389
Rentals	2,925,203	2,664,732	-
Total Operating Revenues	<u>17,798,506</u>	<u>2,664,732</u>	<u>354,389</u>
OPERATING EXPENSES			
Personal Services and Benefits	5,156,635	991,629	155,032
Supplies, Services and Claims	10,258,681	1,422,394	205,549
Depreciation	4,804,460	326,757	116
Total Operating Expenses	<u>20,219,776</u>	<u>2,740,780</u>	<u>360,697</u>
OPERATING INCOME (LOSS)	<u>(2,421,270)</u>	<u>(76,048)</u>	<u>(6,308)</u>
NONOPERATING REVENUES (EXPENSES)			
Earnings on Investments	571,926	9,421	-
Gain (Loss) on Disposition of Capital Assets	56,299	-	-
Miscellaneous Revenues (Expenses)	165,752	-	-
Total Nonoperating Revenues (Expenses)	<u>793,977</u>	<u>9,421</u>	<u>-</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>(1,627,293)</u>	<u>(66,627)</u>	<u>(6,308)</u>
CONTRIBUTIONS			
Capital Assets From (To) Other Funds			
Capital Assets In	-	-	-
Capital Assets Out	(85,645)	-	-
Total Contributions	<u>(85,645)</u>	<u>-</u>	<u>-</u>
TRANSFERS			
Transfers From (To) Other Funds			
General Fund	-	-	-
Internal Service Funds	(2,479,544)	-	58,436
Total Transfers	<u>(2,479,544)</u>	<u>-</u>	<u>58,436</u>
CHANGE IN NET ASSETS	(4,192,482)	(66,627)	52,128
NET ASSETS - OCTOBER 1	<u>39,409,464</u>	<u>7,037,874</u>	<u>(20,563)</u>
NET ASSETS - SEPTEMBER 30	<u>\$ 35,216,982</u>	<u>\$ 6,971,247</u>	<u>\$ 31,565</u>

See accompanying Independent Auditor's Report.

INFORMATION AND COMMUNICATIONS SERVICES	BILLING AND COLLECTIONS	CONSOLIDATED INVENTORY	INSURANCE	TOTAL
\$ 10,497,226	\$ 8,647,610	\$ 495,450	\$ 47,868,401	\$ 82,736,379
460,500	-	-	-	6,050,435
<u>10,957,726</u>	<u>8,647,610</u>	<u>495,450</u>	<u>47,868,401</u>	<u>88,786,814</u>
6,015,520	5,533,680	416,644	1,172,655	19,441,795
4,038,842	3,620,391	132,970	50,480,377	70,159,204
1,493,309	39,469	115,820	522	6,780,453
<u>11,547,671</u>	<u>9,193,540</u>	<u>665,434</u>	<u>51,653,554</u>	<u>96,381,452</u>
<u>(589,945)</u>	<u>(545,930)</u>	<u>(169,984)</u>	<u>(3,785,153)</u>	<u>(7,594,638)</u>
48,897	199,322	722	1,645,257	2,475,545
(26,375)	(67)	36,015	-	65,872
817	128,808	1,254	428,482	725,113
<u>23,339</u>	<u>328,063</u>	<u>37,991</u>	<u>2,073,739</u>	<u>3,266,530</u>
<u>(566,606)</u>	<u>(217,867)</u>	<u>(131,993)</u>	<u>(1,711,414)</u>	<u>(4,328,108)</u>
32,605	-	-	-	32,605
-	-	-	-	(85,645)
<u>32,605</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(53,040)</u>
(399,996)	-	-	1,584,344	1,184,348
4,497,690	(1,466,197)	(249,523)	(360,862)	-
<u>4,097,694</u>	<u>(1,466,197)</u>	<u>(249,523)</u>	<u>1,223,482</u>	<u>1,184,348</u>
3,563,693	(1,684,064)	(381,516)	(487,932)	(3,196,800)
<u>8,876,362</u>	<u>1,819,141</u>	<u>5,708,642</u>	<u>26,606,682</u>	<u>89,437,602</u>
<u>\$ 12,440,055</u>	<u>\$ 135,077</u>	<u>\$ 5,327,126</u>	<u>\$ 26,118,750</u>	<u>\$ 86,240,802</u>

**CITY OF ST. PETERSBURG, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010**

	<u>EQUIPMENT MAINTENANCE</u>	<u>FACILITIES MAINTENANCE</u>	<u>PRINT SHOP</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 17,957,746	\$ 2,664,732	\$ 354,389
Payments to Suppliers	(9,059,341)	(919,489)	(66,113)
Payments to Employees	(5,084,242)	(958,002)	(150,729)
Internal Activity - Payments to Other Funds	(1,091,166)	(569,345)	(142,979)
Claims Paid	-	-	-
Net Cash Provided by (Used for) Operating Activities	<u>2,722,997</u>	<u>217,896</u>	<u>(5,432)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
(Payment) Receipt on Interfund Loan	962,875	-	-
Transfers in	-	-	58,436
Transfers out	(2,479,544)	-	-
Net Cash Provided by (Used for) Noncapital Activity	<u>(1,516,669)</u>	<u>-</u>	<u>58,436</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and Construction of Capital Assets	(1,770,987)	(50,852)	(29,549)
Proceeds from Sale of Capital Assets and Recoveries	56,299	-	-
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(1,714,688)</u>	<u>(50,852)</u>	<u>(29,549)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Investment Securities	(47,000,000)	(2,000,000)	-
Proceeds from Sale and Maturities of Investment Securities	43,540,555	-	-
Interest on Investments	571,472	1,171	-
Net Cash Provided by (Used for) Investing Activities	<u>(2,887,973)</u>	<u>(1,998,829)</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,396,333)	(1,831,785)	23,455
CASH AND CASH EQUIVALENTS - OCTOBER 1	<u>3,396,333</u>	<u>1,957,092</u>	<u>8,325</u>
CASH AND CASH EQUIVALENTS - SEPTEMBER 30	<u>\$ -</u>	<u>\$ 125,307</u>	<u>\$ 31,780</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Operating Income (Loss)	\$ (2,421,270)	\$ (76,048)	\$ (6,308)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities			
Depreciation	4,804,460	326,757	116
Other Revenue (Expenses)	165,752	-	-
(Increase) Decrease in Accounts Receivable	(1,352)	-	-
(Increase) Decrease in Due from Other Governmental Agencies	(5,160)	-	-
(Increase) Decrease in Inventory	(130,681)	-	-
(Increase) Decrease in Prepaid Expenses and Deposits	-	-	(1,731)
Increase (Decrease) in Vouchers and Accounts Payable	238,855	(66,440)	(1,812)
Increase (Decrease) in Accrued Salaries	45,845	10,103	965
Increase (Decrease) in Accrued Vacation	(69,352)	9,450	(2,750)
Increase (Decrease) in Due to Other Governmental Agencies	-	-	-
Increase (Decrease) in Deposits	-	-	-
Increase (Decrease) in Claims	-	-	-
Increase (Decrease) in OPEB	95,900	14,074	6,088
Net Cash Provided by (Used for) Operating Activities	<u>\$ 2,722,997</u>	<u>\$ 217,896</u>	<u>\$ (5,432)</u>
Noncash Investing, Capital, and Financing Activities			
Contributions of Capital Assets from Other Funds	\$ -	\$ -	\$ -
Contributions of Capital Assets to Other Funds	(85,645)	-	-
Increase in Fair Market Value of Investments	41,923	6,740	-

See accompanying Independent Auditor's Report.

INFORMATION AND COMMUNICATION SERVICES	BILLING AND COLLECTIONS	CONSOLIDATED INVENTORY	INSURANCE	TOTAL
\$ 10,958,581	\$ 8,858,301	\$ 614,741	\$ 48,171,113	\$ 89,579,603
(2,856,522)	(1,072,178)	29,791	(39,547,073)	(53,490,925)
(5,801,668)	(5,334,379)	(409,880)	(1,141,817)	(18,880,717)
(795,308)	(2,402,901)	(124,871)	(129,635)	(4,256,205)
-	-	-	(5,155,454)	(5,155,454)
<u>1,505,083</u>	<u>48,843</u>	<u>109,781</u>	<u>2,197,134</u>	<u>6,796,302</u>
(962,875)	652,164	-	(652,164)	-
4,497,690	-	-	1,584,344	6,140,470
(399,996)	(1,466,197)	(249,523)	(360,862)	(4,956,122)
<u>3,134,819</u>	<u>(814,033)</u>	<u>(249,523)</u>	<u>571,318</u>	<u>1,184,348</u>
(647,272)	(8,200)	(1,347)	-	(2,508,207)
<u>7,665</u>	<u>-</u>	<u>36,475</u>	<u>-</u>	<u>100,439</u>
<u>(639,607)</u>	<u>(8,200)</u>	<u>35,128</u>	<u>-</u>	<u>(2,407,768)</u>
(11,000,000)	(16,000,000)	-	(59,000,008)	(135,000,008)
8,500,000	15,000,000	-	51,285,920	118,326,475
47,778	151,268	722	1,259,894	2,032,305
<u>(2,452,222)</u>	<u>(848,732)</u>	<u>722</u>	<u>(6,454,194)</u>	<u>(14,641,228)</u>
1,548,073	(1,622,122)	(103,892)	(3,685,742)	(9,068,346)
<u>3,802,886</u>	<u>1,622,122</u>	<u>480,945</u>	<u>6,258,814</u>	<u>17,526,517</u>
<u>\$ 5,350,959</u>	<u>\$ -</u>	<u>\$ 377,053</u>	<u>\$ 2,573,072</u>	<u>\$ 8,458,171</u>
\$ (589,945)	\$ (545,930)	\$ (169,984)	\$ (3,785,153)	\$ (7,594,638)
1,493,309	39,469	115,820	522	6,780,453
817	128,808	1,254	428,482	725,113
38	(25,720)	793	(39,396)	(65,637)
-	(3,700)	-	3,864	(4,996)
(1,647)	-	117,244	-	(15,084)
331,797	-	-	156,253	486,319
56,862	145,312	37,890	9,962	420,629
35,958	33,339	2,404	9,814	138,428
54,912	(5,074)	(5,523)	2,891	(15,446)
-	45,540	-	-	45,540
-	65,763	-	(90,238)	(24,475)
-	-	-	5,482,000	5,482,000
122,982	171,036	9,883	18,133	438,096
<u>\$ 1,505,083</u>	<u>\$ 48,843</u>	<u>\$ 109,781</u>	<u>\$ 2,197,134</u>	<u>\$ 6,796,302</u>
\$ 32,605	\$ -	\$ -	\$ -	\$ 32,605
-	-	-	-	(85,645)
5,705	12,281	-	352,793	419,442



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CITY OF ST. PETERSBURG, FLORIDA

AGENCY FUNDS

**CITY OF ST. PETERSBURG, FLORIDA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010**

	<u>BALANCE 9-30-09</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE 9-30-10</u>
ASSETS				
Cash and Cash Equivalents	\$ 1,000,771	\$ 65,624,074	\$ 65,488,904	\$ 1,135,941
Accounts Receivable	3,128	22,080	20,013	5,195
TOTAL ASSETS	<u>\$ 1,003,899</u>	<u>\$ 65,646,154</u>	<u>\$ 65,508,917</u>	<u>\$ 1,141,136</u>
LIABILITIES				
Accounts Payable	\$ 150,091	\$ 20,045,394	\$ 20,171,982	\$ 23,503
Due to Other Governmental Agencies				
Pinellas County	88,354	351,030	88,354	351,030
Social Security Administration	440,293	23,497,446	23,503,461	434,278
Internal Revenue Service	323,666	21,742,505	21,734,671	331,500
Uncashed Checks	1,495	9,779	10,449	825
TOTAL LIABILITIES	<u>\$ 1,003,899</u>	<u>\$ 65,646,154</u>	<u>\$ 65,508,917</u>	<u>\$ 1,141,136</u>

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.



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FINANCIAL

TRENDS

INFORMATION



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

	Fiscal Years									
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Governmental Activities										
Invested in capital assets, net of related debt	\$ 317,722,669	\$ 486,163,709	\$ 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	76,621,163	77,543,670	78,911,966	74,066,881	67,084,917	58,418,792	57,334,167	67,964,593	34,866,955	33,788,089
Unrestricted	140,355,385	146,956,415	146,123,014	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>534,699,217</u>	<u>710,663,794</u>	<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	597,824,125	418,716,027	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	37,812,908	5,681,189	770,058	1,150,098	1,144,952	6,514,493	32,485,639	39,492,674	35,662,020	19,926,480
Unrestricted	133,860,070	166,804,172	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>769,497,103</u>	<u>591,201,388</u>	<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	915,546,794	904,879,736	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	114,434,071	83,224,859	79,682,024	75,216,979	68,229,869	64,933,285	89,819,806	107,457,267	70,528,975	53,714,569
Unrestricted	274,215,455	313,760,587	313,925,432	318,544,104	296,768,964	300,130,487	272,689,372	270,313,177	324,627,999	374,534,457
Total Primary Government Net Assets	<u>\$ 1,304,196,320</u>	<u>\$ 1,301,865,182</u>	<u>\$ 1,270,222,224</u>	<u>\$ 1,263,521,622</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 NET ASSETS
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Years									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Expenses										
Government Activities:										
General Government	\$ 38,178,164	\$ 39,635,505	\$ 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	23,392,593	23,212,864	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	91,135,117	90,646,089	91,691,477	83,774,953	76,624,860	68,549,362	79,183,547	68,549,362	63,787,775	67,243,341
Fire and EMS	47,954,869	48,384,025	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	16,208,520	21,501,313	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	44,972,705	61,884,711	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	-	-	-	-	-	-	-	526,791	776,470	-
Interest on Long-Term Debt	5,623,196	6,428,023	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	<u>267,465,164</u>	<u>291,692,530</u>	<u>295,442,924</u>	<u>281,068,975</u>	<u>261,128,222</u>	<u>260,875,774</u>	<u>262,966,885</u>	<u>243,861,579</u>	<u>222,280,631</u>	<u>213,621,023</u>
Business-type Activities:										
Water and Waste Water Utility	98,015,537	95,655,633	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	14,062,820	13,638,448	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	37,707,634	36,910,607	38,062,985	36,332,211	37,011,688	36,395,779	35,391,213	35,106,765	32,876,139	32,465,819
Tropicana Field	6,358,385	-	-	-	-	-	-	-	-	-
Airport	1,294,662	1,388,716	1,221,822	1,257,148	1,179,348	1,053,778	1,064,015	883,837	666,785	843,237
Port	1,094,820	987,025	885,491	951,354	935,396	1,193,374	945,637	845,568	697,588	817,580
Marina	2,525,854	2,354,034	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	3,852,204	4,250,100	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	649,880	645,127	602,778	514,301	491,610	496,480	471,448	500,761	454,706	495,801
Parking	4,441,013	-	-	-	-	-	-	-	-	-
Mahaffey	5,318,367	-	-	-	-	-	-	-	-	-
Pier	3,317,370	-	-	-	-	-	-	-	-	-
Coliseum	952,007	-	-	-	-	-	-	-	-	-
Sunken Gardens	1,113,125	-	-	-	-	-	-	-	-	-
Securities Lending	-	-	-	-	-	-	-	1,041,376	1,148,206	-
Total Business-type Activities	<u>180,703,678</u>	<u>155,829,690</u>	<u>160,629,568</u>	<u>150,458,903</u>	<u>148,663,297</u>	<u>137,076,433</u>	<u>130,793,016</u>	<u>129,195,457</u>	<u>120,599,177</u>	<u>116,735,975</u>
Total Primary Government Expenses	<u>448,168,842</u>	<u>447,522,220</u>	<u>456,072,492</u>	<u>431,527,878</u>	<u>409,791,519</u>	<u>397,952,207</u>	<u>393,759,901</u>	<u>373,057,036</u>	<u>342,879,808</u>	<u>330,356,998</u>
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	18,867,174	19,817,671	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	4,746,494	4,754,650	5,032,048	7,602,790	8,254,079	7,121,735	8,006,795	8,987,082	775,072	5,968,091
Police	2,798,285	4,167,737	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	13,323,610	15,053,402	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	611,424	5,812,897	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	5,942,323	13,172,302	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	-	-	-	-	-	-	-	581,106	786,009	-
Operating Grants and Contributions	6,525,944	13,086,817	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	18,355,946	6,389,691	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	<u>71,171,200</u>	<u>82,255,167</u>	<u>86,424,458</u>	<u>77,988,072</u>	<u>69,452,647</u>	<u>68,607,781</u>	<u>77,278,509</u>	<u>69,798,830</u>	<u>63,068,615</u>	<u>59,685,575</u>
Business-type Activities:										
Water and Waste Water Utility	89,685,100	90,109,001	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	12,275,998	11,992,634	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	39,910,352	40,089,897	39,773,147	39,180,737	36,838,448	30,921,254	30,342,320	29,904,633	30,218,518	29,971,791
Tropicana Field	1,631,382	-	-	-	-	-	-	-	-	-
Airport	941,184	894,795	838,887	733,415	746,510	684,057	673,595	653,417	624,083	644,124
Port	182,920	189,581	156,747	128,198	329,801	731,059	471,486	342,094	280,603	296,103
Marina	2,765,619	2,760,434	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	3,272,289	3,719,800	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	503,500	510,024	442,585	449,820	484,256	466,883	471,388	400,632	409,219	401,858
Parking	4,508,906	-	-	-	-	-	-	-	-	-
Mahaffey	2,513,252	-	-	-	-	-	-	-	-	-
Pier	1,212,985	-	-	-	-	-	-	-	-	-
Coliseum	502,147	-	-	-	-	-	-	-	-	-
Sunken Gardens	605,338	-	-	-	-	-	-	-	-	-
Securities Lending	-	-	-	-	-	-	-	1,148,282	1,188,887	-
Operating Grants and Contributions	1,464,498	1,324,016	1,415,362	328,423	275,111	2,803,156	232,004	282,888	119,742	859,290
Capital Grants and Contributions	5,547,370	12,866,193	2,851,376	9,956,901	9,393,461	2,635,519	4,374,098	3,028,896	2,349,161	1,505,800
Total Business-type Activities Program Revenues	<u>167,522,840</u>	<u>164,456,375</u>	<u>155,257,752</u>	<u>158,898,904</u>	<u>155,746,149</u>	<u>141,244,689</u>	<u>131,604,368</u>	<u>123,044,149</u>	<u>116,236,716</u>	<u>111,534,979</u>
Total Primary Government Program Revenues	<u>\$ 238,694,040</u>	<u>\$ 246,711,542</u>	<u>\$ 241,682,210</u>	<u>\$ 236,886,976</u>	<u>\$ 225,198,796</u>	<u>\$ 209,852,470</u>	<u>\$ 208,882,877</u>	<u>\$ 192,842,979</u>	<u>\$ 179,305,331</u>	<u>\$ 171,220,554</u>
Net (Expense) Revenue										
Government Activities	\$ (196,293,964)	\$ (209,437,363)	\$ (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	(13,180,838)	8,626,685	(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 Revenues	<u>\$ (209,474,802)</u>	<u>\$ (200,810,678)</u>	<u>\$ (214,390,282)</u>	<u>\$ (194,640,902)</u>	<u>\$ (184,592,723)</u>	<u>\$ (188,099,737)</u>	<u>\$ (184,877,024)</u>	<u>\$ (180,214,057)</u>	<u>\$ (163,574,477)</u>	<u>\$ (158,866,444)</u>
General Revenues and Other Changes in Net Assets										

Government Activities:

Taxes												
Property Tax, Levied for general purposes	\$ 83,484,249	\$ 95,140,129	\$ 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	39,407,409	37,438,505	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	18,847,964	20,829,319	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	13,870,492	14,043,313	15,293,018	16,081,855	16,822,847	16,585,300	15,801,903	15,606,672	15,201,957	14,513,960		
Franchise Tax	22,159,989	21,014,619	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	7,433,838	7,418,031	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	4,502,390	4,691,881	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	2,405,903	2,596,245	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	3,274,266	3,510,104	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	3,986,213	4,535,832	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	498,733	514,170	219,076	384,168	392,397	340,379	278,622	222,800	209,588	224,124		
Earnings on Unrestricted Investments	7,817,651	10,601,682	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)	-	-	-	-	-	-	-		
Gain (Loss) on Sale of Capital Assets	(4,252,521)	291,919	179,223	2,087,404	73,257	3,081,430	(68,363)	166,180	5,011,672	236,726		
Rentals	-	-	-	-	-	-	-	1,933,040	2,047,943	2,565,882		
Miscellaneous Income	2,177,947	549,947	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	-	-	-	-	-	-	-	-	-	14,183,142		
Transfers	4,145,418	9,856,596	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	209,759,941	233,032,292	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	6,378,443	8,471,940	9,429,294	15,737,207	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)	-	-	-	-	-	-	-		
Gain (Loss) on Sale of Capital Assets	(612,929)	506,090	427,025	1,157,530	315,042	537,138	1,800,911	587,389	772,972	431,446		
Miscellaneous Income	425,903	299,910	362,604	902,468	676,980	537,331	442,174	251,544	270,714	497,404		
Transfers	(4,145,418)	(9,856,596)	(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	2,045,999	(578,656)	(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	\$ 211,805,940	\$ 232,453,636	\$ 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	\$ 13,465,977	\$ 23,594,929	\$ 20,898,774	\$ 56,878,404	\$ 42,585,505	\$ 29,110,100	\$ 11,977,856	\$ 16,435,902	\$ 37,796,205	\$ 45,713,453		
Business-type Activities	(11,134,839)	8,048,029	(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	\$ 2,331,138	\$ 31,642,958	\$ 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
FUND BALANCES, GOVERNMENTAL FUNDS (1)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Years									
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
General Fund (1)										
Non-Spendable	\$ 63,585	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed	28,889,692	-	-	-	-	-	-	-	-	-
Assigned	637,073	-	-	-	-	-	-	-	-	-
Unassigned	23,849,003	-	-	-	-	-	-	-	-	-
Reserved	-	726,875	601,991	444,822	773,107	909,925	773,508	1,102,722	1,226,892	5,912,733
Unreserved	-	42,629,314	38,569,059	41,285,817	34,205,128	30,968,390	31,729,934	32,000,460	39,034,285	27,095,715
Total Governmental Activities Net Assets	<u>53,439,353</u>	<u>43,356,189</u>	<u>39,171,050</u>	<u>41,730,639</u>	<u>34,978,235</u>	<u>31,878,315</u>	<u>32,503,442</u>	<u>33,103,182</u>	<u>40,261,177</u>	<u>33,008,448</u>
All Other Governmental Funds (1)										
Non-Spendable	\$ 353,792	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	75,600,147	-	-	-	-	-	-	-	-	-
Committed	16,871,883	-	-	-	-	-	-	-	-	-
Assigned	18,848,659	-	-	-	-	-	-	-	-	-
Reserved, Reported In:										
All Other Governmental Funds	-	18,927,131	9,128,393	13,634,080	6,686,121	16,100,593	18,893,064	11,703,198	9,501,240	20,131,076
Debt Service Funds	-	-	20,713,149	14,141,654	14,015,143	13,652,882	13,322,669	14,162,627	14,131,272	22,985,139
Unreserved, Reported In:										
Special Revenue Funds	-	59,568,462	62,201,246	55,045,228	51,125,420	44,510,034	42,346,600	45,766,457	45,433,179	42,546,566
Capital Projects Funds	-	56,805,379	55,876,096	52,946,558	58,905,177	53,568,320	42,709,897	45,814,792	37,970,012	40,244,317
Total of All Other Governmental Funds	<u>\$ 111,674,481</u>	<u>\$ 135,300,972</u>	<u>\$ 147,918,884</u>	<u>\$ 135,767,520</u>	<u>\$ 130,731,861</u>	<u>\$ 127,831,829</u>	<u>\$ 117,272,230</u>	<u>\$ 117,447,074</u>	<u>\$ 107,035,703</u>	<u>\$ 125,907,098</u>

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

	Fiscal Years									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
REVENUES										
Taxes	\$ 147,761,661	\$ 157,384,734	\$ 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	3,170,105	3,020,012	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	2,520,494	3,395,352	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	20,135,780	33,164,416	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	8,724,084	8,809,572	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	24,311,766	16,688,588	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	13,870,492	14,043,313	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	7,433,838	7,418,031	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	-	2,113,444	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)	498,733	514,170	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	3,274,266	3,510,104	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	18,847,964	20,829,319	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	4,502,390	4,691,881	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	3,986,213	4,535,832	4,139,159	3,888,186	3,539,967	2,938,052	3,041,209	2,749,353	-	-
Pinellas County - Pedestrian Improvement Program	-	-	35,017	840	70,158	28,276	132,411	-	2,583,677	1,584,136
Total	76,725,662	74,344,682	86,475,620	78,851,326	73,430,986	72,142,201	68,642,994	65,759,893	65,851,850	64,101,200
Use of Money and Property										
Earnings on Investments	5,342,106	6,849,689	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)	-	-	-	-	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	-
Securities Lending Unrealized Loss	-	-	(5,082,715)	-	-	-	-	-	-	-
Interest on Assessments	-	-	26,393	34,158	18,477	49,601	19,325	81,367	82,207	71,546
Rentals	358,830	2,920,852	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	5,700,936	9,770,541	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	410,630	637,117	638,606	945,533	1,127,690	2,557,812	934,725	1,264,827	1,793,389	506,235
Assessments	615,887	190,434	347,144	1,312,162	767,662	1,031,694	795,687	1,671,659	1,695,197	1,050,682
Dispositions of Property	184,054	193,110	349,319	4,379,105	2,598,908	2,884,548	2,583,234	390,155	5,626,157	550,433
Other (3)	1,284,992	1,763,629	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	2,495,563	2,784,290	3,858,857	9,549,702	8,681,366	10,952,663	7,189,328	6,023,827	12,177,098	3,357,773
TOTAL REVENUES	267,234,285	292,673,599	297,324,497	314,877,284	288,623,878	269,136,093	252,155,642	236,796,361	241,772,110	224,818,958
EXPENDITURES										
Current Operations										
General Government	25,080,033	26,426,476	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	28,008,570	24,238,780	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	7,796,719	11,028,172	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	86,082,228	85,362,695	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	44,496,378	44,734,932	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	37,137,303	48,138,462	47,854,805	49,989,056	45,909,738	45,128,432	44,117,802	43,946,354	41,453,586	37,730,363
Securities Lending										
Interest	-	-	1,547,237	3,492,820	2,536,216	1,304,417	542,699	343,755	286,043	-
Agent Fees	-	-	52,156	38,721	30,109	28,302	20,601	27,832	6,922	-
Debt Service										
Principal Payments (5)	17,766,000	18,396,000	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 (5)	5,908,465	6,581,709	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	9,792	18,610	72,269	85,851	64,124	47,889	44,724	139,818	50,724	56,429
Bond Costs	-	-	45,123	-	54,124	97,052	1,438,986	-	831,707	-
Payment to Escrow Agent	-	-	-	-	-	-	-	-	9,788,160	-
Capital Outlay (4)	33,543,128	39,466,363	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	285,828,616	304,392,199	336,732,336	312,011,878	300,085,753	287,295,213	265,735,429	252,416,479	265,186,979	234,058,220
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(18,594,331)	(11,718,600)	(39,407,839)	2,865,406	(11,461,875)	(18,259,120)	(13,579,787)	(15,620,118)	(23,414,869)	(9,239,270)
OTHER FINANCING SOURCES (USES)										
Transfers In	58,561,938	157,436,302	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	(50,273,848)	(145,154,910)	(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	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	7,593,145	16,527,000	108,545,393	1,500,000	56,634,641	1,854,542
Payment to Escrow Agent	-	-	-	-	-	-	(108,064,744)	-	(54,169,264)	-
Total Other Financing Sources (Uses)	8,288,090	12,281,392	40,004,050	8,922,656	17,461,827	28,193,592	12,805,203	18,873,494	11,796,205	9,563,616
SPECIAL ITEM										
Sale of Weeki Wachee Springs	-	-	-	-	-	-	-	-	-	14,481,942
NET CHANGE IN FUND BALANCE	\$ (10,306,241)	\$ 562,792	\$ 596,211	\$ 11,788,062	\$ 5,999,952	\$ 9,934,472	\$ (774,584)	\$ 3,253,376	\$ (11,618,664)	\$ 14,806,288
Debt Services as % of Non-capital Expenditures (4)	10.13%	9.87%	20.85%	10.18%	12.82%	11.77%	11.61%	12.29%	12.88%	15.34%

**CITY OF ST. PETERSBURG, FLORIDA
FINANCIAL TRENDS STATISTICS - FOOTNOTES
SEPTEMBER 30, 2010**

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-3	1	GASB 54 was implemented in 2010 and reflects new fund balance classifications for 2010. The new classifications have not been restated for 2009 and prior.
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	Other 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	Includes refunding payments on all Sunshine State Government Finance Commission notes of \$21.9 million for years prior to 2008. Note was paid off in 2008.



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REVENUE

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

<u>Fiscal Year</u>	<u>Tax Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Non Agricultural Property</u>	<u>Institutional Property</u>	<u>Government Property</u>	<u>Mobil Home Property</u>	<u>Other Property</u> ⁽²⁾	<u>Less: Tax Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Value</u> ⁽³⁾
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	9,660,669	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	14,808,000
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
2008-09	2008	18,782,403	3,133,542	574,514	1,791	993,442	1,702,431	60,612	218,278	10,009,077	15,457,936	5.91	18,186,000
2009-10	2009	15,156,061	3,163,397	535,144	6,257	1,082,935	1,120,945	50,388	195,115	7,898,324	13,411,918	5.91	15,779,000

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⁾				
	Basic Rate	General Obligation Debt Service Rate	Voted Rate	Total Direct Rate	Pinellas County			Others Districts Rate ⁽³⁾	Suncoast Transit Authority Rate
					County Board Rate	School Board Rate	EMS Rate		
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	5.9125	4.8730	7.7310	0.5832	1.5121	0.5601
2008-09	5.9125	0.0000	0.0000	5.9125	4.8730	8.0610	0.5832	1.5551	0.5601
2009-10	5.9125	0.0000	0.0000	5.9125	4.8730	8.3460	0.5832	1.5106	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 (2)
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
2008-09	98,287,212	94,785,536	96.43	325,592	95,111,128	96.77
2009-10	86,088,634	83,109,215	96.54	367,105	83,476,320	96.97

**CITY OF ST. PETERSBURG, FLORIDA
REVENUE CAPACITY STATISTICS - FOOTNOTES
SEPTEMBER 30, 2010**

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, miscellaneous and centrally assessed.
	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 2010 is \$14,560,445,457.
	2	Pinellas County Property Appraiser. Total taxable assessed value for 2001 is \$9,387,271,939.
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-31 of the CAFR and includes Calendar of Property Tax Events, Tax Collections, and Tax Limitations per Florida Statutes.



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DEBT

CAPACITY

INFORMATION



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

GOVERNMENTAL ACTIVITIES ⁽¹⁾						
Fiscal Year	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
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
2009	38,855,000	18,665,000	2,690,000	22,435,000	49,040,000	-
2010	36,729,000	12,770,000	-	21,445,000	42,975,000	-

BUSINESS-TYPE ACTIVITIES ⁽¹⁾						
Fiscal Year	Water Resources Revenue Bonds and Notes	Stormwater Revenue Bonds	Airport Revenue Bonds	Golf Course Revenue Bonds	Marina Revenue Notes	Total Primary Government
2001	93,730,486	20,478,000	4,120,000	1,255,000	-	372,475,752
2002	87,549,444	20,478,000	4,120,000	1,255,000	-	346,611,374
2003	132,740,052	20,478,000	2,930,000	970,000	-	376,097,867
2004	129,169,223	20,478,000	2,730,000	670,000	-	356,598,228
2005	135,892,068	20,478,000	2,520,000	345,000	-	360,811,332
2006	185,909,783	20,478,000	2,300,000	-	-	399,747,419
2007	179,802,376	21,256,000	1,950,000	-	7,430,000	382,094,911
2008	175,585,602	21,180,000	1,580,000	-	7,055,000	355,363,813
2009	223,205,250	21,048,000	-	-	6,665,000	382,603,250
2010	218,575,075	20,910,000	-	-	6,260,000	359,664,075

Fiscal Year	Percentage of Total Taxable Assessed Value ⁽²⁾	Per Capita	Property Tax Value ⁽³⁾	Permanent Population ⁽⁴⁾	Personal Income (thousands of dollars) ⁽⁴⁾	Debt Per Income ⁽⁵⁾
2001	0.0441	1,500.45	8,449,823,000	248,242	5,907,177	6.31%
2002	0.0369	1,391.63	9,387,272,000	249,068	5,632,692	6.15%
2003	0.0378	1,493.57	9,960,105,303	251,812	7,887,004	4.77%
2004	0.0331	1,409.42	10,782,054,510	253,010	5,938,651	6.00%
2005	0.0303	1,421.07	11,899,634,887	253,902	6,082,984	5.93%
2006	0.0292	1,572.42	13,690,063,184	254,225	6,723,234	5.95%
2007	0.0234	1,508.06	16,302,500,912	253,369	6,277,977	6.09%
2008	0.0201	1,413.21	17,718,466,042	251,459	6,047,640	5.88%
2009	0.0230	1,538.23	16,623,629,970	248,729	6,816,447	5.61%
2010	0.0247	1,459.81	14,560,445,457	246,378	6,218,154	5.78%

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⁾
2001	1,400,000	1,400,000	-	0.0000%	8,449,823,000
2002	-	-	-	0.0000%	9,387,272,000
2003	-	-	-	0.0000%	9,960,105,303
2004	-	-	-	0.0000%	10,782,054,510
2005	-	-	-	0.0000%	11,899,634,887
2006	-	-	-	0.0000%	13,690,063,184
2007	-	-	-	0.0000%	16,302,500,912
2008	-	-	-	0.0000%	17,718,466,042
2009	-	-	-	0.0000%	16,623,629,970
2010	-	-	-	0.0000%	14,560,445,457

CITY OF ST. PETERSBURG, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2010

Governmental Unit	Debt Outstanding ⁽¹⁾	Estimated Percentage Applicable ⁽²⁾	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Pinellas County School Board	\$ 29,955,000	26.55%	\$ 7,953,053
Subtotal, Overlapping Debt			7,953,053
City Direct Debt ⁽³⁾			113,919,000
Total Direct and Overlapping Debt			\$ 121,872,053

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

Legal Debt Margin Calculation for Fiscal Year 2010

Taxable Assessed Value - January 1, 2010 ⁽¹⁾	\$ 14,560,445,457
Debt Limit - Percentage of Taxable Assess Value ⁽²⁾	<u>0.125</u>
Legal Limitation for the Issuance of General Obligation Bonds	<u>1,820,055,682</u>
Amount of Debt Applicable to Debt Limit	-
Legal Debt Margin	<u>1,820,055,682</u>

	<u>2006</u>	<u>2007</u>	<u>Fiscal Year</u> <u>2008</u>	<u>2009</u>	<u>2010</u>
Debt Limit	\$ 1,711,257,898	\$ 2,037,812,614	2,214,808,255	2,077,953,746	1,820,055,682
Total Net Debt Applicable to Limit	-	-	-	-	-
Legal Debt Margin	<u>\$ 1,711,257,898</u>	<u>\$ 2,037,812,614</u>	<u>\$ 2,214,808,255</u>	<u>\$ 2,077,953,746</u>	<u>\$ 1,820,055,682</u>
Total Net Debt Applicable to the Limit as a Percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

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

Fiscal Year	Utility Tax Revenue Bonds ⁽²⁾			
	Revenue	Debt Service		Coverage
		Principal	Interest	
2006	36,893,313	2,295,000	529,000	13.06
2007	36,774,097	2,395,000	427,000	13.03
2008	36,741,666	4,030,000	319,750	8.45
2009	38,640,295	2,560,000	262,500	13.69
2010	32,289,485	2,690,000	134,064	11.43

Fiscal Year	Professional Sports Facility Sales Tax Bonds ⁽²⁾			
	Revenue	Debt Service		Coverage
		Principal	Interest	
2006	2,030,284	915,000	1,004,025	1.06
2007	2,032,121	935,000	985,525	1.06
2008	2,023,092	950,000	966,675	1.06
2009	2,001,613	975,000	946,206	1.04
2010	2,000,779	990,000	922,244	1.05

Fiscal Year	Excise Tax Revenue Bonds ⁽²⁾			
	Revenue	Debt Service		Coverage
		Principal	Interest	
2006	22,738,302	5,050,000	3,381,600	2.70
2007	22,442,894	5,280,000	3,145,875	2.66
2008	21,580,454	5,525,000	2,892,556	2.56
2009	19,866,941	5,785,000	2,622,497	2.36
2010	19,503,000	6,065,000	2,332,033	2.32

Fiscal Year	Public Improvement Revenue Bonds			
	Revenue	Debt Service		Coverage
		Principal	Interest	
2006	7,654,223	5,540,000	933,250	1.18
2007	7,950,041	5,530,000	933,250	1.23
2008	8,505,271	5,540,000	933,250	1.31
2009	9,690,175	5,530,000	933,250	1.50
2010	8,564,270	5,895,000	785,875	1.28

Fiscal Year	Water Resources and Stormwater Revenue Bonds and Notes					
	Revenue	Less:	Net	Debt Service		Coverage
		Operating Expenses	Available Revenue	Principal	Interest	
2006	107,112,242	74,723,333	32,388,909	4,310,573	7,588,675	2.72
2007	107,821,410	72,113,220	35,708,190	3,546,118	8,904,153	2.87
2008	103,688,249	77,394,394	26,293,855	4,292,775	8,635,473	2.03
2009	103,496,464	75,951,476	27,544,988	4,592,352	9,041,995	2.02
2010	103,525,364	76,461,609	27,063,755	4,768,175	9,735,462	1.87

**CITY OF ST. PETERSBURG, FLORIDA
DEBT CAPACITY STATISTICS - FOOTNOTES
SEPTEMBER 30, 2010**

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 2010 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.
	5	Total primary government outstanding debt divided by Personal Income
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 (246,378) divided by total population for Pinellas County (927,994).
	3	City of St. Petersburg 2010 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 2010 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 2010 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



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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</u>
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	24,050	41.3	5.7
2009	248,729	6,816,447	27,405	42.4	9.6
2010	246,378	6,218,154	25,238	42.8	11.9

CITY OF ST. PETERSBURG, FLORIDA
PRINCIPAL EMPLOYERS ^{(1) (5)}
CURRENT YEAR AND FOUR YEAR'S PRIOR ⁽²⁾

Employer	2010			2006		
	Employees	Rank	Percentage of Total City Employment (3)	Employees	Rank	Percentage of Total City Employment (4)
Raymond James & Associates	2,600	1	2.36%	2,440	1	1.70%
Bayfront Medical Center, Inc.	2,500	2	2.27%	2,150	4	1.50%
All Children's Health Systems, Inc.	2,300	3	2.09%	2,300	2	1.60%
Home Shopping Network	2,300	4	2.09%			
FIS Management Services	1,800	5	1.63%			
BrightHouse Networks	1,500	6	1.36%			
St. Anthony's Hospital, Inc.	1,400	7	1.27%	1,290	10	0.90%
Jabil Circuit Company	1,300	8	1.18%	1,860	5	1.30%
Times Publishing Corporation	1,000	9	0.91%	2,300	3	1.60%
Progress Energy	1,000	10	0.91%			
Raytheon Company				1,720	6	1.20%
HSN LP				1,580	7	1.10%
Public Super Markets, Inc.				1,430	8	1.00%
Advanced Newhouse Partnership				1,430	9	1.00%
Total	17,700		16.06%	18,500		12.90%

CITY OF ST. PETERSBURG, FLORIDA
DEMOGRAPHIC AND ECONOMIC INFORMATION FOOTNOTES
SEPTEMBER 30, 2010

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 four 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 2010 is 110,244.
	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.
	5	Schedule does not include governmental or school employees.



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**OPERATING
INFORMATION**



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CITY OF ST. PETERSBURG, FLORIDA

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

	2010		2009		2008		2007		2006	
	Full Time	Part Time								
General Government	406	17	406	27	400	21	412	24	436	112
Community and Economic Development	162	38	174	51	178	42	185	17	194	14
Police	769	14	753	13	781	13	771	10	754	6
Fire and EMS	325	1	343	1	346	1	352	1	355	1
Public Works	119	75	125	77	134	76	153	75	142	73
Recreation and Culture	330	282	343	263	348	283	324	329	361	301
Water and Waste water Utility	304	4	310	5	317	4	325	3	324	4
Stormwater Utility	59	1	61	-	61	-	64	-	64	-
Sanitation	172	8	172	7	201	7	203	8	204	3
Airport	3	1	3	-	3	-	3	-	4	-
Port	4	3	4	3	4	2	4	3	7	4
Marina	11	8	11	8	10	8	11	6	12	5
Golf Courses	26	34	26	36	29	40	30	37	27	43
Jamestown Complex	4	-	3	-	5	-	5	-	5	-
Total City-Wide	2,694	486	2,734	491	2,817	497	2,842	513	2,889	566

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

Function/Program	2010	2009	2008	2007	2006
General Government					
Parking (1)					
Southcore parking garage (number of monthly contract users)	152,000	121,000	87,000	102,000	146,000
Southcore parking garage (number of daily users)	14,000	26,000	28,000	26,000	41,000
Midcore parking garage (number of monthly contract users)	89,000	98,000	120,000	128,000	70,000
Midcore parking garage (number of daily users)	137,000	245,000	312,000	381,000	500,000
Utility Accounts (2)					
Utility Customers	89,780	90,148	90,902	91,946	93,348
Meters Read	1,147,709	1,139,169	1,163,097	1,149,224	1,146,731
Bills Produced	1,130,158	1,099,861	1,221,841	1,103,851	1,110,891
Community and Economic Development					
Economic Development (3)					
Occupational Licenses Issued	15,498	15,768	16,541	17,344	17,750
Total Available Downtown Office Space (000's)	3,909	3,927	3,929	3,780	2,365
Occupancy Rate	83%	85%	88%	89%	92%
Total Available Gateway/mid Pinellas Office Space (000's)	7,529	7,851	7,325	6,970	3,960
Occupancy Rate	85%	87%	87%	90%	87%
Total Existing and Available Industrial Space	40,198	39,640	36,142	33,649	31,615
Occupancy Rate	88%	90%	95%	95%	95%
Total Existing and Available Retail Space City Wide	6,490	6,490	6,400	6,030	5,600
Occupancy Rate	92%	92%	93%	95%	96%
Permitting and Community Codes (4)					
Building Permits Issued	15,894	13,007	15,627	20,163	24,932
Total Construction Value	195,328,617	248,016,348	219,656,650	635,400,369	563,614,574
Neighborhood Services (5)					
Neighborhood Services - Codes Compliance					
Cases Opened From Citizen Complaints	11,380	10,879	10,235	11,827	11,578
Cases Opened Internally and By Survey	13,744	11,881	10,325	11,979	9,970
Number of Legal Actions By:					
Specials Magistrate and Code Enforcement Board	3,800	3,849	3,222	4,938	4,473
Court Action (Ordinance Violations)	841	841	553	507	480
Police (6)					
Citizen Calls for Service	100,592	137,462	136,413	123,543	113,138
UCR Part I Crimes (City) (7)	13,465	20,255	18,772	17,468	18,438
UCR Part I Arrests (City) (8)	2,581	3,572	3,358	2,976	2,691
UCR Part II Arrests (City) (9)	10,490	12,057	10,544	9,397	9,493
Priority One Calls for Service	1,675	2,709	3,188	2,736	2,294
Average Priority One Travel Time (Minutes)	4.5	4.5	4.4	4.1	4.3
Average Priority One Response Time (Minutes)	5.6	5.7	5.6	5.6	5.5
Fire and EMS (10)					
Fire and Emergency Responses	47,075	47,157	46,918	45,423	42,918
Fire Average Response Time (Minutes)	4:49	4:38	4:36	4:43	4:26
Rescue Average Response Time (Minutes)	4:35	4:23	4:17	4:25	4:21
Recreation and Culture					
Libraries (11)					
Items Circulated	1,514,469	1,391,681	1,184,479	1,126,571	1,065,759
Facility Use (Number of Patrons Visiting)	1,442,069	1,413,098	1,276,805	1,241,536	1,243,015
Internet/Computer Use	470,709	379,666	328,400	390,104	348,946

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

Function/Program	2010	2009	2008	2007	2006
General Government (Continued)					
Parks and Recreation (12)					
Recreation Centers					
Attendance	761,348	757,117	829,331	883,656	854,294
Rate of Recovery	40.18%	45.14%	48.58%	44.13%	45.64%
Swimming Pools					
Attendance	291,384	298,165	259,160	280,758	252,442
Rate of Recovery	30.33%	31.41%	28.78%	27.33%	26.13%
Multi-Service and Adult Centers					
Attendance	350,353	354,421	389,102	414,180	399,099
Rate of Recovery	20.54%	19.21%	19.59%	18.45%	18.28%
Sanitation (13)					
Commercial Waste Customers					
	5,713	5,657	5,950	6,066	5,683
Residential Waste Customers					
	76,080	78,825	77,911	78,251	78,572
Special Services					
Pick-up Requests	18,773	20,645	25,625	26,413	20,320
Recycling Centers	71	73	74	61	59
Tons of Yard Waste	42,688	42,962	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)	27.1	27.9	29	30.5	32.1
New Installations	182	142	294	416	805
Wastewater Treatment and Reclamation					
Total Number of Reclaimed Customers	10,924	11,153	10,901	11,032	10,735
Number of New Installations	54	93	121	136	182
Average Reclaimed Water Annual Use vs. Deep Well Injection (MGD)	15.3/19	17.68/17	18.97/13	20.65/12	20.95/18
Number of Gallons Pumped (In thousands)	15,300	17,680	18,970	20,650	20,150
Stormwater (15)					
Number of Acres of Retention Ponds & Drainage Ditches Mowed	1,136	1,136	1,136	1,136	1,136
Street Sweeping - Miles Swept (Residential, Commercial & Interstate)	37,380	37,380	37,380	37,380	35,300
Airport (16)					
Leases (Expired/Renewal/New)	1	1	2	3	7
Total Lease Value	943,000	896,000	846,000	755,000	708,000
Number of Airport Operations	77,600	83,398	83,840	74,427	78,590
Number of Based Aircraft	184	184	184	184	183
Port (17)					
Leases (Expired/Renewal/New) (18)	1	1	-	-	-
Number of Ship Days Per Year	764	745	609	521	882
Number of Visiting Ships	42	41	35	32	90
Marina (19)					
Occupancy Rate	92%	94%	94%	97%	97%
Golf Courses (20)					
Number of Rounds Per Year					
Mangrove Bay	65,939	71,267	76,605	78,519	77,076
Twin Brooks	18,856	23,545	23,724	27,211	29,505
Cypress Links	32,050	38,244	38,854	38,491	38,743
Jamestown Complex (21)					
Vacancy Rate	18.42%	11.84%	9.20%	10.91%	9.00%

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

Function/Program	2010	2009	2008	2007	2006
Police (2)					
Stations	1	1	1	1	1
Sub-stations	1	1	1	1	1
Patrol Units	381	401	412	398	378
Fire and EMS (3)					
Stations	13	13	13	13	13
Fire Fighting Units	22	22	22	22	22
Rescue Units	14	15	15	15	15
Support Specialty Units	8	8	8	8	8
Public Works (4)					
Streets and Alleys (Number)	13,849	14,022	14,022	14,022	14,022
Streets and Alleys (Miles)	1,198	1,202	1,202	1,202	1,202
Seawalls and Retaining Walls (Miles)	12	12	12	12	12
Bridges (Number)	81	79	79	79	79
Culverts (Number)	185	185	185	185	185
Recreation and Culture					
Libraries (5)	7	7	7	7	7
Recreation and Parks (6)					
Parks	151	150	141	141	137
Park Acres	2400	2400	2400	2,400	2,300
Recreation Centers	15	15	15	16	16
Swimming Pools	9	9	9	9	9
Tennis Courts	66	66	66	66	66
Dog Parks	6	6	5	5	5
Public Beaches	5	5	5	5	5
Skate Parks	2	2	2	2	2
Water and Wastewater Utility Resources (7)					
Water Mains (Miles)	1571	1579	1658	1,599	1,530
Potable Water Mains Replaced (Linear Feet)	565,661	508,959	508,177	438,883	314,880
Sanitary Sewer Collection Mains (Miles)	942	944	925	920	912
Sanitary Sewer Pipe Replacement (Linear Feet)	32,089	18,753	13,854	15,757	16,375
Sanitary Sewer Pipe Rehabilitation CIPP Lining (Linear Feet)	27,744	-	-	-	7,289
Reclaimed Water Lines	287 miles	290 miles	300 Miles	291 Miles	300 Miles
Water Reclamation Treatment Plants	4	4	4	4	4
Stormwater Utility (8)					
Storm Drainage - Miles of Pipe	478	484	500	500	500
Catch Basins	13,942	13,894	14,000	14,000	14,000
Grate Inlets	4,686	4,572	850	850	850
Culverts	185	185	185	185	185
Seawalls in Miles	12	12	12	12	12
Sanitation (9)					
Refuse Collection Vehicles	215	217	240	230	223
Marina (10)					
Slips	650	655	656	610	610
Number of Transient Boats Docked	411	497	402	250	222
Golf Courses (11)					
Number of Golf Courses	3	3	3	3	3
Jamestown Complex (12)					
Number of Units	76	76	76	55	72

**CITY OF ST. PETERSBURG, FLORIDA
OPERATING STATISTICS - FOOTNOTES
SEPTEMBER 30, 2010**

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. Beginning in 2009, Police statistics are reported for the fiscal rather than calendar year. 2008 was restated in 2009 to include the month of December 2008.
	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/abduction, arson, simple assault, drug sal drug possession, bribery, embezzlement, fraud, forgery, extortion, etc.
	10	City of St. Petersburg Fire and EMS Department. Beginning in 2009, Fire and EMS statistics are reported for the fiscal rather than calendar year. 2008 was restated in 2009 to include the month of December 2008.
	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.
	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.



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IV. REGULATORY SECTION

- **Report of Independent Certified Public Accountants 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***
- **Report of Independent Certified Public Accountants on Compliance with Requirements that could have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General of the State of Florida**
- **Schedule of Expenditures of Federal Awards and State Financial Assistance**
- **Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance**
- **Schedule of Expenditures of Other Governmental Agencies Awards**
- **Notes to Schedule of Expenditures of Other Awards and State Financial Assistance**
- **Schedule of Findings and Questioned Costs**
- **Summary Schedule of Prior Audit Findings**
- **Independent Auditors' Management Letter**



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**Report of Independent Certified Public Accountants 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, FL

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of St. Petersburg, FL (the "City"), as of and for the year ended September 30, 2010, which collectively comprise the City's basic financial statements and have issued our report thereon dated February 28, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered The City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such, that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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 matters that we reported to management of the City, in a separate letter dated February 28, 2011.

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

Cherry, Behant & Holland, L.L.P.

Tampa, Florida
February 28, 2011



Report of Independent Certified Public Accountants on Compliance with Requirements that could have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General of the State of Florida

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

Compliance

We have audited The City of St. Petersburg, Florida's (the "City") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") *Circular A-133 Compliance Supplement* and the requirements described in the State of Florida Department of Financial Services State Projects Compliance Supplement that could have a direct and material effect on each of the City's major federal programs and state financial assistance projects for the year ended September 30, 2010. The City's major federal programs and state financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs and state financial assistance projects is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, Rules of the Auditor General – Local Governmental Entity Audits. Those standards and OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General – Local Governmental Entity Audits require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or major state financial assistance project occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

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

Internal Control over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs and state financial assistance projects. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program and state financial assistance projects to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General – Local Governmental Entity Audits, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

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

Cherry, Behart & Holland, L.L.P.

Tampa, Florida
February 28, 2011

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010

FEDERAL AWARDS	CFDA	GRANT CONTRACT	
FUNDING SOURCE AND GRANT PROGRAM	NUMBER	NUMBER	EXPENDITURES
U. S. DEPARTMENT OF AGRICULTURE			
Passed through Florida Department of Health Child and Adult Care Food Program	10.558	A-1096	\$ 123,734
Passed through Florida Department of Education Summer Food Service Program for Children	10.559	04-0911	363,620
Cooperative Forestry Assistance Program Passed through Florida Department of Agriculture & Consumer Services Clam Bayou Preserve Tree Reforestation	10.664	15156	9,700
Total Department of Agriculture			<u>497,054</u>
U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
CDBG Entitlement Grants Cluster			
Direct Programs			
Community Development Block Grant	14.218	B-08-MC-12-0017	247,881
Community Development Block Grant	14.218	B-09-MC-12-0017	1,940,698
Community Development Block Grant	14.218	Program Income (3)	113,968
Neighborhood Stabilization Program	14.218	B-08-MN-12-0026	4,532,571
Neighborhood Stabilization Program	14.218	Program Income (3)	79,287
ARRA Community Development Block Grant Recovery Program	14.253	B-09-MY-12-0017	304,909
Passed through Pinellas County 49th St S Right Of Way Improvements	14.218	B-07-UC-12-0005	138,073
Total CDBG Entitlement Grants Cluster			<u>7,357,387</u>
Emergency Shelter Grants Program			
Emergency Shelter Grant Program	14.231	S-08-MC-12-0009	13,500
Emergency Shelter Grant Program	14.231	S-09-MC-12-0009	76,170
Total Emergency Shelter Grants			<u>89,670</u>
HOME Investment Partnership Program			
HOME Investment in Affordable Housing	14.239	M-03-MC-12-0220	38,766
HOME Investment in Affordable Housing	14.239	M-05-MC-12-0220	131,540
HOME Investment in Affordable Housing	14.239	M-06-MC-12-0220	881,692
HOME Investment in Affordable Housing	14.239	M-07-MC-12-0220	488,921
HOME Investment in Affordable Housing	14.239	M-08-MC-12-0220	530,390
HOME Investment in Affordable Housing	14.239	M-09-MC-12-0220	133,674
HOME Investment in Affordable Housing	14.239	Program Income (3)	186,037
Total HOME Investment Partnership Program			<u>2,391,020</u>
Economic Development Initiative Grants			
Dome Industrial and Jordan Park Renovation	14.251	B-04-SP-FL-0174	935
Dome Industrial Facilities Renovation and Construction	14.251	B-05-SP-FL-0440	6,946
Tangerine Avenue Community Redevelopment Area	14.251	B-04-SP-FL-0173	(57,974) *
Tangerine Avenue Community Redevelopment	14.251	B-05-SP-FL-0438	201,196
Tangerine Avenue Community Redevelopment Area	14.251	B-06-SP-FL-0227	147,857
Total Economic Development Initiative Grants			<u>298,960</u>

* In June 2010 the U.S. Department of Housing and Urban Development approved the City's request to reallocate previously reimbursed costs of \$58,174.45 from EDI Grant B-04-SP-FL-0173 to EDI Grants B-05-SP-FL-0438 and B-06-SP-FL-0227.

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010

FEDERAL AWARDS FUNDING SOURCE AND GRANT PROGRAM	CFDA NUMBER	GRANT CONTRACT NUMBER	EXPENDITURES
U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (continued)			
Homeless Prevention and Rapid Re-Housing Program			
Direct Program			
ARRA Homelessness Prevention and Rapid Re-Housing Program	14.257	S09-MY-12-0009	\$ 472,286
Passed through Florida Department of Children & Families ARRA Homelessness Prevention and Rapid Re-Housing Program	14.257	QFZ1C	19
Total ARRA Homelessness Prevention & Rapid Re-Housing Program			<u>472,305</u>
Total Department of Housing and Urban Development			<u>10,609,342</u>
U. S. DEPARTMENT OF JUSTICE			
Federal Equitable Sharing Program	16.000	N/A	<u>199,669</u>
Weed and Seed Programs			
Weed and Seed Program - St. Petersburg Site	16.595	2008-WS-QX-0211	67,590
Weed and Seed Program - St. Petersburg Site	16.595	2009-WS-QX-0176	78,084
Total Weed and Seed Programs			<u>145,674</u>
Bulletproof Vest Partnership Program			
Bulletproof Vest Partnership	16.607	OMB# 1121-0235	<u>14,465</u>
Project Safe Neighborhood Program			
Passed through Florida Department of Law Enforcement Project Safe Neighborhoods St. Petersburg Violent Crime And Gang Initiative	16.609	2008-PMAG-PINE-1-R6-011	<u>45,636</u>
Public Safety Partnership and Community Policing Grants			
ARRA COPS Hiring Recovery Program	16.710	2009RJWX0033	<u>671,698</u>
Edward Byrne Memorial Justice Assistance Grant Program			
Passed through Florida Department of Law Enforcement Edward Byrne Memorial Justice Assistance - SPPD Equipment	16.738	2010-JAGC-PINE-4-4X-061	71,723
Passed through Pinellas County			
Edward Byrne Memorial Justice Assistance	16.738	2007-DJ-BX-1932	40,351
Edward Byrne Memorial Justice Assistance	16.738	2008-DJ-BX-0534	52,072
Edward Byrne Memorial Justice Assistance	16.738	2009-DJ-BX-0955	104,158
Total Edward Byrne Memorial Justice Assistance Grant Program			<u>268,304</u>
Edward Byrne Memorial Justice Assistance Grant Program / Grants to States and Territories			
Passed through Florida Department of Law Enforcement ARRA St. Petersburg Police Dept JAG State Based Stimulus Funding	16.803	2010-ARRC-PINE-14-W7-141	<u>149,031</u>

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010

FEDERAL AWARDS FUNDING SOURCE AND GRANT PROGRAM	CFDA NUMBER	GRANT CONTRACT NUMBER	EXPENDITURES
U. S. DEPARTMENT OF JUSTICE (continued)			
Edward Byrne Memorial Justice Assistance Grant Program /			
Grants To Units Of Local Government			
Passed through Pinellas County			
ARRA Edward Byrne Memorial Justice Assistance	16.804	2009-SB-B9-1311	\$ 377,610
Total Department of Justice			<u>1,872,087</u>
U. S. DEPARTMENT OF LABOR			
Workforce Investment Act Pilots, Demonstrations, and Research Projects			
Summer Youth Internship Program FY10	17.261	EA-20458-10-60-A-12	268,138
Total Department of Labor			<u>268,138</u>
U. S. DEPARTMENT OF TRANSPORTATION			
Airport Improvement Program			
Airport Traffic Control Tower	20.106	N/A	549,824
ARRA Airport Traffic Control Tower	20.106	N/A	997,275
Construct Apron, Taxiway, Runway	20.106	3-12-0074-017-2008	31,671
Construct Apron (SE Ramp/Tiedowns) Phase I	20.106	3-12-0074-018-2009	91,636
Total Airport Improvement Program			<u>1,670,406</u>
Highway Planning & Construction			
Direct Program			
North Bay Trail Project	20.205	AQ187	11,418
Passed through Florida Department of Transportation			
City of St. Petersburg Downtown Resurfacing Projects	20.205	AJ736	407,281
Bike Route Improvements Master Plan	20.205	ANB59	117,293
Bicycle Route Markers	20.205	ANM38	11,330
Bicycle Pedestrian Path Enhancement	20.205	ANS36	9,272
Bicycle/Pedestrian Paths	20.205	ANS73	883,491
US 92 (4th Street) Sidewalk Project	20.205	AOD03	1,221,485
Grand Central District Complete Streets	20.205	AOP65	47,945
Skyway Trail Project	20.205	AOP66	426,756
Clam Bayou Trail - Phase 2	20.205	AOS48	72,057
Midtown Bicycle Lanes Project	20.205	AP026	120,482
54th Avenue South Side Path Project	20.205	AP362	216,175
Lake Maggiore Bicycle Lanes Project	20.205	AP980	47,144
Pinellas Point Area Bicycle Lanes Project	20.205	AP981	83,138
Pinellas Trail Traffic Control Project	20.205	APG12	16,953
1st Street Bicycle Trail Project	20.205	APH93	11,336
Gandy Boulevard (SR 694) Widening Project	20.205	APJ31	1,160,791
ARRA North Bay Trail Economic Stimulus Project	20.205	APU38	175,162
Total Highway Planning & Construction			<u>5,039,509</u>

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010

FEDERAL AWARDS FUNDING SOURCE AND GRANT PROGRAM	CFDA NUMBER	GRANT CONTRACT NUMBER	EXPENDITURES
U. S. DEPARTMENT OF TRANSPORTATION (continued)			
Federal Transit - Capital Investment Grants			
Passed through Pinellas County			
Downtown St. Petersburg Intermodal Facility Study	20.500	FL-03-0322-00	\$ <u>191,360</u>
Safety Belt Performance Grants			
City of St. Petersburg Safety Belt Enforcement	20.609	K4PT-10-21-24	<u>16,084</u>
National Highway Traffic Safety Administration Discretionary Safety Grants			
Pedestrian Safety Enforcement Campaign	20.614	BDQ09	<u>2,023</u>
Total Department of Transportation			<u><u>6,919,382</u></u>
U. S. ENVIRONMENTAL PROTECTION AGENCY			
Nonpoint Source Implementation Grants			
Passed through Florida Department of Environmental Protection			
St. Petersburg Booker Lake Alum Treatment Facility	66.460	G0135	66,518
Brownfields Assessment and Cleanup Cooperative Agreements			
Atherton Oil Brownfields Assessment and Cleanup	66.818	BF-96492407	<u>200,000</u>
Total Environmental Protection Agency			<u><u>266,518</u></u>
U. S. DEPARTMENT OF ENERGY			
Renewable Energy Research and Development			
Solar Parks Pilot Project	81.087	DE-EE0000284	71,200
Energy Efficiency and Conservation Block Grant Program			
ARRA Energy Efficiency & Conservation Block Grant	81.128	DE-EE0000780	<u>308,115</u>
Total Department of Energy			<u><u>379,315</u></u>
U. S. DEPARTMENT OF EDUCATION			
Twenty-First Century Community Learning Centers			
Passed through Coordinated Child Care of Pinellas, Inc.			
Walter Fuller 21st Century Community Learning Centers	84.287	N/A	41,349
Walter Fuller 21st Century Community Learning Centers	84.287	N/A	<u>14,880</u>
Total Department of Education			<u><u>56,229</u></u>
U. S. DEPARTMENT OF HOMELAND SECURITY			
Assistance to Firefighters Grant			
Assistance to Firefighters Grant	97.044	EMW-2008-FO-05825	<u>235,136</u>
Pre-Disaster Mitigation			
Passed through Florida Division of Emergency Management			
Pre-Disaster Mitigation Grant PARC	97.047	09DM-45-08-62-02-281	117,660
Pre-Disaster Mitigation Grant All Children's Hospital	97.047	09DM-45-08-62-02-397	<u>750,000</u>
Total Pre-Disaster Mitigation			<u><u>867,660</u></u>

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010

FEDERAL AWARDS	CFDA	GRANT CONTRACT	
FUNDING SOURCE AND GRANT PROGRAM	NUMBER	NUMBER	EXPENDITURES
U. S. DEPARTMENT OF HOMELAND SECURITY (continued)			
Homeland Security Grant Program			
Passed through Florida Division of Emergency Management			
Metropolitan Medical Response System	97.067	08-DS-65-08-62-02-365	\$ 56,976
Metropolitan Medical Response System	97.067	09-DS-44-08-62-02-386	144,510
Metropolitan Medical Response System	97.067	10-DS-44-08-62-02-415	11,792
Metropolitan Medical Response System	97.067	11-DS-47-08-62-02-279	166,966
Metropolitan Medical Response System	97.067	11-DS-59-05-62-02-278	57,518
Passed through Hillsborough County, FL			
Florida Task Force 3 Urban Search & Rescue Team	97.067	07-DS-5N-13-00-16-217	43,730
Total Homeland Security Grant Program			<u>481,492</u>
Total Department of Homeland Security			<u>1,584,288</u>
Total Expenditures of Federal Awards			\$ <u>22,452,353</u>

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010

STATE AWARDS FUNDING SOURCE AND GRANT PROGRAM	CSFA NUMBER	GRANT CONTRACT NUMBER	EXPENDITURES
DEPARTMENT OF ENVIRONMENTAL PROTECTION			
Florida Recreation Development Assistance Program			
Booker Creek Park, Ph II	37.017	A09145	\$ 22,480
Statewide Surface Water Restoration and Wastewater Projects Passed through South West Florida Water Management District			
Booker Lake Regional Stormwater Treatment Facility	37.039	05CONS00004	<u>2,856</u>
Total Department of Environmental Protection			<u><u>25,336</u></u>
FLORIDA HOUSING FINANCE CORPORATION			
State Housing Initiatives Partnership (SHIP) Program			
State Housing Initiatives Partnership FY 2006-2007	52.901	N/A	663,569
State Housing Initiatives Partnership FY 2007-2008	52.901	N/A	842,291
State Housing Initiatives Partnership FY 2008-2009	52.901	N/A	1,255,072
State Housing Initiatives Partnership FY 2009-2010	52.901	N/A	3,168
State Housing Initiatives Partnership	52.901	Program Income (3)	<u>544,022</u>
Total Florida Housing Finance Corporation			<u><u>3,308,122</u></u>
DEPARTMENT OF TRANSPORTATION			
Florida Highway Beautification Council Grants			
2009 Citywide Highway Landscape Rehabilitation Project	55.003	APG98	268,654
Citywide Highway Landscape Rehabilitation Project	55.003	AP387	<u>828,677</u>
Total Florida Highway Beautification Council Grants			<u><u>1,097,331</u></u>
Aviation Development Grants			
Construction of Intermodal General Aviation Terminal	55.004	ANU32	1,886
Airfield Infrastructure Improvements	55.004	APO95	<u>34,188</u>
Total Aviation Development Grants			<u><u>36,074</u></u>
Seaport Grants			
Design, Construction of Research and Development Center	55.005	AOO00	693,296
Wharf and Infrastructure Repair at the Port of St. Petersburg	55.005	AOZ18	<u>126,645</u>
Total Seaport Grants			<u><u>819,941</u></u>
Total Department of Transportation			<u><u>1,953,346</u></u>
DEPARTMENT OF LAW ENFORCEMENT			
Drug Control/Money Laundering Investigations			
Operation High Rollers	71.005	N/A	<u>226</u>
Total Department of Law Enforcement			<u><u>226</u></u>
DEPARTMENT OF REVENUE			
Facilities for New Professional Sports, Retained Professional Sports, or Retained Spring Training Franchise			
Professional Sports Facilities	73.016	N/A	<u>2,000,004</u>
Total Department of Revenue			<u><u>2,000,004</u></u>
Total Expenditures of State Financial Assistance			<u><u>\$ 7,287,034</u></u>
Total Expenditures of Federal And State Agencies Awards			<u><u>\$ 29,739,387</u></u>



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CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010**

NOTE 1 - GENERAL

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance presents the activity of all federal awards and state financial assistance of the City of St. Petersburg, Florida (the "City"). The reporting entity is defined in Note 1 to the City's basic financial statements for the year ended September 30, 2010.

NOTE 2 – BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's basic financial statement for the year ended September 30, 2010.

NOTE 3 – PROGRAM INCOME

Program income from the Community Development Block, HOME Investment in Affordable Housing and State Housing Initiatives Partnership grants is generated from multiple grant years, including previously closed grant years. The City has elected to show program income expenditures separately from the individual grant year expenditures listed on the Schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 4 - LOANS OUTSTANDING

The City of St. Petersburg, Florida had the following loan receivable balances outstanding at September 30, 2010.

PROGRAM TITLE	CFDA/CFSA	TOTALS
US HUD Community Development Block Grant	14.218	\$ 484,587
US HUD HOME Investment in Affordable Housing	14.239	5,527,318
State Housing Initiative Partnership	52.901	3,428,977

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED SEPTEMBER 30, 2010**

NOTE 5 – SUBRECIPIENTS

Of the federal and state expenditures presented in the Schedule, the City provided federal and state awards to subrecipients as follows:

PROGRAM TITLE	CFDA/CFSA	TOTALS
US Dept of Housing and Urban Development		
Community Development Block Grant	14.218	\$ 594,243
Emergency Shelter Grant Program	14.231	84,765
HOME Investment in Affordable Housing	14.239	266,531
ARRA Homeless Prevention & Rapid R-Housing	14.257	358,707
US Dept of Justice		
Federal Equitable Sharing Program	16.000	500
Edward Byrne Memorial Justice Assistance	16.738	13,560
US Dept of Labor		
Summer Youth Internship Program	17.261	268,138
US Dept of Homeland Security		
Pre-Disaster Mitigation Grant PARC	97.047	867,660
FL Housing Finance Corporation		
State Housing Initiatives Partnership	52.901	48,005

CITY OF ST. PETERSBURG, FLORIDA
SCHEDULE OF EXPENDITURES OF OTHER GOVERNMENTAL AGENCIES AWARDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010

OTHER GOVERNMENTAL AWARDS	GRANT CONTRACT	
FUNDING SOURCE AND GRANT PROGRAM	NUMBER	EXPENDITURES
SOUTHWEST FLORIDA WATER MANAGEMENT DISTRICT		
Direct Program		
Clam Bayou Habitat Restoration and Stormwater and Telemetry Project	03CON000035	\$ 250,209
Booker Lake Regional Stormwater Treatment Facility	05CONS00004	23,056
Lake Coronado and Vicinity Storm Drainage Improvements	06C00000048	115,904
St. Petersburg Toilet Replacement Program, Phase 10	08C00000026	54,582
St. Petersburg Toilet Replacement Program, Phase 11	10C00000070	8,578
Implementation of BMPs in the Jungle Lake to Boca Ciega Bay	07C00000018	12,962
Implementation of BMPs in the 30th Avenue North Watershed	07C00000019	964,984
Implementation of BMPs Childs Park, 44th St So and Vicinity	08C00000019	704,717
St. Petersburg Sensible Sprinkling 3	08C00000035	1,047
St. Petersburg Sensible Sprinkling 4	10C00000071	6,819
Shore Acres Stormwater Vaults	08CS0000030	219,876
Sawgrass Lake Restoration Project	08C00000099	58,219
2010 Community Education Grant	10PO0000621	1,487
Boyd Hill Park Exotic Vegetation Removal	N/A	28,800
Total Southwest Florida Water Management District		<u>2,451,240</u>
PINELLAS COUNTY		
Direct Program		
Construction of SRI Research Facilities	N/A	606,828
Local Housing Assistance Year 1	N/A	672,355
Local Housing Assistance Year 2	N/A	645,467
Local Housing Assistance Year 3	N/A	269,560
Local Housing Assistance	Program Income (3)	89,614
Municipal Recycling Reimbursement Program	N/A	189,581
Fred Marquis Pinellas Trail Overpass of 34th Street S	2009159230	1,453,137
Total Pinellas County		<u>3,926,542</u>
JUVENILE WELFARE BOARD OF PINELLAS COUNTY		
Direct Program		
South County Truancy Interdiction Center	N/A	298,004
Passed through Coordinated Child Care of Pinellas, Inc.		
TASCO Center Based Teen Programs-OST	N/A	1,076,076
TASCO Digital Photography on the Go 1	N/A	7,347
TASCO Digital Photography on the Go 2	N/A	15,509
Total Juvenile Welfare Board		<u>1,396,936</u>
Total Expenditures of Other Governmental Awards		<u>\$ 7,774,718</u>

CITY OF ST. PETERSBURG, FLORIDA

**NOTES TO THE SCHEDULE OF OTHER GOVERNMENTAL AGENCIES AWARDS
FISCAL YEAR ENDED SEPTEMBER 30, 2010**

NOTE 1 - GENERAL

The accompanying Schedule of Other Governmental Agencies Awards presents the activity of other governmental financial assistance of the City of St. Petersburg, Florida (the "City"). The reporting entity is defined in Note 1 to the City's basic financial statements for the year ended September 30, 2010.

NOTE 2 – BASIS OF ACCOUNTING

The accompanying Schedule of Other Governmental Agencies Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's basic financial statement for the year ended September 30, 2010.

City of St. Petersburg, Florida
Schedule of Findings and Questioned Costs
Year Ended September 30, 2010

Part I - Summary of Audit Results

1. The auditors' report on the financial statements expresses unqualified opinions.
2. No significant deficiencies or material weaknesses relating to internal control over financial reporting are reported in the Report of Independent Certified Public Accountants 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*
3. No instances of noncompliance material to the financial statements of the District were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to internal control over compliance for major federal awards programs are reported in the Report of Independent Certified Public Accountants on Compliance with Requirements that could have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133 and/or Chapter 10.550 Rules of the Auditor General.
5. The auditors' report on compliance for the major federal and state award programs for the District expresses an unqualified opinion.
6. The programs tested as major programs were:

<u>Name of Federal Program</u>	<u>CFDA #</u>
U.S. Department of Housing and Urban Development: Community Development Block Grant Entitlement Cluster:	
Community Development Block Grant	14.218
Community Development Block Grant, ARRA	14.253
Homelessness Prevention and Rapid Re-Housing Program, ARRA	14.257
U.S. Department of Justice:	
COPS Hiring Recovery Program, ARRA	16.710
Edward Byrne Memorial Justice Assistance, ARRA	16.804
U.S. Department of Transportation:	
Airport Improvement Program, ARRA	20.106
Highway Planning and Construction, ARRA	20.205
<u>Name of State Program</u>	<u>CSFA #</u>
Florida Housing Finance Corporation: State Housing Initiative Partnership Program	52.901
Department of Revenue: Facilities for New Professional Sports, Retained Professional Sports, or Retained Spring Training Franchise	73.016

The threshold for distinguishing Types A and B programs was \$673,570 and \$300,000 for federal and state programs, respectively.

The City was determined to be a low risk auditee.

City of St. Petersburg, Florida
Schedule of Findings and Questioned Costs (continued)
Year Ended September 30, 2010

Part II – Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no findings required to be reported in accordance with *Government Auditing Standards*.

Part III – Findings and Questioned Costs – Major Federal Awards and State Financial Assistance

This section identifies significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, related to the audit of major federal awards and state financial assistance projects, as required to be reported by OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General - Local Governmental Entity Audits.

There were no findings required to be reported in accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General – Local Governmental Entity Audits.

City of St. Petersburg, Florida
Summary Schedule of Prior Audit Findings
Federal Awards Programs and State Financial Assistance Projects
Year Ended September 30, 2010

There were no prior year audit findings.



Independent Auditors' Management Letter

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, 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, 2010, and have issued our report thereon dated February 28, 2011.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* and Chapter 10.550, *Rules of the Auditor General of the State of Florida*. We have issued our Report of Independent Certified Public Accountants on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards, Report of Independent Certified Public Accountants on Compliance with Requirements that could have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General of the State of Florida, and the Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated February 28, 2011, should be considered in conjunction with this management letter.

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

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. See Appendix B for an update on the prior year's recommendations.

Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, nothing came to our attention that would cause us to believe that the City was in noncompliance with Section 218.415 regarding the investment of public funds.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve the City's financial management. See Appendix A for current year's recommendations to improve the City's financial management. We did not audit the City's response to this matter, which is also provided in Appendix A and, accordingly, we express no opinion on it.

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

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

Section 10.554(1)(i)6., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. Such disclosure is included in the notes to the financial statements.

Section 10.554(1)(i)7.a., Rules of the Auditor General, requires a statement be included as to whether or not the City has met one or more conditions described in Section 218.503(1), Florida Statutes, and identification of specific conditions met. In connection with our audit, the results of our tests did not indicate the City met any of the conditions described in Section 218.503(1), Florida Statutes. However, our audit does not provide a legal determination on the City's compliance with this requirement.

Section 10.554(1)(i)7.b., Rules of the Auditor General, requires that we determine whether the annual financial report, filed with the Florida Department of Financial Services, pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2010. Our comparison of the financial report filed with the Department of Financial Services to the City's 2010 audited financial statement resulted in no material differences.

Pursuant to Section 10.554(1)(i)7.c. and 10.556(7), Rules of the Auditor General, require the scope of the audit include financial condition assessment procedures pursuant to Rule 10.556(7). It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by management. The financial assessment procedures described above disclosed no deteriorating financial conditions.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this letter is intended solely for the information and use of management, and the Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

Cherry, Behart & Holland, L.L.P.

Tampa, Florida
February 28, 2011

City of St. Petersburg, Florida
Appendix A – Management Letter Comments
September 30, 2010

In planning and performing our audit of the financial statements of the governmental activities, 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, 2010, which collectively comprise the City’s basic financial statements, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinions on the basic financial statements and not to provide assurance on internal control.

Current Year Observations and Recommendations:

Segregation of Duties over Investments

Observation: During the year, one employee had the ability to initiate and approve investment transactions. This same employee also prepared the quarterly investment reports which are reviewed by management.

Recommendation: We recommend that the City establish procedures where the responsibilities of initiation, approval, and recording transactions are performed by different individuals. This would provide adequate segregation of duties and strengthen controls over investments.

Management’s Response: The City has already implemented new segregation of duties as the aforementioned employee is no longer employed by the City and the responsibilities were divided to separate the investment authorization, execution, recording and reporting responsibilities to various employees within the Finance Department.

Availability of Receivables

Observation: The City’s policies require for receivables to be collected within 60 days in order to be reported on the fund level financial statements. It was noted that the City had number of general fund receivables related to miscellaneous charges and fees which were not collectible within 60 days of year end. This resulted in an audit adjustment to write down accounts receivable by approximately \$900,000 on the fund level statements.

Recommendation: We recommend that the City review the nature of accounts receivable maintained at year end to assess the availability of these funds to be reported on the fund level financial statements.

Management’s Response: The City will implement a new procedure where all receivables will be evaluated to ensure that they are collected within the 60 day availability period, and any amounts not collected during that time will be adjusted accordingly on the financial statements.

Capital Assets

Observation: It was noted that, during the capital asset inventory process for the Water Resources fund, the City improperly disposed of approximately \$2,500,000 capital assets net of accumulated depreciation that were still in use.

Recommendation: We recommend that the City strengthen the policies and procedures over the capital asset inventory process and ensure individuals performing the capital asset inventory are properly trained to perform the capital asset inventory.

Management's Response: The capital assets mentioned related to certain underground infrastructure that was still in service but was written off as obsolete due its age. The City will be undertaking a thorough review of the fixed asset policy including physical inventory procedures so that future physical inventories will have clear instructions on the proper procedure for disposals relating to infrastructure. Further, the Water Resources Department has implemented a new work order management system that will assist in future physical inventories.

Centralization of Purchasing

Observation: The City utilizes both a centralized procurement function for certain purchases and processes, as well as decentralized procurement and payment function for other purchases. A centralized model of procurement, where all procurement goes through a single, central department, has many advantages. A centralized model, unlike the decentralized model, allows the City procurement to be fully leveraged across all City activities and it assists in the institution of standardized sourcing processes through the City. The inherent economies of scale allow the City to wield the full power of its procurement, enhance operational efficiencies, and improve knowledge sharing and best practice execution. Further, a centralized procurement to payment function would enhance internal controls as preapproval would be required for all purchases and the approval process would be monitored throughout the centralized process for compliance with policies.

Recommendation: We recommend that the City review its procurement policies to ascertain whether to further centralize the procurement to payment process. This will enhance the City's internal controls and also provide for more timely and efficient financial reporting.

Management's Response: The City will review its purchasing policies and procedures to ensure that any efficiency that may be obtained through further use of a centralized purchasing system is greater than any costs associated with the further centralization of procurement.

City of St. Petersburg, Florida
Appendix B – Prior Year's Observations
September 30, 2010

Prior year's observations that have been addressed by the City and are no longer relevant are as follows:

Interdepartmental Communication - This City has established procedures in order to achieve effective communication between departments.

Loan Portfolio Management – The City completed all loan conversion to the Oracle E-loan system during the year.

Prior year's observations that continue to be relevant are as follows:

Capital Assets – Policies and Procedures

See current year Capital Asset comment above.

Capital Assets – Inventory

See current year Capital Asset comment above.



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