

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

of

The School District of  
Hillsborough County, Florida

For the

Fiscal Year Ended June 30, 2002



Issued by:

Earl J. Lennard, Ph.D., Superintendent of Schools

Prepared by:

Division of Business and Information Technology Services  
Michael K. Bookman, Ph.D., Assistant Superintendent  
Lee E. Christensen, General Director of Finance  
Ed Nicholson, Supervisor of Accounting

The School District of Hillsborough County  
901 East Kennedy Boulevard  
Tampa, Florida 33601



**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
SCHOOL DISTRICT OF HILLSBOROUGH COUNTY  
For the Fiscal Year Ended June 30, 2002**

**TABLE OF CONTENTS**

<b><u>INTRODUCTORY SECTION</u></b>	<b><u>PAGE</u></b>
Letter of Transmittal .....	i - v
Principal Officials - Elected .....	vi
Other Principal Officials - Appointed .....	vii
Organizational Chart .....	viii
Certificate of Achievement .....	ix

**FINANCIAL SECTION**

<b>Independent Auditors' Report</b> .....	1 - 2
<b>Management's Discussion and Analysis</b> .....	3 - 9
<b>Basic Financial Statements</b>	
Government-wide Financial Statements:	
Statement of Net Assets.....	13
Statement of Activities .....	14 - 15
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	16 - 17
Reconciliation of the Governmental Funds Balance Sheet To the Statement of Net Assets.....	19
Statement of Revenues, Expenditures and Changes In Fund Balances – Governmental Funds.....	20 - 23
Reconciliation of the Statement of Revenues, Expenditures and Changes In Fund Balances of Governmental Funds to the Statement of Activities .....	25
Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual – General Fund.....	26 - 27
Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual – Major Special Revenue Fund – Contracted Services...	28 - 29

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
SCHOOL DISTRICT OF HILLSBOROUGH COUNTY  
For the Fiscal Year Ended June 30, 2002**

**TABLE OF CONTENTS**

<u><b>FINANCIAL SECTION (continued)</b></u>	<u><b>PAGE</b></u>
<b>Basic Financial Statements (continued)</b>	
Statement of Net Assets – Proprietary Funds.....	30
Statement of Revenues, Expenses and Changes in Net Assets – Proprietary Funds	31
Statement of Cash Flows – Proprietary Funds.....	32
Statement of Fiduciary Net Assets – Fiduciary Funds.....	33
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds.....	34
Notes to Financial Statements.....	35 - 64
<b>Required Supplementary Information</b>	
Schedule of Funding Progress .....	65
Schedule of Employer Contributions .....	66
<b>Other supplementary information</b>	
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Non Major Governmental Funds.....	70 - 73
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Non Major Governmental Funds.....	74 - 77
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Special Revenue Funds.....	79
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Debt Service Funds .....	80 - 83
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Capital Projects Funds.....	84 - 90
Combining Statement of Net Assets – Internal Service Funds .....	92 - 93
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Internal Service Funds.....	94 - 95
Combining Statement of Cash Flows – Internal Service Funds .....	96 - 97

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
SCHOOL DISTRICT OF HILLSBOROUGH COUNTY  
For the Fiscal Year Ended June 30, 2002**

**TABLE OF CONTENTS**

<b><u>FINANCIAL SECTION (continued)</u></b>	<b><u>PAGE</u></b>
Capital Assets Used in the Operation of Governmental Funds:	
Comparative Schedules by Source .....	100
Schedule by Function and Activity .....	101
Schedule of Changes by Function and Activity.....	102
 <b><u>STATISTICAL SECTION (UNAUDITED)</u></b>	
General Fund Results of Operations.....	104 - 105
Tax Levies and Tax Collection.....	106 - 107
County-Wide Ad Valorem Tax Collections .....	108 - 109
County-Wide Assessed Value for Ad Valorem Tax Purposes .....	110 - 111
Property Tax Millages – County and Overlapping Governmental Entities.....	112 - 113
Comparative Ratios of Bonded Debt to Taxable Values and Bonded Debt Per Capita .....	114 - 115
Legal Debt Margin.....	116
Computation of Direct and Overlapping General Obligation Debt.....	117
Ratio of Annual General Bonded Debt to Total General Fund Expenditures and ..... Other Uses .....	118
Demographic Statistics.....	119 - 120
Housing and Construction.....	121
Banking.....	122
Major Property Taxpayers.....	123
School Facilities and Personnel .....	124 - 125
Largest United States School Districts.....	126 - 127
Miscellaneous Statistics .....	128 - 140

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# Introductory Section

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## **Hillsborough County School Board**

**Carol W. Kurdell, Chair**  
**Glenn Barrington, Vice Chair**  
**Carolyn Bricklemeyer**  
**Jennifer Faliero**  
**Jack R. Lamb, Ed.D.**  
**Candy Olson**  
**Doris Ross Reddick**

**Superintendent of Schools**  
**Earl J. Lennard, Ph.D.**

**Deputy Superintendent**  
**for Instruction**  
**Beth Shields**

**Deputy Superintendent**  
**for Instructional Support**  
**James P. Hamilton, Ph.D.**

**Assistant Superintendent**  
**for Business and Information**  
**Technology Services**  
**Michael K. Bookman, Ph.D.**

December 10, 2002

Dear Chair Kurdell and School Board Members:

The Comprehensive Annual Financial Report ("CAFR") of the School District of Hillsborough County, Florida, (the District) for the fiscal year ended June 30, 2002 is hereby submitted. These financial statements are presented in conformity with generally accepted accounting principles (GAAP) and are audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

Responsibility for both the accuracy of the data, and completeness and fairness of the presentation, including all disclosures, rests with the District's management. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District'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, that this financial report is complete and reliable in all material respects. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The District's financial statements have been audited by KPMG LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2002, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used

and significant estimates made by management and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended June 30, 2002, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

### **Profile of the Government**

The District School Board of Hillsborough County, Florida has direct responsibility for the operation, control, and supervision of District schools and is considered a primary government for financial reporting purposes. The Hillsborough County School District is a part of the Florida system of public education. The governing body of the school district is the Hillsborough County District School Board that is composed of seven (7) elected members. The appointed Superintendent of Schools is the executive officer of the Board. Geographic boundaries of the District correspond with those of Hillsborough County.

The CAFR contains the audited financial statements for all operations over which the School Board is financially accountable. Various potential component units were evaluated to determine whether they should be considered as part of the District's reporting entity. Accordingly, the financial statements include the Hillsborough Leasing Corporation (the Corporation). The Corporation was formed by the School Board solely for the purpose of acting as lessor, with the School Board acting as lessee, to finance the acquisition and/or construction of certain facilities, vehicles and equipment to be used in district operations. The members of the School Board serve as the Board of Directors of the Corporation. In addition, included in the reporting entity is the Hillsborough Education Foundation (the Foundation), a broadly based, non-profit direct-support organization of the School Board, and the Charter Schools that are separate not for profit corporations organized under Section 228.056, Florida Statutes. Both the Foundation and the Charter Schools are included as discretely presented component units in the accompanying financial statements. Additional information on these component units can be found in the notes to the financial statements.

The District provides a full range of educational programs in Hillsborough County. These include early childhood, kindergarten through 12<sup>th</sup> grade, basic and enriched programs, and exceptional student education. The District also provides vocational and adult programs.



Hillsborough County is the 3<sup>d</sup> largest school district in Florida and the 10<sup>th</sup> largest in the United States with over 164,000 K-12 students. The District is growing by an average of 5,000 new students each year.

The annual budget serves as the foundation for the District's financial planning and control. The District establishes and maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds are included in the annual appropriations budget. Although project length financial plans are adopted for the capital projects, the funding is contingent upon the annual budget adoption. Budgetary control is maintained for individual accounts or group of accounts within each school or department through the use of an encumbrance accounting system. The process tests for availability of funds, which precludes a requisition for services, equipment, supplies or materials from becoming a purchase order if the account would be overspent.

### **Factors Affecting Financial Condition**

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

**Economy.** While the District is heavily reliant upon state funding for the core of the educational programs within the District, and while the economic conditions of the nation and state interact with state funding adequacy and availability, the economic outlook for the District is consistent with the national situation. Florida is a high-growth state and will continue in that manner for years into the future. This growth will insure available funds sufficient to meet the minimum needs of the District. The State of Florida is heavily dependent upon sales tax collections and tourism. In addition, the community within the District is wholly supportive of the educational program, as evidenced by the contribution of money, time and effort. Any funding fluctuations will mean that new programs, innovative initiatives and educational enhancements may not be available within the desired time frames, but the positive improvements will continue to occur.

In addition, the Board, Superintendent and staff are acutely aware of the perils of interrupted revenue receipts. Prudent business practices, accompanied by statutes mandating balanced budgets, result in continual review of the financial condition of the District.

**Cash Management Policies and Practices.** The goal of the District is to maximize yield and minimize risk of invested funds. By policy all idle funds may only be invested with the State Board of Administration in the local government surplus trust funds or with a local intergovernmental pool. State Statutes limit the investment vehicles that may be utilized to United States Government obligations. Idle funds in bank accounts are, under the terms of a banking contract, invested in government securities that must provide a minimum of the federal funds overnight interest rate.

**Risk Management.** The primary method of risk financing is the self-insurance programs reported in the internal service funds. The fund provides a maximum of \$200,000 for each auto and general liability claim and \$350,000 for each worker's compensation claim. The District purchases blanket commercial insurance for excess claims liability for worker's compensation. By State Statute the \$200,000 is generally the maximum the Board can be liable for auto and general liability claims.

It should be noted that as a result of an actuarial study of the various self-insurance programs it was determined that the reserves are not at an acceptable level. As a result of these studies and projections, the management of the District has embarked on a long range plan to fund the self-insurance programs at a pace necessary to provide for current claims and to accumulate funds adequate to provide the reserves indicated by the actuarial study. While a concern to the District and certainly an issue to be resolved, the immediate impact is negligible on current operations. The long-range plan will provide the resources necessary to bring solvency to the fund.

**Pension and Other Post Employment Benefits.** The District participates in the Florida Retirement System, which is a State administered cost-sharing multiple-employee defined benefit retirement plan. The District, in addition to participating in the Florida Retirement System, has established a non-contributory Supplemental Early Retirement Plan. In fiscal year 2002 there were 342 retirees and beneficiaries receiving benefits. The actuarial determined contribution made to the plan for this year was approximately \$1.831 million.

#### **Awards and Acknowledgements.**

The Governmental Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its CAFR for the fiscal year ended June 30, 2001. This was the first year that the District received this prestigious award. In order to be awarded a Certificate of Achievement, the District must publish an easily readable and efficiently organized CAFR. The GFOA Certificate of Achievement is valid for a period of only one year. We believe that our current CAFR continues to meet the requirements of the Certificate of Achievement Program. Accordingly we are submitting the CAFR to the GFOA for consideration for another award.

The preparation of this CAFR could not have been accomplished without the efficient and dedicated services of the staff of the Finance Office. We would like to express our appreciation to all members of the Finance Office who assisted and contributed to its preparation.

Sincerely yours,

Earl J. Lennard  
Superintendent of Schools

Michael K. Bookman, Assistant Superintendent  
Business and Information Technology Services Division

Lee E. Christensen  
General Director of Finance

Ed Nicholson  
Supervisor of Accounting

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA**

**Principal Officials - Elected**

**Board Members – Terms of Office  
As of December 10, 2002**

Mrs. Carol W. Kurdell, Chairman	
Member from District 7 (at large)	
Present term began	November, 2000
Present term expires	November, 2004
Began as a Board member	November, 1992
Mr. Glenn Barrington, Vice Chariman	
Member from District 1	
Present term began	November, 2000
Present term expires	November, 2004
Began as a Board member	November, 1988
Mrs. Carolyn Bricklemyer	
Member from District 6 (at large)	
Present term began	November, 2002
Present term expires	November, 2006
Began as a Board member	November, 1994
Mrs. Jennifer Faliero	
Member from District 4	
Present term began	November, 2002
Present term expires	November, 2006
Began as a Board member	November, 2002
Mr. Jack R. Lamb, Ed.D.	
Member from District 3	
Present term began	November, 2000
Present term expires	November, 2004
Began as a Board member	November, 2000
Mrs. Candy Olson	
Member from District 2	
Present term began	November, 2002
Present term expires	November, 2006
Began as a Board member	November, 1994
Mrs. Doris Ross Reddick	
Member from District 5	
Present term began	November, 2000
Present term expires	November, 2004
Began as a Board member	November, 1992

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA**

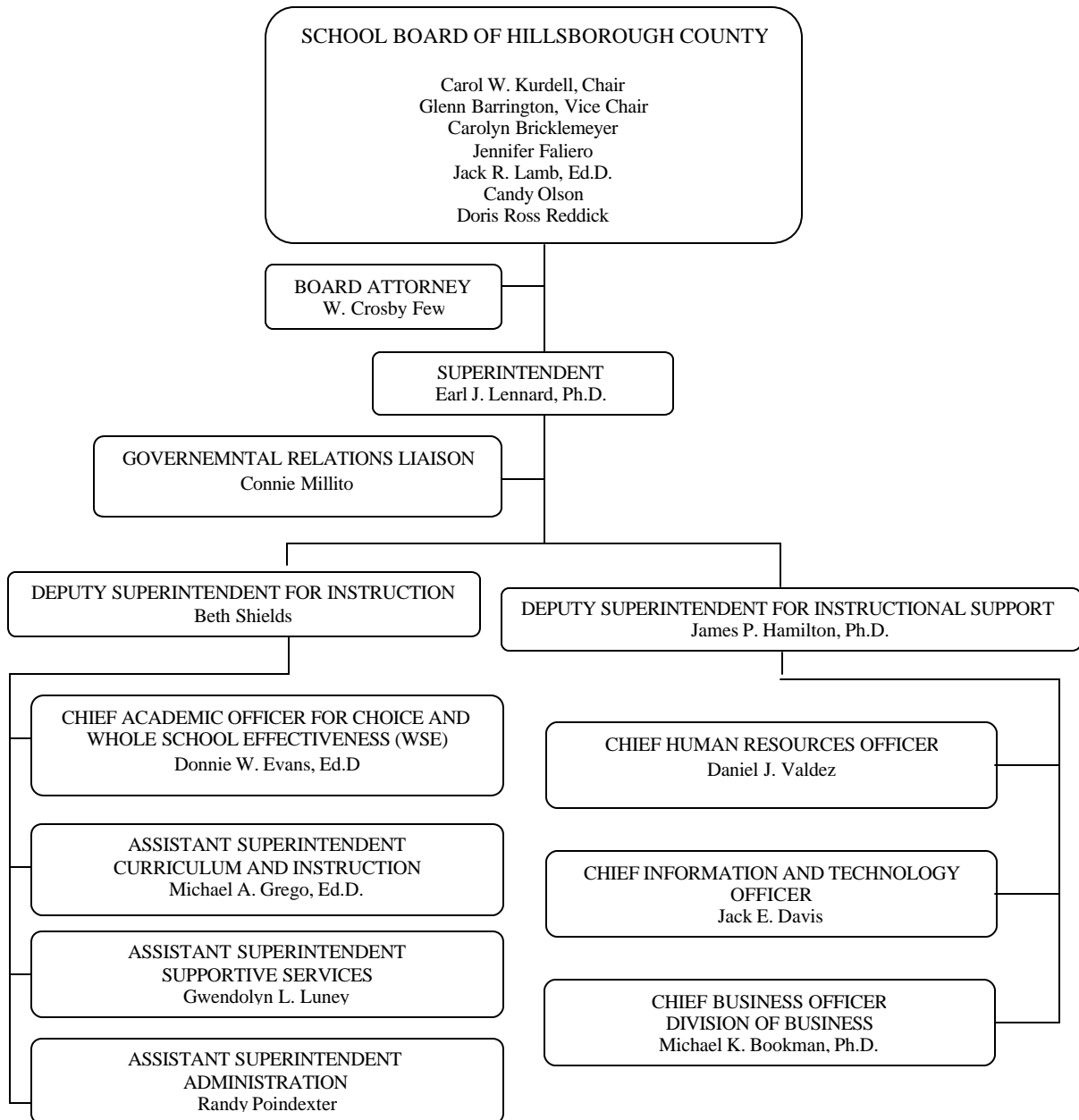
**Other Principle Officials - Appointed  
As of December 10, 2002**

<b>Name</b>	<b>Title</b>
Earl J. Lennard, Ph.D.	Superintendent of Schools
Beth Shields	Deputy Superintendent for Instruction
James P. Hamilton, Ph.D.	Deputy Superintendent for Instructional Support
Randolph Poindexter	Assistant Superintendent for Administration
Michael K. Bookman, Ph.D.	Chief Business Officer Division of Business
Donnie W. Evans, Ed.D.	Chief Academic Officer for Choice Whole School Effectiveness (WSE)
Jack E Davis	Chief Information and Technology Officer
Daniel J. Valdez	Chief Human Resources Officer
Gwendolyn L. Luney	Assistant Superintendent for Supportive Services
Michael A. Grego, Ed.D.	Assistant Superintendent for Curriculum and Instruction

# ***THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA***

## **ORGANIZATIONAL CHART**

AS OF DECEMBER 10, 2002



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

School District of  
Hillsborough County,  
Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2001

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.



*Thomas E. Quare*  
President

*Jeffrey L. Esser*  
Executive Director





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# Financial Section

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P.O. Box 1439  
Tampa, FL 33601-1439

## Independent Auditors' Report

Honorable Chairperson and Members of the School Board  
School District of Hillsborough County, Florida:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School District of Hillsborough County, Florida (the District), as of and for the year ended June 30, 2002, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of June 30, 2002, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund and the Contracted Services major special revenue fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 25 to the basic financial statements, the District adopted the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis for State and Local Governments – Omnibus*, Statement No. 38, *Certain Financial Statement Note Disclosures*, and Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, effective July 1, 2001.



KPMG LLP KPMG LLP a U.S. limited liability partnership, is  
a member of KPMG International, a Swiss association.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 18, 2002 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and schedules of employer contributions and funding progress, on pages 3 through 9, and 65 through 66 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other supplemental information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and other supplemental information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects in relation to the basic financial statements taken as a whole. The introductory section, and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

KPMG LLP

October 18, 2002

THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2002

The School District of Hillsborough County's (the "District") discussion and analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the District's financial activity, (c) identify changes in the District's financial position (its ability to address the next and subsequent year challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the District's financial statements (beginning on page 13). All amounts unless otherwise indicated, are expressed in thousands of dollars.

**Overview of the Financial Statements**

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

**Government-wide Financial Statements**

The government-wide financial statements are designed to provide the reader with a broad overview of the District's finances in a manner similar to the corporate private sector. Governmental and business-type activities are consolidated into columns which add to a total for the Primary Government.

The Statement of Net Assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. This statement, for the first time, combines and consolidates governmental fund's current financial resources (short-term spendable resources) with capital assets and long term obligations. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported when the underlying obligation/event giving rise to the change occurs, regardless of the timing of the related cash flows. This statement is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities and/or component units.

The government-wide financial statements include not only the District but its component units as well. The Hillsborough School Board Leasing Corporation, although also legally separate, functions for all practical purposes, as a department of the District, and therefore has been included as an integral part of the primary government. The Hillsborough County Education Foundation and several separate charter schools for which the District is financially accountable are included as discretely presented component units.

The government wide-financial statement can be found on pages 13 - 15 of this report.

THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2002

**Fund Financial Statements**

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds are established for various purposes and the Fund Financial Statement allows the demonstration of sources and uses and/or budgetary compliance associated therewith (beginning on page 16). All funds of the district can be divided into three major 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, the governmental funds focus on the sources and uses of liquid resources and balances of spendable resources available at the end of the fiscal year.

This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Because the focus is narrower than that of government-wide financial statements, it is useful to compare it to the information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term financial 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.

Reconciliation between the government-wide and the governmental fund financial information is necessary because of the different measurement focus (current financial resources versus total economic resources); such reconciliation is reflected on the page following each statement (see pages 19 and 25). The flow of current financial resources reflect bond proceeds and interfund transfers as other financing sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation eliminates these transactions and incorporates the capital assets and long-term obligations (bonds and others) into the governmental activities column in the government-wide statements.

The District maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Contracted Services Fund, Sales Tax Bond Revenue Fund, Certificates of Participation Fund and Other Capital Project Funds that are considered to be major funds. Data from the other twelve governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for all of its governmental funds.

THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2002

**Proprietary Funds**

The District maintains an internal service fund as its only proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses internal service funds to account for its group health, workers compensation, and liability self-insurance activities. Because these services benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

The basic proprietary fund statements can be found on pages 30 – 32.

**Fiduciary Funds**

The District is the trustee, or fiduciary, for its employee pension plans. It is also responsible for other assets that, because of a trust agreement, can be used only for the trust beneficiaries. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. The District excludes these activities from the government-wide financial statements because the District cannot use these assets to finance its operations.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on page 35 – 64 of this report.

**Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of an entities financial position. In the case of the District, assets exceeded liabilities by \$814,769 at the end of the current fiscal year.

By far the largest portion of the District's net assets (82 percent) reflects its investment in capital assets (e.g. land, building, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District'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 capital assets themselves cannot be used to liquidated these liabilities.

	<b>Governmental Activities</b>
Current and other assets	\$ 684,143
Capital assets	1,286,880
Total assets	<u>1,971,023</u>
Long-term liabilities outstanding	1,037,538
Other liabilities	118,716
Total liabilities	<u>1,156,254</u>
Net assets:	
Invested in capital assets, net of related debt	667,789
Restricted	263,083
Unrestricted (deficit)	<u>(116,103)</u>
Total Net Assets	\$ <u><u>814,769</u></u>

THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2002

An additional portion of the District assets represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets is a deficit of (\$116,103). Unrestricted net assets may be used to meet government's on going obligations to citizens and creditors. The primary reason for the deficit unrestricted net assets is the accrual of \$143,039 of compensated absences, which will be paid out in future years.

**Governmental Activities**

Governmental activities increased the Districts net assets by \$81,184. Key elements of this increase are as follows:

	<b>Governmental Activities 2002</b>
Revenues:	
Program revenues:	
Charges for services	\$ 37,130
Operating grants and contributions	70,064
Capital grants and contributions	42,535
General revenues:	
Property taxes, levied for operational purposes	266,113
Property taxes, levied for debt service	8,800
Property taxes, levied for capital projects	83,407
Local sales taxes	20,218
Grants and contributions not restricted to specific programs	721,444
Investment earnings	17,168
Miscellaneous	16,919
Total revenues	\$ <u>1,283,798</u>
Expenses:	
Instructional services	617,263
Instructional support services	118,208
Pupil transportation services	47,287
Operation and maintenance of plant	86,185
Facilities acquisition and construction	59,156
School administration	63,904
General administration	55,534
Food services	61,907
Community services and other	51,253
Interest on long term debt	40,385
Unallocated depreciation	1,532
Total expenses	<u>1,202,614</u>
Increase in net assets	81,184
Net assets July 1, 2001	<u>733,585</u>
Net assets June 30, 2002	\$ <u><u>814,769</u></u>

Comparative information will be provided in future years, as the comparable information becomes be available.

THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2002

**Financial Analysis of the District's Funds**

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

**Governmental Funds**

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

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$627,825, an increase of \$161,723 over the prior year. Of this total amount \$502,484 constitutes unreserved fund balance, which is available for spending at the District's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$59,087) 2) to pay debt service (\$50,709), 3) to complete State carryover programs (\$4,751) 4) to complete other committed projects (\$8,751) and 5) reserve for inventory (\$2,043).

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unreserved fund balance of the general fund was \$19,018, while total fund balance was \$43,579. The fund balance of the District's general fund increased by \$5,837 during the current fiscal year. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 2.1 percent of total general fund expenditures, while total fund balance represents 4.8 percent of that same amount.

**General Fund Budgetary Highlights**

During the fiscal year, the District revises its budget and brings amendments to the Board on a monthly basis. These amendments are needed to adjust to actual revenues and direct resources where needed. The Board approves the final amendment to the budget after year-end.

There were revisions made to the 2001-2002 general fund original budget. These revisions were due to a variety of situations, which included declining sales tax revenues and a State revenue shortfall. The District faced approximately \$24 million in budget cuts, increased by 5,700 new students over the previous school year and opened five new schools. The actions to reduce district expenditures were approved by the Board and implemented December 2001.

Budgeted expenditures decreased \$7.5 million from the original budget to the final amended budget because of district wide reductions approved and implemented by the Board in December 2001.

Actual expenditures were \$30.8 million below the final amended budget. This amount reflects only 3% of the final budget. In the normal course of business, some of the budget is left unspent, primarily due to temporarily unfilled positions. Actual expenditures for Instruction were more than \$19 million below budgeted levels.



THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2002

**Capital Assets and Debt Administration**

**Capital Assets**

The District's investment in capital assets for its governmental activities as of June 30, 2002, amounts to \$1,283,885 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, improvements other than buildings, buildings and fixed equipment, furniture, fixtures and equipment, motor vehicles, and computer equipment.

	<b>Governmental Activities 2002</b>
Land	\$ 87,578
Land improvements	14,827
Improvements other than buildings	39,146
Buildings and systems	897,962
Furniture, fixtures and equipment	45,078
Motor vehicles	19,268
Property under capital lease	373
Computer software	5,923
Construction in progress	176,725
Total capital assets	<u>\$ 1,286,880</u>

This year's additions of \$236,862 included the construction of five (5) new schools which opened in fiscal year 2002, eleven (11) schools which are to be opened in 2003 and several major expansion and renovation projects.

See the notes to the financial statements for more information on the District's capital assets.

**Long Term Debt**

At the end of the current fiscal year the District had total debt outstanding of \$926,613, which is net of unamortized bond premiums of \$5,650.

	<b><u>2002</u></b>	<b><u>2001</u></b>
Notes payable	\$ 6,323	\$ 3,401
Obligations under capital leases	309	545
Bonds payable	338,628	131,268
Certificates of participation	581,353	512,123
Total long term debt	<u>\$ 926,613</u>	<u>\$ 647,337</u>

THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2002

The District's total debt increased by \$279,277 during the current fiscal year. The key factor in this increase was the issuance of the following:

- \$235,585 Sales Tax Revenue Bonds
- \$69,265 Certificates of Participation, Series 2001B
- \$9,600 Certificates of Participation, QZAB Series 2001
- \$1,655 State Board of Education Bonds, Series 2002A; and
- \$4,267 Notes Payable

The District has been given the following bond ratings:

	<u>General Obligation Bonds</u>	
	<u>Insured</u>	<u>Underlying</u>
Moody's	Aaa	Aa3
Standard & Poors	AAA	AA
Fitch IBCA	AAA	AA-

	<u>Sales Tax Revenue Bonds</u>	
	<u>Insured</u>	<u>Underlying</u>
Moody's	Aaa	A2
Standard & Poors	AAA	A
Fitch IBCA	AAA	A

	<u>Certificates of Participation</u>	
	<u>Insured</u>	<u>Underlying</u>
Moody's	Aaa	A1
Standard & Poors	AAA	AA-
Fitch IBCA	AAA	A+

See the notes to the financial statements for more information on the District's long-term debt.

#### **Requests for Information**

This financial report is designed to provide a general overview of the School District of Hillsborough County's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Accounting Department, 901 E. Kennedy Blvd. Tampa, Florida, 33602.



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## **BASIC FINANCIAL STATEMENTS**

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**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**STATEMENT OF NET ASSETS**

**JUNE 30, 2002**

(amounts expressed in thousands)

	<u>Primary Government</u>	<u>Component Units</u>
	<u>Governmental Activities</u>	
<b>ASSETS:</b>		
Cash	\$ 6,637	\$ 2,887
Investments	609,095	2,283
Accounts receivable, net	1,731	855
Due from other governmental agencies	53,485	484
Inventories	3,088	-
Deferred charges	10,107	-
Prepaid items	-	2,089
Capital Assets (net of accumulated depreciation):		
Land	87,578	208
Land Improvements	14,827	-
Construction in progress	176,725	-
Improvements other than buildings	39,146	-
Buildings and systems	897,962	185
Furniture, fixtures and equipment	45,078	609
Motor vehicles	19,268	209
Property under capital leases	373	-
Audio visual materials	-	55
Computer software	5,923	200
Total assets	<u>\$ 1,971,023</u>	<u>\$ 10,064</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 13,179	\$ 1,339
Accrued payroll taxes and withholdings	3,523	83
Accrued interest	21,256	-
Due to other governmental agencies	2,152	80
Deposits payable	208	-
Deferred revenue	10,753	-
Estimated unpaid claims	28,289	-
Other liabilities	-	69
Noncurrent liabilities:		
Due within one year	39,356	19
Due in more than one year	1,037,538	22
Total liabilities	<u>1,156,254</u>	<u>1,612</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	667,789	1,418
Restricted for:		
Categorical carryover programs	4,750	-
Debt service	29,453	-
Capital outlay	227,240	984
Other purposes	1,640	5,185
Unrestricted (deficit)	(116,103)	865
Total net assets	<u>814,769</u>	<u>8,452</u>
Total liabilities and net assets	<u>\$ 1,971,023</u>	<u>\$ 10,064</u>

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

# THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY

## STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2002

(amounts expressed in thousands)

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>
<b>Primary government:</b>		
Governmental activities:		
Instructional services	\$ 617,263	\$ 8,096
Instructional support services	118,208	-
Pupil transportation services	47,287	1,723
Operation and maintenance of plant	86,185	-
Facilities acquisition and construction	59,156	-
School administration	63,904	-
General administration	55,534	-
Food services	61,907	27,311
Community services and other	51,253	-
Interest on long-term debt	40,385	-
Unallocated depreciation expense	1,532	-
Total governmental activities and primary government	<u>\$ 1,202,614</u>	<u>\$ 37,130</u>
<b>Component units:</b>		
Foundation and charter schools	\$ 17,819	\$ 19
Total component units	<u>\$ 17,819</u>	<u>\$ 19</u>

### General Revenues:

Property taxes, levied for operational purposes

Property taxes, levied for debt service

Property taxes, levied for capital projects

Local sales taxes

Grants and contributions not restricted  
to specific programs

Investment earnings

Miscellaneous

Total general revenues

Change in net assets

Net assets - beginning

Net assets - ending

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

Program Revenues		Net (Expense) Revenue and Changes in Net Assets	
Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities	Component Units
\$ -	\$ -	\$ (609,167)	\$ -
-	-	(118,208)	-
35,802	-	(9,762)	-
-	-	(86,185)	-
-	36,984	(22,172)	-
-	-	(63,904)	-
-	-	(55,534)	-
34,262	-	(334)	-
-	-	(51,253)	-
-	5,551	(34,834)	-
-	-	(1,532)	-
<u>\$ 70,064</u>	<u>\$ 42,535</u>	<u>\$ (1,052,885)</u>	<u>\$ -</u>
 \$ 920	 \$ 702	 -	 (16,178)
<u>\$ 920</u>	<u>\$ 702</u>	<u>-</u>	<u>(16,178)</u>
		266,113	-
		8,800	-
		83,407	-
		20,218	-
		721,444	16,932
		17,168	(15)
		16,919	20
		<u>1,134,069</u>	<u>16,937</u>
		81,184	759
		733,585	7,693
		<u>\$ 814,769</u>	<u>\$ 8,452</u>



**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**BALANCE SHEET  
GOVERNMENTAL FUNDS**

**JUNE 30, 2002**

(amounts expressed in thousands)

	General	Contracted Services	Certificates Of Participation
<b>ASSETS</b>			
Cash	\$ 5,887	\$ 323	\$ 14
Investments	33,388	2	164,553
Accounts receivable	314	1	7
Due from other governmental agencies	5,870	6,887	-
Due from other funds	12,433	160	253
Inventories	2,043	-	-
Total assets	<u>\$ 59,935</u>	<u>\$ 7,373</u>	<u>\$ 164,827</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 5,833	\$ -	\$ 1
Payroll deductions and withholdings	3,523	-	-
Due to other funds	2,896	6,036	9,545
Due to other agencies	1,958	28	-
Deposits payable	203	-	-
Deferred revenue	1,943	1,309	-
Total liabilities	<u>16,356</u>	<u>7,373</u>	<u>9,546</u>
<b>Fund balances</b>			
Reserved for:			
State categorical carry-over programs	4,751	-	-
Encumbrances	9,016	-	16,400
Inventories	2,043	-	-
Debt service	-	-	-
Other purposes	8,751	-	-
Unreserved, reported in:			
General fund	19,018	-	-
Special revenue funds	-	-	-
Capital projects funds	-	-	138,881
Total fund balances	<u>43,579</u>	<u>-</u>	<u>155,281</u>
Total liabilities and fund balances	<u>\$ 59,935</u>	<u>\$ 7,373</u>	<u>\$ 164,827</u>

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

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Sales Tax Bond Revenue	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 70	\$ 157	\$ 6,451
262,255	29,463	93,130	582,791
1	-	377	700
-	8,260	32,020	53,037
2	9,787	9,871	32,506
-	-	1,045	3,088
<u>\$ 262,258</u>	<u>\$ 47,580</u>	<u>\$ 136,600</u>	<u>\$ 678,573</u>

\$ -	\$ -	\$ 169	\$ 6,003
-	-	-	3,523
1,067	6,315	8,070	33,929
-	166	-	2,152
-	5	-	208
-	40	1,641	4,933
<u>1,067</u>	<u>6,526</u>	<u>9,880</u>	<u>50,748</u>

-	-	-	4,751
10,396	9,077	14,198	59,087
-	-	-	2,043
-	-	50,709	50,709
-	-	-	8,751
-	-	-	19,018
-	-	1,204	1,204
<u>250,795</u>	<u>31,977</u>	<u>60,609</u>	<u>482,262</u>
<u>261,191</u>	<u>41,054</u>	<u>126,720</u>	<u>627,825</u>
<u>\$ 262,258</u>	<u>\$ 47,580</u>	<u>\$ 136,600</u>	<u>\$ 678,573</u>



**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS**

**For the Fiscal Year Ended June 30, 2002**

**(amounts expressed in thousands)**

<b>Total Fund Balances - Governmental Funds</b>	<b>\$</b>	<b>627,825</b>
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		1,286,880
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		10,107
Internal service funds are used by management to charge the costs of certain activities such as insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		(11,893)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds.		<u>(1,098,150)</u>
<b>Total Net Assets - Governmental Activities</b>	<b>\$</b>	<b><u>814,769</u></b>

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

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	General	Contracted Services	Certificates Of Participation
<b>REVENUES</b>			
Local sources:			
Ad valorem taxes	\$ 266,113	\$ -	\$ -
Local sales tax	-	-	-
Food services	-	-	-
Interest income	1,851	-	7,983
Other	20,728	2,863	-
Total local sources	288,692	2,863	7,983
State sources:			
Florida education finance program	481,661	-	-
Public education capital outlay	-	-	-
Categorical programs	97,572	-	-
Workforce development	30,398	-	-
Food services	-	-	-
Other	7,636	1,882	-
Total state sources	617,267	1,882	-
Federal sources:			
Food service	-	-	-
Federal grants direct	1,068	6,226	-
Federal grants through state	5,705	115,334	-
Federal grants through local	-	9,053	-
Total federal sources	6,773	130,613	-
Total revenues	912,732	135,358	7,983
<b>EXPENDITURES</b>			
Current:			
Instructional services:			
Basic programs	420,386	37,926	-
Exceptional child programs	105,824	8,165	-
Adult and vocational technical programs	43,065	1,954	-
Total instructional services	569,275	48,045	-
Instructional support services:			
Pupil personnel services	42,344	12,804	-
Instructional media services	18,604	1,691	-
Instruction and curriculum development services	20,074	16,843	-
Instructional staff training services	3,502	3,236	-
Total instructional support services	84,524	34,574	-
Pupil transportation services	46,871	417	-
Operation and maintenance of plant:			
Operation of plant	64,935	229	-
Maintenance of plant	22,791	43	-
Total operation and maintenance of plant	87,726	272	-
School administration	64,195	294	-
General administration:			
Central services	27,120	280	-
Board of education	4,170	-	-
General administration	7,205	3,225	-
Fiscal services	4,668	491	-
Total general administration	43,163	3,996	-

Sales Tax Bond Revenue	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 92,207	\$ 358,320
-	16,239	3,979	20,218
-	-	27,823	27,823
2,656	731	1,760	14,981
-	2,404	71	26,066
<u>2,656</u>	<u>19,374</u>	<u>125,840</u>	<u>447,408</u>
-	-	-	481,661
-	-	28,006	28,006
-	-	-	97,572
-	-	-	30,398
-	-	1,450	1,450
-	8,166	7,026	24,710
-	8,166	36,482	663,797
-	-	32,860	32,860
-	-	-	7,294
-	-	-	121,039
-	-	-	9,053
-	-	32,860	170,246
<u>2,656</u>	<u>27,540</u>	<u>195,182</u>	<u>1,281,451</u>
-	-	-	458,312
-	-	-	113,989
-	-	-	45,019
-	-	-	617,320
-	-	-	55,148
-	-	-	20,295
-	-	-	36,917
-	-	-	6,738
-	-	-	119,098
-	-	-	47,288
-	-	-	65,164
-	-	-	22,834
-	-	-	87,998
-	-	-	64,489
-	-	-	27,400
-	-	-	4,170
-	-	-	10,430
-	-	-	5,159
-	-	-	47,159

(Continued)

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	General	Contracted Services	Certificates Of Participation
Facilities acquisition and construction	1,246	693	-
Food services	244	-	-
Community services and other	8,407	42,812	-
Debt Service:			
Principal retirement	-	-	-
Interest	-	-	-
Dues, fees and other	-	-	-
Capital outlay	10,399	4,299	101,427
Total expenditures	916,050	135,402	101,427
Excess (deficiency) of revenues over (under) expenditures	(3,318)	(44)	(93,444)
<b>OTHER FINANCING SOURCES (USES):</b>			
Long term bonds issued	-	-	-
Premium on sale of bonds	-	-	-
Certificates of participation issued	-	-	77,590
Premium on sale of certificates of participation	-	-	-
Discount on sale of certificates of participation	-	-	-
Loans incurred	-	-	-
Transfers in	10,699	44	-
Transfers out	(1,544)	-	(60)
Total other financing sources and uses	9,155	44	77,530
Net change in fund balances	5,837	-	(15,914)
Fund balances - beginning	37,742	-	171,195
Fund balances - ending	\$ 43,579	\$ -	\$ 155,281

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

Sales Tax Bond Revenue	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
-	-	-	1,939
-	-	62,384	62,628
-	-	-	51,219
-	-	40,861	40,861
-	-	34,449	34,449
-	-	7,088	7,088
10,185	78,261	57,168	261,739
10,185	78,261	201,950	1,443,275
(7,529)	(50,721)	(6,768)	(161,824)
232,167	-	5,073	237,240
4,020	-	-	4,020
-	-	1,275	78,865
-	-	32	32
-	-	(484)	(484)
-	-	4,267	4,267
-	-	56,330	67,073
(2,565)	(9,660)	(53,637)	(67,466)
233,622	(9,660)	12,856	323,547
226,093	(60,381)	6,088	161,723
35,098	101,435	120,632	466,102
\$ 261,191	\$ 41,054	\$ 126,720	\$ 627,825





**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE  
STATEMENT OF ACTIVITIES**

**For the Fiscal Year Ended June 30, 2002**

**(amounts expressed in thousands)**

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$</b>	<b>161,723</b>
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation expense during the current period.		189,024
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The statement of activities reflects only the gain/loss on the sale of assets, whereas the governmental funds include all proceeds from these sales. Thus, the change in net assets differs by the change in fund balances by the cost of assets sold.		(2,269)
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Revenues reported in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		101
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Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which proceeds exceeded repayments in the current period.		(279,276)
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Expenses in the statement of activities that do not require the use of current financial resources are not reported in the governmental funds.		389
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Internal service funds are used by management to charge the cost of certain activities, such as insurance, to individual funds. The net revenue (expense) of internal service funds is reported with governmental activities.		11,492
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<b>Change in Net Assets of Governmental Activities</b>	<b>\$</b>	<b>81,184</b>
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The notes to the financial statements are an integral part of this statement.

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 259,987	\$ 266,113	\$ 266,113	\$ -
Interest income	3,600	1,773	1,851	78
Other	19,300	22,024	20,728	(1,296)
Total local sources	282,887	289,910	288,692	(1,218)
State sources:				
Florida education finance program	509,500	481,661	481,661	-
Categorical programs	92,478	97,876	97,572	(304)
Workforce Development	32,672	30,398	30,398	-
Other	6,315	9,321	7,636	(1,685)
Total state sources	640,965	619,256	617,267	(1,989)
Federal sources:				
Food grants direct	1,000	1,068	1,068	-
Federal grants through state	3,740	5,705	5,705	-
Total federal sources	4,740	6,773	6,773	-
Total revenues	928,592	915,939	912,732	(3,207)
<b>EXPENDITURES</b>				
Current:				
Instructional services:				
Basic programs	438,829	431,051	420,386	10,665
Exceptional child programs	109,884	107,937	105,824	2,113
Adult and vocational technical programs	46,584	45,758	43,065	2,693
Total instructional services	595,298	584,746	569,275	15,471
Instructional support services:				
Pupil personnel services	42,713	42,678	42,344	334
Instructional media services	19,653	19,174	18,604	570
Instruction and curriculum development services	28,763	20,892	20,074	818
Instructional staff training services	4,820	5,843	3,502	2,341
Total instructional support services	95,949	88,587	84,524	4,063
Pupil transportation services	44,200	48,000	46,871	1,129
Operation and maintenance of plant:				
Operation of plant	63,740	66,681	64,935	1,746
Maintenance of plant	25,366	23,866	22,791	1,075
Total operation and maintenance of plant	89,106	90,547	87,726	2,821
School administration	64,030	64,967	64,195	772
General administration:				
Central services	30,290	30,097	27,120	2,977
Board of education	1,571	4,187	4,170	17
General administration	7,687	7,546	7,205	341
Fiscal services	6,699	5,160	4,668	492
Total general administration	46,247	46,990	43,163	3,827

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****GENERAL FUND****STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL****FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Facilities acquisition and construction	2,124	3,186	1,246	1,940
Food services	-	245	244	1
Community services and other	17,504	9,258	8,407	851
Capital outlay	-	10,399	10,399	-
Total expenditures	954,458	946,925	916,050	30,875
Excess (deficiency) of revenues over (under) expenditures	(25,866)	(30,986)	(3,318)	27,668
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,075	10,699	10,699	-
Transfers out	(1,750)	(1,544)	(1,544)	-
Total other financing sources and uses	325	9,155	9,155	-
Net change in fund balances	(25,541)	(21,831)	5,837	27,668
Fund balances - beginning	37,404	37,742	37,742	-
Fund balances - ending	\$ 11,863	\$ 15,911	\$ 43,579	\$ 27,668

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

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**MAJOR SPECIAL REVENUE FUND - CONTRACTED SERVICES**

**STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>REVENUES</b>				
Local sources:				
Other	\$ 4,000	\$ 4,439	\$ 2,863	\$ (1,576)
Total local sources	4,000	4,439	2,863	(1,576)
State sources:				
Other	3,500	5,267	1,882	(3,385)
Total state sources	3,500	5,267	1,882	(3,385)
Federal sources:				
Federal grants direct	4,770	10,043	6,226	(3,817)
Federal grants through state	121,900	133,980	115,334	(18,646)
Federal grants through local	5,830	12,517	9,053	(3,464)
Total federal sources	132,500	156,540	130,613	(25,927)
Total revenues	140,000	166,246	135,358	(30,888)
<b>EXPENDITURES</b>				
Current:				
Instructional services:				
Basic programs	33,265	44,083	37,926	6,157
Exceptional child programs	7,535	9,986	8,165	1,821
Adult and vocational technical programs	3,970	5,261	1,954	3,307
Total instructional services	44,770	59,330	48,045	11,285
Instructional support services:				
Pupil personnel services	15,794	13,494	12,804	690
Instructional media services	2,352	2,538	1,691	847
Instruction and curriculum development services	19,400	20,311	16,843	3,468
Instructional staff training services	5,472	5,225	3,236	1,989
Total instructional support services	43,018	41,568	34,574	6,994
Pupil transportation services	1,443	562	417	145
Operation and maintenance of plant:				
Operation of plant	362	325	229	96
Maintenance of plant	105	72	43	29
Total operation and maintenance of plant	467	397	272	125
School administration	144	298	294	4
General administration:				
Central services	807	399	280	119
Board of education	-	-	-	-
General administration	3,300	4,078	3,225	853
Fiscal services	571	559	491	68
Total general administration	4,678	5,036	3,996	1,040

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**MAJOR SPECIAL REVENUE FUND - CONTRACTED SERVICES**

**STATEMENT OF REVENUES, EXPENDITURES,**

**AND CHANGES IN FUND BALANCES -**

**BUDGET AND ACTUAL**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Facilities acquisition and construction	450	5,412	693	4,719
Community services and other	45,080	49,297	42,812	6,485
Capital outlay	-	4,299	4,299	-
Total expenditures	140,050	166,199	135,402	30,797
Excess (deficiency) of revenues over (under) expenditures	(50)	47	(44)	(91)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	50	121	44	(77)
Total other financing sources and uses	50	121	44	(77)
Net change in fund balances	0	168	-	(168)
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ 0	\$ 168	\$ -	\$ (168)

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

***THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY***

**STATEMENT OF NET ASSETS**

**PROPRIETARY FUNDS**

**JUNE 30, 2002**

**(amounts expressed in thousands)**

	<b>Governmental Activities Internal Service Funds</b>
<b>ASSETS</b>	
Current Assets:	
Cash and cash equivalents	\$ 186
Investments	26,304
Accounts receivable	317
Due from other governmental agencies	448
Due from other funds	2,099
Total current assets	<u>29,354</u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	7,128
Due to other funds	9
Deferred revenue	5,821
Estimated unpaid claims	28,289
Total liabilities	<u>41,247</u>
<b>NET ASSETS</b>	
Unrestricted (deficit)	<u>(11,893)</u>
Total net assets (deficit)	<u>(11,893)</u>
Total net assets and liabilities	<u>\$ 29,354</u>

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

***THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY***

**STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	<b>Governmental Activities Internal Service Funds</b>
<b>OPERATING REVENUES:</b>	
Premium revenue from other funds	\$ 90,113
Refund of prior year expenses and other	12,415
Total operating revenues	<u>102,528</u>
<b>OPERATING EXPENSES:</b>	
Salaries	1,058
Benefits	307
Purchased services	2,254
Materials and supplies	55
Claims and other	88,181
Total operating expenses	<u>91,855</u>
Operating income	<u>10,673</u>
<b>NON-OPERATING REVENUE:</b>	
Interest	426
Total non-operating revenue	<u>426</u>
Income before transfers	11,099
<b>TRANSFERS IN</b>	500
<b>TRANSFERS OUT</b>	<u>(107)</u>
Change in net assets	11,492
Total net assets (deficit) - beginning	<u>(23,385)</u>
Total net assets (deficit) - ending	<u>\$ (11,893)</u>

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



***THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY***

**STATEMENT OF CASH FLOWS**

**PROPRIETARY FUNDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	Governmental Activities Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Receipts from interfund services provided	\$ 89,394
Payment to suppliers	(2,317)
Payment to employees	(1,366)
Payment for interfund services used	(77,964)
Other receipts (payments)	(6,401)
Net cash provided by operating activities	<u>1,346</u>
<b>CASH FLOWS FROM NON CAPITAL AND RELATED FINANCING ACTIVITIES:</b>	
Transfers from other funds	500
Transfers to other funds	(107)
Net cash provided by noncapital and related financing activities	<u>393</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Proceeds from sales and maturities of investments	835
Purchase of investments	(2,992)
Interest and dividends earned on investments	426
Net cash used in investing activities	<u>(1,731)</u>
Net increase in cash	8
Cash and cash equivalents - Beginning of year	<u>178</u>
Cash and cash equivalents - End of year	<u>\$ 186</u>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>	
Operating income	\$ 10,673
Adjustments to reconcile operating income to net cash provided by operating activities:	
Change in assets and liabilities:	
(Increase) decrease in accounts receivable	(317)
(Increase) decrease in due from other agencies	(136)
(Increase) decrease in due from other funds	(255)
(Increase) decrease in prepaid items	2,021
Increase (decrease) in due to other funds	(8)
Increase (decrease) in estimated unclaimed claims	(10,304)
Increase (decrease) in deferred revenue	(328)
Total adjustments	<u>(9,327)</u>
Net cash provided by operating activities	<u>\$ 1,346</u>

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

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****STATEMENT OF FIDUCIARY NET ASSETS****FIDUCIARY FUNDS****JUNE 30, 2002**

(amounts expressed in thousands)

	<b>Pension Trust Fund</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
Current Assets:		
Cash	\$ 5	\$ 6,461
Investments	7,125	7,165
Accounts receivable, net	78	-
Due from other funds	-	48
Inventory	-	320
Total current assets	<u>7,208</u>	<u>13,994</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	5	3,887
Due to student organizations	-	9,392
Due to other funds	-	715
Total liabilities	<u>5</u>	<u>13,994</u>
<b>NET ASSETS</b>		
Assets held in trust for pension benefits	<u>7,203</u>	-
Total net assets	<u>7,203</u>	-
Total liabilities and net assets	<u>\$ 7,208</u>	<u>\$ 13,994</u>

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

***THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY***

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	<b>Pension Trust Fund</b>
<b>ADDITIONS</b>	
Contributions received from employer	<u>\$ 1,503</u>
Investment income:	
Interest income	373
Net increase in fair value of investments	<u>95</u>
Total investment earnings	468
Less investment expense	<u>17</u>
Net investment income	451
Total additions	<u>1,954</u>
<b>DEDUCTIONS</b>	
Benefit payments	1,156
Administrative expenses	<u>4</u>
Total deductions	<u>1,160</u>
Net increase	794
Net assets - beginning	<u>6,409</u>
Net assets - ending	<u><u>\$ 7,203</u></u>

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

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The District School Board of Hillsborough County, Florida (School Board) has direct responsibility for the operation, control, and supervision of District schools and is considered a primary government for financial reporting. The Hillsborough County School District is a part of the Florida system of public education. The governing body of the school district is the Hillsborough County District School Board that is composed of seven (7) elected members. The appointed Superintendent of Schools is the executive officer of the Board. Geographic boundaries of the District correspond with those of Hillsborough County.

The accompanying financial statements present the activities of the School Board and its component units. Criteria for determining if other entities are potential component units which should be reported within the Schools Board's financial statements are identified and described in the Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity. The application of these criteria provide for identification of any entities for which the District School Board is financially accountable and other organizations for which the nature and significance of their relationship with the District School Board are such that exclusion would cause the Board's financial statements to be misleading or incomplete.

Based on the application of these criteria, the following component units are included within the District School Board's reporting entity:

Blended Component Unit

The Hillsborough School Board Leasing Corporation (Corporation) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in note 8. Due to the substantive economic relationship between the Hillsborough County District School Board and the Corporation, the financial activities of the Corporation are included in the accompanying financial statements of the School Board. Separate financial statements of the Corporation are not published.

Discretely Presented Component Units

The component unit's column in the government wide financial statements include the financial data of the District's other component units for the fiscal year ended June 30, 2002. These component units consist of the Hillsborough Education Foundation, Inc. (the Foundation) and the District's Charter Schools. Both the Foundation and the Charter Schools are reported in a separate column to emphasize that they are legally separate from the District School Board. It would be misleading to exclude them in the District's financial statements. The Hillsborough Education Foundation, Inc., is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 237.40, Florida Statutes, to receive, hold, invest, and administer property and to make expenditures to, or for the benefit, of the District.

Complete financial statements of the Foundation can be obtained from their administrative office at:

Hillsborough Education Foundation  
2010 E. Hillsborough Ave., Suite 212  
Tampa, Florida 33610-8255

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

A. Reporting Entity (continued)

The Charter Schools are separate not for-profit corporations organized under Section 228.056, Florida Statutes to operate as public (as opposed to private) schools and are held responsible for prudent use of the public funds they receive. Each Charter School is a separate component unit that operates under a charter approved by their sponsor, the School Board. There are nine (9) Charter Schools operating in the School District of Hillsborough County that meet the criteria for presentation as a discretely presented component unit.

The nine (9) individual Charter Schools are listed below. Further, complete financial statements of the individual component units can be obtained from their administrative offices. These schools include:

Tampa Bay Academy  
12012 Boyette Road  
Riverview, FL 33569

The Richardson Academy  
6815 N. Rome Ave.  
Tampa, FL 33604

Pepin Academy of Tampa  
3916 E. Hillsborough Ave.  
Tampa, FL 33614

Terrace Community School  
6720 E. Fowler Avenue  
Temple Terrace, FL 33617

Learning Gate Charter School  
14018 North Blvd.  
Tampa, FL 33613

Central City Charter School  
3916 E. Hillsborough Ave.  
Tampa, FL 33614

The Village of Excellence Academy  
8718 North 46<sup>th</sup> St.  
Tampa, FL 33617

North Tampa Alternative School  
8602 N. Armenia Ave.  
Tampa, FL 33604

USF Charter School  
4801 East Fowler Ave  
Tampa, FL 33617

B. Basis of Presentation

The basic financial statements include the government-wide financial statements and fund financial statements.

Government-wide Financial Statements

Government-wide financial statements include a Statement of Net Assets and a Statement of Activities that display information about the primary government (District School Board) and its component units. These financial statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities.

The Statement of Activities reports expenses and revenues in a format that focuses on the cost of each of the District School Board's functions. The expense of individual functions is compared to the revenues generated by the function (for instance, through user charges or intergovernmental grants). Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

B. Basis of Presentation (continued)

of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements – The fund financial statements provide information about the District School Board's funds, including its fiduciary funds and blended component units. Separate statements for each fund category – government and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds. Because the focus of the governmental fund financial statements differs from the focus of the government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as investment earnings, result from non-exchange transactions or ancillary activities.

The District reports the following major governmental funds:

General Fund - to account for all financial resources not required to be accounted for in another fund and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.

Special Revenue Contracted Services - to account for financial resources of certain federal grant program resources.

Certificates of Participation – Accounts for and reports on the revenues generated from the issuance of Certificates of Participation.

Sales Tax Bond Revenue – Accounts for and reports on the revenues generated from the issuance of construction bonds backed by sales tax revenue.

Other Capital Projects Fund – Accounts for and reports on other miscellaneous funds from various sources.

Additionally, the District reports the following fund types:

Internal Service Funds – to account for the District's workers' compensation, general and automobile liability self-insurance programs and the employee health insurance program.

Pension Trust Fund – to account for resources used to finance the early retirement program.

Agency Funds – to account for resources held by the District as custodian for others.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

Government-wide and Fiduciary Fund Financial Statements – The government-wide and fiduciary fund financial statements are presented using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows have taken place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues, other than grant funds, reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Grant funds are considered available if collection is expected in the upcoming fiscal year.

Property taxes, sales taxes, franchise taxes, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured.

General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to first apply cost reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

D. Cash

Cash consists of petty cash funds and deposits held by banks qualified as public depositories under Florida law. All deposits are fully insured by Federal depository insurance and a multiple financial institution collateral pool required by Chapter 280 Florida Statutes. The statement of cash flows for the Proprietary Funds considers cash as those accounts used as demand deposit accounts and considers as cash equivalents amounts invested with the State Board of Administration.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

E. Investments

Investments consist of amounts placed with the State Board of Administration for participation in the State investment pool, those made by the State Board of Administration from the District's bond proceeds held and administered by the State Board of Education, and those made locally.

District monies placed with the State Board of Administration for participation in the State investment pool represent an interest in the pool rather than ownership of specific securities. The District does not own specific investments but an interest in the pool. Such investments are stated at fair value. Investments of the early retirement program are reported at fair value.

Types and amounts of investments held at year-end are described in a subsequent note on investments.

F. Inventory

Inventories consist of expendable supplies and equipment held for consumption in the course of District operations. Inventories at the central warehouse, maintenance, textbook depository and the bus garage are stated at cost based on a moving average. Food service inventories are stated at cost based on the first-in, first-out basis, except that United States Department of Agriculture surplus commodities are stated at their fair value as determined at the time of donation to the District's food service program by the Florida Department of Health and Rehabilitative Services, Food Distribution Center. All other inventories are stated at cost on the last invoice price method, which approximates the first-in, first-out basis. The cost of inventories is recorded as expenditures when used rather than purchased.

G. Capital Assets

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are recorded at cost in the government-wide statements of net assets but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$750 and have a useful life of more than one year. Donated assets are recorded at fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Interest costs incurred during construction are not capitalized as part of the cost of construction.

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

<u>Asset Class Description</u>	<u>Estimated Useful Lives</u>
Buildings	50 years
Improvements other than buildings	10-20 years
Buildings and systems	10-20 years
Furniture, Fixtures and Equipment	3-20 years
Motor Vehicles	4-10 years
Audio Visual Materials and Computer Software	3-4 years



SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

H. Long-Term Liabilities

Long-term obligations that will be financed from resources to be received in the future by governmental funds are reported in the government-wide 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 effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and are amortized over the term of the related debt.

In governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. 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 an other financing source while discounts on debt issuances are reported as an other financing use. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

The liability for compensated absences reported in the government-wide financial statements consists of unpaid, accumulated annual and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

Changes in long-term debt for the current year are reported in a subsequent note.

I. State Revenue Sources

Revenues from State sources for current operations are primarily from the Florida Education Finance Program (FEFP) administered by the Florida Department of Education (Department) under the provisions of Section 236.081, Florida Statutes. In accordance with this law, the Board determines and reports the number of full-time equivalent (FTE) students and related data to the Department. The Department performs certain edit checks on the reported number of FTE and related data and calculates the allocation of funds to the District. The District is permitted to amend its original reporting for a period of nine (9) months following the date of original reporting. Such amendments may impact funding allocations for subsequent years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions of or additions to revenues in the year when the adjustments are made.

The District receives revenue from the State to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended only for the program for which the money is provided. The money not expended or encumbered as of the close of the fiscal year is usually carried forward into the following year to be expended for the same programs. The Department requires that categorical educational program revenues be accounted for in the General Fund. A portion of the fund balance of the General Fund is reserved for the unencumbered balance of categorical educational program resources.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

J. Property Taxes

The Board is authorized by State law to levy property taxes for district school operations, capital improvements, and debt service.

Property taxes consist of ad valorem taxes on real and personal property within the District. Property taxes are assessed by the Hillsborough County Property Appraiser and are collected by the Hillsborough County Tax Collector.

The School Board adopted the 2001 tax levy on September 4, 2001. Tax bills are mailed in October; and taxes are payable between November 1 of the year assessed and March 31 of the following year with discounts of up to four percent for early payment.

Taxes become delinquent on April 1 of the year following the assessment. State law provides for enforcement of collection of personal property taxes by seizure of the property to satisfy unpaid taxes and for enforcement of collection of real property taxes by the sale of interest-bearing tax certificates to satisfy unpaid taxes. These procedures result in the collection of essentially all taxes prior to June 30 of the year following the assessment.

Property tax revenues are recognized in the government-wide financial statements when the Board adopts the tax levy. Property tax revenues are recognized in the governmental fund financial statements when the taxes are received by the District, except that revenue is accrued for taxes collected by the Hillsborough County Tax Collector at fiscal year end which have not yet been remitted to the District. Because any delinquent taxes collected after June 30 would not be material, delinquent taxes receivable are not accrued.

Millages and taxes levied for the current year are presented in a subsequent note.

K. Federal Revenue Sources

The District receives Federal financial assistance for the enhancement of various educational programs. This assistance is generally received based on applications submitted to and approved by various granting agencies. For Federal financial assistance in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

L. Use of Estimates

Management of the District has made a number of assumptions relative to the reporting of assets and liabilities to prepare these financial statements in conformity with generally accepted accounting principles. Actual results could differ from those estimates.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

2. BUDGET COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The School Board follows the procedures established by State statutes and State Board of Education rules in establishing final budget balances reported in the financial statements:

1. Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and State Board of Education rules. Original budgets are submitted to the State Commissioner of Education for approval.
2. The budget is prepared by fund, function object and department. Management may make transfers of appropriation between departments and object. The functional level is the legal level of budgetary control and may only be amended by resolution of the Board at any Board meeting prior to the due date for the Superintendent's Annual Financial Report (State Report). Budgetary disclosure in the accompanying financial statements reflect the original and final budget including all amendments approved for the fiscal year through September 3, 2002.
3. Budgets are prepared using the modified accrual basis as is used to account for actual transactions in the governmental funds.
4. Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at year-end and encumbrances outstanding are honored from the subsequent year's appropriations as described in a subsequent note on Reserve for Encumbrances.

All budget amounts presented in the basic statements and the accompanying supplementary information reflect the original budget and the final amended budget (which has been adjusted for legally authorized revisions of the annual budget during the year).

At the governmental fund level, outstanding encumbrances are reflected as a reservation of fund balance to reflect the re-appropriation in the subsequent year. Encumbrances outstanding at year-end do not represent GAAP expenditures or liabilities but represent budgetary accounting controls.

B. Deficit Fund Balances/Net Assets in Individual Non-major Funds

The following non-major funds had a deficit fund balance at June 30, 2002 (amounts in thousands):

Workers' Compensation Insurance Fund	(\$10,293)
Liability Insurance Fund	(\$ 1,600)

Deficit fund balances will be eliminated through increases in user charges in future years.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

3. CASH AND INVESTMENTS

At June 30, 2002, the District's deposits were entirely covered by federal depository insurance or by collateral pledged with the State Treasurer pursuant to Chapter 280, Florida Statutes. Under this Chapter, in the event of default by a participating financial institution (a qualified public depository), all participating institutions are obligated to reimburse the governmental entity for the loss. Additionally, the District's deposits include certificates of deposit of \$34,388, which are classified as investments on the statement of net assets, but are considered deposits for purposes of classifying credit risk. Such certificates of deposit are considered to be Category 1 as the balances are insured or collateralized with securities held by the District or by its agent in the District's name.

Generally accepted accounting principles require that the credit risk of investments be categorized as either (1) insured, registered or securities held by the District or its agent in the District's name, (2) uninsured and unregistered, with securities held by the counter-party's trust department or agent in the District's name, or (3) uninsured and unregistered, with securities held by the counter-party or by its trust department or agent, but not in the District's name.

Certain investments cannot be categorized because the District's investments are not evidenced by specific identifiable investment securities, such as investment pools managed by other governments.

Section 218.415(17), Florida Statutes, authorizes the Board to participate in the State Board of Administration (State Board) investment pool. Section 236.24(2), Florida Statutes, as well as other general laws of Florida, also authorizes the Board to invest in obligations of the United States Treasury and United States agencies, bonds of the District, and Florida State Board of Education bonds. The State Board is an external investment pool that is not registered with the Securities and Exchange Commission (SEC), but does operate in a manner consistent with SEC's Rule 2a7 of the Investment Company Act of 1940. Accordingly, the District's investments in the State Board have been determined based on the pool's share price, which approximates fair value.

Investments at June 30, 2002 are shown below (amounts in thousands):

	I N V E S T M E N T S			
	Risk Category			Fair
	1	2	3	Value
Re-Purchase Agreements	\$	\$41,747		\$41,747
United States Treasury Securities	138			\$138
Obligations of Federally Sponsored Agencies and Federally Related Institutions (1)	5,292	-		5,292
Total	\$ 5,429	\$41,747		47,177
Money Market Funds (2)				1,696
Investment in State Board of Administration Investment Pool				574,478
Certificates of Deposit				34
Total Investments, Primary Government				623,385
Component Units Investments				2,283
Total Investments, Reporting Entity				\$ 625,668

- Notes: (1) Includes mortgage-backed securities issued by the Federal Home Loan Mortgage Corporation \$1,938,988; Federal Mortgage Association \$1,958,611; Federal Home Loan Bank \$1,076,797; and the Government National Mortgage Association \$10,999 with stated maturity dates through 2016. Also includes \$306,656 of Federal National Mortgage Association Notes with maturity dates through 2003.
- (2) The money market fund invests in United States Treasury Securities, Obligations of Federally Sponsored Agencies and Federally Related Institutions, and Repurchase Agreements collateralized by obligations issued by these agencies.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

3. CASH AND INVESTMENTS (continued)

Investments are reflected in the financial statements as follows (amounts in thousands):

Governmental funds	\$582,791
Internal service funds	26,304
Fiduciary funds	
Pension trust	7,125
Agency	<u>7,165</u>
Total Primary Government	<u>\$623,385</u>

4. DUE FROM OTHER GOVERNMENTAL AGENCIES

Amounts due from other governmental agencies as of June 30, 2002 are shown below (amounts in thousands):

	General <u>Fund</u>	Contracted Services <u>Fund</u>	Other Capital Projects <u>Fund</u>	Non- Major- and Other <u>Funds</u>	<u>Total</u>
Federal Government:					
Early Childhood Learning					
Centers	\$ -	\$1,224	\$ -	\$ -	\$1,224
Headstart	-	1,143	-	-	1,143
Miscellaneous	916	3,694	-	-	4,610
State Government:					
Food Reimbursement	-	-	-	121	121
Class Size Reduction	-	-	39	-	39
Classrooms First	-	-	1,863	-	1,863
Effort Index	-	-	1,156	-	1,156
Public Education					
Capital Outlay 2002	-	-	-	28,597	28,597
Miscellaneous State	727	230	2,336	872	4,165
Local Government:					
Hillsborough County Board					
of County Commissioner	2,911	-	2,866	2,878	8,655
Miscellaneous					
Local Agencies	<u>1,316</u>	<u>596</u>	<u>-</u>	<u>-</u>	<u>1,912</u>
TOTAL:	<u>\$ 5,870</u>	<u>\$6,887</u>	<u>\$ 8,260</u>	<u>\$32,468</u>	<u>\$53,485</u>

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2002 was as follows (amounts in thousands):

<u>Description</u>	<u>Beginning Balances</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balances</u>
Governmental Activities:				
<u>Capital Assets Not Being Depreciated:</u>				
Land	\$80,513	\$7,065	\$ -	\$ 87,578
Land Improvements – Non-Depreciable				
Landscaping	10,547	4,280	-	14,827
Construction In Progress	<u>55,201</u>	<u>191,691</u>	<u>70,167</u>	<u>176,725</u>
<b>Total Capital Assets Not Being Depreciated</b>	<u>146,261</u>	<u>203,036</u>	<u>70,167</u>	<u>279,130</u>
<u>Capital Assets Being Depreciated:</u>				
Improvements Other Than Buildings	96,681	5,525	-	102,206
Buildings and Fixed Equipment	1,134,611	66,223	2,796	1,198,038
Furniture, Fixtures and Equipment	139,738	15,321	12,182	142,877
Motor Vehicles	59,270	8,158	1,252	66,176
Property Under Capital Lease	782	-	-	782
Audio Visual Materials	104	-	12	92
Computer Software	<u>6,588</u>	<u>8,766</u>	<u>794</u>	<u>14,560</u>
<b>Total Capital Assets Being Depreciated</b>	<u>1,437,774</u>	<u>103,993</u>	<u>17,036</u>	<u>1,524,731</u>
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	58,200	4,860	-	63,060
Buildings & Fixed Equipments	280,142	22,184	2,250	300,076
Furniture, Fixtures and Equipment	96,177	12,257	10,635	97,799
Motor Vehicles	44,626	3,531	1,249	46,908
Property Under Capital Lease	223	186	-	409
Audio Visual Materials	102	-	10	92
Computer Software	<u>4,539</u>	<u>4,720</u>	<u>622</u>	<u>8,637</u>
Total Accumulated Depreciation	<u>484,009</u>	<u>47,738</u>	<u>14,766</u>	<u>516,981</u>
<b>Total Capital Assets Being Depreciated (Net)</b>	<u>953,765</u>	<u>56,255</u>	<u>2,270</u>	<u>1,007,750</u>
Governmental Activities Capital Assets (Net)	<u>\$1,100,026</u>	<u>\$259,291</u>	<u>\$72,437</u>	<u>\$1,286,880</u>

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

5. CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows (amounts in thousands):

Instructional Services	\$ 4,760
Instructional Support services	1,050
Pupil Transportation Services	2,909
Operation and Maintenance of Plant	1,120
Facilities Acquisition and Construction	32,535
School Administration	215
General Administration	2,831
Food Services	643
Community Services and other	143
Un-Allocated Depreciation	<u>1,532</u>
Total Depreciation Expense	<u>\$47,738</u>

6. REVOLVING LINE OF CREDIT

Pursuant to the provisions of Section 237.151, Florida Statutes, the Board approved a revolving Line of Credit Tax Anticipation Note on June 19, 2001, in the amount of \$80,000,000 with Wachovia (f/k/a First Union) National Bank of Florida. The outstanding principal amount of the Note shall bear interest at 59.9 percent of Prime Rate, as published in the *Wall Street Journal* on the Monday of the week preceding the actual borrow date. This line-of-credit allows the Board to borrow funds if established revenues (cash) are lagging behind expenditures such as weekly payrolls and weekly vendor payments. The Note is secured by a pledge of anticipated ad valorem tax proceeds. This revolving Note may be made and repaid from time to time. The principal of this Note may be partly or wholly paid and re-advanced provided that the outstanding principal balance shall not exceed \$80,000,000 at any time outstanding. As of June 30, 2002, no funds had been borrowed under this line-of-credit, nor was the line of credit utilized during the fiscal year.

7. CAPITAL LEASES

The following is a summary of the classes and amounts of property being acquired under capital leases stated at acquisition cost (amounts in thousands):

Xerox Copiers	\$ 181
IBM Computer	<u>601</u>
Total	<u>\$ 782</u>

Future minimum capital lease payments and the present value of the minimum lease payments as of June 30, are as follows (amounts in thousands):

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2003	\$250	\$11	\$ 261
2004	39	2	41
2005	<u>20</u>	<u>1</u>	<u>21</u>
Total Minimum Lease Payments	<u>\$309</u>	<u>\$14</u>	<u>\$ 323</u>

The imputed interest rates range from 5.22 to 6.60 percent.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

8. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION

The District entered into a financing arrangement on October 1, 1996 and supplemental arrangements dated March 1, 1998, October 1, 1999, March 9, 2000, November 1, 2000, January 15, 2001, July 1, 2001, and November 6, 2001 in that each arrangement was characterized as a lease-purchase agreement, with the Hillsborough School Board Leasing Corporation, whereby the District secured financing of various education facilities in the amount of \$28,000,000, \$336,930,000, \$111,700,000, \$10,628,000, \$48,860,000, \$103,770,000, \$69,265,000 and \$9,600,000 respectively. The financing was accomplished through the issuance of Certificates of Participation to be repaid from the proceeds of rents paid by the School District.

As a condition of the financing arrangement, the District has given ground leases on District property to the Hillsborough School Board Leasing Corporation, with a rental fee of \$10 per year. The initial terms of the leases are 35 years beginning October 1, 1996, March 1, 1998, October 1, 1999, March 9, 2000, November 1, 2000, January 15, 2001, July 1, 2001 and November 6, 2001 are referred to as the Series 1996 Project, the Series 1998 Project, the Series 1999 Project, the Series 2000 QZAB Project, the Series 2000 Project, the Series 2001A Project, the Series 2001B Project, and Series the 2001 QZAB Project, respectively. The properties covered by the ground leases are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the leases and to provide for the rent payments through to term, the District may be required to surrender the sites included under the Ground Lease Agreements to the Trustee for the benefit of the securers of the Certificates for a maximum period of 35 years from the date of inception of the agreements.

The Series 1998 Certificates of Participation were also issued, in part, in order to provide the funds necessary to advance refund the Series 1994 and the Series 1995 Certificates of Participation and refinance the Series 1994 and Series 1995 facilities which the School Board has acquired, constructed and installed from the proceeds of the Series 1994 and Series 1995. The Series 2001A Certificates of Participation were issued in order to provide funds necessary to partially advance refund the Series 1999 Certificates of Participation and refinance the Series 1999 facilities that the School Board has acquired, constructed and installed from the proceed of the Series 1999. See Note 13.

The District properties included in the ground lease agreement dated April 15, 1994, originally funded from the Series 1994 Certificate of Participation include land on which the projects have been or are to be constructed. The projects are as follows:

Series 1994 Certificates of Participation

Elementary Schools "A", "B", and "I"  
Lockhart Elementary School  
Middle Schools "BB" and "CC"  
High Schools "AAA", "BBB", "CCC", and "DDD"

The Master Lease allows the School Board to modify the components to the Series 1994 Project. As of June 30, 2002, the Board has amended the project list to include as follows:

Middle Schools "AA", "BB", and "CC"	Carrollwood Elementary
High Schools "AAA", "BBB", "CCC", and "DDD"	Plant City High School



SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

8. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION  
(continued)

The District properties included in the ground lease agreement dated June 1, 1995, funded from the Series 1995 Certificates of Participation are as follows:

Series 1995 Certificates of Participation

Elementary Schools "A", "B", "F", and "I"  
Twin Lakes Elementary  
Middle School "EE"

The Master Lease allows the School Board to modify the components to the Series 1995 Project. As of June 30, 2002, the Board has amended the project list to include as follows:

Witter Elementary School  
Sulphur Springs Elementary  
Elementary Schools "B", "F" and "I"  
Twin Lakes Elementary School  
Crestwood Elementary School  
Gibson Elementary School  
Middle School "EE"  
Portable Classrooms  
Tomlin Middle School

The District properties included in the ground lease dated October 1, 1996, include land on which the projects are to be constructed. The projects funded from the Series 1996 Certificates of Participation are as follows:

Series 1996 Certificates of Participation

Elementary School "D"  
Middle School "DD"

The District properties included in the ground lease dated March 1, 1998, include land on which the projects are to be constructed. The projects funded from the Series 1998 Certificates of Participation are as follows:

Series 1998 Certificates of Participation

Westchase Middle School "FF"  
Middleton High School "GGG"  
Media Centers  
Completion of Blake High School  
Completion of Series 1995 Project  
Completion of Series 1996 Project

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

8. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION

(continued)

The Master Lease allows the School Board to modify the components to the Series 1998 Project. As of June 30, 2002, the Board has amended the project list to include as follows:

Westchase Middle School "FF"	Middleton High School "GGG"
Springhead Elementary School	Baycrest Elementary School
Wilson Elementary School	Woodbridge Elementary School
Media Centers	Completion of Blake High School
Completion of Series 1995 Project	Franklin Middle School
Riverview High School	Lake Magdalene Elementary
Durant High School	Middlet on Athletic Facility
Freedom Athletic Facility	Alonso Athletic Facility

The District properties included in the ground lease dated October 1, 1999, include land on which the projects are to be constructed. The projects funded from Series 1999 Certificates of Participation are as follows:

Series 1999 Certificates of Participation

Middleton High School "GGG"  
High School "JJJ" and land for site  
Middle School "JJ" and land for site  
Elementary School "M" and land for site

The Master Lease allows the School Board to modify the components to the Series 1999 Project. As of June 30, 2002, the Board has amended the project list to include as follows:

Middleton High School "GGG"  
High School "JJJ" and land for site  
Middle School "JJ" and land for site  
Middle School "NN"

The District properties included in the ground lease dated March 9, 2000, include land on which the projects are to be constructed. The projects funded from Series 2000-QZAB Certificates of Participation are as follows:

Series 2000-QZAB Certificates of Participation

Remodeling of D.W. Waters Training Center

The District properties included in the ground lease dated November 1, 2000, include land on which the projects are to be constructed. The projects funded from the Series 2000 Certificates of Participation are as follows:

Series 2000 Certificates of Participation

Middle School "MM"	Riverview Elementary
Elementary School "P"	Dover ESE
Claywell Elementary	Lopez ESE
Essrig Elementary	Ferrell Middle School
Mabry Elementary	Gorrie Elementary
Morgan Woods Elementary	

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

8. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION  
(continued)

The Master Lease allows the School Board to modify the components to the Series 2000 Project. As of June 30, 2002, the Board has amended the project list to include as follows:

Middle School "MM"	Riverview Elementary
Elementary School "P"	Dover ESE
Claywell Elementary	Lopez ESE
Essrig Elementary	Ferrell Middle School
Mabry Elementary	Gorrie Elementary
Morgan Woods Elementary	Lewis Elementary
High School "LLL" Athletic Facility	West Tampa Elementary
Westshore Elementary	

The District properties included in the ground lease dated July 1, 2001, include land on which the projects are to be constructed. The projects funded from Series 2001B Certificates of Participation are as follows:

Series 2001B Certificates of Participation

Middle School "LL"	Elementary School "E"
Elementary School "B"	Plant City ESE
East County Career Center	Elementary School "D"
Elementary School "R"	

The Master Lease allows the School Board to modify the components to the Series 2001B Project. As of June 30, 2002, the Board has amended the project list to include as follows:

Middle School "LL"	Elementary School "D"
Elementary School "S"	Plant City ESE
East County Career Center	Elementary School "R"
Broward Elementary	Grady Elementary
Elementary "V"	

The District properties included in the ground lease dated November 6, 2001, include land on which the projects are to be constructed. The projects funded from Series 2001-QZAB Certificates of Participation are as follows:

Series 2001-QZAB Certificates of Participation

Renovations at Cahoon Elementary
Renovations at Van Buren Middle School

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

8. OBLIGATIONS UNDER LEASE PURCHASE AGREEMENT - CERTIFICATES OF PARTICIPATION  
(continued)

The lease payments for the Series 1996, Series 1998, Series 1999, Series 2000, Series 2001A and Series 2001B Certificates are payable by the District, semi-annually, on July 1 and January 1 at interest rates, of 5.25 percent, 3.5 to 5.25 percent, 3.65 to 5.75 percent, 4.20 to 5.55 percent, 3.00 to 5.00 percent and 3.00 to 5.25 percent, respectively. The lease payments for the Series 2000-QZAB and 2001-QZAB Certificates are due April 10, 2012 and November 2015, respectively. There is no interest to be paid on the QZABs, as the certificate holders receive Federal Tax Credits in lieu of interest payments. The District is required to reserve a portion of the lease payments each year. The following is a schedule by years of future minimum lease payments under the lease agreements as of June 30 (amounts in thousands):

	Total	Principal	Interest
2003	\$39,760	\$11,755	\$28,005
2004	39,755	12,235	27,520
2005	39,735	12,725	27,010
2006	39,717	13,255	26,462
2007	39,703	13,825	25,878
2008 – 2012	208,695	89,758	118,937
2013 – 2017	210,406	114,790	95,616
2018 – 2022	200,824	136,730	64,094
2023 – 2027	<u>199,905</u>	<u>176,280</u>	<u>23,625</u>
Total Minimum Lease Payments	<u>\$1,018,500</u>	<u>\$581,353</u>	<u>\$437,147</u>

9. NOTES PAYABLE

Notes payable are comprised of the following (amounts in thousands):

<u>Wachovia Loans</u>	Balance at <u>6/30/02</u>
\$3,178 borrowed 5/20/98, under the provisions of Section 237.161, Florida Statutes. Variable interest rate 2.86 percent at 6/30/02. Proceeds used to purchase educational Equipment. The Board's intent is to pay the remaining balance in the next year.	\$636
\$3,550 borrowed 2/3/99, under the provisions of Section 237.161, Florida Statutes. Variable interest rate 2.84 percent at 6/30/02. Proceeds used to purchase educational equipment. The Board's intent is to extend repayment of the remaining balance over the next two years in annual installments of \$710.	1,420
\$4,267 borrowed 1/23/02, under the provisions of Section 237.161, Florida Statutes. Fixed interest rate 2.05 percent at 6/30/02. Proceeds used to purchase insurance on educational property. The Board's intent is to extend repayment of the remaining balance over the next five years in annual installments of \$854.	<u>4,267</u>
Total Notes Payable	<u>\$6,323</u>

## SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

9. NOTES PAYABLE (continued)

Amounts needed for the planned repayment of the Section 237.161, Florida Statutes, bank loans are as follows (amounts in thousands):

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u> (1)
2003	\$2,345	\$2,199	\$146
2004	1,654	1,564	90
2005	906	853	53
2006	888	853	35
2007	<u>871</u>	<u>854</u>	<u>17</u>
Total	<u>\$6,664</u>	<u>\$6,323</u>	<u>\$341</u>

(1) The projected interest amounts can change based on interest rate changes upon the annual renewal of the bank loans.

10. BONDS PAYABLE

Bonds payable at June 30, 2002 were as follows (amounts in thousands):

<u>Bond Type</u>	<u>Amount</u> <u>Outstanding</u>	<u>Interest</u> <u>Rates</u> <u>(Percent)</u>	<u>Annual</u> <u>Maturity</u> <u>To</u>
State School Bonds:			
Series 1996-B	\$ 800	4.0 - 4.625	2007
Series 1998-A	51,565	4.0 - 5.5	2018
Series 1999-A	7,715	4.0 - 4.75	2019
Series 2000-A	1,070	4.625 - 6.0	2020
Series 2001-A	1,655	3.0 - 5.0	2022
District Revenue Bonds:			
Series 1998 Capital Improvement & Racetrack Revenue Refunding	4,728	3.5 - 5.35	2028
Series 2002 Sales Tax	235,585	2.25 - 5.375	2025
District General Obligation Bonds:			
Series 1994, Refunding	<u>35,510</u>	2.9 - 7.0	2005
Total Bonds Payable	<u>\$338,628</u>		

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

10. BONDS PAYABLE (continued)

The various bonds were issued to finance capital outlay projects of the District. The following is a description of bonded debt service:

State School Bonds

These bonds are issued by the State Board of Education (SBE) on behalf of the District. The bonds mature serially and are secured by a pledge of part of the District's portion of State-assessed motor vehicle license tax. The State's full faith and credit is also pledged as security for these issues. Principal and interest payments, investment of Debt Service Fund resources, and compliance with reserve requirements are administered by the State Board of Education and the State Board of Administration.

DISTRICT REVENUE BONDS

Capital Improvement and Racetrack Revenue Refunding Bonds of 1998

These bonds are authorized by Chapter 71-680, Laws of Florida, which authorized the Board to pledge all of the portion of racetrack funds and jai alai fronton funds accruing annually to Hillsborough County, under the provisions of Chapters 550 and 551, Florida Statutes, as allocated to the Board pursuant to law, and Chapter 132, Florida Statutes, which authorized the refunding of the District Revenue Bonds of 1985. As required by the bond resolution the Board established the sinking fund and reserve account and has accumulated and maintained adequate resources in the sinking fund and reserve account.

Sales Tax Revenue Bonds, Series 2002

These bonds are authorized by the Constitution and Laws of the State of Florida, including, particularly Chapter 230, Florida Statutes, Chapter 212, Part I, Florida Statutes and other applicable provisions of law. The bonds are secured by a pledge of the proceeds received pursuant to the Interlocal Agreement from the levy and collection by the County of the one-half cent local infrastructure sales surtax.

DISTRICT GENERAL OBLIGATION BONDS

General Obligation Refunding Bonds, Series 1994

These bonds are authorized by Chapter 236, Sections 132.33 through 132.47, Florida Statutes, and other applicable provisions of law, and are secured by a pledge of property taxes levied and collected each year sufficient to pay principal and interest thereon. The Bonds and the interest on the Bonds do not constitute a new debt, but merely constitute a renewal and continuation of the original existing indebtedness evidenced by the Refunded Bonds and the interest due thereon.

## SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

10. BONDS PAYABLE (continued)

Annual requirements to amortize all bonded debt outstanding as of June 30, 2002, are as follows (amounts in thousands):

## TOTAL SBE BONDS

Fiscal Year Ending June 30	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2003	\$5,724	\$2,615	\$3,109
2004	5,746	2,745	3,001
2005	5,746	2,875	2,871
2006	5,748	3,025	2,723
2007	5,748	3,180	2,568
2008 – 2012	28,765	18,315	10,450
2013 – 2017	28,799	23,515	5,284
2018 – 2022	<u>6,959</u>	<u>6,535</u>	<u>424</u>
Total Debt Service Payments	<u>\$93,235</u>	<u>\$62,805</u>	<u>\$30,430</u>

## TOTAL DISTRICT REVENUE BONDS

Fiscal Year Ending June 30	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2003	\$16,704	\$5,565	\$11,139
2004	17,007	6,075	10,932
2005	17,051	6,315	10,736
2006	17,030	6,465	10,565
2007	17,014	6,655	10,359
2008 – 2012	84,676	36,031	48,645
2013 – 2017	84,091	44,097	39,994
2018 – 2022	83,229	56,459	26,770
2023 – 2027	82,920	72,545	10,375
2028 – 2032	<u>417</u>	<u>106</u>	<u>311</u>
Total Debt Service Payments	<u>\$420,139</u>	<u>\$240,313</u>	<u>\$179,826</u>

## GENERAL OBLIGATION BONDS 1994, REFUNDING

Fiscal Year Ending June 30	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2003	\$9,968	\$8,265	\$1,703
2004	9,919	8,660	1,259
2005	9,859	9,065	794
2006	<u>9,798</u>	<u>9,520</u>	<u>278</u>
Total Debt Service Payments	<u>\$39,544</u>	<u>\$35,510</u>	<u>\$4,034</u>

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

11. STATE BOARD OF EDUCATION BONDS

On April 15, 2002, the State Board of Education issued \$1,655,000 in Capital Outlay Bonds, with an average interest rate of 4.67%, on behalf of the District in order to finance the cost of acquiring, building, constructing, remodeling, improving, enlarging, furnishing, maintaining, renovating or repairing of projects.

The net proceeds of \$1,640,339 were placed in a Capital Outlay Fund for the above projects.

12. SALES TAX REVENUE BONDS

On January 1, 2002, the District issued Sales Tax Revenue Bonds of \$235,585,000 with interest ranging from 2.25% to 5.375%. Proceeds are to be used for the acquisition, construction and installation of certain capital improvements, and educational facilities in the School District.

13. DEFEASED DEBT

In prior years, the Board defeased in substance certain outstanding revenue bonds, general obligation bonds, and Certificates of Participation by placing the proceeds of each of the new bond issues in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust account's assets and the liability for the in substance defeased bonds are not included in the Board's financial statements. At June 30, 2002, \$345,000 of Racetrack Revenue Bonds of 1985, \$33,725,000 of General Obligation Bonds, Series 1985A and 1985B, \$34,805,000 of General Obligation Bonds, Series 1990, \$164,565,000 of Series 1994 Certificates of Participation, \$61,145,000 of Series 1995 Certificates of Participation, and \$95,785,000 of Series 1999 Certificates of Participation are considered defeased.

14. CHANGES IN LONG TERM DEBT

The following is a summary of changes in general long-term debt (amounts in thousands):

	Balance July 1, 2001	Additions	Deletions	Balance June 30, 2002	Due in One Year
Compensated					
Absences Payable	\$140,386	\$16,907,	\$14,254	\$143,039	\$8,388
Capital Leases Payable	545	-	236	309	250
Certificate of Participation	512,123	78,865	9,635	581,353	11,755
Arbitrage Payable	3,355	1,014	2,777	1,592	319
Notes Payable	3,401	4,267	1,345	6,323	2,199
Bonds Payable	<u>131,268</u>	<u>237,240</u>	<u>29,880</u>	<u>338,628</u>	<u>16,445</u>
TOTAL	<u>\$791,078</u>	<u>\$324,039</u>	<u>\$43,873</u>	<u>\$1,071,244</u>	<u>\$39,356</u>
Plus unamortized bond premium					
certificates of participation			1,001		
bonds payable			<u>4,649</u>		
Total long-term liabilities			<u>\$1,076,894</u>		



SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

15. RESERVATIONS/DESIGNATION OF FUND BALANCES

Reserves are generally limited to indicating that portion of the fund equity that is legally restricted to a specific future use or not available for appropriations and expenditures. Fund balances have been reserved for the following at June 30, 2002 (amounts in thousands):

\$ 59,087	Encumbrances which are those amounts that represent obligations or commitments chargeable in the future when the material and services are rendered.
\$50,709	Debt Service which are those amounts available to apply against future principal and interest payments.
\$4,751	State Categorical Carry-over Programs, which are those balances of various specially identified programs, funded by the State Department of Education.
\$2,043	Reserves for Inventory are that portion of excess assets over liability that cannot be utilized as cash.
\$7,203	Reserves for Employees Pension Benefits are those amounts of the plan assets held in trust.

Designations of fund balance are those amounts anticipated by management for future spending plans.

\$8,751	Special programs initiated by funds provided by other agencies and local project balances in the General Fund that have been allocated but will be completed in the following fiscal year.
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## SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

16. INTERFUND RECEIVABLES AND PAYABLES

The following is a summary of interfund receivables and payables reported in the fund financial statements (amounts in thousands):

<u>Funds</u>	<u>Interfund</u>	
	<u>Receivables</u>	<u>Payables</u>
Major Funds:		
General	\$12,433	\$2,896
Special Revenue - Contracted Services	160	6,036
Certificates of Participation	253	9,545
Sales Tax Bond Revenue	2	1,067
Other Capital Projects	9,787	6,315
Non-major Governmental Funds	9,871	8,070
Internal Service Funds	2,099	9
Fiduciary	<u>48</u>	<u>715</u>
Total	<u>\$34,653</u>	<u>\$34,653</u>

The majority of interfund receivables and payables are established during the closing period. The receivable in the general fund is for payback of payroll and direct/indirect charges for June. The amounts in the capital project funds and nonmajor funds is mostly due to the movements of expenditures between capital project funds. The receivable in internal service is for June's deductions for worker's compensation and health insurance in the governmental funds. All the above receivables and payables were cleared in the month of July.

17. INTERFUND TRANSFERS

The following is a summary of interfund transfers reported in the fund financial statements (amounts in thousands):

<u>Funds</u>	<u>Interfund</u>	
	<u>Transfer In</u>	<u>Transfer Out</u>
Major Funds:		
General	\$10,699	\$1,544
Special Revenue - Contracted Services	44	-
Certificates of Participation	-	60
Sales Tax Bond Revenue	-	2,565
Capital Projects Other	-	9,660
Non-major Governmental Funds	56,330	53,637
Internal Services	<u>500</u>	<u>107</u>
Total	<u>\$67,573</u>	<u>\$67,573</u>

The largest amount of interfund transfers is to move money to the debt service funds for bond principal and interest payments. The remainder is the charging of direct and indirect costs.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

18. STATE REVENUE SOURCES

The following is a schedule of the Districts state revenue for the 2001/2002 fiscal year (amounts in thousands):

<u>Sources</u>	<u>Amount</u>
Florida Education Finance Program	\$481,661
Workforce Development	30,398
Discretionary Lottery Funds	16,018
Categorical Education Programs	81,554
Gross Receipts Tax (Public Education Capital Outlay)	28,006
Capital Outlay and Debt Service	6,498
Food Service Supplement	1,402
Mobile Home License Tax	620
State Board of Education Bond Interest	178
Pair-Mutual Tax	447
Miscellaneous	<u>17,015</u>
Total	<u>\$663,797</u>

19. PROPERTY TAXES

The following is a summary of millages and taxes levied in the 2000 tax roll for the fiscal year 2001-02 (dollars in thousands):

	<u>Millage Levied</u>	<u>Taxes Levied</u>
<u>General Fund</u>		
Non-voted School Tax:		
Required Local Effort	5.664	\$242,940
Discretionary Local Effort	.712	30,539
<u>Debt Service Funds</u>		
Voted Tax:		
Interest and Sinking	.210	9,007
<u>Capital Projects Funds</u>		
Non-voted Tax:		
Local Capital Improvements	<u>2.000</u>	<u>85,784</u>
Total	<u>8.586</u>	<u>\$368,270</u>

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

20. STATE RETIREMENT PROGRAMS

All regular employees of the District are covered by the Florida Retirement System, a State-administered cost-sharing multiple-employer public employee defined benefit retirement plan (Plan). Participating employers include all State departments, counties, district school boards, and community colleges. Many municipalities and special districts have elected to be participating employers. Employees who earn benefit credits while employed by one participating employer may transfer the credits to any other participating employer.

Essentially all regular employees of participating employers are eligible and must enroll as members of the Plan. Benefits vest at specified numbers of years of service depending upon the employee's classification.

Generally, members are eligible for normal retirement benefits at age 62 with 6 years of service or at any age after 30 years of service. For normal retirement, benefit payments are based on the member's best 5-year average annual salary (average final compensation) times the number of years of service, multiplied by a percentage ranging from 1.60 percent at either 62 or with 30 years of service to 1.68 percent at age 65 or with 33 years of service. Members are eligible for early retirement after 10 years of service but before age 62; however, normal benefits are reduced by 5 percent for each year a member retires before age 62. As described in note 21, the District administers a single-employer retirement program that under certain conditions covers the difference in benefits between normal and early retirement.

The Plan provides retirement, disability, and death benefits and annual cost-of-living-adjustments, as well as supplements for certain employees to cover social security benefits lost by virtue of retirement system membership.

A Deferred Retirement Option Program (DROP) was established effective July 1, 1998. It permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with a Florida Retirement System employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the Florida Retirement System Trust Fund and accrue interest.

The benefit provisions and all other requirements of the Plan are established by Florida Statutes.

The contribution rates for the Plan are established, and may be amended, by the State of Florida. As of June 30, 2002, the contribution rates were as follows:

<u>Class or Plan</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (A)</u>
Florida Retirement System, Regular (HA)	0.00	7.30
Florida Retirement System, County Elected Officers (HI)	0.00	15.14
Florida Retirement System, Senior Management Service Class (HM)	0.00	9.28
Florida Retirement System, Special Risk (HB)	0.00	18.44
Teachers' Retirement System, Plan E (IE)	6.25	11.35
State and County Officers and Employees' Retirement System, Plan B (AF)	4.00	9.10
Florida Retirement System, Reemployed Retiree (RA)	0.00	7.30

Notes: (A) Employer rates include the post-retirement health insurance supplement, which was increased on January 1, 1998 to 0.94 percent.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

20. STATE RETIREMENT PROGRAMS (continued)

The District's liability for participation in the Plan is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the District. The District's contributions to the Plan (including employee contributions) for the fiscal years ending June 30, 2000, June 30, 2001, and June 30, 2002, totaled \$63,933,436, \$62,705,148 and \$52,290,623 respectively, representing a percentage of payroll of 10.32% for fiscal year 2000, 9.40% for fiscal year 2001 and 7.76% for fiscal year 2002. These amounts are equal to the required contributions for each fiscal year.

The State of Florida issues a publicly available financial report that includes financial statements and required supplementary information for the Florida Retirement System. The report may be obtained by writing to the State of Florida, Division of Retirement, Department of Management Services, 2639 North Monroe Street, Building C, Tallahassee, Florida 32399.

21. EARLY RETIREMENT PROGRAM

a. Plan Description and Provisions

As authorized by Section 231.495, Florida Statutes, the Board implemented an Early Retirement Plan (Plan), effective August 1, 1984. The Plan is a single-employer defined benefit plan. The purpose of the Plan is to provide eligible District employees, who elect to retire under the early retirement provisions of the Florida Retirement System, described in Note 20, with a monthly benefit equal to the statutory reduction of the normal retirement benefits when early retirement precedes the normal retirement age of 62. The School Board entered into an agreement with Provident Bank, N.A., designating the Bank as the Investment Manager and Custodian (Trustee) for the Plan assets. The Agreement also provides that monthly benefits be paid by the Trustee.

Based on an actuarial report as of July 1, 2001, employee membership data related to the Plan was as follows:

Retirees and beneficiaries currently receiving benefits	<u>342</u>
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Active Plan Participants:

Vested	2,425
Non-vested	<u>2,932</u>
Total	<u>5,357</u>

A summary of Eligibility and Benefits follows:

Eligibility

A member of the Plan is eligible upon attainment of age 55 to 59, completion of 25 but not more than 28 years of creditable service, at least 5 consecutive and uninterrupted years of service immediately preceding early retirement, and having applied for retirement under The Florida Retirement System.

Benefits

The amount of the monthly benefit will be equal to the reduction imposed on the retirement benefit by the Florida Retirement System due to early retirement. The benefit amount will be based on the initial benefit amount determined by the Florida

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

21. EARLY RETIREMENT PROGRAM (continued)

Retirement System prior to any cost of living adjustments and once established will remain unchanged, unless a specific increase is authorized by the Board.

b. Summary of Significant Accounting Policies

Significant accounting policies related to basis of accounting and method of asset valuation are disclosed in Note 1. Investment disclosures related to the Pension Trust Fund are in Note 2.

c. Contributions and Reserves

The District's Early Retirement Program was established by the Board on August 1, 1984. Pursuant to the Plan Agreement, no contribution shall be required or permitted from any member. Board contributions shall be sufficient to meet the annual pension cost of the Plan and to amortize the un-funded actuarial accrued liability within 30 years based on an actuarial study. There are no long-term contracts to the plan. Periodic employer contributions to the Plan are determined on an actuarial basis using the "Entry Age Actuarial Cost Method". Annual pension cost is funded on a current basis. Pursuant to Section 112.64, Florida Statutes, the un-funded actuarial accrued liability is funded over a 40-year period. Periodic contributions for both normal cost and the amortization of the un-funded actuarial liability are based on the level percentage of payroll method.

Significant actuarial assumptions used to compute annual required contributions are the same as those used to determine the actuarial accrued liability.

Total contributions to the Plan in fiscal 2002 amounted to \$1,481,303, all of which were paid by the Board and made in accordance with actuarially determined contribution requirements determined through an actuarial valuation performed at April 30, 2001.

The computation of the annual required contributions for fiscal 2002 was based on the same (a) actuarial assumptions, (b) benefit provisions, (c) actuarial funding method, and (d) other significant factors as used to determine annual required contributions in the previous year. However, the actuarial assumption included changes in the rates of investment earnings, future salary increases and assumed retirement rates.

All of the assets in the District's Pension Trust Fund are maintained in legally required reserves. None of the assets have been designated by the Board for any other specific purpose. Costs of administering the Plan are financed through the Plan's resources (employer contributions and investment earnings).

d. Concentrations

The Plan's investments at June 30, 2002, consisted of the following:

	Balance <u>June 30, 2002</u>	Percentage of <u>Plan Net</u> <u>Assets</u>
Obligations of U.S. Agencies	\$5,429,487	76%
Other Investments	<u>1,695,525</u>	<u>24%</u>
Total	<u>\$7,125,012</u>	<u>100%</u>

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

21. EARLY RETIREMENT PROGRAM (continued)

e. Actuarial Information

Additional information as of the latest actuarial valuation is as follows:

Valuation Date	07/01/01
Actuarial Cost Method	Entry Age
Amortization Method	Level Percentage of Payroll
Asset Valuation Method	Fair Value
Actuarial Assumptions:	
Investment Rate of Return	7%
Projected Salary Increases	5%
Cost of Living Adjustment	None

22. OTHER POST-RETIREMENT BENEFITS

The state retirement program described in Note 20 includes District payments for a retiree health insurance subsidy. The employer contribution rate from July 2001 through June 2002 was .94 on percent of eligible wages. Total District contributions for the fiscal year ended June 30, 2002 were \$6,331,818.

In addition to the benefits described in Note 21, the School Board has authorized the provision of \$19 towards postretirement health insurance premium payments for employees who had retired from the District prior to December 1, 1970. The School Board also provides 50 percent of the postretirement life insurance premium payments for employees who retired from the District prior to October 1, 1969. As of June 30, 2002, the District is providing for payment of postretirement health insurance premiums for 1 eligible retiree, and is providing for payment of postretirement life insurance premiums for 7 eligible retirees. Expenditures for postretirement health and life insurance premium payments are recognized on the accrual basis and funded on the cash basis. During the year, expenditures of \$237 and \$1,890 were recognized for postretirement health and life insurance premium payments, respectively.

23. SELF-INSURANCE

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Workers' compensation, automobile liability, and general liability coverage are being provided on a self-insured basis up to specified limits. The District has entered into agreements with various insurance companies to provide specific excess coverage of claim amounts above the stated amount on an individual claim basis and aggregate excess coverage when total claims minus specific excess coverage exceeds the loss fund established annually by the Board. The Board has contracted with an insurance administrator to administer these self-insurance programs, including the processing, investigating, and payment of claims.

Settled claims resulting from the risks described above have not exceeded commercial insurance coverage for the past three fiscal years.

SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2002

23. SELF-INSURANCE (continued)

A liability in the amount of \$28,288,760 was actuarially determined to cover estimated incurred but not reported insurance claims payable at June 30, 2002. It is estimated that \$10,383,000 of the liability is current and due within one year. The remaining \$17,905,760 will be due in future years.

The following schedule represents the changes in claims liability for the past two fiscal years for the District's self-insurance program:

	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2000 – 2001	\$37,095,635	\$11,647,519	\$(10,150,792)	\$38,592,362
2001 – 2002	\$38,592,362	\$ (140,561)	\$(10,163,041)	\$28,288,760

24. COMMITMENTS AND CONTINGENCIES

Construction Contract Commitments

The following is summary of major construction contract commitments remaining at June 30, 2002 (Amounts in thousands):

DETAIL LISTING OF CONSTRUCTION IN PROGRESS  
JUNE 30, 2002

<u>Description</u>	<u>Project Authorization</u>	<u>Expended Through 6/30/02</u>	<u>Committed</u>
Additions	\$ 47,135	\$ 30,313	\$ 16,822
Elementary Schools	55,321	21,633	33,688
Middle Schools	61,416	15,361	46,055
Senior High Schools	58,893	57,402	1,491
Other	27,934	15,230	12,704
Renovations	48,749	35,068	13,681
Improvements	<u>2,512</u>	<u>1,718</u>	<u>794</u>
Total	<u>\$301,960</u>	<u>\$176,725</u>	<u>\$125,235</u>

LITIGATION

The District is involved in several pending and threatened legal actions. In the opinion of District management, the range of potential loss from all such claims and actions should not materially affect the financial condition of the District.



SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2002

24. COMMITMENTS AND CONTINGENCIES (continued)

Grants and Contracts

The District participates in various federally assisted grant programs that are subject to review and audit by the grantor agencies. Entitlement to these resources is generally conditional upon compliance with the terms and conditions of grant agreements and applicable federal regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a federal audit may become a liability of the District.

25. ACCOUNTING CHANGES AND RESTATEMENTS

During the fiscal year ended June 30, 2002 the School Board adopted GASB Statement No. 34, Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments, GASB Statement No. 37 Basic Financial Statements – and Management’s Discussion and Analysis - for State and Local Governments: Omnibus, GASB Statement No. 38 Certain Financial Statement Note Disclosures, and Interpretation No. 6, Recognition of Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements.. Statements No. 34 and 37 established standards for external financial reporting for all state and local governmental entities, which includes a statement of net assets, a statement of activities and changes in net assets, and a management’s discussion and analysis.

The gross cost and accumulated depreciation balances of the District’s capital assets at June 30, 2001 were restated to capitalize assets and record accumulated depreciation in accordance with the adoption of GASB Statement No. 34. The debt balances and deferred charges balances were also restated to record bond discounts/premiums, issuance costs and amortization thereof as of June 30, 2001.

In the fund financial statements the beginning fund balance for the general fund was increased by \$338,438. This increase was due to the incorporation of certain fiduciary funds into the general fund.

26. SUBSEQUENT EVENTS

On September 26, 2002 the District sold \$64,010,000 of Certificates of Participation Series 2002. The Series 2002 Certificates were issued on October 8, 2002 and will mature on July 1, 2003 through July 1, 2028 with interest rates ranging from 2.000% to 4.625%.

THE SCHOOL BOARD OF HILLSBOROUGH COUNTY, FLORIDA  
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS  
June 30, 2002  
(UNAUDITED)

Schedule of Funding Progress:

FISCAL YEAR ENDED JUNE 30	Actuarial Value of Plan Assets	Actuarial Accrued Liability Entry Age (1)	Unfunded Actuarial Accrued Liability (3)	Funded Ratio (2)	Covered Payroll	Actuarial Liability as a Percentage of Covered Payroll
1997	\$3,819,438	\$11,930,082 (4)	\$ 8,110,644	32.02%	\$110,199,240 (4)	10.83%
1998	4,494,078	14,939,321 (5)	10,445,243	30.08%	111,739,482 (5)	13.37%
1999	4,568,183	16,429,399 (6)	11,861,216	27.80%	118,781,662 (6)	13.83%
2000	5,138,834	17,837,415 (7)	12,698,581	28.80%	128,190,836 (7)	13.91%
2001	5,580,220	22,070,817 (8)	16,490,597	25.28%	156,605,715 (8)	14.09%
2002	6,409,495	22,827,019 (9)	16,417,524	28.10%	170,162,468 (9)	13.41%

- Notes:
- (1) The Entry Age Actuarial Cost Method is used to determine the Plan's funding requirements.
  - (2) The percentage funded is derived by dividing the actuarial value of assets by the actuarial accrued liability.
  - (3) The unfunded actuarial accrued liability is the actuarial accrued liability minus the actuarial value of assets.
  - (4) Based on data from an actuarial valuation report as of July 1, 1996, dated November 19, 1996.
  - (5) Based on data from an actuarial valuation report as of July 1, 1997, dated December 3, 1997.
  - (6) Based on data from an actuarial valuation report as of July 1, 1998, dated January 12, 1999.
  - (7) Based on data from an actuarial valuation report as of July 1, 1999, dated July 1, 1999.
  - (8) Based on data from an actuarial valuation report as of July 1, 2000, dated April 30, 2001.
  - (9) Based on data from an actuarial valuation report as of July 1, 2001, dated December 4, 2001.

Isolated analysis of the dollar amounts of the actuarial value of assets, actuarial accrued liability, and unfunded actuarial accrued liability can be misleading.

Expressing the actuarial value of assets as a percentage of the actuarial accrued liability provides one indication of the Plan's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the Plan is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the Plan.

THE SCHOOL BOARD OF HILLSBOROUGH COUNTY, FLORIDA  
SUPPLEMENTAL EARLY RETIREMENT PENSION TRUST  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
June 30, 2002  
(UNAUDITED)

Schedule of Employer Contributions:

Fiscal Year Ended June 30	Annual Required Contribution	Percentage Contributed
1997	\$ 845,008	100%
1998	877,983	100%
1999	954,501	100%
2000	1,031,006	100%
2001	1,143,077	100%
2002	1,481,303	100%

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## **COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

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## **Nonmajor Governmental Funds**

### **Special Revenue Funds**

- **Food Services Fund** – Accounts for and reports on activities of the food service program.

### **Debt Service Funds**

The Debt Service Funds account for the payment of interest and principal of the current portion of long-term debt, primarily from tax proceeds and earnings on temporary investments

- **State Board of Education Bond Funds** – Accounts for and reports on payments of principal, interest and related costs on various bond issues serviced by the State.
- **Special Act Bond Funds** - Accounts for and reports on the payment of principal, interest and related costs on bonds that are secured by the portion of the State racetrack funds.
- **Section 237.161 Loan Funds** - Accounts for and reports on the payment of principal and interest on notes issued under Section 237.161, Florida Statutes.
- **District Bond Funds** - Accounts for and reports on the repayment of general obligation debt.
- **Other Debt Service Funds** - Accounts for and reports on the payment of principal, interest and related costs for the Certificates of Participation and other debt.

### **Capital Projects Funds**

The Capital Projects Funds account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects

- **Capital Outlay Bond Issue Funds** – Accounts for and reports on bond issue proceeds received from the State Board of Education and issued at the request of the District.
  - **Special Act Bond Racetrack Funds** - Accounts for and reports on funds received from racetrack funds.
  - **Section 237.161 Loan Funds** - Accounts for and reports on funds received from loans secured under Section 237.161, Florida Statutes.
  - **Public Education Capital Outlay Funds (PECO)** - Accounts for and reports on funds received from the State for the construction and maintenance of schools.
  - **Capital Outlay & Debt Service Funds** - Accounts for and reports on funds received from the State Board of Education Capital Outlay Bonds.
  - **Local Capital Improvement Funds** - Accounts for and reports on locally received funds, primarily ad valorem tax revenue.
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**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****COMBINING BALANCE SHEET****NON MAJOR GOVERNMENTAL FUNDS****JUNE 30, 2002**

(amounts expressed in thousands)

	<b>Special Revenue</b>	
	<b>Food Services</b>	<b>Total</b>
<b>ASSETS</b>		
Cash	\$ 95	\$ 95
Investments	2,570	2,570
Accounts receivable	363	363
Due from other governmental agencies	737	737
Due from other funds	546	546
Inventories	1,045	1,045
Total assets	<u>\$ 5,356</u>	<u>\$ 5,356</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Accounts payable	\$ 167	\$ 167
Due to other funds	3,441	3,441
Deferred revenue	108	108
Total liabilities	<u>3,716</u>	<u>3,716</u>
Fund balances		
Reserved for:		
Encumbrances	436	436
Debt service	-	-
Unreserved, reported in:		
Special revenue funds	1,204	1,204
Capital projects funds	-	-
Total fund balances	<u>1,640</u>	<u>1,640</u>
Total liabilities and fund balances	<u>\$ 5,356</u>	<u>\$ 5,356</u>

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

Debt Service				
State Board of Education Bond Funds	Special Act Bond Funds	District Bond Funds	Other Debt Service Funds	Total
\$ -	\$ -	\$ -	\$ -	\$ -
1,570	617	9,722	38,541	50,450
-	-	-	-	-
-	-	259	-	259
-	-	-	-	-
-	-	-	-	-
<u>\$ 1,570</u>	<u>\$ 617</u>	<u>\$ 9,981</u>	<u>\$ 38,541</u>	<u>\$ 50,709</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,570	617	9,981	38,541	50,709
-	-	-	-	-
-	-	-	-	-
<u>1,570</u>	<u>617</u>	<u>9,981</u>	<u>38,541</u>	<u>50,709</u>
<u>\$ 1,570</u>	<u>\$ 617</u>	<u>\$ 9,981</u>	<u>\$ 38,541</u>	<u>\$ 50,709</u>

(Continued)



**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**COMBINING BALANCE SHEET  
NON MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2002  
(amounts expressed in thousands)**

	Capital Outlay Bond Issue Funds	Special Act Bond Racetrack Fund	Section 237.161 Loan Funds
<b>ASSETS</b>			
Cash	\$ 1	\$ -	\$ -
Investments	9,417	2,811	-
Accounts receivable	-	-	-
Due from other governmental agencies	-	-	-
Due from other funds	-	-	-
Inventories	-	-	-
Total assets	<u>\$ 9,418</u>	<u>\$ 2,811</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	811	29	-
Deferred revenue	-	-	-
Total liabilities	<u>811</u>	<u>29</u>	<u>-</u>
Fund balances			
Reserved for:			
Encumbrances	696	385	-
Debt service	-	-	-
Unreserved, reported in:			
Special revenue funds	-	-	-
Capital projects funds	7,911	2,397	-
Total fund balances	<u>8,607</u>	<u>2,782</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 9,418</u>	<u>\$ 2,811</u>	<u>\$ -</u>

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

Capital Projects				
Public Education Capital Outlay Funds	Capital Outlay and Debt Service Funds	Local Capital Improvement Funds	Total	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 61	\$ 62	\$ 157
9,215	415	18,252	40,110	93,130
6	2	6	14	377
28,597	-	2,427	31,024	32,020
704	3	8,618	9,325	9,871
-	-	-	-	1,045
<u>\$ 38,522</u>	<u>\$ 420</u>	<u>\$ 29,364</u>	<u>\$ 80,535</u>	<u>\$ 136,600</u>
\$ -	\$ 1	\$ 1	\$ 2	\$ 169
2,566	3	1,220	4,629	8,070
1,533	-	-	1,533	1,641
<u>4,099</u>	<u>4</u>	<u>1,221</u>	<u>6,164</u>	<u>9,880</u>
6,395	108	6,178	13,762	14,198
-	-	-	-	50,709
-	-	-	-	1,204
<u>28,028</u>	<u>308</u>	<u>21,965</u>	<u>60,609</u>	<u>60,609</u>
<u>34,423</u>	<u>416</u>	<u>28,143</u>	<u>74,371</u>	<u>126,720</u>
<u>\$ 38,522</u>	<u>\$ 420</u>	<u>\$ 29,364</u>	<u>\$ 80,535</u>	<u>\$ 136,600</u>

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NON MAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	Special Revenue	
	Food Services	Total
<b>REVENUES</b>		
Local sources:		
Ad valorem taxes	\$ -	\$ -
Local sales tax	-	-
Food services	27,823	27,823
Interest income	19	19
Other	-	-
Total local sources	27,842	27,842
State sources:		
Public education capital outlay	-	-
Food services	1,450	1,450
Other	-	-
Total state sources	1,450	1,450
Federal sources:		
Food service	32,860	32,860
Total federal sources	32,860	32,860
Total revenues	62,152	62,152
<b>EXPENDITURES</b>		
Food services	62,384	62,384
Debt Service:		
Principal retirement	-	-
Interest	-	-
Dues, fees and other	-	-
Capital outlay	785	785
Total expenditures	63,169	63,169
Excess (deficiency) of revenues over (under) expenditures	(1,017)	(1,017)
<b>OTHER FINANCING SOURCES (USES):</b>		
Long term bonds issued	-	-
Certificates of participation issued	-	-
Premium on sale of certificates of participation	-	-
Discount on sale of certificates of participation	-	-
Loans incurred	-	-
Transfers in	-	-
Transfers out	(473)	(473)
Total other financing sources and uses	(473)	(473)
Net change in fund balances	(1,490)	(1,490)
Fund balances - beginning	3,130	3,130
Fund balances - ending	\$ 1,640	\$ 1,640

State Board of Education Bond Funds	Special Act Bond Funds	Section 237.161 Loan Funds	Debt Service		Total
			District Bond Funds	Other Debt Service Funds	
\$ -	\$ -	\$ -	\$ 8,800	\$ -	\$ 8,800
-	-	-	-	3,979	3,979
-	-	-	-	-	-
-	4	-	171	421	596
-	-	-	71	-	71
-	4	-	9,042	4,400	13,446
-	-	-	-	-	-
-	-	-	-	-	-
5,551	447	-	-	-	5,998
5,551	447	-	-	-	5,998
-	-	-	-	-	-
-	-	-	-	-	-
5,551	451	-	9,042	4,400	19,444
-	-	-	-	-	-
2,465	330	1,346	7,900	28,820	40,861
3,160	105	142	2,128	28,914	34,449
9	1	7	175	6,896	7,088
-	-	-	-	-	-
5,634	436	1,495	10,203	64,630	82,398
(83)	15	(1,495)	(1,161)	(60,230)	(62,954)
15	-	-	-	3,418	3,433
-	-	-	-	1,275	1,275
-	-	-	-	32	32
-	-	-	-	(484)	(484)
-	-	-	-	-	-
-	525	1,495	-	53,309	55,330
-	(355)	-	-	(490)	(845)
15	170	1,495	-	57,060	58,741
(68)	185	-	(1,161)	(3,170)	(4,213)
1,638	432	-	11,141	41,711	54,922
\$ 1,570	\$ 617	\$ -	\$ 9,980	\$ 38,541	\$ 50,709

(Continued)

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NON MAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	Capital Outlay Bond Issue Funds	Special Act Bond Racetrack Fund	Section 237.161 Loan Funds
<b>REVENUES</b>			
<b>Local sources:</b>			
Ad valorem taxes	\$ -	\$ -	\$ -
Local sales tax	-	-	-
Food services	-	-	-
Interest income	289	78	29
Other	-	-	-
Total local sources	289	78	29
<b>State sources:</b>			
Public education capital outlay	-	-	-
Food services	-	-	-
Other	-	-	-
Total state sources	-	-	-
<b>Federal sources:</b>			
Food service	-	-	-
Total federal sources	-	-	-
Total revenues	289	78	29
<b>EXPENDITURES:</b>			
Food services	-	-	-
<b>Debt Service:</b>			
Principal retirement	-	-	-
Interest	-	-	-
Dues, fees and other	-	-	-
Capital outlay	6,989	916	-
Total expenditures	6,989	916	-
Excess (deficiency) of revenues over (under) expenditures	(6,700)	(838)	29
<b>OTHER FINANCING SOURCES (USES):</b>			
Long term bonds issued	1,640	-	-
Certificates of participation issued	-	-	-
Premium on sale of certificates of participation	-	-	-
Discount on sale of certificates of participation	-	-	-
Loans incurred	-	-	4,267
Transfers in	-	-	-
Transfers out	-	-	(4,296)
Total other financing sources and uses	1,640	-	(29)
Net change in fund balances	(5,060)	(838)	-
Fund balances - beginning	13,667	3,620	-
Fund balances - ending	\$ 8,607	\$ 2,782	\$ -

Capital Projects				
Public Education Capital Outlay Funds	Capital Outlay and Debt Service Funds	Local Capital Improvement Funds	Total	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 83,407	\$ 83,407	\$ 92,207
-	-	-	-	3,979
-	-	-	-	27,823
159	19	571	1,145	1,760
-	-	-	-	71
159	19	83,978	84,552	125,840
28,006	-	-	28,006	28,006
-	-	-	-	1,450
-	1,028	-	1,028	7,026
28,006	1,028	-	29,034	36,482
-	-	-	-	32,860
-	-	-	-	32,860
28,165	1,047	83,978	113,586	195,182
-	-	-	-	62,384
-	-	-	-	40,861
-	-	-	-	34,449
-	-	-	-	7,088
20,001	211	28,266	56,383	57,168
20,001	211	28,266	56,383	201,950
8,164	836	55,712	57,203	(6,768)
-	-	-	1,640	5,073
-	-	-	-	1,275
-	-	-	-	32
-	-	-	-	(484)
-	-	-	4,267	4,267
-	-	1,000	1,000	56,330
-	(525)	(47,498)	(52,319)	(53,637)
-	(525)	(46,498)	(45,412)	12,856
8,164	311	9,214	11,791	6,088
26,259	105	18,929	62,580	120,632
\$ 34,423	\$ 416	\$ 28,143	\$ 74,371	\$ 126,720



**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**SPECIAL REVENUE FUNDS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	<b>Food Services Fund</b>			
	<b>Budgeted Amounts</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES:</b>				
Local sources:				
Food services	\$ 28,053	\$ 28,247	\$ 27,823	\$ (424)
Interest income	262	19	19	-
Total local sources	28,315	28,266	27,842	(424)
State sources:				
Food services	1,420	1,450	1,450	-
Total state sources	1,420	1,450	1,450	-
Federal sources:				
Food services	34,589	34,655	32,860	(1,795)
Total federal sources	34,589	34,655	32,860	(1,795)
Total revenues	64,324	64,371	62,152	(2,219)
<b>EXPENDITURES:</b>				
Current:				
Food services	67,304	66,019	62,384	3,635
Capital outlay	-	785	785	-
Total expenditures	67,304	66,804	63,169	3,635
Excess (deficiency) of revenues over (under) expenditures	(2,980)	(2,433)	(1,017)	1,416
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(150)	(550)	(473)	77
Total other financing sources and uses	(150)	(550)	(473)	77
Net change in fund balances	(3,130)	(2,983)	(1,490)	1,493
Fund balances - beginning	3,130	3,130	3,130	-
Fund balances - ending	\$ -	\$ 147	\$ 1,640	\$ 1,493



**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**DEBT SERVICE FUNDS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	State Board of Education Bond Funds		
	Budgeted Amounts		Variance with
	Original	Final	Final Budget Positive (Negative)
<b>REVENUES:</b>			
Local sources:			
Ad valorem taxes	\$ -	\$ -	\$ -
Local sales tax	-	-	-
Interest income	-	-	-
Excess fees	-	-	-
Total local sources	-	-	-
State sources:			
Capital Outlay and debt service withheld for SBE/COBI bonds	5,625	5,516	5,516
SBE/COBI bond interest	-	35	35
Racing commission funds	-	-	-
Total state sources	5,625	5,551	5,551
Total revenues	5,625	5,551	5,551
<b>EXPENDITURES:</b>			
Principal retirement	2,465	2,465	2,465
Interest	3,160	3,160	3,160
Dues, fees and other	-	9	9
Total expenditures	5,625	5,634	5,634
Excess (deficiency) of revenues over (under) expenditures	-	(83)	(83)
<b>OTHER FINANCING SOURCES (USES):</b>			
Long term bonds issued	-	15	15
Certificates of participation issued	-	-	-
Premium on sale of certificates of participation	-	-	-
Discount on sale of certificates of participation	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources and uses	-	15	15
Net change in fund balances	-	(68)	(68)
Fund balances - beginning	1,638	1,638	1,638
Fund balances - ending	\$ 1,638	\$ 1,570	\$ 1,570

h t	Special Act Bond Funds				Section 237.161 Loans			
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)		Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Original	Final			Original	Final		
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-	-	-
	7	7	4	(3)	-	-	-	-
	-	-	-	-	-	-	-	-
	7	7	4	(3)	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	447	447	447	-	-	-	-	-
	447	447	447	-	-	-	-	-
	454	454	451	(3)	-	-	-	-
	330	330	330	-	1,346	1,346	1,346	-
	105	105	105	-	172	142	142	-
	1	1	1	-	-	7	7	-
	436	436	436	-	1,518	1,495	1,495	-
	18	18	15	(3)	(1,518)	(1,495)	(1,495)	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	347	525	525	-	1,518	1,495	1,495	-
	(325)	(355)	(355)	-	-	-	-	-
	22	170	170	-	1,518	1,495	1,495	-
	40	188	185	(3)	-	-	-	-
	432	432	432	-	-	-	-	-
	\$ 472	\$ 620	\$ 617	\$ (3)	\$ -	\$ -	\$ -	\$ -

(Continued)

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****DEBT SERVICE FUNDS****COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	District Bond Funds			Variance with
	Budgeted Amounts			Final Budget -
	Original	Final	Actual	Positive
				(Negative)
<b>REVENUES:</b>				
Local sources:				
Ad valorem taxes	\$ 8,680	\$ 8,800	\$ 8,800	\$ -
Local sales tax	-	-	-	-
Interest income	300	285	171	(114)
Excess fees	75	75	71	(4)
Total local sources	9,055	9,160	9,042	(118)
State sources:				
Capital Outlay and debt service withheld for SBE/COBI bonds	-	-	-	-
SBE/COBI bond interest	-	-	-	-
Racing commission funds	-	-	-	-
Total state sources	-	-	-	-
Total revenues	9,055	9,160	9,042	(118)
<b>EXPENDITURES:</b>				
Principal retirement	7,900	7,900	7,900	-
Interest	2,128	2,128	2,128	-
Dues, fees and other	125	176	175	1
Total expenditures	10,153	10,204	10,203	1
Excess (deficiency) of revenues over (under) expenditures	(1,098)	(1,044)	(1,161)	(117)
<b>OTHER FINANCING SOURCES (USES):</b>				
Long term bonds issued	-	-	-	-
Certificates of participation issued	-	-	-	-
Premium on sale of certificates of participation	-	-	-	-
Discount on sale of certificates of participation	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	(1,098)	(1,044)	(1,161)	(117)
Fund balances - beginning	11,141	11,141	11,141	-
Fund balances - ending	\$ 10,043	\$ 10,097	\$ 9,980	\$ (117)

Other Debt Service Funds				Totals			
Budgeted Amounts			Variance with Final Budget - Positive (Negative)	Budgeted Amounts			Variance with Final Budget Positive (Negative)
Original	Final	Actual		Original	Final	Actual	
\$ -	\$ -	\$ -	\$ -	\$ 8,680	\$ 8,800	\$ 8,800	\$ -
1,665	3,979	3,979	-	1,665	3,979	3,979	-
602	669	421	(248)	909	961	596	(365)
-	-	-	-	75	75	71	(4)
2,267	4,648	4,400	(248)	11,329	13,815	13,446	(369)
-	-	-	-	5,625	5,516	5,516	-
-	-	-	-	-	35	35	-
-	-	-	-	447	447	447	-
-	-	-	-	6,072	5,998	5,998	-
2,267	4,648	4,400	(248)	17,401	19,813	19,444	(369)
20,726	28,820	28,820	-	32,767	40,861	40,861	-
26,045	29,058	28,914	144	31,610	34,593	34,449	144
87	6,926	6,896	30	213	7,119	7,088	31
46,858	64,804	64,630	174	64,590	82,573	82,398	175
(44,591)	(60,156)	(60,230)	(74)	(47,189)	(62,760)	(62,954)	(194)
-	3,418	3,418	-	-	3,433	3,433	-
770	1,275	1,275	-	770	1,275	1,275	-
-	32	32	-	-	32	32	-
-	(484)	(484)	-	-	(484)	(484)	-
41,409	53,309	53,309	-	43,274	55,330	55,330	-
-	(490)	(490)	-	(325)	(845)	(845)	-
42,179	57,060	57,060	-	43,719	58,741	58,741	-
(2,412)	(3,096)	(3,170)	(74)	(3,470)	(4,019)	(4,213)	(194)
41,711	41,711	41,711	-	54,922	54,922	54,922	-
\$ 39,299	\$ 38,615	\$ 38,541	\$ (74)	\$ 51,452	\$ 50,903	\$ 50,709	\$ (194)

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**CAPITAL PROJECTS FUNDS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	Capital Outlay Bond Issue Funds			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES:</b>				
Local sources:				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Local sales tax	-	-	-	-
Interest income	330	337	289	(48)
Other	-	-	-	-
Total local sources	330	337	289	(48)
State sources:				
Public education capital outlay	-	-	-	-
Capital outlay distributed to district	-	-	-	-
Interest on undistributed CO & DS	-	-	-	-
Other	-	-	-	-
Total state sources	-	-	-	-
Total revenues	330	337	289	(48)
<b>EXPENDITURES:</b>				
Capital outlay	7,661	15,578	6,989	8,589
Total expenditures	7,661	15,578	6,989	8,589
Excess (deficiency) of revenues over (under) expenditures	(7,331)	(15,241)	(6,700)	8,541
<b>OTHER FINANCING SOURCES (USES):</b>				
Long term bonds issued	-	1,640	1,640	-
Premium on sale of bonds	-	-	-	-
Certificates of participation issued	-	-	-	-
Loans incurred	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	1,640	1,640	-
Net change in fund balances	(7,331)	(13,601)	(5,060)	8,541
Fund balances - beginning	13,667	13,667	13,667	-
Fund balances - ending	\$ 6,336	\$ 66	\$ 8,607	\$ 8,541

Special Act Bond Racetrack Fund				Section 237.161 Loan Funds			
Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
100	100	78	(22)	-	29	29	-
-	-	-	-	-	-	-	-
100	100	78	(22)	-	29	29	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
100	100	78	(22)	-	29	29	-
1,000	3,693	916	2,777	-	-	-	-
1,000	3,693	916	2,777	-	-	-	-
(900)	(3,593)	(838)	2,755	-	29	29	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	4,267	4,267	-
-	-	-	-	-	(4,296)	(4,296)	-
-	-	-	-	-	(29)	(29)	-
(900)	(3,593)	(838)	2,755	-	-	-	-
2,720	3,620	3,620	-	-	-	-	-
\$ 1,820	\$ 27	\$ 2,782	\$ 2,755	\$ -	\$ -	\$ -	\$ -

(Continued)

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**CAPITAL PROJECTS FUNDS  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	Public Education Capital Outlay Funds			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts			
	Original	Final	Actual	
<b>REVENUES:</b>				
Local sources:				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Local sales tax	-	-	-	-
Interest income	233	244	159	(85)
Other	-	-	-	-
Total local sources	233	244	159	(85)
State sources:				
Public education capital outlay	24,316	29,538	28,006	(1,532)
Capital outlay distributed to district	-	-	-	-
Interest on undistributed CO & DS	-	-	-	-
Other	-	-	-	-
Total state sources	24,316	29,538	28,006	(1,532)
Total revenues	24,549	29,782	28,165	(1,617)
<b>EXPENDITURES:</b>				
Capital outlay	23,308	55,968	20,001	35,967
Total expenditures	23,308	55,968	20,001	35,967
Excess (deficiency) of revenues over (under) expenditures	1,241	(26,186)	8,164	34,350
<b>OTHER FINANCING SOURCES (USES):</b>				
Long term bonds issued	-	-	-	-
Premium on sale of bonds	-	-	-	-
Certificates of participation issued	-	-	-	-
Loans incurred	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	1,241	(26,186)	8,164	34,350
Fund balances - beginning	26,259	26,259	26,259	-
Fund balances - ending	\$ 27,500	\$ 73	\$ 34,423	\$ 34,350

Capital Outlay & Debt Service Funds				Local Capital Improvement Funds			
Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 81,418	\$ 83,407	\$ 83,407	\$ -
5	19	19	-	926	582	571	(11)
-	-	-	-	-	-	-	-
5	19	19	-	82,344	83,989	83,978	(11)
-	-	-	-	-	-	-	-
700	880	880	-	-	-	-	-
-	148	148	-	-	-	-	-
-	-	-	-	-	-	-	-
700	1,028	1,028	-	-	-	-	-
705	1,047	1,047	-	82,344	83,989	83,978	(11)
455	476	211	265	30,344	55,668	28,266	27,402
455	476	211	265	30,344	55,668	28,266	27,402
250	571	836	265	52,000	28,321	55,712	27,391
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	1,000	1,000	-
(347)	(525)	(525)	-	(42,928)	(47,501)	(47,498)	3
(347)	(525)	(525)	-	(42,928)	(46,501)	(46,498)	3
(97)	46	311	265	9,072	(18,180)	9,214	27,394
-	105	105	-	18,929	18,929	18,929	-
\$ (97)	\$ 151	\$ 416	\$ 265	\$ 28,001	\$ 749	\$ 28,143	\$ 27,394

(Continued)



**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**CAPITAL PROJECTS FUNDS  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	Certificates of Participation Funds		
	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Original	Final	
<b>REVENUES:</b>			
Local sources:			
Ad valorem taxes	\$ -	\$ -	\$ -
Local sales tax	-	-	-
Interest income	5,970	8,036	7,983
Other	-	-	-
Total local sources	5,970	8,036	7,983
State sources:			
Public education capital outlay	-	-	-
Capital outlay distributed to district	-	-	-
Interest on undistributed CO & DS	-	-	-
Other	-	-	-
Total state sources	-	-	-
Total revenues	5,970	8,036	7,983
<b>EXPENDITURES:</b>			
Capital outlay	119,753	254,718	101,427
Total expenditures	119,753	254,718	101,427
Excess (deficiency) of revenues over (under) expenditures	(113,783)	(246,682)	(93,444)
<b>OTHER FINANCING SOURCES (USES):</b>			
Long term bonds issued	-	-	-
Premium on sale of bonds	-	-	-
Certificates of participation issued	77,643	77,590	77,590
Loans incurred	-	-	-
Transfers in	-	-	-
Transfers out	-	(60)	(60)
Total other financing sources and uses	77,643	77,530	77,530
Net change in fund balances	(36,140)	(169,152)	(15,914)
Fund balances - beginning	171,195	171,195	171,195
Fund balances - ending	\$ 135,055	\$ 2,043	\$ 155,281

Sales Tax Bond Revenue				Other Capital Projects Funds			
Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	17,761	16,239	16,239	-
1,200	2,656	2,656	-	2,483	829	731	(98)
-	-	-	-	-	2,448	2,404	(44)
1,200	2,656	2,656	-	20,244	19,516	19,374	(142)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	8,206	8,166	(40)
-	-	-	-	-	8,206	8,166	(40)
1,200	2,656	2,656	-	20,244	27,722	27,540	(182)
15,000	270,953	10,185	260,768	54,445	117,312	78,261	39,051
15,000	270,953	10,185	260,768	54,445	117,312	78,261	39,051
(13,800)	(268,297)	(7,529)	260,768	(34,201)	(89,590)	(50,721)	38,869
-	232,167	232,167	-	-	-	-	-
-	4,020	4,020	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	(2,565)	(2,565)	-	-	(9,660)	(9,660)	-
-	233,622	233,622	-	-	(9,660)	(9,660)	-
(13,800)	(34,675)	226,093	260,768	(34,201)	(99,250)	(60,381)	38,869
35,098	35,098	35,098	-	104,435	101,435	101,435	-
\$ 21,298	\$ 423	\$ 261,191	\$ 260,768	\$ 70,234	\$ 2,185	\$ 41,054	\$ 38,869

(Continued)

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**CAPITAL PROJECTS FUNDS  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2002  
(amounts expressed in thousands)**

	Totals			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts			
	Original	Final	Actual	
<b>REVENUES:</b>				
<b>Local sources:</b>				
Ad valorem taxes	\$ 81,418	\$ 83,407	\$ 83,407	\$ -
Local sales tax	17,761	16,239	16,239	-
Interest income	11,247	12,832	12,515	(317)
Other	-	2,448	2,404	(44)
Total local sources	110,426	114,926	114,565	(361)
<b>State sources:</b>				
Public education capital outlay	24,316	29,538	28,006	(1,532)
Capital outlay distributed to district	700	880	880	-
Interest on undistributed CO & DS	-	148	148	-
Other	-	8,206	8,166	(40)
Total state sources	25,016	38,772	37,200	(1,572)
Total revenues	135,442	153,698	151,765	(1,933)
<b>EXPENDITURES:</b>				
Capital outlay	251,966	774,366	246,256	528,110
Total expenditures	251,966	774,366	246,256	528,110
Excess (deficiency) of revenues over (under) expenditures	(116,524)	(620,668)	(94,491)	526,177
<b>OTHER FINANCING SOURCES (USES):</b>				
Long term bonds issued	-	233,807	233,807	-
Premium on sale of bonds	-	4,020	4,020	-
Certificates of participation issued	77,643	77,590	77,590	-
Loans incurred	-	4,267	4,267	-
Transfers in	-	1,000	1,000	-
Transfers out	(43,275)	(64,607)	(64,604)	3
Total other financing sources and uses	34,368	256,077	256,080	3
Net change in fund balances	(82,156)	(364,591)	161,589	526,180
Fund balances - beginning	372,303	370,308	370,308	-
Fund balances - ending	\$ 290,147	\$ 5,717	\$ 531,897	\$ 526,180

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## **Internal Service Funds**

The Internal Service Funds account for the cost of the District's Insurance Funds

- **Workers Compensation Fund** - Accounts for and reports on the workers' compensation program.
  - **Liability Self-Insurance Liability Fund** - Accounts for and reports on the automobile and general liability programs.
  - **Group Health Insurance Fund** – Accounts for and reports on the health insurance program.
-

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****INTERNAL SERVICE FUNDS****COMBINING STATEMENT OF NET ASSETS****JUNE 30, 2002****(amounts expressed in thousands)**

	<b>Workers Compensation Fund</b>	<b>Liability Self Insurance Fund</b>
<b>ASSETS</b>		
Current Assets:		
Cash	\$ 186	\$ -
Investments	13,687	1,417
Accounts Receivable	317	-
Due from other governmental agencies	-	-
Due from other funds	797	-
Total current assets	<u>\$ 14,987</u>	<u>\$ 1,417</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	\$ -	\$ -
Due to other funds	6	2
Deferred revenue	-	-
Estimated unpaid claims	25,274	3,015
Total liabilities	<u>25,280</u>	<u>3,017</u>
<b>NET ASSETS</b>		
Unrestricted (deficit)	<u>(10,293)</u>	<u>(1,600)</u>
Total net assets (deficit)	<u>(10,293)</u>	<u>(1,600)</u>
Total net assets and liabilities	<u>\$ 14,987</u>	<u>\$ 1,417</u>

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Group Health Insurance Fund	Totals
\$ -	\$ 186
11,200	26,304
-	317
448	448
1,302	2,099
<u>\$ 12,950</u>	<u>\$ 29,354</u>

\$ 7,128	\$ 7,128
1	9
5,821	5,821
-	28,289
<u>12,950</u>	<u>41,247</u>

-	(11,893)
-	(11,893)
<u>\$ 12,950</u>	<u>\$ 29,354</u>

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****INTERNAL SERVICE FUNDS****COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS****FOR THE FISCAL YEAR ENDED JUNE 30, 2002****(amounts expressed in thousands)**

	<b>Workers Compensation Fund</b>	<b>Liability Self Insurance Fund</b>
<b>OPERATING REVENUES:</b>		
Premium revenue from other funds	\$ 12,096	\$ -
Refund of prior year expenses and other	11,643	772
Total operating revenues	23,739	772
<b>OPERATING EXPENSES:</b>		
Salaries	1,058	-
Benefits	307	-
Purchased services	2,076	178
Materials and supplies	55	-
Claims and other	8,909	1,255
Total operating expenses	12,405	1,433
Operating income (loss)	11,334	(661)
<b>NON-OPERATING REVENUE:</b>		
Interest	279	40
Total non-operating revenue	279	40
Income (loss) before transfers	11,613	(621)
<b>TRANSFERS IN</b>	-	500
<b>TRANSFERS OUT</b>	-	-
Change in net assets	11,613	(121)
Total net assets (deficit) - beginning	(21,906)	(1,479)
Total net assets (deficit) - ending	\$ (10,293)	\$ (1,600)

<b>Group Health Insurance Fund</b>		<b>Totals</b>	
\$	78,017	\$	90,113
	-		12,415
	78,017		102,528
	-		1,058
	-		307
	-		2,254
	-		55
	78,017		88,181
	78,017		91,855
	-		10,673
	107		426
	107		426
	107		11,099
	-		500
	(107)		(107)
	-		11,492
	-		(23,385)
\$	-	\$	(11,893)



**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY**

**INTERNAL SERVICE FUNDS**

**COMBINING STATEMENT OF CASH FLOWS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

(amounts expressed in thousands)

	<b>Workers Compensation Fund</b>	<b>Liability Self Insurance Fund</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from interfund services provided	\$ 11,387	\$ -
Payment to suppliers	(2,138)	(179)
Payment to employees	(1,366)	-
Payment for interfund services used	-	(1,968)
Other receipts (payments)	(7,173)	772
Net cash provided by (used in) operating activities	<u>710</u>	<u>(1,375)</u>
<b>CASH FLOWS FROM NON CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Transfers from other funds	-	500
Transfers to other funds	-	-
Net cash provided by (used) in noncapital and related financing activities	<u>-</u>	<u>500</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sales and maturities of investments	-	835
Purchase of investments	(981)	-
Interest and dividends earned on investments	279	40
Net cash provided by (used in) investing activities	<u>(702)</u>	<u>875</u>
Net increase in cash	8	-
Cash and cash equivalents- Beginning of year	<u>178</u>	<u>-</u>
Cash and cash equivalents- End of year	<u>\$ 186</u>	<u>\$ -</u>
<b>Reconciliation of operating income (Loss) to net cash provided by (used in) operating activities:</b>		
Operating income (loss)	\$ 11,334	\$ (661)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	(317)	-
(Increase) decrease in due from other agencies	-	-
(Increase) decrease in due from other funds	(709)	-
(Increase) decrease in prepaid items	-	-
Increase (decrease) in due to other funds	(7)	(1)
Increase (decrease) in estimated unclaimed claims	(9,591)	(713)
Increase (decrease) in deferred revenue	-	-
Total adjustments	<u>(10,624)</u>	<u>(714)</u>
Net cash provided by (used in) operating activities	<u>\$ 710</u>	<u>\$ (1,375)</u>

<b>Group Health Insurance Fund</b>		<b>Totals</b>	
\$	78,007	\$	89,394
	-		(2,317)
	-		(1,366)
	(75,996)		(77,964)
	-		(6,401)
	2,011		1,346
	-		500
	(107)		(107)
	(107)		393
	-		835
	(2,011)		(2,992)
	107		426
	(1,904)		(1,731)
	-		8
	-		178
\$	-	\$	186
\$	-	\$	10,673
	-		(317)
	(136)		(136)
	454		(255)
	2,021		2,021
	-		(8)
	-		(10,304)
	(328)		(328)
	2,011		(9,327)
\$	2,011	\$	1,346





## **CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS****COMPARATIVE SCHEDULES BY SOURCE****JUNE 30, 2002 AND 2001****(amounts expressed in thousands)**

	<u>2002</u>	<u>2001</u>
<b>Governmental funds capital assets:</b>		
Land	\$ 87,578	\$ 80,513
Land improvements	14,827	10,547
Improvements other than buildings	102,206	96,681
Buildings and systems	1,198,038	1,134,611
Furniture, fixtures and equipment	142,877	139,738
Audio visual	92	104
Computer software	14,560	6,588
Motor vehicles	66,176	59,270
Property under capital leases	782	782
Construction in progress	<u>176,725</u>	<u>55,201</u>
Total governmental funds capital assets	<u>\$ 1,803,861</u>	<u>\$ 1,584,035</u>

**Investments in governmental funds capital assets by source:**

Capital projects funds	\$ 1,411,020	\$ 1,187,012
General fund	62,917	56,032
Special revenue funds	47,686	47,528
Undetermined	<u>282,238</u>	<u>293,463</u>
Total governmental funds capital assets	<u>\$ 1,803,861</u>	<u>\$ 1,584,035</u>

**THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY****CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS****SCHEDULE BY FUNCTION AND ACTIVITY****JUNE 30, 2002****(amounts expressed in thousands)**

	<u>Instructional</u>	<u>Administrative</u>	<u>Transportation</u>	<u>Totals</u>
Land	\$ 83,132	\$ 4,446	\$ -	\$ 87,578
Land improvements	12,107	2,720	-	14,827
Improvements other than buildings	102,206	-	-	102,206
Buildings and fixed equipment	1,157,815	40,223	-	1,198,038
Furniture, fixtures and equipment	123,166	19,711	-	142,877
Audio visual	70	22	-	92
Computer software	7,190	7,370	-	14,560
Motor vehicles	-	-	66,176	66,176
Property under capital leases	-	782	-	782
Construction in progress	<u>176,725</u>	<u>-</u>	<u>-</u>	<u>176,725</u>
Total governmental funds capital assets	<u>\$ 1,662,411</u>	<u>\$ 75,274</u>	<u>\$ 66,176</u>	<u>\$ 1,803,861</u>

***THE SCHOOL DISTRICT OF HILLSBOROUGH COUNTY***

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**

**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**

**FOR THE FISCAL ENDED JUNE 30, 2002**

**(amounts expressed in thousands)**

	<u>Instructional</u>	<u>Administrative</u>	<u>Transportation</u>	<u>Totals</u>
Balance, July 1, 2001	\$ 1,449,549	\$ 75,217	\$ 59,269	\$ 1,584,035
Additions/transfers	284,300	14,571	8,158	307,029
Deductions/transfers	<u>71,438</u>	<u>14,514</u>	<u>1,251</u>	<u>87,203</u>
Balance, July 1, 2002	<u>\$ 1,662,411</u>	<u>\$ 75,274</u>	<u>\$ 66,176</u>	<u>\$ 1,803,861</u>

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# **Statistical Section**

(UNAUDITED)

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## District Statistics

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**SCHOOL DISTRICT OF HILLSBOROUGH COUNTY GENERAL FUND**  
**RESULTS OF OPERATIONS FOR FISCAL YEARS ENDING JUNE 30**  
(Amounts in Thousands)

	Actual Fiscal 2001-02	Actual Fiscal 2000-01	Actual Fiscal 1999-00	Actual Fiscal 1998-99
Beginning Fund Balance:				
Designated (1)	\$ 17.263	\$ 16.336	\$ 14.501	\$ 16.313
Undesignated	20.479	11.318	11.172	17.290
<b>TOTAL BEG. FUND BALANCE</b>	<b>37.742</b>	<b>27.654</b>	<b>25.673</b>	<b>33.603</b>
Revenues:				
Federal	1.068	1.016	0.890	1.153
Federal Through State	5.705	4.076	4.893	5.702
State	617.267	623.763	571.705	571.618
Local	288.692	263.837	254.089	245.743
Non-Revenue and Transfers	10.699	10.170	12.084	5.081
<b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<b>923.431</b>	<b>902.862</b>	<b>843.661</b>	<b>829.297</b>
Expenditures:				
Instruction	569.275	553.748	518.855	512.919
Pupil Personnel Services	42.344	40.812	37.630	36.330
Instructional Media Services	18.604	17.880	16.057	16.392
Instruction & Curriculum Development Services	20.074	24.546	23.218	22.817
Instructional Staff Training	3.502	4.002	3.437	3.160
Board of Education	4.170	2.983	2.543	5.603
General Administration	7.205	8.234	5.067	6.652
School Administration	64.195	63.146	60.165	61.016
Fiscal Services	4.668	4.473	4.718	4.375
Food Services	0.244	0.224	-	-
Central Services	27.120	22.471	24.135	21.339
Pupil Transportation Services	46.871	45.840	44.776	45.127
Operation of Plant	64.935	63.033	63.263	61.953
Maintenance of Plant	22.791	23.788	23.351	22.977
Community Services	8.407	9.058	6.932	6.420
Facilities, Acquisitions and Construction and Capital Outlay	11.645	8.839	6.488	7.528
Remittance and Transfers to Other Funds	1.544	0.036	1.045	2.619
<b>TOTAL EXPENDITURES AND OTHER USES</b>	<b>917.594</b>	<b>893.113</b>	<b>841.680</b>	<b>837.227</b>
Ending Fund Balance:				
Designated (1)	24.561	17.263	16.336	14.501
Undesignated	19.018	20.141	11.318	11.172
<b>TOTAL ENDING FUND BALANCE</b>	<b>\$ 43.579</b>	<b>\$ 37.404</b>	<b>\$ 27.654</b>	<b>\$ 25.673</b>

(1) Amounts set aside to meet obligations created by the School District in a prior fiscal year.

Actual Fiscal 1997-98	Actual Fiscal 1996-97	Actual Fiscal 1995-96	Actual Fiscal 1994-95	Actual Fiscal 1993-94	Actual Fiscal 1992-93
\$ 18.014	\$ 14.564	\$ 16.798	\$ 12.753	\$ 12.722	\$ 9.331
24.339	8.994	0.891	8.552	22.611	14.132
42.353	23.558	17.689	21.305	35.333	23.463
1.045	0.789	1.973	1.258	1.479	1.380
0.702	0.483	0.181	0.204	0.262	0.292
532.384	503.345	467.940	453.645	414.296	379.625
222.824	212.519	202.447	194.323	185.646	178.038
9.235	15.027	25.219	38.731	27.704	22.407
766.190	732.163	697.760	688.161	629.387	581.742
475.980	439.449	423.968	425.916	391.992	347.918
32.342	28.700	28.419	28.762	26.497	23.810
15.397	14.746	13.902	14.091	14.405	12.364
20.747	19.927	20.349	21.370	17.902	15.011
2.700	2.954	2.620	2.914	2.946	1.936
4.678	4.429	3.215	2.283	2.104	1.819
5.102	4.064	4.042	4.423	4.163	3.531
58.838	55.841	54.058	52.937	50.363	47.367
4.018	3.718	3.727	4.784	4.573	3.950
-	-	-	-	-	-
18.417	17.105	17.771	18.100	15.120	14.261
44.658	40.206	38.572	37.604	38.114	32.480
59.929	55.273	55.836	52.854	50.320	44.391
19.992	20.196	18.080	20.057	20.666	17.948
5.665	5.655	5.933	3.669	0.873	0.944
2.595	0.896	1.227	1.700	2.043	1.956
3.882	0.209	0.172	0.313	1.334	0.186
774.940	713.368	691.891	691.777	643.415	569.872
16.313	18.014	14.564	16.798	12.753	12.722
17.290	24.339	8.994	0.891	8.552	22.611
\$ 33.603	\$ 42.353	\$ 23.558	\$ 17.689	\$ 21.305	\$ 35.333

**SCHOOL DISTRICT OF HILLSBOROUGH COUNTY  
TAX LEVIES AND TAX COLLECTION**

<b>FISCAL YEAR</b>	<b>FINAL SCHOOL TAXABLE VALUE (1)</b>	<b>BASE MILLAGE (2)</b>	<b>TAXES LEVIED</b>
2001-02	\$ 42,891,979,683	6.376	\$ 273,479,262
2000-01	37,965,047,068	6.465	245,444,029
1999-00	34,671,753,793	6.771	234,762,445
1998-99	31,893,302,579	7.208	229,886,925
1997-98	29,349,684,182	7.152	209,908,941
1996-97	27,154,169,011	7.518	204,145,043
1995-96	26,222,578,128	7.431	194,859,978
1994-95	25,488,456,154	7.401	188,640,064
1993-94	25,234,389,126	7.254	183,050,259
1992-93	24,058,157,551	7.233	174,012,653

(1) Gross assessed valuation less exemptions.

(2) Excludes Capital Improvement and Debt Service Levies.

(3) The District is limited by statute to budget 95% of the tax levy for its revenue estimate.

Source: Hillsborough County, Tax Collector's Office and Property Appraiser's Office

DISCOUNTS FOR EARLY PAYMENTS		CURRENT YEAR COLLECTIONS	% OF CURRENT TAX COLLECTIONS AND DISCOUNT TO TAXES LEVIED (3)
\$	9,242,432	\$ 262,305,780	99.27%
	8,273,771	234,005,931	98.67%
	7,933,541	218,145,700	96.30%
	7,842,260	215,446,681	97.13%
	7,172,313	201,667,762	99.49%
	6,964,607	196,119,407	99.46%
	6,640,946	187,605,019	99.68%
	6,410,220	181,306,693	99.51%
	6,030,696	173,621,651	98.14%
	5,596,071	159,399,113	94.82%

**HILLSBOROUGH COUNTY, FLORIDA**  
**COUNTY-WIDE AD VALOREM TAX COLLECTIONS**  
(In Thousands)

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Taxes Levied (1)	\$ 1,052,314	\$ 937,067	\$ 873,048	\$ 824,724
Discounts Allowed	35,170	31,380	29,308	27,845
Taxes Collected with respect to above levies	<u>998,438</u>	<u>887,725</u>	<u>806,160</u>	<u>765,165</u>
Taxes Collected & Discounts	<u>\$ 1,033,608</u>	<u>\$ 919,105</u>	<u>\$ 835,468</u>	<u>\$ 793,010</u>
Taxes Collected and Discounts Allowed Representing a Percentage of Taxes Levied	98.22%	98.02%	95.70%	96.15%

(1) Includes insolvencies, injunctions by court order and claims filed in bankruptcy.

Source: Hillsborough County Tax Collector

<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>
\$ 761,828	\$ 716,343	\$ 671,974	\$ 678,706	\$ 655,437	\$ 616,966
25,817	24,310	22,707	22,720	21,570	19,795
<u>708,144</u>	<u>666,830</u>	<u>641,772</u>	<u>643,363</u>	<u>620,259</u>	<u>588,989</u>
<u>\$ 733,961</u>	<u>\$ 691,140</u>	<u>\$ 664,479</u>	<u>\$ 666,083</u>	<u>\$ 641,829</u>	<u>\$ 608,784</u>
96.34%	96.48%	98.88%	98.14%	97.82%	98.67%

**HILLSBOROUGH COUNTY, FLORIDA**  
**COUNTY-WIDE ASSESSED VALUE**  
**FOR AD VALOREM TAX PURPOSES**  
(In Thousands)

	2001	2000	1999	1998
<b>ASSESSED PROPERTY VALUE</b>				
Just Value	\$ 60,706,431	\$ 53,356,474	\$ 49,254,441	\$ 45,885,695
Classified Agricultural	228,225	220,473	287,459	301,194
Classified Value Park and Recreational	-----	-----	-----	-----
Classified Pollution Control Devices	62,672	65,485	55,741	54,768
Just Value Agricultural	(1,465,623)	(1,473,622)	(1,503,733)	(1,611,649)
Just Value Park and Recreational	-----	-----	-----	-----
Just Value Pollution Control Devices	(62,672)	(65,485)	(557,408)	(547,679)
Governmental Exemptions	(5,044,515)	(4,420,706)	(4,296,699)	(4,289,307)
Institutional Exemptions	(1,965,237)	(1,670,396)	(1,745,031)	(1,632,099)
<b>NET ASSESSED VALUE</b>	<b>52,459,281</b>	<b>46,012,223</b>	<b>41,494,770</b>	<b>38,160,923</b>
Lands Available for Taxes	(5,417)	(5,902)	(7,275)	(7,739)
Widow/Widower Exemptions	(9,649)	(9,860)	(9,112)	(9,096)
Disability Exemptions	(148,931)	(151,120)	(123,109)	(113,435)
Homestead Exemptions	(5,817,343)	(5,542,718)	(5,377,084)	(5,199,336)
Just Value - Capped Value	(3,695,182)	(2,337,576)	(1,306,436)	(938,014)
<b>SCHOOL TAXABLE VALUE</b>	<b>\$ 42,782,759</b>	<b>\$ 37,965,047</b>	<b>\$ 34,671,754</b>	<b>\$ 31,893,303</b>

Source: Hillsborough County Property Appraiser



1997	1996	1995	1994	1993	1992
\$ 42,519,275	\$ 39,905,926	\$ 38,316,415	\$ 37,044,896	\$ 36,526,642	\$ 35,189,654
273,702	246,390	296,011	478,800	466,493	463,771
-----	-----	-----	55	55	55
53,058	57,217	52,371	52,120	49,814	49,312
(1,663,818)	(1,729,216)	(1,772,513)	(2,089,233)	(2,115,793)	(2,146,710)
-----	-----	-----	(55)	(55)	(55)
(530,582)	(572,167)	(523,707)	(521,205)	(498,139)	(493,124)
(4,067,873)	(3,892,222)	(3,567,721)	(3,547,289)	(3,509,542)	(3,444,953)
(1,569,769)	(1,570,863)	(1,451,466)	(1,127,479)	(993,450)	(935,659)
35,013,993	32,445,065	31,349,390	30,290,610	29,926,025	28,682,291
(7,073)	(6,768)	-----	-----	-----	-----
(8,892)	(8,614)	(8,383)	(8,169)	(7,937)	(7,728)
(102,738)	(94,247)	(90,835)	(85,040)	(81,095)	(78,978)
(5,066,281)	(4,941,799)	(4,825,563)	(4,708,945)	(4,602,604)	(4,537,427)
(479,325)	(239,468)	(202,031)	-	-	-
<u>\$ 29,349,684</u>	<u>\$ 27,154,169</u>	<u>\$ 26,222,578</u>	<u>\$ 25,488,456</u>	<u>\$ 25,234,389</u>	<u>\$ 24,058,158</u>

**HILLSBOROUGH COUNTY, FLORIDA**  
**PROPERTY TAX MILLAGES**  
**COUNTY AND OVERLAPPING GOVERNMENTAL ENTITIES**  
**RATES PER \$1,000 ASSESSED VALUATION**

	<u>2001</u>	<u>2000</u>	<u>1999</u>
County Wide:			
Board of County Commissioners			
General Revenue	7.4349	7.5336	7.5968
Health Department	-----	-----	-----
Environmentally Sensitive Lands	0.1273	0.1486	0.1854
Criminal Justice	-----	-----	-----
Parks and Recreation	-----	-----	-----
School District	8.5860	8.7150	9.0710
Tampa Port Authority	0.2900	0.2950	0.3100
Children's Board of Hillsborough Cty	0.4170	0.4170	0.4170
S.W. Florida Water Management	0.4220	0.4220	0.4220
	<u>17.2772</u>	<u>17.5312</u>	<u>18.0022</u>
TOTAL COUNTY WIDE			
Non-County Wide:			
Board of County Commissioners			
Public Library Service (1)	0.6423	0.6423	0.6423
Municipal Service Tax	5.0621	5.0621	5.0621
Parks & Recreation (unincorporated)	0.0584	0.0675	0.0734
Independent Special Districts			
SWFWMD Watershed Basins (2)			
Alafia River Basin	0.2400	0.2400	0.2400
Hillsborough River Basin	0.2850	0.2850	0.2850
N.W. Hillsborough Basin	0.2680	0.2680	0.2680
Transit Authority	0.5000	0.5000	0.5000
Tampa Palms C.D.D.	2.6000	2.6000	2.6000
Municipalities:			
Tampa	6.5390	6.5390	6.5390
Plant City	4.7000	4.7000	4.7000
Temple Terrace	4.9100	4.9100	4.9100

(1) This levy is assessed on all property outside Plant City and Temple Terrace, i.e., Tampa and unincorporated areas.

(2) Dependent on its location, property within Tampa may be in either the Alafia River, the Hillsborough River or the NW Hillsborough Basins.

The City of Temple Terrace is entirely within the Hillsborough River Basin.

The City of Plant City is within the Alafia and Hillsborough River Basins.

Source: Hillsborough County Tax Collector

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>
7.7500	7.8065	7.9163	7.9048	7.9048	7.9048	7.9048
-----	-----	-----	-----	-----	-----	-----
0.1573	0.1880	0.1880	0.2100	0.2500	0.2500	0.2500
-----	-----	0.0212	0.0222	0.0222	0.0242	0.0250
-----	-----	0.0297	0.0320	0.0324	0.0353	0.0368
9.5310	9.5880	9.9542	9.8672	9.8672	9.7248	9.7076
0.3100	0.3100	0.3100	0.3300	0.3500	0.3500	0.3500
0.4170	0.4170	0.4170	0.4210	0.4160	0.3980	0.3600
0.4220	0.4220	0.4220	0.4220	0.4220	0.4220	0.3220
<u>18.5873</u>	<u>18.7315</u>	<u>19.2584</u>	<u>19.2092</u>	<u>19.2646</u>	<u>19.1091</u>	<u>18.9562</u>
0.6423	0.6423	0.6423	0.6423	0.6303	0.5662	0.4481
5.0621	5.0621	5.0621	5.0621	5.0621	5.0621	5.0621
0.0890	0.0890	0.0456	0.0485	0.0510	0.0526	-----
0.2400	0.2400	0.2400	0.2400	0.2400	0.1360	0.1070
0.2850	0.2850	0.2850	0.2850	0.2860	0.1470	0.0970
0.2680	0.2680	0.2680	0.2680	0.2680	0.1040	0.0990
0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
2.6000	2.6000	2.6000	2.6000	2.6000	2.6000	2.6000
6.5390	6.5390	6.5390	6.5390	6.5390	6.5390	6.5390
4.7000	4.7000	4.7000	4.7000	4.7000	4.7000	4.7000
4.4100	4.4100	4.4100	4.4100	4.4100	4.4100	4.4100

**HILLSBOROUGH COUNTY, FLORIDA  
COMPARATIVE RATIOS OF BONDED DEBT TO TAXABLE  
VALUES AND BONDED DEBT PER CAPITA**

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Population (1)	1,026,906	998,948	967,511	942,322
School Taxable Value (2) (In Thousands)	\$ 42,782,759	\$ 37,965,047	\$ 34,671,754	\$ 31,893,303
General Bonded Debt (In Thousands) (3)	\$ 35,510	\$ 43,410	\$ 50,900	\$ 57,945
Ratio of Bonded Debt to Taxable Value	0.0008	0.0011	0.0014	0.0018
Bonded Debt Per Capita	\$ 34.58	\$ 43.46	\$ 52.61	\$ 61.49

(1) Revised Estimates from University of Florida, Bureau of Economic and Business Research.

(2) Gross assessed valuation less exemptions for: Homestead, Institutional, Disability, Widows, Widowers and Governmental Property.

(3) Includes only bonded debt that is the direct obligation of the School District of Hillsborough County and will be payable from and secured by ad valorem taxes levied on the assessed value of all taxable property in the County.

Sources: Hillsborough County Budget Department and Property Appraiser  
School District of Hillsborough County, Accounting Department  
City / County Planning Commission

<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>
928,731	910,855	892,874	879,069	866,134	853,990
\$ 29,349,684	\$ 27,154,169	\$ 26,222,578	\$ 25,488,456	\$ 25,234,389	\$ 24,058,158
\$ 64,580	\$ 72,225	\$ 79,450	\$ 86,270	\$ 92,715	\$ 93,685
0.0022	0.0027	0.0030	0.0034	0.0038	0.0039
\$ 69.54	\$ 79.29	\$ 88.98	\$ 98.14	\$ 107.04	\$ 109.70

**SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA  
LEGAL DEBT MARGIN  
JUNE 30, 2002**

Net Assessed Value 2001 Tax Roll		<u>\$ 52,459,281,380</u>
Debt Limit - 10% of Assessed Valuation		\$ 5,245,928,138
General Obligation Bonds	\$ 35,510,000	
Deduct Amount Available in Debt Service Fund	<u>9,980,393</u>	
Less Net Applicable Debt		<u>\$ 25,529,607</u>
Legal Debt Margin		<u><u>\$ 5,220,398,531</u></u>

Sources: Hillsborough County Property Appraiser  
School District of Hillsborough County, Accounting Department  
School District of Hillsborough County, Accounts Control Department

**HILLSBOROUGH COUNTY, FLORIDA**  
**COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT**  
**JUNE 30, 2002**

<u>Governmental Unit</u>	<u>Outstanding Gross Debt</u>	<u>Percentage Applicable to this Governmental Unit</u>	<u>Overlapping Gross Debt</u>
Hillsborough County, Florida			
1992 ELAPP (Environmentally Sensitiv	\$ 2,080,000	100%	\$ 2,080,000
1993 Parks and Recreation	8,585,000	100%	8,585,000
1994 ELAPP (Environmentally Sensitiv	11,240,000	100%	11,240,000
1996 Parks and Recreation	9,275,000	100%	9,275,000
1998 ELAPP (Environmentally Sensitiv	27,235,000	100%	27,235,000
	<u>\$ 58,415,000</u>		<u>\$ 58,415,000</u>
School District of Hillsborough County			
1994 Refunding Bonds	<u>35,510,000</u>	100%	<u>\$ 35,510,000</u>
	<u>\$ 35,510,000</u>		<u>\$ 35,510,000</u>
Total Direct and Overlapping General Obligation Debt			<u>\$ 93,925,000 (1)</u>

(1) Constitutes total county-wide debt payable from ad valorem tax revenues.  
No other governmental entity in Hillsborough County has General Obligation debt.

Sources: Hillsborough County Clerk of the Circuit Court  
School District of Hillsborough County, Accounts Control Department

**SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA**  
**RATIO OF ANNUAL GENERAL BONDED DEBT TO TOTAL**  
**GENERAL FUND EXPENDITURES AND OTHER USES**  
(In Thousands)

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures And Other Uses</u>	<u>Ratio of Debt Service to General Fund Expenditures And Other Uses</u>
2002	\$ 7,900	\$ 2,128	\$ 10,028	\$ 916,049	1.09%
2001	7,490	2,590	10,080	893,076	1.13%
2000	7,045	3,081	10,126	841,680	1.20%
1999	6,635	3,540	10,175	837,227	1.22%
1998	7,645	3,987	11,632	774,940	1.50%
1997	7,225	4,439	11,664	713,368	1.64%
1996	6,820	4,876	11,696	691,891	1.69%
1995	6,445	5,284	11,729	691,777	1.70%
1994	5,650	6,213	11,862	643,415	1.84%
1993	5,330	6,555	11,885	569,872	2.09%

Sources: School District of Hillsborough County, Accounting Department



## **DEMOGRAPHIC STATISTICS - HILLSBOROUGH COUNTY, FLORIDA**

### **THE COUNTY**

Hillsborough County, established on June 25, 1834, encompasses 1,051 square miles. In area it is the twelfth largest county in the state of Florida. It is located approximately half way down the West Coast of Florida with Tampa as the county seat. The incorporated cities of Temple Terrace and Plant City are also located within the County. The County enjoys an excellent climate with temperatures ranging from an average of 65 degrees in January to about 84 degrees in August.

Source: Department of Business and Economic Research, University of Florida

### **GOVERNMENT**

Hillsborough County is governed by a seven-member Board of County Commissioners (the "Board"). Four commissioners are elected from single-member districts and three from an at-large basis to serve a four year staggered term. Annually, a chairperson is elected by the Board. A county administrator is appointed to implement policy.

The City of Tampa, the County Seat, has a strong mayor-council form of government. In a non-partisan election the mayor is elected to a four-year term and is the chief administrator in charge of the City's departments, bureaus, and commissions.

Source: Tampa Chamber of Commerce, Committee of One Hundred

### **POPULATION**

The County's population increased from approximately 490,000 in 1970 to approximately 646,960 in 1980, an increase of 32.0 percent. This compares to an 11.0 percent increase in the nation and a 43.5 percent increase for the State.

The 1990 population as estimated by the Bureau of Economic and Business Research at the University of Florida shows a 35.4 percent gain for the State and a 30.3 percent gain for the County over the census of 1980. This makes Hillsborough County the fourth largest in population in the state of Florida.

By the year 2000, the County's population had increased an additional 18.5 percent which is a faster growth rate than the United States. Furthermore, the population is expected to grow at a rate of 18,000 per year, for the next 20 years.

According to the U.S. Census of 1990, the age group from 25 through 64 years, the primary working ages, comprises 51.7 percent of the County's population compared to 47.8 percent in 1980. This age group represents 50.1 percent of the State's population and 51.1 percent of the United States population. The County's greatest population growth from 1980 to 1990 occurred in the 25 to 44 age groups that showed an increase of 56.0 percent.

Source: Department of Business and Economic Research, University of Florida

**HILLSBOROUGH COUNTY, FLORIDA  
POPULATION COMPARISON  
1970 - 2000**

	<u>2000</u>	<u>1990</u>	<u>1980</u>	<u>1970</u>
Hillsborough County	998,948	843,059	646,960	490,265
Florida	15,982,378	13,193,432	9,746,424	6,791,418
United States	285,288,292	248,709,873	225,505,000	203,236,000

	<u>1990-2000</u>		<u>1980-1990</u>		<u>1970-1980</u>	
	<u>POPULATION GROWTH</u>	<u>% INCR.</u>	<u>POPULATION GROWTH</u>	<u>% INCR.</u>	<u>POPULATION GROWTH</u>	<u>% INCR.</u>
Hillsborough County	155,889	18.49	196,099	30.3	156,695	32.0
Florida	2,788,946	21.13	2,447,008	35.4	2,955,006	43.5
United States	36,578,419	14.70	23,204,873	10.3	22,269,000	11.0

Sources: U.S. Department of Commerce, Bureau of the Census  
Department of Business and Economic Research, University of Florida

**HILLSBOROUGH COUNTY, FLORIDA  
POPULATION BY AGE  
1990 - 2000  
(Amounts in Thousands)**

	<u>Hillsborough County</u>		<u>Florida</u>		<u>United</u>	<u>States</u>
	<u>2000</u>	<u>1990</u>	<u>2000</u>	<u>1990</u>	<u>2000</u>	<u>1990</u>
0 - 14 .....	210	184	2,973	2,412	58,643	53,914
15 - 24 .....	135	130	1,998	1,670	38,587	36,733
25 - 44 .....	317	284	4,571	3,927	82,003	80,632
45 - 64 .....	217	167	3,628	2,559	61,894	46,498
65 and over .....	120	107	2,813	2,369	34,932	30,984
Total .....	<u>999</u>	<u>872</u>	<u>15,983</u>	<u>12,937</u>	<u>276,059</u>	<u>248,761</u>
Median Age .....	35	33	39	36	36	33

Sources: U.S. Department of Commerce, Bureau of the Census  
Department of Business and Economic Research, University of Florida

**HOUSING CHARACTERISTICS  
1970, 1980, 1990 and 2000**

	<u>2000</u>	<u>1990</u>	<u>1980</u>	<u>1970</u>
Single-Family	261,062	216,451	171,516	128,137
Mobile Homes (1)	42,063	45,559	27,233	11,405
Multi-Family	122,837	105,830	64,870	29,013
	<u>425,962</u>	<u>367,840</u>	<u>263,619</u>	<u>168,555</u>

- (1) Does not include campers, houseboats, automobiles and railroad cars.  
The number of housing units in the County increased 152.7 percent from 1970 to 2000.

**HOUSING (New Units)**

Building Permits activity in Hillsborough County reflects a steady growth pattern in single family homes.  
Figures include unincorporated Hillsborough County and the cities of Tampa, Temple Terrace and Plant City.

**HILLSBOROUGH COUNTY, FLORIDA  
NEW RESIDENTIAL UNITS  
1991 - 2000**

<u>YEAR</u>	<u>SINGLE FAMILY</u>	<u>MULTI FAMILY (1)</u>	<u>MOBILE HOMES</u>	<u>TOTAL</u>
2001	8,193	2,821	356	11,370
2000	7,149	4,330	375	11,854
1999	7,215	7,359	377	14,951
1998	6,176	5,751	349	12,276
1997	5,595	2,821	364	8,780
1996	4,890	4,426	304	9,620
1995	4,545	2,910	304	7,759
1994	5,189	2,357	293	7,839
1993	4,450	569	190	5,209
1992	4,223	545	232	5,000

- (1) Includes Duplexes

Source: Hillsborough County City-County Planning Commission

## BANKING

The county has a total of two hundred nine (209) banking offices, including branches, with total deposits of over 11 billion dollars.

The county also has a total of twelve (12) offices of federal savings and loan associations with total deposits of approximately 417 million dollars.

Growth in bank deposits over the last ten years shown below demonstrates a 32% increase. Lower table indicates the largest banks in terms of total deposits as of June 30, 2001.

### HILLSBOROUGH COUNTY, FLORIDA TOTAL BANK DEPOSITS IN THOUSANDS

<u>Calendar Year</u>	<u>Total Deposits</u>
2001.....	\$11,828,458
2000.....	\$10,696,423
1999.....	9,446,838
1998.....	8,664,836
1997.....	8,430,807
1996.....	8,159,428
1995.....	8,348,799
1994.....	8,068,501
1993.....	8,069,443
1992.....	8,019,132
1991.....	7,945,417

### HILLSBOROUGH COUNTY, FLORIDA LEADING BANKS 2001 IN THOUSANDS

	<u>Bank</u>	<u>Branches</u>	<u>Total Deposits</u>
1.	BOA	37	\$4,223,844
2.	First Union Bank	17	2,099,779
3.	SunTrust Bank	39	1,912,135
4.	Colonial	11	427,470
5.	Tampa Bank	9	424,713
6.	Amsouth	16	352,733
7.	Southtrust	15	321,454
8.	Charter (Southern Exchange)	12	265,554
9.	Hamilton	1	231,499
10.	Regions	5	179,614
11.	Central of Tampa	5	158,899
12.	Provident	2	137,873
13.	Gulfwest Mercantile	6	105,503

Sources: "Banking and Thrift Institutions Market Share -Hillsborough County"  
Florida Bankers Association

**HILLSBOROUGH COUNTY, FLORIDA  
MAJOR PROPERTY TAXPAYERS  
2001**

<b>ORIGINAL AMOUNTS CHARGED TO COLLECT-TAX ROLL</b>		<b>\$ 1,119,430,880</b>
	<u>2001 Taxes Levied</u>	<u>% of Total Taxes Levied</u>
1. Tampa Electric Company	\$ 30,300,930	2.71%
2. Verizon	27,872,914	2.49%
3. Tampa Sports Authority	5,929,027	0.53%
4. Post Apartments Homes LP	5,177,872	0.46%
5. Cargill Incorporated	3,932,935	0.35%
6. Hillsborough County Aviation Authority	3,818,094	0.34%
7. IMC Phosphates Company	3,701,488	0.33%
8. Camden Property Trust	3,471,245	0.31%
9. Wal - Mart	2,738,962	0.24%
10. Busch Entertainment Corporation	<u>2,720,760</u>	<u>0.24%</u>
TOTAL	<u>\$ 89,664,227</u>	<u>8.00%</u>

Source: Hillsborough County Tax Collector, August 29, 2002

**SCHOOL DISTRICT OF HILLSBOROUGH COUNTY  
PUBLIC SCHOOL FACILITIES (1)  
1993-2002**

	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>	<u>1998-99</u>
Elementary	114	109	107	106
Junior High/Middle	36	36	34	34
Senior High	20	19	19	19
Adult and Career Centers	7(2)	5	5	5
Total	<u>177</u>	<u>169</u>	<u>165</u>	<u>164</u>

(1) Does not include Special School Centers or Charter Schools

(2) Career Centers Were Initiated During 2001-02

Source: School District of Hillsborough County, Administrative Division

**SCHOOL DISTRICT OF HILLSBOROUGH COUNTY  
CLASSIFICATION OF PERSONNEL  
1993-2002**

	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>	<u>1998-99</u>
Teachers:				
Elementary	4,426	4,531	4,278	4,168
Secondary	3,691	3,755	3,647	3,591
Exceptional Ed	1,724	1,804	1,647	1,574
Voc/Adult/Other-Instructional	<u>1,520</u>	<u>1,514</u>	<u>1,885</u>	<u>1,876</u>
Sub Total	11,361	11,604	11,457	11,209
Other Non-Administrative, Non-Instructional (1)	654	663	0	0
Teacher Aides	2,010	2,101	1,885	1,780
Principals & Asst. Prin.	393	358	342	343
Administration & Mgmt.	201	199	305	302
Support Staff	<u>5,524</u>	<u>5,826</u>	<u>5,580</u>	<u>5,432</u>
Total Full-Time Staff	<u>20,143</u>	<u>20,751</u>	<u>19,569</u>	<u>19,066</u>
Total Part-Time Staff	<u>3,421</u>	<u>6,618</u>	<u>2,672</u>	<u>3,442</u>
Grand Total	<u>23,564</u>	<u>27,369</u>	<u>22,241</u>	<u>22,508</u>

(1) "Other" category divided into instructional and non-instructional.

Source: District Equal Employment Opportunity Report, Fall Surveys, 1992-2001

<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>	<u>1992-93</u>
105	104	106	107	108	109
33	30	27	27	26	26
18	15	15	14	14	14
5	5	4	4	4	4
<u>161</u>	<u>154</u>	<u>152</u>	<u>152</u>	<u>152</u>	<u>153</u>

<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>	<u>1992-93</u>
4,148	4,080	4,057	4,016	3,903	3,754
3,375	2,999	2,808	2,677	2,563	2,486
1,539	1,501	1,650	1,739	1,490	1,318
<u>1,706</u>	<u>1,675</u>	<u>1,707</u>	<u>1,624</u>	<u>1,393</u>	<u>1,322</u>
10,768	10,255	10,222	10,056	9,349	8,880
0	0	0	0	0	0
1,837	1,780	1,985	2,119	1,919	1,600
342	333	333	319	315	310
310	297	296	301	293	273
<u>5,389</u>	<u>5,045</u>	<u>5,056</u>	<u>5,281</u>	<u>5,022</u>	<u>4,582</u>
<u>18,646</u>	<u>17,710</u>	<u>17,892</u>	<u>18,076</u>	<u>16,898</u>	<u>15,645</u>
<u>3,165</u>	<u>3,243</u>	<u>3,283</u>	<u>2,896</u>	<u>1,555</u>	<u>2,972</u>
<u>21,811</u>	<u>20,953</u>	<u>21,175</u>	<u>20,972</u>	<u>18,453</u>	<u>18,617</u>

**COMPARATIVE ENROLLMENT TREND  
LARGEST UNITED STATES SCHOOL DISTRICTS (1)  
1990-2001**

	<u>2000-01 **</u>	<u>Fall 1999 *</u>	<u>Fall 1998</u>	<u>Fall 1997</u>
1. New York, NY. . . . .	1,066,516	1,066,473	1,068,231	1,075,638
2. Los Angeles, CA . . . . .	721,346	681,422	667,203	651,075
3. Chicago, IL . . . . .	435,261	405,092	403,310	409,162
4. Dade Co., FL (Miami). . . . .	368,625	350,603	343,285	345,861
5. Broward Co., FL. . . . .	251,129	235,563	226,284	218,907
6. Clark Co., NV (Las Vegas). . .	231,655	207,169	194,303	181,835
7. Houston, TX . . . . .	208,462	198,397	199,291	199,949
8. Philadelphia, PA . . . . .	201,190	205,413	207,702	214,037
9. Hawaii (Entire State) . . . . .	184,360	185,036	187,395	189,887
10. <b>Hillsborough Co., FL. . . . .</b>	<b>164,311</b>	<b>156,246</b>	<b>152,809</b>	<b>149,658</b>
11. Detroit, MI . . . . .	162,194	164,433	170,394	177,151
12. Dallas, TX . . . . .	161,548	153,917	153,230	151,135
13. Fairfax Co., VA. . . . .	156,412	150,027	145,021	145,995
14. Palm Beach County, FL. . . . .	153,871	147,051	143,593	139,771
15. Orange County, FL. . . . .	150,681	141,936	137,697	131,584

(1) Enrollments reported by ERS are based on the number of students enrolled in grades kindergarten through twelve at a fixed time during the fall.

\* 1996 and 2000 Data was not compiled and since 1999 Educational Research Services has stopped compiling this list

\*\* Beginning with the 2000-01 school year the American School & University is the new data source

NA Not available

Source: ERS Spectrum, Educational Research Services, Inc., Arlington, VA.  
American School & University



Fall 1995 *	Fall 1994	Fall 1993	Fall 1992	Fall 1991	Fall 1990
1,050,993	1,027,732	1,004,215	983,162	973,263	955,514
618,275	608,172	611,370	613,733	612,341	625,461
387,224	387,224	393,742	405,206	385,255	383,953
321,000	305,566	305,556	302,163	299,351	288,391
207,345	194,477	186,115	177,173	167,513	158,924
158,659	148,998	138,612	130,122	123,368	116,704
196,039	192,315	190,673	189,437	197,633	194,031
209,425	204,653	202,639	197,631	195,735	190,978
186,581	183,164	179,876	176,923	174,249	170,677
<b>140,747</b>	<b>135,902</b>	<b>130,802</b>	<b>129,808</b>	<b>127,165</b>	<b>123,414</b>
170,449	173,122	169,434	169,439	168,150	167,030
149,405	145,270	142,833	139,819	137,503	135,436
142,808	134,221	131,218	128,806	127,419	124,595
130,000	125,537	120,265	117,567	NA	NA
NA	NA	113,563	NA	NA	NA

**SCHOOL DISTRICT OF HILLSBOROUGH COUNTY, FLORIDA**  
**PROFILE OF ENROLLMENTS**  
**Full-Time Equivalent Students (1)**  
**1993-2002**

	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>	<u>1998-99</u>
Kindergarten. . . . .	9,424	9,824	9,986	9,721
Grades 1-3. . . . .	40,731	40,266	40,078	40,751
Grades 4-8. . . . .	45,413	43,747	41,892	38,301
Grades 9-12. . . . .	30,054	30,100	29,495	34,743
Exceptional Ed . . . . .	33,377	31,899	30,952	30,487
Vocational Ed . . . . .	7,873	7,641	7,710	7,071
Post Secondary. . . . .	-----	-----	511	6,848
Total	<u>166,872</u>	<u>163,477</u>	<u>160,624</u>	<u>167,922</u>

(1) Enrollments are calculated on a full-time equivalent student basis for adults and on the basis of the number of students in grades kindergarten through twelve for the regular and summer school terms. A full-time equivalent student is defined as equal to 900 hours of instruction time.

(2) The State of Florida changed the funding parameters for Exceptional Programs

(3) The State of Florida eliminated funding for post secondary.

Sources: School District of Hillsborough County, Information Services (IS)  
Department, FTE by Program by Grade  
School District of Hillsborough County, Business Division

<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>	<u>1992-93</u>
9,886	10,485	10,479	10,231	11,462	10,930
40,021	38,384	36,286	34,850	33,569	33,677
35,787	46,250	44,692	43,290	48,178	46,755
33,452	35,715	33,503	32,653	27,574	26,637
29,659 [2	12,891	13,197	13,816	11,867	10,411
7,448	7,368	6,868	6,263	5,703	5,785
7,978	8,856	8,424	7,490	8,203	8,698
<u>164,231</u>	<u>159,949</u>	<u>153,449</u>	<u>148,593</u>	<u>146,556</u>	<u>142,893</u>

## HILLSBOROUGH COUNTY AGRICULTURE

Hillsborough County has 2,639 farms, the most of any county in the state and 19<sup>th</sup> highest in the country. Diversity is one of the keys to the success of Hillsborough County agriculture. In addition to eight major commodities, a variety of specialty crops contributed to the sale of \$588 million of products in 2000. Hillsborough County ranks as the 3<sup>rd</sup> largest producer in the state (out of 67 counties) and 57<sup>th</sup> in the United States (out of 3,150 counties). Hillsborough County is in the top 2% of agricultural counties in the country. Approximately 37% of the county's land area is in agricultural production. Urban development and rising land values influence the agricultural sector, encouraging production of high-value commodities such as strawberries, tropical fish, ornamental plants, and enterprises for niche markets. Hillsborough County produces the most tropical fish and strawberries of all counties in the state.

Annual commodity sales are estimated as follows:

<u>Commodity</u>	<u>Annual Sales</u>	<u>Acreage</u>
Aquaculture	\$ 36.7 million	2,000
Beef Cattle	\$ 12.7 million	80,000
Blueberries	\$ 1.7 million	80
Citrus	\$ 46.5 million	26,200
Dairy	\$ 12.6 million	2,000
Forestry	\$ 1.2 million	106,250
Ornamental Plants	\$ 127.8 million	3,000
Poultry	\$ 23.6 million	42
Sod	\$ 21 million	5,000
Strawberries	\$ 163 million	7,300
Vegetables	\$ 89 million	12,000
Miscellaneous	\$ 52 million	2,000
<b>Total</b>	<b>\$ 587,800,000</b>	<b>245,872</b>

Note: These figures are the best current estimates from the "expert opinion" of various extension agents and should be cited as such.

Local agriculture generates additional local economic impact by supporting related businesses such as banking, real estate, legal services, transportation, packaging, equipment, seed, and agriculture suppliers and services, and marketing firms. The majority of agricultural goods produced in Hillsborough County are sold outside of the county. For every dollar sold outside of the county, an estimated \$1.98 is added to the local economy as a result of indirect and induced benefits, according to a recent study commissioned by the Hillsborough County Agriculture Task Force. This study also calculated that agriculturists in Hillsborough County effectively subsidize the urban residential population by contributing six times more in local taxes than they use in county services. Each year, agriculture and its related businesses in Hillsborough County generate over \$1.5 billion in sales and employ 19,000 people with \$249 million in annual earnings.

Source: Hillsborough County Cooperative Extension Service and Hillsborough County Economic Development Department

## EMPLOYMENT

The resident labor force in the County increased 82 percent between 1980 and 2000. Annualized unemployment rates for that period compare favorably with those of the State and the United States as presented below.

**HILLSBOROUGH COUNTY, STATE OF FLORIDA,  
AND THE UNITED STATES  
RESIDENT LABOR FORCE, EMPLOYMENT, UNEMPLOYMENT  
NOT SEASONALLY ADJUSTED  
1980-2001**

	<u>June</u> <u>2002</u>	<u>2000</u>	<u>1990</u>	<u>1980</u>
Hillsborough County				
Labor Force .....	588,312	572,743	466,230	313,737
Employment .....	562,585	555,635	443,789	298,015
Unemployment.....	25,727	17,108	22,441	15,722
Unemployment Rate .....	4.4%	3.0%	4.8%	5.0%
Florida				
Labor Force .....	7,821,000	7,649,884	6,365,000	4,271,000
Employment .....	7,395,000	7,336,454	5,987,000	4,020,000
Unemployment.....	426,000	313,430	378,000	251,000
Unemployment Rate .....	5.4%	4.1%	5.9%	5.9%
United States				
Labor Force .....	143,669,000	142,132,000	124,787,000	106,946,000
Employment .....	134,992,000	136,192,000	117,914,000	99,303,000
Unemployment.....	8,677,000	5,940,000	6,873,000	7,643,000
Unemployment Rate .....	6.0%	4.2%	5.5%	7.1%

Hillsborough County's labor force is comprised of 596,813 civilians - or 7.63% of the state's 7.8 million workers.

Employment in the Southeastern United States is projected to grow at a faster rate than the national average through 2010. Florida is projected to have the greatest increase in employment of all the eight (8) southeastern states. The expected surge in Florida's employment during the nineties has increased the Tampa area's share of the state's labor force. This will continue to make the area one of the fastest growing for employment opportunities in the south.

Sources: U.S. Bureau of Labor Statistics  
State of Florida, Department of Labor and Employment Statistics

**HILLSBOROUGH COUNTY, FLORIDA**  
**MAJOR EMPLOYERS**  
**JANUARY 2002**

ENTITY	TYPE OF ENTITY	NUMBER OF EMPLOYEES
1. School District of Hillsborough County	Public Education	23,564 (1)
2. Verizon	Telecommunications	14,000
3. University of South Florida	Education Service	11,607
4. Hillsborough County Government	Government Service	10,886
5. Tampa International Airport	International Airport	7,760
6. MacDill Air Force Base	Military Service	5,645
7. St. Joseph's Hospital	Medical Facility	5,242
8. City of Tampa	Government Service	4,500
9. Publix Food Centers	Supermarket	4,342
10. U. S. Postal Service	Postal Service	3,947
11. Bank of America	Banking Service	3,754
12. Tampa Electric Company/Peoples Gas	Electric Service	3,463
13. Tampa General Hospital	Medical Facility	3,166
14. Chase Manhattan Mortgage Coeoperation	Financial Services	3,000
15. Veteran's Administration Hospital	Health Care	2,800

(1) Equal Employment Opportunity Commission, Fall Survey, 2001

Source: Hillsborough County City-County Planning Commission

## PERSONAL INCOME

The following financial indices are presented to compare personal income in Hillsborough County with the State of Florida and the United States.

### PER CAPITA PERSONAL INCOME PLACE OF RESIDENCE BASIS 1990 - 1999

YEAR	UNITED STATES	FLORIDA	HILLSBOROUGH COUNTY	COUNTY/U.S. PERCENTAGE
1999	\$ 28,546	\$ 27,781	\$ 27,304	95.65%
1998	27,203	26,845	26,355	96.88%
1997	25,288	24,799	23,719	93.80%
1996	24,436	24,198	22,872	93.60%
1995	23,196	23,031	21,509	92.73%
1994	21,696	21,767	20,058	92.45%
1993	20,800	20,828	19,134	92.00%
1992	20,105	19,797	18,689	92.96%
1991	19,091	19,087	17,413	91.21%
1990	18,696	18,692	16,999	90.92%

Sources: 2001 Florida Statistical Abstract, University of Florida  
U.S. Department of Commerce, Bureau of Economic Analysis

### MEDIAN HOUSEHOLD EFFECTIVE BUYING INCOME (EBI) 1992-2001

YEAR	UNITED STATES	FLORIDA	HILLSBOROUGH COUNTY	COUNTY/U.S. PERCENTAGE
2001	\$ 38,365	\$ 35,363	\$ 39,567	103.13%
2000	39,129	34,937	38,480	98.34%
1999	37,233	33,581	36,809	98.86%
1998	35,377	32,109	34,970	98.85%
1997	34,618	31,573	34,490	99.63%
1996	33,482	30,830	33,556	100.22%
1995	32,238	29,664	31,683	98.28%
1994	37,070	32,883	33,985	91.68%
1993	35,056	31,146	32,321	92.20%
1992	33,178	28,533	29,605	89.23%
1991	32,073	28,287	29,001	90.42%
1990	27,912	25,914	26,626	95.39%

Sources: Sales and Marketing Management, 2002 Survey of Buying Power  
U.S. Department of Commerce, Bureau of Economic Analysis

### EFFECTIVE BUYING INCOME (EBI) PERCENTAGE 2001

	Total EBI (\$000)	Median Household EBI	... Percent of Household by EBI ...		
			\$20,000-\$34,999	\$35,000-\$49,999	\$50,000-and over
Hillsborough County	\$ 20,714,939	\$ 39,597	23.6	19.8	36.5
Florida	310,875,218	35,363	26.4	19.9	30.6
United States	5,303,481,498	38,365	25.3	20.8	38.0

Sources: Sales and Marketing Management, 2002 Survey of Buying Power  
U.S. Department of Commerce, Bureau of Economic Analysis

## TRANSPORTATION

Tampa is the transportation hub of the West Coast of Florida.

Tampa International Airport (TPA) is ranked third in Florida and twenty-ninth in the United States in terms of total passengers serving just under 16 million in 2001. The airport is the regional facility for the west central section of Florida serving primarily the counties of Hillsborough and Pinellas (including the cities of Tampa, St. Petersburg and Clearwater) in addition to Manatee, Pasco, Citrus, Hernando and Polk Counties. It serves the surrounding counties on a secondary basis.

Tampa International Airport (TPA) is continuously voted "America's Favorite Airport", because of its revolutionary Landside/Airside design which puts passenger convenience first. As a result of this passenger-friendly design, TPA. continues to rank as the country's best airport in the categories of: clear signage, available ground transportation, ease of reaching gates, closeness of parking and quickness of baggage delivery.

Tampa International Airport is presently served by twenty airlines and three international carriers. They have a total number of forty eight active gates. Tampa International Airport handled 141.8 million pounds of cargo and 34.3 million pounds of mail in 2001.

Seaboard Coast Line Railroad Company serves six domestic carriers and eight all-cargo carriers.

Tampa is the trucking center of the West Coast of Florida with major trucking firms maintaining terminals in the City and County. The County is served by interstate and intrastate motor common carriers moving goods throughout the United States.

Intercity bus service is supplied by two lines which offer frequent daily schedules throughout Florida as well as to the principal cities of the United States.

The County is served by three interstate, three U.S. and several Florida highways. All parts of Florida and bordering states to the north and west can be reached within one day by truck or automobile. Interstate 75 Tampa by-pass and Interstate 275 linking St. Petersburg and Sarasota are both complete. This has effectively connected Hillsborough, Pinellas and Manatee counties.

Source: Hillsborough County Aviation Authority



## PORT FACILITIES

The Port of Tampa is the largest tonnage port in Florida, handling almost as much cargo as Florida's 13 other deepwater ports combined. It is one of the largest ports in the United States and it is also the closest full-service deep-water port to the Panama Canal. Tampa provides port services and facilities to shippers and consignees throughout Florida, the Gulf of Mexico, and the Southeastern United States.

Historically known as a bulk port, Tampa's deep water and aggressive infrastructure investment program have helped it gain favor as a general cargo hub.

### FACILITIES:

The Port of Tampa includes public and private facilities:

- 29,818 linear feet of berth space
- 9 general cargo facilities
- 43 dry and liquid bulk facilities
- 4 cruise terminals
- 3 scrap facilities
- shrimp docks
- 5 ship repair yards with 13 dry-docks

The Tampa Port Authority owns and/or operates more than 100 buildings and more than 2,000 acres of land.

### DESCRIPTION OF BUSINESS:

The Tampa Port Authority was created in 1945. It is a "special district of the state", responsible for administering docks, terminal buildings, and waterways. It also leases special purpose waterfront facilities to private enterprises. The Authority is responsible for channel and port maintenance. The Port's bulk cargo, composing 97% of Port traffic, is primarily phosphate and related cargo, and petroleum products.

### INFRASTRUCTURE PROGRAM:

The Tampa Port Authority's three year infrastructure improvement campaign is designed to better serve existing customers and maximize attractiveness to future customers.

The Port is continuing to deepen channels and berths, maintaining Tampa's status as Florida's deepest port, and is undertaking a large number of truck and rail access and staging improvements. A project to add 66 acres to the Port's main peninsula is almost complete, and brand new facilities will soon be constructed in that area.

Source: Tampa Port Authority

## COLLEGES AND UNIVERSITIES

The University of South Florida (USF), one of the largest universities in the Southeast United States, is a comprehensive metropolitan research institution that was founded by the State Legislature in 1956. The University opened its doors to 1,997 students in 1960 in Tampa, its first and largest campus.

Since then, USF has added three (3) branch campuses and has expanded to nearly 38,000 students. The University offers over 200 undergraduate and advanced degrees, including the M.D. The average SAT score for entering freshmen is roughly 1,050, the average ACT is approximately 22 and the mean high school grade point average is 3.5. USF has the State University System's first four-year Honors Program and recently introduced an honors program for community college students. USF students come from all 50 states and some 107 foreign nations. About one out of every four USF students is a racial or ethnic minority. The University has almost 300 affiliated student organizations and clubs, including 30 fraternities and sororities.

Approximately 1,550 full-time instructional faculty and 4,400 full-time staff work at USF. More than 90 percent of these faculty hold doctorate or terminal degrees. USF ranks among the top 50 public research universities in the country, with over \$186 million in sponsored research. Faculty work has gained national and international recognition in the areas of accounting, education, engineering, marine science, performing and visual arts, and medical research including Alzheimer's disease, immunology, cancer and nutrition. USF also has nearly 40 endowed chairs in a variety of disciplines ranging from architecture to swallowing disorders. Faculty serve in eleven colleges and schools: Arts and Sciences, Business Administration, Education, Engineering, Medicine, Architectural and Community Design, Nursing, Public Health, Marine Science, Graduate Studies and Visual and Performing Arts.

### TAMPA'S COLLEGES AND UNIVERSITIES

	<u>ESTABLISHED</u>	<u>2001 UNDUPLICATED FALL TERM ENROLLMENT</u>	<u>HIGHEST DEGREE OFFERED</u>	<u>PROGRAMS</u>
University of South Florida	1956	37,814	Doctorate	Liberal Arts, General; Technical Preparatory; Professional
University of Tampa	1931	3,835	Masters	Same as above
Tampa College	1890	1,240	Masters	Business Technical Professional
Florida College	1944	560	B.A.	Liberal Studies, Biblical Studies & Elem. Education
Hillsborough Community College	1968	19,099	A.A./A.S.	Same as above

Sources: University of South Florida, Fact Book  
Listed Individual Institutions

## MILITARY FACILITIES

MacDill Air Force Base, one of the nation's major installations, is located in the County. It houses the 6th Air Mobility Wing. It is the home of the headquarters for the United States Special Operations Command, United States Central Command and the Joint Communications Support Element.

Source: MacDill Air Force Base Public Affairs Office

## MEDICAL FACILITIES

Hillsborough County has 12 general/specialty hospitals with approximately 3,840 beds. Not included in this count are the Shriner's Hospital for Children, James A. Haley Veteran's Hospital and the USAF 6th Medical Group at the MacDill Air Force Base.

One hospital, Vencor Hospital – Central Tampa, is long-term acute care facility. Tampa General is the county's only teaching hospital.

Services offered at the community hospitals include:

- Adult cardiac catheterization
  - Brandon Regional Hospital
  - Memorial Hospital of Tampa
  - St. Joseph's Hospital
  - Tampa General Hospital
  - University Community Hospital
- Pediatric cardiac catheterization
  - St. Joseph's Hospital
- Adult open heart surgery
  - St. Joseph's Hospital
  - Tampa General Hospital
  - University Community Hospital
- Pediatric open heart surgery
  - St. Joseph's Hospital
- Burn unit
  - Tampa General Hospital
- Transplants
  - H. Lee Moffitt - adult bone marrow
  - St. Joseph's Hospital - adult bone marrow
  - Tampa General Hospital - adult and pediatric kidney, adult heart, adult liver, and adult lung
- Trauma facilities
  - St. Joseph's Hospital - Level 2 and PRTC provisional
  - Tampa General Hospital - Level 1 and PRTC (Pediatric Referral Trauma Center)
- Neonatal Intensive Care Unit
  - Brandon Regional Hospital – Level II & III
  - St. Joseph's Hospital – Level II & III
  - Tampa General Hospital – Level II & III
  - University Community Hospital – Medical Center - Level II Only

## NURSING HOMES AND HOSPICES

- Hospices  
    Life Path Hospice
- Nursing Homes  
    8 Hospital – Based Skilled Nursing Facilities with a total a 151 skilled nursing beds  
    28 Nursing Homes with Community Beds only totaling 3,789 beds  
    5 Nursing Homes with both Community and Sheltered Beds totaling 625 beds

All totaled, there are 33 Skilled Nursing Facilities in Hillsborough County containing 4,193 Community Beds and 221 Sheltered Beds. This total excludes H-Based Skilled Nursing Facilities.

The County's human medical resources include more than 2,450 practicing physicians and surgeons with specialists in all fields of medicine and surgery, in addition to 11,929 practicing registered and practical nurses. The University of South Florida's Colleges of Medicine and Nursing now enroll 400 medical students and 803 nursing students. Hillsborough Community College has 1,266 students in nursing and 71 in nuclear medicine technology.

Sources: Tampa General  
    University of South Florida, Colleges of Medicine and Nursing  
    Hillsborough Community College, Registrar

## COMMUNICATIONS

Fourteen television stations serve the County: seven (7) independent stations, four (4) network affiliated stations, and three (3) educational stations. In addition there is one cable television system serving the county.

Fifty-seven radio stations serve the county.

The Tampa Tribune, a morning newspaper, is published daily. There are several weekly newspapers and monthly magazines published in the County.

The St.Pete Times has a daily circulation of 20,310 and a Sunday circulation of 22,991. The Tampa Tribune has a daily circulation of 145,050 and a Sunday circulation of 214,074.

Source: Tampa Tribune Market Development Department

## RECREATIONAL FACILITIES

Recreational facilities that appeal to both residents and visitors to the County are either located within the limits or are only a short drive away. Walt Disney World and Sea World are slightly over an hour's drive to the east and many of the state's major tourist attractions are within a 100 mile radius.

Busch Gardens Tampa Bay, the most popular tourist attraction on Florida's Gulf coast and one of the world's largest zoos, is a 335-acre adventure park for the entire family. From nearly 3,000 exotic species to some of the world's largest roller coasters and dazzling live entertainment, Busch Gardens is the place for thrills.

Raymond James Stadium, managed by the Tampa Sports Authority, has often been referred to as the jewel of the National Football League. The stadium which opened September 20, 1998 has one of the NFL's largest video board, an animated pirate ship and cove as well as picnic tables and palm trees in the end zone plazas for the enjoyment of the fans. The seating capacity for non-concert events is 65,657. The Tampa Bay Buccaneers and the USF Bulls call Raymond James Stadium home along with other annual events- the Outback Bowl, numerous community, high school and youth events, motor and equestrian events and concerts.

The Florida State Fair and Expo Park hosts the state fair annually during February. During the year, sports events and trade and horse shows are held at the facility. The Plant City Strawberry Festival annually attracts thousands to the nation's largest strawberry producing area.

Lowry Park Zoo features 41 acres of lush, natural habitats comprising five main exhibit areas: The David A Straz Jr. Manatee Hospital, Native Florida Wildlife Center, Asian Domain, Primate World, Free-Flight Aviary and Children's Zoo. Located within a 100-acre city owned park, the zoo is fully accredited by the American Zoo and Aquarium Association (AZA), which supports excellence in conservation, education, science and recreation.

Recreational activities located in the Hillsborough County area include:

Adventure Island, Water Park	Outback Bowl
Busch Gardens	Seminole Indian Casino
New York Yankees Spring Training	Strawberry Festival
Equestrian World Cup	Tampa Bay Buccaneers, NFL Football
Florida Aquarium	Tampa Bay Devil Rays
Florida State Fair	Major League Baseball
Gasparilla Distance Classic	Tampa Bay Downs Horse Racing
Gasparilla Invasion Festival	Tampa Bay Lightning, NHL Hockey
GTE Suncoast Seniors Golf Classic	Tampa Bay Mutiny, Professional Soccer
Golf Courses (30)	Tampa Bay Storm, Arena Football
Guavaween	Tampa Greyhound Track
Lowry Park Zoo	USF/UT Collegiate Sports
New York Yankees Spring Training	

Sources: Busch Gardens, Tampa Bay  
Tampa Sports Authority  
Lowry Park Zoological Garden

## CULTURAL FACILITIES

The Tampa Bay Performing Arts Center is Hillsborough County's primary cultural venue, presenting a popular Broadway series, original opera, educational programming, theatre, music, dance, and much more. Local cultural groups such as The Florida Orchestra, Tampa Bay Heralds of Harmony, Stageworks, Spanish Lyric Theatre, and Tampa Bay Youth Orchestras also perform there.

Other museums and cultural venues include the Museum of Science & Industry, Florida Aquarium, Lowry Park Zoo, Tampa Bay History Center, H.B. Plant Museum, USF Contemporary Art Museum, Tampa Museum of Art and Ybor City State Museum. The University of South Florida and University of Tampa also make available a wide range of cultural offerings.

One of Tampa's jewels is the historic 1926 Tampa Theatre, an atmospheric grand movie palace listed on the National Register of Historic Places. The Theatre presents foreign and classic films, concerts, special events and tours.

Sources: Arts Council of Hillsborough County