

**The information contained in this “Annual Report to Bondholder” is only updated through September 30, 2002. Any subsequent change to that information will be reported in the September 30, 2003 “Annual Report to Bondholders”. Any requests for updated information prior to that time may be obtained by calling the Finance Department - Division of Bond Administration at (305) 375-5147. The County does not publish monthly, quarterly or semi-annual financial statements. Certain statistics are updated on a periodic basis on the “Miami-Dade County Economic Activity and Statistic Website;” <http://www.miamidade.gov/finance>**

Some debt service tables in this Report will not total due to rounding.

We wish to thank all the individuals and Departments of the County who supplied the photographs used in this document.

**ANNUAL REPORT  
TO  
BONDHOLDERS**

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



**MIAMI-DADE COUNTY, FLORIDA**

**FINANCE DEPARTMENT**

RACHEL BAUM, CPA  
Finance Director

GRACIELA CESPEDES, CPA  
Deputy Finance Director

***DIVISION OF BOND ADMINISTRATION***

LIDIA P. MONZON-AGUIRRE  
Director, Division of Bond Administration

FRANK HINTON  
ARLESA LEVERETTE  
MARILYN WALL

DEBRA CALLWOOD

LILIANA MARESMA

VERONICA SMITH

**OFFICE OF THE MIAMI-DADE COUNTY ATTORNEY**

ROBERT A. GINSBERG  
County Attorney

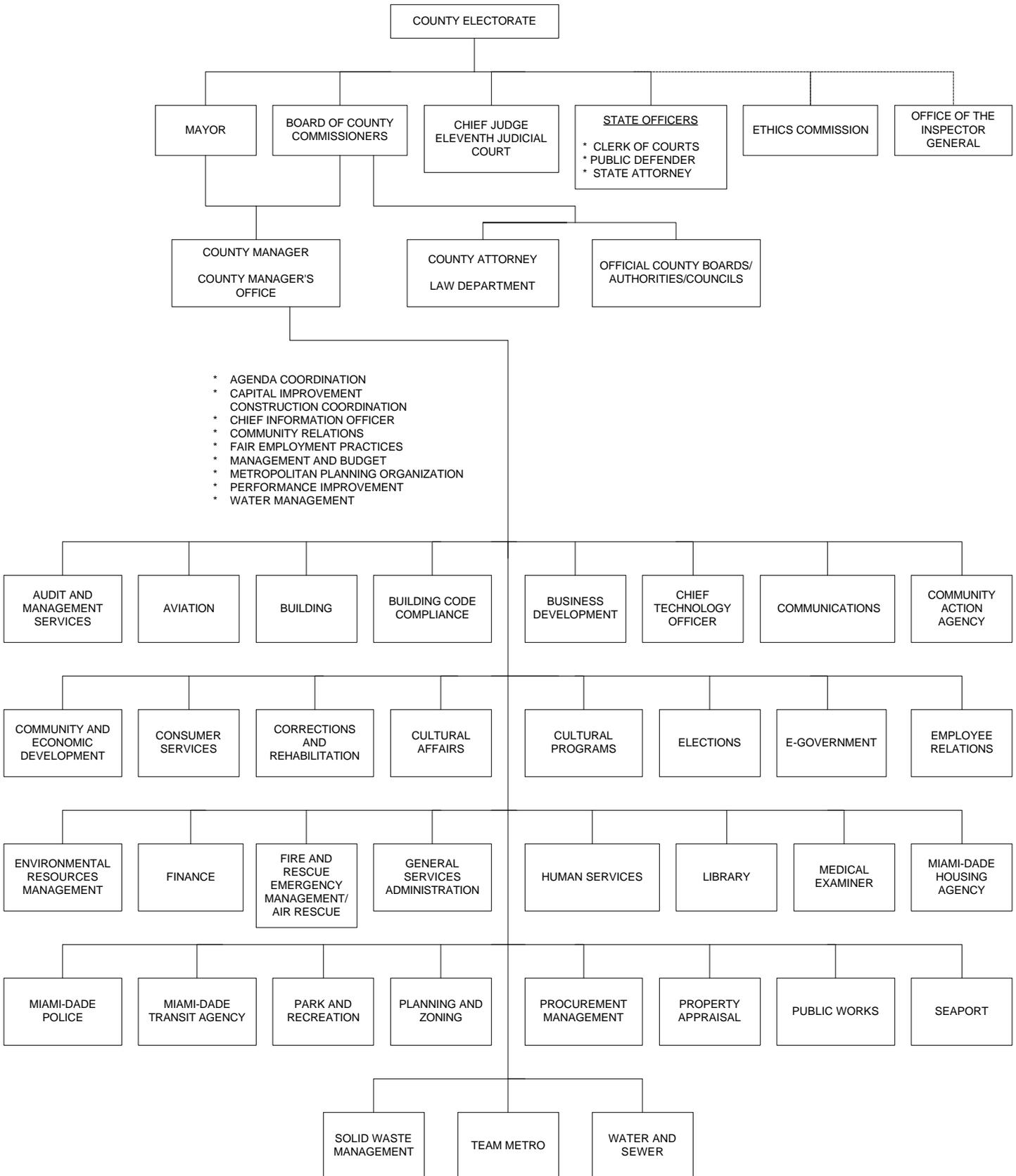
GERALD HEFFERNAN  
Assistant County Attorney

HOWARD WHITAKER  
Assistant County Attorney

# MIAMI-DADE COUNTY

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### 2002-2003



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## **GENERAL INFORMATION RELATING TO MIAMI-DADE COUNTY, FLORIDA**

Set forth below is certain general information concerning the County government and certain governmental services provided by the County.

### **History**

Miami-Dade County, Florida (the "County") is the largest county in the southeastern United States in terms of land area and population. The County currently covers 2,209 square miles located in the southeastern corner of the State of Florida (the "State"), and includes, among other municipalities, the cities of Miami, Miami Beach, Coral Gables and Hialeah. In 2002, the population of the County was estimated to have been 2,313,000.

The County was created on January 18, 1836 under the Territorial Act of the United States. It included the land area now contained in Palm Beach County and Broward County, together with the land area of the present County. In 1909, Palm Beach County was formed from the northern portion of what was then the County, and in 1915, Palm Beach County and the County contributed nearly equal portions of land to create what is now Broward County. There have been no significant boundary changes to the County since 1915.

### **County Government**

The State Legislature in 1955 approved and submitted to a general election a constitutional amendment designed to give a new form of government to the County. The amendment was approved in a statewide general election in November, 1956. A Dade County Charter Board was constituted and, in April, 1957, it completed a draft of a charter for the County. The proposed charter was adopted in a County-wide election in May, 1957 and became effective on July 20, 1957 (the "Charter"). The electors of the County are granted power to revise and amend the Charter from time to time by County-wide vote. The most recent amendment was in 1996. The County has home-rule powers, subject only to the limitations of the Constitution and general laws of the State. The County has, in effect, a county government with certain powers effective throughout the entire County, including 32 municipalities located within the County, and a municipal government for the unincorporated area of the County. The County has not displaced or replaced the cities, but supplements them. The County can take over particular activities of a city's operations if the services fall below minimum standards set by the Board of County Commissioners of Miami-Dade County (the "Board"), or with the consent of the governing body of a particular city.

The County has a commission-strong mayor form of government. The Board, which consists of thirteen members elected from single member districts, is the legislative and governing body of the County and is responsible for the formation of all policies. The strong mayor, who is not a member of the Board, has veto authority over legislative acts, and has the power to appoint the County Manager. The strong mayor, first elected in October of 1996, is elected every four years in a County-wide election.

The County has assumed responsibility on a County-wide basis for an increasing number of functions and services, including the following:

- (a) County-wide police services, complementing the municipal police services within the municipalities and providing full-service police protection for the unincorporated areas of the County, with direct access to the National Crime Information Center in Washington, D.C. and the Florida Crime Information Center;

(b) Uniform system of fire protection, complementing the municipal fire protection services within five municipalities and providing full-service fire protection for the Metro-Dade Fire and Rescue Service District, which includes the unincorporated area of the County and the 27 municipalities which have consolidated their fire departments within the Miami-Dade Fire and Rescue Department. The Miami-Dade Fire and Rescue Department also provides emergency medical services to respond to and provide on-site treatment to the seriously sick and injured. The operation of the Miami-Dade Fire and Rescue Department is governed by the Miami-Dade Fire and Rescue Service District Board;

(c) Consolidated two-tier court system, consisting of the higher Circuit Court that handles domestic relations, felonies, probate, civil cases where the amount in dispute is \$15,000 or more, juvenile cases, and appeals from the lower, County Court. The County Court handles violations of municipal ordinances, misdemeanors and civil cases where the amount in dispute is less than \$15,000;

(d) County-wide water and sewer system, is operated by the Water and Sewer Department;

(e) Jackson Memorial Hospital which is operated, maintained and governed by an independent governing body called the Public Health Trust (the "Trust"). The Board appoints members of the Board of Trustees for the Trust and also approves the budget of the Trust. The County continues to subsidize indigent patients on a contractual basis with the Trust;

(f) Unified transit system, consisting of various surface public transportation systems. In May, 1985, the 20.5 miles Phase I of the County's rapid rail transit system was completed and placed into operation. In April, 1986, the light rail component of the rapid rail transit system commenced operation, and two extensions have been constructed extending the service 1.4 miles south to the Brickell Avenue area and 1.1 miles north to the area known as Omni. These extensions were placed in service on May 26, 1994;

(g) Combined public library system, established by the County and 20 municipalities and consisting of the main library and 34 branches. Live programs are offered in education, information and entertainment throughout the system. Library members are encouraged to fulfill their "at home" needs with such material as books, articles, videotapes, audiotapes, and CD's;

(h) Property appraisal and tax collection, performed by the County Tax Collector, with all collected taxes distributed directly to the respective governmental entity, according to its respective tax levy and the amount of such taxes collected. The municipalities, Board of Public Instruction and several State agencies use data furnished to them by the County for the purpose of budget preparation and for their respective governmental operations;

(i) Minimum standards, enforceable throughout the County, in areas such as environmental resources management, building and zoning, consumer protection, health, housing and welfare;

(j) Garbage and trash collection and disposal services, consisting of garbage and trash collection services to approximately 288,000 households during 2002 within the unincorporated area and disposal services to public and private haulers County-wide;

(k) The Dante B. Fascell Port of Miami (the "Port") is owned and operated by the County through the Seaport Department. The Port is the world's largest cruise port in terms of cruise passengers, handling 3,642,990 passengers in Fiscal Year 2002. As of September, 2002 the Port had

the largest container cargo port in the State and, is within the top ten in the United States in total number of containers held;

(l) The County owns and operates, through the Miami-Dade County Aviation Department, the following facilities: (i) the Miami International Airport (the "Airport"), the principal commercial airport serving South Florida; (ii) the Opa-locka Airport, a 1,810-acre facility, (iii) the Opa-locka West Airport, a 420-acre facility, (iv) the Kendall-Tamiami Executive Airport, a 1,380-acre facility, (iv) the Homestead Airport, a 960-acre facility and (v) the Training and Transition Airport, a facility of approximately 24,300 acres located in Collier and Miami-Dade Counties; and

(m) Several miscellaneous services, including mosquito and animal control.

### **Economy**

The County's economy has been transitioning from mixed service and industrial in the 1970's to one dominated by services in the late 1990's. The shift to services is led by expansion within international trade, the tourism industry, and health services. Wholesale trade and retail trade have, and are projected to, become stronger economic forces in the local economy. This reflects the County's position as a wholesale center in Southeast Florida, which is serving a large international market. The tourism industry remains one of the largest sectors in the local economy.

In an effort to further strengthen and diversify the County's economic base, the County in 1984 commissioned a private consulting firm to identify goals and objectives for various public and private entities. The Beacon Council is a public private partnership established to promote these goals and objectives.

### **International Commerce**

The Greater Miami area is the center for international commerce in the southeastern United States. Its proximity to the Caribbean, Mexico, Central America and South America makes it a natural center of trade to and from North America. In addition, the international background of many of its residents is an essential labor force characteristic for multinational companies which must operate across language and cultural differences.

Trade with Latin America, Europe and countries in the Caribbean, during the past several years, has caused substantial growth in the number of financial institutions conducting business in the County. The large Spanish-speaking labor force, as well as the State's proximity to Latin America, have also contributed to the growth of the banking industry in the County. As of December 2002, there were 21 Edge Act Banks throughout the United States; 8 of those institutions were located in the County with \$6.0 billion on deposit as of December 31, 2002, according to the Federal Reserve Bank of Atlanta. Edge Act Banks are federally chartered organizations offering a wide range of banking services, but limited to foreign or international transactions only. Among these banking institutions are: Bank of Boston International; HSBC Republic International Bank of Miami; Citibank International and Banco Santander International.

The County had the highest concentration of foreign bank agencies on the east coast south of New York City with a total of 31 foreign chartered banks and over \$13.2 billion on deposit as of September 30, 2002 according to the Federal Reserve Bank of Atlanta.

## **Corporate Expansion**

The favorable geographic location of the County, the trained commercial labor force and the favorable transportation facilities have caused the economic base of the County to expand by attracting many national and international firms doing business in Latin America. Among these corporations are: BF Goodrich Aerospace, General Electric Company, Federal Express Corporation, Panasonic and IBM Corporation.

Significant strides have been made in the location of non-manufacturing firms in the County. Other national firms which established international operations or office locations in the County are: Borden, Inc., Burger King, The Gap, Ericsson, 3M, Black & Decker (US), Inc., Caterpillar, Inc., Oracle Corporation and Eastman Kodak Company.

## **Industrial Development**

The role of the Miami-Dade County Industrial Development Authority (the "IDA") is the development and management of economic development financing programs which serve as an incentive for private sector business and industry expansion and location in the County. Programs developed are consistent with the IDA's legal status and compatible with the economic development goals established by the Board and other economic development organizations operating in the County.

In addition, between 1979 and the creation of the Beacon Council in 1986, the IDA has also provided expansion and location assistance to 195 private sector businesses, accounting for a capital investment of \$695 million and the creation of over 11,286 new jobs.

IDA's principal program, tax-exempt industrial development revenue bonds, has generated 393 applications through November 2002. Bonds for 191 companies have already closed for a total aggregate volume in excess of \$1.1 billion. New jobs generated by these projects total 9,037.

## **Other Developmental Activities**

In October, 1979, the Miami-Dade County Health Facilities Authority (the "Health Authority") was formed to assist not-for-profit health care corporations through the issuance of tax-exempt bonds or notes to acquire, construct, improve or refinance health care projects located in the County. Since its inception, the Health Authority has issued 23 series of revenue bonds for 16 projects and 16 advance refundings. As of September, 2002, the total amount of revenue bonds issued by the Health Authority was \$1,220,180,000.

In October, 1969, the Board created the Miami-Dade County Educational Facilities Authority (the "EFA") for the purpose of assisting institutions of higher learning within the County with an additional means to provide facilities and structures needed to maintain and expand learning opportunities and intellectual development. Since its inception, the EFA has issued 35 series of revenue bonds for 23 projects and 22 advance refundings, totaling \$792,640,000.

Since the inception of the Housing Finance Authority of Miami-Dade County (Florida) (the "HFA") in December 1978, the HFA has generated \$1,068,606,000 of mortgage funds through the issuance of revenue bonds under the Single Family Mortgage Revenue Bond Program benefitting approximately 11,500 families in the County. The purpose of issuing these bonds is to provide the HFA with moneys to purchase mortgage loans secured by mortgages on single family residential real property owned by low and moderate income persons residing in the County.

Under the HFA's Multi-Family Mortgage Revenue Bond Program, as of September 30, 2002 revenue bonds aggregating \$819,665,385 have been issued for new construction or rehabilitation of 13,000 units.

The bonds issued by the foregoing authorities and the IDA are not debts or obligations of the County or the State or any political subdivision thereof, but are payable solely from the revenues provided by the respective private activity borrower as security therefor.

### **Film Industry**

The County's film and entertainment industry is the third largest production center in the U.S., behind Los Angeles and New York. In 2002, the County hosted 2,931 movie, television and commercial advertising shoots, realizing \$214 million in direct expenditures in the economy from location productions such as CSI Miami, Bad Boys II and 2 Fast 2 Furious. The County is also home to Spanish language television giants Univision and Telemundo and dozens of Latin American cable networks, among the nearly 3,000 local businesses engaged in film and entertainment production work.

### **Surface Transportation**

The County owns and operates through its Transit Agency (a County department) a unified multi-modal public transportation system. Operating in a fully integrated configuration, the County's Transit Agency provides public transportation services through: (i) Metrorail - a 21-mile, 21-station elevated electric rail line connecting South Miami-Dade and the City of Hialeah with the Downtown and Civic Center areas providing 14 million passenger trips annually; (ii) Metromover - a fully automated, driverless 4.25-mile elevated electric double-loop people-mover system interfaced with Metrorail and completing approximately 4.2 million passenger trips annually throughout 21 stations in the central business district and south to the Brickell International banking area and north to the Omni shopping area; and (iii) Metrobus - including both directly operated and contracted conventional urban bus service, operating over 29 million miles per year, interconnecting with all Metrorail stations and key Metromover stations, and providing over 84 million passenger trips annually.

Additionally, the County provides paratransit service to qualified elderly and handicapped riders through its Special Transportation Service which supplies over 897,183 passenger trips per year in a demand-response environment.

### **Airport**

The County owns and operates the Airport, the principal commercial airport serving Southeast Florida. The Airport is currently handling approximately 29,349,913 passengers and 1,763,292 tons of air freight annually and is classified by the Federal Aviation Administration as a large hub airport, the highest classification given by that organization. The Airport is also one of the principal maintenance and overhaul bases, as well as a principal training center for the airline industry in the United States, Central and South America and the Caribbean.

A five year summary of the passengers served and cargo handled by the Airport is shown below:

**Passengers and Cargo Handled by  
Miami International Airport  
1998-2002**

<b>Fiscal Year Ended <u>September 30,</u></b>	<b><u>Passengers</u></b>	<b><u>Cargo (in tons)</u></b>
1998	34,032,000	1,991,652
1999	34,004,000	1,859,443
2000	33,743,000	1,799,225
2001	33,048,741	1,840,936
2002	29,349,913	1,763,292

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Source: Miami-Dade County Aviation Department

**Seaport**

The Port, which covers 525 acres, is owned by the County and operated by the Seaport Department. It is the world's largest passenger port. Embarkations and debarkations on cruise ships totaled 3,642,990 for the Fiscal Year ended September 30, 2002. With the increase in activity from the recovering economies of the Caribbean Basin Nations and of South and Central America, cargo tonnage amounted to 8,681,735 tons at the Port for the Fiscal Year ended September 30, 2002.

The following table sets forth a five-year summary of both cruise passengers served and cargo handled:

**Passengers and Cargo Handled by Port  
1998-2002**

<b>Fiscal Year Ended <u>September 30,</u></b>	<b><u>Cruise Passengers</u></b>	<b><u>Cargo (in tons)</u></b>
1998	2,960,264	7,056,664
1999	3,112,355	6,930,372
2000	3,364,643	7,804,946
2001	3,391,091	8,247,004
2002	3,642,990	8,681,735

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Source: Miami-Dade County Seaport Department

**Tourism**

The Greater Miami area is a leading center for tourism in the State. Miami was the primary destination for more nonresidential air travelers behind Orlando according to the Florida Division of Tourism of the Department of Commerce. It is also the principal port of entry in the State for international air travelers. During 2002, 87.4% of international air travelers (excluding travelers from Canada and Mexico) entering the State arrived through the Airport, according to statistics compiled by the U.S. Department of Transportation.

It is reported that the visitors market in the County is shifting away from the traditional tourist market to a "convention group market." This is reflected in the expansion and renovation of lodging facilities as well as in the marketing efforts of South Florida hoteliers, including the expansion and remodeling by the City of Miami Beach, with the assistance of the County, of the Miami Beach

Convention Center, the largest existing convention center in the County, from 250,000 to 500,000 square feet of exhibition space. The convention group market is generally less sensitive to fluctuations in disposable personal income.

The following is a five-year schedule of domestic and international visitors and the estimated economic impact produced by those visitors:

<b>Tourism Statistics</b>						
<b>1998-2002</b>						
	Visitors (in thousands)			Estimated Economic Impact (in millions)		
	<b><u>Domestic</u></b>	<b><u>Int'l</u></b>	<b><u>Total</u></b>	<b><u>Domestic</u></b>	<b><u>Int'l</u></b>	<b><u>Total</u></b>
1998	4,469	5,268	9,737	4,700,000	7,400,000	12,100,000
1999	4,426	5,470	9,896	4,700,000	8,000,000	12,700,000
2000	4,462	5,639	10,101	4,800,000	8,600,000	13,400,000
2001	5,264	5,246	10,510	7,159,000	6,840,000	13,999,000
2002	5,316	4,915	10,231	6,196,000	5,614,000	11,810,000

<b>International Visitors by Region</b>					
<b>1998-2002</b>					
<b>(in thousands)</b>					
	<b><u>European</u></b>	<b><u>Caribbean</u></b>	<b><u>Latin American</u></b>	<b><u>Canada Japan/Other</u></b>	<b><u>Total</u></b>
1998	1,359	732	2,434	743	5,268
1999	1,401	744	2,557	768	5,470
2000	1,444	763	2,627	805	5,639
2001	1,221	701	2,581	743	5,246
2002	1,124	684	2,424	683	4,915

Source: Greater Miami Convention and Visitors Bureau.

## Employment

The following table demonstrates the economic diversity of the County's employment base. No single industry clearly dominates the County's employment market, and there have not been any significant decreases within the industry classifications displayed for the latest years for which information is available.

### **ESTIMATED EMPLOYMENT IN NON-AGRICULTURAL ESTABLISHMENTS**

	<b>2000-2002</b>					
	<u>Sept. 2000</u>	<u>Percent</u>	<u>Sept. 2001</u>	<u>Percent</u>	<u>Sept. 2002</u>	<u>Percent</u>
<b>Goods Producing Sector</b>						
Contract Construction	37,300	3.8%	38,200	3.6%	37,000	3.5%
Manufacturing	69,400	6.7%	66,600	6.4%	61,800	5.9%
Mining	<u>300</u>	<u>0.0%</u>	<u>600</u>	<u>0.1%</u>	<u>500</u>	<u>0.0%</u>
<b>Total Goods-Producing</b>	<u>107,000</u>	<u>10.5%</u>	<u>105,400</u>	<u>10.1%</u>	<u>99,300</u>	<u>9.5%</u>
<b>Service Producing Sector</b>						
Transportation & PU	90,600	9.1%	96,200	9.2%	94,900	9.1%
Wholesale Trade	82,200	8.2%	86,400	8.2%	78,900	7.6%
Retail Trade	183,600	17.4%	176,800	16.9%	185,600	17.8%
Finance, Insurance & Real Estate	69,600	6.5%	68,300	6.5%	67,200	6.4%
Services	343,900	34.1%	366,100	34.9%	364,900	35.0%
Government	<u>143,600</u>	<u>14.2%</u>	<u>148,600</u>	<u>14.2%</u>	<u>152,200</u>	<u>14.6%</u>
<b>Total Services</b>	<u>913,500</u>	<u>89.5%</u>	<u>942,400</u>	<u>89.9%</u>	<u>943,700</u>	<u>90.5%</u>
<b>Total</b>	<u>1,020,500</u>	<u>100.0%</u>	<u>1,047,800</u>	<u>100.0%</u>	<u>1,043,000</u>	<u>100.0%</u>

Source: State of Florida Department of Labor and Employment Security. Miami-Dade County, Department of Planning and Zoning, Research Section, October 2002

## County Demographics

### **Estimates of Population by Age Miami-Dade County 1980 to 2020**

<u>Year</u>	<u>Under 16</u>	<u>16-64</u>	<u>65+</u>	<u>16+ Total</u>	<u>Total</u>
1980	335,053	1,035,442	255,286	1,290,728	1,625,781
1990	427,719	1,266,715	272,566	1,539,281	1,967,000
2000	495,375	1,457,435	300,675	1,758,110	2,253,485
2005	518,846	1,561,307	321,952	1,883,259	2,402,105
2010	541,836	1,662,375	347,073	2,009,448	2,551,284
2015	576,543	1,740,415	386,155	2,126,571	2,703,114
2020	604,318	1,816,340	437,527	2,253,867	2,858,185

Note: Projections are figures developed by Miami-Dade County Department of Planning and Zoning, Research Section.  
The 1990 census figures were adjusted for census undercount.

Source: U.S. Bureau of the Census. Decennial Census Reports for 1980, 1990 and 2000. Miami-Dade Department of Planning and Zoning, Research Section.

**Trends and Forecasts, Population in  
Incorporated and Unincorporated Areas  
1960 - 2005**

<u>Year</u>	<u>Population in Incorporated Areas</u>	<u>Population in Unincorporated Areas</u>	<u>Total</u>	<u>Percentage Growth in Population</u>
<b><u>Trends:</u></b>				
1960	582,713	352,334	935,047	N/A
1970	730,425	537,367	1,267,792	36.5%
1980	829,881	795,900	1,625,781	28.2
1990	909,371	1,027,723	1,937,094	19.1
1995	973,912	1,110,293	2,084,205	7.6
2000	1,049,074	1,204,288	2,253,362	8.1
2001	1,078,455	1,204,864	2,283,319	1.3
2002	1,088,665	1,224,382	2,313,047	1.3
<b><u>Forecast:</u></b>				
2005	1,127,939	1,274,166	2,402,105	3.9

Source: 1960 to 1990, and 2000 figures from U.S. Census Bureau, decennial census reports. Figures for 1995 and post - 2000 estimates by Miami-Dade County, Department of Planning and Zoning, 2002.

**Population By Race and Ethnic Group <sup>(1)</sup>**  
**Miami-Dade County**  
**1970 - 2020**  
(in thousands)

<u>Year</u>	<u>Total</u>	<u>Hispanic<sup>(1)</sup></u>	<u>Blacks<sup>(1)</sup></u>	<u>Non-Hispanic Whites and Others</u>
1970	1,268	299	190	782
1975	1,462	467	237	765
1980	1,626	581	284	773
1985	1,771	768	367	656
1990	1,967	968	409	618
1995	2,084	1,155	446	519
2000	2,253	1,292	457	534
2005 <sup>(2)</sup>	2,402	1,455	497	483
2010 <sup>(2)</sup>	2,551	1,621	526	442
2015 <sup>(2)</sup>	2,703	1,794	554	395
2020 <sup>(2)</sup>	2,858	1,972	583	347
(In Percentages)				
1970	100%	24%	15%	62%
1975	100%	32%	16%	52%
1980	100%	36%	17%	48%
1985	100%	43%	21%	37%
1990	100%	49%	21%	31%
1995	100%	55%	21%	25%
2000	100%	57%	20%	24%
2005 <sup>(2)</sup>	100%	61%	21%	20%
2010 <sup>(2)</sup>	100%	64%	21%	17%
2015 <sup>(2)</sup>	100%	66%	21%	15%
2020 <sup>(2)</sup>	100%	69%	20%	12%

Note: <sup>(1)</sup> Persons of Hispanic origin may be of any race. Hispanic Blacks are counted as both Hispanic and as Black. Other Non-Hispanics are grouped with Non-Hispanic White category. Sum of components exceeds total.

<sup>(2)</sup> Projections

Source: U.S. Bureau of the Census, Census of population, 1950-2000. Miami-Dade County Department of Planning and Zoning, Research Section, 2002.

The following tables set forth the leading twenty County employers:

**Twenty Largest Public and Private  
Employers**

<b><u>Employers' Name</u></b>	<b><u>Number of Employees</u></b>
Miami-Dade County Public Schools .....	37,500
Miami-Dade County .....	30,000
State of Florida .....	19,958
Federal Government .....	18,416
Jackson Memorial Hospital Public Health Trust .....	10,000
American Airlines .....	9,000
University of Miami .....	8,000
Baptist Health Systems of South Florida .....	7,500
Precision Response Corporation .....	4,346
Bell South .....	4,240
Publix Super Markets .....	4,000
Royal Caribbean International/Celebrity Cruises .....	4,000
MasTec .....	4,000
Florida Power & Light Company .....	3,823
City of Miami .....	3,400
Mount Sinai Medical Center of Greater Miami .....	3,300
Winn-Dixie Stores .....	2,672
Florida International University .....	2,591
United Airlines .....	2,488
Miami - Dade Community College .....	2,400

Source: The Beacon Council/Miami-Dade County, Florida,  
*Miami Business Profile 2002/2003*

The following table sets forth the unemployment rates within the County:

**UNEMPLOYMENT RATES  
1998-2002**

<b><u>Area</u></b>	<b><u>1998</u></b>	<b><u>1999</u></b>	<b><u>2000</u></b>	<b><u>2001</u></b>	<b><u>2002</u></b>
USA	4.5%	4.2%	4.0%	4.8%	5.7% *
Florida	4.3	3.9	3.6	4.8	5.4 *
Miami-Dade County	6.4	5.8	5.3	6.9	7.5 *

\*Annual Avg. through September, 2002

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Source: Florida Agency for Workplace Innovation, Office of Workforce Information Services, Labor Market Statistics and Miami-Dade County, Department of Planning and Zoning, Research Section.

**PER CAPITA INCOME  
1994 - 2000**

<b><u>YEAR</u></b>	<b><u>USA</u></b>	<b><u>SOUTHEASTERN</u></b>	<b><u>FLORIDA</u></b>	<b><u>MIAMI-DADE</u></b>
1994	\$22,581	\$20,563	\$22,340	\$20,713
1995	23,562	21,500	23,512	21,565
1996	24,651	22,477	24,616	22,270
1997	25,874	23,517	25,721	23,020
1998	27,321	24,783	26,931	23,972
1999	28,546	25,743	27,781	24,733
2000	29,469	26,194	27,764	25,320

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Source: U.S. Department of Commerce, Economic and Statistic Administration Bureau of Economic Analysis/Regional Economic Information System. Miami-Dade County Department of Planning and Zoning, Research Section.

General Financial Statements  
of  
Miami-Dade County, Florida  
  
for period ending  
  
September 30, 2002



One Biscayne Tower  
2 South Biscayne Boulevard  
Suite 2800  
Miami, FL 33131

Telephone 305 358 2300  
Fax 305 913 2692

## Independent Auditors' Report

The Honorable Mayor, and Chairperson and  
Members of the Board of County Commissioners  
Miami-Dade County, Florida:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Miami-Dade County, Florida (the County) as of and for the year ended September 30, 2002, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the County. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Housing Finance Authority, the discretely presented component unit. We also did not audit the Miami-Dade Housing Agency Public Housing Division, which represents approximately 2% and less than 1% of the total assets and revenues, respectively, of the aggregate remaining fund information, and less than 1% of the total assets and revenues, respectively, of the business-type activities. We also did not audit the Miami-Dade County Aviation Department, which represents 29% and 21% of the total assets and revenues of the business-type activities. 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 those entities, is based 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 other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Miami-Dade County, Florida, as of September 30, 2002, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in note 1, the County has adopted a new financial reporting model, as required by the Governmental Accounting Standards Board (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*, portions of GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, and GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, as of October 1, 2001.

In accordance with *Government Auditing Standards*, we have also issued a report dated February 28, 2003 on our consideration of the County'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 on pages 3 through 18 and the budgetary comparison information on pages 93 through 96 are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We and the other auditors 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 County's basic financial statements. The introductory section, the combining and individual fund statements and schedules, and statistical section listed in the accompanying table of contents, are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

**KPMG LLP**

February 28, 2003



MIAMI-DADE COUNTY, FLORIDA

STATEMENT OF NET ASSETS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002  
(in thousands)

	Governmental Activities	Business-type Activities	Total	Component Unit - Housing Finance Authority
<b>ASSETS</b>				
Cash and cash equivalents	\$ 563,989	\$ 740,556	\$ 1,304,545	\$ 16,180
Investments	773,493	1,854,175	2,627,668	4,168
Accounts receivable, net	109,515	310,645	420,160	399
Internal balances	52,750	(52,750)		
Due from primary government				7,000
Due from other governments	157,796	23,763	181,559	
Mortgages receivable, net	232,533		232,533	
Inventories	18,027	52,067	70,094	
Other assets	4,806	101,174	105,980	266
Capital assets (Note 4):				
Land	505,163	537,339	1,042,502	
Buildings and building improvements, net of depreciation	994,288	2,783,261	3,777,549	
Machinery and equipment, net of depreciation	126,618	766,950	893,568	13
Infrastructure, net of depreciation	927,451	2,903,132	3,830,583	
Construction in progress	284,408	1,313,855	1,598,263	
Total capital assets	2,837,928	8,304,537	11,142,465	13
Deferred charges	2,300	58,753	61,053	
Total assets	4,753,137	11,392,920	16,146,057	28,026
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	142,464	345,843	488,307	155
Accrued interest payable	21,444	59,208	80,652	
Due to other governments	5,367	202	5,569	
Due to component unit	7,000		7,000	
Deferred revenues	152,413	44,750	197,163	5,978
Assets held in trust	205,986		205,986	
Long-term liabilities (Note 8):				
Due within one year	243,173	288,577	531,750	59
Due in more than one year	1,685,420	5,479,856	7,165,276	110
Total liabilities	2,463,267	6,218,436	8,681,703	6,302
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	1,830,271	4,247,501	6,077,772	13
Restricted for:				
Capital projects	112,273	195,379	307,652	
Bond covenants		21,433	21,433	
Debt service	64,853	315,461	380,314	
Other purposes (expendable)	489,780	75,786	565,566	1,635
Other purposes (nonexpendable)	3,260		3,260	
Unrestricted	(210,567)	318,924	108,357	20,076
Total net assets	\$ 2,289,870	\$ 5,174,484	\$ 7,464,354	\$ 21,724

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

MIAMI-DADE COUNTY, FLORIDA

STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(in thousands)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government:</b>					
Governmental activities:					
Policy formulation and general government	\$ 314,771	\$ 134,949	\$ 7,518	\$ 1,781	\$ (170,523)
Protection of people and property	956,910	144,981	17,207	2,535	(792,187)
Physical environment	88,759	94,798	8,394	3,731	18,164
Transportation (streets and roads)	138,828	24,336	32,187	18,872	(63,433)
Health	48,052	6,789	4,009		(37,254)
Human Services	214,147	5,870	189,001		(19,276)
Socio-economic environment	278,472	26,496	268,168		16,192
Culture and recreation	174,986	32,613	11,547	29,274	(101,552)
Interest on long-term debt	72,096				(72,096)
Total governmental activities	2,287,021	470,832	538,031	56,193	(1,221,965)
Business-type activities:					
Mass transit	349,120	95,615	68,893	16,866	(167,746)
Solid waste collection	77,438	104,449	181		27,192
Solid waste disposal	138,408	92,105		9,986	(36,317)
Seaport	83,352	80,540	1,023	8,299	6,510
Aviation	506,857	451,994		91,950	37,087
Water	137,767	152,234		57,177	71,644
Sewer	253,562	202,477			(51,085)
Public health	1,236,427	943,135	21,491		(271,801)
Other	16,239	14,409	2,875		1,045
Total business-type activities	2,799,170	2,136,958	94,463	184,278	(383,471)
Total primary government	\$ 5,086,191	\$ 2,607,790	\$ 632,494	\$ 240,471	\$ (1,605,436)
<b>Component unit:</b>					
Housing Finance Authority	\$ 2,382	\$ 1,397	\$ 41		\$ (944)

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

MIAMI-DADE COUNTY, FLORIDA

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(in thousands)

	Primary Government			Component Unit - Housing Finance Authority
	Governmental Activities	Business-type Activities	Total	
Change in net assets:				
Net (expense) revenue (from page 22)	\$ (1,221,965)	\$ (383,471)	\$ (1,605,436)	\$ (944)
General revenues:				
Taxes:				
Property taxes, general	682,940		682,940	
Property taxes, for debt service	61,672		61,672	
Property taxes, for fire protection	169,044		169,044	
Property taxes, for libraries	40,685		40,685	
County hospital 1/2% sales surtax	146,529		146,529	
Utility taxes	70,469		70,469	
Local option gas taxes	68,837		68,837	
Franchise taxes	32,423		32,423	
Communication tax	62,205		62,205	
Other taxes	70,206		70,206	
Shared revenues from State of Florida	200,202		200,202	
Earnings on investments	37,351	76,407	113,758	1,184
Miscellaneous	19,301		19,301	
Transfers--internal activities	(325,462)	325,462		
Total general revenues and transfers	1,336,402	401,869	1,738,271	1,184
Change in net assets	114,437	18,398	132,835	240
Net assets--beginning	2,175,433	5,156,086	7,331,519	21,484
Net assets--ending	\$ 2,289,870	\$ 5,174,484	\$ 7,464,354	\$ 21,724

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

**MIAMI-DADE COUNTY, FLORIDA**

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2002**

(in thousands)

	<b>General Fund</b>	<b>Community and Social Development Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 82,637	\$ 12,613	\$ 431,178	\$ 526,428
Investments	77,123	26,507	629,000	732,630
Accounts receivable, net	10,537	5,325	57,929	73,791
Delinquent taxes receivable	17,722		7,331	25,053
Allowance for uncollected delinquent taxes	(17,722)		(7,331)	(25,053)
Due from other funds	77,703	1,000	12,031	90,734
Due from other governments	43,223	29,226	85,347	157,796
Mortgages receivable, net		71,597	160,936	232,533
Inventories	17,105		922	18,027
Other current assets		11	4,795	4,806
<b>Total assets</b>	<b>\$ 308,328</b>	<b>\$ 146,279</b>	<b>\$ 1,382,138</b>	<b>\$ 1,836,745</b>
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 67,331	\$ 19,834	\$ 48,100	\$ 135,265
Retainage payable		26	6,381	6,407
Due to other funds	1,000	712	61,148	62,860
Due to other governments		23	5,344	5,367
Deferred revenues		14,033	138,380	152,413
Assets held in trust		81,017	124,969	205,986
<b>Total liabilities</b>	<b>68,331</b>	<b>115,645</b>	<b>384,322</b>	<b>568,298</b>
<b>Fund balances:</b>				
Reserved for encumbrances	25,468	4,039	327,946	357,453
Reserved for inventories	17,105		922	18,027
Reserved for receivables	12,000		1,126	13,126
Reserved for mortgages receivable		71,597	160,936	232,533
Reserved for debt service			86,297	86,297
Reserved for permanent endowments			3,260	3,260
Reserved for environmentally endangered lands	69,357			69,357
Reserved for stormwater utility	33,808			33,808
Unreserved, reported in major funds	82,259	(45,002)		37,257
Unreserved, reported in nonmajor:				
Special revenue funds			183,118	183,118
Capital project funds			233,887	233,887
Permanent funds			324	324
<b>Total fund balances</b>	<b>239,997</b>	<b>30,634</b>	<b>997,816</b>	<b>1,268,447</b>
<b>Total liabilities and fund balances</b>	<b>\$ 308,328</b>	<b>\$ 146,279</b>	<b>\$ 1,382,138</b>	<b>\$ 1,836,745</b>

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

**MIAMI-DADE COUNTY, FLORIDA**

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

**SEPTEMBER 30, 2002**

(in thousands)

**Total fund balances--governmental funds** \$ 1,268,447

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. These assets consist of:

Land	\$ 505,163	
Buildings and building improvements	1,621,793	
Machinery and equipment	251,028	
Infrastructure	2,023,456	
Construction in progress	284,408	
Accumulated depreciation	<u>(1,847,920)</u>	
Total capital assets		2,837,928

The Internal Service Fund is used to charge the cost of self-insurance to individual funds. The assets and liabilities (including \$141,408 of estimated claims payable) of the Internal Service Fund are included in governmental activities section of the Statement of Net Assets. (47,440)

The Statement of Net Assets includes an adjustment to reflect an allocation of the internal service fund loss to business-type activities. This adjustment increases the Internal Balances account of governmental activities. 9,693

Some liabilities are not due and payable in the current period and therefore are not reported in the fund statements. Those liabilities consist of:

Bonds, loans, and notes payable	\$ (1,500,599)	
Accrued interest payable	(21,444)	
Compensated absences	(263,876)	
Accrued post-retirement health insurance benefits	(7,063)	
Arbitrage rebate liability	(1,914)	
Due to Housing Finance Authority	(7,000)	
Other liabilities	<u>(13,733)</u>	
Total long-term liabilities		(1,815,629)

The Statement of Net Assets includes certain assets that are not available to pay for the current period's expenditures, but the fund statements exclude those assets.

Accounts receivable for revenues "not available" 34,571

Bond issuance costs are treated as expenditures in the governmental funds, but are deferred to future periods in the Statement of Net Assets (amortized over the life of the bonds). 2,300

**Net assets of governmental activities** \$ 2,289,870

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

MIAMI-DADE COUNTY, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

(in thousands)

	General Fund	Community and Social Development Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Taxes	\$ 911,119	\$ 1,663	\$ 489,583	\$ 1,402,365
Special tax assessments			57,376	57,376
Licenses and permits	76,671	32	4,674	81,377
Intergovernmental revenues	185,711	191,966	360,851	738,528
Charges for services	154,522	2,929	74,273	231,724
Fines and forfeitures	29,582		15,769	45,351
Investment income	11,914	376	36,733	49,023
Other	60,273	23,153	83,655	167,081
Total revenues	1,429,792	220,119	1,122,914	2,772,825
<b>Expenditures:</b>				
Current:				
Policy formulation and general government	297,179		55,228	352,407
Protection of people and property	634,047		272,337	906,384
Physical environment	54,233		33,512	87,745
Transportation	21,392		71,517	92,909
Health	15,221		32,831	48,052
Human Services		211,300	949	212,249
Socio-economic environment	10,734	58,299	193,457	262,490
Culture and recreation	71,213		93,561	164,774
Debt service:				
Principal retirement			97,195	97,195
Interest			49,911	49,911
Other			274	274
Capital outlay	19,581	1,127	258,634	279,342
Total expenditures	1,123,600	270,726	1,159,406	2,553,732
Excess (deficiency) of revenues over expenditures	306,192	(50,607)	(36,492)	219,093
<b>Other financing sources (uses):</b>				
Transfers in	54,347	64,760	159,953	279,060
Transfers out	(376,265)	(1,907)	(226,350)	(604,522)
Long-term debt issued			163,215	163,215
Premium (discount) on long-term debt			6,148	6,148
Total other financing sources (uses)	(321,918)	62,853	102,966	(156,099)
Net change in fund balances	(15,726)	12,246	66,474	62,994
Fund balances--beginning	255,230	18,388	931,342	1,204,960
Increase (decrease) in reserve for inventory	493			493
Fund balances--ending	\$ 239,997	\$ 30,634	\$ 997,816	\$ 1,268,447

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

**MIAMI-DADE COUNTY, FLORIDA**  
**RECONCILIATION OF THE CHANGE IN FUND BALANCES**  
**OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2002**  
(in thousands)

**Net change in fund balances - total governmental funds** \$ 62,994

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlay	\$ 279,342	
Depreciation expense	(116,277)	
Excess of capital outlay over depreciation expense		163,065

The issuance of long-term debt (see Note 8) provides a source of current financial resources to governmental funds. However, issuing debt increases long-term liabilities in the statement of net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, but these amounts are deferred and amortized in the statement of activities. In the current year, these amounts consist of:

Bonds and notes issued, including premium of \$6,148 (see Note 8)	\$ (169,363)	
Bond issuance costs paid during the current year	2,312	
Amortization of bond premium	31	
Amortization of bond issuance costs	(12)	
Total bond proceeds and related transactions		(167,032)

The repayment of long-term debt is reported as a use of financial resources in governmental funds, but reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

Bond, loans and notes principal retirement (see Note 8)		97,195
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The repayment of an amount due to the Housing Finance Authority is reported as an expense in the fund statements, but reduces the Due to Component Units in the Statement of Net Assets.		2,000
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Some revenues in the statement of activities do not provide current financial resources are not reported as revenues in the funds.		34,571
--	--	--------

Some revenues reported in the fund statements are revenues of prior periods and are not reported as revenues in the statement of activities.		(45,305)
--	--	----------

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

Interest accreted on capital appreciation debt	\$ (23,227)	
Increase in compensated absences	(22,857)	
Net increase in inventories	493	
Net decrease in other long-term liabilities	12,458	
Total additional expenditures		(33,133)

(continued)

**MIAMI-DADE COUNTY, FLORIDA**  
**RECONCILIATION OF THE CHANGE IN FUND BALANCES**  
**OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2002**  
(in thousands)

Interest expense in the statement of activities includes additional accrued interest calculated for bonds and notes payable. The fund statements report payments of interest expense related to prior periods, which has been eliminated in the statement of activities.

Additional accrued interest expense	\$ (21,444)	
Interest expense, prior period	<u>22,455</u>	\$ 1,011

The Internal Service Fund is used by management to charge the costs of self-insurance to individual funds. The change in net assets of the fund was reported with the governmental activities in the statement of activities. (9,107)

The amount of the Internal Service Fund's gross loss on transactions with business-type activities was eliminated from the governmental activities in the Statement of Activities. 9,693

Loss on the sale of capital assets is reported in the Statement of Activities, but is not reported in the fund financial statements. (162)

Proceeds on the sale of capital assets are reported in the fund statements, but not reported in the Statement of Activities. (1,353)

**Change in net assets of governmental activities** \$ 114,437

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

MIAMI-DADE COUNTY, FLORIDA

PROPRIETARY FUNDS  
STATEMENT OF NET ASSETS  
SEPTEMBER 30, 2002  
(in thousands)

	Business-type Activities - Enterprise Funds			
	Transit Agency	Solid Waste Management	Seaport	Aviation Department
<b>Assets:</b>				
Current assets:				
Cash and cash equivalents	\$ 315	\$ 16,329	\$ 3,803	\$ 67,247
Investments		15,604	3,662	53,065
Accounts receivable, net	2,981	12,362	10,271	36,330
Due from other funds		1,994		857
Due from other governments		308	1,023	
Inventories	15,955			1,830
Other current assets	2,451	504	2,694	7,378
Total current assets	21,702	47,101	21,453	166,707
Restricted assets:				
Cash and cash equivalents	889	50,868	82,012	195,065
Investments	410,010	47,904	81,874	172,796
Other restricted assets	32,705	6,600	16,471	22,145
Total restricted assets	443,604	105,372	180,357	390,006
Capital assets:				
Land	173,482	57,544	151,227	90,600
Buildings and building improvements, net	885,279	115,121	194,836	1,347,589
Machinery and equipment, net	202,308	34,080	7,059	86,330
Infrastructure, net		57,321	108,831	478,386
Construction in progress	81,488	21,397	36,811	773,679
Total capital assets, net	1,342,557	285,463	498,764	2,776,584
Other assets:				
Deferred charges		11,410	4,747	16,205
Total assets	1,807,863	449,346	705,321	3,349,502
<b>Liabilities:</b>				
Current liabilities payable from current assets:				
Accounts payable and accrued liabilities	15,235	11,726	4,782	17,571
Current portion of bonds, loans and notes payable			3,530	
Accrued interest payable			374	
Compensated absences	8,192			7,816
Estimated claims payable				
Environmental remediation liability				42,959
Due to other funds	13,141	2,047	1,669	8,040
Due to other governments		53		
Deferred revenues and other current liabilities	1,085	3,266	849	7,449
Total current liabilities payable from current assets	37,653	17,092	11,204	83,835
Current liabilities payable from restricted assets:				
Accounts payable, accrued expenses and deferred credit	10,051	2,052	17,669	84,086
Current portion of bonds, loans and notes payable	2,769	9,190	3,630	63,820
Accrued interest payable		4,398	6,329	31
Estimated claims payable				
Due to other funds	47,006			
Deferred revenues	21,647			
Total current liabilities payable from restricted assets	81,473	15,640	27,628	147,937
Total current liabilities	119,126	32,732	38,832	231,772
Long-term liabilities:				
Bonds, loans and notes payable, net	57,907	184,119	501,345	1,914,722
Commercial paper				206,056
Estimated claims payable				
Compensated absences	12,818	10,182	2,218	16,677
Environmental remediation liability				130,041
Liability for closure and postclosure care costs		86,398		
Deferred revenues	397,459		10,200	45
Other long-term liabilities	750	342		
Total long-term liabilities	468,934	281,041	513,763	2,267,541
Total liabilities	588,060	313,773	552,595	2,499,313
<b>Net Assets:</b>				
Invested in capital assets, net of related debt	1,281,884	121,693	124,799	793,370
Restricted for:				
Bond covenants				
Debt service		13,589	21,548	104,505
Capital projects				
Grants and other purposes		59,177		
Unrestricted (deficit)	(62,081)	(58,886)	6,379	(47,686)
Total net assets	\$ 1,219,803	\$ 135,573	\$ 152,726	\$ 850,189

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

MIAMI-DADE COUNTY, FLORIDA

Business-type Activities - Enterprise Funds				Governmental
Water and Sewer	Public Health Trust	Other (Nonmajor) Enterprise Funds	Total Enterprise Funds	Activities-Self-Insurance Internal Service Fund
\$ 76,623	\$ 71,796	\$ 6,400	\$ 242,513	\$ 37,561
141,487	232,352	4,146	450,316	40,863
68,990	178,896	815	310,645	1,153
3,625	34,997	705	42,178	15,183
	22,067	365	23,763	
20,592	13,651	39	52,067	
	3,589	14	16,630	
<u>311,317</u>	<u>557,348</u>	<u>12,484</u>	<u>1,138,112</u>	<u>94,760</u>
158,186	4,373	6,650	498,043	
630,245	61,030		1,403,859	
542	6,081		84,544	
<u>788,973</u>	<u>71,484</u>	<u>6,650</u>	<u>1,986,446</u>	
30,390	30,750	3,346	537,339	
	212,525	27,911	2,783,261	
326,757	105,881	4,535	766,950	
2,230,037	10,064	18,493	2,903,132	
345,600	48,592	6,288	1,313,855	
<u>2,932,784</u>	<u>407,812</u>	<u>60,573</u>	<u>8,304,537</u>	
20,518	5,690	183	58,753	
<u>4,053,592</u>	<u>1,042,334</u>	<u>79,890</u>	<u>11,487,848</u>	<u>94,760</u>
30,342	126,796	2,402	208,854	792
7,622	7,601	570	19,323	
730	3,024		4,128	
6,842	61,052	542	84,444	
	4,987		4,987	46,099
			42,959	
6,951	2,240		34,088	
		149	202	
18,900	12,429	1,621	45,599	
<u>71,387</u>	<u>218,129</u>	<u>5,284</u>	<u>444,584</u>	<u>46,891</u>
23,131			136,989	
32,921			112,330	
44,322			55,080	
2,038			2,038	
1,177	2,964		51,147	
			21,647	
<u>103,589</u>	<u>2,964</u>		<u>379,231</u>	
<u>174,976</u>	<u>221,093</u>	<u>5,284</u>	<u>823,815</u>	<u>46,891</u>
1,688,545	166,353	6,619	4,519,610	
			206,056	
15,783	39,573		55,356	95,309
14,063		144	56,102	
			130,041	
			86,398	
			407,704	
	17,497		18,589	
<u>1,718,391</u>	<u>223,423</u>	<u>6,763</u>	<u>5,479,856</u>	<u>95,309</u>
<u>1,893,367</u>	<u>444,516</u>	<u>12,047</u>	<u>6,303,671</u>	<u>142,200</u>
1,586,602	285,769	53,384	4,247,501	
	21,433		21,433	
166,802	5,570	3,447	315,461	
170,471	24,908		195,379	
	16,609		75,786	
236,350	243,529	11,012	328,617	(47,440)
<u>\$ 2,160,225</u>	<u>\$ 597,818</u>	<u>\$ 67,843</u>	<u>5,184,177</u>	<u>\$ (47,440)</u>

Adjustment to reflect the allocation of internal service fund net revenue (expense) to business-type activities (9,693)  
 Net assets of business-type activities \$ 5,174,484

MIAMI-DADE COUNTY, FLORIDA

PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN FUND NET ASSETS  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002  
 (in thousands)

	Business-type Activities - Enterprise Funds			
	Transit Agency	Solid Waste Management	Seaport	Aviation Department
<b>Operating revenues:</b>				
Charges for services	\$ 80,309	\$ 196,554	\$ 80,540	\$ 446,434
<b>Operating expenses:</b>				
Personnel costs	173,058	56,944	14,196	148,159
Contractual services	62,539	85,658	13,022	62,549
Material and supplies	21,096	2,161	3,305	31,010
Claims and policy payments				
Other	46,921	38,561	16,534	70,394
Operating expenses before depreciation and assumption of closure and postclosure care costs for inactive landfills	303,614	183,324	47,057	312,112
Depreciation and amortization	(40,004)	(23,581)	(14,943)	(101,586)
Assumption of closure and postclosure care costs for inactive landfills		2,412		
Operating income (loss)	(263,309)	(7,939)	18,540	32,736
<b>Non-operating revenues (expenses):</b>				
Investment income	13,408	2,914	5,221	10,614
Interest expense	(639)	(9,224)	(20,133)	(92,689)
Intergovernmental subsidies	68,893	181	1,023	
Other, net	15,306	(607)	(1,321)	48,822
Total non-operating revenues (expenses)	96,968	(6,736)	(15,210)	(33,253)
Income (loss) before transfers and contributions	(166,341)	(14,675)	3,330	(517)
Transfers in	110,651			
Transfers out			(773)	
Capital contributions	16,866	9,986	8,299	48,688
Change in net assets	(38,824)	(4,689)	10,856	48,171
Total net assets (deficit) -- beginning	1,258,627	140,262	141,870	802,018
Total net assets (deficit) -- ending	\$ 1,219,803	\$ 135,573	\$ 152,726	\$ 850,189

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

**MIAMI-DADE COUNTY, FLORIDA**

<b>Business-type Activities - Enterprise Funds</b>				<b>Governmental</b>
<b>Water and Sewer</b>	<b>Public Health Trust</b>	<b>Other (Nonmajor) Enterprise Funds</b>	<b>Total Enterprise Funds</b>	<b>Activities-Self-Insurance Internal Service Fund</b>
\$ 354,107	\$ 930,215	\$ 14,409	\$ 2,102,568	\$ 266,121
108,142	622,397	5,759	1,128,655	
32,917	251,601	2,425	510,711	
28,547	192,982	3,174	282,275	
				277,092
27,266	118,731	2,430	320,837	
196,872	1,185,711	13,788	2,242,478	277,092
(114,642)	(38,457)	(1,758)	(334,971)	
			2,412	
42,593	(293,953)	(1,137)	(472,469)	(10,971)
32,820	11,102	328	76,407	1,864
(79,846)	(9,285)	(696)	(212,512)	
	21,491	2,875	94,463	
604	12,920		75,724	
(46,422)	36,228	2,507	34,082	1,864
(3,829)	(257,725)	1,370	(438,387)	(9,107)
	250,324		360,975	
(33,035)		(1,705)	(35,513)	
57,177			141,016	
20,313	(7,401)	(335)	28,091	(9,107)
2,139,912	605,219	68,178		(38,333)
<u>\$ 2,160,225</u>	<u>\$ 597,818</u>	<u>\$ 67,843</u>		<u>\$ (47,440)</u>
Adjustment to reflect the allocation of internal service fund net revenue (expense) to business-type activities			(9,693)	
Change in net assets of business-type activities			<u>\$ 18,398</u>	

MIAMI-DADE COUNTY, FLORIDA

PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED SEPTEMBER 30, 2002

(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Transit Agency</b>	<b>Solid Waste Management</b>	<b>Seaport</b>	<b>Aviation Department</b>
<b>Cash flows from operating activities:</b>				
Cash received from customers and tenants	\$ 80,270	\$ 197,013	\$ 77,469	\$ 440,122
Cash received for premiums				
Cash paid to suppliers	(128,067)	(128,372)	(30,231)	(132,204)
Cash paid to employees for services	(170,870)	(55,962)	(14,234)	(147,178)
Cash paid for claims				
Cash paid for policies				
Net cash provided (used) by operating activities	<u>(218,667)</u>	<u>12,679</u>	<u>33,004</u>	<u>160,740</u>
<b>Cash flows from non-capital financing activities:</b>				
Operating grants received	174,931	458		
Transfers in from other funds	24,143			
Transfers out to other funds				
Receipts from (Payments to) outside organizations			(962)	5,354
Net cash provided (used) by non-capital financing activities	<u>199,074</u>	<u>458</u>	<u>(962)</u>	<u>5,354</u>
<b>Cash flows from capital and related financing activities:</b>				
Issuance of long-term debt (face amount) and commercial paper notes	25,030	21,045		592,500
Principal payments - bonds, loans, notes and advances payable		(8,795)	(11,275)	(316,238)
Bond premium/(discount)	1,645	2,075		
Interest paid		(9,307)	(19,905)	(90,259)
Proceeds from sale of assets		82		
Proceeds received from lease in/lease out	238,640			
Proceeds from environmental reimbursements				206
Purchase of capital and intangible assets	(13,676)		(1,093)	(443,213)
Acquisition and construction (including capitalized interest)	(38,721)	(7,196)	(17,669)	
Capital contributed by federal, state and local governments	16,867		2,711	44,530
Passenger facility charges				42,869
Net cash provided (used) by capital and related financing activities	<u>229,785</u>	<u>(2,096)</u>	<u>(47,231)</u>	<u>(169,605)</u>
<b>Cash flows from investing activities:</b>				
Purchase of investments securities	(410,010)	(63,508)	(85,535)	(457,574)
Proceeds from sale and maturities of investment securities	187,103	89,373	141,563	426,410
Interest and dividends on investments	12,769	2,914	5,418	11,877
Loans to other funds		160		
Net cash provided (used) by investing activities	<u>(210,138)</u>	<u>28,939</u>	<u>61,446</u>	<u>(19,287)</u>
Net increase (decrease) in cash and cash equivalents	54	39,980	46,257	(22,798)
Cash and cash equivalents at beginning of year	1,150	27,217	39,558	285,110
Cash and cash equivalents at end of year	<u>\$ 1,204</u>	<u>\$ 67,197</u>	<u>\$ 85,815</u>	<u>\$ 262,312</u>

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

MIAMI-DADE COUNTY, FLORIDA

Business-type Activities - Enterprise Funds				Governmental
Water and Sewer	Public Health Trust	Other (Nonmajor) Enterprise Funds	Total Enterprise Funds	Activities-Self-Insurance Internal Service Fund
\$ 354,085	\$ 824,982	\$ 13,816	\$ 1,987,757	\$ 267,514
(99,099)	(484,224)	(8,676)	(1,010,873)	
(99,625)	(616,050)	(5,449)	(1,109,368)	(144,353)
155,361	(275,292)	(309)	(132,484)	(116,871)
1,128		2,875	179,392	6,290
(33,035)		(1,705)	24,143	
(31,907)		1,170	(34,740)	
			4,392	
22,365			660,940	
(37,322)	(7,320)	(545)	(381,495)	
(89,211)	(8,849)	(699)	3,720	
57			(218,230)	
			139	
			238,640	
			206	
(129,507)	(54,817)	(179)	(512,978)	
37,649	273,295	(1,037)	(194,130)	
			375,052	
(195,969)	202,309	(2,460)	42,869	
			14,733	
(938,468)	(258,502)	(4,147)	(2,217,744)	(40,863)
1,083,188	319,872	6,749	2,254,258	55,106
33,931	11,112	319	78,340	1,864
			160	
178,651	72,482	2,921	115,014	16,107
106,136	(501)	1,322	170,450	22,397
128,673	76,670	11,728	570,106	15,164
\$ 234,809	\$ 76,169	\$ 13,050	\$ 740,556	\$ 37,561

**MIAMI-DADE COUNTY, FLORIDA**  
**PROPRIETARY FUNDS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2002**  
(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Transit Agency</b>	<b>Solid Waste Management</b>	<b>Seaport</b>	<b>Aviation Department</b>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ (263,309)	\$ (7,939)	\$ 18,540	\$ 32,736
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	40,004	23,581	14,943	101,586
Provision for uncollectible accounts				5,840
Other - net		4,190		
(Increase) decrease in assets:				
Accounts receivable, net	(39)	459	(2,304)	(10,874)
Inventories	(978)			98
Other current assets	(627)	14	(387)	(920)
Deferred charges and other assets		(864)		(1,921)
Due from other funds				1,465
Due from other governments		734		
Increase (decrease) in liabilities:				
Accounts payable and accrued expenses	4,094	846	2,500	27,225
Due to other funds			779	7,270
Due to other governments		(88)		
Deferred revenue and other current liabilities		986	(767)	(3,873)
Compensated absences	2,188	417	(300)	2,108
Estimated claims payable				
Liability for closure and postclosure care costs		(9,657)		
Other long-term liabilities				
Net cash provided (used) by operating activities	<u>\$ (218,667)</u>	<u>\$ 12,679</u>	<u>\$ 33,004</u>	<u>\$ 160,740</u>
Noncash Investing, Capital and Financing Activities:				
Property, plant and equipment contributions		\$ 9,900		
Increase(decrease) in the fair value of investments		216	\$ 360	\$ 2,031

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

**MIAMI-DADE COUNTY, FLORIDA**

<b>Business-type Activities - Enterprise Funds</b>				<b>Governmental Activities- Self-Insurance Internal Service Fund</b>
<b>Water and Sewer</b>	<b>Public Health Trust</b>	<b>Other (Nonmajor) Enterprise Funds</b>	<b>Total Enterprise Funds</b>	
\$ 42,593	\$ (293,953)	\$ (1,137)	\$ (472,469)	\$ (10,971)
114,642	38,457	1,758	334,971	
1,239	60,429		67,508	
173			4,363	
375	(100,651)	(736)	(113,770)	(290)
(1,461)	650	1	(1,690)	
(4)	(1,877)		(3,801)	
		808	(1,977)	
(1,282)		(1,653)	(1,470)	1,682
		(251)	483	
3,775	17,969	281	56,690	781
(1,957)			6,092	
		149	61	
	(6,353)	616	(9,391)	
	6,816	188	11,417	
203	2,378		2,581	15,088
			(9,657)	
(2,935)	843	(333)	(2,425)	
<u>\$ 155,361</u>	<u>\$ (275,292)</u>	<u>\$ (309)</u>	<u>\$ (132,484)</u>	<u>\$ 6,290</u>

\$ 19,900  
(1,400)

MIAMI-DADE COUNTY, FLORIDA

AGENCY FUNDS  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

September 30, 2002

(in thousands)

	<b>Total Agency Funds</b>
<b>Assets:</b>	
Cash and cash equivalents	\$ 131,635
Investments	2,342
Delinquent taxes receivable	52,346
Allowance for uncollected delinquent taxes	(52,346)
Performance bonds	25,445
Other current assets	448
Total assets	<u>159,870</u>
<b>Liabilities:</b>	
Due to other governments	31,099
Assets held in trust	128,771
Total liabilities	<u>159,870</u>
<b>Net Assets:</b>	<u><u>          </u></u>

## MIAMI-DADE COUNTY, FLORIDA

### **Note 1 – Summary of Significant Accounting Policies**

#### ***1-A. Reporting Entity***

Miami-Dade County, Florida (the “County”) is an instrumentality of the State of Florida established by an amendment to the Florida State Constitution adopted May 21, 1957 as the Dade County Home Rule Charter, to carry on a centralized government. The Board of County Commissioners (the “Commission”), comprised of thirteen elected members, is responsible for the legislative and fiscal control of the County. The County Manager is responsible for the administrative and fiscal control of all County departments through the administration of directives and policies established by the Commission. The Mayor has the authority to appoint and remove the County Manager subject to Commission approval. The Mayor has veto authority over any legislative, quasi-judicial, zoning master plan or land use decision of the Commission, including the budget or any particular component contained therein which is approved by the Commission. The Commission may override a veto with a two-thirds vote of the Commissioners present.

The financial reporting entity for which the accompanying financial statements are prepared includes the County (primary government) and its component units. Component units are legally separate organizations for which the County is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit’s board and either 1) the County’s ability to impose its will on the component unit’s board, or 2) the possibility that the component unit will provide a financial benefit to or impose a financial burden to the County.

The financial position and result of operations of the following entities are reported as part of the primary government in the accompanying financial statements. They are not component units because they do not hold sufficient corporate powers of their own to be considered legally separate from the County for financial reporting purposes:

- ▶ The Public Health Trust (the “PHT”) provides countywide healthcare services and is responsible for the operation, governance and maintenance of County health facilities. The PHT has its own governing board, which is appointed by the Commissioners. However, it is not considered to be legally separate from the County and is reported as an enterprise fund of the County.
  
- ▶ The Clerk of the Circuit and County Courts (the “Clerk”) is an elected official whose principal function is to provide support to the Courts (Civil, Criminal and Traffic) and to assist the Commissioners in performing the ex-officio duties of the County Auditor, Custodian of Public Funds and County Recorder. As a result of the budgetary control by the County and its financial dependency on the County, the Clerk’s activities are included as part of the primary government in the accompanying financial statements.

#### ***Component Unit:***

##### ***Housing Finance Authority (HFA)***

The HFA provides financing for residential housing to persons or families of moderate, middle or lesser income. The HFA is a component unit of the County since the Commissioners appoint the thirteen members of its governing board and have the ability to impose their will on the board. It qualifies for discrete presentation in the County’s financial statements, and is therefore reported in a separate column in the County’s government-wide financial statements.

Complete financial statements of the HFA may be obtained directly from their administrative offices:

Housing Finance Authority of Miami-Dade County  
25 West Flagler Street, Suite 950  
Miami, Florida 33130  
(305) 372-7990

## MIAMI-DADE COUNTY, FLORIDA

### ***Related Organizations:***

- ▶ The Miami-Dade Expressway Authority (the “MDXA”) is an agency of the State of Florida. It constructs, maintains and operates the expressway system located in Miami-Dade County. The Commissioners appoint a voting majority of the MDXA governing board. However, the County is not financially accountable for the MDXA, and the MDXA is therefore not included in the accompanying financial statements.
- ▶ The Miami-Dade Industrial Development Authority (the “IDA”) develops and manages the Tax-Exempt Industrial Development Revenue Bond Program that serves as a financial incentive to support private sector business and industry expansion and location in Miami-Dade County. The Commissioners appoint the members of IDA’s governing board. However, the County is not financially accountable for IDA because it cannot impose its will on the organization. IDA bonds are not obligations of the County, and IDA’s operations neither provide a financial benefit to nor impose a financial burden on the County. Therefore, the IDA is not included in the accompanying financial statements.

### ***1-B. Measurement Focus, Basis of Accounting, Basis of Presentation***

#### ***New Financial Standards Adopted:***

In fiscal year 2002, the County implemented a new financial reporting model as required by the Governmental Accounting Standards Board (GASB) statements:

- 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, an amendment of GASB Statements No. 21 and 34*
- Statement No. 38, *Certain Financial Statement Note Disclosures*
- Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*

Statement No. 34 (as amended by Statement No. 37) requires the presentation of government-wide financial statements, as well as a Management’s Discussion and Analysis with an analytical overview of the County’s financial activities. Statement No. 34 also requires statements of cash flows from operating activities be prepared for proprietary funds, using the direct method, and a reconciliation of operating cash flows to operating income.

Implementation of Statement No. 38 resulted in certain note disclosures being added or amended, including descriptions of activities of major funds, and debt service requirements to maturity for debt, capital and noncancelable leases for each of the five subsequent fiscal years and in five-year increments thereafter. Other disclosures required by Statement No. 38 will be implemented next year, as permitted by the statement. These disclosures include the disaggregation of receivable and payable balances, and details about interfund balances and interfund transfers.

Interpretation No. 6 requires certain long-term liabilities be reported in the governmental fund statements only if the amount is due for payment in the period being reported. No adjustments to beginning fund balances were needed as a result of Interpretation No. 6.

In addition to the government-wide statements, separate financial statements are presented for governmental funds, proprietary funds, and fiduciary funds.

The government-wide statements, proprietary fund and fiduciary fund financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are generally recorded when earned and expenses are recorded when a liability is incurred, regardless of when the related cash flow occurs. Property taxes are recorded as revenues in the year for which they are levied, and grants and other similar non-exchange transactions are recorded as revenue as soon as all eligibility requirements have been met.

## MIAMI-DADE COUNTY, FLORIDA

The governmental fund financial statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. For the purpose of revenue recognition, "available" means that the revenues are collectible within the current period or soon thereafter to pay liabilities of the current period. The County considers property tax revenues to be available if they are collected within 30 days after the end of the fiscal period. The availability period for other revenues is 60 days. Major revenue sources that are susceptible to accrual under the above criteria include property taxes, intergovernmental revenues and investment earnings. Current and prior year property taxes billed but uncollected as of the end of the fiscal year are reflected as delinquent taxes receivable with an offsetting allowance account, as these amounts are not considered to be available to finance current operations. Delinquent taxes are recognized as revenue during the fiscal year in which they are collected. Other revenues that are not considered measurable or available are recognized when cash is received by the County. Expenditures are generally recorded when a liability is incurred, except for principal and interest on long-term debt and expenses related to compensated absences and claims and judgments, which are recorded only when payment is due.

The above differences in measurement focus and basis of accounting result in differences in the amounts reported as net assets and changes in net assets in the government-wide statements from the amounts shown in the governmental and proprietary fund statements. Those differences are briefly explained in the reconciliation statements included in the governmental and proprietary fund statements.

### ***Government-wide financial statements:***

The accompanying financial statements include a government-wide statement of activities and a government-wide statement of net assets. These statements report information on the County as a whole and its component unit. They do not include the fiduciary activities of the County and its component unit. For the most part, interfund activity have been eliminated from these statements with the result that the statements mainly present transactions with parties outside the reporting entity.

In the government-wide statements, the primary government (the County) is reported separately from its component unit (the HFA). Governmental activities and business-type activities of the County are presented separately. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities rely mostly on charges for services for support.

The statement of activities shows the extent to which the direct expenses of a given function or segment are offset by its program revenues. The direct expenses of a function are clearly identifiable with that function. The program revenues of a function include: (1) amounts charged to those who purchase, use, or directly benefit from goods or services provided by the function, (2) grants and contributions that are restricted to operational uses by the function, and (3) grants and contributions that are restricted to capital uses by the function. All revenues other than program revenues are considered to be general revenues and are shown in the bottom section of the statement of activities. They include all taxes (even those levied for a particular function), unrestricted intergovernmental revenues, unrestricted investment earnings and other miscellaneous non-program revenues.

The government-wide statement of net assets reports all financial and capital resources of the County, as well as its liabilities. The difference between assets and liabilities are reported as net assets. Net assets are displayed in three components:

*Invested in capital assets, net of related debt:* Capital assets, net of depreciation and reduced by the outstanding balance of debt that is attributable to the acquisition or construction of those assets.

*Restricted net assets:* Assets when constraints on their use are: (1) externally imposed by creditors, grantors, contributors or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation.

*Unrestricted net assets (deficit):* All other assets and liabilities not part of the above categories. This amount may be a deficit to the extent that the County has elected to fund certain long-term liabilities as they come due rather than as incurred, e.g. compensated absences.

## MIAMI-DADE COUNTY, FLORIDA

### ***Fund financial statements:***

The accompanying financial report includes separate financial statements for governmental funds, proprietary funds and fiduciary funds (though fiduciary funds are excluded from the government-wide statements). The fund financial statements present major individual funds in separate columns. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

### ***Major Governmental Funds***

The following major governmental funds are included in the County's financial statements:

**General Fund:** The County's primary operating fund; also accounts for the financial resources of the general government, except those required to be accounted for in another fund.

**Community and Social Development Funds:** These funds account for revenues received from Federal and State grants for the operation of the Community Development Block Grants and low-income housing assistance, and acquisition program, health and human services programs and economic revitalization in empowerment zone areas.

### ***Major Proprietary Funds***

The following major enterprise funds are included in the County's financial statements:

**Miami-Dade Transit Agency:** Operates the County's mass transit rail system, bus system, downtown metro-mover loop, and special transportation services.

**Miami-Dade Solid Waste Department:** Provides solid waste collection and recycling services to the unincorporated area of Miami-Dade County and to some municipalities. Also provides solid waste disposal services to 17 municipalities and operates a variety of facilities, including landfills, transfer stations and neighborhood trash and recycling centers.

**Miami-Dade Seaport Department:** Operates the Dante B. Fascell Port of Miami-Dade, which is home to nearly 20 cruise ships and serves numerous other cruise vessels. The Port also has a large container facility from which over 35 cargo shipping lines operate.

**Miami-Dade Aviation Department:** Operates and develops the activities of the Miami International Airport, four other general aviation airports, and one training airport.

**Miami-Dade Water and Sewer Department:** Maintains and operates the County's water distribution system and wastewater collection and treatment system.

**Public Health Trust (PHT):** The PHT was created by a County ordinance in 1973 that provided for an independent governing body responsible for the operation, governance and maintenance of certain designated health facilities. The PHT operates the Jackson Memorial Hospital and Medical Towers, the North Dade Primary Health Care Facility, the Corrections Health Services Facility, the Liberty City Medical Facility, and other health facilities.

### ***Internal Service Fund***

The following internal service fund is included in the County's financial statements:

**Self-Insurance Fund:** Accounts for premium payments received from participating municipalities and County departments for payment of claims under the Workers' Compensation, General Auto Liability and Property Damage Insurance Plan administered by the County. Also accounts for medical, life and disability insurance for County employees and their families.

## MIAMI-DADE COUNTY, FLORIDA

### ***Fiduciary Funds***

The following fiduciary funds are included in the County's financial statements:

#### **Agency Funds:**

**Clerk of Circuit and County Court Funds:** Accounts for funds received, maintained and distributed by the Clerk of the Circuit and County Courts in his capacity as custodian to the State and County judicial systems.

**Tax Collector Fund:** Accounts for the collection and distribution of ad-valorem taxes and personal property taxes to the appropriate taxing districts. Also accounts for the collection of motor vehicle registration fees and sales of other State of Florida licenses, the proceeds of which are remitted to the State.

**Other Agency Funds:** Accounts for various funds placed in escrow pending timed distributions.

### ***Application of FASB Standards***

Governmental Accounting Standards Board ("GASB") Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, offers the option of following all Financial Accounting Standards Board ("FASB") standards issued after November 30, 1989, unless the latter conflict with or contradict GASB pronouncements, or not following FASB standards issued after such date. The County and its enterprise funds elected the option not to follow the FASB standards issued after November 30, 1989.

### ***Proprietary Funds Operating vs. Nonoperating Items***

The County's proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items in their statements of revenues, expenses and changes in fund net assets. In general, operating revenues result from charges to customers for the purchase or use of the proprietary fund's principal product or service. Operating expenses relate to the cost of providing those services or producing and delivering those goods, and also include administrative expenses, depreciation of capital assets, and closure and postclosure care costs for inactive landfills.

All other revenues and expenses that do not result from the fund's principal ongoing operations are considered to be *nonoperating*. Examples of other nonoperating items include investment earnings, interest expense, grants and contributions, and passenger facility charges.

### ***Grants from Government Agencies***

Certain operating grants under various federal and state programs are included in the Special Revenue Funds. Grant monies received are disbursed by these funds for goods and services as prescribed under the respective grant program or are transferred to other County funds for ultimate distribution under the terms of the grants. These programs are dependent on the continued financial assistance of the state or federal governments.

Grants designated as operating subsidies to enterprise funds are recorded as nonoperating revenues upon compliance with the grant's eligibility requirements. Grants designated for use in acquiring property or equipment are recorded as capital contributions. Grant monies received but not earned are recorded as deferred revenues.

### ***Interfund Activity***

As a general rule the effect of interfund activity has been eliminated from the government-wide statements. An exception to this rule is that charges for services provided by the Water and Sewer Department and the Solid Waste Department have not been eliminated from the statement of activities. Elimination of these charges would understate the expenses of the user function and the program revenues of the function providing the services. Also, the General Fund charges certain funds an administrative cost overhead charge based on a cost allocation plan. An adjustment has been made to the government-wide statements to eliminate the revenue and expense reported in the General Fund so that the administrative expense is shown only by the funds/activities that were charged.

## MIAMI-DADE COUNTY, FLORIDA

### ***Flow Assumption for Restricted Assets***

If both restricted and unrestricted assets are available for use for a certain purpose, it is the County's policy to use restricted assets first, then use unrestricted assets as needed.

### ***Use of Estimates***

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

### ***I-C. Assets, Liabilities, and Net Assets or Equity***

#### ***Cash, Cash Equivalents and Investments***

Cash and cash equivalents include cash on hand, amounts in demand deposits, and short-term investments with maturity dates within three months of the date acquired by the County.

The County adopted the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, which established accounting and financial reporting standards for all investments, including fair value standards. As the statement permits, non-participating investments are reported at amortized costs, which approximate market. All participating investments are carried at fair value and unrealized gains and losses due to variations in fair value are recognized for the year.

The provisions of GASB No. 31 also specify that the investment income of each fund be reported in the fund that is associated with the assets. If the investment income is assigned to another fund for other than legal or contractual reasons, the income has to be recognized in the fund that reports the investment, with an operating transfer to the recipient fund. The County has made the needed adjustments to the accompanying financial statements to ensure compliance with this provision.

The Local Government Surplus Funds Trust Fund Investment Pool (the "Pool") is a "2a-7 like" pool, and the Pool account balance (amortized cost) can be used as fair value for financial reporting. The Pool is governed by Chapter 19-7 of the Florida Administrative Code, which identified the rules of the State Board of Administration (SBA) for the administration of the Pool. Additionally, the Office of the Auditor General performs the operational audit of the activities and investments of the SBA.

#### ***Inventories***

Inventories, consisting principally of materials and supplies held for use or consumption, are recorded at cost or weighted average for governmental funds and lower of cost (first-in, first-out method) or market for enterprise funds, except for the Transit Agency, Water and Sewer and Public Health Trust. These enterprise funds use the average cost method.

The purchases method of inventory accounting is used to report inventories in the governmental funds. Under this method, inventories are reported as expenditures when purchased. However, significant amounts of inventories are reported as assets, and are offset by a reservation of fund balance to indicate they do not constitute resources available for appropriation. In the Statement of Net Assets, inventories are accounted for using the consumption method characteristic of full accrual accounting. Under this method, the recognition of an expense is deferred until such time when the inventories are actually consumed.

#### ***Receivables***

Mortgages receivable in special revenue funds arise from the County's housing development programs that provide low-income housing assistance to eligible applicants. An allowance for uncollectible mortgages receivable of \$65,330,000 has been recorded in the Community and Social Development Fund, and \$310,000 was recorded in the Housing Special Revenue Fund. Accounts receivable reported by the enterprise funds as of September 30, 2002 are net of an allowance for uncollectible accounts of \$142,417,000.

## MIAMI-DADE COUNTY, FLORIDA

### ***Property Taxes***

Property values are assessed as of January 1 of each year, at which time taxes become an enforceable lien on property. Tax bills are mailed in October and are payable upon receipt with discounts at the rate of 4% if paid in November, decreasing by 1% per month with no discount available if paid in the month of March. Taxes become delinquent on April 1 of the year following the year of assessment and State law provides for enforcement of collection of property taxes by the sale of interest-bearing tax certificates and the seizure of personal property to satisfy unpaid property taxes. The procedures result in the collection of essentially all taxes prior to June 30 of the year following the year of assessment.

### ***Capital Assets***

Capital assets include land, buildings, furniture, fixtures, equipment, machinery, utility plant and systems, infrastructure (e.g., roads, bridges, sidewalks, and similar items) and construction work in progress with an estimated useful life in excess of two years. Capital assets used in the operation of governmental funds and those used in business-type activities are reported in the applicable columns in the government-wide financial statements.

Capital assets are recorded at cost if purchased or constructed. Contributed capital assets are recorded at estimated fair value at the date of contribution. The cost of maintenance, repairs and minor renewals and betterments are expensed as incurred, rather than capitalized (added to the cost of the asset). Major renewals and betterments are treated as capital asset additions.

Interest expense related to borrowings used for construction projects of business-type activities is capitalized, net of interest earned on the same funds. Interest capitalization ceases when the construction project is substantially complete. Net interest capitalized during fiscal year 2002 amounted to \$29,162,000. Interest is not capitalized for construction projects of governmental funds.

Capital assets are depreciated over their useful lives unless they are inexhaustible (e.g., land, certain individual items or collections with historical or artistic value). Pursuant to Florida Statute, the County inventories all assets with a historical cost and a useful life of two years or greater. However, for financial reporting purposes, the County has established a capitalization threshold of \$5,000 for its governmental activities. The County uses the straight-line method of depreciation to depreciate assets over their estimated useful lives, which range as follows:

Buildings and building improvements	5-50 years
Utility plant and systems	5-100 years
Infrastructure	10-50 years
Furniture, fixtures, machinery and equipment	3-30 years

The Solid Waste Management enterprise fund records depletion on landfill sites and the estimated cost of permanently capping and maintaining such landfills on the basis of capacity used.

### ***Assets Held in Trust / Impact Fees***

Assets held in trust in the Capital Project Funds include \$112,089,000 of impact fees collected from developers for public infrastructure and/or capital improvements. If the funds are not expended or encumbered within a specific time period, they may be refunded upon request.

***Restricted Net Assets*** Certain net assets have been identified as “restricted”. These net assets have constraints as to their use externally imposed by creditors, through debt covenants, by grantors, or by law. Restricted net assets are being reported for: capital projects; bond covenants; debt service; other purposes (expendable); and other purposes (nonexpendable). Net assets restricted for “other purposes (expendable)” include the net assets in the Community and Social Development Funds, Fire and Rescue Special Revenue Fund, Public Library Special Revenue Fund, Housing Special Revenue Fund, and most of the other special revenue funds. They also include net assets restricted for environmentally endangered lands and stormwater in the General Fund. Net assets restricted for “other purposes (nonexpendable)” include permanent endowments for the Metrozoo and public libraries, and are reported in the permanent funds.

## MIAMI-DADE COUNTY, FLORIDA

### ***Reservations of Fund Balances***

Reservations of fund balances in governmental fund statements represent amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

### ***Donor-restricted endowments***

The permanent funds for the Metrozoo and public libraries report nonexpendable restricted assets of \$2,781,000 and \$479,000, respectively, and net appreciation of \$323,000 and \$5,000, respectively. Under the terms of the endowments and consistent with State statutes, the County is authorized based on a total-return policy to spend the net appreciation on those programs. Any amounts not spent during a particular fiscal year may be carried forward to be spent in future years.

### ***Bond Premium (Discount) and Issuance Costs***

Bond premiums or discounts are amortized over the life of the related bond issues, using the interest method or the straight-line method if it does not differ materially from the interest method. Bond issuance costs are capitalized and amortized using the straight-line method over the life of the bonds.

### ***Refunding of Debt***

For current and advance refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense using the effective interest method over the remaining life of the old debt or the life of the new debt, whichever is shorter. The difference in these amounts, to the extent unamortized, is accounted for as an element of the carrying cost of the related debt.

### ***Compensated Absences***

The County accounts for compensated absences by recording a liability for employees' compensation of future absences according to the guidelines set by GASB Statement No. 16, *Accounting for Compensated Absences*.

County policy permits employees to accumulate unused vacation and sick pay benefits that will be paid to them upon separation from service. In the governmental funds, the cost of vacation and sick pay benefits is recognized when payments are made to employees. The government-wide statements and proprietary funds recognize a liability and expense in the period vacation and sick pay benefits are earned.

The government-wide statement of net assets for September 30, 2002 includes a current liability for accumulated vacation and sick pay of \$155,621,000 and a long-term liability of \$248,801,000.

### ***Deferred Compensation Plan***

The County offers its employees a deferred compensation plan (the "Plan") created in accordance with Internal Revenue Code Section 457. The Plan, available to all County employees, allows them to defer a portion of their salary to future years. The County's direct involvement in the Plan is limited to remitting the amounts withheld from employees to the Plan's administrator. The deferred compensation plan is not available to employees until termination, retirement, death or an unforeseeable emergency.

## **Note 2 - Stewardship, Compliance and Accountability**

### ***Self-Insurance Net Assets Deficit***

As of September 30, 2002, the Self-Insurance Internal Service Fund had a deficit in net assets of \$47,440,000. The deficit is the result of estimated losses incurred but not reported (IBNR). The County currently partially funds IBNR liability and has steadily increased such coverage in recent years. It is the County's intent to continue increasing its coverage of IBNR in future years as funding flexibility permits.

## MIAMI-DADE COUNTY, FLORIDA

### **Note 3 - Cash, Cash Equivalents and Investments**

The County pools substantially all cash, cash equivalents and investments, except for separate cash and investment accounts that are maintained in accordance with legal restrictions.

Each fund's equity share of the total pooled cash, cash equivalents and investments is included on the accompanying financial statements under the caption "Cash and cash equivalents" and "Investments."

At September 30, 2002, the total primary government, discretely presented component unit and fiduciary funds' cash and cash equivalents and investments included the following (in thousands):

Cash	\$	141,155
Certificates of deposit		19,119
Total cash and interest bearing deposits		<u>160,274</u>
Investments (including cash equivalents)		3,926,264
Total cash and cash equivalents and investments	\$	<u><u>4,086,538</u></u>

All cash deposits are held in qualified public depositories pursuant to State of Florida Statutes Chapter 280, "Florida Security for Public Deposits Act." Under the Act, all qualified public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits times the depository's collateral pledging level. The pledging level may range from 50% to 125% depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default.

Guaranteed investment contracts ("GIC's") are not subject to credit risk classification because they are direct contractual investments and are not securities. These GIC's provide for a guaranteed return on investments over a specified period of time. Also, the Local Government Surplus Funds Trust Fund Investment Pool and the Money Market are not subject to credit risk classification because the three categories of credit risk for investments apply only to the custody of investment securities.

#### ***Cash Deficits***

As of September 30, 2002, the Transit Agency has a cash deficit balance of approximately \$53.8 million. It is the County's practice to report cash deficits with a corresponding interfund receivable/payable in the appropriate fund. These cash deficits are funded with cash advances from the County's General Fund. As of September 30, 2002, the Transit Agency has requested reimbursement of \$47 million from grantor agencies, which has yet to be appropriated by the grantor agencies. The remaining cash deficit of \$6.8 million is attributable to operating expenditures in excess of cash receipts. Management is in the process of eliminating the cash deficit through timely collection of grants receivables and other one-time funding sources.

#### ***Investments***

Investments are made in accordance with the provisions of Chapter 125.31 (1) Florida Statutes, and County Ordinance 84-47, "Investment and Reinvestment of Surplus Funds."

The County is authorized to invest in obligations of the U.S. Government, its agencies and instrumentalities, commercial paper, banker's acceptances, repurchase agreements, certificates of deposit, and the Local Government Surplus Funds Trust Fund.

## MIAMI-DADE COUNTY, FLORIDA

The County's investments are categorized to provide an indication of the level of custodial risk assumed by the County at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the County's name.

The tabular presentation below presents the County's investments (including cash equivalents) in terms of risk assumed at September 30, 2002 (in thousands):

	Category			Fair Value
	1	2	3	
US Government and Agency Securities	\$ 1,632,169	\$ 344,990	\$ 410,583	\$ 2,387,742
Repurchase Agreements	100		81,722	81,822
Commercial Paper	531,956	147,672		679,628
Bankers Acceptance	12,900			12,900
	\$ 2,177,125	\$ 492,662	\$ 492,305	3,162,092
Money Market				30,175
SBA Pool				455,239
Guaranteed Investment Contracts				278,758
Total Investments (including cash equivalents)				\$ 3,926,264

**MIAMI-DADE COUNTY, FLORIDA**

**Note 4 - Capital Assets**

Capital asset activity for the year ended September 30, 2002, were as follows (in thousands):

	<b>Balance September 30, 2001</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance September 30, 2002</b>
<b>Governmental activities:</b>				
Non-depreciable assets:				
Land	\$ 498,601	\$ 7,497	\$ (935)	\$ 505,163
Construction in progress	167,404	142,319	(25,315)	284,408
Total non-depreciable assets	<u>666,005</u>	<u>149,816</u>	<u>(26,250)</u>	<u>789,571</u>
Depreciable assets:				
Building and building improvements	1,559,625	73,148	(10,980)	1,621,793
Infrastructure	2,004,512	18,944		2,023,456
Machinery and equipment	211,642	62,750	(23,364)	251,028
Total depreciable assets	<u>3,775,779</u>	<u>154,842</u>	<u>(34,344)</u>	<u>3,896,277</u>
Less accumulated depreciation for:				
Building and building improvements	(596,423)	(42,062)	10,980	(627,505)
Infrastructure	(1,051,797)	(44,208)		(1,096,005)
Machinery and equipment	(117,187)	(30,007)	22,784	(124,410)
Total accumulated depreciation	<u>(1,765,407)</u>	<u>(116,277)</u>	<u>33,764</u>	<u>(1,847,920)</u>
Total capital assets, being depreciated, net	<u>2,010,372</u>	<u>38,565</u>	<u>(580)</u>	<u>2,048,357</u>
Total governmental capital assets, net	<u>\$ 2,676,377</u>	<u>\$ 188,381</u>	<u>\$ (26,830)</u>	<u>\$ 2,837,928</u>
<b>Business-type activities:</b>				
Non-depreciable assets:				
Land	\$ 541,154	\$ 1,828	\$ (5,643)	\$ 537,339
Construction in progress	974,433	702,386	(362,964)	1,313,855
Total non-depreciable assets	<u>1,515,587</u>	<u>704,214</u>	<u>(368,607)</u>	<u>1,851,194</u>
Depreciable assets:				
Building and building improvements	4,242,950	166,096	(29,834)	4,379,212
Infrastructure	3,890,958	194,396	(8,792)	4,076,562
Machinery and equipment	1,731,228	94,979	(108,466)	1,717,741
Total depreciable assets	<u>9,865,136</u>	<u>455,471</u>	<u>(147,092)</u>	<u>10,173,515</u>
Less accumulated depreciation for:				
Building and building improvements	(1,462,970)	(151,679)	18,698	(1,595,951)
Infrastructure	(1,073,508)	(108,718)	8,796	(1,173,430)
Machinery, and equipment	(960,871)	(69,403)	79,483	(950,791)
Total accumulated depreciation	<u>(3,497,349)</u>	<u>(329,800)</u>	<u>106,977</u>	<u>(3,720,172)</u>
Total capital assets, being depreciated, net	<u>6,367,787</u>	<u>125,671</u>	<u>(40,115)</u>	<u>6,453,343</u>
Total business-type capital assets, net	<u>\$ 7,883,374</u>	<u>\$ 829,885</u>	<u>\$ (408,722)</u>	<u>\$ 8,304,537</u>

**MIAMI-DADE COUNTY, FLORIDA**

Capital asset activity for the year ended September 30, 2002, for the County's major enterprise funds was as follows (in thousands):

<b>MDTA</b>	<b>Balance</b>		<b>Balance</b>	
	<b>September 30, 2001</b>	<b>Additions</b>	<b>Deletions</b>	<b>September 30, 2002</b>
Capital assets, not being depreciated:				
Land	\$ 177,340	\$ 1,685	\$ (5,543)	\$ 173,482
Construction in progress	65,876	38,722	(23,110)	81,488
Total capital assets, not being depreciated	<u>243,216</u>	<u>40,407</u>	<u>(28,653)</u>	<u>254,970</u>
Capital assets being depreciated:				
Buildings and building improvements	1,253,861	75,356	(15,557)	1,313,660
Machinery and equipment	520,680		(98,432)	422,248
Total capital assets being depreciated	<u>1,774,541</u>	<u>75,356</u>	<u>(113,989)</u>	<u>1,735,908</u>
Less Accumulated Depreciation for:				
Buildings and building improvements	(379,812)	(55,672)	7,103	(428,381)
Machinery and equipment	(307,427)	15,668	71,819	(219,940)
Total accumulated depreciation	<u>(687,239)</u>	<u>(40,004)</u>	<u>78,922</u>	<u>(648,321)</u>
Total capital assets, being depreciated, net	<u>1,087,302</u>	<u>35,352</u>	<u>(35,067)</u>	<u>1,087,587</u>
Total MDTA capital assets, net	<u>\$ 1,330,518</u>	<u>\$ 75,759</u>	<u>\$ (63,720)</u>	<u>\$ 1,342,557</u>
<b>SOLID WASTE</b>				
Capital assets, not being depreciated:				
Land	\$ 57,460	\$ 84		\$ 57,544
Construction in progress	22,759	8,405	(9,767)	21,397
Total capital assets, not being depreciated	<u>80,219</u>	<u>8,489</u>	<u>(9,767)</u>	<u>78,941</u>
Capital assets being depreciated:				
Buildings and building improvements	306,193	53		306,246
Infrastructure	115,496	9,986		125,482
Machinery and equipment	76,920	6,304	(2,356)	80,868
Total capital assets being depreciated	<u>498,609</u>	<u>16,343</u>	<u>(2,356)</u>	<u>512,596</u>
Less Accumulated Depreciation for:				
Buildings and building improvements	(179,211)	(11,914)		(191,125)
Infrastructure	(61,799)	(6,362)		(68,161)
Machinery and equipment	(43,578)	(5,305)	2,095	(46,788)
Total accumulated depreciation	<u>(284,588)</u>	<u>(23,581)</u>	<u>2,095</u>	<u>(306,074)</u>
Total capital assets, being depreciated, net	<u>214,021</u>	<u>(7,238)</u>	<u>(261)</u>	<u>206,522</u>
Total Solid Waste capital assets, net	<u>\$ 294,240</u>	<u>\$ 1,251</u>	<u>\$ (10,028)</u>	<u>\$ 285,463</u>

**MIAMI-DADE COUNTY, FLORIDA**

<b>SEAPORT</b>	<b>Balance September 30, 2001</b>		<b>Additions</b>	<b>Deletions</b>	<b>Balance September 30, 2002</b>	
Capital assets, not being depreciated:						
Land	\$	151,227			\$	151,227
Construction in progress		6,336	\$ 30,475			36,811
Total capital assets, not being depreciated		<u>157,563</u>	<u>30,475</u>			<u>188,038</u>
Capital assets being depreciated:						
Buildings and building improvements		295,678	42			295,720
Infrastructure		147,301	417			147,718
Machinery and equipment		25,497	634			26,131
Total capital assets being depreciated		<u>468,476</u>	<u>1,093</u>			<u>469,569</u>
Less Accumulated Depreciation for:						
Buildings and building improvements		(90,792)	(10,092)			(100,884)
Infrastructure		(35,754)	(3,133)			(38,887)
Machinery and equipment		(17,354)	(1,718)			(19,072)
Total accumulated depreciation		<u>(143,900)</u>	<u>(14,943)</u>			<u>(158,843)</u>
Total capital assets, being depreciated, net		<u>324,576</u>	<u>(13,850)</u>			<u>310,726</u>
Total Seaport capital assets, net	\$	<u>482,139</u>	\$ <u>16,625</u>		\$	<u>498,764</u>
 <b>AVIATION</b>						
Capital assets, not being depreciated:						
Land	\$	90,550	\$ 50		\$	90,600
Construction in progress		493,181	441,481	\$ (160,983)		773,679
Total capital assets, not being depreciated		<u>583,731</u>	<u>441,531</u>	<u>(160,983)</u>		<u>864,279</u>
Capital assets being depreciated:						
Buildings and building improvements		1,958,755	77,932	(13,415)		2,023,272
Infrastructure		739,996	65,015			805,011
Machinery and equipment		191,029	16,391	(3,091)		204,329
Total capital assets being depreciated		<u>2,889,780</u>	<u>159,338</u>	<u>(16,506)</u>		<u>3,032,612</u>
Less Accumulated Depreciation for:						
Buildings and building improvements		(630,042)	(57,236)	11,595		(675,683)
Infrastructure		(302,482)	(24,143)			(326,625)
Machinery and equipment		(106,017)	(15,061)	3,079		(117,999)
Total accumulated depreciation		<u>(1,038,541)</u>	<u>(96,440)</u>	<u>14,674</u>		<u>(1,120,307)</u>
Total capital assets, being depreciated, net		<u>1,851,239</u>	<u>62,898</u>	<u>(1,832)</u>		<u>1,912,305</u>
Total Aviation capital assets, net	\$	<u>2,434,970</u>	\$ <u>504,429</u>	\$ <u>(162,815)</u>	\$	<u>2,776,584</u>

**MIAMI-DADE COUNTY, FLORIDA**

<b>WATER &amp; SEWER</b>	<b>Balance September 30, 2001</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance September 30, 2002</b>
Capital assets, not being depreciated:				
Land	\$ 30,390			\$ 30,390
Construction in progress	348,670	\$ 156,977	\$ (160,047)	345,600
Total capital assets, not being depreciated	<u>379,060</u>	<u>156,977</u>	<u>(160,047)</u>	<u>375,990</u>
Capital assets being depreciated:				
Infrastructure	2,832,835	116,964	(8,792)	2,941,007
Machinery and equipment	639,954	43,083	(4,563)	678,474
Total capital assets being depreciated	<u>3,472,789</u>	<u>160,047</u>	<u>(13,355)</u>	<u>3,619,481</u>
Less Accumulated Depreciation for:				
Infrastructure	(646,258)	(73,508)	8,796	(710,970)
Machinery and equipment	(315,085)	(41,134)	4,502	(351,717)
Total accumulated depreciation	<u>(961,343)</u>	<u>(114,642)</u>	<u>13,298</u>	<u>(1,062,687)</u>
Total capital assets, being depreciated, net	<u>2,511,446</u>	<u>45,405</u>	<u>(57)</u>	<u>2,556,794</u>
Total Water and Sewer capital assets, net	<u>\$ 2,890,506</u>	<u>\$ 202,382</u>	<u>\$ (160,104)</u>	<u>\$ 2,932,784</u>

**PHT**

Capital assets, not being depreciated:				
Land	\$ 30,750			\$ 30,750
Construction in progress	32,509	\$ 25,125	\$ (9,042)	48,592
Total capital assets, not being depreciated	<u>63,259</u>	<u>25,125</u>	<u>(9,042)</u>	<u>79,342</u>
Capital assets being depreciated:				
Buildings and building improvements	387,853	10,799		398,652
Infrastructure	21,138	2,014		23,152
Machinery and equipment	270,565	28,133		298,698
Total capital assets being depreciated	<u>679,556</u>	<u>40,946</u>		<u>720,502</u>
Less Accumulated Depreciation for:				
Buildings and building improvements	(169,929)	(16,198)		(186,127)
Infrastructure	(12,071)	(1,017)		(13,088)
Machinery and equipment	(169,363)	(21,232)	(2,222)	(192,817)
Total accumulated depreciation	<u>(351,363)</u>	<u>(38,447)</u>	<u>(2,222)</u>	<u>(392,032)</u>
Total capital assets, being depreciated, net	<u>328,193</u>	<u>2,499</u>	<u>(2,222)</u>	<u>328,470</u>
Total PHT capital assets, net	<u>\$ 391,452</u>	<u>\$ 27,624</u>	<u>\$ (11,264)</u>	<u>\$ 407,812</u>

MIAMI-DADE COUNTY, FLORIDA

Depreciation expense was charged to the different functions of the primary government as follows (in thousands):

**Governmental Activities  
Depreciation Expense by Function  
(in thousands)**

<b>Function</b>	<b>Amount</b>
Policy formulation and general government	\$ 21,123
Protection of people and properties	20,201
Physical environment	428
Transportation	46,302
Human Services	1,212
Socio-economic environment	17,381
Culture and recreation	9,630
Total depreciation expense - governmental activities	<u>\$ 116,277</u>

**Note 5 - Operating Leases**

*Aviation* - The major portion of the Aviation Department's property, plant and equipment is held for lease. Substantial portions of the leases are cancelable and provide for periodic adjustment to rental rates to maximize operational flexibility. The noncancelable lease agreements also provide for periodic adjustments to the rental rates. In addition, the Aviation Department leases certain properties under management and concession agreements. Certain of these leases provide for minimum rentals plus a specified percentage of the tenants' gross revenues. All leases are classified as operating leases.

At September 30, 2002 minimum rentals under such lease agreements are as follows (in thousands):

Year Ending September 30,	
2003	\$ 41,430
2004	36,811
2005	30,995
2006	15,204
2007	11,428
2008-2012	34,652
2013-2017	34,084
2018-2022	33,746
2023-2027	11,663
2028-2032	661
	<u>\$ 250,674</u>

## MIAMI-DADE COUNTY, FLORIDA

**General Segment** - During fiscal year 1998, the County entered into a three party Lease/Sublease agreement with Dana Commercial Credit Corporation (“Dana”) regarding the leasing rights of the Stephen P. Clark Center (the “Metro Center”). The terms of the Lease/Sublease agreement provide for the leasing of the County’s leasing rights of the Metro Center to a third party, Wilmington Savings as trustee for Redade, a subsidiary of Dana, which in turn subleases the asset back to the County for a period of 29 years, commencing June 1, 1998. During this time period, the County retains title and control of the facility.

At closing, the County received a total of \$79 million. \$3.7 million of the \$79 million are considered an up-front payment and was recognized as revenue in fiscal year 1998. \$57 million of the remaining \$75.3 million was deposited with a financial institution and the proceeds will be used to meet the payment obligations by the County under the sublease agreement and the remaining \$18 million will mature to an amount sufficient, approximately \$49 million, to fully defease its sublease obligations and buy-out option, 17.5 years subsequent to the commencing date. There is a purchase option allowed under the agreement in the year 2015. The total minimum lease payments of approximately \$125 million will be amortized on a straight-line basis over the life of the lease term. This Lease/Sublease agreement has been accounted for as a non-cancelable operating lease as part of the Special Revenue Funds. The future minimum lease payments, amortized on a straight-line basis to include the buy-out option, are as follows (in thousands):

Year Ending September 30,	
2003	\$ 3,120
2004	3,165
2005	8,250
2006	3,777
2007	4,656
2008-2012	25,192
2013-2017	70,339
	<u>\$ 118,499</u>

**Transit Agency** - During fiscal year 1997, the County entered into a three party lease-in/lease-out arrangement (“Lease 1”) with the Bank of New York Leasing Corporation for a total of 134 commuter rail cars. The agreements provide for the lease of the equipment owned by the County to a financial party lessee and the lessee, in turn, subleases such equipment back to the County for a period ranging from 22 to 24 years commencing May 1997. At the time of the transaction, the County received from the financial party lessee the total minimum rental payments required under the lease of approximately \$95 million. The minimum rental payments received are amortized on a straight-line basis over the life of the lease terms.

The County deposited \$70,350,000 with a financial institution sufficient to meet all of its payment obligations under the terms of the sublease and acquired \$17,583,000 in United States Treasury Strips that will mature to an amount sufficient to satisfy each agreement’s purchase of the Head Lease Rights option. The funds on deposit and the United States Treasury Strips have been included as restricted assets in the accompanying financial statements.

In December 1998, the County entered into a second lease-in/lease-out arrangement (“Lease 2”). The agreement which was entered into with NationsBanc Leasing and Finance, provided for the lease of six different facilities owned by the County to a financial party lessee and the lessee, in turn, subleased the facilities back to the County for a period of 35 years. At the time of commencement, the County received from the financial party approximately \$133 million.

**MIAMI-DADE COUNTY, FLORIDA**

The County deposited approximately \$120.9 million with a financial institution sufficient to meet all its payment obligations under the terms of the sublease agreement and buy-out options, ranging 19 to 20 years subsequent to the commencing date. The funds are reported in the same manner as Lease 1. The subleases have been accounted for as non-cancelable operating leases.

On August 14, 2002, a portion of the third lease-in/lease-out arrangement (QTE Lease) commenced. This agreement which was entered into with the Bank of America Leasing & Capital Group, provided for the lease of certain Qualified Technological Equipment owned by the County and consisted of the MDT control system. The agreement provided for the lease of the equipment to a financial party lessee and the sublease of such equipment back to the County for a period of 16 years.

At the time of commencement, the County received from the financial party a total of approximately \$238 million. The County deposited approximately \$228 million with a financial institution sufficient to meet all its payment obligations.

Future minimum lease payments are amortized on a straight-line basis over the lease term as follows (in thousands):

Year Ending September 30,	Lease 1	Lease 2	QTE Lease	Total
2003	\$ 13,549	\$ 8,098		\$ 21,647
2004	13,623	8,034	\$ 2,215	23,872
2005		12,283	16,613	28,896
2006		8,089	16,613	24,702
2007		12,927	20,206	33,133
2008-2012		48,835	96,994	145,829
2013-2017		79,483	138,857	218,340
2018-2022	80,796	40,360	111,636	232,792
	<u>\$ 107,968</u>	<u>\$ 218,109</u>	<u>\$ 403,134</u>	<u>\$ 729,211</u>

## MIAMI-DADE COUNTY, FLORIDA

### **Note 6 – Segment Information**

Miami-Dade County has nine enterprise funds that provide bus and rail transportation, waste collection and disposal, seaport, airport, water and sewer, hospital, causeway, cultural, and housing services. Financial information for the major enterprise funds (Transit Agency, Solid Waste Management, Seaport, Aviation, Water and Sewer, and Public Health Trust) is presented separately in the basic financial statements. Financial information for the non-major enterprise funds is presented in the supplementary section of this report.

The Aviation Department has separated its properties into two activities classified as Port Authority Properties and Non-Port Authority Properties. These activities have bonds outstanding that are dependent solely on the revenues generated by the individual activities for repayment.

**Port Authority Properties** consist of the land and facilities at the airports that were acquired or constructed with government grants and proceeds of revenue bonds issued by the County under the terms of the 1954 Trust Agreement, as amended by supplemental agreements. In general, these properties include all land at each of the airports maintained by the Aviation Department, the runway and taxiway system at the Airport, most of the facilities in the passenger terminal complex at the Airport, and certain other facilities of a related nature.

**Non-Port Authority Properties** consist of certain buildings, structures and other facilities at the Airport that were constructed or acquired by tenant financing, government grants and proceeds from bonds not issued by the County under the Trust Agreement.

Summary financial information for the year ended September 30, 2002 for the above activities is presented below.

#### CONDENSED STATEMENTS OF NET ASSETS

September 30, 2002

(in thousands)

	<b>Port Authority Properties</b>	<b>Non-Port Authority Properties</b>	<b>Combined</b>
<b>Assets:</b>			
Current assets	\$ 148,672	\$ 18,035	\$ 166,707
Restricted assets	352,001	38,005	390,006
Capital assets	2,346,525	430,059	2,776,584
Deferred charges	13,804	2,401	16,205
Total assets	2,861,002	488,500	3,349,502
<b>Liabilities:</b>			
Current liabilities	75,418	5,963	81,381
Due to other funds	2,454		2,454
Current liabilities payable from restricted assets	345,789	8,204	353,993
Noncurrent liabilities	1,825,480	236,005	2,061,485
Total liabilities	2,249,141	250,172	2,499,313
<b>Net assets:</b>			
Invested in capital assets, net of related debt	581,339	212,031	793,370
Restricted	92,636	11,869	104,505
Unrestricted deficit	(36,240)	(11,446)	(47,686)
Total net assets	\$ 637,735	\$ 212,454	\$ 850,189

## MIAMI-DADE COUNTY, FLORIDA

### CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

For the Year Ended September 30, 2002

(in thousands)

	<b>Port Authority Properties</b>	<b>Non-Port Authority Properties</b>	<b>Combined</b>
Operating revenues (pledged against bonds):			
Aviation fees	\$ 160,086	\$ 11,874	\$ 171,960
Rentals	56,969	43,489	100,458
Management Agreements	82,777	13,008	95,785
Concessions	75,287		75,287
Other	2,353	591	2,944
Total operating revenues	377,472	68,962	446,434
Depreciation expense	80,476	21,110	101,586
Other operating expenses	265,783	46,329	312,112
Operating income	31,213	1,523	32,736
Nonoperating revenues (expenses):			
Investment earnings	6,951	3,663	10,614
Interest expense	(77,993)	(14,696)	(92,689)
Other	48,134	688	48,822
Capital contributions	48,688		48,688
Change in net assets	56,993	(8,822)	48,171
Beginning net assets	580,742	221,276	802,018
Ending net assets	\$ 637,735	\$ 212,454	\$ 850,189

### CONDENSED STATEMENT OF CASH FLOWS

For the Year Ended September 30, 2002

(in thousands)

	<b>Port Authority Properties</b>	<b>Non-Port Authority Properties</b>	<b>Combined</b>
Net cash provided (used) by:			
Operating activities	\$ 145,843	\$ 14,897	\$ 160,740
Noncapital financing activities	5,354		5,354
Capital and related financing activities	(141,850)	(27,755)	(169,605)
Investing activities	(25,571)	6,284	(19,287)
Net decrease	(16,224)	(6,574)	(22,798)
Beginning cash and cash equivalents	247,111	37,999	285,110
Ending cash and cash equivalents	\$ 230,887	\$ 31,425	\$ 262,312

## MIAMI-DADE COUNTY, FLORIDA

### **Note 7 - Self-Insurance Program**

The County's Risk Management Division administers property, workers' compensation and liability self-insurance programs. Certain group health insurance programs are also self-insured, subject to certain stop-loss provisions. An independent administrator administers these programs.

The master property insurance program (which covers most County properties) contains a \$1 million per occurrence deductible for most perils. Insurance coverage is maintained with independent carriers for property losses in excess of self-insured retentions up to \$2.5 billion countywide. Named windstorm coverage is limited to \$475 million per occurrence countywide with a 2% deductible (minimum \$1 million per location) with a minimum \$5 million per occurrence and maximum \$50 million per occurrence. There is no significant reduction in insurance coverage from the previous year. Settled claims have not exceeded coverage in the past three years.

The County maintains no excess coverage with independent insurance carriers for the workers' compensation and general liability self-insurance programs. Premiums are charged to the respective funds and determined based on amounts necessary to provide funding for current losses and to meet the required annual payments during the fiscal year. However, various liability and property programs are purchased from independent carriers due to exposure to loss and/or contractual obligations. During fiscal year 2002, there were no significant changes in insurance coverage other than the property insurance program, which contains changes related to limits and deductibles from the previous program. Settlements did not exceed coverage for any of the three past years.

The Risk Management Division also administers the self-insurance program for the Enterprise Funds. Water and Sewer only participates in the workers' compensation and certain group health self-insurance programs. Water and Sewer has established a self-insurance program for general and automobile liability exposures. The Trust maintains its own self-insurance programs for general and professional liability claims. The Trust also participates in the County's self-insurance worker's compensation program and certain health self-insurance programs.

The Aviation Department pays premiums to commercial insurance carriers for airport liability insurance, construction wrap-up and property insurance. The airport liability coverage provides comprehensive general liability, contractual liability, personal injury and on-site automobile liability at all airports. The Aviation Department has a recorded liability of \$801,000 in Due to Other Funds as an estimate for claims not covered by the policies due to self-insured retention limits.

The estimated liability for reported and unreported insurance claims of the self-insurance programs administered by the Risk Management Division (the "Division") is determined annually based on the estimated ultimate cost of settling claims, using past experience adjusted for current trends, and any other factors that would modify past experience. Outstanding claims are evaluated through a combination of case-by-case reviews and the application of historical experience. The estimate of incurred but not reported (IBNR) losses is based on historical experience and is determined by an independent actuary.

At September 30, 2002, the short and long-term estimated liabilities for reported and IBNR claims are \$46,098,000 and \$95,309,000, respectively, net of a discount of \$26,230,000 computed based on a projected rate of 3.75%.

## MIAMI-DADE COUNTY, FLORIDA

Changes in the Internal Service Fund estimated liability amount for fiscal years 2001 and 2002 are as follows (in thousands):

	<b>Workers Compensation</b>	<b>General Liability</b>	<b>Auto Liability</b>	<b>Group Health</b>	<b>Police Liability</b>	<b>Other</b>	<b>Total</b>
Balance as of October 1, 2000	\$ 66,117	\$ 22,307	\$ 5,834	\$ 9,500	\$ 14,738		\$ 118,496
Claims paid	(29,417)	(2,739)	(4,269)	(72,848)	(602)	\$ (2,027)	(111,902)
Claims and changes in estimates	32,663	4,223	4,131	75,503	1,179	2,027	119,726
Liabilities as of September 30, 2001	<u>\$ 69,363</u>	<u>\$ 23,791</u>	<u>\$ 5,696</u>	<u>\$ 12,155</u>	<u>\$ 15,315</u>		<u>\$ 126,320</u>
Balance as of October 1, 2001	\$ 69,363	\$ 23,791	\$ 5,696	\$ 12,155	\$ 15,315		\$ 126,320
Claims paid	(35,020)	(10,438)	(8,752)	(85,092)	(2,607)	\$ (2,444)	(144,353)
Claims and changes in estimates	57,894	6,963	8,871	87,026	(3,757)	2,444	159,441
Liabilities as of September 30, 2002	<u>\$ 92,237</u>	<u>\$ 20,316</u>	<u>\$ 5,815</u>	<u>\$ 14,089</u>	<u>\$ 8,951</u>		<u>\$ 141,408</u>

Changes in estimated liabilities for the Water and Sewer Department and the Public Health Trust for fiscal years 2001 and 2002 are as follows (in thousands):

	<b>Water &amp; Sewer Department</b>	<b>Public Health Trust</b>	<b>Total</b>
Balance as of October 1, 2000	\$ 20,565	\$ 37,498	\$ 58,063
Claims paid	(979)	7,834	6,855
Claims and changes in estimates	(1,969)	(3,149)	(5,118)
Liabilities as of September 30, 2001	<u>\$ 17,617</u>	<u>\$ 42,183</u>	<u>\$ 59,800</u>
Balance as of October 1, 2001	\$ 17,617	\$ 42,183	\$ 59,800
Claims paid	(1,052)	(4,025)	(5,077)
Claims and changes in estimates	1,256	6,402	7,658
Liabilities as of September 30, 2002	<u>\$ 17,821</u>	<u>\$ 44,560</u>	<u>\$ 62,381</u>

**MIAMI-DADE COUNTY, FLORIDA**

**Note 8 – Long-Term Debt**

**LONG-TERM LIABILITY ACTIVITY**

Changes in long-term liabilities for the year ended September 30, 2002, are as follows (amounts in thousands):

	<b>Beginning Balance</b>			<b>Ending Balance</b>	<b>Due Within</b>
	<b>September 30, 2001</b>	<b>Additions</b>	<b>Reductions</b>	<b>September 30, 2002</b>	<b>One Year</b>
<b>Governmental Activities</b>					
Bonds, loans and notes payable:					
General obligation bonds	\$ 313,661		\$ (42,675)	\$ 270,986	\$ 34,800
Special obligation bonds	930,062	\$ 158,215	(50,946)	1,037,331	54,176
Current year accretions of interest		23,227		23,227	
Housing Agency bonds and notes payable	107,012	5,000	(3,467)	108,545	32,635
Loans and notes payable	54,500		(107)	54,393	1,880
Add deferred amounts:					
For bond issuance premiums/discounts		6,148	(31)	6,117	
Total bonds, loans and notes payable	1,405,235	192,590	(97,226)	1,500,599	123,491
Other liabilities:					
Compensated absences	241,019	118,044	(95,187)	263,876	71,177
Estimated insurance claims payable	126,320	159,441	(144,353)	141,408	46,099
Accrued post-retirement health insurance benefits	11,428		(4,365)	7,063	2,406
Arbitrage rebate liability	5,595		(3,681)	1,914	
Other	18,145	1,200	(5,612)	13,733	
Total governmental activity long-term liabilities	<u>\$ 1,807,742</u>	<u>\$ 471,275</u>	<u>\$ (350,424)</u>	<u>\$ 1,928,593</u>	<u>\$ 243,173</u>
<b>Business-type Activities</b>					
Bonds, loans, and notes payable:					
Revenue bonds	\$ 3,897,295	\$ 299,000	\$ (113,350)	\$ 4,082,945	\$ 113,486
General obligation bonds	153,505		(2,335)	151,170	1,245
Special obligation bonds		46,075		46,075	
Loans and notes payable	462,553	22,365	(10,027)	474,891	16,922
Less deferred amounts:					
For issuance discounts	(81,467)		4,012	(77,455)	
On refunding	(33,954)		2,117	(31,837)	
Add deferred bond premium	1,902	3,721	(149)	5,474	
Commercial paper notes	168,339	293,500	(255,783)	206,056	
Total bonds, loans and notes payable	4,568,173	664,661	(375,515)	4,857,319	131,653
Other liabilities:					
Estimated insurance claims payable	59,800	6,607	(4,026)	62,381	7,025
Compensated absences	134,311	25,736	(19,501)	140,546	84,444
Environmental remediation liability	173,000	38,058	(38,058)	173,000	42,959
Liability for landfill closure/postclosure care costs	91,865	4,190	(9,657)	86,398	
Deferred revenues	199,989	283,871	(53,660)	430,200	22,496
Other	19,540	17,706	(18,657)	18,589	
Total business-type activities long-term liabilities	<u>\$ 5,246,678</u>	<u>\$ 1,040,829</u>	<u>\$ (519,074)</u>	<u>\$ 5,768,433</u>	<u>\$ 288,577</u>

**MIAMI-DADE COUNTY, FLORIDA**

Changes in long-term liabilities for the County's major enterprise funds are as follows (in thousands):

	<b>Beginning Balance</b> <b>September 30, 2001</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b> <b>September 30, 2002</b>	<b>Due Within</b> <b>One Year</b>
<b>Miami-Dade Transit Agency (MDTA)</b>					
Bonds and loans payable:					
Special obligation bonds		\$ 25,030		\$ 25,030	
Loans payable	\$ 34,000			\$ 34,000	\$ 2,769
Less deferred amounts:					
Add deferred bond premium		1,646		1,646	
Total bonds and loans payable	34,000	26,676		60,676	2,769
Other liabilities:					
Compensated absences	18,822	13,696	\$ (11,508)	21,010	8,192
Deferred revenues	188,169	283,830	(52,893)	419,106	21,647
Other	750			750	
Total long-term liabilities - MDTA	\$ 241,741	\$ 324,202	\$ (64,401)	\$ 501,542	\$ 32,608
<b>Solid Waste Department</b>					
Bonds and loans payable:					
Revenue bonds	\$ 182,390		\$ (8,795)	\$ 173,595	\$ 9,190
Special obligation bonds		\$ 21,045		21,045	
Less deferred amounts:					
For issuance discounts	(914)		53	(861)	
On refunding	(4,553)		514	(4,039)	
Add deferred bond premium	1,634	2,075	(140)	3,569	
Total bonds and loans payable	178,557	23,120	(8,368)	193,309	9,190
Other liabilities:					
Compensated absences	9,765	417		10,182	
Liability for landfill closure/postclosure care costs	91,865	4,190	(9,657)	86,398	
Other	2,075		(1,733)	342	
Total long-term liabilities - Solid Waste	\$ 282,262	\$ 27,727	\$ (19,758)	\$ 290,231	\$ 9,190

**MIAMI-DADE COUNTY, FLORIDA**

	<b>Beginning Balance September 30, 2001</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance September 30, 2002</b>	<b>Due Within One Year</b>
<b>Seaport</b>					
Bonds and loans payable:					
Revenue bonds	\$ 85,515		\$ (7,620)	\$ 77,895	\$ 2,385
General obligation bonds	153,505		(2,335)	151,170	1,245
Loans payable	294,305		(1,320)	292,985	3,530
Less deferred amounts:					
On refunding	(14,294)		749	(13,545)	
Total bonds and loans payable	519,031		(10,526)	508,505	7,160
Other liabilities:					
Compensated absences	2,518		(300)	2,218	
Deferred revenues	11,816		(767)	11,049	849
Total long-term liabilities - Seaport	\$ 533,365		\$ (11,593)	\$ 521,772	\$ 8,009
<b>Aviation</b>					
Bonds, loans, and notes payable:					
Revenue bonds	\$ 1,783,870	\$ 299,000	\$ (60,455)	\$ 2,022,415	\$ 63,820
Less deferred amounts:					
For issuance discounts and deferred losses	(46,322)		2,449	(43,873)	
Commercial paper notes	168,339	293,500	(255,783)	206,056	
Total bonds, loans and notes payable	1,905,887	592,500	(313,789)	2,184,598	63,820
Other liabilities:					
Compensated absences	22,386	9,251	(7,144)	24,493	7,816
Environmental remediation liability	173,000	38,058	(38,058)	173,000	42,959
Deferred revenues	4	41		45	
Total long-term liabilities - Aviation	\$ 2,101,277	\$ 639,850	\$ (358,991)	\$ 2,382,136	\$ 114,595

**MIAMI-DADE COUNTY, FLORIDA**

	<b>Beginning Balance September 30, 2001</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance September 30, 2002</b>	<b>Due Within One Year</b>
<b>Water and Sewer Department</b>					
Bonds and loans payable:					
Revenue bonds	\$ 1,649,145		\$ (28,615)	\$ 1,620,530	\$ 29,920
Loans payable	134,248	\$ 22,365	(8,707)	147,906	10,623
Less deferred amounts:					
For issuance discounts	(28,048)		1,252	(26,796)	
On refunding	(13,331)		779	(12,552)	
Total bonds and loans payable	<u>1,742,014</u>	<u>22,365</u>	<u>(35,291)</u>	<u>1,729,088</u>	<u>40,543</u>
Other liabilities:					
Estimated insurance claims payable	17,617	204		17,821	2,038
Compensated absences	19,270	1,635		20,905	6,842
Total long-term liabilities - Water and Sewer Dept.	<u>\$ 1,778,901</u>	<u>\$ 24,204</u>	<u>\$ (35,291)</u>	<u>\$ 1,767,814</u>	<u>\$ 49,423</u>
<b>Public Health Trust (PHT)</b>					
Bonds and loans payable:					
Revenue bonds	\$ 188,535		\$ (7,320)	\$ 181,215	\$ 7,601
Less deferred amounts:					
For issuance discounts	(6,183)		258	(5,925)	
On refunding	(1,400)		64	(1,336)	
Total bonds and loans payable	<u>180,952</u>		<u>(6,998)</u>	<u>173,954</u>	<u>7,601</u>
Other liabilities:					
Estimated insurance claims payable	42,183	\$ 6,403	(4,026)	44,560	4,987
Compensated absences	61,052			61,052	61,052
Other	16,715	17,706	(16,924)	17,497	
Total long-term liabilities - Public Health Trust	<u>\$ 300,902</u>	<u>\$ 24,109</u>	<u>\$ (27,948)</u>	<u>\$ 297,063</u>	<u>\$ 73,640</u>

Compensated absences have typically been liquidated in the general fund, other governmental funds and enterprise funds. Liabilities for landfill and postclosure care costs have been liquidated in the Solid Waste enterprise fund. Legal contingencies have typically been liquidated in the General Fund. Insurance claims liabilities have typically been liquidated in the Self-Insurance Internal Service Fund and in the enterprise funds. The Self-Insurance Internal Service Fund predominantly serves the governmental funds. Therefore, the long-term liabilities of the fund are included in the above totals for governmental activities.

**Demand Bonds**

At September 30, 2002, the County had \$3,000,000 of Capital Asset Acquisition Floating / Fixed Rate Special Obligation Bonds, Series 1990 (the "Bonds") that were due within seven days of demand by the holder at a price equal to principal plus accrued interest. The County's remarketing agent is authorized to use its best efforts to sell the repurchased bonds at par by adjusting the interest rate.

Under standby bond purchase agreement (the "Agreement") issued by a bank, the fiscal agent can draw amounts sufficient to repurchase the Bonds if they cannot be resold by the remarketing agent. In the absence of monies available under the Agreement, the monies will be drawn under an irrevocable letter of credit. The Agreement and letter of credit, with a stated termination date of November 1, 2008, expired on November 1, 2002, and has been extended for another year. There were no amounts under the Agreement or letter of credit at September 30, 2002.

## MIAMI-DADE COUNTY, FLORIDA

### Long-Term Debt -- Governmental Activities

Long-term debt of the County's governmental activities include general and special obligation bonds, installment purchase contracts and loan agreements that are payable from property tax levies and specific revenue sources. General obligation bonds are payable from unlimited ad valorem taxes on all taxable real and tangible personal property of the County, and are backed by the full faith, credit and taxing power of the County. Special obligation bonds are limited obligations of the County, payable solely from and secured by pledged non-valorem revenues of the County. Neither the full faith and credit nor the taxing power of the County is pledged to the payment of the special revenue bonds. The Miami-Dade Housing Agency's Public Housing Division debt is included as part of the County's governmental activities debt. This debt is composed of New Housing Authority Debentures (special revenue bonds), Project Loan Notes and U.S. HUD Permanent Financing Notes. A description of each outstanding debt issue is located at the end of this note. Interest on variable-rate bonds, currently in an auction rate mode, is based on the BMA index and is currently reset every 28 days.

Annual debt service requirements to maturity are as follows (in thousands):

Maturing in Fiscal Year	General Obligation Bonds		Special Obligation Bonds		Loans Payable		Housing Agency Public Housing Division	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal (1)	Interest
2003	\$ 34,800	\$ 17,005	\$ 54,176	\$ 34,460	\$ 1,880	\$ 2,873	\$ 32,635	\$ 11,551
2004	19,460	14,645	46,751	39,819	2,435	2,826	4,872	5,540
2005	10,155	13,209	34,110	37,671	2,648	2,749	5,026	5,290
2006	10,810	12,436	38,215	38,763	2,963	2,659	5,001	5,028
2007	11,530	11,558	40,180	38,859	3,282	2,548	4,715	4,228
2008-2012	53,420	46,155	217,305	179,010	21,128	10,331	24,593	15,273
2013-2017	66,881	28,422	219,943	194,368	13,730	5,308	19,300	9,139
2018-2022	43,360	10,759	207,213	167,996	6,327	833	9,585	4,105
2023-2027	20,570	1,847	228,403	187,024			1,979	1,059
2028-2032			266,667	239,379			839	84
2033-2037			297,402	196,848				
2038-2042			65,655	1,641				
	270,986	156,036	1,716,020	1,355,838	54,393	30,127	108,545	61,297
Less:								
Unaccreted value			(655,462)					
Accretions to date				(134,390)				
Add:								
Unamortized premium			6,117					
Total	\$ 270,986	\$ 156,036	\$ 1,066,675	\$ 1,221,448	\$ 54,393	\$ 30,127	\$ 108,545	\$ 61,297

(1) Includes bonds payable of \$19,587 and notes payable of \$88,958.

## MIAMI-DADE COUNTY, FLORIDA

### Long-Term Debt – Business-type Activities

Long-term debt of business-type activities include revenue bonds, special obligation bonds and loans payable from specified revenues of the County's enterprise funds. Also included are general obligation bonds issued on behalf of the Seaport Department, which will be paid from Seaport revenues and, to the extent those revenues are insufficient, from ad valorem taxes. A description of each outstanding debt issue is located at the end of this note. Interest on variable-rate bonds, currently in an auction rate mode, is based on the BMA index and is currently reset every 28 days.

Annual debt service requirements to maturity for revenue bonds and loans payable are as follows (in thousands):

Maturing in Fiscal Year	Revenue Bonds		General Obligation Bonds		Special Obligation Bonds		Loans Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2003	\$ 113,550	\$ 221,154	\$ 1,245	\$ 8,066		\$ 1,111	\$ 16,922	\$ 10,710
2004	119,595	215,213	915	8,003	\$ 3,795	2,083	21,334	10,307
2005	126,170	208,788	3,300	7,883	3,935	1,938	22,213	10,007
2006	129,560	201,978	3,495	7,678	4,135	1,741	23,531	9,150
2007	136,895	194,803	3,705	7,453	4,290	1,583	23,350	8,479
2008-2012	636,995	863,702	22,435	33,259	24,325	5,040	130,871	32,206
2013-2017	706,760	688,579	29,520	26,113	5,595	280	93,882	16,313
2017-2022	894,275	469,188	37,895	17,519			69,393	8,090
2023-2027	932,295	209,670	48,660	6,483			53,395	3,241
2028-2032	286,850	34,968					20,000	164
2033-2037								
	4,082,945	3,308,043	151,170	122,457	46,075	13,776	474,891	108,667
Less:								
Unamortized discount and deferred amounts	(98,884)		(10,408)					
Add:								
Unamortized bond premium	1,753				3,721			
Total	\$ 3,985,814	\$ 3,308,043	\$ 140,762	\$ 122,457	\$ 49,796	\$ 13,776	\$ 474,891	\$ 108,667

### Commercial Paper Notes

On September 30, 2002, the County had outstanding \$205,708,000 of Aviation Commercial Paper Notes, plus accrued interest of \$348,000. The effective interest rate paid on the Notes outstanding ranged from 2.4% to 4.4%. The Notes and accrued interest are payable solely from proceeds of future Revenue Bonds and any unencumbered monies in the Improvement Fund. In addition, an irrevocable letter of credit in the amount of \$400,000,000 was entered into for the purpose of making funds readily available for the payment of principal and interest on the Notes. As of September 30, 2002, no amounts were outstanding on the letter of credit. The outstanding commercial paper notes and accrued interest, totaling \$206,056,000, have been included in long-term liabilities, rather than in current liabilities, because the Aviation Department intends to refinance the commercial paper with long-term revenue bonds.

## MIAMI-DADE COUNTY, FLORIDA

### Long-Term Debt Issued During the Year

The table below describes bonds and loans that were issued during the year (other than commercial paper) for governmental and business-type activities (in thousands):

Date Issued	Description	Purpose	Interest Rate Range	Final Maturity Date	Amount Issued
<b>BONDS:</b>					
5/30/02	Miami-Dade County, Florida Aviation Revenue Bonds Series 2002	To finance certain airport improvements under the Aviation's Capital Improvement Program	4.5% to 5.75%	10/01/32	\$ 299,000
6/15/02	Public Service Tax Revenue Bonds (UMSA Public Improvements) Series 2002	To finance improvements to the stormwater drainage system, construction and repair of sidewalks, park renovation and beautification of neighborhoods	3.00% to 5.50%	04/01/27	55,275
7/1/02	Special Obligation Bonds, Series 2002 (Miami-Dade Fire & Rescue Service District)	To acquire and construct a training complex and various other capital improvements for the district	3.00% to 5.50%	04/01/22	17,895
9/19/02	Special Obligation Bonds Capital Acquisition Series 2002A	To finance the acquisition of capital assets, improvements, renovations and enhancements to County facilities	2.00% to 5.00%	04/01/13	119,845
9/19/02	Special Obligation Bonds Capital Acquisition Series 2002B	To finance the acquisition of capital assets, improvements, renovations and enhancements to County facilities	Variable Rate (Auction Rate)	04/01/23	11,275
<b>LOANS:</b>					
9/30/02	State Revolving Fund (Miami-Dade Water and Sewer Dept.)	To finance construction of wastewater treatment facilities	2.56% to 4.17%	2019	22,365
4/9/02	Miami Dade Housing Fannie Mae Revolving Credit Facility Agreement note	To finance Miami-Dade Housing Agency infill housing and other affordable housing development initiatives	Variable (London Interbank Offer Rate)	2003	5,000
Total long-term debt issued during the year					530,655
Add: Interest accretions					23,227
Premiums on issuance of bonds					9,869
Total additions to bonds, loans and notes payable (governmental and business-type activities)					\$563,751

**MIAMI-DADE COUNTY, FLORIDA**

**Defeased Debt – Advance Refundings**

In prior years, the County defeased certain debt as listed in the table below (in thousands), by placing the proceeds of new bond issues in an irrevocable trust to provide for all future debt service payments of the defeased debt. Such proceeds are invested in direct obligations of the U.S. government, and in the opinion of the County and its Bond Counsel, will provide for all future debt service payments on the defeased debt. Accordingly, the trust account's assets and the liability for the defeased debt are not included in the accompanying financial statements.

Type	Series	Date of Defeasance	Call Date	Final Maturity Defeased	Principal Amount Defeased	Principal Outstanding, September 30, 2002
<b>Special Obligation Bonds:</b>						
Guaranteed Entitlement	A	12/27/85	02/01/08	02/01/08	\$ 65,000	\$ 23,125
Guaranteed Entitlement	1990	06/06/95	02/01/06	08/01/14	49,749	47,164
Sports Franchise Facilities Tax	1992A	07/09/98	10/01/02	10/01/02	1,675	450
Sports Franchise Facilities Tax	1992B	07/09/98	10/01/11	10/01/22	59,609	59,609
Sports Franchise Facilities Tax	1995	07/09/98	10/01/30	10/01/30	30,162	30,162
Special Obligation (CDT)	1996B	12/18/97	10/01/08	10/01/33	75,120	75,120
Special Obligation (Courthouse Center)	1994	12/17/98	04/01/04	04/01/19	19,795	19,795
Special Obligation (Courthouse Center)	1995	12/17/98	04/01/05	04/01/20	13,830	13,830
Total Special Obligation Bonds Defeased					\$ 314,940	\$ 269,255
<b>Revenue Bonds and Loans:</b>						
Aviation Department	W	07/29/98	10/01/02	10/01/07	\$ 24,000	24,000
Aviation Department	1995B	07/29/98	10/01/05	10/01/24	80,000	80,000
Rickenbacker Causeway	1983	08/29/85	10/01/08	10/01/08	5,225	5,225
Seaport	B,F,G	08/01/78	12/01/01	10/01/02	10,205	
Seaport	1979	10/25/88	04/01/04	10/01/09	17,265	9,440
Seaport	1992	01/01/96	10/01/01	10/01/01	138,260	
Seaport	1988C	09/06/01	10/10/01	10/01/01	2,740	
Seaport	1990F	09/06/01	10/10/01	10/01/01	5,050	
Water System	1992	12/23/93	06/01/02	06/01/04	36,245	8,920
Total Revenue Bonds and Loans Defeased					\$ 318,990	\$ 127,585

## MIAMI-DADE COUNTY, FLORIDA

### Interest Rate Swap Agreements

The Water and Sewer Department has entered into three swaps. One of the three swaps is a variable to fixed rate swap, one is a fixed to variable rate swap and the last is a basis swap that relates a taxable rate to a tax-exempt rate. The variable to fixed rate swap is associated with the Water and Sewer Department's Series 1994 Revenue Bonds. In the variable to fixed rate swap, the Water and Sewer Department owes interest to the counterparty, calculated at an annual fixed rate of 5.28% on a notional amount which amortizes with the Series 1994 Bonds and is \$420 million for the current fiscal year, and in return, the counterparty owes the Water and Sewer Department interest at a variable rate that matches the variable rate on the bonds.

The fixed to variable rate swap is associated with the Water and Sewer Department's Series 1995 Revenue Bonds. This swap became effective on August 26, 1998 and initially provided for the Water and Sewer Department to receive payments at a fixed rate of 4.85% and make payments at a variable rate based on the BMA index. This swap included an option, exercisable by the counterparty, for the Water and Sewer Department to receive payments at a variable rate based on the BMA index and to make payments at a fixed rate of 4.40%. This agreement was amended on February 26, 2001 to provide for: (i) the extension of the termination date to June 15, 2020; (ii) the association of the swap with the Water and Sewer Department's Series 1995 Bonds from the Series 1993 Bonds; (iii) a one day option to terminate the agreement on June 15, 2008; (iv) an increased fixed rate of 4.902%; (v) an additional fixed rate of 0.323% which survives the one day termination option; and (vi) a notional amount declining from \$215 million as of September 19, 2001 to \$154 million on September 19, 2019 in accordance with a schedule included in the amendment. On September 20, 2001, the counterparty exercised the option to receive payments from the Water and Sewer Department at the fixed rate of 4.40% and make payments at a variable rate based on the BMA index. The net effect of the exercised option was for the Water and Sewer Department to pay a fixed rate of 4.40% and receive a fixed rate of 5.225%.

On August 27, 1998, the County entered into a basis swap for the Water and Sewer Department's Series 1993 Revenue Bonds. The Water and Sewer Department pays BMA/.604 of the outstanding notional amount of \$114.5 million and the counterparty pays the County LIBOR + 1.28% of the outstanding notional amount, with such notional amount to be reduced each October 1, commencing on October 1, 2010 as set forth in a schedule attached to the confirmation. The swap had a termination date of October 1, 2013. On July 18, 2002, said swap was amended to provide (1) the association of the swap with the Water and Sewer Department's Series 1997 Bonds, (2) an increase of the notional amount from \$114.5 million to \$200 million to be reduced each October 1, commencing on October 1, 2021, (3) the extension of the termination date to October 1, 2026, and (4) an increase to the constant from 1.28% to 1.455%.

On May 12, 2000, County entered into two basis swaps backed by payments from the Convention Development Tax. One basis swap is associated with the County's Convention Development Bonds, Series 1996B Special Obligation Bonds and the other swap is associated with the County's Convention Development Bonds, Series 1997A, 1997B and 1997C Subordinate Special Obligation Bonds. On both basis swaps, the County pays BMA/0.604 of the outstanding notional amount and the counterparty pays the County LIBOR + Constant of the outstanding notional amount, with such notional amount to be reduced each October 1, commencing on October 1, 2000 as set forth in a schedule attached to the confirmation. For a period of two years commencing July 1, 2000, the counterparty was to retain any and all net swap payments or net swap receipts and embedded such payments and receipts in the Constant thereby increasing the Constant to 1.6263%. The County has begun receiving net swap payments effective with the payment due April 1, 2002 terminating the counterparties retention of such payments and receipts and setting the Constant at 1.6263%. The swap terminates on October 1, 2022.

If the counterparties to the swaps default, or if the swaps are terminated, the Water and Sewer Department and the County will be exposed to the rates established in each bond issue. A termination of any swap agreement may result in the Water and Sewer Department or the County making or receiving a termination payment. The counterparties to the interest rate swap agreements are large international brokerage and insurance firms and, accordingly, the County believes there is little risk of counterparty nonperformance.

**MIAMI-DADE COUNTY, FLORIDA**

The following table summarizes interest rate swap agreements to which the County is currently a party (in thousands):

Swap	Counterparty	Notional Amount	County Pays		Counterparty Pays		Term
			Description	Amount	Description	Amount	
Water & Sewer Series 1995	Merrill Lynch Capital Services, Inc.	\$ 215,000	The Counterparty pays a fixed rate of 5.225%. The County pays the Counterparty a fixed rate of 4.40% until 6/15/08 and then recommence paying the variable rate.	\$ 12,768	Fixed - 5.225%	\$ 14,488	6/15/2020 with new option to terminate 6/15/2008-Old option to terminate by 12/15/2002 exercised on 9/20/2001
Water & Sewer Series 1993	Rice Financial Products Co.	\$ 114,500	BMA/.604	\$ 2,249	LIBOR + 1.28%	\$ 3,157	7/17/02
Water & Sewer Series 1994	AIG Financial Products Corp.	\$ 419,970	Fixed - 5.28% plus remarketing fee and LOC charges	\$ 22,113	Variable rate	\$ 5,960	10/5/22
Water & Sewer Series 1997	Rice Financial Products Co.	\$ 200,000	BMA/.604	\$ 913	LIBOR + 1.455%	\$ 1,381	10/1/26
SOB - CDT Series 1996B	Rice Financial Products Co.	\$ 95,082	BMA/.604	\$ 2,313	LIBOR + 1.65343%	\$ 3,559	10/1/22
Subordinate SOB - CDT, Series 1997A, B & C	Rice Financial Products Co.	\$ 281,946	BMA/.604	\$ 6,841	LIBOR + 1.65343%	\$ 10,547	10/2/22

## MIAMI-DADE COUNTY, FLORIDA

### *Debt Authorized, but Unissued*

As of September 30, 2002, the County has authorized but not issued the following:

- a) \$1,280,000 of general obligation bonds for general public improvements;
- b) \$25,655,000 of general obligation refunding bonds to advance refund all or portion of certain criminal justice general obligation bonds;
- c) \$705,000 Causeway Revenue Bonds;
- d) \$34,020,000 of Guaranteed Entitlement Refunding Revenue Bonds;
- e) \$247,500,000 of general obligation bonds for capital improvements for County airports to be paid by Aviation net revenues, if issued;
- f) \$35,700,000 Equipment Floating/Fixed Rate Special Obligation Bonds;
- g) \$131,474,000 of general obligation bonds for capital improvements to the County's water and sewer system, to be paid by Water and Sewer net revenues, if issued;
- h) \$8,026,000 Professional Sports Franchise Facilities Tax Revenue Bonds;
- i) \$133,000,000 Aviation Revenue Bonds for improvements to airport facilities (the "1995 Authorization");
- j) \$2,343,000,000 Aviation Revenue Bonds for improvements to airport facilities (the "1996 Authorization");
- k) \$500,000,000 Aviation Revenue Bonds for improvements to airport facilities (the "1997 Authorization");
- l) \$193,944,000 Aviation Bond Anticipation Notes to pay costs for improvements to airport facilities;
- m) \$730,000 Seaport Revenue Bonds to pay the cost of capital improvements to certain Seaport Department passenger terminal facilities;
- n) \$15,805,000 Water and Sewer System Revenue Bonds to finance the cost of capital improvements to the water and sewer systems of the County;
- o) \$50,000,000 Solid Waste System Bond Anticipation Notes to pay the costs of improvements to, and new capital project for, the Solid Waste System of the County;
- p) \$49,605,000 Solid Waste System Revenue Bonds to pay the outstanding Solid Waste System Bond Anticipation Notes and any additional improvements to, and new capital project for, the Solid Waste System of the County;
- q) \$69,885,000 General Obligation Bonds to provide funds for parks programs for regional parks, beaches, unincorporated areas and grants to municipalities;
- r) \$7,360,000 Public Service Tax Revenue Bonds to finance part of the cost of the Quality Neighborhoods Initiative Program;
- s) \$3,420,000 Stormwater Utility Revenue Bonds to finance part of the cost of the Quality Neighborhoods Initiative Program.

(continued)

**MIAMI-DADE COUNTY, FLORIDA**

***Debt Authorized, but Unissued (continued)***

- t) \$18,880,000 Capital Asset Acquisition Special Obligation Bonds;
- u) \$4,725,000 Public Service Tax Revenue Bonds to finance part of the cost of the Quality Neighborhoods Initiative Program;
- v) \$120,000,000 Special Obligation Bonds (Juvenile Courthouse Project) to fund the acquisition, construction and equipping of the Juvenile Courthouse Project; and
- w) \$6,000,000 Special Obligation Bonds (Correction Facility Project) to fund portion of the cost of acquisition, construction and equipping of a new holding facility.

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, GOVERNMENTAL ACTIVITIES**

(in thousands)

Bond description, original issue amount, date of issue, and purpose	Annual installments due through	Outstanding interest rates	Long-term debt, governmental
<b>General Obligation Bonds:</b>			
<b>Public Improvement Bonds:</b>			
\$50,000, Decade of Progress Bonds, Series "H", June 1978; for Solid Waste Disposal Facilities, Health Care Facilities, Public Library System, Recreational and Cultural Improvements and Facilities, and Street and Safety Improvements.	2003	6.70%	\$ 4,650
\$67,500, Decade of Progress Bonds, Series "I", October 1979; for the Unified Transportation System, Health Care Facilities, Public Library System, Recreational and Cultural Improvements and Facilities, and Street and Safety Improvements.	2004	6.90%	9,950
\$33,876, Series "CC", October 1986; for the Criminal Justice Program.	2016	6.80% to 7.125%	24,736
\$51,124, Series "DD", October 1988; for the Criminal Justice Program.	2018	7.40% to 7.75%	41,290
\$36,000, Series "EE", June 1996; for the Criminal Justice Program.	2016	4.75% to 5.625%	30,050
\$50,000, Series 1997, November 1997; for the Parks Program.	2022	5.0% to 5.375%	45,355
\$26,000, Series 1998, November 1998; for the Parks Program.	2023	4.20% to 5.40%	24,125
\$25,615, Series 1999, November 1999; for the Parks Program.	2024	4.75% to 6.875%	24,565
\$28,500, Series 2001, August 2001; for the Parks Program.	2026	4.25% to 5.25%	28,500
<b>Public Improvement Refunding Bonds:</b>			
\$111,675, Series 1986, June 1986; to advance refund a portion of Public Improvement Bonds Series J, K, L, and M.	2007	12% to 14.00%	28,560
\$59,345, Series 1988, January 1988; for Corrections, Law Enforcement, Courts and Court Related, and Other Facilities.	2004	7.40% to 7.50%	9,205
<b>Total General Obligation Bonds, Governmental Activities</b>			<u>\$ 270,986</u>
<b>Special Obligation Bonds:</b>			
<b>Guaranteed Entitlement Refunding Revenue Bonds:</b>			
\$16,694, Series 1988, June 1988; to refund a portion of the Guaranteed Entitlement Refunding Revenue Bonds, Series 1985.	2008	7.50% to 7.80%	\$ 48,879

(Continued)

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, GOVERNMENTAL ACTIVITIES (continued)**

(in thousands)

Bond description, original issue amount, date of issue, and purpose	Annual installments due through	Outstanding interest rates	Long-term debt, governmental
\$64,185, Series 1995A, June 1995; to refund Guaranteed Entitlement Revenue Bonds, Series 1990.	2018	5.00% to 6.25%	\$ 94,382
\$62,463, Series 1995B, June 1995; to refund a portion of the Guaranteed Entitlement Refunding Revenue Bonds, Series 1985 designated as Future Income Growth Securities (FIGS).	2003	5.00% to 5.10%	6,442
<b>Sales Tax Revenue Refunding Bonds:</b>			
\$60,375, Series 1996, May 1996; to advance refund the Sales Tax Revenue Refunding Bonds, Series 1986.	2002	6.00%	11,425
<b>Capital Asset Acquisition Equipment Floating/Fixed Rate Special Obligation Bonds:</b>			
\$64,300, Series 1990, November 1990; for equipment for the Parks Department, the Solid Waste Department, the Fire Department, the Information Technology Department, and other departments.	2010	Variable rates	3,000
\$85,045, Series 2002A and Series B, September 2002; for funding the purchase and improvement of certain capital assets of the County. (The total bond sale was \$131,120, of which \$46,075 is shown as long-term debt of business-type activities).	2023	Variable rates	85,045
<b>Professional Sports Franchise Facilities Tax Revenue Refunding Bonds:</b>			
\$94,479, Series 1998, June 1998 (Current Interest Bonds) and July 1998 (Capital Appreciation Bonds); to refund Professional Sports Franchise Tax Revenue Bonds, Series 1992A, Series 1992B, Series 1992B1, and Series 1995 Bonds.	2030	3.85% to 5.25%	94,687
<b>Special Obligation Bonds (Courthouse Center Project):</b>			
For the acquisition and renovation of the Courthouse Center and improvements and renovations to the existing court judicial facilities of the County, including the acquisition of certain capital equipment.			
\$26,390, Series 1994, June 1994	2019	5.65% to 5.85%	1,530
\$18,500, Series 1995, May 1995	2020	5.20% to 5.50%	1,610
\$5,110, Series 1998A, December 1998	2020	3.60% to 4.75%	4,730
\$38,320, Series 1998B, December 1998	2020	3.60% to 4.75%	36,965
<b>Stormwater Utility Revenue Bonds:</b>			
\$41,580, Series 1999, February 1999; for major drainage improvements throughout the unincorporated municipal service area (UMSA) .	2024	3.00% to 4.80%	38,805

(Continued)

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, GOVERNMENTAL ACTIVITIES (continued)**

(in thousands)

Bond description, original issue amount, date of issue, and purpose	Annual installments due through	Outstanding interest rates	Long-term debt, governmental
<b>Public Service Tax Revenue Bonds:</b>			
\$56,200, Series 1996, August 1996; to current refund Special Obligation and Refunding Bonds, Series 1986.	2003	5.00% to 5.25%	\$ 18,445
\$77,640, Series 1999, January 1999; for certain capital projects in the unincorporated municipal service area of the County (UMSA), including the construction or renovation of sidewalks; park development; the beautification of neighborhoods; and the construction of the Carol City Police Station and attendant buildings and facilities.	2023	4.00% to 5.25%	71,295
\$55,275, Series 2002, June 2002; for certain capital projects located in the UMSA, including improvements to the stormwater drainage system, the construction of new sidewalks and the repair of existing sidewalks; and the beautification of neighborhoods, including road resurfacing.	2027	3.00% to 5.50%	55,275
<b>Miami-Dade Fire Rescue Special Obligation Bonds:</b>			
\$41,105, Series 1996, February 1996; for various capital improvements for fire and rescue services, including but not limited to additional fire stations, environmental improvements and training and support space.	2011	4.20% to 6.00%	27,945
\$17,895, Series 2002, June 2002; for acquiring and constructing a training complex and various other capital improvements for the Fire and Rescue Service District.	2022	3.00% to 5.50%	17,895
<b>Special Obligation Refunding Bonds, Series 1996B:</b>			
\$175,279, July 1996 (Current Interest Bonds and Capital Appreciation Bonds); to refund Special Obligation Bonds, Series 1987A; to provide grants to the City of Miami Beach and the City of Homestead, Florida, to enable them to refund certain outstanding debt.	2035	4.8% to 6.10%	111,681
<b>Subordinate Special Obligation Refunding Bonds, Series 1997A:</b>			
\$86,571, December 1997; to refund Series 1996B bonds, which were issued to renovate the Miami Beach Convention Center and construct Section 212.0305 projects in the City of Homestead and finance the Homestead Convention Development Tax Revenue Certificates, Series 1989.	2026	5.35% to 5.62%	112,508
<b>Subordinate Special Obligation Bonds, Series 1997B:</b>			
\$170,008, December 1997 (Current Interest Bonds and Capital Appreciation Bonds); for the Downtown Performing Arts Center and construction or improvement of other cultural facilities.	2037	5.00% to 5.66%	186,253

(Continued)

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, GOVERNMENTAL ACTIVITIES (continued)**

(in thousands)

Bond description, original issue amount, date of issue, and purpose	Annual installments due through	Outstanding interest rates	Long-term debt, governmental
<b>Subordinate Special Obligation Bonds, Series 1997C:</b>			
\$41,961, December 1997 (Current Interest Bonds and Capital Appreciation Bonds); for the acquisition of real property for a new multi-purpose professional sports facility to be located in downtown Miami and the construction of a related bridge .	2028	4.10% to 5.68%	\$ 31,761
<b>Total Special Obligation Bonds, Governmental Activities</b>			<u>\$ 1,060,558</u>
<b>Housing Agency Bonds Payable:</b>			
New Housing Agency Debentures, Fourth Issue	2004	3.50%	305
New Housing Agency Debentures, Sixth Issue	2006	3.63%	545
New Housing Agency Debentures, Seventh Issue	2006	3.88%	1,272
New Housing Agency Debentures, Eighth Issue	2007	3.75%	515
New Housing Agency Debentures, Ninth Issue	2008	4.25%	750
New Housing Agency Debentures, Tenth Issue	2012	5.00%	6,085
New Housing Agency Debentures, Eleventh Issue	2013	4.88%	7,520
New Housing Agency Debentures, Twelfth Issue	2009	6.00%	<u>2,595</u>
<b>Total Housing Agency Bonds Payable, Governmental Activities</b>			<u>\$ 19,587</u>

Bonds totaling \$19,587 plus Notes Payable totaling \$88,958 = \$108,545 total  
Housing Agency debt

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, BUSINESS-TYPE ACTIVITIES**

(in thousands)

Bond description, original issue amount, date of issue, and purpose	Annual installments due through	Outstanding interest rates	Long-term debt, business type activities
<b>Revenue Bonds:</b>			
<b>Seaport Revenue Bonds:</b>			
The Seaport Revenue Bonds were issued to finance capital improvements to Port of Miami facilities. The Seaport Revenue Refunding Bonds were issued to defease debt to take advantage of lower interest rates.			
\$29,400, Seaport Revenue Refunding Bonds, Series 1990E, July 1990.	2010	6.50% to 8.00%	\$ 7,415
\$44,950, Seaport Revenue Refunding Bonds, Series 1995, September 1995.	2016	4.60% to 6.20%	43,215
\$29,270, Seaport Revenue Bonds, Series 1996, November 1996.	2026	4.00% to 5.50%	27,265
<b>Total Seaport Revenue Bonds</b>			<b>\$ 77,895</b>
<b>Aviation – Port Authority Properties – Revenue Bonds:</b>			
The Revenue Bonds were issued to finance the construction or renovation of certain airport facilities. The Revenue Refunding Bonds were issued to defease debt in order to take advantage of lower interest rates.			
\$100,000, Series W, October 1992	2007	4.90% to 6.10%	\$ 60,795
\$58,800, Refunding Series Y Bonds, April 1993	2011	4.50% to 5.50%	35,000
\$29,865, Refunding Series 1994B Bonds, November 1994	2006	5.40% to 6.40%	13,010
\$19,525, Refunding Series 1994C Bonds, November 1994	2006	8.10% to 8.80%	8,055
\$39,595, Refunding Series 1995A Bonds, January 1995	2011	5.15% to 6.10%	26,395
\$215,920, Series 1995B Bonds, March 1995	2024	5.75% to 6.00%	135,920
\$24,080, Series 1995C Bonds, March 1995	2025	5.75%	24,080
\$52,860, Refunding Series 1995D Bonds, August 1995	2010	4.25% to 5.80%	44,385
\$29,985, Refunding Series 1995E Bonds, August 1995	2010	4.10% to 6.00%	24,905
\$267,415, Series 1996A Bonds, March 1996	2026	5.75%	267,415
\$27,585, Series 1996B Bonds, March 1996	2026	5.60%	27,585
\$70,490, Refunding Series 1996C Bonds, July 1996	2011	4.90% to 5.50%	22,055
\$130,385, Refunding Series 1997A Bonds, June 1997	2010	4.60% to 6.00%	107,090
\$136,830, Series 1997B Bonds, October 1997	2022	4.75% to 5.125%	129,365
\$63,170, Series 1997C Bonds, October 1997	2027	5.13%	63,170
\$192,165, Refunding Series 1998A Bonds, July 1998	2024	4.00% to 5.25%	172,885
\$40,920, Refunding Series 1998B Bonds, July 1998	2006	4.00% to 5.00%	25,000
\$150,000, Series 1998C Bonds, October 1998	2029	4.40% to 5.25%	150,000
\$78,110, Series 2000A Bonds, March 2000	2029	5.40% to 6.00%	78,110
\$61,890, Series 2000B Bonds, March 2000	2029	5.25% to 5.75%	61,890
\$299,000, Series 2002 Bonds, May 2002	2032	4.50%-5.75%	299,000
<b>Total Aviation – Port Authority Properties – Revenue Bonds</b>			<b>\$ 1,776,110</b>

(Continued)

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, BUSINESS-TYPE ACTIVITIES (Continued)**

(in thousands)

Bond description, original issue amount, date of issue, and purpose	Annual installments due through	Outstanding interest rates	Long-term debt, business type activities
<b>Aviation Facilities Revenue Bonds:</b>			
\$43,100, Aviation Facilities Variable Rate Demand Bonds, 1984 Series A, December 1984; to provide for the funds for the payment of the County's \$37,000 Aviation Facilities Notes at their stated maturity date.	2009	Variable rate	\$ 25,400
\$106,900, Aviation Facilities Revenue Bonds, 1992 Series B, November 1992; for paying the cost of certain projects included in the Cargo Area Redevelopment Plan at Miami International Airport.	2022	5.10% to 6.60%	90,495
\$139,995, Aviation Facilities Revenue Bonds, 1994 Series C, July 1994; to provide funds for the payment of certain projects included in the Cargo Area Redevelopment Plan at Miami International Airport.	2024	5.375% to 6.20%	130,410
<b>Total Aviation Facilities Revenue Bonds</b>			<u><u>\$ 246,305</u></u>
<b>Public Health Trust Revenue Bonds:</b>			
\$162,765, Public Facilities Revenue Bonds (Jackson Memorial Hospital), Series 1993, June 1993; to pay the cost of refunding a portion of the Series 1988A Bonds; to pay the cost of certain capital improvements to Jackson Memorial Hospital.	2023	4.40% to 5.625%	\$ 70,135
\$58,080, Public Facilities Revenue Refunding Bonds (Jackson Memorial Hospital), Series 1993A, October 1993; to refund a portion of Public Facilities Revenue Bonds, Series 1986A and the Public Revenue Bonds, Series 1986B.	2015	4.40% to 4.875%	44,710
\$67,100, Public Facilities Revenue Bonds (Jackson Memorial Hospital), Series 1998, June 1998; to finance the cost of certain capital additions to healthcare facilities.	2018	3.70% to 5.25%	66,370
<b>Total Public Health Trust Revenue Bonds</b>			<u><u>\$ 181,215</u></u>
<b>Water and Sewer Revenue Bonds:</b>			
\$409,415, Water and Sewer System Revenue Refunding Bonds, Series 1993, December 1993; to refund or advance refund various obligations .	2013	4.40% to 5.00%	\$ 296,460
\$431,700, Water and Sewer System Revenue Bonds, Series 1994, February 1994; for capital improvements to the water and wastewater systems.	2022	Variable rates	419,970
\$346,820, Water and Sewer System Revenue Bonds, Series 1995, October 1995; for capital improvements to the water and wastewater systems.	2025	4.10% to 6.25%	335,430

(Continued)

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, BUSINESS-TYPE ACTIVITIES (Continued)**

(in thousands)

<b>Bond description, original issue amount, date of issue, and purpose</b>	<b>Annual installments due through</b>	<b>Outstanding interest rates</b>	<b>Long-term debt, business type activities</b>
\$437,195, Water and Sewer System Revenue Bonds, Series 1997, January 1997; to finance capital improvements to the water and wastewater systems.	2026	4.50% to 6.25%	\$ 418,670
\$150,000, Water and Sewer System Revenue Bonds, Series 1999A, April 1999; to finance capital improvements to the water and wastewater systems.	2029	5.00%	150,000
<b>Total Water and Sewer Revenue Bonds</b>			<b>\$ 1,620,530</b>
<b>Solid Waste System Revenue Bonds:</b>			
\$109,550, Solid Waste System Revenue Refunding Bonds, Series 1996, December 1996; to pay off a loan from the State of Florida; to defease Series 1985A and Series 1986 bonds.	2011	4.00% to 6.00%	\$ 78,915
\$60,000, Solid Waste System Revenue Bonds, Series 1998, August 1998; to pay the principal balance of \$50,000 of the Dade County, Florida Solid Waste System Bond Anticipation Notes, Series 1997; to pay \$7.758 of capital expenditures and the cost of issuance of the bonds.	2018	3.65% to 4.85%	54,285
\$40,395, Solid Waste System Revenue Bonds, Series 2001, February 2001; to pay for various capital expenditures related to solid waste facilities, including some expenditures for the closure of landfills/cells, and construction of new landfill/cells.	2021	4.37% to 5.50%	40,395
<b>Total Solid Waste System Revenue Bonds</b>			<b>\$ 173,595</b>
<b>Housing Agency Revenue Bonds:</b>			
\$9,000, Special Housing Revenue Refunding Bonds, Series 1998.	2012	5.30% to 5.80%	\$ 7,295
<b>Total Housing Agency Revenue Bonds</b>			<b>\$ 7,295</b>
<b>Total Revenue Bonds, Business-type Activities</b>			<b>\$ 4,082,945</b>
<b>General Obligation Bonds:</b>			
\$153,500, Seaport General Obligation Bonds, Series 1992, April 1992; to finance various capital improvements to the Port of Miami.	2003	5.90%	\$ 1,220
\$149,950, Seaport General Obligation Refunding Bonds, Series 1996, January 1996; to provide funds to refund a portion of the Series 1992 bonds.	2027	4.40% to 5.125%	149,950
<b>Total General Obligation Bonds, Business-type Activities</b>			<b>\$ 151,170</b>

(Continued)

MIAMI-DADE COUNTY, FLORIDA

**BONDS PAYABLE, BUSINESS-TYPE ACTIVITIES (Continued)**

(in thousands)

Bond description, original issue amount, date of issue, and purpose	Annual installments due through	Outstanding interest rates	Long-term debt, business type activities
<b>Special Obligation Bonds:</b>			
The following bonds are part of Miami-Dade County, Florida, Capital Acquisition Bonds totaling \$131,120, sold in September 2002. The remaining principal of \$85,045 is shown as long-term debt of governmental activities.			
\$25,030, Capital Asset Acquisition Special Obligation Bonds, Series 2002A and Series 2002B, September 2002; for the acquisition of buses by the Metro-Dade Transit Agency.	2013	2.00% to 5.00%	\$ 25,030
\$21,045, Capital Asset Acquisition Special Obligation Bonds, Series 2002A and Series 2002B, September 2002; for the acquisition of equipment by the Solid Waste Department.	2013	2.00% to 5.00%	21,045
<b>Total Special Obligation Bonds, Business-type Activities</b>			<u>\$ 46,075</u>

## MIAMI-DADE COUNTY, FLORIDA

### **Note 9 - Defined Benefit Pension Plan**

The County participates in the Florida Retirement System (the "System"), a cost-sharing, multiple-employer, public employee retirement plan, which covers substantially all of the full-time and part-time employees. The System was created in 1970 by consolidating several employee retirement systems. All eligible employees as defined by the State who were hired after 1970, and those employed prior to 1970 who elect to be enrolled, are covered by the System. Benefits under the plan vest after six years of service. Employees who retire at or after age 62, with six years of credited service (vesting period), are entitled to an annual retirement benefit, payable monthly for life. The System also provides for early retirement at reduced benefits and death and disability benefits. These benefit provisions and all other requirements are established by State statute.

#### **Summary of Florida Retirement System ("FRS") Contributions, Covered Payroll and Percentage of Covered Payroll (in thousands)**

	<b>2002</b>	<b>2001</b>	<b>2000</b>
Covered Payroll	\$ 1,747,000	\$ 1,587,000	\$ 1,424,000
Contributions	170,000	176,000	178,000
% of Covered Payroll	9.7%	11.1%	12.5%

Pension costs for the County, as required and defined by State statute, ranged from 5.76% to 16.10% of gross salaries for fiscal year 2002. For the fiscal years ended September 30, 2002, 2001 and 2000, the County contributed 100% of the required contributions.

A copy of the System's June 30, 2002 annual report can be obtained by writing to the Division of Retirement, Cedars Executive Center, 2639 - C North Monroe Street, Tallahassee, FL 32399-1560 or by calling (850) 488-5706.

### **Note 10 - Contingencies and Commitments**

#### ***Environmental Matters***

In August 1993, the Miami-Dade County Aviation Department ("MDAD" or "Aviation Department") and the Dade County Department of Environmental Resources Management ("DERM") entered into a Consent Order. Under the Consent Order, the Aviation Department was required to correct environmental violations resulting from various tenants' failure to comply with their environmental obligations at the Airport, including those facilities previously occupied by Eastern Airlines and Pan American Airlines. In addition, the Aviation Department had a preliminary study performed by an independent engineering firm to estimate the cost to correct the environmental violations noted in the Consent Agreement. This study was used as a basis to record the liability for environmental violations noted in the Consent Order. This study was used as a basis to record the environmental remediation as of September 30, 1993. In each subsequent year, the Aviation Department has received an updated study performed by MACTEC Engineering and Consulting, f/k/a LAW Engineering and Environmental Services, Inc. (LAW), an independent engineering firm, to further update the estimated costs to correct the environmental violations noted in the Consent Order based on additional information and further refinement of estimated costs to be incurred.

The Aviation Department has recorded as a liability the amount, which represents the low end of the range of cost estimates for cleanup. Management believes that no specific amount in the range represents a better estimate of the ultimate liability.

## MIAMI-DADE COUNTY, FLORIDA

In 2002, the engineering study was further updated to reflect changes having occurred during the past year. As a result of the updated study and costs incurred in fiscal year 2002, the estimated range of the costs to correct such violations at September 30, 2002 is from \$173 to \$404 million. The wide range of cost estimates for cleanup is due largely to uncertainties as to the nature and extent of environmental reparations and the methods that must be employed for their remediation. Such amounts are expected to be paid by the Aviation Department over 14 years. Management believes that no specific amount in the range represents a better estimate of the ultimate liability. As a result, the Aviation Department has recorded a liability of \$173 million in the Port Authority Properties at September 30, 2002. Management has allocated a portion of bond proceeds to fund this obligation and believes that the remaining amount can be funded from the operations of the Aviation Department.

During fiscal year 1998, a new Consent Order ("FDEP Consent Order") was signed with the State of Florida Department of Environmental Protection ("FDEP"). The new FDEP Consent Order encompasses and replaces the DERM agreement and includes additional locations. The FDEP Consent Order includes all locations at the Miami International Airport (MIA) that are contaminated, as well as additional sites where contamination is suspected. The Aviation Department included other sites where contamination is suspected in the FDEP Consent Order under a "Protective Filing". If contamination is documented at these sites, the State would be required to incur the costs of remediation after the first \$200,000 of costs incurred by MDAD. (See discussion of the second State program below). Because the State will be required to pay for remediation of sites filled in the Protective Filing and because the contamination at the sites are unknown, these sites appear in the Opinion of Cost report with no dollar amounts.

In February 1999, the Aviation Department settled its Inland Protection Trust Fund ("IPTF") case with FDEP concerning the cleanup of the sites formerly occupied by Eastern Airlines that are petroleum contaminated and are eligible for reimbursement. The settlement allocates \$1.7 million per year for a period of five years to clean up those sites that impact the current Capital Improvement Program. The Aviation Department has also applied for \$40 million of reimbursable costs from the State IPTF for eligible petroleum cleanup costs. As of September 30, 2002, the Aviation Department has received approximately \$26 million in reimbursements, which are being audited by the State. The Aviation Department has submitted additional supporting documentation to the State in appealing denials and requesting variances toward an additional \$11 million.

A large portion of the land at the Airport is a former military base that was originally proposed to be included on the National Priorities List. This site is now part of the Defense Environmental Restoration Project - Formerly Used Defense Sites ("DERP - FUDS") program. Currently, the County has several pending lawsuits in State and Federal Court against the U.S., PRPs, and insurers to address recovery of past and future damages associated with this site, under Federal, State and Local environmental laws.

The Aviation Department will also incur remediation costs to meet clean soil requirements as a result of future development. Such amounts are not considered an expense until such time when the Aviation Department commits to future development. It is estimated that these remediation activities will be in excess of \$38 million over the next 9 years.

The liability recorded by the Aviation Department does not include an estimate of any environmental violations at the four general aviation airports or at the Training and Transition Airport.

In addition to the studies conducted to determine the environmental damage to the sites occupied by Eastern and Pan Am, the Aviation Department caused studies to be performed to determine the amount required to remove or otherwise contain the asbestos in certain buildings occupied by the airlines. The Aviation Department has also estimated the amount required to remove or otherwise contain the asbestos in buildings other than those occupied by Eastern and Pan Am. The studies estimate the cost to correct such damage related to all buildings to be approximately \$4.5 million. Such amounts do not represent a liability of the Aviation Department until such time as a decision is made by the Aviation Department management to make certain modifications to the buildings, which would require the Aviation Department to correct such matters.

FDEP has not approved the use of Risk Based Corrective Action ("RBCA"), which management believes will result in a reduction of the recorded liability. After RBCA is approved, the Aviation Department will have an independent engineering firm update the cost estimates. Accordingly, no adjustments have been made to the liabilities recorded as of September 30, 2002 as a result of RBCA.

## MIAMI-DADE COUNTY, FLORIDA

### ***Settlement Agreement***

In 1993, the County entered into a settlement agreement with the Florida Department of Environmental Protection resulting in very limited restrictions on new sewer construction in certain areas of the County until adequate capacity becomes available in the wastewater system. Subsequently, two consent decrees were entered into with the U.S. Environmental Protection Agency ("EPA") whereby the Department accelerated its improvement program of the wastewater system, subject to a schedule of stipulated penalties if certain established completion dates are not met.

In December 1997, an Administrative Order on Consent ("AOC") with the EPA became effective which addresses alleged violations of federal and state law regarding underground treated sewage injection wells and effluent discharges at a Department wastewater treatment plant. As required by the AOC, the Department is conducting hydrogeological studies to determine the nature of the concerns and take appropriate action, if necessary. A Consent Order with FDEP, which is intended to operate in conjunction with the AOC, was executed by the parties and became effective on March 1, 1999. This Consent Order serves as a mechanism by which the Department can obtain the permits needed to perform any work required by the AOC. Effective August 1, 2002, the AOC was terminated and the EPA asked the FDEP to address the compliance of the facility through a new Consent Order. At the present, the Department and the FDEP are negotiating a new Consent Order.

### ***Tonnage Guarantee: Conduit Debt***

Montenay-Dade, Ltd. (the "Company") operates a resource recovery facility (the "Facility") for the County, pursuant to the Third Amended and Restated Operations and Maintenance Agreement (the "Amended Agreement") that expires on October 31, 2013. Solid waste is delivered to the Facility from the County's transfer stations, and directly from municipal customers and private haulers. The garbage and trash are processed into refuse-derived fuel and then burned in four boilers that produce steam to turn two turbine generators.

Payments made to the Company under the Amended Agreement are primarily for tipping fees on the waste processed through the facility, subject to certain delivery and processing guarantees. The Company is also paid a share of the revenues from the sale of electricity generated by the plant and purchased by Florida Power Corporation, under a power purchase agreement. Accordingly, these payments are treated as an operations and maintenance expense.

In order to finance ongoing plant enhancements over the years, the County issued various prior debt instruments on behalf of the Company, which were refunded from the proceeds of the \$182.7 million Dade County, Florida Resource Recovery Facility Refunding Revenue Bonds issued in 1996 (the "Series 1996 Bonds"). The County's obligation for the Series 1996 Bonds is limited to stipulations in the Amended Agreement, which guarantee a minimum amount of annual tipping fees. The Series 1996 Bonds are payable solely from and secured only by an irrevocable pledge of a lien on the Trust Estate created pursuant to the Trust Indenture. The County has not pledged any revenues or property (including the Facility) as security for the Series 1996 Bonds. The Series 1996 Bonds are conduit debt obligations and are, therefore, not reflected in the accompanying financial statements. The principal balance of the bonds outstanding at September 30, 2002 is \$118.6 million.

The Bond proceeds were loaned to the Company pursuant to a September 1, 1996 Loan Agreement. This Loan Agreement requires the Company to assign all tipping fees and other operating revenues directly to the Trust Estate in an amount that, at a minimum, will equal the debt service requirements on the Series 1996 Bonds.

The County has guaranteed to deliver, for processing at the Facility, 936,000 tons per year of on-site waste unless garbage is unavailable for delivery due to circumstances beyond the County's control. In that event, the County guarantees to deliver not less than 702,000 tons per year of on-site waste and at least 270,000 tons per year in recyclable trash. If the County fails to meet these guarantees, the County will be required to pay the agreed tipping fees as if it had in fact delivered the guaranteed tonnage. As of September 30, 2002 the County was in compliance with the tonnage guarantees.

## MIAMI-DADE COUNTY, FLORIDA

In addition to the tonnage guarantees, the County has also covenanted to establish rates at a level that will provide receipts in an amount sufficient to meet its obligation for minimum tipping fees under the Amended Agreement. In the event such receipts are insufficient, the County has covenanted that for so long as the Series 1996 Bonds are outstanding, it will appropriate in its annual budget, to the extent permitted, available non-ad valorem revenues in an amount sufficient to meet its obligation for minimum tipping fees. This appropriation must be in accordance with the budgetary procedures provided by the laws of the State of Florida.

For fiscal year 2002, the County paid \$51.2 million in tipping fees to the Company. The rates charged for tipping fees as of September 30, 2002 were \$29.94 per ton for on-site waste processing other than tires, and \$67.43 per ton for shredded tires. These rates are adjusted annually for the consumer price index. The tipping fee for RTI processed tons was \$25.86 per ton. Fuel and other by-products not returned to County facilities from RTI received a credit of \$1.56 per ton as a recycle credit fee. In addition, the County also paid a Capital Improvements Project tipping fee of \$6.09 per ton.

Concurrent with the issuance of the Series 1996 Bonds, the County entered into an interest rate swap agreement for purposes of converting the fixed interest payments on the Series 1996 Bonds into variable rate payments. Based on this agreement, which is also part of the Trust Estate, the Trustee pays amounts based on interest calculated at a variable rate to the counterparty to the swap, while the counterparty pays to the Trustee amounts based on interest at a fixed rate. The agreement by the counterparty to make payments to the County under the swap agreement does not affect the County's obligation under the Trust Indenture to pay the principal of and interest on the Series 1996 Bonds. Should interest rates increase significantly, the County could be exposed to increased payment obligations through increased tipping fees.

On October 22, 1997, the County entered into a second swap agreement to take advantage of the interest rate savings between the variable taxable and tax-exempt rates. This Agreement provides for the Trustee to pay interest at BMA/.604 of the outstanding notional amount of \$140.2 million to the counterparty in the swap with such notional amount to be reduced each October 1, commencing on October 1, 1998 as set forth in the schedules attached to the confirmation. The counterparty, in turn, pays the Trustee interest at a *taxable* variable rate of LIBOR + constant. The swap terminates on October 1, 2013. Termination may result in the Trustee making or receiving a termination payment.

In the event of termination of the operator, the County must find a successor operator. This operator will be required to assume the Company's obligations under the Amended Agreement and Trust Indenture, or pay the Trustee an amount equal to the higher of (1) the unamortized capital cost or (2) the minimum tipping fee amounts due under Section 7.1.9 of the Amended Agreement. The aggregate amounts of estimated minimum tipping fees to be paid under the Amended Agreement for future fiscal years are as follows (in thousands):

<u>Fiscal Year</u>	
2003	\$ 51,814
2004	51,594
2005	51,368
2006	49,330
2007	50,857
Thereafter	<u>300,017</u>
Total	<u>\$ 554,980</u>

The above amounts represent the County's share, net of the Company's contract obligations and the effect of the fixed to variable rate swap arrangements generating positive cash flows. The amounts are based on 936,000 tons of on-site waste plus 270,000 tons of RTI processed in 2002 and annually thereafter. The amounts were computed using fiscal year 2001 rates.

## MIAMI-DADE COUNTY, FLORIDA

### ***Disposal Contracts***

The County, as part of its Strategic Plan, has also entered into long-term waste disposal contracts with two private regional disposal facility providers, Waste Management of Florida, Inc. (“Waste Management”) and Wheelabrator South Broward, Inc. (“Wheelabrator”). As of September 30, 2002, the County was in compliance with both contracts.

The Waste Management contract is effective until September 30, 2015, with two additional five-year renewal options. Under the terms of the contract, the County must deliver, or direct to be delivered, a minimum of 100,000 tons per year to a landfill located in the City of Medley. The County may dispose of a combined total of up to 500,000 tons per year at that site or the Central Sanitary Landfill located in Pompano Beach. This contract fixed the disposal fees at \$24.50 per ton until October 1, 1999. They will be adjusted annually for increases in the consumer price index (“CPI”). The disposal fees paid by the County for fiscal 2002 were \$26.50. The Wheelabrator contract term is for one year with six annual renewal options and a mutual renewal option for an additional three years. Under the terms of this contract, the County may deliver on request, up to 100,000 tons per year. Disposal fees paid by the County were fixed at \$26.50 per ton until January 1, 1999. Disposal fees were adjusted at that date for increases in the CPI, and will be adjusted annually thereafter. The disposal fees paid by the County for fiscal 2002 were \$28.18 per ton.

### ***Closure and Postclosure Care Costs***

Current laws and regulations require the County to place final covers on landfill cells as they are closed, and perform certain maintenance and monitoring functions at the landfill cell sites for thirty years after closure. These laws and regulations also require the County, on an annual basis, to disclose the extent of its financial responsibility for the costs involved, which are referred to as “closure and postclosure care” costs. The County was in compliance with these requirements as of September 30, 2002.

At September 30, 2002, the County’s total liability for landfill closure and postclosure care costs was approximately \$86.4 million. Of this amount, \$55.3 million relates to active landfills and \$31.1 million relates to inactive landfills.

The County accounts for and discloses closure and postclosure care costs in accordance with GASB Statement No. 18 *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs* (the “Statement”). The Statement requires, among other matters: (1) that the liability for closure and postclosure care costs be estimated based on applicable federal, state or local regulations that were in existence as of the balance sheet date, (2) that the cost estimates be reevaluated and adjusted on an annual basis for changes due to inflation or deflation, or for changes due to advancements in technology, (3) that a portion of these estimated closure and postclosure costs be recognized in each operating period that the landfill is active, based on the amount of waste received during the period, even though the majority of the costs will not be disbursed until the landfill cells are closed, and (4) that changes in the estimated costs for closure and postclosure care which occur after the landfill stops accepting waste are recognized entirely in the period of the change.

Expenses for closure and postclosure care are funded from bond proceeds, of which the principal and interest are subsequently repaid from Utility Service Fees assessed on all countywide water and wastewater users, in accordance with Chapter 24 of the Dade County Code (the “Code”). Under the Code, funds collected from this fee can be used for solid waste landfill closure and postclosure care costs that are the financial responsibility of the County, for environmental remediation at landfill sites, and for land acquired to protect groundwater.

***Active Landfills*** - Active landfills consist of the North Dade Landfill (ND), the South Dade Landfill (SD), and the Resources Recovery Ashfill (RR).

The liability balance of \$55.3 million as of September 30, 2002 represents an decrease of \$.5 million when compared to the preceding year. This decrease resulted from the combined effect of (1) an amortization debit of \$6.5 million in the current period to adjust the recorded liability to the amount that was required to be recognized based on the use of approximately 75.4% of the existing landfill capacity, and (2) reductions of approximately \$7,073,000 for amounts paid or due to vendors actually performing closure or postclosure work during the current period on a closed “cell” of an active landfill.

## MIAMI-DADE COUNTY, FLORIDA

Unrecognized costs of approximately \$36.4 million as of September 30, 2002, will be amortized on a current basis as the existing estimated capacity of approximately 7.7 million tons at September 30, 2002 is used. This estimated capacity is expected to last until 2014 based on current waste flows.

**Inactive Landfills** - Inactive landfills consist of the Main Landfill at 58th Street (Main), the Ojus Landfill (Ojus), and the old South Dade Landfill (OSD).

The liability balance of \$31.1 million as of September 30, 2002, represents a decrease of \$5 million when compared to the preceding year. This decrease resulted from the combined effect of (1) a net credit of \$2.4 million in the current period to adjust the recorded liability to the current estimate, and (2) reductions of \$2.6 million for amounts paid or due to vendors actually performing closure or postclosure work during the current period.

### **Construction Commitments**

Contracts and commitments relating to the Metrorail project and other transportation construction projects approximated \$7.0 million at September 30, 2002. Funding for approximately 90% of the 2002 commitment is anticipated to be provided by federal and state sources. The remainder will be funded by local sources.

As of September 30, 2002, Water and Sewer, Public Health Trust, Aviation, and Solid Waste Enterprise Funds had major construction commitments totaling \$44.1 million, \$287.22 million, \$1.4 billion and \$2.1 million, respectively.

The Reserve for Encumbrances at September 30, 2002, for the Capital Project Funds reflect construction commitments entered into by the County.

The following table sets forth these commitments by program classification (in thousands):

Street and Safety Improvements	\$	54,363
Recreational Facilities and Cultural Improvements		238,373
Public Safety Facilities		3,193
Judicial and Correctional Facilities		2,696
Physical Environment		3,418
General Governmental Facilities		13,380
Total	\$	<u>315,423</u>

### **Gantry Cranes Operating Agreement**

The Seaports gantry crane operation had been maintained by a private company (the "Operating Company") under a restated and amended operating agreement dated November 1, 1988. During 1997, certain activities of the Operating Company came under investigation by local, state and federal authorities to determine whether user fees belonging to the County were spent by the Operating Company for improper or illegal purposes. In addition, County investigation indicates that shipping companies may not have been billed or were underbilled for gantry crane services. This contract was terminated by the County on May 19, 1998.

During the term of the Restated and Amended Agreement, the County received approximately \$3.9 million (cumulatively) from the Operating Company for user fees in excess of the amounts retained. In addition, the County believes the Operating Company has an obligation to repay certain operating advances and ground lease rentals of approximately \$11.5 million that carried forward from the previous agreement, plus accrued interest thereon. This obligation has not been reflected in the accompanying financial statements. Such balances accrue simple interest at an annual rate of 7.8% and are reduced by excess usage fees paid by the Operating Company. The Seaport has received approximately \$500,000 (cumulatively) from the Operating Company for excess usage fees. The County believes that the collection of any amounts owed by the Operating Company pursuant to the Agreement is doubtful due to the negative net worth of the Operating Company.

## MIAMI-DADE COUNTY, FLORIDA

The County has filed a claim against the Operating Company for breach of contract, breach of fiduciary duty, civil theft, and declaratory relief, among others. The County believes it has a claim against the Operating Company for recovery of improper expenditures. The full amount has not been determined. The County has concluded at this time that it is not possible to determine the amount, if any, that may be collectible from the Operating Company, if it is determined that amounts were spent improperly; therefore, no amounts have been recorded in the accompanying financial statements.

The Operating Company has filed a counterclaim against the County alleging that Seaport officials required them to pay for expenses that were not related to gantry crane activities; therefore, creating deficits that could have been used to reduce amounts owed to the Seaport. The outcome of these matters cannot presently be determined.

On May 19, 1998, pursuant to Resolutions R-456-98 and R-514-98, the County terminated the Agreement with the Operating Company and entered into an Interim Gantry Crane Management Agreement (the "Interim Agreement") with a company (the "Interim Operator") to take over the maintenance of the gantry cranes. On June 6, 1999, the Board of County Commissioners adopted Resolution R-671-99 adopting in principle the Crane Maintenance Company Business Plan proposed by the Seaport and recommended by the County Manager. This plan provided for the creation of a not-for-profit company, Port of Miami Crane Management, Inc. ("Crane Management"), to replace the Interim Operator. Crane Management is responsible to a board of directors appointed by the Board of County Commissioners, the County Manager, the Port Director, and Port users. Crane Management became fully operational during fiscal year 2002 and the Interim Agreement was terminated September 30, 2002. Container crane user revenues for fiscal years 2002 and 2001 totaled \$11.1 million and \$10.8 million, respectively.

### ***Dredging Project***

The Seaport Department entered into a contract in 1994 with a dredging company for the dredging of the Port of Miami's south channel. The total cost of the project, including two approved change orders, was approximately \$40.5 million. The performance of the contractual obligation was backed by a performance bond. In January 1997, the dredging company filed for Chapter 11 bankruptcy protection and shortly thereafter demobilized its equipment and abandoned the project. In March 1998, the dredging company rejected the contract and prompted the County to make formal demand on the performance bond company ("bond company"). When the bond company neither tendered the amount of the bond to the County, nor promptly started the project, the County filed suit against the bond company.

Also, during fiscal year 1998, the County discovered that the dredging company had billed the County approximately \$29.3 million, however, they had only completed \$19.4 million worth of dredging project. Therefore, over-billing the Seaport for approximately \$9.9 million. The Seaport has recorded the amount of the overpayment as a construction advance.

During 1999, the bond company brought in a replacement contractor to complete the unfinished work. The replacement contractor abandoned the project leaving a significant amount of dredging work pending. This matter is currently under litigation. The County has sought to recover the overpayment made by filing a proof of claim in the dredging company's bankruptcy proceeding, as well as initiate a civil suit against the bond company. The bond company in turn has filed a counterclaim against the County, seeking approximately \$29 million in alleged damages.

Additional portions of the project have been completed, thereby reducing the estimated advance to approximately \$8.9 million. The Seaport is currently holding approximately \$2 million in retainage and has reported a loss reserve of approximately \$7 million.

### ***Building Lease/Terminal Usage Agreements***

The Seaport entered into an office building lease agreement (the "Agreement") with one of its cruise line customers (the "Lessee") to finance and construct an office building and related improvements (the "Building") at the Seaport. The Building is to be occupied and used by the Lessee. The Seaport would assume any financing, up to a maximum of \$16.6 million, entered into by the Lessee to finance the construction of the Building and would possess fee simple title to the Building. Under terms of the Agreement, the Lessee is to pay base rent of an amount per year equal to the debt service payments on the financing assumed by the Seaport. The financing is subject to the approval of the County.

## MIAMI-DADE COUNTY, FLORIDA

The construction of the Building has been completed; however, the Seaport and the Lessee are currently in dispute over certain terms and conditions of the Agreement. As a result, the Seaport has neither assumed any financing which may have been entered into by the Lessee to finance the construction of the Building nor possesses fee simple title to the Building. Until the Seaport obtains title to the building and assumes any debt and any other uncertainties regarding the contract are resolved, the County does not plan to include such asset and related liability, if any, in its financial statements to reflect the effects of the items described herein.

During fiscal years 1998 and 1999, the County approved various resolutions authorizing the County Manager to execute terminal usage agreements with two major cruise lines (the "Lines") and a terminal operating agreement with one of the cargo terminal operators. These agreements provide certain wharfage and dockage incentive discounts from the published Tariff in return for annual revenue guarantees and preferential berthing arrangements at certain terminal facilities. The cargo terminal operator agreement also provides for container yard improvements and reduced reefer rates.

The terminal usage agreements are 15 year contracts with five-year renewal options wherein each line guarantees to pay minimum annual revenues of not less than \$6.5 million in the first year and increasing annually thereafter during the initial term of the agreements. The lines receive incentive discounts ranging from 27% to a maximum of 33% from the published wharfage and dockage rates. Annual dockage and wharfage increases are capped, with only one increase per annum.

### ***Interlocal Agreement***

The County entered into an interlocal agreement (the "Interlocal Agreement") with the City of Miami Beach, Florida (the "City") in 1996 regarding the use and disposition of the two-thirds (2/3) portion of the Convention Development Tax (the "Tax"). The Tax is imposed by the County, pursuant to Section 212.0305(4)(b) of the Florida Statutes, on the leasing or letting of transient rental accommodations. Prior to this agreement, the Tax proceeds were collected by the County and remitted to the City of Miami Beach after the payment of debt service on any bonds secured by the Tax. However, the Interlocal Agreement provides that the tax proceeds be held by the County for projects permitted by State law and distributed after debt service is paid on the Miami-Dade County Special Obligation and Refunding Bonds Taxable Series 1996A and Series 1996B (the "1996 Senior Lien Bonds") and an annual operating subsidy payment of \$1.5 million (the "Operating Subsidy") is remitted to the City for the Miami Beach Convention Center Complex (the "Complex").

During fiscal year 1998, the County issued three series of bonds (the "1997 Subordinate Bonds") at one time. The 1997 Subordinate Bonds were comprised of the Subordinate Special Obligation Refunding Series 1997A, in the amount of \$86,570,856, Subordinate Special Obligation Bonds, Series 1997B, in the amount of \$170,008,377 and Subordinate Special Obligation Bonds, Series 1997C in the amount of \$41,961,440. The 1997 bond proceeds were used to refund a portion of the 1996 Senior Lien Bonds, to provide additional funds for the construction of the performing arts center (the "Downtown PAC"), to renovate and construct other cultural facilities and to acquire real property for the construction of a new multi-purpose professional sports facility in the City of Miami (the "Arena Project"). The 1996 Senior Lien Bonds and the Operating Subsidy have a first lien on the Tax that is superior to the lien on the Tax in favor of the 1997 Subordinate Bonds.

In 2001, the City and the County amended the Interlocal Agreement to provide, among other matters, for an increase in the Operating Subsidy to \$3 million for April 1, 2002 and to \$4.5 million on each April 1 thereafter until the end of the term of the Agreement. It also provided that the County and the City would share in any Tax proceeds that exceeds a certain growth factor for each year commencing in 2004. Moreover, the County agreed to fund \$15 million of capital improvements for the Complex from the next bond transaction in which the Tax is pledged and to pay an additional \$50 million in available tax proceeds to the City if the Tax is not pledged to a new baseball stadium by December 2003. The additional payments to the City agreed to in the amendment to the Interlocal Agreement are payable from Tax proceeds only and are subordinate to the lien on the Tax in favor of the 1996 Senior Bonds, the original \$1.5 Operating Subsidy and the 1997 Subordinate Bonds.

## MIAMI-DADE COUNTY, FLORIDA

### *Other Commitments*

#### *Social Security Administration*

The Social Security Administration (“SSA”) contended that house staff of Jackson Memorial Hospital are considered employees of the Public Health Trust (“PHT”), and that their wages, therefore, should be subject to FICA taxation retroactive to January 1, 1980. In September 1995, the PHT, the State of Florida, the SSA and the Internal Revenue Service signed an agreement to settle this matter. Pursuant to the agreement, the PHT made a lump sum payment of \$17,900,000 plus accrued interest of \$391,000. The PHT is also required to pay \$1,350,000 discounted at 5%, which is approximately \$1,331,322 and is reflected in the accompanying financial statements.

#### *Legal Contingencies*

The County is a defendant to other legal proceedings that occur in the normal course of operations. In the opinion of the County Attorney, the ultimate resolution of these legal proceedings are not likely to have a material, adverse impact on the financial position of the County or the affected funds.

Church and Tower is a contractor which performed paving work for the Water and Sewer Department under Contract # W-755 (“W-755”). The Water and Sewer Department incurred expenses in the amount of \$19 million in fiscal year 1997 and \$18.2 million in fiscal year 1996 under W-755. The County and the State Attorney’s Office conducted investigations of all payments and outstanding invoices under W-755 due to detected discrepancies. As a result of these investigations and a non-binding mediation process, a settlement was approved in January 2003. Under the approved settlement, the Department will receive a net payment from Church and Tower in the amount of \$2.3 million and Church and Tower will dismiss all claims, including \$2.5 million relating to invoices which were frozen and unpaid.

#### *Departure Incentive Program*

The County offered a Departure Incentive Program (the “Program”) to employees with ten years of continuous service who were eligible for an unreduced Florida Retirement System benefit on or before January 31, 1996, and to employees who completed 20 years or more of continuous service, regardless of age, on or before January 31, 1996. The Program offered single health insurance coverage in a County approved group health plan or a \$300 a month cash payment for a minimum of eight years or until the employee becomes eligible for Medicare. The total estimated cost of the Program, discounted at 5%, is approximately \$7,063,000 and is recorded in long-term debt.

#### *Arbitrage Rebates*

At September 30, 2002, the County recorded obligations to rebate arbitrage interest earnings on certain General Obligation and Special Obligation Refunding and Equipment Floating Bonds (the “Bonds”) issued after the passage of the Tax Reform Act of 1986. The proceeds of the bonds were used to refund existing debt and to finance certain capital projects and acquisitions accounted for within the governmental and proprietary fund types of the County.

The rebate to the Federal Government, required to be paid within five years from the date of issuance and each five years thereafter, is estimated to be approximately \$5.732 million as of September 30, 2002. The liability related to governmental activities, not expected to be paid with available financial resources, is \$1.914 million and is recorded in long-term debt. The liability related to the enterprise funds at September 30, 2002 amounted to \$3.818 million, and is also included in long-term debt. The ultimate amount of the County’s obligation will be determined based on actual interest earned.

#### *Federal and State Grants*

Federal grant awards are audited in accordance with OMB Circular A-133 to determine that the terms and conditions of the grant awards have been complied with. Federal and State of Florida grant awards are subject to audit by the respective grantor agencies.

Florida Rules of the Auditor General, Section 10.550, specifies the requirements for entities that receive state financial assistance. Among these requirements is that an audit must be performed in compliance with the State of Florida Single Audit Act. It is the County management’s opinion that no material liabilities will result from any such audits.

**MIAMI-DADE COUNTY, FLORIDA**

***Contingent Liability / Loan Guarantee***

The County's General Fund is contingently liable for the payment of certain obligations from available non ad valorem taxes, and has pledged to budget and appropriate annually for the debt service payments in the event revenues from the benefiting enterprise operations are not sufficient to meet the debt service requirements. These instances are delineated below.

<b>Series</b>	<b>Department</b>	<b>Original Amount</b>	<b>Principal Outstanding at 9/30/2002</b>	<b>Final Maturity</b>
Sunshine State Governmental Financing Commission, Series 1986	Seaport	\$50,000,000	\$48,000,000	July 1, 2012
Sunshine State Governmental Financing Commission, Series 1986	Parks	\$2,000,000	\$1,893,261	July 1, 2012
Sunshine State Governmental Financing Commission, Series 1995	Seaport	\$41,390,000	\$41,390,000	December 20, 2020
Sunshine State Governmental Financing Commission, Series 1998	Seaport	\$20,605,000	\$19,250,000	October 20, 2023
Sunshine State Governmental Financing Commission, Series 1999	Seaport	\$36,000,000	\$34,345,000	October 1, 2024
Sunshine State Governmental Financing Commission, Series 2001	Seaport	\$150,000,000	\$150,000,000	October 1, 2029
Sunshine State Governmental Financing Commission, Series 2001	Various	\$49,000,000	\$49,000,000	October 1, 2029
Industrial Development Revenue Bonds-BAC Funding Project Series 2000A and 2000B	Various	\$21,795,000	\$21,795,000	October 1, 2030

Miami-Dade County entered into a lease agreement whereby BAC is the developer of an office-building complex pursuant to an installment sales agreement. Miami-Dade County will lease the entire building and the lease payments are pledged to the bondholders. Additionally, the County has unconditionally guaranteed to budget and appropriate any shortfalls in pledged revenues from non ad valorem taxes.

MIAMI-DADE COUNTY, FLORIDA

**Note 11 - Interfund Transfers and Balances**

	(in thousands)			
	Transfers		Interfund	
	In	Out	Receivables	Payables
<b>General Fund</b>	\$ 54,347	\$ 376,265	\$ 77,703	\$ 1,000
<b>Community and Social Development</b>	64,760	1,907	1,000	712
<b>Special Revenue Funds</b>				
Fire and Rescue	7,704	400		5,000
Health Development	7,631	146,529		35,001
Housing Agency Public Housing Division			12,031	12,893
Hurricane Restoration	4,408	360		5,560
Other Special Revenue	32,784	48,597		
<b>Debt Service Funds</b>				
Special Obligations		445		
Other Special Obligations	48,417	3,284		
Loan Agreements	2,338			
<b>Capital Projects Funds</b>				
Bond Projects	630	8,733		
Impact Fees		164		1,994
Other Capital Projects	56,041	17,738		700
<b>Permanent Funds</b>		100		
<b>Internal Service Fund</b>				
Self Insurance			15,183	
<b>Total Governmental Activities</b>	279,060	604,522	105,917	62,860
<b>Enterprise Funds</b>				
Transit Agency	110,651			60,147
Solid Waste Management			1,994	2,047
Seaport		773		1,669
Aviation Department			857	8,040
Water and Sewer		33,035	3,625	8,128
Public Health Trust	250,324		34,997	5,204
Housing Agency Public Housing Division			705	
Rickenbacker Causeway		1,705		
<b>Total Business-type Activities</b>	360,975	35,513	42,178	85,235
<b>TOTALS</b>	<u>\$ 640,035</u>	<u>\$ 640,035</u>	<u>\$ 148,095</u>	<u>\$ 148,095</u>

## CONTINUING DISCLOSURE

The County has agreed, in accordance with the provisions of, and to the degree necessary to comply with, the secondary disclosure requirements of Rule 15c2-12 (the "Rule") of the Securities and Exchange Commission ("SEC"), to provide or cause to be provided for the benefit of the Beneficial Owners of any Series of Bonds issued after July 3, 1995 to each nationally recognized municipal securities information repository ("NRMSIR"), and to the appropriate State Information Depository ("SID"), if any, designated by the State, the following annual financial information or operating data (the "Annual Information"), commencing with the Fiscal Year ending September 30, 1996:

(1) Historical collections of the Pledged Revenues in a form which is generally consistent with the presentation of such information as it appears in the Official Statement for any Series of Bonds issued after July 3, 1995.

(2) The County's Comprehensive Annual Financial Report utilizing generally accepted accounting principles applicable to local governments.

The information in subparagraphs (1) and (2) above will be available on or before 243 days after the end of such Fiscal Year, and shall be made available to each NRMSIR, SID, if any, and each Beneficial Owner of any Series of Bonds issued after July 3, 1995 who requests such information. The County's Comprehensive Annual Financial Report referred to in subparagraph (2) above is expected to be available separately from the information in subparagraph (1) above and will be provided by the County as soon as practical after acceptance of such statements from the auditors by the County. If not, unaudited information will be provided within the time frame set forth above and audited financial statements will be provided as soon after such time as they become available.

The County has agreed to provide or cause to be provided, in a timely manner, to (i) each NRMSIR or the Municipal Securities Rulemaking Board ("MSRB"), and (ii) the SID, if any, notice of the occurrence of any of the following events with respect to any Series of Bonds issued after July 3, 1995, if, in the judgement of the County, such event is material:

- (1) principal and interest payment delinquencies;
- (2) non-payment related defaults;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers, or their failure to perform;
- (6) adverse tax opinions or events affecting the tax-exempt status of the Bonds;
- (7) modifications to rights of holders of the Bonds;
- (8) bond calls;
- (9) defeasance;
- (10) release, substitution, or sale of any property securing repayments of the Bonds; and
- (11) rating changes.

The County has agreed to provide or cause to be provided, in a timely manner, to (i) each NRMSIR or to the MSRB, and (ii) the SID, if any, notice of its failure to provide the Annual Information with respect to itself on or prior to 243 days following the end of the preceding Fiscal Year.

The foregoing obligation of the County shall remain in effect only so long as any Series of Bonds issued after July 3, 1995 are outstanding. The County has reserved the right to terminate its obligation to provide the Annual Information and notices of material events, as set forth above, if and when the County no longer remains an "obligated person" with respect to any Series of Bonds issued after July 3, 1995 within the meaning of the Rule.

The County has agreed that its undertaking pursuant to the Rule set forth in this Section is intended to be for the benefit of the Beneficial Owners of any Series of Bonds issued after July 3, 1995 and shall be enforceable by such Beneficial Owners if the County fails to cure a breach within a reasonable time after receipt of written notice from a Beneficial Owner that a breach exists; provided that any such Beneficial Owner's right to enforce the provisions of this undertaking shall be limited to a right to obtain specific performance of the County's obligations in a Federal or State court located within the County and any failure by the County to comply with the provisions of this undertaking shall not be a default with respect to any Series of Bonds issued after July 3, 1995.

Additionally, the requirements of filing the Annual Information do not necessitate the preparation of any separate annual report addressing only any Series of Bonds issued after July 3, 1995. The requirements may be met by the filing of an annual information statement or the County's Comprehensive Annual Financial Report, provided such report includes all of the required annual information and is available by June 1 of each year for the preceding Fiscal Year. Additionally, the County may incorporate any information in any prior filing with each NRMSIR and the SID.

The County has reserved the right to modify, from time to time, the specific types of information provided or the format of the presentation of such information, to the extent necessary or appropriate in the judgment of the County, provided that the County has agreed that any modification will be done in a manner consistent with the Rule.

The County covenants as to secondary disclosure (the "Covenants") may only be amended if:

(A) the amendment is made in connection with a change in circumstances that arises from a change in legal requirements, change in law or change in the identity, nature or status of the County or the District or type of business conducted; the Covenants, as amended, would have complied with the requirements of the Rule at the time of award of any Series of Bonds issued after July 3, 1995, after taking into account any amendments or change in circumstances; and the amendment does not materially impair the interests of the Beneficial Owners, as determined by Bond Counsel or other independent counsel knowledgeable in the area of Federal securities laws and regulations; or

(B) all or any part of the Rule, as interpreted by the staff of the SEC at the date of the adoption of the Series Resolution, ceases to be in effect for any reason, and the County elects that the Covenants shall be deemed amended accordingly.

Any assertion of beneficial ownership must be filed, with full documentary support, as part of the written request described above.

The Board further authorizes and directs the Finance Director to cause all other Covenants to be made or action to be taken as required in connection with meeting the County's obligations as to the Covenants.

## INVESTMENT POLICY

Pursuant to Florida Statutes 218.45 which requires a written investment policy by the Board, the County adopted an investment policy (the "Policy") which applies to all funds held by or for the benefit of the Board in excess of those required to meet short-term expenses, except for proceeds of bond issues which are deposited in escrow and debt service funds governed by their respective bond indentures.

The primary objectives of the Policy, listed in order of importance are:

1. the safety of principal;
2. the liquidity of funds; and
3. the maximization of investment income.

The Policy limits the securities eligible for inclusion in the County's portfolio to a maximum maturity of three (3) years. The Policy allows investments in repurchase agreements with a maximum length to maturity of 14 days from the date of purchase; the collateral shall be "marked to market" as needed.

To enhance safety, the Policy requires the diversification of the portfolio to reduce the risk of loss resulting from over-concentration of assets in a specific maturity, issuer or class of security. The Policy also requires the monthly performance reports to be presented to the County Clerk and to the County's Finance Director, quarterly performance reports to be submitted to the Investment Advisory Committee and an annual report to be presented to the Board within 90 days of the end of the Fiscal Year.

The Policy may be modified by the Board as it deems appropriate to meet the needs of the County.

## **BOND CONSULTANTS**

### **Underwriters**

After a selection process, pursuant to Ordinance No. 99-73, which enables the County Manager to issue a request for qualifications for underwriters, the County selected a new pool of underwriting firms, based on each firm's capital strength and ability to underwrite and market bonds effectively. The date the new pool became effective was November 24, 2000. The pool is divided into two divisions: a small firm division and a large firm division. Bond transactions will be senior managed based on the size of the transaction. Any bond transaction less than \$75 million shall be senior managed by a firm from division 1 and any bond transaction in excess of \$75 million shall be senior managed by a firm in division 2. Any firm, whether in the pool or not in the pool, that submits an unsolicited proposal that subsequently becomes a County bond transaction shall be the senior manager. Co-managers and senior co-managers shall be assigned to all County bond transactions from both divisions. The peripheral authorities' underwriters are not selected from this pool. This pool shall stay in effect for a five year period or until the County Manager issues a new request for qualifications for underwriters and the Board approves a new pool.

### **Bond Counsel and Disclosure Counsel**

The County utilizes a pool of bond counsel firms which it selected after a competitive process. In November 1998, the County selected a bond counsel pool consisting of three joint ventures with arrangements between nationally recognized bond counsel firms and local minority-owned bond counsel firms. The pool was established for a three-year period and two one-year extensions. The pool expires in November 2003. At the same time the bond counsel pool was selected, the County selected a disclosure counsel pool consisting of four joint ventures with arrangements between nationally recognized firms with an expertise in municipal finance and local minority-owned firms with an expertise in municipal finance to act as disclosure counsel. In addition and at the same time, the County established another bond counsel pool, again consisting of joint ventures with arrangements between nationally recognized bond counsel firms and local minority-owned bond counsel firms, to act as bond counsel for the County's peripheral authorities. The bond counsel and disclosure counsel firms will be rotated between firms on County and County peripheral authorities bond transactions by amount of prior compensation.

### **Financial Advisors**

The County selected three firms to serve as financial advisors to the County after a competitive process. One firm represents the County on all general financial matters excluding financial matters of the Aviation, Seaport, Solid Waste, and Water and Sewer Departments, which are handled by the other two firms. The contracts with the old financial advisors and the new financial advisors terminated and commenced, respectively, on August 1, 2001 and the County, at its sole discretion, reserves the right to exercise the option to renew the contract for a period of four (4) additional years on a year by year basis.

### **All Other Consultants and Bond Transaction Participants**

The County selects all of its other consultants (i.e., paying agents, registrars, escrow agents, swap providers, etc.) by competitive bid.

# BOND CONSULTANTS

## LEGAL COUNSEL POOLS:

### Senior Firm

#### **COUNTY BOND COUNSEL:**

Greenberg Traurig Hoffman Lipoff  
Rosen & Quentel  
Holland & Knight  
Squire, Sanders & Dempsey L.L.P.

### Junior Firm

Edwards & Carstarphen  
The Law Office of Steve E. Bullock, P.A.  
McCrary & Associates

#### **COUNTY AUTHORITY BOND COUNSEL:**

Adorno Zeder, P.A. & Jones Hall  
Bryant, Miller and Olive, P.A.  
Eckert Seamans Cherin & Mellott, P.A.

Cline and Associates  
Manuel Alonso-Poch, P.A.  
Liebler, Gonzalez & Portuondo, P.A.

#### **COUNTY DISCLOSURE COUNSEL:**

Nabors, Giblin & Nickerson, P.A.  
McGhee & Associates  
Ruden, McClosky, Smith, Schuster & Russell, P.A.  
Golden & Associates, formerly known as  
Sales Goodloe & Golden, LLP

Harold Long, Jr., Esquire  
Villalobos Law Firm  
The Lacasa & Associates  
De La Pena, Villanueva & Bajandas, LLP &  
Law Offices of Williams & Associates

## **FINANCIAL ADVISORS: commencing August 1, 2001**

### General County

P.G. Corbin & Company, Inc.,

### Airport

First Southwest Company and  
Fidelity Financial Services, L.C.,  
a Joint Venture

### Water & Sewer, Solid Waste and Seaport

Public Financial Management,  
Diversified Management  
International, Inc. and  
Masvidal Partners, Inc.,  
a Joint Venture

**UNDERWRITER'S POOL:**

On November 14, 2000 and becoming effective November 24, 2000, the Board of County Commissioners adopted Resolution R-1155-00, establishing a pool of Underwriters. The pool of Underwriters consisted of two Divisions. Division 1 consists of firms with net capital less than \$5,000,000. Division 2 consists of firms with net capital in excess of \$5,000,000. It is anticipated that members of both Divisions will be assigned to County negotiated bond transactions.

**Division 1**

Guzman & Company  
Siebert Brandford Shank & Co., LLC  
Ramirez & Co., Inc.  
M.R. Beal & Company  
Loop Capital Markets, LLC  
Jackson Securities Inc.  
The Chapman Co.  
Estrada Hinojosa & Co.

**Division 2**

Salomon Smith Barney  
Morgan Stanley & Co., Inc.  
Merrill Lynch Pierce Fenner & Smith  
UBS PaineWebber Incorporated  
Lehman Brothers  
A.G. Edwards & Sons, Inc.  
Bear Stearns & Co., Inc.  
JPMorgan Securities Inc.  
Raymond James & Associates, Inc.  
Banc of America Securities LLC  
William R. Hough & Co.  
Morgan Keenan & Company  
Stifel, Nicolaus & Co., Inc.  
Quick & Reilly, Inc.

**MIAMI-DADE COUNTY, FLORIDA**  
**General Obligations of Miami-Dade County**

**SECURITY FOR AND SOURCES OF PAYMENT**  
**OF GENERAL OBLIGATION BONDS**

**General Obligation Pledge**

General Obligation Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible personal property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the prompt payment of both principal of and interest on the Bonds as the same become due and payable. Pursuant to the Florida Constitution, there is no limit on the amount of ad valorem taxes a county may levy for the payment of General Obligation Bonds.

Assessed Value of Taxable Property<sup>(1)</sup>  
Fiscal Years 1993-2002  
(in thousands)

Fiscal Year Ended Sept. 30,	Real Property Assessed Value	Personal Property Assessed Value	Real Property Exemptions <sup>(2)</sup>	Personal Property Exemptions	Net Assessed Property Value
1993	\$77,264,761	\$8,158,426	\$18,441,384	\$1,081,797	\$65,900,006
1994	75,190,509	8,279,491	18,392,267	1,065,750	64,011,983
1995	82,399,251	8,886,974	18,923,052	1,223,385	71,139,788
1996	86,479,474	9,362,933	19,802,800	1,501,046	74,538,561
1997	89,669,244	9,271,171	20,124,273	1,276,453	77,539,689
1998	93,663,614	11,260,305	20,333,238	3,116,503	81,474,178
1999	98,507,821	11,345,006	20,914,594	3,099,153	85,839,080
2000	103,579,838	11,778,021	21,304,769	3,157,294	90,895,796
2001	109,306,459	12,188,611	22,747,425	3,189,242	95,558,403
2002	118,257,217	12,474,622	23,648,584	3,199,768	103,883,487

SOURCE: Miami-Dade County Property Appraisal

NOTE: The basis of assessed value is approximately one hundred percent (100%) of actual value. Certified roll for Fiscal Year ending September 30, 2003 indicates that the net assessed property value is \$115,792,741,978.

(1) Valuation is established by the County's Property Appraiser as of January 1 of the calendar year in which the Fiscal Year begins.

(2) Includes homestead, agricultural, governmental and institutional, renewable energy resources and other personal exemptions.

**Property Tax Levies and Collections**  
Fiscal Years 1993-2002  
(in thousands)

Fiscal Year Ended Sept. 30,	Total County Millage <sup>(1)</sup>	Total Adjusted Tax Levy <sup>(2)</sup>	Gross Collections Before Discounts	Net Collections			Percent of Tax Roll Collected
				Discounts Allowed	Miami-Dade County	Other Taxing Districts <sup>(3)</sup>	
1993	\$14.263	\$1,503,112	\$1,471,746	\$44,498	\$776,050	\$651,198	97.9%
1994	13.954	1,457,927	1,432,906	43,647	727,362	661,897	98.3
1995	13.144	1,596,872	1,570,050	48,533	757,587	763,930	98.3
1996	12.731	1,647,403	1,621,437	50,806	763,452	807,179	98.4
1997	12.604	1,692,052	1,664,319	51,397	772,521	840,401	98.4
1998	12.676	1,769,736	1,749,639	53,967	800,242	895,430	98.9
1999	12.575	1,830,439	1,808,279	56,060	834,774	917,442	98.9
2000	12.145	1,855,743	1,818,600	56,346	845,429	916,826	98.0
2001	11.953	1,917,058	1,910,147	58,638	877,618	973,891	99.6
2002	11.915	2,058,787	2,039,313	63,243	943,440	1,032,630	99.1

SOURCE: Miami-Dade County Finance Department, Tax Collector Division

(1) Includes the millage levy for County-wide operating expenses, County debt service on general obligation bonds, unincorporated area operating expenses, Fire District and the Public Library District.

(2) Includes the County, Miami-Dade County School Board, South Florida Water Management District, Public Library District, and Special Benefit Districts, but excludes the municipalities in the County for which the County collects taxes.

(3) Includes Miami-Dade County School Board, South Florida Water Management District, and Special Benefit Districts, but excludes the municipalities in the County for which the County collects taxes.

**Principal Taxpayers  
for the Fiscal Year Ended September 30, 2002**  
(in thousands)

		<b>Net Assessed Real and Personal Property Value</b>	<b>% of Total Real and Personal Property Value</b>
Florida Power & Light Company	Utility	\$1,696,006	1.63%
BellSouth Telecommunications, Inc.	Utility	1,131,681	1.09
Turnberry Associates	Real Estate	306,767	0.30
SDG Dadeland Associates	Commerce	220,000	0.21
Graham Companies	Real Estate	211,820	0.20
SRI Miami Venture LP	Real Estate	178,100	0.17
Falls Shopping Center Associates	Commerce	132,663	0.13
Bakery Associates	Commerce	120,000	0.12
Robbie Stadium Corporation	Sports	107,700	0.10
S.F. Whitman/Bal Harbour Shops	Commerce	<u>106,400</u>	<u>0.10</u>
Total		<u>\$4,211,137</u>	<u>4.05%</u>
Total Net Assessed Real and Personal Property Value		<u>\$103,833,487</u>	<u>100.00%</u>

SOURCE: Miami-Dade County Property Appraisal

**Bonded Indebtedness, Various Debt Ratios and General Fund Summary**

The following tables show the details of the County's general obligation bonds, special obligation bonds, certificates and notes, principal and interest requirements of general obligation and special obligation debt, and significant comparative ratios of debt to population and to the County's tax base.

In addition to the County's general obligation bonds, on November 4, 1986, the voters of the County approved the issuance of general obligation bonds of the County in the principal amounts of \$131,474,000 for financing capital improvements to the County's Water and Sewer System and for refunding previously issued water and sewer system bonds, \$153,513,500 for financing capital improvements to the Port, which is owned and operated by the County, and for refunding previously issued bonds for the Port, and \$247,500,000 for financing capital improvements to the County's airports and for refunding previously issued bonds for the airports. Said general obligation bonds are to be payable first from revenues of the County's Water and Sewer System, the Port and the County's airports, respectively, and, to the extent such revenues are insufficient, from unlimited ad valorem taxes. Of the amounts approved by the voters, only the general obligation bonds for the Port have been issued to date.

**General Obligation Bonds Outstanding  
as of September 30, 2002**

<u>Bonds Issued</u>	<u>Issue's Dated Date</u>	<u>Purpose</u>	<u>Original Principal Amount</u>	<u>Amount Outstanding</u>
Public Improvement Bonds, Series "H"	06/01/78	Decade of Progress	\$50,000,000	\$4,650,000
Public Improvement Bonds, Series "I"	10/01/79	Decade of Progress	67,500,000	9,950,000
Public Improvement Bonds, Series "CC"	10/01/86	Criminal Justice	33,876,000	24,736,000
Public Improvement Bonds, Series "DD"	10/01/88	Criminal Justice	51,124,000	41,290,000
Public Improvement Bonds, Series "EE"	06/01/96	Criminal Justice	36,000,000	30,050,000
General Obligation Bonds, Series 1997	11/01/97	Parks Program	50,000,000	45,355,000
General Obligation Bonds, Series 1998	11/01/98	Parks Program	26,000,000	24,125,000
General Obligation Bonds, Series 1999	11/01/99	Parks Program	25,615,000	24,565,000
General Obligation Bonds, Series 2001	08/01/01	Parks Program	28,500,000	28,500,000
Public Improvement Bonds, Series 1986	06/01/86	Refunding Bonds	111,675,000	28,560,000
Public Improvement Bonds, Series 1988	01/01/88	Refunding Bonds	<u>59,345,000</u>	<u>9,205,000</u>
Total General Obligation Bonds <sup>(1)</sup>			<u>\$539,635,000</u>	<u>\$270,986,000</u>

<sup>(1)</sup> Excluding the Seaport General Obligation Bonds, Series 1992 (the "Series 1992 Bonds") originally issued in the amount of \$153,513,500 and refunded by the Seaport General Obligation Refunding Bonds, Series 1996 (the "Series 1996 Bonds") issued in the amount of \$149,950,000. The Series 1992 Bonds and the Series 1996 Bonds are being paid by the Seaport Department's Net Revenues. However, to the extent that the Net Revenues of the Seaport Department are insufficient to pay debt service on the Series 1992 Bonds and the Series 1996 Bonds, such debt service will be payable from unlimited ad valorem taxes. (See "Seaport General Obligation Bonds, Series 1992" and "Seaport General Obligation Refunding Bonds, Series 1996" in the Revenue Bonds - Seaport General Obligations section of this Report).

SOURCE: Miami-Dade County Finance Department

**Current Debt Ratios of Miami-Dade County  
Computation of Direct and Overlapping Debt**

**FACTORS:**

Assessed Valuation <sup>(1)</sup>	\$143,606,848,786
Net Taxable Assessed Valuation	115,792,741,978
Miami-Dade County Debt, Net Of Reserves:	
General Obligation <sup>(2)</sup>	\$257,022,369
Special Obligation <sup>(3)</sup>	<u>995,324,613</u>
Combined Direct Debt (September 30, 2002)	\$1,252,346,982
Overlapping Debt, Net of Reserves <sup>(4)</sup> :	
General Obligation <sup>(2)</sup>	\$1,441,410,950
Special Obligation <sup>(3)</sup>	<u>517,794,456</u>
Combined Overlapping Debt (September 30, 2002)	\$1,959,205,406
Population of Miami-Dade County (2002)	2,313,000
Assessed Valuation Per Capita	\$62,086.83
Net Taxable Assessed Valuation Per Capita	\$50,061.71

DEBT RATIOS:	Per Capita	% of Net Assessed Value
Net Direct General Obligation Debt	\$111.12	0.222%
Net Direct Special Obligation Debt	<u>430.32</u>	<u>0.860</u>
Net Combined Direct Debt	<u>\$541.44</u>	<u>1.082%</u>
Net Direct and Overlapping General Obligation Debt	\$734.30	1.467%
Net Direct and Overlapping Special Obligation Debt	<u>654.18</u>	<u>1.307</u>
Net Combined Direct and Overlapping Debt	<u>\$1,388.48</u>	<u>2.774%</u>

**Notes:**

- <sup>(1)</sup> Estimated assessed valuation as of January 1, 2002, using 100% of actual values mandated by Florida law.
- <sup>(2)</sup> Pursuant to the Florida Constitution, there is no limit on the amount of ad valorem taxes the County may levy for the payment of voted bonds. Therefore, a schedule computing Legal Debt Margin is not included herein.
- <sup>(3)</sup> Special obligation debt is payable from revenue sources other than Enterprise funds.
- <sup>(4)</sup> Overlapping debt is comprised of debt issued by municipalities and the School Board within the County.

**SOURCE:** Miami-Dade County Finance Department.

**Ratio of Net General Obligation Bonded Debt to Net  
Assessed Property Value and Net General  
Obligation Bonded Debt per Capita  
Last Ten Fiscal Years**

<b>Fiscal Year Ended September 30,</b>	<b>Population (000's)</b>	<b>Net Assessed Property Value (000's)</b>	<b>Gross General Obligation Bonded Debt (000's)</b>	<b>Less Sinking Fund (000's)</b>	<b>Net General Obligation Bonded Debt (000's)</b>	<b>Ratio of Net General Obligation Bonded Debt to Net Assessed Property Value</b>	<b>Net General Obligation Bonded Debt Per Capita</b>
1993	1,943	\$65,900,006	\$461,466	\$48,227	\$413,239	.0063	\$212.68
1994	2,004	64,011,983	429,656	39,381	390,275	.0061	194.75
1995	2,057	71,139,788	393,656	28,849	364,807	.0051	177.35
1996	2,090	74,538,561	390,976	18,479	372,497	.0050	178.23
1997	2,117	77,539,689	351,781	9,457	342,324	.0044	161.70
1998	2,140	81,474,177	358,571	13,150	345,421	.0042	161.41
1999	2,179	85,839,080	342,536	15,015	327,521	.0038	150.31
2000	2,209	90,895,796	328,426	23,780	304,646	.0034	137.91
2001	2,283	95,558,403	285,161	20,397	264,764	.0028	115.97
2002	2,313	103,883,487	270,986	13,964	257,022	.0025	111.12

SOURCES: Population - Miami-Dade County Planning Department Research Division;  
Net Assessed Property Value - Miami-Dade County Property Appraisal.

**General Fund Five Year Summary of Operations and Financial Position  
and Approved Budget for the Fiscal Year Ending September 30, 2002  
(in thousands)**

	<u>Fiscal Years Ended September 30,</u>					<u>Approved</u>
	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>Budget 2003</u>
<b>REVENUES</b>						
Taxes	\$756,643	\$778,821	\$794,021	\$832,479	\$911,119	\$878,734
Licenses & Permits	56,186	62,421	64,523	71,764	76,671	64,634
Intergovernmental Revenues	166,996	173,591	177,942	179,123	185,711	184,980
Fines & Forfeitures	23,329	26,450	29,261	28,990	29,582	25,699
Charges for Services	100,816	106,553	108,292	113,447	154,522	120,197
Interest Income	19,854	22,139	27,928	29,103	11,914	28,439
Miscellaneous Revenue <sup>(1)</sup>	<u>51,675</u>	<u>48,575</u>	<u>48,069</u>	<u>50,916</u>	<u>60,273</u>	<u>237,034</u>
Total Revenues	<u>\$1,175,499</u>	<u>\$1,218,550</u>	<u>\$1,250,036</u>	<u>\$1,305,822</u>	<u>\$1,429,792</u>	<u>\$1,539,717</u>
<b>EXPENDITURES</b>						
General Government	\$244,995	\$263,810	\$269,358	\$281,823	\$297,179	\$363,706
Public Safety	553,756	566,467	591,150	620,783	634,047	631,949
Highway & Streets	26,737	27,373	29,671	31,485	21,392	25,356
Health	33,776	19,286	10,965	20,453	15,221	30,386
Physical Environment <sup>(2)</sup>	31,446	29,468	36,439	33,730	54,233	105,267
Welfare & Social Services	10,479	10,413	10,140	9,649	10,734	11,837
Recreational, Cultural & Educational	60,033	64,877	66,969	71,987	71,213	79,966
Capital Outlay <sup>(3)</sup>	0	0	0	0	19,581	0
Transfers, Net	<u>168,307</u>	<u>207,633</u>	<u>233,053</u>	<u>253,166</u>	<u>321,918</u>	<u>291,250</u>
Total Expenditures	<u>\$1,129,529</u>	<u>\$1,189,327</u>	<u>\$1,247,745</u>	<u>\$1,323,076</u>	<u>\$1,445,518</u>	<u>\$1,539,717</u>
<b>EXCESS (DEFICIENCY) REVENUES OVER EXPENDITURES</b>						
	<u>\$45,970</u>	<u>\$29,223</u>	<u>\$2,291</u>	<u>(\$17,254)</u>	<u>(\$15,726)</u>	<u>\$0</u>
<b>ASSETS</b>						
Cash & Cash Equivalents	\$55,068	\$65,344	\$62,642	\$42,860	\$82,637	
Investments	111,565	164,472	127,616	138,771	77,123	
Net Accounts & Taxes Receivables	7,819	11,183	20,735	686,468	10,537	
Due from Other Funds	58,451	19,662	36,440	39,470	77,703	
Due from other Governments	12,799	18,639	33,214	22,549	43,223	
Inventory	<u>12,356</u>	<u>15,552</u>	<u>18,002</u>	<u>16,137</u>	<u>17,105</u>	
Total Assets	<u>\$258,058</u>	<u>\$294,852</u>	<u>\$298,649</u>	<u>\$946,255</u>	<u>\$308,328</u>	
<b>LIABILITIES</b>						
Account Payable & Accrued Exp.	\$39,295	\$46,870	\$48,476	\$56,666	\$67,331	
Due to Other Funds	0	100	0	778	1,000	
Deferred Taxes	<u>0</u>	<u>0</u>	<u>0</u>	<u>678,516</u>	<u>0</u>	
Total Liabilities	<u>\$39,295</u>	<u>\$46,970</u>	<u>\$48,476</u>	<u>\$735,960</u>	<u>\$68,331</u>	
<b>FUND EQUITY</b>						
Reserved	\$133,908	\$122,729	\$128,949	\$115,192	\$157,738	
Unreserved	<u>84,855</u>	<u>125,153</u>	<u>121,224</u>	<u>95,103</u>	<u>82,259</u>	
Total Fund Equity	<u>\$218,763</u>	<u>\$247,882</u>	<u>\$250,173</u>	<u>\$210,295</u>	<u>\$239,997</u>	
Total Liabilities and Fund Equity	<u>\$258,058</u>	<u>\$294,852</u>	<u>\$298,649</u>	<u>\$946,255</u>	<u>\$308,328</u>	

(1) Included in the Miscellaneous Revenue under the Approved Budget 2002 Fiscal Year column in the above table are all unencumbered funds carried forward from the prior Fiscal Year available for the appropriation of 2002 expenditures. State law permits counties and municipalities to appropriate 95% of estimated revenues to be collected in the ensuing Fiscal Year plus the excess funds from prior years as the basis for authorizing levels expenditures. Excess funds from prior years considered in the budgetary process are not presented as revenue for financial reporting purposes and generally accepted accounting principles.

(2) The increase between Fiscal Years 2002 and approved 2003 Budget for this line item reflects the planned utilization of funds in the Environmental Endangered Land Program.

(3) Capital expenditures are reclassified at Fiscal Year end as Capital Outlay commencing in Fiscal Year 2002.

SOURCE: Miami-Dade County Finance Department

**\$539,635,000**  
**Miami-Dade County, Florida**  
**General Obligation and Refunding Bonds**  
**Series H, I, CC, DD, EE, 1997, 1998, 1999, and 2001 and Refunding Series 1986 and 1988**  
**Debt Service Schedule**

Fiscal Year	Effective			Total	Outstanding	Percent
Ending	Interest			Debt Service	Principal	Outstanding
September	Rate	Principal	Interest		Balance	of Total
30,						Bonds
						Issued
2003	6.28%	\$34,800,000	\$17,005,040	\$51,805,040	\$270,986,000	42.54%
2004	6.20%	19,460,000	14,644,585	34,104,585	236,186,000	37.08%
2005	6.09%	10,155,000	13,209,057	23,364,057	216,726,000	34.02%
2006	6.02%	10,810,000	12,435,586	23,245,586	206,571,000	32.43%
2007	5.90%	11,530,000	11,558,723	23,088,723	195,761,000	30.73%
2008	5.74%	12,405,000	10,574,007	22,979,007	184,231,000	28.92%
2009	5.70%	9,390,000	9,787,912	19,177,912	171,826,000	26.97%
2010	5.06%	9,940,000	9,217,558	19,157,558	162,436,000	25.50%
2011	5.65%	10,530,000	8,611,893	19,141,893	152,496,000	23.94%
2012	5.61%	11,155,000	7,963,319	19,118,319	141,966,000	22.29%
2013	5.56%	11,825,000	7,274,433	19,099,433	130,811,000	20.53%
2014	5.49%	12,550,000	6,535,626	19,085,626	118,986,000	18.68%
2015	5.39%	13,330,000	5,740,280	19,070,280	106,436,000	16.71%
2016	5.25%	14,145,000	4,890,595	19,035,595	93,106,000	14.62%
2017	5.04%	15,031,000	3,981,186	19,012,186	78,961,000	12.40%
2018	5.00%	10,200,000	3,199,599	13,399,599	63,930,000	10.04%
2019	4.76%	10,835,000	2,558,425	13,393,425	53,730,000	8.43%
2020	4.77%	7,060,000	2,046,949	9,106,949	42,895,000	6.73%
2021	4.67%	7,435,000	1,674,497	9,109,497	35,835,000	5.63%
2022	4.51%	7,830,000	1,279,563	9,109,563	28,400,000	4.46%
2023	4.19%	8,245,000	861,691	9,106,691	20,570,000	3.23%
2024	4.17%	5,075,000	514,025	5,589,025	12,325,000	1.93%
2025	3.90%	3,540,000	283,100	3,823,100	7,250,000	1.14%
2026	3.78%	1,810,000	140,250	1,950,250	3,710,000	0.58%
2027	2.50%	<u>1,900,000</u>	<u>47,500</u>	<u>1,947,500</u>	1,900,000	0.30%
Total		<u>\$270,986,000</u>	<u>\$156,035,399</u>	<u>\$427,021,399</u>		<u>0</u>

**MIAMI-DADE COUNTY, FLORIDA**  
**Public Improvement Bonds**  
**General Obligations of Miami-Dade County**  
**(Decade of Progress Projects)**

**SECURITY FOR AND SOURCES OF PAYMENT OF THE BONDS**

**General Obligation Pledge**

The Public Improvement Bonds (the "Bonds") are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible personal property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the prompt payment of both principal of and interest on the Bonds as the same become due and payable. Pursuant to the Florida Constitution, there is no limit on the amount of ad valorem taxes a county may levy for the payment of general obligation bonds.

**THE PUBLIC IMPROVEMENT (DECADE OF PROGRESS) PROGRAM**

**Purposes**

On November 7, 1972, a referendum authorized the issuance of the County's Public Improvement Bonds, also known as the Decade of Progress Bonds, in the amount of \$553,100,000 to provide funds which, together with other available funds, were to be used for the purpose of paying the following projects. As of September 30, 2002, all but \$1,280,000 have been issued.

\$50,000,000 - Sanitary Sewage Systems for the County, which included the acquisition, construction, enlargement, improvement and extension of sewage treatment plants, pumping stations, disposal systems, interceptors and transmission lines and the acquisition of necessary land and equipment.

\$50,000,000 - Solid Waste Disposal Facilities for the County, which included the construction, enlargement and improvement of incinerators, milling plants, trash milling facilities, transfer stations and sanitary landfills and the acquisition of land and necessary equipment.

\$132,500,000 - Unified Transportation System for the County, which included aerial fixed guideway rapid transit facilities, bus transportation facilities and equipment, together with the acquisition of the necessary land and right-of-ways.

\$88,600,000 - Health Care Facilities for the County, which included the acquisition, construction, enlargement, replacement, modernization and improvement of buildings and facilities and the construction of parking garages and site improvements at the Jackson Memorial Hospital Complex, community health centers and mental health centers, and the acquisition of necessary land, furnishings and equipment.

\$34,700,000 - Public Library System of the County, which included the construction of public library buildings and the improvement of certain existing library buildings and the acquisition of the necessary land, furnishings and equipment.

\$75,800,000 - Recreational and Cultural Improvements and Facilities for the County, which included the acquisition, construction, enlargement and improvements of parks, athletic facilities and recreational centers, beach improvements, campground improvements, marina enlargements and improvements, linear parks developments and improvements, landscape beautification, wayside

parcs, bicycle pathways, Miami-Dade County Auditorium improvements, improvements at Vizcaya, including the construction of the new Arts Building, additions to the Museum of Science and Natural History, and a parking facility, the acquisition of the necessary sites and equipment, and the construction of administrative facilities.

\$8,000,000 - Zoological Park for the County, which included construction of animal exhibit areas, acquisition of animals, educational facilities, internal transportation system and all necessary support facilities.

\$113,500,000 - Street and Safety Improvements for the County, which included the acquisition and construction of traffic signals, a coordinated automatic traffic signal control system with pedestrian safety features, bus preemption capability, railroad crossing protection devices, streets lighting, signs and appurtenances, intersection improvements, bus turning, storage and pull-out areas, construction and replacement of bridges, extending, widening, paving and surfacing streets, necessary drainage, curbs, gutters, sidewalks and landscaping and the necessary acquisition of land and rights-of-way.

The following table shows the authorization of the Projects as voted upon by the voters of Miami-Dade County and the Series of Bonds that were issued.

**MIAMI-DADE COUNTY, FLORIDA  
DECADE OF PROGRESS BOND PROGRAM  
AUTHORIZATION BY SERIES OF BONDS ISSUED AND PROJECTS  
(in thousands)**

<u>Series of Bonds</u>	<u>Sanitary Sewer System</u>	<u>Solid Waste Disposal Facility</u>	<u>Unified Transportation System</u> <sup>(1)</sup>	<u>Health Care Facilities</u>	<u>Public Library System</u>	<u>Recreation &amp; Cultural Improvement &amp; Facilities</u>	<u>Zoological Park</u>	<u>Street &amp; Safety Improvements</u>	<u>Total</u> <sup>(2)</sup>
Series A	\$4,531	\$3,249	\$3,830	\$24,398	\$2,096	\$16,659	\$1,000	\$10,237	\$66,000
Series B	0	2,900	0	6,903	2,680	7,922	350	10,245	31,000
Series C	10,120	2,350	1,170	6,852	5,974	6,359	1,300	15,475	49,600
Series D	8,184	0	0	839	0	977	0	0	10,000
Series E	0	862	0	15,621	3,085	15,491	3,000	7,941	46,000
Series F	27,165	0	0	3,250	500	1,500	0	16,585	49,000
Series G	0	3,500	40,000	0	0	0	2,350	2,550	48,400
Series H	0	29,491	0	953	742	6,911	0	11,903	50,000
Series I	0	0	1,122	24,305	14,414	11,603	0	16,056	67,500
Series J & K	0	7,648	43,047	4,200	619	8,378	0	11,108	75,000
Series L	0	0	38,600	0	0	0	0	1,000	39,600
Series M	0	0	4,731	0	4,590	0	0	10,399	19,720
<b>Total</b>	<u>\$50,000</u>	<u>\$50,000</u>	<u>\$132,500</u>	<u>\$87,321</u>	<u>\$34,700</u>	<u>\$75,800</u>	<u>\$8,000</u>	<u>\$113,499</u>	<u>\$551,820</u>

<sup>(1)</sup> Of the \$132,500,000 authorized for the Unified Transportation System, \$116,826,000 was allocated to the MetroRail System and \$15,674,000 was allocated to the MetroBus System.

<sup>(2)</sup> As of September 30, 2002, there remains \$1,280,000 authorized and not issued.

**\$372,575,000**  
**Miami-Dade County, Florida**  
**General Obligation and Refunding Bonds (Decade of Progress Program)**  
**Series F, G, H, and I, and Refunding Series 1986**  
**Combined Debt Service Schedule**

Fiscal Year Ending <u>September 30,</u>	Effective Interest <u>Rate</u>	<u>Principal</u>	<u>Interest</u>	Total <u>Debt Service</u>	Outstanding Principal <u>Balance</u>	Percent Outstanding of Total Bonds <u>Issued</u>
2003	8.68%	\$23,565,000	\$3,744,150	\$27,309,150	\$43,160,000	11.58%
2004	10.78%	7,495,000	2,112,075	9,607,075	19,595,000	5.26%
2005	12.07%	2,600,000	1,460,250	4,060,250	12,100,000	3.25%
2006	11.93%	2,850,000	1,133,250	3,983,250	9,500,000	2.55%
2007	10.95%	3,125,000	727,875	3,852,875	6,650,000	1.78%
2008	7.00%	<u>3,525,000</u>	<u>246,750</u>	<u>3,771,750</u>	3,525,000	0.95%
Total		<u>\$43,160,000</u>	<u>\$9,424,350</u>	<u>\$52,584,350</u>	<u>\$0</u>	

**\$50,000,000**  
**Dade County, Florida**  
**Public Improvement Bonds**  
**Series H**

*Dated:* June 1, 1978

*Final Maturity:* 2003

***Purpose:***

The Series H Bonds were issued pursuant to Resolution Nos. R-1843-72 to R-1850-72 and Resolution No. R-460-78 to finance a portion of the costs of the projects approved by the voters of Miami-Dade County on November 7, 1972.

***Security:***

The Series H Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series H Bonds.

***Form:***

Denominations of \$5,000; coupon bonds registrable as to principal alone; principal and semi-annual interest payable on June 1 and December 1 of each year, commencing December 1, 1978.

***Agents:***

Successor Registrar:	JPMorgan Chase Bank, New York, New York
Successor Paying Agent:	JPMorgan Chase Bank, New York, New York
Bond Counsel:	Brown, Wood, Ivey, Mitchell & Petty, New York, New York
Insurance Provider:	NONE

***Ratings:***

Moody's:	Aa3
Standard & Poor's:	AA-

***Call Provisions:***

**Optional Redemption:**

The Series H Bonds were remarketed on August 26, 1997 as Non-Callable Bonds. The Optional Redemption was removed at that time. THE SERIES H BONDS ARE NOT SUBJECT TO OPTIONAL REDEMPTION BY THE COUNTY.

**Mandatory Redemption:** NOT SUBJECT TO MANDATORY REDEMPTION

***Projects Funded with Proceeds:***

The projects financed with the proceeds of the Series H Bonds include the additional phases of the Solid Waste Disposal Facilities, Health Care Facilities, Public Library System, Recreational and Cultural Improvements and Facilities, and Street and Safety Improvements.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$50,000,000**  
**Dade County, Florida**  
**Public Improvement Bonds**  
**Series H**  
**Debt Service Schedule**

<b>Fiscal Year</b>						
<b>Ending</b>						
<b>Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt</b>
			<b>Rate</b>			<b>Service</b>
2003	Serial	233433PE5	6.70%	<u>\$4,650,000</u>	<u>\$311,550</u>	<u>\$4,961,550</u>
Totals				<u>\$4,650,000</u>	<u>\$311,550</u>	<u>\$4,961,550</u>

**\$67,500,000**  
**Dade County, Florida**  
**Public Improvement Bonds**  
**Series I**

*Dated:* October 1, 1979

*Final Maturity:* 2004

***Purpose:***

The Series I Bonds were issued pursuant to Resolution Nos. R-1843-72 to R-1850-72 and Resolution Nos. R-647-79 and R-1242-79 to finance a portion of the costs of the projects approved by the voters of Miami-Dade County on November 7, 1972.

***Security:***

The Series I Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series I Bonds.

***Form:***

Denominations of \$5,000; coupon bonds registrable as to principal alone; principal and semi-annual interest payable April 1 and October 1 of each year, commencing April 1, 1980.

***Agents:***

Successor Registrar:	JPMorgan Chase Bank, New York, New York
Successor Paying Agent:	JPMorgan Chase Bank, New York, New York
Bond Counsel:	Brown, Wood, Ivey, Mitchell & Petty, New York, New York
Insurance Provider:	NONE

***Ratings:***

Moody's:	Aa3
Standard & Poor's:	AA-

***Call Provisions:***

**Optional Redemption:**

The Series I Bonds were remarketed on August 26, 1997 as Non-Callable Bonds. The Optional Redemption was removed at that time. THE SERIES I BONDS ARE NOT SUBJECT TO OPTIONAL REDEMPTION BY THE COUNTY.

**Mandatory Redemption:** NOT SUBJECT TO MANDATORY REDEMPTION

***Projects Funded with Proceeds:***

The projects financed with the proceeds of the Series I Bonds include the additional phases of the Unified Transportation System, Health Care Facilities, Public Library System, Recreational and Cultural Improvements and Facilities and Street and Safety Improvements.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$67,500,000**  
**Dade County, Florida**  
**Public Improvement Bonds**  
**Series I**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	233433RF0	6.90%	\$4,825,000	\$686,550	\$5,511,550
2004	Serial	233433RG8	6.90	<u>5,125,000</u>	<u>353,625</u>	<u>5,478,625</u>
Totals				<u>\$9,950,000</u>	<u>\$1,040,175</u>	<u>\$10,990,175</u>

**\$111,675,000**  
**Dade County, Florida**  
**Public Improvement Refunding Bonds**  
**Series 1986**

*Dated:* June 1, 1986

*Final Maturity:* 2007

***Purpose:***

The Series 1986 Bonds were issued pursuant to Ordinance No. 86-29 and Resolution No. R-725-86 to advance refund a portion of the County's outstanding general obligation Public Improvement Bonds, Series J, K, L, and M in the aggregate principal amount of \$112,045,000.

***Security:***

The Series 1986 Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law.) The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series 1986 Bonds.

***Form:***

The Series 1986 Bonds are issuable as fully registered bonds in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series 1986 Bonds is payable semi-annually each April 1 and October 1, commencing October 1, 1986.

***Agents:***

Successor Registrar:	The Bank of New York, New York, New York
Successor Paying Agent:	The Bank of New York, New York, New York
Escrow Agent:	
Bond Counsel:	Morgan, Lewis & Bockius, Miami, Florida
Insurance Provider:	Financial Guaranty Insurance Company

***Ratings:***

Moody's:	Aaa
Standard & Poor's:	AAA

***Call Provisions:***

**Optional Redemption::** NOT SUBJECT TO OPTIONAL REDEMPTION

**Mandatory Redemption::** NOT SUBJECT TO MANDATORY REDEMPTION

***Projects Funded with the Refunded Bond Proceeds:***

The proceeds from the bonds that the Series 1986 Bonds refunded were used to purchase, construct or improve the following: Solid Waste Disposal Systems, \$7,648,000; Unified Transportation System (Metrorail and Metrobus), \$129,709,000; Health Care Facilities, \$5,479,000; Public Library System, \$9,799,000; Recreational and Cultural Improvements and Facilities, \$8,378,000; and Street and Safety Improvements, \$33,907,000.

***Refunded Bonds:***

Dade County, Florida Public Improvement Bonds, Series J  
Dade County, Florida Public Improvement Bonds, Series K  
Dade County, Florida Public Improvement Bonds, Series L  
Dade County, Florida Public Improvement Bonds, Series M

***Refunded Bonds Call Date:***

All of the Dade County, Florida Public Improvement Bonds, Series J, K, L, and M Bonds were called by October 1, 1992.

**\$111,675,000**  
**Dade County, Florida**  
**Public Improvement Refunding Bonds,**  
**Series 1986**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	233433XR7	12.00%	\$14,090,000	\$2,746,050	\$16,836,050
2004	Serial	233433XT3	12.00	2,370,000	1,758,450	4,128,450
2005	Serial	233433XU0	12.00	2,600,000	1,460,250	4,060,250
2006	Serial	233433XV8	12.00	2,850,000	1,133,250	3,983,250
2007	Serial	233433XW6	15.00	3,125,000	727,875	3,852,875
2008	Serial	233433XS5	14.00	<u>3,525,000</u>	<u>246,750</u>	<u>3,771,750</u>
Totals				<u>\$28,560,000</u>	<u>\$8,072,625</u>	<u>\$36,632,625</u>



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**MIAMI-DADE COUNTY, FLORIDA**  
**Public Improvement Bonds**  
**General Obligations of Miami-Dade County**  
**(Criminal Justice Projects)**

**SECURITY FOR AND SOURCES OF PAYMENT OF THE BONDS**

**General Obligation Pledge**

The Criminal Justice General Obligation Bonds (the "Bonds") are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible personal property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the prompt payment of both principal of and interest on the Bonds as the same become due and payable. Pursuant to the Florida Constitution, there is no limit on the amount of ad valorem taxes a county may levy for the payment of general obligation bonds.

**THE CRIMINAL JUSTICE FACILITIES PROGRAM**

**Purposes**

On November 2, 1982, the electorate of the County approved by a 3-2 margin the issuance of General Obligation Public Improvement Bonds, also known as the Criminal Justice Facilities Bond Program, in the maximum amount of \$200,000,000. The funds have been allocated as described below for the following programs:

Corrections - \$26,931,428 for the Turner Guilford Knight 1,000 bed jail next to the Stockade on N.W. 36 Street at N.W. 72 Avenue; \$92,678 to study the feasibility of a new jail in the Civic Center; a \$200,000 renovation of the Civic Center jail's 10th floor; \$27,662,000 toward construction of the Metro West Detention Center, a 2,200 bed jail located on N.W. 41 Street at N.W. 138 Avenue; \$4,083,000 for security control upgrades, \$4,000,000 for a 300 bed capacity expansion and \$1,187,000 for kitchen and laundry upgrades at the Turner Guilford Knight jail; \$3,600,000 for medical facility modifications at the Pretrial Detention Center, the Women's Detention Center and the Turner Guilford Knight jail; \$1,700,000 for a substance abuse offender rehabilitation facility; \$710,000 for a boot camp facility at the existing Stockade; \$1,769,000 to construct the Ward D jail medical facility at Jackson Memorial Hospital; a \$745,000 renovation of the Women's Detention Center; and, \$15,164,894 for utility infrastructure and site preparation for future jail facilities at Krome Avenue and S.W. 8 Street.

Law Enforcement - \$28,056,000 for the combined Headquarters and Doral District station located at N.W. 25 Street and N.W. 92 Avenue; \$2,123,000 for the Hammocks District station located at S.W. 142 Avenue and S.W. 100 Street; \$4,290,000 for the Police Training Center located at N.W. 58 Street and N.W. 96 Avenue; and \$4,000,000 allocated to construct the new District 9 station on N.W. 27 Avenue north of N.W. 183 Street.

Courts and Court Related - \$6,670,000 for the construction of the North Miami-Dade Justice Center located at 15555 N.E. Biscayne Boulevard; \$8,220,000 toward the renovation of the State's Graham Office Building in the Civic Center for the State Attorney; \$4,700,000 for the renovation of the former Metro Police building housing the Public Defender in the Civic Center; \$3,800,000 for life safety renovations and courtroom remodeling in the Miami-Dade County Courthouse; \$877,000 for renovations in the Juvenile Justice Center at 3300 N.W. 27 Avenue; and \$19,055,000

for life safety renovations and twelve new courtrooms in the Richard E. Gerstein Justice Building located in the Civic Center.

Other Facilities - \$1,660,000 for the Criminal Justice Institute at Miami-Dade Community College; a \$134,000 design study of the Justice Center area in the Civic Center; \$12,000,000 toward the construction of the Medical Examiner's facility located at One Bob Hope Road; \$1,647,000 for the Clerk of the Court's Record Center located at 9350 N. W. 12 Street; \$5,249,000 for construction of the South Miami-Dade Government Center Court Annex; and \$9,674,000 of infrastructure improvements in the Justice Center area including an energy complex to serve all court-related facilities.

The above stated allocations within project categories were estimates of expected expenditures for each project category. The table below shows the final allocation of bond proceeds within the above project categories.

**MIAMI-DADE COUNTY, FLORIDA  
CRIMINAL JUSTICE BOND PROGRAM  
ALLOCATION BY SERIES OF BONDS ISSUED AND PROJECTS  
(in thousands)**

<b>Series of Bonds</b>	<b><u>Corrections</u></b>	<b><u>Law Enforcement</u></b>	<b><u>Courts and Courts Related</u></b>	<b><u>Other Facilities</u></b>	<b><u>Total</u></b>
Series AA	\$12,500	\$6,350	\$4,000	\$12,150	\$35,000
Series BB	4,840	26,190	1,900	11,070	44,000
Series CC	10,200	0	23,676	0	33,876
Series DD	41,894	1,930	7,000	300	51,124
Series EE	<u>18,405</u>	<u>4,000</u>	<u>13,595</u>	<u>0</u>	<u>36,000</u>
<b>Total</b>	<b><u>\$87,839</u></b>	<b><u>\$38,470</u></b>	<b><u>\$50,171</u></b>	<b><u>\$23,520</u></b>	<b><u>\$200,000</u></b>

**\$180,345,000**  
**Miami-Dade County, Florida**  
**General Obligation and Refunding Bonds (Criminal Justice Program)**  
**Series CC, DD and EE and Refunding Series 1988**  
**Combined Debt Service Schedule**

Fiscal Year Ending September 30,	Effective Interest Rate	Principal	Interest	Total Debt Service	Outstanding Principal Balance	Percent Outstanding of Total Bonds Issued
2003	6.77%	\$8,020,000	\$7,124,277	\$15,144,277	\$105,281,000	58.38%
2004	6.75%	8,630,000	6,563,909	15,193,909	97,261,000	53.93%
2005	6.72%	4,080,000	5,951,912	10,031,912	88,631,000	49.15%
2006	6.72%	4,340,000	5,680,665	10,020,665	84,551,000	46.88%
2007	6.72%	4,625,000	5,388,878	10,013,878	80,211,000	44.48%
2008	6.71%	4,935,000	5,072,237	10,007,237	75,586,000	41.91%
2009	6.69%	5,265,000	4,729,699	9,994,699	70,651,000	39.18%
2010	6.67%	5,620,000	4,364,186	9,984,186	65,386,000	36.26%
2011	6.64%	6,005,000	3,971,136	9,976,136	59,766,000	33.14%
2012	6.60%	6,420,000	3,546,664	9,966,664	53,761,000	29.81%
2013	6.53%	6,860,000	3,092,283	9,952,283	47,341,000	26.25%
2014	6.44%	7,330,000	2,606,273	9,936,273	40,481,000	22.45%
2015	6.29%	7,845,000	2,085,249	9,930,249	33,151,000	18.38%
2016	6.03%	8,385,000	1,526,721	9,911,721	25,306,000	14.03%
2017	5.48%	8,971,000	927,079	9,898,079	16,921,000	9.38%
2018	5.89%	3,825,000	467,905	4,292,905	7,950,000	4.41%
2019	3.88%	<u>4,125,000</u>	<u>159,844</u>	<u>284,844</u>	<u>4,125,000</u>	2.29%
Total		<u>\$105,281,000</u>	<u>\$63,258,917</u>	<u>\$164,539,917</u>	<u>\$0</u>	



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**\$33,876,000**  
**Dade County, Florida**  
**Public Improvement Bonds (Series CC)**  
**General Obligations of Dade County**

*Dated:* October 1, 1986

*Final Maturity:* 2016

***Purpose:***

The Series CC Bonds were issued as the third Series of the Criminal Justice Facilities Bond Program approved by the voters of Miami-Dade County on November 2, 1982 to provide financing for criminal justice facilities in the County in the aggregate principal amount of \$200,000,000. The Series CC Bonds were issued pursuant to Resolution Nos. R-1487-82 and R-1483-86.

***Security:***

The Series CC Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series CC Bonds.

***Form:***

The Series CC Bonds are issuable as fully registered bonds in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series CC Bonds is payable semi-annually on April 1 and October 1 of each year, commencing April 1, 1987.

***Agents:***

Successor Registrar:	Wachovia Bank, National Association, Miami, Florida
Successor Paying Agent:	Wachovia Bank, National Association, Miami, Florida
Bond Counsel:	Greenberg, Traurig, Askew, Hoffman, Lipoff, Rosen & Quentel, P.A., Miami, Florida and Chapman and Cutler, Chicago, Illinois
Insurance Provider:	NONE

***Ratings:***

Moody's:	Aa3
Standard & Poor's:	AA-

***Call Provisions:***

**Optional Redemption:**

The Series CC Bonds were remarketed on August 26, 1997 as Non-Callable Bonds. The Optional Redemption was removed at that time. THE SERIES CC BONDS ARE NOT SUBJECT TO OPTIONAL REDEMPTION BY THE COUNTY.

**Mandatory Redemption:**

The Series CC Bonds maturing on October 1, 2011 and October 1, 2016 are subject to mandatory redemption in the principal amounts on October 1 in each of the years set forth in the schedule below at 100% of the principal amount plus interest accrued to the date of redemption, and without premium.

<b>Redemption Dates</b>	<b>Amount</b>
2007	\$ 1,375,000
2008	1,470,000
2009	1,575,000
2010	1,690,000
2011 (Final Maturity-2011 Term)	1,810,000
2012	1,940,000
2013	2,075,000
2014	2,225,000
2015	2,380,000
2016 (Final Maturity-2016 Term)	2,551,000

***Projects Funded with Proceeds:***

Projects include the design, renovation and construction of the Justice Center Jail, State Attorney's Office/Graham Building, Metro Justice Building, the Public Defender's Office/Miami-Dade Police Headquarters, Juvenile Justice Improvements, and the North Miami-Dade Branch Courts.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$33,876,000**  
**Dade County, Florida**  
**Public Improvement Bonds**  
**Series CC**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	233433YQ8	6.800%	\$985,000	\$1,715,499	\$2,700,499
2004	Serial	233433YR6	6.800	1,050,000	1,646,309	2,696,309
2005	Serial	233433YS4	6.900	1,125,000	1,571,796	2,696,796
2006	Serial	233433YT2	6.900	1,200,000	1,491,584	2,691,584
2007	Serial	233433YU9	7.000	1,285,000	1,405,209	2,690,209
2008	Term 1	233433YZ8	7.125	1,375,000	1,311,249	2,686,249
2009	Term 1	233433YZ8	7.125	1,470,000	1,209,896	2,679,896
2010	Term 1	233433YZ8	7.125	1,575,000	1,101,418	2,676,418
2011	Term 1	233433YZ8	7.125	1,690,000	985,103	2,675,103
2012	Term 1	233433YZ8	7.125	1,810,000	860,415	2,670,415
2013	Term 2	233433ZE4	7.125	1,940,000	726,821	2,666,821
2014	Term 2	233433ZE4	7.125	2,075,000	583,787	2,658,787
2015	Term 2	233433ZE4	7.125	2,225,000	430,599	2,655,599
2016	Term 2	233433ZE4	7.125	2,380,000	266,546	2,646,546
2017	Term 2	233433ZE4	7.125	<u>2,551,000</u>	<u>90,879</u>	<u>2,641,879</u>
Totals				<u>\$24,736,000</u>	<u>\$15,397,110</u>	<u>\$40,133,110</u>



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**\$51,124,000**  
**Dade County, Florida**  
**Public Improvement Bonds (Series DD)**  
**General Obligations of Dade County**

*Dated:* October 1, 1988

*Final Maturity:* 2018

***Purpose:***

The Series DD Bonds were issued as the fourth Series of the Criminal Justice Facilities Bond Program approved by the voters of Miami-Dade County on November 2, 1982 to provide financing for criminal justice facilities in the County in the aggregate principal amount of \$200,000,000. The Series DD Bonds were issued pursuant to Resolution Nos. R-1487-82, R-808-88 and R-1045-88.

***Security:***

The Series DD Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series DD Bonds.

***Form:***

The Series DD Bonds are issuable as fully registered bonds in denominations of \$5,000 or any integral multiple of \$5,000. The interest on the Series DD Bonds is payable semi-annual on each April 1 and October 1 of each year, commencing April 1, 1989.

***Agents:***

Successor Registrar:	Wachovia Bank, National Association, Charlotte, North Carolina
Successor Paying Agent:	Wachovia Bank, National Association, Charlotte, North Carolina
Bond Counsel:	Greenberg, Traurig, Askew, Hoffman, Lipoff, Rosen & Quentel, P.A., Miami, Florida and Ballard, Spahr, Andrews & Ingersoll, Philadelphia, Pennsylvania
Insurance Provider:	Municipal Bond Investors Assurance Corporation

***Ratings:***

Moody's:	Aaa
Standard & Poor's:	AAA

***Call Provisions:***

**Optional Redemption:**

The Series DD Bonds were remarketed on August 26, 1997 as Non-Callable Bonds. The Optional Redemption was removed at that time. THE SERIES DD BONDS ARE NOT SUBJECT TO OPTIONAL REDEMPTION BY THE COUNTY.

**Mandatory Redemption:**

The Series DD Bonds maturing on October 1, 2013 and October 1, 2018 are subject to mandatory redemption in the principal amounts on October 1 in each of the years set forth in the schedule below at 100% of the principal amount plus interest accrued to the date of redemption without premium.

<b>Redemption Dates</b>	<b>Amount</b>
2010	\$ 2,275,000
2011	2,450,000
2012	2,635,000
2013 (Final Maturity-2013 Term)	2,840,000
2014	3,060,000
2015	3,295,000
2016	3,550,000
2017	3,825,000
2018 (Final Maturity-2018 Term)	4,125,000

***Projects Funded with Proceeds:***

Projects include various stages of design, acquisition, renovation and construction of the Miami-Dade Police Department South District Station, Miami-Dade Courthouse interim renovations, the Judicial Administration Building, the 1,000 Bed Stockade Expansion Program, renovation to existing Stockade, the Justice Center Jail, addition to the Women's Detention Center and the financing of the Court Support Program.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$51,124,000**  
**Dade County, Florida**  
**Public Improvement Bonds**  
**Series DD**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	233433F48	7.40%	\$1,265,000	\$3,128,757	\$4,393,757
2004	Serial	233433F55	7.50	1,360,000	3,030,953	4,390,953
2005	Serial	233433F63	7.50	1,460,000	2,925,203	4,385,203
2006	Serial	233433F71	7.60	1,570,000	2,810,793	4,380,793
2007	Serial	233433F89	7.60	1,690,000	2,686,913	4,376,913
2008	Serial	233433F97	7.70	1,820,000	2,552,623	4,372,623
2009	Serial	233433G21	7.70	1,960,000	2,407,093	4,367,093
2010	Serial	233433G39	7.70	2,110,000	2,250,397	4,360,397
2011	Term 1	233433G70	7.70	2,275,000	2,081,575	4,356,575
2012	Term 1	233433G70	7.70	2,450,000	1,899,663	4,349,663
2013	Term 1	233433G70	7.70	2,635,000	1,703,890	4,338,890
2014	Term 1	233433G70	7.70	2,840,000	1,493,102	4,333,102
2015	Term 2	233433H46	7.75	3,060,000	1,265,187	4,325,187
2016	Term 2	233433H46	7.75	3,295,000	1,018,931	4,313,931
2017	Term 2	233433H46	7.75	3,550,000	753,687	4,303,687
2018	Term 2	233433H46	7.75	3,825,000	467,905	4,292,905
2019	Term 2	233433H46	7.75	<u>4,125,000</u>	<u>159,844</u>	<u>4,284,844</u>
Totals				<u>\$41,290,000</u>	<u>\$32,636,516</u>	<u>\$73,926,516</u>



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**\$36,000,000**  
**Dade County, Florida**  
**Public Improvement Bonds (Series EE)**  
**General Obligations of Dade County**

*Dated:* June 1, 1996

*Final Maturity:* 2016

***Purpose:***

The Series EE Bonds were issued as the fifth and final Series of the Criminal Justice Facilities Bond Program approved by the voters of Miami-Dade County on November 2, 1982 to provide financing for criminal justice facilities in the County in the aggregate principal amount of \$200,000,000. The Series EE Bonds were issued pursuant to Resolution Nos. R-1817-82 and R-573-96.

***Security:***

The Series EE Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series EE Bonds.

***Form:***

The Series EE Bonds were issued as fully registered bonds, without coupons and registered in the name of The Depository Trust Company, New York, New York. The Series EE Bonds were in book-entry form and issued in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series EE Bonds will be payable semi-annually on April 1 and October 1 of each year, commencing October 1, 1996.

***Agents:***

Registrar:	JPMorgan Chase Bank, New York, New York
Paying Agent:	JPMorgan Chase Bank, New York, New York
Bond Counsel:	Eckert Seamans Cherin & Mellott, Miami, Florida Haley, Sinagra & Perez P.A., Miami, Florida
Insurance Provider:	Financial Guaranty Insurance Company

***Ratings:***

Moody's:	Aaa
Standard & Poor's:	AAA

***Call Provisions:***

**Optional Redemption:**

The Series EE Bonds maturing on October 1, 2007 and thereafter are subject to redemption prior to maturity, at the option of the County, in whole on any date, or in part on any interest payment date, on or after October 1, 2006, at the following redemption prices, plus accrued interest to the date of redemption.

<b>Redemption Dates</b>	<b>Redemption Price</b>
October 1, 2006 to September 30, 2007	101%
October 1, 2007 to September 30, 2008	100½
October 1, 2008 and thereafter	100

**Mandatory Redemption:** NOT SUBJECT TO MANDATORY REDEMPTION

***Projects Funded with Proceeds:***

Projects include the acquisition, renovation and construction of the Richard E. Gerstein Metro Justice Building-Phase I, the Juvenile Justice Center, Miami-Dade County Courthouse renovations, North District Police Station, Turner-Guilford-Knight Infrastructure Retrofit, the Women's Detention Facility, medical facility modifications at three jails and the Krome Detention Center.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$36,000,000**  
**Dade County, Florida**  
**Public Improvement Bonds**  
**Series EE**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	2334332G5	4.750%	\$1,360,000	\$1,594,056	\$2,954,056
2004	Serial	2334332H3	4.875	1,425,000	1,527,022	2,952,022
2005	Serial	2334332J9	5.000	1,495,000	1,454,913	2,949,913
2006	Serial	2334332K6	5.000	1,570,000	1,378,288	2,948,288
2007	Serial	2334332L4	5.125	1,650,000	1,296,756	2,946,756
2008	Serial	2334332M2	5.300	1,740,000	1,208,365	2,948,365
2009	Serial	2334332N0	5.400	1,835,000	1,112,710	2,947,710
2010	Serial	2334332P5	5.250	1,935,000	1,012,371	2,947,371
2011	Serial	2334332Q3	5.600	2,040,000	904,458	2,944,458
2012	Serial	2334332R1	5.625	2,160,000	786,586	2,946,586
2013	Serial	2334332S9	5.625	2,285,000	661,572	2,946,572
2014	Serial	2334332T7	5.625	2,415,000	529,384	2,944,384
2015	Serial	2334332U4	5.625	2,560,000	389,463	2,949,463
2016	Serial	2334332V2	5.625	2,710,000	241,244	2,951,244
2017	Serial	2334332W0	5.625	<u>2,870,000</u>	<u>82,513</u>	<u>2,952,513</u>
Totals				<u>\$30,050,000</u>	<u>\$14,179,701</u>	<u>\$44,229,701</u>



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**\$59,345,000**  
**Dade County, Florida**  
**Public Improvement Refunding Bonds**  
**Series 1988**

*Dated:* January 1, 1988

*Final Maturity:* 2004

***Purpose:***

The Series 1988 Bonds were issued pursuant to Resolution Nos. R-319-87, R-665-87, R-1072A-87 and R-3-88 to advance refund a portion of the County's outstanding general obligation Public Improvement Bonds, Series AA and Series BB in the aggregate principal amount of \$51,455,000.

***Security:***

The Series 1988 Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series 1988 Bonds.

***Form:***

The Series 1988 Bonds are issuable as fully registered bonds in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series 1988 Bonds is payable semi-annual on June 1 and December 1 of each year, commencing June 1, 1988.

***Agents:***

Registrar:	JPMorgan Chase Bank, N.A., New, York, New York
Paying Agent:	JPMorgan Chase Bank, N.A., New, York, New York
Escrow Agent:	City National Bank of Florida, Miami, Florida
Bond Counsel:	Greenberg, Traurig, Askew, Hoffman, Lipoff, Rosen & Quentel, P.A., Miami, Florida and Ballard, Spahr, Andrews & Ingersoll, Philadelphia, Pennsylvania
Insurance Provider:	Financial Guaranty Insurance Company

***Ratings:***

Moody's:	Aaa
Standard & Poor's:	AAA

***Call Provisions:***

**Optional Redemption:**

The Series 1988 Bonds were remarketed on June 1, 1998 as Non-Callable Bonds. The Optional Redemption was removed at that time. THE SERIES 1988 BONDS ARE NOT SUBJECT TO OPTIONAL REDEMPTION BY THE COUNTY.

**Mandatory Redemption:** NOT SUBJECT TO MANDATORY REDEMPTION

***Projects Funded with the Refunded Bonds Proceeds:***

The proceeds from the bonds that the Series 1988 Bonds refunded were used to purchase, construct or improve the following: Corrections, \$17,340,000; Law Enforcement, \$32,540,000; Courts and Court Related, \$5,900,000; and Other Facilities, \$23,220,000.

***Refunded Bonds:***

Dade County, Florida Public Improvement Bonds, Series AA (Criminal Justice Bond Program)

Dade County, Florida Public Improvement Bonds, Series BB (Criminal Justice Bond Program)

***Refunded Bonds Call Date:***

The Series AA Bonds were called on March 1, 1993.

The Series BB Bonds were called on November 1, 1994.

**\$59,345,000**  
**Dade County, Florida**  
**Public Improvement Refunding Bonds,**  
**Series 1988**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	233433D57	7.40%	\$4,410,000	\$685,965	\$5,095,965
2004	Serial	233433D65	7.50	<u>4,795,000</u>	<u>359,625</u>	<u>5,154,625</u>
Totals				<u>\$9,205,000</u>	<u>\$1,045,590</u>	<u>\$10,250,590</u>



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**MIAMI-DADE COUNTY, FLORIDA**  
**General Obligations Bonds**  
**(Parks Program)**

**SECURITY FOR AND SOURCES OF PAYMENT OF THE BONDS**

**General Obligation Pledge**

The Parks Program General Obligation Bonds (the "Bonds") are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible personal property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the prompt payment of both principal of and interest on the Bonds as the same become due and payable. Pursuant to the Florida Constitution, there is no limit on the amount of ad valorem taxes a county may levy for the payment of general obligation bonds.

**THE PARKS PROGRAM**

**Purposes**

On November 5, 1996, a referendum authorized the issuance of the Bonds in the amount of \$200,000,000 to provide funds which are to be used for the purpose of paying the following projects. As of September 30, 2002, \$130,115,000 of Bonds have been issued.

- (1) \$37,268,000 to 14 municipalities in the County for application to 76 specific parks projects;
- (2) \$50,732,000 to the County to be spent in the unincorporated municipal services areas of the County on 33 specific park projects throughout the unincorporated area;
- (3) \$77,050,000 to the County Park and Recreation Department (the "Department") for development, improvement, restoration, rehabilitation or acquisition of real property for (a) beaches and Biscayne Bay access consisting of eight specific projects; and (b) for regional parks, regional recreation or heritage facilities and natural preserves consisting of 24 specific projects, including four specific projects totaling \$14,000,000 of park development to promote juvenile crime prevention;
- (4) \$9,700,000 to be divided among the incorporated municipalities on a per capita basis;
- (5) \$10,250,000 to the County as its per capita municipal share; and
- (6) \$15,000,000 for challenge grants to public agencies and not-for-profit organizations to be used for (a) land acquisition, construction and development of youth recreation and service facilities (\$7,000,000) and (b) natural areas, recreation and open space land acquisition and development (\$8,000,000).

Pursuant to Ordinance No. 96-115 (the "Bond Referendum"), the Board created the Citizen Oversight Committee (the "Committee") consisting of 13 members one each appointed from the 13 respective County Commission districts. The chief functions of the Committee are to designate the portions of the Parks Program to be financed from each Series of Bonds and to monitor the application of Bond proceeds to ensure that the Bond proceeds are being spent in accordance with the Bond Referendum.

The Committee has allocated the proceeds of the Bonds to the categories as stated below:

**MIAMI-DADE COUNTY, FLORIDA  
PARKS BOND PROGRAM  
ALLOCATION BY SERIES OF BONDS ISSUED AND PROJECTS  
(in thousands)**

	<b>Numbered Category</b>						<b>Total</b>
	<b>(1)</b>	<b>(2)</b>	<b>(3)</b>	<b>(4)</b>	<b>(5)</b>	<b>(6)</b>	
Authorized	\$37,268	\$50,732	\$77,050	\$9,700	\$10,250	\$15,000	\$200,000
Bonds Issued							
Series 1997	\$17,618	\$12,900	\$11,298	\$5,519	\$2,666	\$0	\$50,000
Series 1998	7,022	700	2,325	653	300	15,000	26,000
Series 1999	5,597	5,273	10,760	954	3,031	0	25,615
Series 2001	<u>2,909</u>	<u>7,253</u>	<u>15,383</u>	<u>2,362</u>	<u>593</u>	<u>0</u>	<u>28,500</u>
Total Issued	<u>\$33,146</u>	<u>\$26,126</u>	<u>\$39,766</u>	<u>\$9,489</u>	<u>\$6,590</u>	<u>\$15,000</u>	<u>\$130,115</u>
Balance To							
Be Issued	<u>\$4,122</u>	<u>\$24,606</u>	<u>\$37,284</u>	<u>\$211</u>	<u>\$3,660</u>	<u>\$0</u>	<u>\$69,885</u>

**\$130,115,000**  
**Miami-Dade County, Florida**  
**General Obligation Bonds (Parks Program)**  
**Series 1997, 1998, 1999, and 2001**  
**Debt Service Schedule**

Fiscal Year Ending September 30,	Effective Interest Rate	Principal	Interest	Total Debt Service	Outstanding Principal Balance	Percent Outstanding of Total Bonds Issued
2003	5.01%	\$3,215,000	\$6,136,613	\$9,351,613	\$122,545,000	94.18%
2004	5.00%	3,335,000	5,968,601	9,303,601	119,330,000	91.71%
2005	5.00%	3,475,000	5,796,895	9,271,895	115,995,000	89.15%
2006	5.00%	3,620,000	5,621,671	9,241,671	112,520,000	86.48%
2007	5.00%	3,780,000	5,441,970	9,221,970	108,900,000	83.70%
2008	5.00%	3,945,000	5,255,020	9,200,020	105,120,000	80.79%
2009	5.00%	4,125,000	5,058,213	9,183,213	101,175,000	77.76%
2010	3.97%	4,320,000	4,853,372	9,173,372	97,050,000	74.59%
2011	5.00%	4,525,000	4,640,757	9,165,757	92,730,000	71.27%
2012	5.01%	4,735,000	4,416,655	9,151,655	88,205,000	67.79%
2013	5.01%	4,965,000	4,182,150	9,147,150	83,470,000	64.15%
2014	5.01%	5,220,000	3,929,353	9,149,353	78,505,000	60.34%
2015	4.99%	5,485,000	3,655,031	9,140,031	73,285,000	56.32%
2016	4.96%	5,760,000	3,363,874	9,123,874	67,800,000	52.11%
2017	4.92%	6,060,000	3,054,107	9,114,107	62,040,000	47.68%
2018	4.88%	6,375,000	2,731,694	9,106,694	55,980,000	43.02%
2019	4.84%	6,710,000	2,398,581	9,108,581	49,605,000	38.12%
2020	4.77%	7,060,000	2,046,949	9,106,949	42,895,000	32.97%
2021	4.67%	7,435,000	1,674,497	9,109,497	35,835,000	27.54%
2022	4.51%	7,830,000	1,279,563	9,109,563	28,400,000	21.83%
2023	4.19%	8,245,000	861,691	9,106,691	20,570,000	15.81%
2024	4.17%	5,075,000	514,025	5,589,025	12,325,000	9.47%
2025	3.90%	3,540,000	283,100	3,823,100	7,250,000	5.57%
2026	3.78%	1,810,000	140,250	1,950,250	3,710,000	2.85%
2027	2.50%	1,900,000	47,500	1,947,500	1,900,000	1.46%
Total		<u>\$122,545,000</u>	<u>\$83,352,132</u>	<u>\$205,897,132</u>	<u>\$0</u>	



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**\$50,000,000**  
**Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 1997**

*Dated:* November 1, 1997

*Final Maturity:* 2022

***Purpose:***

The Series 1997 Bonds were issued as the initial Series of the Parks Facilities Bond Program approved by the voters of the County on November 5, 1996 to pay part of the cost of a capital improvement program for improvements to, and acquisition of, neighborhood and regional parks, beaches, natural areas and recreation and heritage facilities in the County in the aggregate principal amount of \$200,000,000. The Series 1997 Bonds were issued pursuant to Ordinance No. 96-115, Resolution Nos. R-1193-97 and R-1194-97.

***Security:***

The Series 1997 Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series 1997 Bonds.

***Form:***

The Series 1997 Bonds were issued as fully registered bonds, without coupons and registered in the name of The Depository Trust Company, New York, New York. The Series 1997 Bonds were in book-entry form and issued in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series 1997 Bonds will be payable semi-annually on May 1 and November 1 of each year, commencing May 1, 1998.

***Agents:***

Successor Registrar:	U.S. Bank Trust National Association, Boston, Massachusetts
Successor Paying Agent:	U.S. Bank Trust National Association, Boston, Massachusetts
Bond Counsel:	Greenberg Traurig Hoffman Lipoff Rosen & Quentel P.A., Miami, Florida, and Edwards and Carstarphen, Miami, Florida
Insurance Provider:	Financial Guaranty Insurance Company

***Ratings:***

Moody's:	Aaa
Standard & Poor's:	AAA
Fitch	AAA

***Call Provisions:***

**Optional Redemption:**

The Series 1997 Bonds maturing on November 1, 2008 and thereafter are subject to redemption prior to maturity, at the option of the County, in whole or in part on any date, on or after November 1, 2007, in such order as the County shall select and by lot within any maturity, at the following redemption prices, plus accrued interest to the date of redemption.

<b>Redemption Dates</b>	<b>Redemption Price</b>
November 1, 2007 to October 31, 2008	102%
November 1, 2008 to October 31, 2009	101
November 1, 2009 and thereafter	100

**Mandatory Redemption:**

The Series 1997 Term Bonds maturing on November 1, 2022 are subject to mandatory sinking fund redemption in part by lot at the times and in the amounts set forth below at a redemption price equal to 100% of the principal amount of the Series 1997 Bonds being redeemed, plus accrued interest to the date of redemption and without a premium.

<b>Redemption Dates</b> <b><u>(November 1,)</u></b>	<b><u>Amount</u></b>
2018	\$2,780,000
2019	2,930,000
2020	3,085,000
2021	3,250,000
2022 (Final Maturity-2022 Term)	3,425,000

**Mandatory Tender for Purchase**

In addition to being subject to optional redemption by the County, the Series 1997 Bonds are subject to mandatory tender for purchase at the option of the County at the same times and prices as established for optional redemption.

***Projects Funded with Proceeds:***

The Parks Program is construction of or acquisition of: (i) 76 specific municipal park projects; (ii) 33 specific unincorporated parks projects; (iii) 8 specific beach or Biscayne Bay access projects; (iv) 24 regional parks, regional recreation areas, heritage facilities or natural preserves projects (4 of these projects shall be for juvenile crime prevention); (v) non-specific municipal park projects; (vi) non-specific unincorporated parks projects; and (vii) County-wide challenge grants.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$50,000,000**  
**Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 1997**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	2334335K3	5.375%	\$1,285,000	\$2,306,941	\$3,591,941
2004	Serial	2334335L1	5.250	1,340,000	2,237,231	3,577,231
2005	Serial	2334335M9	5.250	1,400,000	2,165,306	3,565,306
2006	Serial	2334335N7	5.250	1,465,000	2,090,100	3,555,100
2007	Serial	2334335P2	5.250	1,535,000	2,011,350	3,546,350
2008	Serial	2334335Q0	5.250	1,605,000	1,928,925	3,533,925
2009	Serial	2334335R8	5.375	1,685,000	1,841,509	3,526,509
2010	Serial	2334335S6	5.375	1,765,000	1,748,791	3,513,791
2011	Serial	2334335T4	5.375	1,855,000	1,651,503	3,506,503
2012	Serial	2334335U1	5.250	1,950,000	1,550,463	3,500,463
2013	Serial	2334335V9	5.000	2,045,000	1,448,150	3,493,150
2014	Serial	2334335W7	5.000	2,155,000	1,343,150	3,498,150
2015	Serial	2334335X5	5.000	2,265,000	1,232,650	3,497,650
2016	Serial	2334335Y3	5.000	2,385,000	1,116,400	3,501,400
2017	Serial	2334335Z0	5.125	2,510,000	992,456	3,502,456
2018	Serial	2334336A4	5.125	2,640,000	860,488	3,500,488
2019	Term	2334336F3	5.125	2,780,000	721,600	3,501,600
2020	Term	2334336F3	5.125	2,930,000	575,281	3,505,281
2021	Term	2334336F3	5.125	3,085,000	421,147	3,506,147
2022	Term	2334336F3	5.125	3,250,000	258,813	3,508,813
2023	Term	2334336F3	5.125	<u>3,425,000</u>	<u>87,766</u>	<u>3,512,766</u>
Totals				<u>\$45,355,000</u>	<u>\$28,590,019</u>	<u>\$73,945,019</u>



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**\$26,000,000**  
**Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 1998**

*Dated:* November 1, 1998

*Final Maturity:* 2023

***Purpose:***

The Series 1998 Bonds were issued as a Series of the Parks Facilities Bond Program approved by the voters of the County on November 5, 1996 to pay part of the cost of a capital improvement program for improvements to, and acquisition of, neighborhood and regional parks, beaches, natural areas and recreation and heritage facilities in the County in the aggregate principal amount of \$200,000,000. The Series 1998 Bonds were issued pursuant to Ordinance No. 96-115, Resolution Nos. R-1193-97, R-1160-98 and R-1183-98.

***Security:***

The Series 1998 Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series 1998 Bonds.

***Form:***

The Series 1998 Bonds were issued as fully registered bonds, without coupons and registered in the name of The Depository Trust Company, New York, New York. The Series 1998 Bonds were in book-entry form and issued in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series 1998 Bonds will be payable semi-annually on May 1 and November 1 of each year, commencing May 1, 1999.

***Agents:***

Registrar:	Banc One, N.A. Columbus, Ohio
Paying Agent:	Banc One, N.A. Columbus, Ohio
Bond Counsel:	Gary Siplin & Associates, P.A., Miami, Florida and Coffey, Diaz & O’Naghten, LLC, Miami, Florida
Insurance Provider:	Financial Guaranty Insurance Company

***Ratings:***

Moody’s:	Aaa
Standard & Poor’s:	AAA
Fitch	AAA

***Call Provisions:***

**Optional Redemption:**

The Series 1998 Bonds maturing on or after November 1, 2009 are subject to redemption prior to maturity, at the option of the County, in whole or in part on any date, on or after November 1, 2008, in such order as the County shall select and by lot within any maturity, at the following redemption prices (expressed as a percentage of the principal amounts of the Series 1998 Bonds, or portions of the Series 1998 Bonds being redeemed), plus accrued interest to the date of redemption:

<b>Redemption Dates</b>	<b>Redemption Price</b>
November 1, 2008 to October 31, 2009	101%
November 1, 2009 to October 31, 2010	100½
November 1, 2010 and thereafter	100

**Mandatory Redemption:**

The Series 1998 Term Bonds maturing on November 1, 2023 are subject to mandatory sinking fund redemption in part by lot at the times and in the amounts set forth below at a redemption price equal to 100% of the principal amount of the Series 1998 Bonds being redeemed, plus accrued interest to the date of redemption and without a premium:

<b>Redemption Dates</b> <b><u>(November 1,)</u></b>	<b><u>Amount</u></b>
2021	\$1,560,000
2022	1,640,000
2023 (Final Maturity-2023 Term)	1,720,000

**Mandatory Tender for Purchase**

In addition to being subject to optional redemption by the County, the Series 1998 Bonds are subject to mandatory tender for purchase, at the option of the County, at the same times and prices as established for optional redemption.

***Projects Funded with Proceeds:***

The Parks Program is construction of or acquisition of: (i) 76 specific municipal park projects; (ii) 33 specific unincorporated parks projects; (iii) 8 specific beach or Biscayne Bay access projects; (iv) 24 regional parks, regional recreation areas, heritage facilities or natural preserves projects (4 of these projects shall be for juvenile crime prevention); (v) non-specific municipal park projects; (vi) non-specific unincorporated parks projects; and (vii) County-wide challenge grants.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$26,000,000**  
**Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 1998**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	59333FAD2	5.000%	\$670,000	\$1,143,506	\$1,813,506
2004	Serial	59333FAE0	4.875	695,000	1,109,816	1,804,816
2005	Serial	59333FAF7	4.800	725,000	1,075,475	1,800,475
2006	Serial	59333FAG5	4.800	750,000	1,040,075	1,790,075
2007	Serial	59333FAH3	4.750	785,000	1,003,431	1,788,431
2008	Serial	59333FAJ9	4.750	815,000	965,431	1,780,431
2009	Serial	59333FAK6	4.750	850,000	925,888	1,775,888
2010	Serial	59333FAL4	4.200	890,000	887,010	1,777,010
2011	Serial	59333FAM2	4.300	930,000	848,325	1,778,325
2012	Serial	59333FAN0	4.400	970,000	806,990	1,776,990
2013	Serial	59333FAP5	4.500	1,015,000	762,813	1,777,813
2014	Serial	59333FAQ3	5.200	1,065,000	712,285	1,777,285
2015	Serial	59333FAR1	5.250	1,115,000	655,326	1,770,326
2016	Serial	59333FAS9	5.300	1,170,000	595,053	1,765,053
2017	Serial	59333FAT7	5.400	1,225,000	530,973	1,755,973
2018	Serial	59333FAU4	4.850	1,285,000	466,736	1,751,736
2019	Serial	59333FAV2	4.750	1,350,000	403,513	1,753,513
2020	Serial	59333FAW0	4.750	1,415,000	337,844	1,752,844
2021	Serial	59333FAX8	4.750	1,485,000	268,969	1,753,969
2022	Term	59333FBA7	4.750	1,560,000	196,650	1,756,650
2023	Term	59333FBA7	4.750	1,640,000	120,650	1,760,650
2024	Term	59333FBA7	4.750	<u>1,720,000</u>	<u>40,850</u>	<u>1,760,850</u>
Totals				<u>\$24,125,000</u>	<u>\$14,897,609</u>	<u>\$39,022,609</u>



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**\$25,615,000**  
**Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 1999**

*Dated:* November 1, 1999

*Final Maturity:* 2024

***Purpose:***

The Series 1999 Bonds were issued as a Series of the Parks Facilities Bond Program approved by the voters of the County on November 5, 1996 to pay part of the cost of a capital improvement program for improvements to, and acquisition of, neighborhood and regional parks, beaches, natural areas and recreation and heritage facilities in the County in the aggregate principal amount of \$200,000,000. The Series 1999 Bonds were issued pursuant to Ordinance No. 96-115, Resolution Nos. R-1193-97, R-1183-98, R-528-99 and R-1092-99.

***Security:***

The Series 1999 Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series 1999 Bonds.

***Form:***

The Series 1999 Bonds were issued as fully registered bonds, without coupons and registered in the name of The Depository Trust Company, New York, New York. The Series 1999 Bonds were in book-entry form and issued in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series 1999 Bonds will be payable semi-annually on May 1 and November 1 of each year, commencing May 1, 2000.

***Agents:***

Successor Registrar: Wachovia Bank, National Association, Miami, Florida  
Successor Paying Agent: Wachovia Bank, National Association, Miami, Florida  
Bond Counsel: Squires, Sanders & Dempsey L.L.P., Miami, Florida and McCrary & Mosley, Miami, Florida  
Insurance Provider: Financial Guaranty Insurance Company

***Ratings:***

Moody's: Aaa  
Fitch: AAA

***Call Provisions:***

**Optional Redemption:**

The Series 1999 Bonds maturing on or after November 1, 2010 are subject to redemption prior to maturity, at the option of the County, in whole or in part on any date, on or after November 1, 2009, in such order of maturity as the County shall select and by lot within any maturity, at the following redemption prices (expressed as a percentage of the principal amounts of the Series 1999 Bonds, or portions of the Series 1999 Bonds being redeemed), plus accrued interest to the date of redemption:

<b>Redemption Dates</b>	<b>Redemption Price</b>
November 1, 2009 to October 31, 2010	101%
November 1, 2010 to October 31, 2011	100½
November 1, 2011 and thereafter	100

**Mandatory Redemption:**

The Series 1999 Term Bonds maturing on November 1, 2024 are subject to mandatory sinking fund redemption in part by lot at the times and in the amounts set forth below at a redemption price equal to 100% of the principal amount of the Series 1999 Bonds being redeemed, plus accrued interest to the date of redemption and without a premium:

<b>Redemption Dates (November 1,)</b>	<b>Amount</b>
2021	\$1,540,000
2022	1,625,000
2023	1,720,000
2024 (Final Maturity-2024 Term)	1,820,000

**Mandatory Tender for Purchase**

In addition to being subject to optional redemption by the County, the Series 1999 Bonds are subject to mandatory tender for purchase, at the option of the County, at the same times and prices as established for optional redemption.

***Projects Funded with Proceeds:***

The Parks Program is construction of or acquisition of: (i) 76 specific municipal park projects; (ii) 33 specific unincorporated parks projects; (iii) 8 specific beach or Biscayne Bay access projects; (iv) 24 regional parks, regional recreation areas, heritage facilities or natural preserves projects (4 of these projects shall be for juvenile crime prevention); (v) non-specific municipal park projects; (vi) non-specific unincorporated parks projects; and (vii) County-wide challenge grants.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$25,615,000**  
**Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 1999**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	59333FBD1	6.125%	\$585,000	\$1,344,691	\$1,929,691
2004	Serial	59333FBE9	5.800	610,000	1,309,085	1,919,085
2005	Serial	59333FBF6	5.625	640,000	1,273,395	1,913,395
2006	Serial	59333FBG4	4.750	670,000	1,239,483	1,909,483
2007	Serial	59333FBH2	4.750	700,000	1,206,945	1,906,945
2008	Serial	59333FBJ8	4.750	735,000	1,172,864	1,907,864
2009	Serial	59333FBK5	4.850	770,000	1,136,735	1,906,735
2010	Serial	59333FBL3	4.950	810,000	1,098,015	1,908,015
2011	Serial	59333FBM1	5.100	850,000	1,056,718	1,906,718
2012	Serial	59333FBN9	5.125	890,000	1,012,661	1,902,661
2013	Serial	59333FBP4	5.250	940,000	965,180	1,905,180
2014	Serial	59333FBQ2	5.300	990,000	914,270	1,904,270
2015	Serial	59333FBR0	5.400	1,045,000	859,820	1,904,820
2016	Serial	59333FBS8	5.500	1,100,000	801,355	1,901,355
2017	Serial	59333FBT6	5.500	1,165,000	739,068	1,904,068
2018	Serial	59333FBU3	5.600	1,230,000	672,590	1,902,590
2019	Serial	59333FBV1	5.625	1,300,000	601,588	1,901,588
2020	Serial	59333FBW9	5.750	1,375,000	525,494	1,900,494
2021	Serial	59333FBX7	5.750	1,455,000	444,131	1,899,131
2022	Term	59333FBY5	6.000	1,540,000	356,100	1,896,100
2023	Term	59333FBY5	6.000	1,625,000	261,150	1,886,150
2024	Term	59333FBY5	6.000	1,720,000	160,800	1,880,800
2025	Term	59333FBY5	6.000	<u>1,820,000</u>	<u>54,600</u>	<u>1,874,600</u>
Totals				<u>\$24,565,000</u>	<u>\$19,206,736</u>	<u>\$43,771,736</u>



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**\$28,500,000**  
**Miami-Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 2001**

*Dated:* August 1, 2001

*Final Maturity:* 2026

***Purpose:***

The Series 2001 Bonds were issued as a Series of the Parks Facilities Bond Program approved by the voters of the County on November 5, 1996 to pay part of the cost of a capital improvement program for improvements to, and acquisition of, neighborhood and regional parks, beaches, natural areas and recreation and heritage facilities in the County in the aggregate principal amount of \$200,000,000. The Series 2001 Bonds were issued pursuant to Ordinance No. 96-115, Resolution Nos. R-1193-97, R-1183-98, R-643-01 and R-759-01.

***Security:***

The Series 2001 Bonds are general obligations of the County and are payable from unlimited ad valorem taxes on all taxable real and tangible property within the County (excluding exempt property as required by Florida law). The full faith, credit and taxing power of the County are irrevocably pledged to the payment of principal and interest on the Series 2001 Bonds.

***Form:***

The Series 2001 Bonds were issued as fully registered bonds, without coupons and registered in the name of The Depository Trust Company, New York, New York. The Series 2001 Bonds were in book-entry form and issued in denominations of \$5,000 or any integral multiples of \$5,000. The interest on the Series 2001 Bonds will be payable semi-annually on May 1 and November 1 of each year, commencing November 1, 2001.

***Agents:***

Registrar:	JPMorgan Chase Bank, New York, New York
Paying Agent:	JPMorgan Chase Bank, New York, New York
Bond Counsel:	Greenburg Traurig, P.A. Miami, Florida and Edwards and Carstarphen, Miami, Florida
Insurance Provider:	MBIA Insurance Corporation

***Ratings:***

Moody's:	Aaa
Standard & Poor's:	AAA
Fitch	AAA

***Call Provisions:***

**Optional Redemption:**

The Series 2001 Bonds maturing prior to November 1, 2012 are not subject to optional redemption. The Series 2001 Bonds maturing on or after November 1, 2012 are subject to redemption prior to maturity, at the option of the County, in whole or in part on any date, on or after November 1, 2011, in such order of maturity as the County shall select and by lot within any maturity, at a redemption price equal to 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, and without premium.

**Mandatory Tender for Purchase:**

In addition to being subject to optional redemption by the County, the Series 2001 Bonds are subject to mandatory tender for purchase, at the option of the County, at the same times and prices as established for optional redemption.

***Projects Funded with Proceeds:***

The Parks Program is construction of or acquisition of: (i) 76 specific municipal park projects; (ii) 33 specific unincorporated parks projects; (iii) 8 specific beach or Biscayne Bay access projects; (iv) 24 regional parks, regional recreation areas, heritage facilities or natural preserves projects (4 of these projects shall be for juvenile crime prevention); (v) non-specific municipal park projects; (vi) non-specific unincorporated parks projects; and (vii) County-wide challenge grants.

***Refunded Bonds:*** NOT APPLICABLE

***Refunded Bonds Call Date:*** NOT APPLICABLE

**\$28,500,000**  
**Miami-Dade County, Florida**  
**General Obligation Bonds (Parks Program),**  
**Series 2001**  
**Debt Service Schedule**

<b>Fiscal Year Ending Sept. 30,</b>	<b>Type</b>	<b>CUSIP Number</b>	<b>Interest Rate</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2003	Serial	59333FCA6	4.250%	\$675,000	\$1,341,475	\$2,016,475
2004	Serial	59333FCB4	4.250	690,000	1,312,469	2,002,469
2005	Serial	59333FCC2	4.250	710,000	1,282,719	1,992,719
2006	Serial	59333FCD0	4.250	735,000	1,252,013	1,987,013
2007	Serial	59333FCE8	4.250	760,000	1,220,244	1,980,244
2008	Serial	59333FCF5	4.125	790,000	1,187,800	1,977,800
2009	Serial	59333FCG3	4.250	820,000	1,154,081	1,974,081
2010	Serial	59333FCH1	4.000	855,000	1,119,556	1,974,556
2011	Serial	59333FCJ7	4.100	890,000	1,084,211	1,974,211
2012	Serial	59333FCK4	4.200	925,000	1,046,541	1,971,541
2013	Serial	59333FCL2	4.375	965,000	1,006,007	1,971,007
2014	Serial	59333FCM0	5.000	1,010,000	959,648	1,969,648
2015	Serial	59333FCN8	5.125	1,060,000	907,235	1,967,235
2016	Serial	59333FCP3	5.250	1,105,000	851,066	1,956,066
2017	Serial	59333FCQ1	5.250	1,160,000	791,610	1,951,610
2018	Serial	59333FCR9	4.800	1,220,000	731,880	1,951,880
2019	Serial	59333FCS7	4.800	1,280,000	671,880	1,951,880
2020	Serial	59333FCT5	4.900	1,340,000	608,330	1,948,330
2021	Serial	59333FCU2	5.000	1,410,000	540,250	1,950,250
2022	Serial	59333FCV0	5.000	1,480,000	468,000	1,948,000
2023	Serial	59333FCW8	5.000	1,555,000	392,125	1,947,125
2024	Serial	59333FCX6	5.000	1,635,000	312,375	1,947,375
2025	Serial	59333FCY4	5.000	1,720,000	228,500	1,948,500
2026	Serial	59333FCZ1	5.000	1,810,000	140,250	1,950,250
2027	Serial	59333FDA5	5.000	<u>1,900,000</u>	<u>47,500</u>	<u>1,947,500</u>
Totals				<u>\$28,500,000</u>	<u>\$20,657,764</u>	<u>\$49,157,764</u>



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