



CITY OF JACKSONVILLE, FLORIDA
**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2013

CITY OF JACKSONVILLE, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013



PREPARED BY THE DEPARTMENT OF FINANCE
ACCOUNTING DIVISION



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City of Jacksonville, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2013

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LETTER OF TRANSMITTAL



OFFICE OF THE MAYOR

ALVIN BROWN
MAYOR

CITY HALL SUITE 400
117 W. DUVAL STREET
JACKSONVILLE, FL 32202

April 30, 2014

Dear Friends:

I am proud to present the City of Jacksonville's Comprehensive Annual Financial Report for Fiscal Year 2012/2013. A tremendous amount of work, from across multiple city departments, went into creating this fiscal guide. I trust you will find it informative.

As mayor, it has been my goal to increase accountability and responsibility within our city government through careful stewardship of taxpayer resources. It has been an honor to work with City Council, elected officials and city employees to reduce the size of government and overcome recessionary challenges of recent years without raising taxes or using reserve funds. The numbers included in the Comprehensive Annual Financial Report reflect sacrifice, teamwork and an overall vision to restore economic security here in Jacksonville. This document details the financial status of our city government while reflecting our continued commitment to the highest standards of financial management and accountability possible. I remain dedicated to making government effective and efficient, ensuring that taxpayers get the best return for their investment.

Let us measure Jacksonville for its great potential as we work together to make our city both an inspiration and a catalyst for distinctive economic growth. Sound fiscal management is an enormous part of that equation. We must scrutinize every opportunity to protect our resources, form partnerships and promote Jacksonville to the next level. Working side by side, I am confident our best days are ahead.

Sincerely,

A handwritten signature in cursive script that reads "Alvin Brown".

Alvin Brown
Mayor



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April 30, 2014

The Honorable Mayor Alvin Brown
Members of the City Council
Citizens of Jacksonville

INTRODUCTION

The Comprehensive Annual Financial Report (CAFR) of the City of Jacksonville, Florida (the City) for the fiscal year ended September 30, 2013 is hereby submitted.

The financial reporting entity includes all funds of the consolidated government of the City of Jacksonville and Duval County, as well as all of its component units. Component units are legally separate organizations for which the City is financially accountable and, for financial statement purposes, are either blended with the activities of the City or discretely presented.

Responsibility for both the accuracy of the data and the completeness and fairness of its presentation, including all disclosures, rests with the City. Management believes the data, as presented, is accurate in all material respects. It is presented in a manner designed to set forth the financial position and the results of operations of the City on a government-wide and fund basis. Disclosures necessary to enable the reader to gain an understanding of the City's financial activities are included.

As part of the independent audit process, the Chief Financial Officer issues a letter of representations that attests to his responsibility to establish and maintain effective internal control over financial reporting among other things. The letter also acknowledges his responsibility for the design and implementation of programs and controls to provide reasonable assurance that fraud is prevented and detected. Management acknowledges that they have no knowledge of misstatements in the financial statements of the City or of any fraud or suspected fraud that could have a material effect on the financial statements.

The City's Independent Auditor, McGladrey, LLP, issued an opinion letter as required by City Charter, Section 5.11; Chapter 166.241, Florida Statutes and Chapter 10.550 Rules of the Florida Auditor General which is contained in the Financial Section of this document. McGladrey, based on their audit and the reports of component unit auditors, have opined that the financial statements present fairly, in all material respects, the financial position and changes in financial position of the City as of and for the year ended September 30, 2013.

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of

Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

The City of Jacksonville's MD&A can be found immediately following the report of the independent certified public accountants.

PROFILE OF THE CONSOLIDATED GOVERNMENT

Governmental Framework

The City of Jacksonville was consolidated with Duval County in 1968 to streamline government and eliminate the cost of duplicative City and County services. Four municipalities were not consolidated: Atlantic Beach, Jacksonville Beach, Neptune Beach and Baldwin. The City has entered into interlocal agreements with the unconsolidated entities to provide for cost effective services to residents of unconsolidated Duval County.

The City operates under a strong Mayor/City Council form of government. The 19-member City Council is made up of 14 district council members and 5 at-large council members. These 20 elected officials stand for election every four years (having no mid-term elections) and are subject to a two-term limitation.

The Charter of the Consolidated Government of the City of Jacksonville provides for three branches: Executive, Legislative and Judicial. The Executive branch includes the Office of the Mayor and Constitutional officers: Sheriff, Tax Collector, Property Appraiser, Supervisor of Elections and the Duval County School Board. The Legislative branch includes the City Council and a group of standing committees. There is also a Council Auditor and Council Secretary. The Judicial branch includes: the Circuit Court, County Court, Clerk of the Circuit Court, State Attorney, Public Defender and Medical Examiner.

Certain governmental entities are organized as independent authorities and/or commissions in city government, which include:

Jacksonville Aviation Authority (JAA)
Jacksonville Electric Authority (JEA- electric, water and wastewater utilities)
Jacksonville Port Authority (JPA)
Jacksonville Transportation Authority, (JTA- operates the mass transit system)
Jacksonville Children's Commission (JCC)
Jacksonville Public Library

Each authority/commission is subject to annual budget submission to the City and approval by the City Council.

BUDGET AND GOVERNMENTAL FUNDS

Florida Law, the City Charter and the City's Ordinance Code establish provisions that regulate the City's budget, tax levies and appropriations. The Mayor is required to submit a proposed budget to the City Council by July 15th of each year that is balanced and identifies revenues and other financial resources that are anticipated to be available for appropriations. The Mayor also makes recommendations for appropriations, expenditures and uses of financial resources, and otherwise presents concise policy direction and guidance for the continuing financial operation of the City. Prior to the beginning of each new fiscal year, the City Council adopts, by ordinance, a balanced budget.

The City's accounting system is organized and operated on a fund basis. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. The types of funds to be used are determined by generally accepted governmental accounting principles, and the number of individual funds established is determined by sound financial administration and the statutory and ordinance requirements of the Council.

**BUDGET APPROPRIATIONS
FY 2012-2014**

<u>Fund Types</u>	<u>FY 2014</u>	<u>FY 2013</u>	<u>FY 2012</u>	Change from <u>FY 2013 to</u> <u>FY 2014</u>	Change from <u>FY 2012 to</u> <u>FY 2013</u>
General Fund	\$1,067,187,868	1,034,227,938	\$1,042,249,572	3.19%	-0.77%
Special Revenue	262,576,191	243,852,834	253,678,029	7.68%	-3.87%
Capital Projects*	46,100,144	34,114,387	56,585,745	35.13%	-39.71%
Enterprise Funds**	200,755,084	201,067,212	221,640,020	-0.16%	-9.28%
Internal Service Funds	393,238,099	342,863,725	378,422,545	14.69%	-9.40%
Trust & Agency Funds	13,519,254	13,683,144	12,017,470	-1.20%	13.86%
Component Units	2,602,784	2,978,653	4,538,706	-12.62%	-34.37%
Total	\$1,985,979,424	\$1,872,787,893	\$1,969,132,087		

Source: Annual Budget Documents

CAPITAL BUDGET

Capital Improvement Program (CIP) and Debt Affordability Model

The City annually approves a 5-year Capital Improvement Program (CIP) that anticipates a specific level of borrowing and is financially feasible. Concurrent with the submission of the 5-year CIP, the City reviews its Debt Affordability Model which a) looks backward 5 years to compare history; b) measures the City's performance against self-imposed ratio targets and maximum/minimum limits; c) compares the City to national Aa/AA category norms; and d) projects the City's performance within targets/limits for the next 5 years.

The City intends to cautiously allocate capital over the near term due to lower projected revenues.

Capital Improvement Plan

The Capital Improvement Plan identifies the following:

<u>Program Area</u>	<u>FY 13/14*</u>	<u>FY 14/15</u>	<u>FY 15/16</u>	<u>FY 16/17</u>	<u>FY 17/18</u>
Environment/ Ash Remediation	\$ -	\$13,828,000	\$12,350,000	\$ 6,250,000	\$ 5,750,000
Environment/ Quality of Life	6,500,000	8,500,000	6,950,000	3,500,000	2,000,000
Government Facilities	2,000,000	4,300,000	2,670,000	3,300,000	1,800,000
Parks	2,338,180	10,570,600	6,750,000	6,750,000	6,750,000
Public Safety	-	-	-	-	-
Roads/Infrastructure/ Transportation	-	25,500,000	20,500,000	21,000,000	21,000,000
Sub-Total	\$10,838,180	\$62,698,600	\$49,220,000	\$40,800,000	\$37,300,000
Drainage**	11,179,348	14,200,000	20,176,000	14,000,000	11,500,000
Total	\$22,017,528	\$76,898,600	\$69,396,000	\$54,800,000	\$48,800,000

* The figures presented for FY 13/14 Capital Projects represent the funding approved as part of the annual budget process as well as additional grant funding.

** Most Drainage projects are budgeted within enterprise funds.

Status of Ongoing Major Projects

Pollution Remediation and Ash Site Settlement

During 2004-2005, the City was able to settle a long standing class action suit regarding land value diminution and personal injury that arose out of a Solid Waste practice prior to the early 1970's of using incinerator ash mixed with soil as fill in low lying areas. The City agreed to pay \$25 million and to allow the plaintiffs to pursue the City's then-insurance providers related thereto. In FY 2009, the City issued variable debt from the Banking Fund and is amortizing the remaining \$22.5 million over a twelve (12) year period.

The City also negotiated (and finalized a settlement agreement in Fall, 2007) with the U.S. Environmental Protection Agency (EPA) regarding clean-up, which will involve removing 2 feet of soil around the homes and related park land, putting down a mesh and replacing the removed top cover with new soil in an area of 1,300 or more homes. The current estimate for remediation of the ash sites and other remediation of approximately \$164.0 million is accrued as a liability at the end of FY2013.

Better Jacksonville Plan

The Better Jacksonville Plan, which is mostly complete, is a comprehensive undertaking by the City to provide: road, transportation and infrastructure improvements, park and environmental improvements, economic development and public facilities. The Plan was approved by the City in July 2000. Improvements include projects such as: road resurfacing, drainage, sidewalks, bike paths and landscaping, safety improvements at grade crossings, environmental land preservation, parks, and environmental clean-up.

Major projects included improvements to the Jacksonville Zoo and Cecil Field, construction of a new main library and library branch improvements, an arena, a baseball park and a county courthouse.

FUTURE PROSPECTS: ECONOMIC ENVIRONMENT AND MAYORAL PRIORITIES

ECONOMIC ENVIRONMENT: JACKSONVILLE MSA

Jacksonville was founded in 1832 and consolidated with Duval County in 1968, and has an estimated City/county population of 876,075 living within an 840.1 square mile area. Within Duval County there are four separate municipalities (Jacksonville Beach, Neptune Beach, Atlantic Beach and Baldwin) representing a population of 44,377 within 15.9 square miles. The Jacksonville Metropolitan Statistical Area (MSA) consists of five counties: Duval, Clay, St. Johns, Nassau and Baker, which have total estimated population of 1,377,850.

Selected Economic and Statistical Data

The combined City/County exhibits the following characteristics:

	ECONOMIC SNAPSHOT			FLORIDA	<i>Future Trends</i>
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2013</u>	
Population (in thousands)	876.0	870.0	865.0	19,259	Positive
Assessed Valuation (in billions)	43.7	45.9	49.4	1,736	Negative
Dollar Value of Building Permits (in millions)	1,016.1	764.5	771.0	N/A	Positive
Employment MSA (in thousands)	509.8	500.6	492.3	8,298	Positive
Unemployment Rate	6.4%	8.2%	10.0%	6.7%	Positive
Median Family Income	43,835	45,995	46,112	45,006	Negative

Discussion: The consolidated city of Jacksonville is the most populated city in Florida based on the 2010 Census. It is anticipated that the city’s population will grow significantly over the next few years reflecting the general economic recovery, in-migration of businesses and the growth of the port due to the expansion of the Panama Canal.

Assessed valuation continues a downward trend due to the Great Recession. However, value of building permits improved dramatically indicating a recovery in housing and economic growth for the city. It is difficult to forecast the rate of economic improvement but we do anticipate an improvement in assessed values in the near to mid-term future.

INDUSTRY SEGMENTS

<u>Segment</u>	<u>% of Total</u>
Trade, Transportation, and Utilities	21.48
Professional and Business Services	16.29
Education and Health Services	14.37
Government	11.95
Leisure and Hospitality	11.54
Financial Activities	10.04
Construction	4.90
Manufacturing	4.53
Other Services	3.38
Information	1.47
Mining and Logging	0.05

Bureau of Labor Statistics November, 2013

Discussion: Jacksonville enjoys a broad base of non-agricultural employment. Downtown Jacksonville is the business, cultural and entertainment center of Duval County. It is the home of more than 3,200 residents and over 1,100 businesses with more than 50,000 employees including 80 corporate or regional headquarters and three Fortune 500 companies.

Jacksonville's central location with access to road, rail, sea and air transportation has made it the international hub of the Southeast. The city is located within 600 miles of two-thirds of the 50 million consumers in the southeastern United States.

The Jacksonville Port Authority (Jaxport) is one of the largest ports on the South Atlantic seaboard and is the third largest container port in Florida. Approximately 1,933 vessels used Jaxport facilities in 2013. The port is expected to remain a major source of economic growth as the expanded Panama Canal opens.

Financial services, trade, transportation and utilities are also significant employers in Jacksonville. It is anticipated that these segments will also grow as the port grows.

10 LARGEST EMPLOYERS IN JACKSONVILLE, FLORIDA

<u>Name of Employer</u>	<u>Product or Service</u>	<u>Employees</u>
Naval Air Station Jacksonville	U.S. Navy	25,240
Duval County Public Schools	Public Education	14,480
Naval Station Mayport	U.S. Navy	9,000
Baptist Health	Hospital	8,270
Bank of America Merrill Lynch	Banking and Investments	8,000
City of Jacksonville	Municipal Government	7,082
Florida Blue	Health Insurance	6,500
Citi	Consumer Finance	5,000
Mayo Clinic	Multi-Specialty Health Care	4,970
JPMorgan Chase & Co.	Banking and Investments	4,200

Discussion: The above table indicates that more than 92% of those employed by the largest employers are from four segments: military (36.9%), medical (21.3%) public education (15.6%) and banking/financial services (18.6%). It is anticipated that all of these segments will continue to grow top line revenue and hire new employees.

MAYORAL PRIORITIES

Mayor Alvin Brown has identified these priorities and continues to work toward these goals:

- Reforms to the Police and Fire and General Employee Pension Systems.
- Streamline city government to make it as effective and efficient as possible
- Partner with the business community to grow jobs and the local economy
- Build a better education system and improve our public schools
- Continue making Jacksonville the most military and veteran friendly city in the nation
- Enhance our quality of life and create the best urban park system in America

Mayor Brown's agenda has been crafted to take Jacksonville to the next level. Programs will address the city's most chronic financial needs, efficiency and effectiveness of government and pension reform. These priorities build upon the existing relationship with the military and recognize the need for economic growth and jobs. It is understood that the future of Jacksonville is inextricably bound to education and the city's quality of life. Government cannot do all this alone. It will require partnerships with the business community and outreach to the citizens of Jacksonville to implement this plan.

Financial Policies

Achieving Mayor Brown's goals will require fiscal discipline. His administration is committed to the following goals:

- Actively manage the City's financial affairs by:
 - Controlling operating costs
 - Rebidding contracts
 - Managing the City's debt level and cost
 - Investing to ensure safety, liquidity and conservation of principal

- Invest in the City’s Infrastructure
- Build Reserves
- Pension Reform remains the most important financial objective.

Here are a few examples of noteworthy achievements to save taxpayers money:

- The FY 2014 Budget was balanced despite decreased revenues by cutting costs and eliminating positions as needed.
- During the past three years, the City refinanced bonds at lower interest rates which saved Jacksonville taxpayers \$133 million. The present value savings will be realized over the life of the bonds.
- The City continues to reduce the cost of government through increased efficiency.

Growth/Future Prospects

Jacksonville is the gateway to Florida and to world trade on the east coast. It is also an important location for the country’s military and our nation’s defense. Jacksonville is ideally positioned to benefit from economic recovery and expansion due to its diverse economic base, expressway system, rail service and the port.

DEBT AND INVESTMENT ACTIVITIES

Debt Administration

The City’s Debt Management Policy promotes effective and efficient management of the City’s debt program. It provides a framework for the structuring and monitoring of debt issuances and emphasizes prudent long-term financial planning. The Policy establishes a Debt Oversight Committee and a Debt Affordability model which uses measures accepted within the credit community. The City's sound financial condition is evidenced by the continuation of its long-held high-grade bond ratings on indebtedness from the major credit rating services.

<u>Debt Administration – Ratings</u>	Moody's	S&P	Fitch
Issuer Credit Rating	Aa1	AA	AA+
Excise Tax Revenue Bonds	Aa2	AA-	AA+
BJP Sales Tax Bonds	A1	A	A+
BJP Transportation Bonds	A1	AA-	AA-
JEA Water & Sewer	Aa2	AA	AA
JAA	A2	A	A

Investment Performance – Both Active and Major Pension Programs

The City is of the opinion that the interest of its citizens can best be served by actively managing City funds through the assumption of a prudent level of risk. Investment objectives (in order of priority) are: safety of capital, liquidity and income realization in excess of stated benchmarks. The City’s Investment Policy also establishes an Investment Committee to help manage the funds.

INVESTMENT PORTFOLIO PERFORMANCE

September 30, 2013

(Reported in Percentage and Gross of Investment Management Fees)

	FY 2013	FY 2012	FY 2011	FY 2010	FY 2009	3 - Year Average	5 - Year Average
Operating Fund (All Fixed Income) *	0.62	4.82	2.23	8.14	11.72	2.54	5.43
Policy Benchmark (Weighted Avg Benchmark)**	-0.29	2.65	2.26	4.81	6.74	1.63	3.22
Core Plus	0.153	9.51	4.94	12.50	16.57	4.80	8.58
Intermediate	-0.51	6.33	NA	NA	NA	NA	NA
Limited Duration	0.936	3.15	1.37	4.23	9.14	1.82	3.73
Extended Cash	0.459	1.47	0.41	1.55	3.91	0.78	1.55
General Employee Pension Fund (Diversified)	17.63	18.88	1.20	11.54	0.33	12.28	9.64
Policy Benchmark (Weighted Avg Benchmark)**	13.24	17.02	2.36	8.32	-1.31	10.90	7.83
Domestic Equity Composite	25.17	29.00	-0.29	12.53	-7.41	17.23	10.91
Total Int'l Equity	23.18	16.06	-5.68	11.16	-3.75	10.31	7.50
Total Fixed Income	1.31	10.20	3.72	12.21	17.00	5.06	8.77
Total Real Estate	15.72	19.08	12.27	11.64	-26.78	14.79	4.34
MLP/Energy	21.68	NA	NA	NA	NA	NA	NA
Police and Fire Pension Fund (Diversified)	14.87	19.27	0.53	9.33	-1.08	11.28	8.30
Policy Benchmark (Weighted Avg Benchmark)**	15.15	18.69	1.84	7.94	-2.98	11.65	7.99
Domestic Equity Composite	22.63	30.18	1.29	10.75	-5.33	17.38	11.14
Total Int'l Equity	18.66	14.60	-13.87	7.42	4.14	5.47	5.59
Total Fixed Income	-1.37	6.31	5.11	7.54	11.75	3.29	5.78
Total Real Estate	14.77	12.40	20.69	8.50	-29.39	15.90	3.59
MLP/Energy	23.92	30.68	NA	NA	NA	NA	NA
Major Indices							
Russell 3000 Composite	21.59	30.20	0.55	10.96	-6.42	16.76	10.58
MSCI EAFE Index	24.29	14.33	-8.94	3.71	3.80	8.97	6.85
NCREIF Property Index	11	11.00	16.10	5.84	-22.09	12.67	3.36
Barclays Capital U.S. Aggregate Bond Index	-1.68	5.16	5.26	8.16	10.56	2.86	5.41
Barclays Capital U.S. Gov/Credit Intermediate	-0.5	4.40	NA	NA	NA	2.42	4.95
BofA ML U.S. Corp & Gov 1-3 Yrs	0.707	1.52	1.26	3.26	5.89	1.16	2.51
BofA ML U.S. Treasury Bills 0-1 Year	0.214	0.18	0.31	0.39	1.35	0.24	0.49
Citigroup Treasury Bill-3 Month	0.066	0.05	0.11	0.12	0.39	0.08	0.15

NA = Specific consolidation / strategy did not exist at that time

*excludes depository accounts

**Benchmark Composition:

	<u>Operating Fund</u>	<u>General</u>	<u>Police</u>
Barclays Capital Aggregate Bond	35%	19%	25%
Barclays Capital U.S. Govt/Credit Intermediate	5%	0%	0%
BofA ML 1-3 yr Corp/Govt Bond	40%	0%	0%
BofA ML 0-1 yr Treasury Bond	15%	0%	0%
Citigroup 3-month Treasury Bill	5%	1%	0%
Russell 3000 Stock	0%	35%	40%
MSCI EAFE/ACWI Stock	0%	20%	20%
NCREIF Property	0%	15%	10%
S&P MLP Total Return	0%	5%	5%
NCREIF Timberland	0%	5%	0%

Benchmarks for the General Employee and Police and Fire Pension funds are calculated by Summit Strategies while the Operating Portfolio Policy Benchmark is derived from BNY Mellon custody reporting data.

The previous schedule provides the investment performance for the City's Active Portfolio (bond only), the City Retirement Systems (covering both General employees and Corrections Officers) and the Police and Firefighter Pension Plan.

LONG TERM FINANCIAL POSITION

Jacksonville will benefit from the recovering economy and the growth of the region. The administrations' commitment to efficient and effective government, conservative investment policies and careful debt management will provide for a prosperous city over the long run.

REPORTING ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Jacksonville for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2012. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for the preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such comprehensive annual financial reports must satisfy both accounting principles generally accepted in the United States and applicable legal requirements.

A Certificate of Achievement is valid for one year only. The City of Jacksonville has received this certificate for thirty-three consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA for their review.

ACKNOWLEDGMENTS

The extensive effort of preparation and distribution of this report fulfills the Department of Finance's goal of full disclosure of the City's finances. We are committed to issuing reports that are informative and meet the highest standards of governmental accounting and financial reporting. Reports that meet these standards provide the reader with an opportunity to make more informed judgments about the government's financial position and changes in financial position.

The 2013 Comprehensive Annual Financial Report represents our commitment to this goal and could not have been prepared without the efficient and dedicated efforts of the entire staff of the Department of Finance (Accounting, Budget, Risk Management and Treasury Divisions), who devoted many hours to compiling and assembling the report. We also wish to express our appreciation to all other City personnel who have contributed to its preparation. In addition, we thank the City's independent certified public accountants, McGladrey, LLP and the Office of the Council Auditor, for their efforts and professional conduct throughout the audit engagement.

Special acknowledgment is due to Mayor Alvin Brown, Council President Bill Gulliford, Councilman Greg Anderson, Finance Committee Chair, and the remaining members of the City Council for their strong and effective leadership and continued support in the coordination and planning of the financial affairs of the City of Jacksonville.

Respectfully Submitted,

A handwritten signature in black ink that reads "C. Ronald Belton". The signature is written in a cursive style with a long, sweeping underline.

C. Ronald Belton
Assistant to the Mayor/Chief Financial Officer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Jacksonville
Florida**

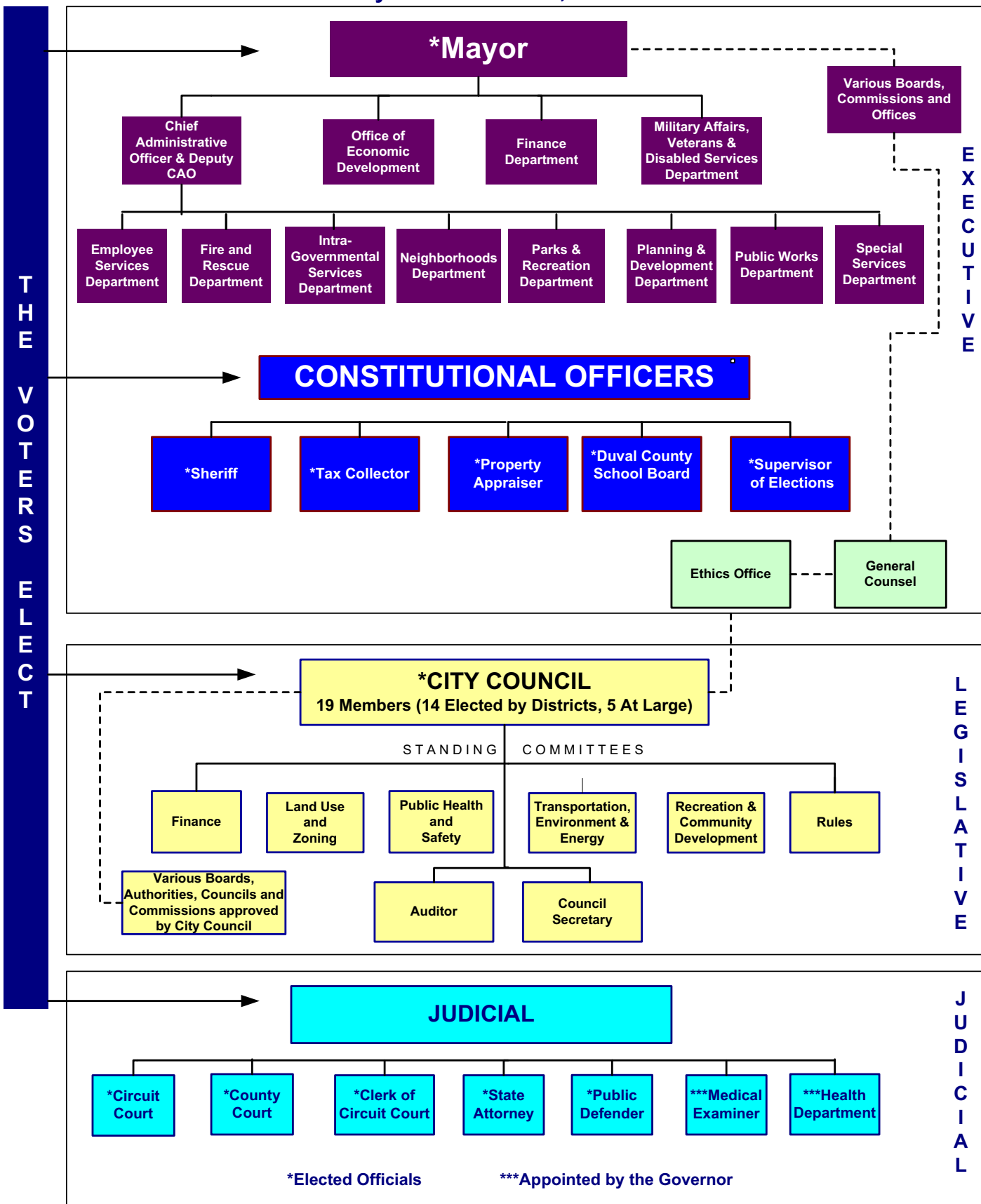
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

ORGANIZATIONAL CHART

City of Jacksonville, Florida



City of Jacksonville, Florida

City Officers and Constitutional Officeholders

Alvin Brown, Mayor

City Officers

Karen Bowling.....	Chief Administrative Officer
Cleveland Ferguson	Deputy Chief Administrative Officer
Chris Hand.....	Chief of Staff
Michelle Barth.....	Deputy Chief of Staff
David DeCamp	Director of Communications
Cindy Laquidara, Esq.	General Counsel
C. Ronald Belton.....	Director of Finance/Chief Financial Officer
Paul Martinez.....	Director, Intra-Governmental Services
Kelley Boree	Director, Parks and Recreation
Martin Senterfitt.....	Director, Fire and Rescue
James Robinson	Director, Public Works
Terrance Ashanta-Barker	Director, Neighborhoods
Calvin Burney	Director, Planning and Development
Theodore Carter.....	Economic Development Officer
Adm. Victor Guillory.....	Director, Military Affairs
Vacant.....	Director, Employee Services
Gerald Behrendt.....	Comptroller
Patrick Greive.....	Treasurer
Glenn Hansen.....	Budget Officer

Constitutional Officeholders

Ronnie Fussell	Clerk of Circuit Court
Jim Overton	Property Appraiser
John Rutherford.....	Sheriff
Jerry Holland	Supervisor of Elections
Michael Corrigan.....	Tax Collector

City of Jacksonville, Florida

City Council Officials and Staff

City Council

President of Council Bill Gulliford
Vice President of Council Clay Yarborough

District 1 — Clay Yarborough	District 8 — E. Denise Lee
District 2 — William Bishop	District 9 — Warren A. Jones
District 3 — Richard Clark	District 10 — Reginald L. Brown
District 4 — Don Redman	District 11 — Ray Holt
District 5 — Lori N. Boyer	District 12 — Doyle Carter
District 6 — Matt Schellenberg	District 13 — Bill Gulliford
District 7 — Dr. Johnny Gaffney	District 14 — Jim Love

Group 1 At-Large — Kimberly Daniels
Group 2 At-Large — John R. Crescimbeni
Group 3 At-Large — Stephen C. Joost
Group 4 At-Large — Greg Anderson
Group 5 At-Large — Robin Lumb

Council Staff

Kirk Sherman, CPA Council Auditor
Cheryl Brown Director/Council Secretary
Kristi Sikes Chief of Administrative Services
Dana Farris Chief of Legislative Services
Jeff Clements Chief of Research

* Schedule represents principal officials in office at the time of the report issuance.



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Independent Auditor's Report

The Honorable Mayor and Members of the City Council
City of Jacksonville, Florida

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of JEA, which represents 88%, 87%, and 83%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. We also did not audit the Police and Fire Rescue Pension Plan Trust Fund which represents 31%, 31%, and 30% of the assets, fund balance/net position, and revenue/additions, respectively, of the aggregate remaining fund information. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinion insofar as it relates to the amounts included for JEA and Police and Fire Rescue Pension Plan Trust Fund, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

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

Emphasis of a Matter

As discussed in note 17 B, as of October 1, 2012 the City implemented the provisions of Governmental Accounting Standards Board Statement No. 61. As a result the Jacksonville Aviation Authority and Downtown Vision, Inc. no longer met the criteria to be included as discretely presented component units in the City's financial reporting entity. Due to this change in an accounting principle, the beginning net position of the discretely presented component units has been restated.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, the schedule of revenue, expenditures and changes in fund balance – budget and actual (budgetary basis) – general fund, and the schedules of employer contributions and funding progress as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Supplemental Information

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

The combining and individual fund statements and schedules, and other supplemental information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and the other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the combining and individual fund statements and schedules, and other supplemental information are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued, under separate cover, our report dated April 30, 2014 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

McGladrey LLP

Jacksonville, Florida
April 30, 2014



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**MANAGEMENT'S DISCUSSION
AND ANALYSIS**

MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Jacksonville's discussion and analysis is designed to provide an objective and easy to read overview of the City's financial activities focusing on significant financial issues, as well as identifying material deviations from the financial plan (the approved budget), changes in the City's financial position (its ability to address the next and subsequent year challenges), and individual fund issues or concerns.

The Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts. The information contained within this MD&A should be considered only as a part of the City's Comprehensive Annual Financial Report (CAFR).

Financial Highlights

- The City's General Fund operations had total revenues of \$924.7 million, a 3.1% decrease over fiscal year 2012.
- Property tax revenues experienced a \$19 million, 4.2% decrease. The \$8.5 million decrease in earnings on investments was because of lower interest earning rates in fiscal year 2013. The \$12.9 million decrease in charges for service is due to the increase in volume of Medicare and Medicaid billings for ambulance services which have a set maximum fee that can be charged.
- Although there were decreases in general government: human services, transportation, physical environment, interest and fiscal charges, the increases of \$43.4 million in public safety \$9.7 million in culture and recreation, and \$2.7 million in economic environment resulted in a total governmental activity expense increase of \$30.0 million or 3.1%.
- Capital assets were \$3.2 billion on September 30, 2013, resulting in a \$70.8 million, 2.2% decrease over last fiscal year.

Additional information that explains these financial highlights may be found on following pages of this report.

City Highlights

Fiscal year 2013 had a number of positive outcomes. Some of the impact and improvements were as follows:

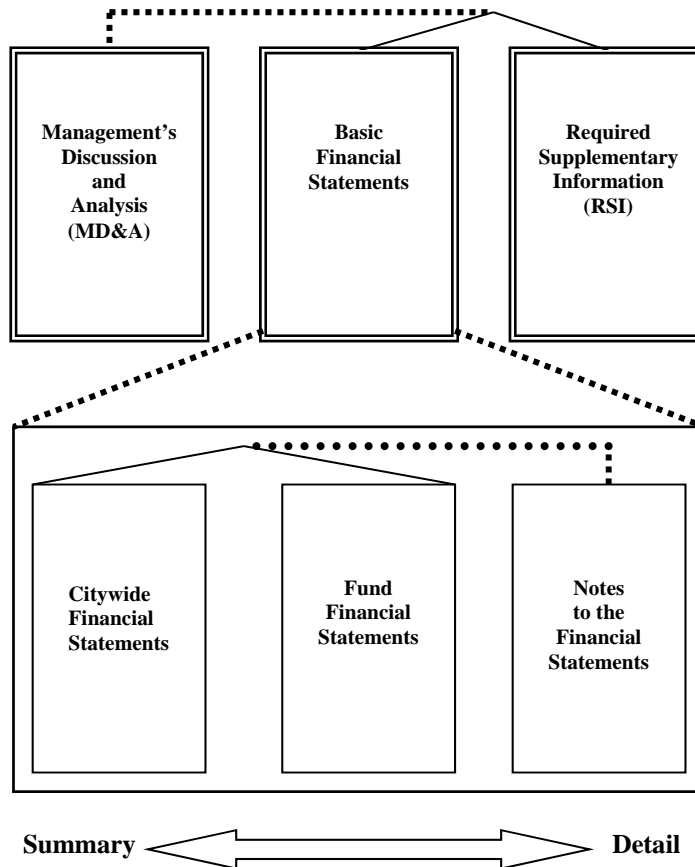
- The unassigned fund balance in the General Fund increased by \$25.0 million for fiscal year 2013 activities.
- Progress was made on pension reform. This process will continue into fiscal year 2014.
- The City began improvements in the City owned EverBank Field to improve the fan experience for Jacksonville residents.
- The Navy announced the assignment of three Littoral class ships to Jacksonville as well as smaller ships. This will add approximately 3,000 families to the Jacksonville area which should increase the City's tax base.
- There has been a decrease in the unemployment rate, an increase in sales tax revenues and an improved economy in Jacksonville.
- The City continued its departmental restructuring to improve efficiency and effectiveness.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Jacksonville's basic financial statements. As indicated in the following graphic (Figure A-1), the City's basic financial statements are comprised of three components: 1) citywide basic financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary and statistical information in addition to the basic financial statements themselves.

Figure A-1

COMPONENTS OF THE ANNUAL FINANCIAL REPORT



Citywide Basic Financial Statements

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

The focus of the Statement of Net Position is designed to be similar to bottom line results for the City and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long term obligations. The Statement of Activities distinguishes functions of the City of Jacksonville that are principally supported by taxes and intergovernmental revenues (governmental activities such as: police, fire, public works, recreation, and general administration) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities such as: solid waste, stormwater, sports complex, motor vehicle and public parking).

Component Units are other governmental units over which the City can exercise influence and/or may be obligated to provide financial subsidy. The City of Jacksonville's component units are as follows: Jacksonville Electric Authority (JEA), Jacksonville Transportation Authority (JTA), Jacksonville Port Authority (JPA), and Jacksonville Housing Finance Authority. Separate financial statements are published by JEA, JTA, and JPA. With the passage of ordinance 2012-212-E, Article 24 of the City Charter, Chapter 92-341, Laws of Florida, the Jacksonville Economic Development Commission (JEDC) was repealed and the Office of Economic Development was created within the Office of the Mayor. Beginning in fiscal year 2013, related JEDC financial information is presented as part of the primary government. JEDC operations were previously reported as a discretely presented component unit. The transfer of beginning fund balance is presented as a Special Item in the financial statements. With the fiscal year 2013 implementation of Governmental Accounting Standards Board (GASB) 61 – The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34, the Jacksonville Aviation Authority (JAA) and Downtown Vision, Inc. (DVI) no longer meet the requirements of a component unit. The focus of the statements is on the primary government and the presentation allows the user to address the relationship with the Component Units.

The two statements (Statement of Net Position and Statement of Activities) demonstrate how the City's net position has changed. Increases or decreases in net position are good indicators of whether the City's financial health is improving or deteriorating over time. Other non-financial factors such as changes in the City's property tax base are important considerations to assess the City's overall financial condition.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Funds, rather than fund types, which provides detailed information about the most significant funds. The City of Jacksonville, like other state and local governments, uses funds to ensure and demonstrate compliance with financial requirements imposed by law, bond covenants and local administrative and legislative actions. All of the City's funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

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

This allows readers to better understand the long-term impact of the government's near-term financing decisions.

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Governmental fund information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Special Bonded Debt Obligations Fund and Better Jacksonville Plan Special Bonded Debt Obligations Fund, all of which are considered to be major funds. Information from other non-major funds is combined into a single, aggregated presentation.

Proprietary Funds

Proprietary funds provide the same type of information as the business-type activities in the citywide basic financial statements, only in more detail. The proprietary fund financial statements can be found in the Fund Financial Statements section of this report.

The City of Jacksonville maintains two major types of proprietary funds.

Enterprise funds are used to report the same functions presented as business-type activities in the citywide basic financial statements. The City uses enterprise funds to report separate information on operations such as the Solid Waste Disposal Fund, the EverBank Field Fund, the Veteran's Memorial Arena Fund and the Stormwater Services Fund which are all major funds. The Baseball Stadium, Performing Arts, Convention Center, Equestrian Center, Motor Vehicle Inspection, Mayport Ferry and Public Parking are non-major enterprise funds.

The internal service funds are used to account for activities that provide goods and services to the City's other programs and activities. Since the internal service funds predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the citywide basic financial statements.

Fiduciary Funds

The City of Jacksonville is the trustee, or fiduciary, for trusts such as the City employee's retirement plans. Because of a trust arrangement, these assets can be used only for the trust beneficiaries. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the City of Jacksonville's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. These activities are excluded from the citywide basic financial statements because the assets cannot be used to support or finance the City's programs or operations. The Fiduciary Funds Statement of Changes in Net Position can be found in the Fund Financial Statement section of this report.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the citywide and fund financial statements. The notes can be found as a part of the Basic Financial Statements section of this report.

Other Information

This report additionally includes required supplementary information (RSI) containing budgetary comparisons with related notes and the progress of the City's employee pension obligations and other post-employment obligations.

The combined statements in connection with non-major governmental and enterprise funds, internal service funds, fiduciary funds and nonmajor component units are presented following the required supplemental information.

Additional statistical information is presented to give report users a better historical perspective and assist in assessing current financial status and trends of the governmental unit.

Economic data is presented to allow a broader understanding of the economic and social environment in which the City government operates.

CITYWIDE FINANCIAL ANALYSIS

The net position may serve over time as a useful indicator of the government's financial position.

As of September 30, 2013, the City of Jacksonville is able to report positive balances in overall net position (See Table A-1).

Table A-1
Summary Statement of Net Position
(In Thousands)
as of September 30, 2013 and September 30, 2012

	<u>Governmental Activities</u>		<u>Business Type Activities</u>		<u>Total Primary Government</u>	
	2013	2012	2013	2012	2013	2012
Cash and Investments	\$ 870,665	\$ 827,511	\$ 75,536	\$ 82,627	946,201	\$ 910,138
Current and Other Assets	247,998	305,262	63,461	60,764	311,459	366,026
Capital Assets	2,764,758	2,837,487	439,340	437,404	3,204,098	3,274,891
Total assets	<u>3,883,421</u>	<u>3,970,260</u>	<u>578,337</u>	<u>580,795</u>	<u>4,461,758</u>	<u>\$ 4,551,055</u>
Deferred Outflow of Resources	13,518	19,577	-	-	13,518	19,577
Current Liabilities	227,975	246,519	17,766	17,076	245,741	264,955
Non-current Liabilities	2,892,129	2,945,708	376,117	383,335	3,268,246	3,348,620
Total liabilities	<u>3,120,104</u>	<u>3,192,227</u>	<u>393,883</u>	<u>400,411</u>	<u>3,513,987</u>	<u>3,613,575</u>
Net position						
Net investment in capital assets	913,986	948,789	128,996	128,766	1,042,982	1,077,555
Restricted for:						
State and Federal Grants	45,025	47,565	-	-	45,025	47,565
Capital Projects	-	-	1,852	1,579	1,852	1,579
Permanent Fund non-expendable	123	123	-	-	123	123
Other participant's equity	2,677	2,841	-	-	2,677	2,841
Unrestricted	(184,976)	(222,645)	53,606	50,039	(131,370)	(172,606)
Total net position	<u>\$ 776,835</u>	<u>\$ 776,673</u>	<u>\$ 184,454</u>	<u>\$ 180,384</u>	<u>961,289</u>	<u>\$ 957,057</u>

The largest portion of the City's net position reflects its substantial capital assets, net of related debt. This displays the City's commitment to investing in assets that have useful lives in excess of the life of the debt issues used to finance the assets.

The negative unrestricted net position in the governmental activities is primarily due to non-asset related debt which is a liability of the City, issued for various capital projects that belong to other entities. Some of the debt was issued under the Better Jacksonville Plan (BJP), which has dedicated revenue sources for payment of the debt.

The City issued non-asset related debt:

- for the Jacksonville Transportation Authority for state highway projects within the City
- for the Jacksonville Port Authority for their port terminal facilities
- to finance improvements at Shands-Jacksonville – a large regional hospital serving the City's citizens, including its indigent population
- to provide economic development incentives to entice developers to invest in the downtown and other targeted areas of the City using Tax Increment District funds to provide a dedicated revenue source for payment of the debt
- for other projects within the City, such as pollution remediation, etc.

On the following page, Table A-2 provides a summary comparison of the City's operations for the 2012 and 2013 fiscal year ends.

Table A-2
Statement of Activities
(In Thousands)
as of September 30, 2013 and September 30, 2012

	Governmental Activities		Business Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program Revenues:						
Fines & charges for services	\$ 110,451	\$ 126,802	\$ 117,328	\$ 112,851	\$ 227,779	\$ 239,653
Operating grants/contributions	68,470	82,833	-	-	68,470	82,833
Capital grants/contributions	55,208	41,194	-	-	55,208	41,194
General revenues:						
Property taxes	444,219	463,680	-	-	444,219	463,680
Utility service taxes	123,785	123,132	-	-	123,785	123,132
Sales and tourist taxes	172,430	164,827	12,385	11,692	184,815	176,519
Local business taxes	7,129	-	-	-	7,129	-
Intergovernmental	127,561	160,793	-	-	127,561	160,793
Franchise Fees	38,851	40,624	-	-	38,851	40,624
JEA Contribution	106,688	104,188	-	-	106,688	104,188
Earnings on Investments	5,884	40,329	294	4,025	6,178	44,354
Miscellaneous	40,627	33,249	17,081	11,926	57,708	45,175
Total Revenues	1,301,303	1,381,651	147,088	140,494	1,448,391	1,522,145
Expenses						
General government	159,054	156,064	-	-	159,054	156,064
Human services	104,902	113,260	-	-	104,902	113,260
Public safety	577,021	537,222	-	-	577,021	537,222
Cultural and recreational	78,305	64,883	-	-	78,305	64,883
Transportation	147,750	154,770	-	-	147,750	154,770
Economic & physical environment	161,528	201,634	-	-	161,528	201,634
Interest on long term debt	97,531	128,302	-	-	97,531	128,302
Parking system	-	-	3,178	3,499	3,178	3,499
Motor vehicle inspections	-	-	494	477	494	477
Solid Waste	-	-	71,073	73,111	71,073	73,111
Stormwater services	-	-	19,656	18,913	19,656	18,913
Mayport Ferry	-	-	2,767	-	2,767	-
EverBank Field	-	-	23,136	24,134	23,136	24,134
Veterans Memorial Arena	-	-	14,694	14,433	14,694	14,433
Baseball Stadium	-	-	3,083	3,118	3,083	3,118
Performing Arts Center	-	-	3,850	4,363	3,850	4,363
Convention Center	-	-	3,536	3,662	3,536	3,662
Equestrian Center	-	-	1,465	1,686	1,465	1,686
Sports Complex Capital	-	-	106	-	106	-
Total Expenses	1,326,091	1,356,135	147,038	147,396	1,473,129	1,503,531
Increases (decreases) in						
net position before transfers and special item	(24,788)	25,516	50	(6,902)	(24,738)	18,614
Transfers	(4,020)	(21,861)	4,020	21,861	-	-
Special Item-Repeal of JEDC	28,970	-	-	-	28,970	-
Special Item - refinancing of state debt	-	(61,196)	-	-	-	(61,196)
Change in net position	162	(57,541)	4,070	14,959	4,232	(42,582)
Net position (deficit), beginning of year	776,673	834,214	180,384	165,425	957,057	999,639
Net position (deficit), end of year	\$ 776,835	\$ 776,673	\$ 184,454	\$ 180,384	\$ 961,289	\$ 957,057

Governmental activities:

The City's governmental activities revenues decreased \$80.3 million from 2012 to 2013 (see Table A-2) and consists of:

- Property tax revenues reflected a \$19.5 million decrease due to continued reductions in assessed valuation stemming from the downturn in property values following the Great Recession.
- Intergovernmental revenues decreased \$33.2 million primarily due to the Jacksonville Children's Commission loss of the Child Care Grant.
- Interest revenues decreased \$34.4 million due to the unusually low earnings on the investment portfolio in fiscal year 2013.
- Contributions from JEA increased \$2.5 million in fiscal year 2013.

Decreases in governmental activities expenses were \$30.0 million due primarily to the following:

- Public Safety expense increased \$39.8 million due to the increased contribution to the Police & Fire Pension Fund.
- Economic and Physical Environment expenses decreased by \$40.1 million due to a \$6.7 million reduction in accruals related to the pollution remediation liability, an \$8.3 million reduction in Banking Fund interest accruals and a \$25.0 million reduction in the Jacksonville Children's Commission operations as a result of the loss of the Child Care Grant.
- Interest on long term debt decreased by \$30.8 million due to decreased interest rates resulting from bond refundings on outstanding debt made over the past two years.

Business Type activities:

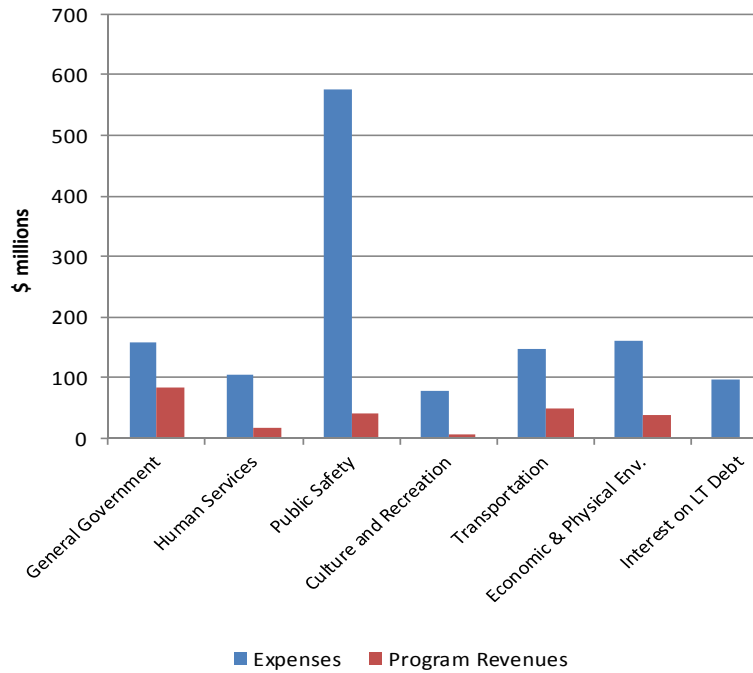
The City's business type revenues increased \$6.6 million in fiscal year 2013:

- Increases in fines and charges for services of \$4.5 million were due to the increase in Solid Waste user fees in fiscal year 2013.
- Earnings on investments decreased \$3.7 million due to low interest rates earned on investment portfolios during the fiscal year.
- Miscellaneous revenues increased by \$5.2 million due to the City re-taking possession of the Mayport Ferry in fiscal year 2013.

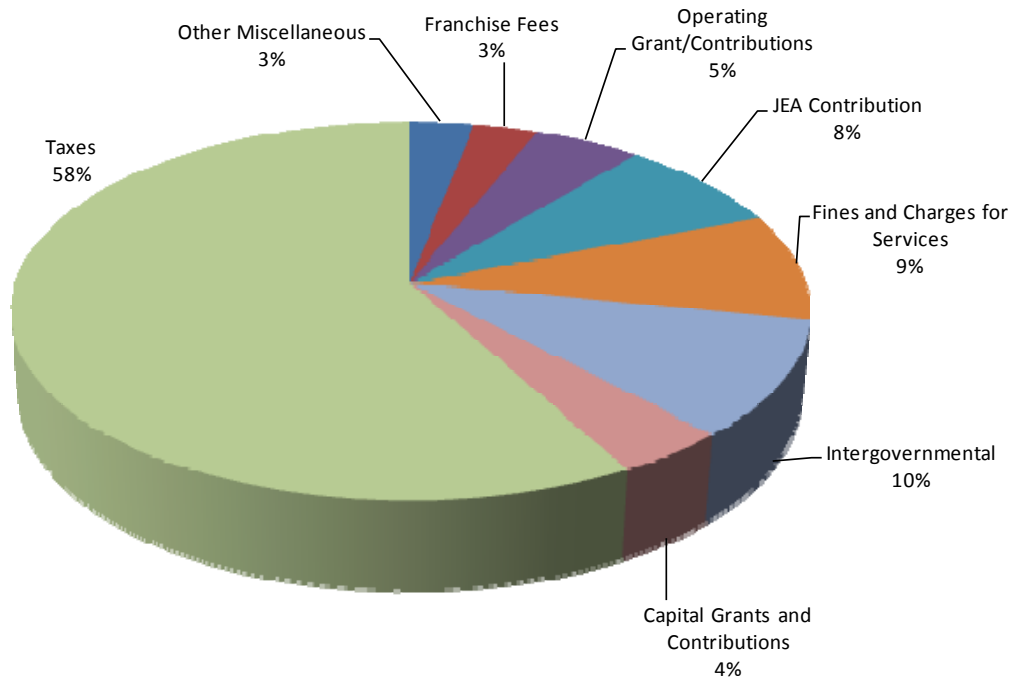
Business type activities total expenses decreased \$400 thousand in fiscal year 2013:

- Solid Waste's expenditures decreased \$2.0 million due to landfill closure/post-closure liability and contract garbage/recycling expense decreases in fiscal year 2013. The City took re-ownership of the Mayport Ferry in fiscal year 2013 which reflected total expenses of \$2.8 million along with approximately \$1.0 million increased expenses in Stormwater Services. EverBank Field had decreased expenses of \$1.0 million along with other smaller decreases in Motor Vehicle Inspections, Baseball Stadium, Performing Arts Center, Convention Center, and Equestrian Center.

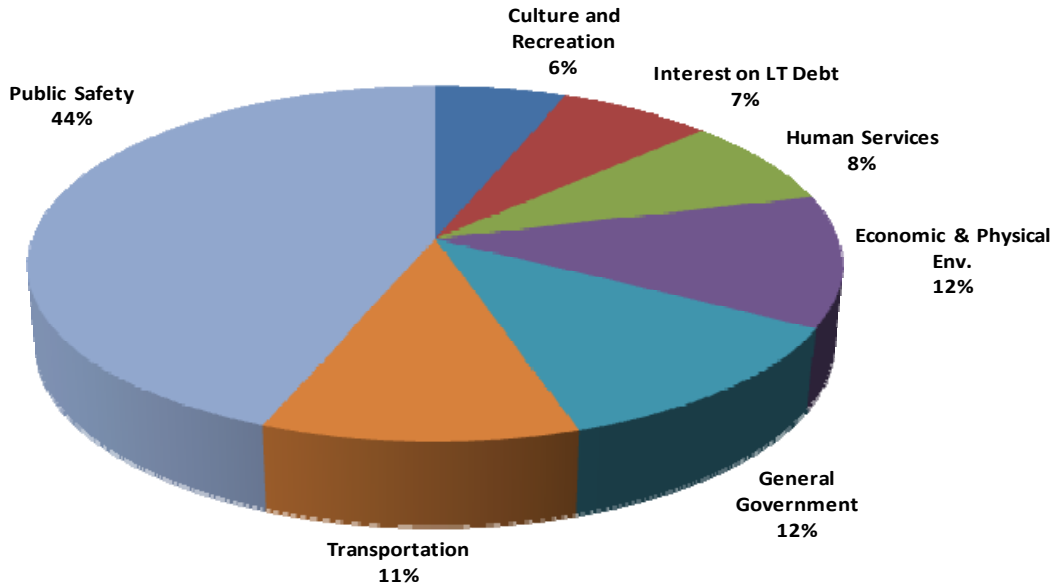
Expenses and Program Revenues - Governmental Activities



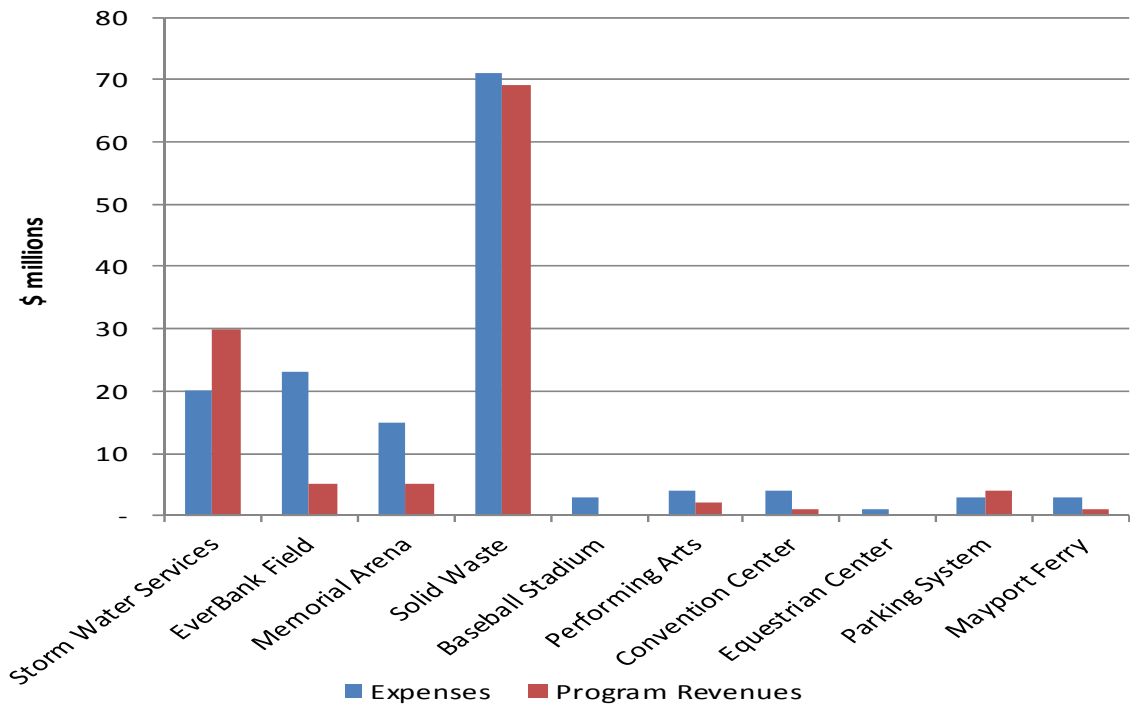
Revenues - Governmental Activities



Expenses - Governmental Activities



Expenses and Program Revenues - Business Type Activities



FINANCIAL ANALYSIS OF THE CITY GOVERNMENT'S FUNDS

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

Governmental Funds: The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of fiscal year 2013. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

All non-major funds of each governmental fund type with legally adopted annual budgets are included in the Combining Schedule of Revenue, Expenditures, and Changes in Fund Balance – Budget and Actual, which can be found in the Combining Individual Fund Statements and Schedules. The General Fund and Major Special Revenue Fund Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual is included as Required Supplementary Information following the Notes to the Financial Statements.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$97.1 million. The General Fund's total fund balance was \$175.2 million, with \$48.2 million committed by City Council as an emergency reserve. The City's Reserve Policy for the General Fund is covered by Section 106.107 of the City's municipal code. The policy requires that the emergency reserve shall not be used except as initiated by the Mayor through written communication to City Council, explaining the emergency, with subsequent approval by two-thirds votes of all City Council members. The Emergency Reserve can be used to address unanticipated non-reimbursed expenditures arising out of a hurricane, tornado, other major weather related events, and/or other massive infrastructure failures or disasters, whether man made or caused by nature. Under normal circumstances, the City would first elect to utilize the Operating Reserve before considering use of its Emergency Reserve.

Key factors affecting changes in major funds and fund balance in fiscal year 2013 operations are as follows:

General Fund:

- Property taxes account for approximately 50% of the General Fund revenue and decreased by \$18.9 million, 4.2% below the previous fiscal year. Interest revenue decreased \$8.5 million due to a lower return than average in fiscal year 2013. General Fund revenues had an overall decrease of \$29.9 million and an overall decrease in expenditures of \$25.7 million as compared to fiscal year 2012.

Special Bonded Debt – Better Jacksonville Plan Obligations (BJP):

- Under the Interlocal Agreement, the City and JTA agreed to pledge a ½ cent sales tax and constitutional gas tax to the payment of the BJP bonds. The City's refunding efforts changed focus during fiscal year 2013 from refunding Better Jacksonville debt obligations to refunding General Fund obligations. During fiscal year 2012 the City issued \$489 million in refunding debt for the Better Jacksonville Plan bonds compared to \$31.5 million in fiscal year 2013.

Special Bonded Debt – Obligations:

- Due to favorable bond market conditions that generated significant bond premiums, the City continued refunding higher interest rate debt during fiscal year 2013. The City refunded \$290 million, plus accrued interest of higher rate debt by issuing \$256.3 million par value of Special Bonded Debt Obligation Bonds in the General Fund. This amount exceeded the \$2.9 million refunded in fiscal year 2012 by \$253.4 million.

Proprietary Funds: The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Solid Waste, Stormwater Services, EverBank Field and the Veteran's Memorial Arena are reported as major proprietary funds in fiscal year 2013.

General Fund Budgetary Highlights:

- Actual revenues for fiscal year 2013 were \$23.4 million below the final budget including utility service taxes (\$6.6 million), charges for services (\$12.1 million) and licenses and permits (\$3.7 million) of actual revenues below budget.
- Overall actual expenditures for fiscal year 2013 were \$93.9 million under final budget with \$47.6 million or more than half, related to the budgeted but unused emergency reserve.
- With the passage of ordinance 2012-212-E, Article 24 of the City Charter, Chapter 92-341, Laws of Florida, the Jacksonville Economic Development Commission (JEDC) was repealed, and the Office of Economic Development was created within the Mayor's Administration. Beginning in fiscal year 2013, related (JEDC) financial information is presented as part of the primary government. JEDC operations were previously reported as a discretely presented component unit. Combining these operations resulted in a \$20.1 million budgetary savings over actual expenditures.
- Additional savings were due to salary and benefit costs reductions and departmental and non-departmental operating cost savings due to the Administration's city-wide reorganization and strong efforts toward cost reduction.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City of Jacksonville's investment in capital assets for its governmental and business-type activities as of September 30, 2013, amounts to \$3.2 billion net of accumulated depreciation; a \$70.8 million reduction from fiscal year 2012. This reduction is due to the beginning of depreciation charges on the large number of projects completed in fiscal years 2011 (\$157.9 million) and 2012 (\$84 million). This investment in capital assets includes land, buildings and improvements, furniture and equipment, infrastructure, and construction in progress (see Table A-3). With the primary focus on the completion of countywide resurfacing and the new courthouse project in fiscal year 2012, the completion of road, building and drainage projects became the focus in fiscal year 2013. Additional information on the City of Jacksonville's capital assets can be found in the Notes to the Financial Statements, Footnote 6 of this report.

Table A-3
Capital Assets
Net of Accumulated Depreciation
(In Thousands)
as of September 30, 2013 and September 30, 2012

	Governmental Activities		Business Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land and easements	\$ 312,739	\$ 309,983	\$ 46,532	\$ 45,862	\$ 359,271	\$ 355,845
Buildings and improvements	1,080,314	1,061,459	565,670	559,399	1,645,984	1,620,858
Furniture & Equipment	423,132	417,029	8,860	6,378	431,992	423,407
Construction and work in progress	13,059	3,217	56	2	13,115	3,219
Infrastructure	2,166,939	2,140,198	41,596	32,602	2,208,535	2,172,800
Other Assets	43,051	39,829	-	-	43,051	39,829
Less accumulated depreciation	(1,274,476)	(1,134,228)	(223,374)	(206,839)	(1,497,850)	(1,341,067)
Total	<u>\$ 2,764,758</u>	<u>\$ 2,837,487</u>	<u>\$ 439,340</u>	<u>\$ 437,404</u>	<u>\$ 3,204,098</u>	<u>\$ 3,274,891</u>

Major capital asset project costs in fiscal year 2013 included the following (in millions):

	<u>2013</u>	<u>2012</u>	<u>Change</u>
Courthouse Projects	\$ 4.9	\$38.9	(\$34.0)
Road Projects	17.0	13.5	3.5
Countywide Resurfacing	0.9	10.7	(9.8)
Miscellaneous Projects	9.6	9.0	0.6
Park Projects	4.7	7.9	(3.2)
Drainage Projects	10.0	0.3	9.7
Building Projects	16.0	1.8	14.2
Fire Department Projects	1.9	1.9	0.0
Total	<u>\$ 65.0</u>	<u>\$84.0</u>	<u>(\$19.0)</u>

Debt Administration

Debt Service Funds account for the accumulation of resources for and the payment of, interest and principal on most general governmental obligations. Individual debt service funds are described below.

The Special Bonded Debt Obligations Fund accounts for the accumulation of resources for, and the payment of, principal and interest on the City's special and limited bonded obligations payable solely from and secured by a lien upon and pledge of the revenues under the respective bond ordinances.

The Special Bonded Debt - Better Jacksonville Plan Obligations Fund accounts for the accumulation of resources for and the payment of, principal and interest on the City's special bonded obligations payable, which are related to the Better Jacksonville Plan.

The Other Non-Bonded Debt Obligations Fund accounts for the accumulation of resources for and the payment of, principal and interest on other non-bonded debt obligations including the U. S. Government Guaranteed Notes Payable (HUD 108 loans).

At year-end, the City had \$2.8 billion in bonds and notes outstanding as shown in Table A-4. Additional information on the City of Jacksonville's long term-debt can be found in Notes to the Financial Statements, Footnote 8 of this report.

Table A-4
Bonds and Notes Payable
Outstanding Debt at Year End September 30, 2013
(In Thousands)

	<u>Governmental Activities</u>		<u>Business Type Activities</u>		<u>Total</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Special Obligation Bonds	\$ 754,432	\$ 828,572	\$ -	\$ -	\$ 754,432	\$ 828,572
Special Obligation-BJP	1,290,036	1,315,267			1,290,036	1,315,267
Revenue Bonds Payable	260,348	245,823	257,674	287,423	518,022	533,246
Notes Payable	15,080	30,865	-	-	15,080	30,865
Notes Payable-BJP	52,311	57,447	-	-	52,311	57,447
Deferred Amounts						
Loss on Adv Ref	(1,397)	(2,028)	36,233	13,356	34,836	11,328
Issuance premiums	149,082	116,378	-	-	149,082	116,378
Issuance discounts	(2,699)	(2,695)	-	-	(2,699)	(2,695)
Total	<u>\$ 2,517,193</u>	<u>\$ 2,589,629</u>	<u>\$ 293,907</u>	<u>\$ 300,779</u>	<u>\$ 2,811,100</u>	<u>\$ 2,890,408</u>

New indebtedness of the City of Jacksonville consists of:

Closing Date	Par Amount	Source	Primary Use
December 2012	\$ 230,160,000	Refunding Revenue Bonds	Special Revenue
December 2012	\$ 118,005,000	Refunding Revenue Bonds	Capital Improvements
September 2013	\$ 54,035,000	Refunding Revenue Bonds	Capital Improvements
September 2013	\$ 35,145,000	Refunding Revenue Bonds	Bldg Purchase & Capital
September 2013	\$ 31,565,000	Special Revenue Bonds	Special Revenue

A key financial initiative of the City of Jacksonville has been the refunding of long-term debt obligations to take advantage of historically advantageous market conditions. During fiscal year 2013, the City refinanced portions of 17 series of bonds resulting in significant cost savings and a reduction in variable rate exposure. Over a three year period, the City has refunded a total of \$1.25 billion in par amount of bonds, which resulted in an economic gain of \$133 million and a reduction in overall variable rate exposure by \$97 million.

Fiscal year 2013 marked a third consecutive year for improvement in pledged revenues for most of the City's bond programs. Year-over-year gains in pledged revenues ranged from a positive 0.4% to 6.9%. Increasing revenues resulted in improved debt service coverage, and an upgrade by Standard & Poor's of the City's Excise Taxes Revenue bonds pledge to AA- from A+. Despite revenue and coverage improvements, rating agencies have cautioned that the failure to address rising pension costs may impact ratings negatively.

The City of Jacksonville continued to enjoy historically low rates on its variable rate debt. The expiring liquidity facility on the Capital Projects Revenue Bonds, Series 2008B, was replaced during the fiscal year by a direct placement with Wells Fargo bearing interest at a LIBOR Index Rate. The liquidity facilities on the Capital Projects Revenue Bonds, Series 2008A, and the Transportation Revenue Bonds, Series 2008B, are scheduled to expire during fiscal year 2014.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The State of Florida, by constitution, does not have a state personal income tax and therefore the State operates primarily using sales, gasoline and corporate income taxes. Local governments (cities, counties and school boards) primarily rely on property and a limited array of permitted other taxes (sales, gasoline, utilities services, etc.) and fees (franchise, occupational license, etc.) for their governmental activities. There are a limited number of state-shared revenues and recurring and non-recurring (one-time) grants from both the state and federal governments.

Other Economic Factors:

- The unemployment rate for the City of Jacksonville is 6.4%, at the end of fiscal year 2013, a 1.8% improvement over 2012. This compares favorably to the state's average unemployment rate (6.7%) and the national average unemployment rate of 7.2% as of September, 2013.
- Jacksonville has the largest Empowerment Zone in the nation;
- Jacksonville has a major port, is home to the National Football League's (NFL) Jacksonville Jaguars, is the insurance and financial center of Florida and is the site of key U.S. Navy bases.

Budget Highlights for fiscal 2013-2014:

- The City of Jacksonville has adopted the following priorities:
 - Partner with Business to Grow Jobs and the local economy.
 - Make government as effective and efficient as possible.
 - Making Jacksonville the most military friendly city in America.
 - Welcoming all to the City of Jacksonville.
 - Enhance the quality of life.

Achieving these priorities will require fiscal discipline and innovative approaches.

- The City of Jacksonville's General Fund non-departmental revenues are a net \$487.5 million for fiscal year 2013-2014 after considering the impact from Tax Increment Districts.
- The millage rate was increased from 10.0353 mills in 2012 to 11.4419 mills in 2013 in order to maintain city services at current funding levels.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Department of Finance, Accounting Division, 117 West Duval Street, Suite 375, Jacksonville, Florida 32202, or call (904) 630-1250.

**CITYWIDE FINANCIAL
STATEMENTS**

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF NET POSITION -
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	PRIMARY GOVERNMENT				
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS		COMPONENT UNITS
			2013	2012	
ASSETS:					
Cash and investments.....	\$ 722,950	\$ 59,660	\$ 782,610	\$ 759,749	\$ 1,636,399
Cash in escrow and with fiscal agents.....	147,715	15,876	163,591	150,389	40
Securities lending.....	52,559	-	52,559	71,242	-
Receivables, net.....	68,824	54,163	122,987	125,082	268,279
Internal balances.....	866	(866)	-	-	-
Due from independent agencies and other governments.....	92,739	325	93,064	124,911	49,081
Inventories.....	6,115	13	6,128	7,133	147,617
Prepaid expenses and other assets.....	6,172	288	6,460	6,798	184,554
Prepaid expense - Landfill related costs.....	-	8,543	8,543	10,896	-
Unamortized debt issuance costs.....	20,723	995	21,718	19,964	-
CAPITAL ASSETS:					
Land, easements, art in public places and work in progress.....	326,562	46,588	373,150	359,064	693,511
Other capital assets, net of depreciation.....	2,438,196	392,752	2,830,948	2,915,827	6,519,409
TOTAL ASSETS.....	3,883,421	\$ 578,337	4,461,758	\$ 4,551,055	\$ 9,498,890
DEFERRED OUTFLOW OF RESOURCES:					
Accumulated decrease in fair value of hedging instrument.....	13,518	-	13,518	19,577	86,208
LIABILITIES:					
Accounts payable and accrued liabilities.....	62,637	9,171	71,808	70,170	180,569
Contracts payable.....	765	91	856	4,893	-
Due to component units.....	7,977	-	7,977	2,520	-
Due to independent agencies and other governments.....	13,567	-	13,567	13,567	552
Deposits.....	4,002	2,341	6,343	6,683	59,030
Accrued interest payable.....	57,535	6,105	63,640	69,075	103,818
Unearned revenue.....	28,684	58	28,742	26,564	6,224
Securities lending.....	52,563	-	52,563	71,260	-
Other current liabilities.....	245	-	245	223	90,157
NONCURRENT LIABILITIES:					
Fair market value of debt management instrument.....	13,518	-	13,518	19,577	86,208
Due within one year.....	149,542	11,749	161,291	151,322	254,090
Due in more than one year.....	2,729,069	364,368	3,093,437	3,177,721	6,086,607
TOTAL LIABILITIES.....	3,120,104	393,883	3,513,987	3,613,575	6,867,255
NET POSITION:					
Net investment in capital assets.....	913,986	128,996	1,042,982	1,077,555	1,389,509
Restricted for:					
Debt service.....	-	-	-	-	18,494
State and federal grants.....	45,025	-	45,025	47,565	-
Capital projects.....	-	1,852	1,852	1,579	-
Other participant's equity.....	2,677	-	2,677	2,841	-
Permanent fund, non-expendable.....	123	-	123	123	-
Other purposes.....	-	-	-	-	573,356
Unrestricted (deficit).....	(184,976)	53,606	(131,370)	(172,606)	736,484
TOTAL NET POSITION	\$ 776,835	\$ 184,454	\$ 961,289	\$ 957,057	\$ 2,717,843

See accompanying notes.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF ACTIVITIES -
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				PRIMARY GOVERNMENT				COMPONENT UNITS
	EXPENSES	FINES AND CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS		
		2013	2012						
PRIMARY GOVERNMENT:									
Governmental activities:									
General government.....	\$ 159,054	\$ 71,541	\$ 7,897	\$ 3,120	\$ (76,496)	\$ (76,496)	\$ (85,750)		
Human services.....	104,902	2,465	14,014	-	(88,423)	(88,423)	(97,222)		
Public safety.....	577,021	30,137	10,806	860	(535,218)	(535,218)	(483,125)		
Culture and recreation.....	78,305	3,661	1,161	508	(72,975)	(72,975)	(59,435)		
Transportation.....	147,750	353	7,343	40,881	(99,173)	(99,173)	(152,181)		
Economic environment.....	47,394	-	22,001	69	(25,324)	(25,324)	(35,590)		
Physical environment.....	114,134	2,294	5,248	9,770	(96,822)	(96,822)	(71,066)		
Interest on long term debt.....	97,531	-	-	-	(97,531)	(97,531)	(128,302)		
Total governmental activities.....	1,326,091	110,451	68,470	55,208	(1,091,962)	(1,091,962)	(1,112,671)		
Business-type activities:									
Parking system.....	3,178	3,487	-	-	-	309	309	26	
Motor vehicle inspections.....	494	434	-	-	-	(60)	(60)	(31)	
Solid Waste.....	71,073	68,759	-	-	-	(2,314)	(2,314)	(3,363)	
Storm Water Services.....	19,656	30,259	-	-	-	10,603	10,603	7,606	
Mayport Ferry.....	2,767	1,179	-	-	-	(1,588)	(1,588)	-	
EverBank Field.....	23,136	4,566	-	-	-	(18,570)	(18,570)	(20,080)	
Veterans Memorial Arena.....	14,694	5,165	-	-	-	(9,529)	(9,529)	(9,792)	
Baseball Stadium.....	3,083	378	-	-	-	(2,705)	(2,705)	(2,746)	
Performing Arts.....	3,850	1,868	-	-	-	(1,982)	(1,982)	(2,062)	
Convention Center.....	3,536	1,013	-	-	-	(2,523)	(2,523)	(2,638)	
Equestrian Center.....	1,465	220	-	-	-	(1,245)	(1,245)	(1,465)	
Sports Complex Capital Maint.....	106	-	-	-	-	(106)	(106)	-	
Total business-type activities.....	147,038	117,328	-	-	-	(29,710)	(29,710)	(34,545)	
Total primary government.....	\$ 1,473,129	\$ 227,779	\$ 68,470	\$ 55,208	(1,091,962)	(29,710)	(1,121,672)	(1,147,216)	
COMPONENT UNITS:									
Governmental activities.....	\$ 70,451	\$ -	\$ -	\$ -					\$ (70,451)
Business-type activities.....	1,951,512	1,890,092	17,440	70,881					26,901
Total component units.....	\$ 2,021,963	\$ 1,890,092	\$ 17,440	\$ 70,881					\$ (43,550)
General revenues:									
Property taxes.....					444,219	-	444,219	463,680	-
Utility service taxes.....					123,785	-	123,785	123,132	-
Sales and tourist taxes.....					172,430	12,385	184,815	176,519	70,820
Local business taxes.....					7,129	-	7,129	7,396	-
Intergovernmental - unrestricted.....					127,561	-	127,561	160,793	60,991
JEA Contribution.....					106,688	-	106,688	104,188	-
Unrestricted earnings on investments.....					5,884	294	6,178	44,354	4,665
Franchise Fees.....					38,851	-	38,851	40,593	-
Miscellaneous.....					40,627	17,081	57,708	45,175	13,752
Transfers.....					(4,020)	4,020	-	-	-
Special Items:									
Repeal of Jacksonville Economic Development Commission.....					28,970	-	28,970	-	(28,624)
Refinancing of state debt.....					-	-	-	(61,196)	-
Total general revenues, transfers, and special items.....					1,092,124	33,780	1,125,904	1,104,634	121,604
Change in net position.....					162	4,070	4,232	(42,582)	78,054
Net position, beginning of year.....					776,673	180,384	957,057	999,639	3,082,787
Restatement due to a change in an accounting principle.....					-	-	-	-	(442,998)
Net position, end of year.....					\$ 776,835	\$ 184,454	\$ 961,289	\$ 957,057	\$ 2,717,843



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**FUND FINANCIAL
STATEMENTS**



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MAJOR GOVERNMENTAL FUNDS:

GENERAL FUND

The **General Fund** is the principal fund of the City and is used to account for all activities not included in other funds. The General Fund accounts for the normal recurring activities of the City (i.e, police, fire, public works, courts, general government, etc.). These activities are funded principally by property taxes, intergovernmental revenues, and licenses and fees.

DEBT SERVICE FUNDS

The Special Bonded Debt Obligations Fund accounts for the accumulation of resources for, and the payment of, principal and interest on the City's special and limited bonded obligations, which are payable solely from and secured by a lien upon and pledge of the revenues under the respective bond ordinances.

The Special Bonded Debt - Better Jacksonville Plan Obligations Fund accounts for the accumulation of resources for, and the payment of, principal and interest on the City's special bonded obligations payable, which are related to the Better Jacksonville Plan.

CITY OF JACKSONVILLE, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	GENERAL FUND	SPECIAL BONDED DEBT- BETTER JACKSONVILLE PLAN OBLIGATIONS	SPECIAL BONDED DEBT- OBLIGATIONS
ASSETS:			
Equity in cash and investments.....	\$ 142,509	\$ 103,656	\$ 13,374
Cash in escrow and with fiscal agents.....	188	66,379	57,808
Securities lending collateral.....	52,559	-	-
Receivables (net, where applicable, of allowances for uncollectibles):			
Accounts and interest.....	14,884	-	-
Mortgages.....	-	-	-
Other.....	17,060	-	-
Due from other funds.....	5,728	-	-
Due from independent agencies and other governments.....	48,051	-	-
Inventories.....	4,189	-	-
Prepaid items.....	17	-	-
TOTAL ASSETS.....	285,185	170,035	71,182
LIABILITIES:			
Accounts payable and accrued liabilities.....	\$ 32,905	\$ 83	\$ -
Contracts payable.....	48	-	-
Due to other funds.....	-	-	-
Due to component units.....	-	-	-
Due to individuals.....	-	-	-
Bonds payable.....	-	41,031	39,710
Interest payable.....	-	26,708	19,719
Deposits.....	1,097	-	-
Unearned / Deferred revenue.....	23,361	-	-
Securities lending obligations.....	52,563	-	-
Advances from other funds.....	-	-	-
TOTAL LIABILITIES.....	109,974	67,822	59,429
FUND BALANCES:			
Non Spendable:			
Non Spendable.....	4,189	-	-
Spendable:			
Restricted.....	-	101,997	10,304
Committed.....	70,248	-	-
Assigned.....	3,656	216	1,449
Unassigned.....	97,118	-	-
TOTAL FUND BALANCES.....	175,211	102,213	11,753
TOTAL LIABILITIES AND FUND BALANCES.....	\$ 285,185	\$ 170,035	\$ 71,182

See accompanying notes.

NON MAJOR GOVERNMENTAL FUNDS	TOTALS	
	2013	2012
\$ 288,213	\$ 547,752	\$ 532,790
4,469	128,844	118,427
-	52,559	71,242
1,596	16,480	22,303
3,769	3,769	4,766
205	17,265	14,650
-	5,728	5,468
42,851	90,902	121,899
-	4,189	5,115
162	179	738
<u>341,265</u>	<u>867,667</u>	<u>\$ 897,398</u>
\$ 18,032	\$ 51,020	\$ 48,278
717	765	4,843
4,862	4,862	4,581
7,977	7,977	2,520
245	245	223
-	80,741	72,283
-	46,427	49,429
2,705	3,802	4,904
2,903	26,264	23,960
-	52,563	71,260
5,536	5,536	6,326
<u>42,977</u>	<u>280,202</u>	<u>288,607</u>
225	4,414	5,339
84,554	196,855	241,181
213,314	283,562	288,248
195	5,516	5,556
-	97,118	68,467
<u>298,288</u>	<u>587,465</u>	<u>608,791</u>
<u>\$ 341,265</u>	<u>\$ 867,667</u>	<u>\$ 897,398</u>



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City of Jacksonville, Florida
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
September 30, 2013
(in thousands)

Total fund balances- governmental funds	\$	587,465
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		2,764,758
---	--	-----------

Long term liabilities - liabilities are not due and payable in the current period and are not reported in the funds:

Bonds and notes payable	(2,372,207)	
Unamortized bond discounts	2,699	
Unamortized bond premium	(149,081)	
Unamortized loss on advance refunding of debt	1,397	
Total bonds and notes payable	(2,517,192)	(2,517,192)

* Certain assets and liabilities reported in governmental activities are not financial resources and therefore are not reported in the funds:

Matured Notes and Bonds payable accrual at the fund level	80,741	
Compensated absences	(58,354)	
Matured Interest payable	(6,608)	
Unamortized bond issuance costs	20,723	
Estimated liability for self insured losses-current	(25,218)	
Estimated liability for self insured losses-long-term	(72,222)	
Other post employment benefits (OPEB) liability	(41,669)	
Accrued liability for pollution remediation	(163,956)	
Amounts due to independent agencies or other governments	(13,567)	
Total	(280,130)	(280,130)

Internal service funds are used by management to charge the costs of certain activities, such as fleet maintenance and insurance, to individual funds. The Capital Assets and Long term liabilities are consolidated with the governmental funds on an entity-wide basis. This figure represents the net of Current Assets and Current Liabilities of the Internal Service Funds.

221,934

Net position of governmental activities	\$	<u><u>776,835</u></u>
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* Exception - The City deposits amounts in debt service funds to pay unmatured payables early in the following year.

See accompanying notes.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	GENERAL FUND	SPECIAL BONDED DEBT- BETTER JACKSONVILLE PLAN OBLIGATIONS	SPECIAL BONDED DEBT- OBLIGATIONS
REVENUES:			
Property taxes.....	\$ 431,622	\$ -	\$ -
Utility service taxes.....	123,785	-	-
Sales and tourist taxes.....	1,004	-	-
Local business taxes.....	7,129	-	-
Licenses, permits, and fees.....	38,856	-	-
Intergovernmental.....	129,011	39,955	-
Charges for services.....	58,580	-	-
Fines and forfeitures.....	2,174	-	-
JEA contribution.....	106,688	-	-
Interest.....	3,916	878	341
Other.....	21,963	-	-
Total Revenues.....	924,728	40,833	341
EXPENDITURES:			
Current:			
General government.....	124,373	-	-
Human services.....	64,684	-	-
Public safety.....	540,350	-	-
Culture and recreation.....	56,563	-	-
Transportation.....	28,429	-	-
Economic environment.....	15,070	-	-
Physical environment.....	11,342	-	-
Capital outlay.....	-	-	-
Debt service:			
Principal.....	-	41,031	39,710
Interest and fiscal charges.....	8,954	55,142	37,642
Other.....	-	2,039	2,255
Total Expenditures.....	849,765	98,212	79,607
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES.....	74,963	(57,379)	(79,266)
OTHER FINANCING SOURCES (USES):			
Long term debt issued.....	1,057	-	-
Refunding bond issued.....	-	31,565	256,323
Premium on special obligation bonds payable.....	-	1,625	39,917
Discount on special obligation bonds payable.....	-	-	(159)
Payment to escrow agent - refunded bonds.....	-	(32,931)	(291,270)
Transfers in.....	9,165	60,101	73,261
Transfers out.....	(89,065)	-	(5,715)
Total Other Financing Sources (Uses).....	(78,843)	60,360	72,357
SPECIAL ITEM:			
Repeal of Jacksonville Economic Development Commission.....	28,970	-	-
NET CHANGES IN FUND BALANCES.....	25,090	2,981	(6,909)
FUND BALANCE, BEGINNING OF YEAR	150,121	99,232	18,662
FUND BALANCES, END OF YEAR.....	\$ 175,211	\$ 102,213	\$ 11,753

See accompanying notes.

NON MAJOR GOVERNMENTAL FUNDS	TOTALS	
	2013	2012
\$ 12,597	\$ 444,219	\$ 463,680
-	123,785	123,132
171,426	172,430	164,827
-	7,129	7,396
11,103	49,959	50,198
73,015	241,981	249,177
36,099	94,679	105,405
2,490	4,664	4,427
-	106,688	104,188
1,486	6,621	34,698
15,035	36,998	30,428
<u>323,251</u>	<u>1,289,153</u>	<u>1,337,556</u>
27,935	152,308	163,217
37,367	102,051	110,779
30,543	570,893	527,047
6,537	63,100	53,763
104,646	133,075	140,422
32,114	47,184	67,672
6,911	18,253	20,930
78,354	78,354	121,541
1,035	81,776	76,148
294	102,032	103,885
-	4,294	7,505
<u>325,736</u>	<u>1,353,320</u>	<u>1,392,909</u>
(2,485)	(64,167)	(55,353)
12,546	13,603	2,349
-	287,888	491,905
-	41,542	46,925
-	(159)	-
-	(324,201)	(529,833)
40,562	183,089	205,055
(93,111)	(187,891)	(226,497)
<u>(40,003)</u>	<u>13,871</u>	<u>(10,096)</u>
-	28,970	-
(42,488)	(21,326)	(65,449)
<u>340,776</u>	<u>608,791</u>	<u>674,240</u>
<u>\$ 298,288</u>	<u>\$ 587,465</u>	<u>\$ 608,791</u>

City of Jacksonville, Florida
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For The Year Ended September 30, 2013
(in thousands)

Net change in fund balances- total governmental funds: \$ (21,326)

Amounts reported for governmental activities in the statement of activities are different because:
 Certain assets and liabilities reported in governmental activities are not current financial resources or do not require the use of current financial resources.

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Also, certain capital assets are contributed to the City upon completion, requiring recognition of capital contributions not reported in the funds.

Capital assets acquired by use of financial resources	61,957	
Capital assets contributed by developers and JTA	9,258	
Capital assets transferred from proprietary funds	613	
Current year depreciation	(136,107)	
Loss on disposition of assets	(547)	
		(64,826)

Governmental funds report certain bond transactions as sources or uses. However, in the statement of activities these transactions are reported over the life of the debt as expenses.

Bond Issuance Costs	2,420	
Amortization of issuance costs	(1,508)	
Amortization of bond discounts	4	
Amortization of bond premium	8,226	
Additional bond premium with new debt issue	(41,542)	
Amortization - loss on refunding	(631)	
		(33,031)

Repayment of bond principal is an expenditure in governmental funds, but the repayment results in a reduction of long-term liabilities in the statement of net position. Issuing debt provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.

Long-term debt issued	(287,888)	
Principal repayment	401,979	
		114,091

Some revenues and expenses reported in the statement of activities did not require the use of or provide current financial resources and therefore are not reported in governmental funds:

Decrease in compensated absences payable	1,152	
Net Effect in reversal of interest accrual	2,478	
Increase in other post employment benefits	(8,417)	
Decrease of accrual for pollution remediation	2,396	
Net effect of internal Banking fund	5,232	
		83,901

Internal service funds are used to charge the cost of certain activities to individual funds. The net revenue (expense) and transfers are reported with governmental activities.

Operating loss	(648)	
Interest revenue (loss)	(737)	
Other non-operating revenue	3,016	
Transfers in, net	782	
		2,413

Change in Net Position - Governmental Activities \$ 162

See accompanying notes.

MAJOR ENTERPRISE FUNDS:

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises and where the costs of providing goods or services to the general public are recovered primarily through user charges; or where the City has decided that determination of net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. Individual major enterprise funds are described below.

The Solid Waste Disposal Fund accounts for collection, recycling and disposal of commercial and residential garbage services throughout the city, including the operation of three municipally owned landfill sites, two of which are closed.

The EverBank Field Fund accounts for events held at the stadium including National Football League and college football games, concerts and other activities.

The Veterans Memorial Arena Fund accounts for events held at the arena including concerts, college basketball games, and other entertainment events such as the circus, ice skating, gymnastics, professional wrestling and motor sports.

The Storm Water Services Fund accounts for the storm water utility financed by service charges, to be used to pay the expenses of constructing and maintaining the storm water management system.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

ENTERPRISE FUNDS

	SOLID WASTE DISPOSAL	EVERBANK FIELD	VETERANS MEMORIAL ARENA	STORM- WATER SERVICES	NON MAJOR ENTERPRISE	TOTALS		INTERNAL SERVICE FUNDS
						2013	2012	
ASSETS:								
Equity in cash and investments.....	\$ 15,069	\$ 3,785	\$ 49	\$ 18,131	\$ 3,131	\$ 40,165	\$ 46,066	\$ 175,198
Cash with fiscal agents.....	4,974	6,564	3,369	-	969	15,876	16,827	18,871
Receivables (net, where applicable, of allowances for uncollectibles):								
Accounts.....	30,754	794	785	20,925	903	54,161	49,958	188
Loans	-	-	-	-	-	-	-	25,609
Other.....	-	-	-	-	-	-	-	1,262
Due from other funds.....	-	-	-	-	29	29	587	-
Due from independent agencies and other governments.....	158	167	-	-	-	325	454	1,837
Interest and dividend receivables.....	2	-	-	-	-	2	2	-
Inventories.....	-	-	-	-	13	13	12	1,926
Prepaid expenses and other assets.....	-	51	185	-	52	288	175	5,993
Total Current Assets.....	50,957	11,361	4,388	39,056	5,097	110,859	114,081	230,884
NONCURRENT ASSETS:								
Advances to other funds.....	-	-	-	-	-	-	-	5,536
Sinking fund cash and investments.....	19,495	-	-	-	-	19,495	19,734	-
Loans receivable.....	-	-	-	-	-	-	-	217,356
Prepaid expense - Landfill related costs.....	8,543	-	-	-	-	8,543	10,896	-
Other prepaid expenses.....	116	879	-	-	-	995	154	-
Other receivables.....	-	-	-	-	-	-	-	12,427
CAPITAL ASSETS:								
Land, easements and work in progress.....	12,098	23,339	1,608	835	8,708	46,588	45,864	20,658
Other capital assets, net of depreciation.....	13,932	159,887	101,337	36,299	81,297	392,752	391,540	38,824
Total Noncurrent Assets.....	54,184	184,105	102,945	37,134	90,005	468,373	468,188	294,801
TOTAL ASSETS.....	105,141	195,466	107,333	76,190	95,102	579,232	582,269	525,685

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

ENTERPRISE FUNDS

	SOLID WASTE DISPOSAL	EVERBANK FIELD	VETERANS MEMORIAL ARENA	STORM- WATER SERVICES	NON MAJOR ENTERPRISE	TOTALS		INTERNAL SERVICE FUNDS
						2013	2012	
LIABILITIES:								
Accounts payable and accrued liabilities.....	\$ 4,284	\$ 1,757	\$ 504	\$ 1,528	\$ 1,098	\$ 9,171	\$ 10,063	\$ 11,617
Contracts payable.....	-	-	-	91	-	91	50	-
Due to other funds.....	-	17	1	-	877	895	1,474	-
Deposits.....	175	402	1,021	10	733	2,341	1,779	200
Accrued interest payable.....	434	2,709	2,285	-	677	6,105	5,148	4,500
Estimated liability for self-insured losses, current portion..	-	-	-	-	-	-	-	25,218
Current portion of bonds payable.....	4,540	3,855	1,083	-	298	9,776	11,673	14,373
Unearned revenue.....	-	-	58	-	-	58	36	2,420
Accrued compensated absences, current portion.....	187	-	-	175	62	424	408	708
Current portion of notes payable.....	-	-	-	-	-	-	-	8,650
Current portion of loans payable.....	-	-	-	1,549	-	1,549	1,476	6,285
Total Current Liabilities.....	9,620	8,740	4,952	3,353	3,745	30,410	32,107	73,971
NONCURRENT LIABILITIES:								
Estimated liability for self-insured losses.....	-	-	-	-	-	-	-	72,222
Liability for landfill closure and postclosure care.....	61,759	-	-	-	-	61,759	61,050	-
Accrued compensated absences.....	435	-	-	409	145	989	952	1,655
Notes payable.....	-	-	-	-	-	-	-	4,590
Loans payable.....	-	-	-	15,883	-	15,883	17,433	17,005
Bonds payable.....	14,772	137,629	101,485	-	30,245	284,131	289,106	268,248
Other liabilities.....	573	-	-	800	233	1,606	1,237	1,983
Total Noncurrent Liabilities.....	77,539	137,629	101,485	17,092	30,623	364,368	369,778	365,703
TOTAL LIABILITIES.....	87,159	146,369	106,437	20,445	34,368	394,778	401,885	439,674
NET POSITION:								
Net investment in capital assets.....	6,834	42,621	377	19,702	59,462	128,996	128,766	36,192
Restricted for:								
Capital.....	-	-	-	-	1,852	1,852	1,579	-
Unrestricted (deficit).....	11,148	6,476	519	36,043	(580)	53,606	50,039	49,819
TOTAL NET POSITION	\$ 17,982	\$ 49,097	\$ 896	\$ 55,745	\$ 60,734	\$ 184,454	\$ 180,384	\$ 86,011

See accompanying notes.



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CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

ENTERPRISE FUNDS								
	SOLID WASTE DISPOSAL	EVERBANK FIELD	VETERANS MEMORIAL ARENA	STORM- WATER SERVICES	NON MAJOR ENTERPRISE	TOTALS		INTERNAL SERVICE FUNDS
						2013	2012	
OPERATING REVENUE:								
Sales and tourist taxes.....	\$ -	\$ 7,390	\$ -	\$ -	\$ 4,995	\$ 12,385	\$ 11,692	\$ -
Charges for services.....	68,759	4,566	5,165	30,259	8,579	117,328	112,851	211,184
Charges for services for independent authorities..	-	-	-	-	-	-	-	14,977
Other.....	6	5,505	2,673	-	1,898	10,082	10,430	742
Total Operating Revenue.....	<u>68,765</u>	<u>17,461</u>	<u>7,838</u>	<u>30,259</u>	<u>15,472</u>	<u>139,795</u>	<u>134,973</u>	<u>226,903</u>
OPERATING EXPENSES:								
Personal services.....	5,952	1,695	1,365	9,266	4,478	22,756	22,415	24,990
Supplies and materials.....	63	68	47	182	100	460	429	27,302
Central services.....	3,175	209	120	2,081	877	6,462	6,603	5,534
Interdepartmental charges.....	115	774	390	48	1,133	2,460	2,583	-
Other services and charges.....	58,738	8,388	5,422	5,081	6,130	83,759	85,373	33,669
Depreciation and amortization.....	2,163	5,763	2,528	2,186	4,338	16,978	15,120	17,108
Court reporter services.....	-	-	-	-	-	-	-	64
Claims and losses.....	-	-	-	-	-	-	-	22,944
Insurance premiums and participant dividends.....	-	-	-	-	-	-	-	95,940
Total Operating Expenses.....	<u>70,206</u>	<u>16,897</u>	<u>9,872</u>	<u>18,844</u>	<u>17,056</u>	<u>132,875</u>	<u>132,523</u>	<u>227,551</u>
OPERATING (LOSS) INCOME.....	<u>(1,441)</u>	<u>564</u>	<u>(2,034)</u>	<u>11,415</u>	<u>(1,584)</u>	<u>6,920</u>	<u>2,450</u>	<u>(648)</u>
NON-OPERATING REVENUE (EXPENSES):								
Interest revenue.....	23	39	54	154	24	294	4,025	-
Interest expense.....	(867)	(6,239)	(4,822)	(812)	(1,423)	(14,163)	(14,873)	(737)
Other.....	1,086	3,442	670	170	1,631	6,999	1,496	3,016
Total Non-Operating Revenue (Expenses).....	<u>242</u>	<u>(2,758)</u>	<u>(4,098)</u>	<u>(488)</u>	<u>232</u>	<u>(6,870)</u>	<u>(9,352)</u>	<u>2,279</u>
INCOME (LOSS) BEFORE TRANSFERS.....	<u>(1,199)</u>	<u>(2,194)</u>	<u>(6,132)</u>	<u>10,927</u>	<u>(1,352)</u>	<u>50</u>	<u>(6,902)</u>	<u>1,631</u>
TRANSFERS:								
Transfers in.....	-	12,229	3,579	1,557	3,590	20,955	23,531	1,474
Transfers out.....	(1,243)	(10,974)	(1,441)	(2,971)	(306)	(16,935)	(1,670)	(692)
Net Transfers.....	<u>(1,243)</u>	<u>1,255</u>	<u>2,138</u>	<u>(1,414)</u>	<u>3,284</u>	<u>4,020</u>	<u>21,861</u>	<u>782</u>
CHANGES IN NET POSITION.....	<u>(2,442)</u>	<u>(939)</u>	<u>(3,994)</u>	<u>9,513</u>	<u>1,932</u>	<u>4,070</u>	<u>14,959</u>	<u>2,413</u>
NET POSITION, BEGINNING OF YEAR.....	<u>20,424</u>	<u>50,036</u>	<u>4,890</u>	<u>46,232</u>	<u>58,802</u>	<u>180,384</u>	<u>165,425</u>	<u>83,598</u>
NET POSITION, END OF YEAR.....	<u>\$ 17,982</u>	<u>\$ 49,097</u>	<u>\$ 896</u>	<u>\$ 55,745</u>	<u>\$ 60,734</u>	<u>\$ 184,454</u>	<u>\$ 180,384</u>	<u>\$ 86,011</u>

See accompanying notes.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	ENTERPRISE FUNDS		
	SOLID WASTE DISPOSAL	EVERBANK FIELD	VETERANS MEMORIAL ARENA
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers.....	\$ 68,318	\$ 11,631	\$ 4,960
Payments to suppliers.....	(55,946)	(8,671)	(5,876)
Payments to employees	(5,786)	(1,695)	(1,365)
Internal activity- receipts from other funds.....	90	-	-
Internal activity-payments to other funds.....	(3,175)	(204)	(109)
Other cash receipts	1,321	5,505	2,673
Other operating cash payments.....	-	-	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES.....	4,822	6,566	283
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers from other funds	-	12,229	3,579
Transfers to other funds	(1,243)	(10,974)	(1,441)
Advances from other funds	-	-	579
Advances to ther funds	-	(8)	-
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES.....	(1,243)	1,247	2,717
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Acquisition and construction of capital assets.....	(473)	-	(11)
Cash with fiscal agent	(169)	1,429	-
Proceeds from capital debt.....	-	-	(247)
Proceeds from sale of capital assets	-	-	-
Payments for bond administration fee	-	2	-
Interest paid on debt	(938)	(6,998)	(3,410)
Principal paid on debt.....	(4,300)	(4,525)	(2,249)
Decrease in capitalized lease obligations.....	-	-	-
Proceeds from loans payable.....	-	-	-
Proceeds from issuance of debt.....	-	141,485	-
Payments on retirement of debt.....	-	(135,985)	-
Payments on bond issuance cost.....	-	(878)	-
Payments on loans payable.....	-	-	-
Payments on notes payable.....	-	-	-
Proceeds on bonds payable.....	-	-	-
Payments on bonds payable.....	-	-	-
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES.....	(5,880)	(5,470)	(5,917)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest and dividends	191	39	54
NET CASH PROVIDED BY INVESTING ACTIVITIES.....	191	39	54
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS.....	(2,110)	2,382	(2,863)
Equity in cash and investments at October 1, 2012.....	17,179	1,403	2,912
Equity in cash and investments at September 30, 2013.....	<u>\$ 15,069</u>	<u>\$ 3,785</u>	<u>\$ 49</u>

ENTERPRISE FUNDS

STORM- WATER SERVICES	NON MAJOR ENTERPRISE	TOTALS		INTERNAL SERVICE FUNDS
		2013	2012	
\$ 28,000	\$ 13,209	\$ 126,118	\$ 132,476	\$ 228,387
(4,167)	(6,945)	(81,605)	(85,814)	(147,568)
(9,177)	(4,445)	(22,468)	(22,171)	(24,806)
-	(981)	(891)	76	-
(3,467)	-	(6,955)	(7,082)	(3,619)
170	2,106	11,775	3,457	42,456
-	-	-	-	(61,439)
<u>11,359</u>	<u>2,944</u>	<u>25,974</u>	<u>20,942</u>	<u>33,411</u>
1,557	3,590	20,955	23,531	1,474
(2,971)	(306)	(16,935)	(1,670)	(692)
-	393	972	(1,575)	790
-	(986)	(994)	-	-
<u>(1,414)</u>	<u>2,691</u>	<u>3,998</u>	<u>20,286</u>	<u>1,572</u>
(9,048)	(6,013)	(15,545)	(17,945)	(11,108)
-	(62)	1,198	2,604	(3,736)
-	-	(247)	1,953	-
-	-	-	-	4,157
-	(2)	-	(4)	-
(812)	(1,027)	(13,185)	(16,712)	-
(1,476)	(604)	(13,154)	(12,619)	-
-	-	-	-	-
-	-	-	-	-
-	-	141,485	-	-
-	-	(135,985)	-	-
-	-	(878)	-	-
-	-	-	-	(9,443)
-	-	-	-	(14,750)
-	-	-	-	15,894
-	-	-	-	(1,221)
<u>(11,336)</u>	<u>(7,708)</u>	<u>(36,311)</u>	<u>(42,723)</u>	<u>(20,207)</u>
<u>154</u>	<u>-</u>	<u>438</u>	<u>2,887</u>	<u>(737)</u>
<u>154</u>	<u>-</u>	<u>438</u>	<u>2,887</u>	<u>(737)</u>
(1,237)	(2,073)	(5,901)	1,392	14,039
<u>19,368</u>	<u>5,204</u>	<u>46,066</u>	<u>44,674</u>	<u>161,159</u>
<u>\$ 18,131</u>	<u>\$ 3,131</u>	<u>\$ 40,165</u>	<u>\$ 46,066</u>	<u>\$ 175,198</u>

(continued)

See accompanying notes.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands; continued)

	ENTERPRISE FUNDS		
	SOLID WASTE DISPOSAL	EVERBANK FIELD	VETERANS MEMORIAL ARENA
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
OPERATING ACTIVITIES:			
OPERATING INCOME (LOSS).....	(\$ 1,441)	\$ 564	(\$ 2,034)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation and amortization.....	2,163	5,763	2,528
Miscellaneous nonoperating income.....	1,315	-	-
(Increase) decrease in assets:			
Receivables and other current assets, net.....	(227)	(629)	(543)
Due from independent agencies and other governments.....	(66)	-	-
Inventories.....	-	-	-
Other receivables.....	-	-	-
Loan receivables.....	-	-	-
Prepaid expenses and other assets.....	-	(36)	(42)
Increase (decrease) in liabilities:			
Accounts payable and accrued liabilities.....	2,288	599	36
Deposits.....	(60)	305	316
Unearned revenue.....	-	-	22
Other liabilities.....	119	-	-
Liability for landfill closure and postclosure care.....	706	-	-
Liability for self-insured losses.....	-	-	-
Accrued compensated absences.....	25	-	-
TOTAL ADJUSTMENTS.....	6,263	6,002	2,317
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES.....	\$ 4,822	\$ 6,566	\$ 283
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Change in the fair value of investments.....	(\$ 168)	\$ -	\$ -
Capital assets transferred between proprietary funds.....	-	3,385	21
Capital assets transferred from governmental activities to proprietary funds.....	-	56	5
Disposal of capital assets.....	-	-	-
Accrued interest.....	(434)	(2,709)	(2,286)
Gift.....	-	-	-
Accounts payable capital assets.....	-	-	-

ENTERPRISE FUNDS

STORM- WATER SERVICES	NON MAJOR ENTERPRISE	TOTALS		INTERNAL SERVICE FUNDS
		2013	2012	
\$ 11,415	(\$ 1,584)	\$ 6,920	\$ 2,450	(\$ 648)
2,186	4,338	16,978	15,120	17,108
170	210	1,695	1,293	-
(2,445)	(359)	(4,203)	237	5
-	-	(66)	(71)	721
-	-	-	2	80
-	-	-	-	611
-	-	-	-	16,152
-	(36)	(114)	1	(108)
(394)	327	2,856	2,897	(1,034)
9	(8)	562	(523)	200
-	-	22	(22)	(148)
211	39	369	238	318
-	-	706	(613)	-
-	-	-	-	288
12	17	54	(67)	(134)
(251)	4,528	18,859	18,492	34,059
<u>\$ 11,164</u>	<u>\$ 2,944</u>	<u>\$ 25,779</u>	<u>\$ 20,942</u>	<u>\$ 33,411</u>
\$ -	\$ -	(\$ 168)	\$ -	(\$ 5,333)
-	(3,406)	-	-	-
-	10	71	195	-
-	-	-	(1)	-
-	(677)	(6,106)	(5,148)	-
-	4,651	4,651	-	-
-	(1,349)	(1,349)	-	-

See accompanying notes.



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FIDUCIARY FUND LEVEL STATEMENTS

PENSION TRUST FUNDS are funds administered by independent boards for which the City performs a fiduciary role under a defined benefit, defined contribution and disability programs. The participant's retirement annuity is based on a statutory formula using such factors as age, average salary, length of service and others.

PRIVATE PURPOSE TRUST FUND is used to report all trust arrangements, other than those properly reported in pension trust funds, under which principal and income benefit individuals. The City reports its James Brady Disabled Scholarship, Michael Jackson Music Scholarship, J.B. Smith Memorial Scholarship, and Lex Hester Memorial Scholarship funds as private purpose trusts.

AGENCY FUNDS are funds which hold monies in an agency capacity for various government units, individuals or funds.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	PENSION TRUST FUNDS		PRIVATE PURPOSE TRUST FUND		AGENCY FUNDS	
	2013	2012	2013	2012	2013	2012
<u>ASSETS</u>						
CURRENT ASSETS:						
Equity in cash and investments.....	\$ 38,631	\$ 32,836	\$ 248	\$ 248	\$ 53,126	\$ 55,224
Receivables (net, where applicable, of allowances for uncollectibles):						
Interest and dividends.....	4,711	5,128	-	-	-	-
Accounts.....	97	230	-	-	2,202	2,561
Other.....	1,541	1,404	-	-	-	-
Due from independent agencies and other governments.....	5,314	4,137	-	-	-	-
Prepaid assets.....	66	63	-	-	-	-
Investments, at fair value:						
U.S. Government obligations.....	96,207	150,605	-	-	-	-
Federal agencies.....	150,355	92,292	-	-	-	-
Municipal bonds.....	1,417	631	-	-	-	-
Domestic corporate bonds.....	155,984	237,078	-	-	-	-
Short-term investments.....	69,322	57,195	-	-	-	-
Domestic stocks.....	1,332,393	1,112,434	-	-	-	-
International stocks.....	702,100	586,973	-	-	-	-
Real estate.....	276,232	220,661	-	-	-	-
Energy market investments.....	107,284	-	-	-	-	-
Other fixed income.....	200,626	267,162	-	-	-	-
Alternative investments.....	44,410	39,657	-	-	-	-
Equity in pooled investments.....	5,860	2,785	-	-	-	-
Total investments.....	3,142,190	2,767,473	-	-	-	-
Total Current Assets.....	3,192,550	2,811,271	248	248	55,328	57,785
CAPITAL ASSETS						
Other capital assets, net of depreciation.....	47	54	-	-	-	-
Total Capital Assets, Net.....	47	54	-	-	-	-
Securities lending collateral.....	57,238	96,041	-	-	-	-
TOTAL ASSETS.....	3,249,835	2,907,366	248	248	55,328	57,785
<u>LIABILITIES</u>						
CURRENT LIABILITIES:						
Obligations under securities lending agreement.....	57,240	96,046	-	-	-	-
Accounts payable and accrued liabilities.....	6,518	6,243	-	-	577	5,019
Due to independent agencies and other governments.....	-	-	-	-	15,722	15,540
Due to individuals.....	-	-	-	-	7,502	6,028
Deposits held in escrow.....	-	-	-	-	30,846	30,814
Miscellaneous liabilities.....	-	-	-	-	681	384
Total Current Liabilities.....	63,758	102,289	-	-	55,328	57,785
NONCURRENT LIABILITIES:						
Other post employment benefits.....	62	16	-	-	-	-
Accrued compensated absences.....	129	227	-	-	-	-
Terminal leave - group care.....	272	229	-	-	-	-
Due to participants.....	262,350	239,860	-	-	-	-
Total Noncurrent Liabilities.....	262,813	240,332	-	-	-	-
TOTAL LIABILITIES.....	326,571	342,621	-	-	\$ 55,328	\$ 57,785
NET POSITION HELD IN TRUST FOR PENSION BENEFITS AND OTHER PURPOSES.....	\$ 2,923,264	\$ 2,564,745	\$ 248	\$ 248		

See accompanying notes.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	PENSION TRUST FUNDS		PRIVATE PURPOSE TRUST	
	2013	2012	2013	2012
<u>ADDITIONS</u>				
Contributions:				
Employer.....	\$ 189,917	\$ 133,133	\$ -	\$ -
Plan members.....	37,132	39,915	-	-
Total contributions.....	<u>227,049</u>	<u>173,048</u>	<u>-</u>	<u>-</u>
Other additions:				
State insurance contributions.....	9,667	9,276	-	-
Court fines & penalties.....	1,114	1,242	-	-
Miscellaneous.....	1,295	60	-	-
Transfers in.....	1,102	532	3	-
Total other additions.....	<u>13,178</u>	<u>11,110</u>	<u>3</u>	<u>-</u>
Investment income:				
Net appreciation				
in fair value of investments.....	408,849	364,432	-	-
Interest.....	28,310	28,924	1	8
Dividends.....	28,594	70,906	-	-
Rebate of commissions.....	123	108	-	-
Rental income.....	1,706	1,502	-	-
Total investment income	<u>467,582</u>	<u>465,872</u>	<u>1</u>	<u>8</u>
Less investment expense.....	(14,921)	(13,640)	-	-
Less rental expense.....	(321)	(196)	-	-
Net investment income	<u>452,340</u>	<u>452,036</u>	<u>1</u>	<u>8</u>
From Securities Lending Activities:				
Securities lending.....	428	1,760	-	-
Agent fees.....	(107)	(123)	-	-
Total securities lending activities	<u>321</u>	<u>1,637</u>	<u>-</u>	<u>-</u>
TOTAL ADDITIONS, NET.....	<u>692,888</u>	<u>637,831</u>	<u>4</u>	<u>8</u>
<u>DEDUCTIONS</u>				
Benefit payments.....	252,844	235,557	-	-
DROP benefits.....	54,249	47,742	-	-
Refund of contributions.....	22,887	20,746	-	-
Transfers out.....	1,102	532	-	-
Miscellaneous-Grant LED changeout expense.....	60	-	-	-
Administrative expenses.....	3,227	3,112	-	-
Operating expenses.....	-	-	4	-
TOTAL DEDUCTIONS.....	<u>334,369</u>	<u>307,689</u>	<u>4</u>	<u>-</u>
CHANGE IN NET POSITION.....	358,519	330,142	-	8
NET POSITION, BEGINNING OF YEAR.....	<u>2,564,745</u>	<u>2,234,603</u>	<u>248</u>	<u>240</u>
NET POSITION, END OF YEAR.....	<u>\$ 2,923,264</u>	<u>\$ 2,564,745</u>	<u>\$ 248</u>	<u>\$ 248</u>

See accompanying notes.



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COMPONENT UNITS

Component Units are legally separate organizations for which the primary government is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's governing body with certain exceptions, and either (a) the ability to impose will by the primary government; or (b) the potential for the organization to provide financial benefits to, or impose financial burdens on the primary government. Financial accountability may also be determined if the component unit is fiscally dependent on the City and a potential financial benefit / burden relationship exists.

MAJOR COMPONENT UNITS:

The JEA manages and operates an electric utility system and a water and sewer utility system in the Consolidated City of Jacksonville/Duval County area.

The Jacksonville Transportation Authority is responsible for construction, improvement, and maintenance of the Jacksonville Expressway System and operation of the City's mass transit systems, including bus and automated skyway express throughout Duval County.

The Jacksonville Port Authority manages and operates the City's marine port facilities.

COMPONENT UNITS THAT DO NOT ISSUE A SEPARATE REPORT:

The Jacksonville Housing Finance Authority provides money for loans and technical assistance for construction and rehabilitation of housing to alleviate a shortage of housing and capital for investment in housing in Jacksonville.

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF NET POSITION -
COMPONENT UNITS (in thousands)
SEPTEMBER 30, 2013

	<u>JEA</u>	<u>JACKSONVILLE TRANSPORTATION AUTHORITY</u>	<u>JACKSONVILLE PORT AUTHORITY</u>
ASSETS			
Cash and cash equivalents.....	\$ 585,889	\$ 65,852	\$ 53,400
Cash in escrow with fiscal agent.....	-	-	-
Investments.....	891,961	30,215	-
Due from other governmental agencies.....	-	49,081	-
Accounts and interest receivable.....	241,998	1,231	4,506
Mortgages receivable.....	-	-	-
Other receivables.....	-	-	7,860
Inventories.....	142,022	4,053	1,542
Other assets.....	69,811	9,862	2,456
Custodial Assets - Construction projects.....	-	102,425	-
Capital assets:			
Land, easements, and construction in progress.....	375,008	49,722	268,781
Buildings and improvements.....	-	152,457	525,991
Vehicles.....	-	102,098	-
Equipment.....	-	88,110	116,414
Utility plant in service.....	10,400,484	-	-
Less: accumulated depreciation.....	(4,345,641)	(212,578)	(307,926)
Total capital assets, net of depreciation.....	<u>6,429,851</u>	<u>179,809</u>	<u>603,260</u>
TOTAL ASSETS.....	<u>8,361,532</u>	<u>442,528</u>	<u>673,024</u>
DEFERRED OUTFLOW OF RESOURCES:			
Accumulated decrease in fair value of hedging instrument	84,223	-	1,985
	<u>84,223</u>	<u>-</u>	<u>1,985</u>
LIABILITIES			
Accounts payable and accrued liabilities.....	171,454	6,722	2,359
Deposits.....	59,020	-	-
Unearned revenue.....	-	-	6,224
Due to other governmental agencies.....	-	552	-
Interest payable.....	100,078	-	3,740
Other current liabilities.....	89,043	-	1,114
Noncurrent liabilities:			
Due within one year:			
Estimated liability for injury and damage claims.....	-	1,749	-
Bonds, notes payable, capital leases and contracts.....	239,032	-	13,009
Compensated absences.....	-	292	-
Due in more than one year:			
Estimated liability for injury and damage claims.....	-	2,069	-
Bonds, capital leases and commercial paper.....	5,404,313	-	185,167
Fair market value of debt management instrument.....	84,223	-	1,985
Compensated absences.....	-	737	-
Custodial projects - due to other governments.....	-	122,229	-
OPEB liability.....	-	350	-
Unearned revenue noncurrent.....	-	-	111,639
Other noncurrent liabilities.....	227,306	660	32,106
TOTAL LIABILITIES.....	<u>6,374,469</u>	<u>135,360</u>	<u>357,343</u>
NET POSITION			
Net investment in capital assets.....	936,486	179,809	273,214
Restricted for:			
Debt service.....	-	-	18,494
Other purposes.....	570,697	-	2,659
Unrestricted.....	564,103	127,359	23,299
TOTAL NET POSITION	<u>\$ 2,071,286</u>	<u>\$ 307,168</u>	<u>\$ 317,666</u>

See accompanying notes.

**JACKSONVILLE
HOUSING
FINANCE
AUTHORITY**

TOTAL

\$ 9,082	\$ 714,223
40	40
-	922,176
-	49,081
-	247,735
12,684	12,684
-	7,860
-	147,617
-	82,129
-	102,425
-	693,511
-	678,448
-	102,098
-	204,524
-	10,400,484
-	(4,866,145)
-	7,212,920
<u>21,806</u>	<u>9,498,890</u>
-	\$ 86,208
34	180,569
10	59,030
-	6,224
-	552
-	103,818
-	90,157
-	1,749
-	252,041
8	300
-	2,069
-	5,589,480
-	86,208
20	757
-	122,229
11	361
-	111,639
-	260,072
<u>83</u>	<u>6,867,255</u>
-	1,389,509
-	18,494
-	573,356
21,723	736,484
<u>\$ 21,723</u>	<u>\$ 2,717,843</u>

**CITY OF JACKSONVILLE, FLORIDA
 COMBINING STATEMENT OF ACTIVITIES -
 COMPONENT UNITS (in thousands)
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				GOVERNMENTAL ACTIVITIES	
	EXPENSES	FINES AND CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	JACKSONVILLE TRANSPORTATION AUTHORITY	JACKSONVILLE HOUSING FINANCE AUTHORITY
Governmental activities:						
Jacksonville Transportation Authority.....	\$ 69,856	\$ -	\$ -	-	\$ (69,856)	\$ -
Jacksonville Housing Finance Authority.....	595	-	-	-	-	(595)
Total governmental activities.....	70,451	-	-	-	(69,856)	(595)
Business-type activities:						
JEA.....	1,777,977	1,812,819	-	29,292	-	-
Jacksonville Transportation Authority.....	107,790	24,196	10,939	22,329	-	-
Jacksonville Port Authority.....	65,745	53,077	6,501	19,260	-	-
Total business-type activities.....	1,951,512	1,890,092	17,440	70,881	-	-
Total component units.....	\$ 2,021,963	\$ 1,890,092	\$ 17,440	\$ 70,881	(69,856)	(595)
Sales and tourist taxes.....					70,820	-
Intergovernmental - unrestricted.....					-	-
Unrestricted earnings on investments.....					66	38
Miscellaneous.....					106	1,613
Total general revenues					70,992	1,651
Change in net position.....					1,136	1,056
Net position, beginning of year.....					117,809	20,667
Net position, end of year.....					\$ 118,945	\$ 21,723

See accompanying notes.

BUSINESS-TYPE ACTIVITIES			TOTAL
JEA	JACKSONVILLE TRANSPORTATION AUTHORITY	JACKSONVILLE PORT AUTHORITY	GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES
\$ -	\$ -	\$ -	\$ (69,856)
-	-	-	(595)
		-	(70,451)
64,134	-	-	64,134
-	(50,326)	-	(50,326)
-	-	13,093	13,093
64,134	(50,326)	13,093	26,901
64,134	(50,326)	13,093)	(43,550)
-	-	-	70,820
-	60,991	-	60,991
4,325	20	216	4,665
11,516	-	517	13,752
15,841	61,011	733	150,228
79,975	10,685	13,826	106,678
1,991,311	177,538	303,840	2,611,165
\$ 2,071,286	\$ 188,223	\$ 317,666	\$ 2,717,843



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CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

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CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

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CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Jacksonville, Florida (the City) conform to accounting principles generally accepted in the United States (GAAP) as applicable to governments. The following is a summary of the more significant policies. Notes 1C. through 19 are note disclosures of the primary government with significant disclosures for major component units incorporated within. Additional significant component unit disclosures are presented in Note 17.

A. Basis of Presentation:

The accompanying financial statements of the City have been prepared in conformity with GAAP as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles for units of local government.

B. Financial Reporting Entity:

The City is a consolidated city/county political entity created by Chapter 67-1320 of the Laws of Florida. When consolidation occurred on October 1, 1968, all existing municipalities, authorities and public agencies within Duval County, except for the Duval County School Board, were merged into a single new corporate and political entity also known as the City of Jacksonville. At the same time, however, the cities of Jacksonville Beach, Atlantic Beach, Neptune Beach and the Town of Baldwin elected to retain local autonomy for certain municipal purposes and were reconstituted as separate and distinct urban service districts. The consolidated city government, which is comprised of an elected City Council (19 members) and mayor, provides, under the administration of the appointed Chief Administrative Officer, services to 876 thousand residents living in an 840.1 square mile area.

To conform to the traditional county organization of government in the State of Florida, the City retained the offices of the Sheriff, Property Appraiser, Tax Collector, Supervisor of Elections, and Clerk of the Circuit Court, which are also elected by the citizenry. These officers are considered to be not only county officers, but also officers of the consolidated government as well, and therefore are considered as part of the primary government. The three beach cities and the Town of Baldwin continue to function as separate municipal governments.

This report includes all funds, departments, agencies, boards and commissions, and other organizational units that are administered by the mayor and/or controlled by or dependent upon the City Council as set forth in the City Charter. The City, a primary government, has also considered for inclusion all potential component units for which it may be financially accountable and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. In GASB codification section 2100 Defining the Financial Reporting Entity, the GASB has set forth criteria to be considered in determining financial accountability.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Financial Reporting Entity: (continued)

These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the City to impose its will on that organization; or (2) the potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City. Additionally, an entity may also meet the criteria for inclusion if the organization is fiscally dependent on the City and the potential financial benefits / burden relationship mentioned above exists.

As required by GAAP, these financial statements present the City of Jacksonville (the primary government) and its component units. The City has identified and included within the financial reporting entity, as its component units, legally separate organizations for which the City is financially accountable or for which a significant relationship with the City exists such that exclusion would cause the City's financial statements to be misleading or incomplete.

The Jacksonville Public Library Board has been classified as a dependent special district by the State of Florida Department of Community Affairs. Per GASB codification section 2100, the Library Board is not considered a component unit as it is not a legally separate organization. Therefore, its activity is included as part of the primary government.

Blended Component Unit. There is one component unit, which is legally separate from the City, but is so intertwined with the City that it is, in substance, the same as the City. It is reported as part of the City and blended into the appropriate funds.

The **Jacksonville Police and Fire Pension Board of Trustees**, created under Article 22 of the City Charter, provide retirement services and benefits to eligible employees of the Office of the Sheriff and the Department of Fire and Rescue. The City appoints two of the five-member board; one member is a police officer; one member is a firefighter; and the remaining member is appointed by the other four members. As sponsor, the City has the ability to modify the plan and to approve the defined benefit contribution to the Police and Fire Pension Board of Trustees in the City's annual budget. The Police and Fire Pension Board of Trustees issues separate financial statements on the fund, which may be obtained from its administrative office at One West Adams Street, Suite 100, Jacksonville, Florida 32202-3616. These transactions are blended in the Fiduciary Funds.

Discrete Component Units. These component units are entities which are legally separate from the City, but are financially accountable to the City, or whose relationships with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The component units are reported separately to emphasize that they are legally separate from the primary government and are governed by separate boards. The footnotes include financial data of these entities. Each component unit listed below has a September 30 fiscal year end.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)
B. Financial Reporting Entity: (continued)

Major Component Units

JEA (formerly known as the Jacksonville Electric Authority) was created by Chapter 67-1569 of the Laws of Florida to own, manage, and operate an electric utility system and a water and sewer utility system in the City and any or all counties adjacent thereto. The governing body of the JEA consists of seven members appointed by the mayor and confirmed by the City Council. The City has the ability to impose its will on the JEA manifested principally through formal budgetary approval. The JEA engages only in business-type activities and issues separate financial statements, which may be obtained from its administrative office in the JEA Plaza at 21 West Church Street, Jacksonville, Florida 32202.

The **Jacksonville Port Authority (JPA)** was created by chapter 2001-319 of the Laws of Florida to operate, manage, and control the publicly owned seaport and ancillary facilities located within Duval County and outside such boundary lines. The governing body of the JPA consists of seven members, four of whom are appointed by the mayor and confirmed by the City Council, and three of whom are appointed by the Governor. The City can impose its will on the JPA through modification and approval of its budgets, which ensures strong accountability to the local constituent citizenry. The JPA engages only in business-type activities and issues separate financial statements. Requests for information may be addressed to the Chief Financial Officer, Jacksonville Port Authority, P.O. Box 3005, Jacksonville, FL 32206-0005.

The **Jacksonville Transportation Authority (JTA)** is a public body politic and corporate agency of the State of Florida under Chapter 349 of the Florida Statutes. The governing body of the JTA consists of seven members, three of whom are appointed by the governor of Florida, three of whom are appointed by the mayor and confirmed by the City Council, and the seventh member is the district engineer of the Florida Department of Transportation.

The JTA is empowered to construct, improve, operate and lease the Jacksonville Expressway System. The JTA is, however, fiscally dependent upon the City under Section 14 of the City Charter through approval of its budgets which ensures strong accountability to the local constituent citizenry. Additionally, a financial burden relationship exists through the provisions of an interlocal agreement.

The JTA engages in both governmental and business-type activities and issues separate financial statements, which may be obtained from its administrative office at 100 North Myrtle Avenue, Jacksonville, Florida 32203.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)
B. Financial Reporting Entity: (continued)

Component Units that do not issue a separate report

The **Jacksonville Housing Finance Authority (JHOFA)**, formerly known as the Duval County Housing Finance Authority (DCHFA), was created by City Ordinance 2003-1058, to alleviate a shortage of housing and capital investment for the people of Duval County, pursuant to Florida Statutes, Section 159.604. The mayor appoints three of the five board members. The City has the ability to impose its will on the JHOFA. The JHOFA operates in conjunction with the Jacksonville Housing Commission, also created by Ordinance 2003-1058, and has the rights and duties necessary under Florida Statutes, Chapter 159, Part IV, to preserve outstanding debt, issue new debt and to shield the City from financial liability. The bonds issued and outstanding are included in Note 8K. Conduit Debt. The JHOFA engages only in governmental activities. There are no separately issued financial statements for the JHOFA, whose financial activity is accounted for by the City. The JHOFA financial statements are presented in the financial section of the City report.

Non-major Component Units

The **Jacksonville Health Facilities Authority (JHFA)**, created under Chapter 490 of the City Ordinance Code pursuant to Chapter 154 Part III, Laws of Florida, provides appropriate additional means to assist in the development, improvement and maintenance of the public health. The JHFA provides a method for the financing and refinancing, on a tax-exempt basis, of projects on behalf of private corporations and organized not-for-profits that are authorized by law to provide hospital or nursing home services, thus providing facilities at favorable interest costs with a resultant decrease in health care costs for the users of health facilities within the City. All five members are appointed by the City Council, and the City is able to impose its will on the JHFA.

The bonds issued by the JHFA are special limited obligations of the JHFA and the principal and interest are payable from rental payments. The principal and interest on the bonds shall never constitute an indebtedness of the City of Jacksonville, Duval County, the State of Florida or any municipality or political subdivision thereof. Accordingly, the bonds issued and outstanding are included in Note 8K Conduit Debt. During the fiscal year presented, JHFA had no financial transactions or assets and liabilities to report. Therefore, there are no separately issued financial statements for JHFA.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Financial Reporting Entity: (continued)

Changes in Reporting Entity - Component Units

With the passage of ordinance 2012-212-E, Article 24 of the City Charter, Chapter 92-341, Laws of Florida, the Jacksonville Economic Development Commission (JEDC) was repealed, and the Office of Economic Development was created within the Office of the Mayor. Beginning in fiscal year 2013, related (JEDC) financial information is presented as part of the primary government. JEDC operations were previously reported as a discretely presented component unit. The transfer of beginning fund balance is presented as a Special Item in the financial statements in the amount of \$28,970 thousand in the General Fund and Governmental activities.

With the fiscal year 2013 implementation of Governmental Accounting Standards Board (GASB) 61 - The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34, the Jacksonville Aviation Authority (JAA) and Downtown Vision, Inc. (DVI) are no longer reported as component units due to the requirements that both a fiscal dependent and a financial benefit / burden relationship must exist. Therefore, the financial statements of JAA and DVI are not included within this report.

Related Organizations

The **Jacksonville Housing Authority (JHA)** is governed by a seven member board, whose members are appointed by the mayor and confirmed by City Council. However, the City does not have the ability to impose its will on JHA. The City cannot remove appointed members of the JHA Board at will. JHA managers are appointed by the JHA Board of Directors. The Board approves the operating budget and amendments to the budget. The City does not exercise influence in JHA management or operations. It does not approve JHA budgets, and does not provide or collect major revenues of the JHA. Accordingly, the financial activities of the JHA are not included in the City's financial statements.

The **Duval County Research and Development Authority (Authority)** is governed by a five member board whose members are appointed by the City Council. However, the City does not have the ability to impose its will on the Authority. The City does not exercise influence in the management or operations of the Authority and is not financially accountable for the actions of the Authority. Accordingly, the financial activities of the Authority are not included in the City's financial statements.

Jointly Governed Organization

The **North Florida Transportation Planning Organization (TPO)** is an independent regional transportation planning agency for Duval, Clay, Nassau and St. Johns counties. The mayor, three Jacksonville City council members and various other leaders of the other affiliated communities / transportation agencies, make up the 15 member board, with five members being non-voting.

The City does not have an ongoing financial interest or responsibility to the TPO. However, since the board includes members from each of the governments that created it, the TPO is considered a jointly governed organization of the City.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basic Financial Statements:

The basic financial statements include both citywide and fund level statements. The City, as the primary government, is reported separately from its component units. The citywide statements report on all of the activities of the City and its component units except those that are fiduciary in nature.

Statements for fiduciary activities, such as employee pension plans, are presented in a separate section of this report. Both the citywide and fund level statements classify primary activities of the City as either governmental activities, which are primarily supported by taxes and intergovernmental revenues, or business type activities, which are primarily supported by user fees and charges.

The citywide statement of net position reports all assets, deferred outflows of resources, liabilities, and deferred inflow of resources of the City, including both long-term assets and long-term debt and other obligations. The statement of activities reports the degree to which direct expenses of City functions are offset by program revenues, which include program specific grants and charges for services provided by a specific function. Direct expenses are those that are clearly identifiable with a specific function or program. The net cost of these programs is funded from general revenues such as taxes, intergovernmental revenue and interest earnings.

The fund level statements report on governmental, proprietary and fiduciary fund activities. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund level financial statements.

Since the fund level statements for governmental activities are presented using a different measurement focus and basis of accounting than the citywide statements governmental column (as discussed under Basis of Accounting in this summary of significant accounting policies), a reconciliation is presented on the page following each governmental fund financial statement which briefly explains the adjustments necessary to convert the fund level statements into the citywide governmental column presentations.

As a general rule, the effect of interfund activity has been eliminated from the citywide financial statements.

D. Fund Structure:

The City's accounts are maintained in accordance with the principles of fund accounting to ensure compliance with limitations and restrictions placed on the use of resources available to it. Under fund accounting, individual funds are established for the purpose of carrying on activities or attaining objectives in accordance with specific regulations, restrictions or limitations. Each individual fund is a self-balancing set of accounts recording assets, liabilities and residual equities or balances and revenues, expenditures / expenses and changes therein. For financial statement presentation, funds with similar characteristics, including those component units referenced above, are grouped into generic classifications as required by GAAP. A brief description of these classifications follows:

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Fund Structure: (continued)

Governmental Funds. These funds report transactions related to resources received and used for those services traditionally provided by city/county government. The following are major governmental funds used by the City:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Funds:

The Special Bonded Debt – Better Jacksonville Plan Obligations Fund accounts for the accumulation of resources for, and the payment of, principal and interest on the City’s special bonded obligations payable, which are related to the Better Jacksonville Plan.

The Special Bonded Debt Obligations Fund accounts for the accumulation of resources for, and the payment of, principal and interest on the City’s special and limited bonded obligations, which are payable solely from and secured by a lien upon and pledge of the revenues under the respective bond ordinances.

Other Non-major Governmental Funds:

This is the aggregate of all of the non-major governmental funds.

Proprietary Funds. These funds report transactions related to activities similar to those found in the private sector. Major proprietary funds include:

The Solid Waste Disposal Fund accounts for the collection, recycling, and disposal of commercial and residential garbage services throughout the City, including operation of three municipally owned landfill sites, two of which are closed.

The EverBank Field Fund accounts for events held at the stadium including National Football League and college football games, concerts and other activities.

The Storm Water Services Fund accounts for the storm water utility financed by service charges, to be used for paying for costs of constructing and maintaining the storm water management system.

The Veterans Memorial Arena Fund accounts for events held at the arena including concerts, college basketball games, and other entertainment events such as the circus, ice skating, gymnastics, professional wrestling and motor sports.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Fund Structure: (continued)

Other Non-major Enterprise - This is the aggregate of all of the non-major enterprise funds.

Proprietary funds distinguish operating revenues and expenses from non-operating revenues and expenses. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the funds' principal ongoing operation. The principal operating revenues for the City's proprietary funds are charges to customers for sales and services. Operating expenses include direct expenses of providing the goods or services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

In addition, the City reports the following fund types:

Internal Service Funds - These funds account for services provided primarily to various departments of the City and to other governmental agencies. Since these funds principally service City departments, internal service fund statements are consolidated into the governmental activities column in the citywide presentation. These activities are fleet management, copy center, data processing, legal, various risk management activities and internal banking fund. Services provided to other governmental agencies are not considered to be material.

Private-purpose Trust Funds - These funds account for resources legally held in trust for the benefit of individuals pursuing higher education in music and urban studies. Earnings on invested resources may be used to support these activities but no expenditure may be made from the principal of these funds.

Pension Trust Funds - These funds account for the activities of the Jacksonville Retirement System and the Police and Fire Pension funds, which accumulate resources for pension benefit payments for qualified employees.

Permanent Fund - This fund is used to account for activities of the City relative to cemetery maintenance at specified locations. Fund resources are restricted. Only earnings on invested resources may be used to support these activities.

Agency Funds - These custodial funds account for monies held as an agent for other governmental units or individuals. The City utilizes several agency funds including the Treasurer Fund to clear cash received and disbursed, the Tax Collector Fund accounts for the collection of all taxes, revenues and other cash, the Clerk of the Circuit Court Fund accounts for revenues collected by the court system, the Plat Deposits Fund accounts for collateral to insure the completion of public improvements, the Duval County School Readiness Coalition Fund accounts for similar collections, the Florida Retirement System Fund accounts for a multiple-employer, cost-sharing defined benefit plan for certain City employees who elected to remain with the State of Florida Retirement System, and the Sheriffs Fund accounts for deposits held in accordance with statutes for civil action, safeguarding of monetary evidence, and inmate funds.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Basis of Accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The citywide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary pension trust fund financial statements. Agency funds are accounted for using the full accrual basis of accounting. Agency funds are custodial in nature (i.e. assets equal liabilities) and do not measure the results of operations. Under this method, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenue in the year in which they are levied for. Grants and similar items are recognized as revenue when all eligibility requirements imposed by the provider are met.

Governmental fund financial statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Major revenues that are determined to be susceptible to accrual include property taxes, taxpayer-assessed tax revenues including sales and utilities services taxes, state shared revenue, intergovernmental revenue, charges for services and investment income. Generally, the City considers a 60-day availability period for revenue recognition. Federal and state grants collected on a reimbursement basis are recognized as revenue when reimbursable expenditures are made, and the City considers amounts received within one year as available. Ambulance billings also have a one year availability period.

Expenditures are recorded when the related fund liability is incurred, except for items that are not planned to be liquidated with expendable available resources. The City records an accrual for debt service liabilities and expenditures by providing financial resources to a debt service fund for payment of liabilities that will mature early in the following year. Exceptions to the general modified accrual expenditure recognition criteria include capital lease obligations, which are recognized when paid, and payments for compensated absences, pension, OPEB (other post employment benefits), and claims and judgments which are recognized when due.

The City's policy is to use restricted resources first, then unrestricted resources, when both are available for use to fund an activity.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Cash, Cash Equivalents, and Investments:

Cash, cash equivalents and investments and related accrued investment earnings are reported in the financial statements as “Equity in cash and investments” under the City’s “pooling” concept (See Note 3). All monies, which are not legally restricted to separate administration, are pooled together for investment purposes while each individual fund and/or account is maintained on a daily transaction basis by the City Treasurer. Cash in escrow with fiscal agents is not included in the Statement of Cash Flows ending balances as the funds have been sent to trustee entities to be held for payment of bond principal and interest. Investment earnings are distributed in accordance with the participating funds’ relative percentage of investments. All fund types deposit monies into the equity in cash and investment pool of the City. The Proprietary Fund types use this pool as a demand deposit account, and accordingly all amounts in the pool are considered cash and cash equivalents for purposes of the Statement of Cash Flows. Investments are stated at fair value, generally based on quoted market prices except as disclosed herein. Securities, traded on national or international exchanges are valued at the last reported sales price at current exchange rates. The fair value of real estate investments are based on independent appraisals or estimates of fair value as provided by third party fund managers. Investments that do not have an established market are reported at estimated fair value as provided by third party fund managers. Increases and decreases in the fair value of investments are reported as investment income. The City of Jacksonville’s swap policy allows for the use of interest rate swaps and other financial instruments to manage the City’s financial exposure. This policy went into effect on October 1, 2003 and was revised on August 9, 2011. While the City is authorized to utilize interest rate swaps to manage the interest rate risk associated with various assets, no investment interest rate swaps were used during the reporting period.

G. Receivables:

Receivables are stated net of estimated allowances for uncollectible amounts, which are determined based on past collection experience and current economic conditions, to the net realizable values. Types of receivables include amounts that are principally due from the State of Florida for state-shared revenues, mortgage, loan, and other receivables that have arisen in the ordinary course of business.

Certain receivables and some mortgage receivables are related to loans made for economic development purposes. Repayment of these loans is contingent upon a number of economic factors that are outside of the control of the City. Due to the uncertainty over the ultimate collectability of these amounts, an allowance has been recorded in the amount equal to the balance of the receivable.

H. Inventories:

Inventories of materials and supplies are determined by both physical counts and through perpetual inventory systems stated at cost, which approximates market, using the average weighted costing method. Reported inventories in governmental funds are included within nonspendable fund balance because it is not in spendable form. In proprietary fund types, inventories are expended when consumed.

**CITY OF JACKSONVILLE, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Capital Assets:

All purchased capital assets are recorded at cost where historical records are available and at estimated cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. Generally, capital assets costing \$1,000 or more and having a useful life of more than one year are capitalized. Infrastructure is capitalized based on the accumulated amounts charged to specific capital projects on an annual basis. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are reported in the applicable governmental or business-type column in the citywide financial statements, and in the Proprietary Fund Level Statements.

Depreciation on all capital assets is calculated using the straight line method over the following useful lives:

Infrastructure - Other	12 - 50 years
Infrastructure - Bridges	100 years
Buildings and improvements	12 - 45 years
Furniture, equipment and library books	3 - 10 years
Software Development	10 years

The City capitalizes collections, such as artwork. The City has a collection of artwork in various sites throughout the interior and exterior of public facilities. The value of the art is expected to either remain the same or increase over time, so it is not depreciated. Software development is capitalized if over a threshold of \$30,000.

J. Contributions:

Contributions in the form of cash and capital assets to the governmental activities of the City are recognized on the Statement of Activities as revenues in the period they are received. Contributions of capital assets, primarily completed infrastructure from developers, are recognized at the fair value at the date of donation. All contributions are reported on the Statement of Activities as program revenues, with operating contributions reported separately from capital contributions.

K. Interfund Activity:

Interfund activity within and among the City’s three fund categories (governmental, proprietary, and fiduciary) are classified as reciprocal interfund activity and nonreciprocal interfund activity.

Reciprocal interfund resource flows between funds with an expectation of repayment and are reported as interfund receivable and payables.

Nonreciprocal interfund activities are flows of assets between funds without an equivalent flow of assets in return or without a requirement for repayment and are reported as transfers in governmental funds in the other financing sources section and after the non-operating revenues and expenses section in proprietary funds.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Restricted Assets:

Assets are reported as restricted in the citywide Statement of Net Position and the enterprise fund level statements when constraints are placed on net position use. The constraints are either: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law or through constitutional provisions or enabling legislation.

M. Compensated Absences:

City employees may accumulate earned personal leave benefits (compensated absences) at various rates within limits specified in collective bargaining agreements. This liability reflects amounts attributable to employee services already rendered, cumulative, probable for payment, and reasonably estimated in conformity with GASB Statement No. 16, Accounting for Compensated Absences.

Compensated absences liabilities are accrued when incurred in the citywide financial statements, and the proprietary and fiduciary fund level financial statements. No expenditure is reported in the governmental funds for these amounts until the payment is made. No liability is recorded for nonvesting, accumulated sick pay benefits. Compensated absences liability is determined based on current rates of pay.

N. Risk Financing:

Pursuant to Florida Statute 768.28 "Sovereign Immunity" the City is self-insured for general and automobile liability for state tort claims in excess of \$200,000 per person, and \$300,000 per occurrence. The City has an excess liability policy which provides coverage for general liability at limits of \$5 million per occurrence and subject to a \$2.5 million self-insured retention for the City; and for all other participating entities a \$1 million general liability limit per occurrence subject to a \$5 million self-insured retention. This policy includes a policy aggregate limit of \$5 million. The excess policy includes employer's liability with \$3 million in the aggregate with a self-insured retention per occurrence of \$1.2 million. The City's self-insured retention is up to \$1.2 million per occurrence for workers compensation statutory benefits. The liability for self-insured losses is based on individual case estimates for reported claims, historical loss data and valuations performed by independent actuaries at September 30, 2013, for incurred but not yet reported claims, claims development, and unallocated loss adjustment expenses. The liability for self-insured losses is accounted for in the Self-Insurance Fund (internal service fund) that pays for claims made against the City.

O. Pension Costs:

Substantially all permanent, full-time employees of the City are covered under two city sponsored defined benefit pension plans and a city sponsored defined contribution plan. Employer contributions are recorded as pension expenditure/expenses when the related payroll is accrued based on an actuarially determined rate in accordance with GASB Statement No. 27, Accounting for Pensions by State and Local Governments.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. Landfill Closure and Postclosure Care Costs:

The City recognizes municipal solid waste landfill closure and postclosure care costs under the State of Florida's Solid Waste Management Act of 1988 regulations of the Federal Environmental Protection Agency (EPA), and GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance contained in pre-November 30, 1989 FASB and AICPA pronouncements. For those landfills that stopped accepting solid waste prior to final implementation of the 1988 Act and EPA regulations, the total cost of municipal solid waste landfill (MSWLF) closure is recognized as a deferred charge in the Solid Waste Disposal Enterprise Fund. The City issued bonds to pay for closure costs on closed landfills. Post-closure care costs on closed landfills are recorded as a liability based on engineer's estimates. The City Council establishes rates that are designed to recover costs and believes it is reasonable to assume that such rates, which will recover the costs, can be charged to and collected from customers. The City intends to recover these MSWLF costs through future operating revenues of the Solid Waste Disposal Enterprise Fund. Accordingly, MSWLF costs are recognized as expenses each year to match the flow of revenue and bonds principal payments, thereby reducing the deferred charge. Expenses for closure and postclosure care costs are recorded each year and the liability is adjusted to the engineer's estimate. MSWLF closure and postclosure care costs incurred for landfills accepting solid waste after final implementation of the 1988 Act and EPA regulations are recognized as an expense. A liability is recorded based upon the landfill capacity used during that year applied to the engineer's estimate of closure and postclosure care costs. (See Note 13C.)

Q. Long-Term Obligations:

In the city-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary funds statement of net position.

Special obligation bonds, which are supported by certain general revenues (other than ad valorem taxes), do not constitute a debt of the City within the meaning of any constitutional or statutory limitation or provision, and the City is not obligated to pay the bonds except from revenues pledged for such purposes.

Each governmental fund that has long-term liabilities, such as, compensated absences and pension liabilities is responsible for liquidating the same.

Non Asset Bonds are created when the City issues debt and either (a) constructs an asset which will become the asset of another entity (e.g. State of Florida), (b) contributes proceeds to another entity (e.g. Shands Jacksonville Hospital) to participate in a construction project, or (c) provides an economic incentive to a development or redevelopment project. Part of the Better Jacksonville Plan (BJP) referendum was to make improvements to state roads and/or interchanges with/between state roads.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. Long-Term Obligations: (continued)

While these projects enhance traffic movements in and around Jacksonville, the constructed assets and the future maintenance responsibility are transferred to the Florida Department of Transportation. Additionally, under the BJP program, the City provided for non-capital expenditures, such as septic tank remediation and ash clean up, from debt proceeds, which will not result in a capital asset of the City. The City has also provided grants to Shands Jacksonville Hospital, a provider of health care for indigents, from debt proceeds. The City and/or its Community Redevelopment Authority (CRA) districts, to encourage target development, will enter into incentive agreements (including grants and loans) which are in some instances designed to be repaid by either the CRA's tax increment revenues and/or the developer.

R. Categories and Classification of Fund Balance:

Fund balance is classified using a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balance categories include Nonspendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of constraint placed upon fund balance. Fund balance can have different levels of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance. For further details of the various fund balance classifications refer to Note 19.

S. Bond Discounts, Premiums and Issuance Costs:

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

In the city-wide financial statements and for proprietary funds, material bond discount, premium and issuance costs are deferred and amortized as a component of interest expense over the term of the bonds using the straight-line method, which approximates the effective interest method. Issuance costs are recorded as deferred charges and bond discount/premium are included in Long-Term Liabilities.

T. Deferred Loss on Debt Refundings:

Losses resulting from advance refundings of debt in the city-wide and proprietary fund statements are deferred and amortized over the shorter of the life of the new debt or the remaining life of the old debt. The amount deferred is reported as a component of Long-Term Liabilities in the accompanying financial statements and is amortized and reported as a component of interest expense.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

U. Use of Estimates:

The preparation of financial statements, in accordance with GAAP, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. Actual results could differ from those estimates.

V. Reclassifications:

Certain 2012 amounts have been reclassified to conform with the 2013 presentation. Additionally, amounts in the separately issued financial statements of component units have been reclassified to conform to the presentation of the primary government.

W. Summarized Comparative Information:

The basic financial statements include certain prior-year summarized comparative information in total but not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the City's financial statements for the year ended September 30, 2012, from which the summarized information was derived. Limited 2012 comparative information was adjusted for comparability on some of the financial statements.

X. Prepaids:

Prepaid items consist of certain costs which have been paid prior to the end of the fiscal year, but represent items which are applicable to future accounting periods. These amounts do not constitute available spendable resources even though they are a component of current assets. Prepaids are processed using the consumption method.

Y. Accounting Pronouncements:

In fiscal year 2013, the City adopted new statements of financial accounting standards issued by the GASB:

- Statement No. 61, The Financial Reporting Entity: Omnibus
- Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements
- Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position

The adoption of Statements No. 62 and 63 had no financial impact to the City. Statement No. 63 redefines and reclassifies certain assets and liabilities as "deferred outflows of resources" or "deferred inflows of resources." It further requires the "Investment in capital assets, net of debt" to now be titled "Net investment in capital assets" and that the last line of the statements, previously called "Net assets" to now be titled "Net position".

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Y. Accounting Pronouncements: (continued)

Statement No. 61, The Financial Reporting Entity: Omnibus attempts to improve financial reporting for governmental entities by amending the requirements of Statements No. 14, The Financial Reporting Entity, and No. 34, Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments. The adoption resulted in a change in the City’s reporting entity which is disclosed in Note 1B.

Significant Unadopted Standards

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, an amendment of GASB Statement No. 27, was issued June 2012. The Statement is intended to improve accounting and financial reporting by state and local governments for pensions. The provisions of this Statement will be effective for the City beginning with fiscal year ending September 30, 2015. The adoption of this statement will require the City to record a liability at the government-wide level and in its proprietary funds for the unfunded portion of its pension plans which are discussed in Note 9 and for the City’s portion of any unfunded obligation of the Florida Retirement System. The full effect of this change has not yet been determined.

2. BUDGETARY DATA

The City presents a Budgetary Comparison Schedule for the General Fund as Required Supplementary Information. For this reporting period, no special revenue funds met the major fund criteria. The City’s budgetary comparison reporting and Notes to Required Supplementary Information containing descriptions of the City’s budgetary policies and processes are included in the Required Supplementary Information section of this report.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

3. CASH, INVESTMENTS AND SECURITIES LENDING

A. Cash on Deposit

The City maintains a cash and investment pool that is available for use by all funds except for monies legally restricted to separate administration (i.e. pension plan custodians and deferred compensation plan administrators). The “Equity in cash and investments” on the City Wide Financial Statements, consists of cash and investments owned by each fund and defined as resources that can be liquidated without delay or penalty. Cash and investments held separately where contractual arrangements and bond covenants require such arrangements, are classified as “restricted assets.” Investment earnings are allocated to the individual funds monthly based on the funds’ weighted average daily cash and investment balance.

CASH and INVESTMENTS		
September 30, 2013		<i>(in thousands)</i>
Primary Government:		
Cash and Cash Equivalents		\$97,901
Cash in escrow and with fiscal agents		163,591
Investments - Primary Government		684,709
	Primary Government Total:	946,201
Pension and Agency Funds:		
Cash and Cash Equivalents		
Pension Trust Funds		38,631
Private Purpose Trust Funds		248
Agency Funds		53,126
Investments - Pensions		3,146,901
	Pension and Agency Total:	3,238,906
Component Units:		
Cash and Cash Equivalents		714,223
Cash in escrow and with fiscal agents		40
Investments - Component Units		922,176
	Component Unit Total:	1,636,439
Total Cash and Investments:		\$5,821,546
Investments Schedules:		
Operating Portfolio		\$1,606,885
(includes interest and dividends receivable)		
Pension Portfolio		3,146,901
(includes interest and dividends receivable)		
Sub-total:		4,753,786
Other Cash/Investments:		
Cash		262,602
Cash with Fiscal Agent		163,631
Restricted Funds		641,527
Sub-total:		1,067,760
Total Cash and Investments:		\$5,821,546

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

3. CASH, INVESTMENTS AND SECURITIES LENDING (continued)

A. Cash on Deposit (continued)

1. Custodial Credit Risk

At September 30, 2013, primary government deposits in financial institutions totaled \$98.2 million. Monies on deposit with financial institutions in the form of demand deposit accounts, time deposit accounts and certificates of deposit are defined as public deposits. All of the City's public deposits are held in qualified public depositories pursuant to State of Florida Statutes, Chapter 280, "Florida Security for Public Deposits Act", and covered by federal depository insurance. For amounts in excess of such federal depository insurance the Act provides that 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. The Public Deposit Security Trust Fund has a procedure to allocate and recover losses in the event of a default or insolvency. When public deposits are made in accordance with Chapter 280, no public depositor is liable for any loss thereof. Any losses to public depositors are covered by applicable deposit insurance, sales of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default.

B. Investments and Investment Practices

1. General Operating Investments

The City's operating fund investment guidelines are defined by City Ordinance Code Section 110, Part 2 and a written Investment Policy (the "Policy") as approved by City Council. The Policy establishes a diversified investment strategy, both by type of investment and by manager, a minimum credit quality, and duration limitations. An internal Investment Committee has oversight, within Policy limits, of the implementation and direction of investment strategies. The Policy is reviewed annually for any adjustments due to changes or developments within the investment markets that may provide enhanced investment and/or risk management opportunities. The City's Pension Funds and Component units maintain their own investment policies.

Other than operating cash invested overnight through the City's zero balance sweep accounts, all invested cash is managed by third-party money managers. Performance benchmarks for the Portfolio are established in the Investment Policy and performance benchmarks for each of the specific third party managers are established by the Investment Committee. The Policy defines the Average Duration and Compliance Categories for investments. Compliance Category limits are stated as a percentage of the 2011-12 Normal Portfolio Balance of \$914 million, which is defined by Ordinance as the average total portfolio balance for the proceeding twelve months.

Performance and compliance reports are submitted to the Investment Committee monthly, and to the Finance Committee quarterly. The City employs an independent investment custodian who takes direction from the money managers and independently settles all trades. The custodian provides performance and compliance reporting at both the portfolio level and by individual manager.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

3. CASH, INVESTMENTS AND SECURITIES LENDING (continued)

B. Investments and Investment Practices (continued)

1. General Operating Investments (continued)

The following schedule reports portfolio compliance at year end, as well as the maximum exposure for each compliance category during the year. Certain compliance categories include assets also measured in another compliance category, i.e. “US Government” issued treasury bonds are also appropriately included in the “US Government plus agencies” category. As a result, the amounts reported as year-end compliance exposures exceed the portfolio balance at year end in aggregate.

**Operating Fund
Compliance Guideline Characteristics
as of September 30, 2013**

Compliance Guideline	Sector Guideline Exposures			
	Exposure to Specific Guideline	Year end Exposure %	% of Normal Portfolio Balance	
			During Year	Maximum By Policy
Duration¹	2.49	NA	2.83	5.00
Liquidity	\$ 255,248,780	27.9%	44.4%	100.0%
Requirements				
USG + Agencies	\$ 227,592,393	24.9%	30.4%	100.0%
US Govt (USG)	128,382,614	14.0%	16.5%	100.0%
Constraints				
Agencies	\$ 99,209,779	10.9%	14.4%	45.0%
MBS	77,363,896	8.5%	10.8%	35.0%
Agency MBS	45,409,466	5.0%	6.9%	35.0%
Non-Agency MBS	31,954,430	3.5%	3.9%	15.0%
Asset Backed Securities	21,254,323	2.3%	2.6%	7.5%
Corporates	279,425,897	30.6%	35.5%	60.0%
Corporates > 1 Year	148,907,779	16.3%	16.9%	40.0%
Municipal Bonds	7,212,087	0.8%	0.9%	10.0%
Bond Funds	98,284,583	10.8%	34.8%	85.0%
Money Market Funds	23,909,470	2.6%	8.0%	40.0%
Certificates of Deposit	-	0.0%	0.0%	20.0%
Repurchase agreements	-	0.0%	0.0%	20.0%
Rule 144a Securities	36,361,412	4.0%	4.6%	10.0%
Specialty Risk				
High Yield	\$ 33,268,049	3.6%	3.8%	7.5%
International	6,648,741	0.7%	1.5%	7.5%
International (non-hedged)	-	0.0%	0.0%	5.0%
Emerging Market	1,358,525	0.1%	0.4%	7.5%
Duration > 8.5	26,773,286	2.9%	4.3%	7.5%
Normal Portfolio Balance	\$ 914,000,000			

¹Commingled Funds and Cash are excluded

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**3. CASH, INVESTMENTS AND SECURITIES LENDING (continued)
B. Investments and Investment Practices (continued)**

2. Pension Plan Investments

The City's two separate defined benefit pension plans are the Jacksonville Retirement System and the Police and Fire Pension Plan. Investments in the City's two plans are governed by state statute and locally adopted investment policies. These policies establish investment objectives and guidelines for the portfolio as a whole, for each individual manager, as well as by instrument and issuer. The following schedules are presented for only the Jacksonville Retirement System and Police and Fire Pension Fund investments:

**Jacksonville Retirement System
Distribution by Asset Type
9/30/2013**

	Equities	Bonds	Other	Cash	Total	Percentage
Equity (Domestic)	\$ 772,077,057	\$ -	\$ -	\$ 13,702,296	\$ 785,779,353	43%
Large Cap Value	189,577,562	-	-	3,013,473	192,591,035	10%
Large Cap Growth	193,505,421	-	-	3,706,308	197,211,729	11%
Large Cap Core	175,880,121	-	-	839,162	176,719,283	10%
Small Cap Value	49,243,458	-	-	1,555,781	50,799,239	3%
Small Cap Growth	120,698,707	-	-	2,828,212	123,526,919	7%
Small Cap Core	43,171,788	-	-	1,759,360	44,931,148	2%
Transition Account	-	-	-	-	-	0%
Equity (International)	\$ 392,114,029	\$ -	\$ -	\$ -	\$ 392,114,029	22%
Value	186,458,432	-	-	-	186,458,432	11%
Growth	112,484,385	-	-	-	112,484,385	6%
Emerging	93,171,212	-	-	-	93,171,212	5%
Bonds*	\$ -	\$ 371,905,126	\$ -	\$ 5,283,045	\$ 377,188,171	19%
Intermediate	-	200,700,472	-	5,238,725	205,939,197	10%
Aggregate	-	128,413,624	-	101	128,413,725	7%
Inflation Protected	-	42,791,030	-	44,219	42,835,249	2%
Cash Account	\$ -	\$ -	\$ -	\$ 4,752,287	\$ 4,752,287	0%
Other	\$ 111,982,556	\$ -	\$ 172,369,648	\$ 2,958,012	\$ 287,310,216	16%
Real Assets	111,982,556	-	172,369,648	2,958,012	287,310,216	16%
Total investments	\$ 1,276,173,642	\$ 371,905,126	\$ 172,369,648	\$ 26,695,640	\$ 1,847,144,056	100%
Less: Amount reported as receivables					(2,911,449)	
Total Investments less receivables					\$ 1,844,232,607	

*Duration of bond portfolio is 4.47 years

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**3. CASH, INVESTMENTS AND SECURITIES LENDING
B. Investments and Investment Practices (continued)
2. Pension Plan Investments (continued)**

**Police and Fire Pension Fund
Distribution by Asset Type
9/30/2013**

	Equities	Bonds	Other	Cash	Total	Percentage
<u>Equity (Domestic)</u>	\$ 531,951,455	\$ -	\$ -	\$ 8,256,151	\$ 540,207,606	41%
Large Cap Value	127,486,098	-	-	2,081,773	129,567,871	10%
Large Cap Growth	106,799,667	-	-	2,724,289	109,523,956	8%
Large Cap Core	108,562,238	-	-	268,921	108,831,159	8%
Small Cap Value	107,690,817	-	-	1,315,436	109,006,253	8%
SMID Cap Growth	81,412,635	-	-	1,865,732	83,278,367	7%
<u>Equity (International)</u>	\$ 241,373,037	\$ -	\$ -	\$ (15,130)	\$ 241,357,907	19%
Value	98,132,296	-	-	598	98,132,894	8%
Growth	92,701,999	-	-	(15,728)	92,686,271	7%
Emerging Markets	50,538,742	-	-	-	50,538,742	4%
<u>Bonds</u>	\$ -	\$ 234,975,742	\$ -	\$ 12,691,014	\$ 247,666,756	19%
Intermediate	-	68,340,640	-	12,750,480	81,091,120	6%
Aggregate	-	166,635,102	-	(59,466)	166,575,636	13%
<u>Cash Account</u>	\$ -	\$ -	\$ -	\$ 15,126,636	\$ 15,126,636	1%
<u>Other</u>	\$ -	\$ -	\$ 246,643,166	\$ 2,979,367	\$ 249,622,533	20%
Real Estate	-	-	139,358,862	-	139,358,862	11%
MLPs	-	-	107,284,304	2,979,367	110,263,671	9%
<u>Total investments</u>	\$ 773,324,492	\$ 234,975,742	\$ 246,643,166	\$ 39,038,038	\$ 1,293,981,438	100%

Less: Amount reported as receivables (1,799,332)

Total Investments less receivables \$ 1,292,182,106.00

3. Interest Rate Risk

Interest rate risk is controlled primarily through duration, which is a measure that approximates the change in value of a bond, or bond portfolio, for a given change in interest rates. In general, shorter duration measures are less sensitive to interest rate shifts, while longer durations are more sensitive. To limit the portfolio volatility associated with changes in interest rates, the City's Investment Policy Statement restricts the average duration of the overall portfolio to a range of 0.75 – 5.00 years, of which, no more than 7.5% of the individual securities in the portfolio can have a duration greater than 8.5 years. This guideline applies to all investment types underlying the portfolio including, but not limited to, government, agency, corporate, international, and mortgage backed securities, as referenced in Section 3. B. 1.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**3. CASH, INVESTMENTS AND SECURITIES LENDING
B. Investments and Investment Practices (continued)**

4. Credit Quality

The Operating and Pension portfolios measure credit quality of the fixed income holdings contained therein using Moody’s rating schedule. Within the Operating Portfolio, the City’s Investment Policy Statement is designed to control credit risk by requiring both, minimum amounts that must be invested in the highest quality U.S. Government securities, as well as a maximum limit of 9.0% of the normal portfolio balance in non-investment grade securities. This is reported and monitored monthly by the Investment Committee and staff. Credit Quality for the Pension Plan is reported on a quarterly basis and is monitored by the Pension Board of Trustees, staff to the board, and by the plan’s consultant. Credit Quality reports are provided on the overall portfolios to illustrate the credit risk at fiscal-year end.

Operating Portfolio		Credit Quality September 30, 2013	
		General Employee Pension Plan	Police and Fire Pension Fund
Quality Breakdown	Portfolio (%)	Portfolio (%)	Portfolio (%)
Aaa	33%	7%	10%
Aa1-Aa3	4%	0%	5%
A1-A3	13%	3%	22%
Baa1-Baa3	17%	3%	21%
Ba1-Ba3	3%	0%	21%
Other	19%	9%	21%
Commingled	11%	78%	0%
	100%	100%	100%

Ratings definitions:

- Treasury – United States Treasury Securities
- Agency – Government Agency Securities
- Aaa (AAA) – Highest Investment Grade Quality Rating
- Aa1–Aa3 (AA+ to AA-) – Medium Investment Grade Quality Rating
- A1-A3 (A+ to A-) – Medium Low Investment Grade Quality Rating
- Baa1-Baa3 (BBB+ to BBB-) – Lowest Investment Grade Quality Rating
- Ba1-Ba3 (BB+ to BB-) – Highest Non-investment Grade Quality Rating
- Commingled – Securities that are not applicable to Quality Ratings - they represent predominantly mutual funds that are listed and valued as a whole, not individual holdings, as well as minor exposure to non-investment grade securities.

5. Custodial Credit Risk

The custodial relationship is governed by a written agreement that is executed by all parties and specifies that, all securities owned and cash held by the City shall be held in the City's, or its nominee's, name in an account separate from all other accounts maintained by the custodian and shall at all times, while in the custody of the Custodian, be designated as an asset of the City.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

3. CASH, INVESTMENTS AND SECURITIES LENDING

B. Investments and Investment Practices (continued)

6. Foreign Currency

The City has nominal exposure to foreign currencies due to investments in non-U.S. markets implemented through our money managers' portfolios. Foreign currencies will fluctuate relative to the U.S. dollar, but it is believed that the diversification benefits outweigh potential risks. Given the limited exposure, foreign currency risk is considered minor.

Foreign Currency Exposure
September 30, 2013

	Operating Portfolio		General Employees Pension Fund		Police and Fire Pension Fund	
	Exposure	Percentage	Exposure	Percentage	Exposure	Percentage
U.S. DOLLAR	\$ 695,671,955	99.05%	\$ 1,846,779,537	99.99%	\$ 1,292,121,356	99.99%
CANADIAN DOLLAR	1,939,460	0.28%	-	0.00%	-	0.00%
MEXICAN NEW PESO	904,425	0.13%	-	0.00%	-	0.00%
NEW ZEALAND DOLLAR	967,477	0.14%	-	0.00%	-	0.00%
AUSTRALIAN DOLLAR	212,609	0.03%	-	0.00%	-	0.00%
BRAZIL REAL	603,410	0.09%	-	0.00%	-	0.00%
SWISS FRANC	-	0.00%	254,427	0.01%	101,621	0.01%
RUSSIAN RUBEL (NEW)	-	0.00%	-	0.00%	-	0.00%
NORWEGIAN KRONE	925,893	0.13%	-	0.00%	1,274	0.00%
EURO CURRENCY UNIT	46,609	0.01%	9,356	0.00%	40,973	0.00%
JAPANESE YEN	-	0.00%	12,057	0.00%	15,235	0.00%
SWEDISH KRONA	-	0.00%	5,419	0.00%	-	0.00%
BRITISH POUND	-	0.00%	-	0.00%	98	0.00%
SINGAPORE DOLLAR	948,068	0.13%	-	0.00%	-	0.00%
HONG KONG DOLLAR	-	0.00%	-	0.00%	-	0.00%
SOUTH AFRICAN RAND	-	0.00%	-	0.00%	-	0.00%
SOUTH KOREAN WON	-	0.00%	-	0.00%	387	0.00%
BERMUDA DOLLAR	-	0.00%	-	0.00%	-	0.00%
COLUMBIAN PESO	-	0.00%	-	0.00%	-	0.00%
DANISH KRONE	-	0.00%	-	0.00%	-	0.00%
CHILEAN PESO	98,098	0.01%	-	0.00%	-	0.00%
Total	\$ 702,318,004	100.00%	\$ 1,847,060,796	100.01%	\$ 1,292,280,944	100.00%

C. Securities Lending

The City participates in securities lending with both its Operating and Pension portfolios. The City has a contract with its custodian, The Bank of New York Mellon (the City's Operating Portfolio and the Jacksonville Retirement System) that allows the custodian, acting as agent, to lend securities held in the portfolios with the intent of generating additional interest income. The transactions are designed to be invisible to our third party money managers and are reviewed by staff on an ongoing basis. The market for securities lending was developed to provide temporary access to a large portfolio of securities for broker/dealers who might have a need to borrow specific instruments. Securities are loaned against collateral that may include cash, U.S government securities and irrevocable letters of credit. Securities are loaned against collateral valued at a minimum of 102% of the market value of the securities plus any accrued interest. If the broker/dealer fails to return the security upon request, the custodian, acting as agent, will utilize the collateral to replace the security borrowed.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**3. CASH, INVESTMENTS AND SECURITIES LENDING
C. Securities Lending (continued)**

The securities loaned are on a rolling daily basis and the cash collateral can be deposited and/or withdrawn from the investment on a daily basis. The weighted average duration of the collateralized loans at September 30, 2013 was 122 days for the City's Operating Portfolio and 141 days for the Jacksonville Retirement System.

As a result of market disruptions, caused by the financial crisis of 2008-2009, those managing the collateral pool of assets have shifted their strategy to maintain a target allocation that closely represents a portfolio managed to money market guidelines as contained in 2a-7 of the SEC Investment Company Act of 1940. Rule 2a-7 of the act restricts the quality, maturity, and diversity of investments by money market funds. While the Securities Lending portfolio is not subject to this rule, the managers see these guidelines as a conservative approach that will serve to reduce the overall risk profile of invested collateral funds.

The transaction establishes a rebate interest rate (assuming cash collateral), which is due back to the broker/dealer upon return of the security. The cash is then invested short-term and the City and the custodian share in the incremental return available above the rebated interest rate. The short-term fixed income instruments can be invested in high quality, dollar denominated fixed income instruments, with a policy dollar-weighted, average maturity limit of less than thirty days. The City, as a program participant, assumes the risk that (a) the overnight investment will not equal or exceed the rebate interest rate, (b) the overnight investment will experience a loss in fair value (i.e., principal) and (c) the collateral will not be sufficient if the borrower fails to return the security back to the lending bank. As noted above, cash collateral is invested in short-term income instruments. When non-cash collateral is provided the collateral must be obligations issued or guaranteed by the U.S. Government or its agencies and instrumentalities. The City cannot pledge or sell these obligations in the absence of a default by the borrower. The net asset value of the collateral may fluctuate and potentially subjects the City to credit risk if the above-mentioned 102% daily adjusted collateral were to fall below 100%. As of September 30, 2013, the City of Jacksonville maintained a sufficient 102.2% collateral on loaned securities. During the fiscal year ended September 30, 2013; Securities Lending net income was \$376 thousand (\$55 thousand Operating, \$321 thousand Jacksonville Retirement System).

The City periodically reviews the custodian's practices to insure fair distribution of lending opportunities as well as risk evaluation of prospective broker/dealer borrowers. For accounting purposes, the Statements of Net Position and Changes in Net Position reflect the increase in assets, liabilities, deferred outflows / inflows, interest income and expense associated with securities lending activity.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

4. ACCOUNTS, MORTGAGES, AND OTHER RECEIVABLE

The accounts, mortgages, and other receivable balances in the funds listed below, in thousands, are shown net of an allowance for doubtful accounts. No other funds had an allowance for doubtful accounts at September 30, 2013.

Fund	Accounts Receivable	Allowance for Doubtful Accounts	Net Amount Shown on Balance Sheet
Major Governmental Funds:			
General Fund	\$ 103,472	\$ (71,528)	\$ 31,944
Non-Major Governmental Funds	1,880	(79)	1,801
Major Enterprise Funds:			
Solid Waste Disposal	35,730	(4,976)	30,754
EverBank Field	857	(63)	794
Veterans Memorial Arena	828	(43)	785
Stormwater	33,964	(13,039)	20,925
Non-Major Enterprise Funds	904	(1)	903
Fiduciary Funds:			
Pension Trust Funds	6,349	-	6,349
Agency Funds	2,202	-	2,202
Mortgages			
Fund	Receivable	Allowance for Doubtful Accounts	Net Amount Shown on Balance Sheet
Non-Major Governmental Funds	\$ 11,828	\$ (8,059)	\$ 3,769

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

5. PROPERTY TAXES

A. Ad Valorem Property Taxes:

Property tax collections are governed by Chapter 197, Florida Statutes. The Duval County Tax Collector bills and collects all property taxes levied within the consolidated city/county. Discounts of 4, 3, 2, and 1% are allowed for early payment in November, December, January, and February, respectively. The total millage rate levied by the City was 10.03530 for the fiscal year ended September 30, 2013.

The Florida Constitution, as amended under Article VII, Section 4, limits the increase in homestead property valuations for ad valorem tax purposes to a maximum of the lesser of (i) three percent (3%) of the assessment for the prior year, or (ii) the percent change in the Consumer Price Index for the preceding calendar year. The first tax year in which the limitations of these constitutional provisions apply is January 1, 1995. Calendar year 1995 is the base year upon which assessed just value of the homestead property is determined.

B. Property Tax Calendar:

The Tax Collector remits collected taxes at least monthly to the City. The City recognizes property tax revenue as it is received from the Tax Collector since virtually all taxes levied will be collected through the tax collection process within the fiscal year levied for. The calendar of events is as follows:

January 1	Property taxes are based on assessed value at this date as determined by the Duval County Property Appraiser.
July 1	Assessment roll approved by the state.
September 30	Millage resolution approved by the City Council.
October 1	Beginning of fiscal year for which taxes have been levied.
November 30	Last day for 4% maximum discount.
April 1	Unpaid property taxes become delinquent.
May 31	Tax certificates are sold by the Duval County Tax Collector. This is the first lien date on the properties.

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CITY OF JACKSONVILLE, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

6. CAPITAL ASSET ACTIVITY

Capital asset activity for the year ended September 30, 2013, was as follows (in thousands)

Primary Government

	Beginning Balance September 30, 2012	Additions	Dispositions/ Reclassifications	Ending Balance September 30, 2013
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 304,846	\$ 2,756	\$ -	\$ 307,602
Easements	5,137	-	-	5,137
Art In Public Places	705	59	-	764
Construction in progress	2,430	12,239	(2,334)	12,335
Furniture and equipment in work in process	82	725	(83)	724
Total capital assets not being depreciated	<u>313,200</u>	<u>15,779</u>	<u>(2,417)</u>	<u>326,562</u>
Capital assets being depreciated:				
Buildings	781,690	17,917	(3,554)	796,053
Improvements	279,769	4,492	-	284,261
Infrastructure	2,140,198	26,741	-	2,166,939
Furniture, equipment and library books	417,029	19,671	(13,568)	423,132
Purchased Software	13,011	2,413	-	15,424
Internal Software	26,818	45	-	26,863
Total assets being depreciated	<u>3,658,515</u>	<u>71,279</u>	<u>(17,122)</u>	<u>3,712,672</u>
Less accumulated depreciation for:				
Buildings	186,263	17,481	-	203,744
Improvements	61,684	11,128	-	72,812
Infrastructure	596,590	88,458	-	685,048
Furniture, equipment and library books	271,267	32,795	(12,966)	291,096
Purchased Software	7,069	670	-	7,739
Internal Software	11,355	2,682	-	14,037
Total accumulated depreciation	<u>1,134,228</u>	<u>153,214</u>	<u>(12,966)</u>	<u>1,274,476</u>
Total capital assets being depreciated, net	<u>2,524,287</u>	<u>(81,935)</u>	<u>(4,156)</u>	<u>2,438,196</u>
Governmental activities capital assets, net	<u>\$ 2,837,487</u>	<u>\$ (66,156)</u>	<u>\$ (6,573)</u>	<u>\$ 2,764,758</u>

	Beginning Balance September 30, 2012	Additions	Dispositions/ Reclassifications	Ending Balance September 30, 2013
Business-type Activities				
Capital Assets not being depreciated:				
Land	\$ 45,313	\$ 673	\$ -	\$ 45,986
Right of Way Easements	546	-	-	546
Construction in progress	5	56	(5)	56
Total Capital Assets not being depreciated	<u>45,864</u>	<u>729</u>	<u>(5)</u>	<u>46,588</u>
Capital assets being depreciated:				
Buildings and improvements	559,399	6,271	-	565,670
Infrastructure	32,602	8,994	-	41,596
Furniture and equipment	6,378	2,933	(451)	8,860
Total assets being depreciated	<u>598,379</u>	<u>18,198</u>	<u>(451)</u>	<u>616,126</u>
Less accumulated depreciation for:				
Buildings and improvements	198,355	13,702	-	212,057
Infrastructure	2,968	2,199	-	5,167
Furniture and equipment	5,516	1,076	(442)	6,150
Total accumulated depreciation	<u>206,839</u>	<u>16,977</u>	<u>(442)</u>	<u>223,374</u>
Other Capital Assets Net of Depreciation	<u>391,540</u>	<u>1,221</u>	<u>(9)</u>	<u>392,752</u>
Business-type activities capital assets, net	<u>\$ 437,404</u>	<u>\$ 1,950</u>	<u>\$ (14)</u>	<u>\$ 439,340</u>

CITY OF JACKSONVILLE, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

6. CAPITAL ASSET ACTIVITY

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

Governmental Activities

General government	\$	32,102
Human Services		1,981
Public Safety		10,072
Culture and recreation		16,083
Transportation		10,604
Economic environment		60
Physical environment		82,312
Total depreciation expense - governmental activities	\$	<u>153,214</u>

Depreciation expense was charged to the business-type activities as follows (in thousands)

Business-type activities:

Parking System	\$	373
Solid Waste		2,163
Mayport Ferry		1,206
Stormwater Services		2,186
EverBank Field		5,762
Memorial Arena		2,528
Baseball Stadium		655
Performing Arts		754
Convention Center		639
Equestrian Center		711
Total depreciation expense - business-type activities	\$	<u>16,977</u>

7 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (continued)

A summary of interfund balances follows. (in thousands)

	TRANSFERS OUT					
	MAJOR FUNDS					
	General Fund	Solid Waste	Storm Water	EverBank Field	Veterans Memorial Arena	Special Bonded Debt
TRANSFERS IN						
MAJOR FUNDS						
General Fund	\$ -	\$ -	\$ -	\$ 300	\$ 182	\$ -
Storm Water	1,557	-	-	-	-	-
EverBank Field	6,514	-	-	-	-	5,715
Veterans Memorial Arena	-	-	-	-	-	-
Special Bonded Debt	48,396	-	2,971	10,282	-	-
Special Bonded Debt-BJP	-	-	-	-	-	-
NON-MAJOR FUNDS						
Baseball Stadium	-	-	-	-	590	-
Performing Arts	438	-	-	-	107	-
Convention Center	943	-	-	-	-	-
Equestrian Center	-	-	-	-	562	-
Special Revenue	27,070	-	-	-	-	-
Better Jacksonville Plan	-	-	-	-	-	-
General Capital Projects	2,623	1,243	-	392	-	-
Grant Capital Projects	50	-	-	-	-	-
Non Major Debt	-	-	-	-	-	-
Internal Service	1,474	-	-	-	-	-
	<u>\$ 89,065</u>	<u>\$ 1,243</u>	<u>\$ 2,971</u>	<u>\$ 10,974</u>	<u>\$ 1,441</u>	<u>\$ 5,715</u>

Transfers between funds are made in the normal course of operations and are for the operational support of the fund receiving the transfer. In fiscal year 2013 transfers in support of Debt Service funds were 67% of total transfers. A large portion of the transfers out of the General Fund was in support of Non-Major Governmental funds including the Jacksonville Childrens Commission, Technology Recording Fees, Cecil Field Commerce Center and Community Service Grant funds. Transfers from the General Fund include support of Major Enterprise funds, Storm Water and EverBank Field. Other support from the General Fund include transfers to Tax Increment in support of debt service and transfers for Economic Revitalization. Non Major Enterprise funds which include the Baseball Stadium, the Performing Arts Center, the Convention Center, and the Equestrian Center received support from a combination of General Fund, the Veteran's Memorial Arena.

TRANSFERS OUT

NON-MAJOR FUNDS

Baseball Stadium	Performing Arts	Convention Center	Equestrian Center	Special Revenue	Grant Capital Projects	Internal Service	Total
\$ 40	\$ 102	\$ 100	\$ 64	\$ 6,763	\$ 922	\$ 692	\$ 9,165
-	-	-	-	-	-	-	1,557
-	-	-	-	-	-	-	12,229
-	-	-	-	3,579	-	-	3,579
-	-	-	-	11,612	-	-	73,261
-	-	-	-	60,101	-	-	60,101
-	-	-	-	950	-	-	1,540
-	-	-	-	-	-	-	545
-	-	-	-	-	-	-	943
-	-	-	-	-	-	-	562
-	-	-	-	214	-	-	27,284
-	-	-	-	5,150	-	-	5,150
-	-	-	-	2,786	187	-	7,231
-	-	-	-	-	-	-	50
-	-	-	-	847	-	-	847
-	-	-	-	-	-	-	1,474
\$ 40	\$ 102	\$ 100	\$ 64	\$ 92,002	\$ 1,109	\$ 692	\$ 205,518

CITY OF JACKSONVILLE, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

7 INTERFUND RECEIVABLES, PAYABLES, ADVANCES, AND TRANSFERS

A summary of interfund balances follows. (in thousands)

	<u>DUE FROM OTHER FUNDS</u>	<u>DUE TO OTHER FUNDS</u>			
		Total	EverBank Field	Veterans Memorial Arena	Non Major Enterprise
MAJOR FUNDS:					
General Fund	5,728	17	1	848	4,862
NON MAJOR FUNDS:					
Enterprise	29			29	
TOTAL	<u>5,757</u>	<u>17</u>	<u>1</u>	<u>877</u>	<u>4,862</u>

The purpose of the Due To/From is to provide temporary interfund loans for regular operations

<u>ADVANCES TO OTHER FUNDS</u>	<u>AMOUNT</u>	<u>ADVANCES FROM OTHER FUNDS</u>
NON-MAJOR FUNDS:		
Internal Service Funds		
Self Insurance	5,536	General Projects-Loan for Redevelopment Agreement
TOTAL	<u>5,536</u>	

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

7. INTERFUND RECEIVABLES, PAYABLES, ADVANCES, AND TRANSFERS (continued)

During fiscal year 1999, the self-insurance fund advanced \$14,000,000 to the capital projects fund for the purpose of fulfilling City obligations under a redevelopment agreement for a new 900-room hotel with substantial convention and business spaces. The total capital investment for the project was \$126.0 million. The City Council passed an ordinance to treat the funding from the self-insurance fund as a loan which will be repaid from general fund revenues commencing on May 1, 2000 in equal annual installments over 20 years, plus simple interest of 4.4%. The balance of this advance was \$5,536,146 at September 30, 2013.

In fiscal year 2003, the City passed an ordinance to enter into a redevelopment agreement with Vestcor Companies and its subsidiaries for the redevelopment of the Lynch Building as a City historic landmark. In fiscal year 2003, the City used internal self-insurance funds, in an amount of \$17,816,000, to provide permanent financing for the Lynch Building project. The self-insurance fund will be repaid on an annual basis with funds from the Northbank Downtown Tax Increment District. The terms of the repayment are a 30-year amortization, with a 20-year term at a fixed interest rate of 6% per year. Annual payments are \$1,294,313 which includes both principal and interest with a balloon payment of \$8,290,400 at the end of the 20-year period. The balance of the loan at September 30, 2013 was \$12,426,851 which is recorded in the Self Insurance Fund as other receivables noncurrent.

Vestcor will repay the City an amount of \$17,816,000 to the Downtown Economic Development fund as created by ordinance 2000-1079-E. The terms of the repayment is a 40-year amortization, with a 20-year term at a fixed interest rate of 1.525% per year. Annual principal and interest payments were initially scheduled for \$595,248, but were reduced to interest-only payments for the three year period beginning March 1, 2010. The deferred principal payments were added to the balloon payment, which is now \$11,389,033 due on July 1, 2023. The balance of the loan at September 30, 2013 was \$15,394,692 which is recorded in the Office of Economic Development within the General Fund.

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS

A. Bonds and loans outstanding:

The bonds and loans outstanding as of September 30, 2013 are as follows (in thousands):

GOVERNMENTAL ACTIVITIES:	<u>Amount Issued</u>	<u>Amount Outstanding</u>	<u>Remaining Coupon Rates</u>	<u>True Interest Cost ⁽¹⁾</u>
Revenue Bonds Supported by General Fund:				
Excise Taxes Revenue Bonds:				
Series 1993	\$ 43,605	\$ 3,865	6.300%	6.292%
Series 2002A	56,685	3,030	5.500%	4.270%
Series 2003C (AMT)	34,540	20	4.125%	4.915%
* Series 2005A	42,820	40,675	3.750-5.000%	4.685%
Series 2006A	36,540	33,750	3.625-5.000%	4.559%
Series 2006B (AMT)	9,255	5,935	4.000%	4.169%
Series 2006C	23,555	19,180	5.040-5.220%	5.228%
Series 2007	42,245	36,970	4.000-5.000%	4.534%
Series 2009A	39,585	36,515	3.000-5.000%	4.399%
* Series 2009B	18,535	13,725	5.000%	3.035%
* Series 2009C (ATM)	2,275	1,005	4.000-5.000%	3.281%
Local Government Sales Tax Revenue Bonds:				
Series 2001	103,725	47,430	5.500%	4.571%
Capital Project Revenue Bonds:				
* Series 2008A	67,037	60,976	Variable, assumed 3.80%	N/A
* Series 2008B	67,037	60,976	Variable, assumed 2.89%	N/A
Special Revenue Bonds				
* Series 2009C-1	30,170	13,170	4.000-5.250%	2.509%
* Series 2009C-2 (Taxable BABS)	10,995	10,995	4.240-4.990% (taxable)	3.111%
* Series 2010A	48,000	30,452	3.250-5.000%	2.737%
* Series 2011A	76,500	76,500	5.000-5.250%	4.674%
* Series 2012B	2,850	2,850	1.120%	1.119%
* Series 2012C	183,058	183,058	3.000-5.000%	2.537%
Series 2012D	11,840	11,840	3.000-5.000%	1.573%
Series 2012E	34,340	34,340	1.164-2.372% (taxable)	1.875%
* Series 2013A	27,175	27,175	4.250-5.000%	4.885%
Total Revenue Bonds Supported by General Fund	\$ 1,012,367	\$ 754,432		
Notes Payable Supported by General Fund:				
U.S. Government Guaranteed:				
Series 1995 (Coach)	\$ 3,845	\$ 485	5.190% (taxable)	N/A
Series 2010 (Hilton Hotel)	2,850	600	1.800-2.200% (taxable)	N/A
Series 2010 (La Villa)	1,700	385	1.800-2.660% (taxable)	N/A
Series 2010 (Armor Holdings)	775	240	1.800-2.660% (taxable)	N/A
Series 2010 (Hampton Inns)	550	130	1.800-2.200% (taxable)	N/A
Total Notes Payable Supported by General Fund	\$ 9,720	\$ 1,840		
Total Bonds and Notes Supported by General Fund	\$ 1,022,087	\$ 756,272		

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

A. Bonds and loans outstanding (continued)

	Amount Issued	Amount Outstanding	Remaining Coupon Rates	True Interest Cost ⁽¹⁾
Special Revenue (Covenant) Bonds Payable from Internal Service Operations:				
Special Revenue Bonds (\$163,215 authorized but unissued):				
Series 2008	\$ 54,215	\$ 45,625	3.500-5.625%	4.966%
* Series 2009C-1	40,160	15,975	4.000-5.000%	2.509%
* Series 2009C-2 (taxable BABs)	26,315	26,315	4.240-4.990% (taxable)	3.111%
* Series 2010A	46,945	44,573	3.250-5.000%	2.737%
Series 2010C-1	27,205	27,205	5.000%	2.763%
* Series 2011A	32,380	31,140	3.000-5.250%	4.674%
Series 2012A	4,040	4,040	1.120%	1.119%
* Series 2012B	3,470	3,470	1.120%	1.119%
* Series 2013A	26,860	26,860	2.000-5.250%	4.885%
Series 2013B	35,145	35,145	0.540-4.643% (taxable)	3.469%
	<u>\$ 296,735</u>	<u>\$ 260,348</u>		
Notes Payable from Internal Service Operations:				
Commercial Paper Notes	\$ 137,125	\$ 13,240	Variable, assumed 5.22%	N/A
	<u>\$ 433,860</u>	<u>\$ 273,588</u>		
Revenue Bonds Supported by BJP Revenues:				
Transportation Sales Tax Revenue Bonds:				
Series 2007	\$ 100,675	\$ 85,080	4.750-5.000%	4.745%
Series 2008A	154,535	151,835	Variable, assumed 3.96%	N/A
Series 2008B	121,740	98,720	Variable, assumed 4.21%	N/A
Series 2012A	151,660	151,660	4.000-5.000%	4.324%
Series 2012B	57,730	57,730	2.000-5.000%	3.076%
Infrastructure Sales Tax Revenue Bonds:				
* Series 2003	158,416	4,121	3.800%	4.715%
Series 2008	105,470	93,485	4.000-5.000%	4.626%
Series 2011	79,220	73,970	2.000-5.000%	3.615%
* Series 2012	238,570	238,570	2.000-5.000%	3.910%
* Series 2012A	41,095	41,095	5.000%	3.773%
	<u>\$ 1,209,111</u>	<u>\$ 996,266</u>		
Special Revenue (Covenant) Bonds Supported by BJP Revenues:				
Special Obligation Bonds:				
Series 2009B-1A	\$ 52,090	\$ 49,590	3.000-5.000%	4.006%
Series 2009B-1B (taxable BABs)	55,925	55,925	6.259% (taxable)	6.341%
Series 2010B	100,205	77,090	5.000%	2.282%
Series 2011B	86,600	79,600	3.000-5.000%	2.953%
Series 2013C	31,565	31,565	5.250%	2.953%
	<u>\$ 326,385</u>	<u>\$ 293,770</u>		

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

A. Bonds and loans outstanding (continued)

	Amount Issued	Amount Outstanding	Remaining Coupon Rates	True Interest Cost ⁽¹⁾
Notes Payable Supported by BJP Revenues:				
State of Florida Infrastructure Bank:				
Series 2005	\$ 40,000	\$ 23,397	2.000%	1.901%
Series 2007	48,698	28,914	2.500%	2.456%
	<u>\$ 88,698</u>	<u>\$ 52,311</u>		
Total Notes Payable Supported by BJP Revenues	<u>\$ 88,698</u>	<u>\$ 52,311</u>		
Total Bonds and Notes Supported by BJP Revenues	<u>\$ 1,624,194</u>	<u>\$ 1,342,347</u>		
Total Governmental Activities	<u>\$ 3,080,141</u>	<u>\$ 2,372,207</u>		

BUSINESS-TYPE ACTIVITIES:

Revenue Bonds Supported by Business-Type Activities:

Excise Taxes Revenue Bonds:				
* Series 2005A	\$ 2,000	\$ 2,000	4.250-5.000%	4.685%
* Series 2009B	10,475	6,420	4.000-5.000%	3.035%
* Series 2009C (AMT)	21,455	13,255	3.000-5.000%	3.281%
Capital Project Revenue Bonds:				
* Series 2008A	248	214	Variable, assumed 3.80%	N/A
* Series 2008B	248	214	Variable, assumed 2.89%	N/A
Infrastructure Sales Tax Revenue Bonds:				
* Series 2003	52,634	1,369	3.800%	4.715%
* Series 2012	41,480	41,480	4.125-5.000%	3.910%
* Series 2012A	73,795	73,795	5.000%	3.773%
Capital Improvement Revenue Bonds:				
Series 2012	118,005	118,005	2.000-5.000%	2.642%
Special Obligation Bonds:				
* Series 2012C	922	922	5.000%	4.821%
Total Business-Type Activities	<u>\$ 321,262</u>	<u>\$ 257,674</u>		

COMPONENT UNITS (Note 8N):

Bond and notes payable:	
JEA	\$ 5,635,989
JPA	216,270
Total Component Unit bonds and notes payable	<u>\$ 5,852,259</u>

* Indicates individual bond series that were issued in support of both Governmental Activities and Business-Type Activities.

(1) True Interest Cost (TIC) is the actual cost of financing debt and refers to the overall rate of interest to be paid over the life of the bonds, factoring in coupon interest, any premium or discounts, and the time value of money.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

B. Debt Service Requirements to Maturity:

The Debt service requirements to maturity on long-term obligations at September 30, 2013 are as follows (in thousands). The amounts reported include designated maturities established by management as discussed below and there can be no assurance that the stated debt maturities can be revised in accordance with management’s plan. The table also does not reflect any accelerated amortizations that may result under the term out provisions as discussed in Note 8G.

Fiscal Year Ending September 30	Bonds and Notes Payable from Governmental Activities				Bonds Payable from Business-type Activities		Principal and Interest- Primary Government	Component Units	
	Supported by General Revenues and Internal Service Funds		Supported by BJP Revenues		Enterprise Funds			Principal	Interest
	Principal	Interest	Principal	Interest	Principal	Interest			
2014	\$ 58,531	\$ 45,468	\$ 46,288	\$ 59,947	\$ 9,776	\$ 12,048	\$ 232,058	\$ 248,162	\$ 107,206
2015	57,366	45,165	51,640	58,808	9,693	11,699	234,371	298,100	211,542
2016	60,946	42,890	54,799	56,624	10,202	11,335	236,796	223,826	200,260
2017	65,656	36,362	60,201	54,060	10,819	10,921	238,019	231,596	191,639
2018	68,663	32,539	48,271	51,876	5,722	10,551	217,622	223,173	182,720
2019-2023	265,580	130,408	303,993	220,122	31,735	48,670	1,000,508	1,091,101	773,273
2024-2028	176,844	84,359	403,010	136,773	71,696	37,081	909,763	1,014,569	570,200
2029-2033	183,006	43,417	340,190	38,489	107,994	9,341	722,437	977,563	391,277
2034-2038	65,288	12,488	33,955	4,410	37	1	116,179	1,041,600	214,127
2039-2043	27,980	2,645	-	-	-	-	30,625	478,105	48,994
2044-2048	-	-	-	-	-	-	-	24,464	2,116
Totals	\$ 1,029,860	\$ 475,741	\$ 1,342,347	\$ 681,109	\$ 257,674	\$ 151,647	\$ 3,938,378	\$ 5,852,259	\$ 2,893,354

The City’s Covenant Bond program allows for the issuance of debt which has both a stated maturity date, which is the initial maturity for a bond, and a designated maturity, which reflects the City’s intended amortization to maturity. The table of debt service requirements to maturity above is prepared using designated maturities reflecting the City’s intended re-amortization to maturity. At each stated maturity the City can retire the maturing amount in whole or in part, or refund the maturing bonds as a part of its annual capital borrowing into another stated maturity, variable rate debt, or fixed rate debt amortized to maturity as determined by then market conditions.

A comparison of the stated maturity debt and designated maturity debt outstanding at fiscal year end are shown in the tables below (in thousands).

Fiscal Year Ending September 30	by Stated Maturity							
	Supported by General Revenue and Internal Service Funds				Supported by BJP Revenues			Total All Programs
	Series 2009C	Series 2010A	Series 2012B	Total	Series 2010B	Series 2011B	Total	
2014	-	-	-	-	-	-	-	-
2015	-	-	-	-	-	-	-	-
2016	\$ 7,345	\$ 4,950	-	\$ 12,295	\$ 7,705	\$ 7,000	\$ 14,705	\$ 27,000
2017	-	6,200	\$ 6,295	12,495	7,705	10,175	17,880	30,375
2018	-	6,200	-	6,200	7,715	10,175	17,890	24,090
2019	-	6,160	-	6,160	7,715	10,175	17,890	24,050
2020	-	-	-	-	7,715	10,175	17,890	17,890
2021	-	-	-	-	7,715	10,175	17,890	17,890
Total by Series	\$ 7,345	\$ 23,510	\$ 6,295	\$ 37,150	\$ 46,270	\$ 57,875	\$ 104,145	\$ 141,295

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

B. Debt Service Requirements to Maturity: (continued)

Fiscal Year Ending September 30	by Designated Maturity							
	Supported by General Revenue and Internal Service Funds				Supported by BJP Revenues			Total All Programs
	Series 2009C	Series 2010A	Series 2012B	Total	Series 2010B	Series 2011B	Total	
2022	-		\$ 2,065	\$ 2,065	\$ 7,705	\$ 6,130	\$ 13,835	\$ 15,900
2023	-		2,165	2,165	7,710	6,375	14,085	16,250
2024	\$ 205		2,065	2,270	7,710	6,630	14,340	16,610
2025	2,385			2,385	7,710	6,895	14,605	16,990
2026	2,510	\$ 3,125		5,635	7,710	7,170	14,880	20,515
2027	2,245	3,280		5,525	7,710	7,460	15,170	20,695
2028	-	3,440		3,440	15	7,755	7,770	11,210
2029	-	3,615		3,615	-	8,070	8,070	11,685
2030	-	3,800		3,800	-	1,390	1,390	5,190
2031	-	1,820		1,820			-	1,820
2032	-	1,910		1,910			-	1,910
2033	-	2,005		2,005			-	2,005
2034	-	515		515			-	515
Total by Series	\$ 7,345	\$ 23,510	\$ 6,295	\$ 37,150	\$ 46,270	\$ 57,875	\$ 104,145	\$ 141,295

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

C. Changes in Long-Term Liabilities:

Changes in long-term liabilities for the fiscal year ended September 30, 2013 are as follows (in thousands):

	Balance October 1, 2012	Additions	Reductions	Balance September 30, 2013	Due within one year
Governmental Activities:					
Debt activity supported by general revenues:					
Revenue bonds	\$ 828,572	\$ 256,413	\$ 330,553	\$ 754,432	\$ 34,454
Notes payable	2,875	-	1,035	1,840	1,055
Debt activity - general revenues	<u>831,447</u>	<u>\$ 256,413</u>	<u>331,588</u>	<u>756,272</u>	<u>\$ 35,509</u>
Bonds/notes payable - Banking Fund					
Special revenue (covenant) bonds	245,823	62,005	47,480	260,348	14,373
Notes payable	27,990	-	14,750	13,240	8,650
Debt activity - internal service funds	<u>273,813</u>	<u>62,005</u>	<u>62,230</u>	<u>273,588</u>	<u>23,023</u>
Debt activity - general revenues and internal service	<u>1,105,260</u>	<u>318,418</u>	<u>393,818</u>	<u>1,029,860</u>	<u>58,532</u>
Debt activity supported by BJP revenue:					
Revenue bonds - BJP	1,021,447	-	25,181	996,266	38,506
Special revenue (covenant) bonds - BJP	293,820	31,565	31,615	293,770	2,525
Notes payable - BJP	57,447	-	5,136	52,311	5,256
Debt activity - BJP	<u>1,372,714</u>	<u>31,565</u>	<u>61,932</u>	<u>1,342,347</u>	<u>46,287</u>
Total governmental activities	<u>2,477,974</u>	<u>349,983</u>	<u>455,750</u>	<u>2,372,207</u>	<u>104,819</u>
Deferred amounts:					
Loss on Advance Refunding	(2,028)	-	(631)	(1,397)	-
Issuance premiums	116,378	42,911	10,208	149,081	-
Issuance discounts	(2,695)	(159)	(155)	(2,699)	-
Total deferred amounts	<u>111,655</u>	<u>42,752</u>	<u>9,422</u>	<u>144,985</u>	<u>-</u>
Accrued Compensated Absences	59,640	34,559	35,845	58,354	17,505
Estimated Liability for Self-Insured Losses	97,147	25,488	25,200	97,435	25,218
Pollution Remediation	166,352	-	2,396	163,956	2,000
Other Post - Employment Benefits	32,935	8,734	-	41,669	-
Miscellaneous long-term obligations	5	-	-	5	-
Governmental activity long-term obligations	<u>\$ 2,945,708</u>	<u>\$ 461,516</u>	<u>\$ 528,613</u>	<u>\$ 2,878,611</u>	<u>\$ 149,542</u>

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

C. Debt Service Requirements to Maturity: (continued)

	Balance October 1, 2012	Additions	Reductions	Balance September 30, 2013	Due within one year
Business-Type Activities:					
Revenue Bonds	\$ 287,423	\$ 118,927	\$ 148,676	257,674	\$ 9,776
Less: Unamortized Discount/Premium and, Deferred Loss on Advance Refunding	13,356	23,570	693	36,233	-
Total Revenue Bonds, less Unamortized Discount/Premium and, Deferred Loss on Advance Refunding	\$ 300,779	\$ 142,497	\$ 149,369	\$ 293,907	\$ 9,776
Accrued Compensated Absences	1,360	1,051	998	1,413	424
Liability for Landfill Closure and Post Closure Care	60,645	1,981	1,200	61,426	-
Picketville Waste Site	405	-	72	333	-
Other Post - Employment Benefits	1,237	369	-	1,606	-
Loans payable - Banking Fund	18,909	-	1,477	17,432	1,549
Business-type activity long-term obligations	<u>\$ 383,335</u>	<u>\$ 145,898</u>	<u>\$ 153,116</u>	<u>\$ 376,117</u>	<u>\$ 11,749</u>
Component Unit Activities:					
Bonds and notes payable:					
JEA	\$ 5,952,249	\$ 802,940	\$ 1,119,200	\$ 5,635,989	\$ 239,032
JPA	243,977	-	27,707	216,270	9,817
Other long-term obligations	14,051	222	1,480	12,793	1,366
Component unit activity long-term obligations	<u>\$ 6,210,277</u>	<u>\$ 803,162</u>	<u>\$ 1,148,387</u>	<u>\$ 5,865,052</u>	<u>\$ 250,215</u>

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CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

8. LONG-TERM OBLIGATIONS (continued)

D. Reconciliation of debt issued to financial reporting classifications:

Certain of the City's bonds issued in a single transaction are for assets acquired or constructed for both governmental and business-type activities. As a result, the financial statements report debt outstanding and the related debt service for that combined transaction in both governmental and business-type activities in the relative proportion of the cost of the underlying assets acquired or constructed. When individual business-type revenues are not sufficient to pay for operations inclusive of allocated debt service, interfund transfers are made in amounts to address the shortfall. The following table shows the original combined issue amount and where the debt is reported (in thousands).

Bond Series	Original Amount Issued	Outstanding debt reported in		Total Amount Outstanding
		Governmental Activities	Business-type Activities	
Excise Tax Revenue Bonds:				
Series 2005A	\$ 44,820	\$ 40,675	\$ 2,000	\$ 42,675
Series 2009B	29,010	13,725	6,420	20,145
Series 2009C	23,730	1,005	13,255	14,260
Capital Projects Revenue Bonds:				
Series 2008A	67,285	60,976	214	61,190
Series 2008B	67,285	60,976	214	61,190
BJP Infrastructure Sales Tax Revenue Bonds:				
Series 2003	211,050	4,121	1,369	5,490
Series 2012	280,050	238,570	41,480	280,050
Series 2012A	114,890	41,095	73,795	114,890
Special Revenue Bonds:				
Series 2012C	183,980	183,058	922	183,980

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

E. Pledged Revenues:

The City has formally committed to secure certain debt issued by the City with specific future revenues. A summary of those debt issues and the related pledged revenues follows. The detailed listing of individual series by pledge source is included in Note 8A.

	<u>Range of remaining term</u>	<u>Approximate future principal and interest</u>	<u>Current year revenue received</u>	<u>Current year principal and interest</u>	<u>Principal and interest as % of revenue</u>
Excise Taxes:	2013 - 2034	\$323,589,699	\$125,091,418	\$32,354,900	25.87%
Local Government					
1/2 Cent Sales Tax:	2018	\$54,743,901	\$77,656,521	\$11,891,162	15.31%
JEA Charter Revenues					
(Capital Project Bonds):	2034	\$174,024,452	\$106,687,538	\$7,252,149	6.80%
(Better Jacksonville)					
Transportation Sales Tax:	2022 - 2037	\$843,877,881	\$78,686,718	\$44,155,760	56.12%
Better Jacksonville					
(Infrastructure) Sales Tax:	2014 - 2030	\$868,359,259	\$68,530,514	\$46,940,803	68.50%
with SIB Loans:	2014 - 2030	\$926,883,358	\$68,530,514	\$53,388,203	77.90%
Sports Facilities Capital					
Improvement Revenues:	2020 - 2030	\$175,947,100	\$19,458,861	\$9,233,450	47.45%

Excise Taxes - Bonds have been issued to fund citywide capital projects, and are supported by a pledge against the proceeds of the Utilities Services Taxes and the Occupational License Taxes.

Local Government 1/2 Cent Sales Tax - Bonds have been issued to fund the River City Renaissance program and various citywide capital improvements, and are supported by a pledge against the proceeds of the local government half-cent sales tax.

JEA Charter Revenues (Capital Project Bonds) - Bonds have been issued to fund drainage and general capital programs, and are supported by a pledge against the JEA Contribution, which is annually appropriated to the City from available Electric and Water & Sewer revenues.

(Better Jacksonville) Transportation Sales Tax - Bonds have been issued to fund acquisition and construction of road, bridge, drainage and other transportation projects, and are supported by a pledge against the discretionary half-cent Transportation Sales Tax and Gas Tax.

Better Jacksonville (Infrastructure) Sales Tax - Bonds have been issued to fund the acquisition and construction of capital projects constituting part of the Better Jacksonville Plan, and are supported by a pledge against the discretionary half-cent Infrastructure Sales Tax.

Sports Facilities Capital Improvement Revenues - Bonds have been issued to fund renovations to the Municipal Stadium, and are supported by a pledge against the proceeds of Franchise Fees, 15% of the Communications Services Taxes, Sports Facility Sales Tax Rebates, Convention Development Taxes and the Sports Facilities Tourist Development Taxes.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

F. New Indebtedness Issued:

On December 13, 2012, the City closed on the sale of \$183,980,000 Special Revenue Refunding Bonds, Series 2012C. The 2012C bonds have a true interest cost of 2.537% and an average coupon of 4.922% with a mandatory sinking schedule beginning October 1, 2013 and a maturity date of October 1, 2032. The proceeds of the 2012C bonds were used to current refund the City's Excise Taxes Revenue Bonds, Series 2001B (\$38,895,000), Excise Taxes Revenue Bonds, Series 2002B (\$48,315,000), Guaranteed Entitlement Refunding Bonds, Series 2002 (\$92,185,000), Sales Tax Revenue Bonds, Series 1996 (\$3,700,000) and Local Government Sales Tax Refunding Bonds, Series 2002 (\$36,155,000). The issuance provided net proceeds of \$182,729,186, which includes underwriter's discounts and costs of issuance totaling \$1,250,814 and a premium of \$37,781,048.

On December 13, 2012, the City closed on the sale of \$11,840,000 Special Revenue Refunding Bonds, Series 2012D. The 2012D bonds have a true interest cost of 1.573% and an average coupon rate of 4.827% with a mandatory sinking schedule beginning October 1, 2013 and a maturity date of October 1, 2023. The proceeds of the 2012D bonds were used to current refund the City's Excise Taxes Revenue Bonds, Series 2003A (\$13,775,000). The issuance provided net proceeds of \$11,761,724, which is inclusive of underwriter's discounts and costs of issuance totaling \$78,276 and a bond premium of \$2,136,049.

On December 13, 2012, the City closed on the sale of \$34,340,000 Special Revenue Refunding Bonds, Taxable Series 2012E. The 2012E bonds have a true interest cost of 1.875% and an average coupon rate of 1.880% with a mandatory sinking schedule beginning October 1, 2016 and a maturity date of October 1, 2020. The proceeds of the 2012E bonds were used to current refund the City's Excise Taxes Revenue Bonds, Series 2003C (\$32,450,000). The issuance provided net proceeds of \$34,113,664, which is inclusive of underwriter's discounts and costs of issuance totaling \$226,336. As a result of the refunding, aggregate debt service payments over the remaining life of the 2012C bonds, the 2012D bonds and the 2012E bonds, together, were reduced by \$58,357,989, which provided a net economic gain (calculated as the difference between the net present values of the old and new debt service payments) of \$51,871,435, or 19.54%.

On December 13, 2012, the City closed on the sale of \$118,005,000 Capital Improvement Refunding Revenue Bonds, Series 2012. The 2012 bonds have a true interest cost of 2.642% and an average coupon rate of 4.878% with a mandatory sinking schedule beginning October 1, 2013 and a maturity date of October 1, 2030. The proceeds of the 2012 bonds were used to current refund the City's Capital Improvement Revenue Bonds, Series 1997 (\$5,220,000), Capital Improvement Revenue and Refunding Bonds, Series 1998 (\$34,135,000), Capital Improvement Revenue Bonds, Series 2002A (\$25,225,000), Capital Improvement and Refunding Revenue Bonds, Crossover Series 2002B (\$20,405,000) and Capital Improvement and Refunding Revenue Bonds, Crossover Series 2002C (\$51,000,000). The issuance provided net proceeds of \$117,131,449, which is inclusive of underwriter's discounts and costs of issuance totaling \$873,551.

CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

8. LONG-TERM OBLIGATIONS (continued)
F. New Indebtedness Issued: (continued)

As a result of the refunding, aggregate debt service payments over the remaining life of the 2012 bonds were reduced by \$28,946,535, which provided a net economic gain (calculated as the difference between the net present values of the old and new debt service payments) of \$28,256,926 (which includes additional gains from the release of debt service reserve funds), or 20.78%. The 2012 Bonds are a Business-Type activity debt obligation.

On September 16, 2013, the City closed on the sale of \$54,035,000 Special Revenue and Refunding Bonds, Series 2013A. The 2013A bonds have a true interest cost of 4.885% and an average coupon rate of 5.052% with a mandatory sinking schedule beginning October 1, 2014 and a maturity date of October 1, 2040. The proceeds of the 2013A bonds were used to i) finance the acquisition of various capital projects (\$16,275,000), ii) current refund a portion of the City's Special Revenue Bonds, Series 2009C-1 (\$6,530,000) and a portion of the Special Revenue Bonds, Series 2010A (\$5,765,000) and iii) advance refund a portion of the City's Special Revenue Bonds, Series 2009C-1 (\$13,750,000) and a portion of the Special Revenue Bonds, Series 2010A (\$10,840,000), each previously issued as medium-term notes. The 2009C-1 bonds and 2010A bonds were not refunded for an economic gain. The refunding was undertaken to refinance, or "roll" the stated portions of the 2009C-1 and 2010A bonds to their scheduled Designated Maturities. The issuance provided net proceeds of \$53,616,823, which is inclusive of underwriter's discounts and costs of issuance totaling \$418,177 and a bond premium of \$1,210,280.

On September 16, 2013, the City closed on the sale of \$35,145,000 Special Revenue and Refunding Bonds, Taxable Series 2013B. The 2013B bonds have a true interest cost of 3.469% and an average coupon rate of 3.442% with a mandatory sinking schedule beginning October 1, 2014 and a maturity date of October 1, 2026. The proceeds of the 2013B bonds were used to i) finance the acquisition of the Jake M. Godbold City Hall Annex (\$14,420,000) and ii) current refund the City's Special Revenue Bonds, Taxable Series 2009A (\$23,947,000), previously issued as medium-term notes. The 2009A bonds were not refunded for an economic gain. The refunding was undertaken to refinance, or "roll" the stated portions of the 2009A bonds to their scheduled Designated Maturities. The issuance provided net proceeds of \$34,888,663, which is inclusive of underwriter's discounts and costs of issuance totaling \$256,337.

On September 16, 2013, the City closed on the sale of \$31,565,000 Special Revenue Refunding Bonds, Series 2013C. The 2013C bonds have a true interest cost of 4.821% and an average coupon rate of 5.250% with a mandatory sinking schedule beginning October 1, 2027 and a maturity date of October 1, 2030. The proceeds of the 2013C bonds were used to i) current refund a portion of the City's Special Revenue Bonds, Series 2010B (\$7,705,000) and ii) advance refund a portion of the City's Special Revenue Bonds, Series 2010B (\$15,410,000) and a portion of the Special Revenue Bonds, Series 2011B (\$7,000,000), each previously issued as medium-term notes. The 2010B bonds and 2011B bonds were not refunded for an economic gain. The refunding was undertaken to refinance, or "roll" the stated portions of the 2010B and 2011B bonds to their scheduled Designated Maturities.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)
F. New Indebtedness Issued: (continued)

The issuance provided net proceeds of \$31,305,511, which is inclusive of underwriter's discounts and costs of issuance totaling \$259,489 and a bond premium of \$1,625,039.

G. Demand Bonds Issued by the City:

Each series of demand bonds listed below meets the criteria for inclusion as long term debt of the City.

\$154,535,000 Transportation Revenue Bonds, Series 2008A:

Bond Terms - The Series 2008A Transportation Bonds (the Bonds) are uninsured variable rate demand bonds which mature and are remarketed every seven days at a reset interest rate.

Liquidity Agreement Terms - Liquidity for the Bonds is provided by a Standby Bond Purchase Agreement (the Agreement) with JPMorgan Chase Bank (the Bank) dated April 1, 2008 and expiring July 18, 2014.

Terms of Take Out - The Agreement contains a mandatory purchase provision requiring the Bank to purchase the Bonds if the Agreement is not replaced or renewed by the expiration date. If the Bonds were to be purchased by the Bank, then the City would be required to amortize the balance of the Bonds (\$150,485,000 as of the current termination date) over 12 equal quarterly installments beginning 180 days after the date of purchase. In the unlikely event the take out provisions went into effect, the City would have the options of: remarketing, negotiating a direct placement, refunding or redeeming, or adopting the installments. If the City elected to increase the installments, the annual principal requirements for this bond issue as presented in the table under Note 8B would increase between \$ 12 to \$ 38 million for fiscal years 2015-2018.

As of September 30, 2013, there were no advances outstanding or bank bonds held under this Agreement.

\$67,285,000 Capital Projects Bonds, Series 2008A:

Bond Terms - The Series 2008A Capital Projects Bonds (the Bonds) are uninsured variable rate demand bonds which mature and are remarketed every seven days at a reset interest rate.

Liquidity Agreement Terms - Liquidity for the Bonds is provided by a Letter of Credit and Reimbursement Agreement (the Agreement) with the Bank of America (the Bank) dated July 1, 2008 and expiring July 15, 2014.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

G. Demand Bonds Issued by the City: (continued)

Terms of Take Out - The Agreement contains a mandatory purchase provision requiring the Bank to purchase the Bonds if the Agreement is not replaced or renewed by the expiration date. If either i) the Bonds were to be purchased by the Bank or ii) the Bank extends an advance to the City under the Letter of Credit, then the City would be required to amortize the balance of the Bonds (\$57,570,000 as of the current termination date) over 10 equal semi-annual installments beginning 6 months after the date of purchase or advance. In the unlikely event the take out provisions went into effect, the City would have the options of: remarketing, negotiating a direct placement, refunding or redeeming, or adopting the installments. If the City elected to increase the installments, the annual principal requirements for this bond issue as presented in the table under Note 8B would increase by approximately \$ 9 million for fiscal years 2015-2019.

As of September 30, 2013, there were no advances outstanding or bank bonds held under this

H. Non-Asset Debt:

The City has issued debt for the benefit of its component units or other public use entities where the asset acquired or constructed will not be owned by the primary government. An expense is recorded by the City instead of a capital asset on the citywide statements, while the debt remains as a liability of the City. The following is a listing of the outstanding debt in the Governmental Activities that was issued for non-asset backed debt (in thousands):

<u>Excise Taxes Bonds</u>	<u>Entity or Purpose</u>	<u>Amount</u>
Series 1993 bonds	Jacksonville Port Authority	\$ 3,865
bonds	Shands Jacksonville Medical Center	39,725
bonds	Jacksonville Port Authority	34,340
 <u>Plan (BJP)</u>		
Series 2007	Jacksonville Transportation Authority (JTA) road projects	47,798
Series 2009	Jacksonville Transportation Authority (JTA) road projects	2,426
Series 2010	Jacksonville Transportation Authority (JTA) road projects	11,682
Series 2011	Jacksonville Transportation Authority (JTA) road projects	18,643
Series 2012	Jacksonville Transportation Authority (JTA) road projects	57,730
 <u>Infrastructure Bank</u>		
Loan #1	JTA road projects - BJP	23,397
Loan #2	JTA road projects - BJP	28,915
 <u>Other Bond Issues</u>		
Various	Misc. projects - BJP	71,801
Various	Misc. projects – other	46,031
 <u>Banking Fund Financed Projects</u>		
Various	Misc. projects – other	<u>53,393</u>
 TOTAL		 \$ 439,746

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

I. Defeased Debt:

The City has defeased certain serial bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements.

As of September 30, 2013, the city had legally defeased the following bond maturities (in thousands):

Issue	Refunded by	Principal Balance at September 30, 2013	Investment Balance with Escrow Agent at September 30, 2013 (a)
Sales Tax Revenue Bonds, Series 1996 (RCR)	Cash Refunded on October 10, 2002	\$14,535	\$15,314
Better Jacksonville Sales Tax Revenue Bonds, Series 2003	Better Jacksonville Sales Tax Refunding Revenue Bonds, Series 2012	\$79,560	\$81,445
Better Jacksonville Sales Tax Revenue Bonds, Series 2003	Better Jacksonville Sales Tax Refunding Revenue Bonds, Series 2012A	\$80,785	\$82,735
Excise Taxes Revenue Refunding Bonds, Series 2003C	Special Revenue Refunding Bonds, Taxable Series 2012E	\$32,450	\$33,262
Special Revenue Bonds, Series 2010B	Special Revenue Refunding Bonds, Series 2013C	\$23,115	\$26,694
Special Revenue Bonds, Series 2011B	Special Revenue Refunding Bonds, Series 2013C	\$7,000	\$10,386

(a) Source: Escrow Agent's Records (unaudited)

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

J. Derivative Instrument Payments and Hedged Debt:

The City has entered into two interest rate swaps structured as integrated hedges with the same amortization as the bonds resulting in synthetic fixed rate debt in the Better Jacksonville Plan financing. For purposes of credit, the swaps are secured by a pledge on the City's transportation sales tax and constitutional gas tax with a lien on parity to the bonds. The counterparty does not have the right to terminate these transactions unless a termination event occurs. The City retains the right to terminate the swap agreements at any time.

The City computed the actual synthetic rate for both swaps for the year ended September 30, 2013 by adding the net swap payments to the variable rate interest paid and dividing by the notional amount and determined that the actual synthetic rate fell within 90 to 111 percent of the swap fixed rate. Using the synthetic instrument method as detailed in GASB 53, the swap is deemed an effective hedging instrument and hedge accounting is applied.

The swap agreements require the City to post cash collateral when the negative market value of the swap exceeds \$25 million equal to the residual exposure. A lower credit rating will also increase the amount of collateral required. The table below summarizes the key elements of the swaps as of September 30, 2013. The fair values were obtained by the counter-parties' mark-to-market reports submitted to the City.

	SIFMA Index	67% LIBOR
	Transportation Revenue Refunding	Transportation Revenue Refunding
Bond Series	Bonds, Series 2008B ⁽¹⁾	Bonds, Series 2008B ⁽¹⁾
Counterparty (Rating)	Wells Fargo (Aa3)	Wells Fargo (Aa3)
Effective Date	July 1, 2003	September 30, 2004
Maturity Date	October 1, 2020	October 1, 2027
Notional Amount Outstanding	\$33,250,000	\$64,300,000
Variable Rate Received ⁽²⁾	0.119%	0.135%
Fixed Rate Paid	4.010%	3.455%
Change in Fair Value - Current Year	\$1,632,533	\$4,426,284
Underlying Fair Value at Fiscal Year End	(\$4,500,943)	(\$9,016,745)
Net Swap Interest	(\$1,293,791)	(\$2,134,842)

(1) On May 14, 2008, the Series 2008B bonds refunded the Series 2003 Transportation Revenue Bonds and Series 2004A Transportation Revenue Bonds. The 2008B bonds were issued as uninsured variable rate demand bonds, which were remarketed every 7 days. On October 23, 2012, the 2008B bonds were converted to a new IndexRate mode bearing interest at the rate of 67% of LIBOR plus an applicable spread. The 2008B bonds will not maintain liquidity support during the IndexRate mode period (initially three years).

(2) Weighted average of rates throughout the fiscal year.

Credit Risk - As of September 30, 2013, the City was not exposed to credit risk (the risk of economic loss due to a counterparty default on the swap agreements) because each had a negative fair value. However, should interest rates change and the fair values of the swaps become positive, the City would then be exposed to credit risk in the amount of the swap's fair value.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**8. LONG-TERM OBLIGATIONS (continued)
J. Derivative Instrument Payments and Hedged Debt (continued)**

Basis Risk - As of September 30, 2013, the swaps expose the City to basis risk (the risk of loss due to the mismatch in interest-earning assets and interest-incurring liabilities). The agreement dated July 1, 2003 calls for the City to pay a fixed rate and receive a variable payment based on the BMA index. If the fixed rate is greater than the rates on the BMA index the City will be liable for the difference. The agreement dated September 30, 2004 calls for the City to pay a fixed rate and receive a variable payment of 67% of the one month LIBOR rate. If the fixed rate is greater than the rates on the LIBOR index, the City will be liable for the difference.

Market Risk - As of September 30, 2013, the swaps expose the City to market risk (the risk of loss due to the pricing of the swap under the current economic environment) because each swap currently has a negative fair value. If the swaps were to be terminated under the current economic conditions, the City would be liable to the counterparty for a make-whole payment in the amount equal to the negative fair value.

Using rates as of September 30, 2013 and assuming the rates are unchanged for the remaining term of the bonds, the following table shows the debt service requirements and net swap payments for the City’s hedged variable rate bonds.

Fiscal Year Ending 9/30	Variable-Rate Bonds			Swap Interest Payments			Total Bonds and Swaps
	Principal	Interest	Total	Fixed Pay	Var. Received	Net Pay	
2014	\$ 5,615	\$ 188	\$ 5,803	\$ 3,349	\$ 95	\$ 3,254	\$ 9,057
2015	5,695	177	5,872	3,136	89	3,047	8,919
2016	5,955	166	6,121	2,914	83	2,831	8,952
2017	8,915	155	9,070	2,587	76	2,511	11,581
2018	8,990	138	9,128	2,248	68	2,180	11,308
2019-2023	37,450	435	37,885	6,551	222	6,329	44,214
2024-2028	26,100	153	26,253	1,829	66	1,763	28,016
2029-2033	-	-	-	-	-	-	-
	<u>\$98,720</u>	<u>\$1,412</u>	<u>\$100,132</u>	<u>\$22,614</u>	<u>\$699</u>	<u>\$21,915</u>	<u>\$122,047</u>

The above chart is based upon actual rates as of September 30, 2013. The bond and swap rates as of fiscal year end were as follows:

City of Jacksonville \$47,775,000 Transportation Revenue Bonds, Series 2003 (refunded by the Series 2008B bonds):

- The 7-day variable rate reset was 0.190%
- The BMA rate for swap receipts was 0.062%

City of Jacksonville \$80,275,000 Transportation Revenue Refunding Bonds, Series 2004A (refunded by the Series 2008B bonds):

- The 7-day variable rate reset was 0.190%
- The 67% of LIBOR rate for swap receipts was 0.122%

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

K. Conduit Debt:

The City issued certain conduit debt in the form of industrial development revenue bonds (IDB's) and private activity bonds (PAB's) to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. Conduit debt refers to certain limited-obligation revenue bonds or similar debt instruments issued by the City for the express purpose of providing capital financing for a specific nongovernmental third party. Although conduit debt bears the name of the City as issuer, it is collateralized by the resources provided by the loan with the third party on whose behalf they are issued. The City acts solely as a conduit issuer with respect to the debt.

Conduit debt is collateralized by the property financed and is payable solely from payments received on the underlying mortgage loans. Upon repayment of the IDB's and PAB's, ownership of the acquired facilities transfers to the private-sector entity on whose behalf the bonds were issued. None of the assets or revenues of the City are pledged to the payment of IDB's or PAB's and under the constitution and laws of Florida, the City may not legally pledge any of its revenues or assets to the payment thereof. Neither the City, the state, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2013, the City had \$437,568,601 IDB's and PAB's total principal outstanding. From time to time, certain issues of such conduit debt may be in default or under investigation as to tax-exempt status of interest on such debt, however, this has no effect on the City's financial position.

As of September 30, 2013, the City had a total of \$90,645,000 in conduit debt consisting of Jacksonville Housing Finance Authority (JHOFA), formerly Duval County Housing Finance Authority (DCHFA), Single Family and Multi-Family Bonds outstanding. The amount of Single Family Housing Revenue Bonds outstanding was \$11,135,000. The amount of Multi-Family Housing Bonds outstanding was \$79,510,000. Refunding of previous issues make up \$24,305,000 of the total amount outstanding.

As of September 30, 2013, additional conduit debt includes \$704,952,991 Jacksonville Health Facilities Authority (JHFA) Bonds outstanding.

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

8. LONG-TERM OBLIGATIONS (continued)

L. Interest Expense:

Total interest expense for the fiscal year ended September 30, 2013 was \$97.5 million for governmental activities and \$14.2 million for business-type activities.

M. Component Unit Long-Term Debt:

The long-term debt presentations for the major component units in Note 8A through Note 8C contains highly summarized data. Detailed debt presentations are available in each major component unit's separately issued financial report, which may be obtained from the finance offices below.

JEA
21 West Church Street
Jacksonville, Florida 32202

JPA
P.O. Box 3005
Jacksonville, Florida 32206-0005

JTA
100 North Myrtle Avenue
Jacksonville, Florida 32203

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

9. PENSION PLANS

The City sponsors two public employee retirement systems (PERS) administered by separate pension boards of trustees that provide retirement, death and disability benefits: the City of Jacksonville Retirement System (JRS) and the Police and Fire Pension Plan. Substantially all employees of the City participate in one of these two plans with less than 1% of City employees participating in the State of Florida Retirement System. The JRS is administered by a nine-member board of Trustees that makes recommendations to the City Council. The City Council is responsible for establishing or amending the pension plan provisions. The Police and Fire Plan is administered independently by a five-member board.

The JRS is a cost-sharing, multiple-employer, contributory defined benefit pension plan with a defined contribution alternative. JRS includes both the General Employees Pension Plan (GEPP) and the Corrections Officers Pension Plan (COPP). Effective October 1, 2009, the City added an employee choice defined contribution alternative to the defined benefit plan for all members of the GEPP. The City hired a third party administrator to assist employees with the management of their individual accounts within a number of investment options including model portfolios. All full-time City employees, the employees of JEA and the employees of JHA are eligible to participate in the GEPP upon employment. All certified Corrections Officers employed by the City are eligible to participate in the COPP upon employment. There are no separately issued financial statements for the City of Jacksonville Retirement System.

The Police and Fire Pension Plan is a single-employer contributory defined benefit pension plan covering all full-time certified police officers and firefighters employed by the City of Jacksonville Sheriff's Office and Fire and Rescue Department, respectively. The separately issued financial statements for the Police and Fire Pension Plan are available from Police and Fire Pension Fund, One West Adams Street, Suite 100, Jacksonville, FL 32202.

The City of Jacksonville Retirement System and Police and Fire Pension Plan are considered to be a part of the City's financial reporting entity, as discussed in Note 1.B. Effective for the fiscal year ending September 30, 1997, these PERS adopted GASB Statement No. 25, Financial Reporting for Defined Benefit Pension Plans, intended to provide information needed to assess (1) funding status of a PERS on a long-term, going-concern basis; (2) progress made in accumulating sufficient assets to pay benefits when due; and (3) whether employers are making actuarially determined contributions. The City also follows GASB Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, which require measurement and disclosure of an amount for annual pension cost on the accrual basis of accounting, regardless of the amount recognized as pension expenditures.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

9. PENSION PLANS (continued)

A. Summary of Significant Accounting Policies:

(1) **Basis of Accounting** -The City's pension trust financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contribution benefit payments and refunds are recognized when due and payable in accordance with the terms of each plan. The Florida Constitution requires plan contributions be made annually in amounts determined by an actuarial valuation stated as a percent of covered payroll and any contribution shortfalls are the responsibility of the City to fund. The Florida Division of Retirement reviews and approves the City's actuarial report to ensure compliance with actuarial standards and appropriateness for funding purposes.

(2) **Method Used to Value Investments** - Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The fair value of real estate investments is based on independent appraisals or estimates of fair value as provided by third party fund managers. Investments that do not have an established market are reported at estimated fair value as provided by third party fund managers. Investments are managed by third party money managers while cash and securities are held by the City's independent custodian. The City receives a monthly reconciliation of any material differences in pricing by the custodian and manager.

B. Trend Information and Plan Overviews:

(1) Trend information gives an indication of whether the actuarial value of plan assets is increasing or decreasing, including the funding progress, over time in relation to the actuarial accrued liability for benefits. Historical trend information for all three plans, on a year-by-year basis, is included in the accompanying Required Supplemental Information. The annual pension costs for the fiscal year ended September 30, 2013 were \$79.6 and \$114.9 million for JRS and PFPF respectively. Trend information for each of the City's three plans is as follows:

Year-end Date	EMPLOYER CONTRIBUTIONS (in thousands)		Net Pension Obligation (Asset)
	Annual Pension Cost	Percentage Contributed	
General Employees Pension Plan			
9/30/2011	39,101	101%	(2,374)
9/30/2012	57,471	87% *	5,198
9/30/2013	66,730	83% *	16,536
Corrections Officers Pension Plan			
9/30/2011	8,882	109%	(1,075)
9/30/2012	11,847	76% *	1,706
9/30/2013	12,910	83% *	3,872
Police and Fire Pension Plan			
9/30/2011	94,631	100%	-
9/30/2012	90,278	100%	-
9/30/2013	122,020	100%	-

* The Florida Constitution requires plan contributions be made annually in amounts determined by an actuarial valuation stated as a percent of covered payroll. For Fiscal Years 2012 and 2013 the City made 100% of the required contribution as a percentage of actual payroll for both General Employees and Corrections Officers Pension Plans.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

9. PENSION PLANS

B. Trend Information and Plan Overviews: (continued)

Valuation Date	FUNDING PROGRESS (in thousands)					
	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Unfunded Actuarial Liability as % of Covered Payroll
General Employees Pension Plan						
9/30/2012	1,518,578	2,434,275	915,697	62.38%	283,021	323.5%
Corrections Officers Pension Plan						
9/30/2012	109,474	251,036	141,562	43.61%	28,944	489.1%
Police and Fire Pension Plan						
9/30/2012	1,078,907	2,762,977	1,684,070	39.05%	133,611	1260.4%

** Note: 2013 actuarial valuation reports for the above pension plans were not available as of the printing date of this statement.

Net Pension Obligation and Annual Pension Cost

(Dollar amounts in thousands)	General Employees Pension Plan	Corrections Officers Pension Plan
Annual required contribution (ARC)	66,660	12,885
Interest on net pension obligation	428	140
Adjustment to ARC	(358)	(115)
Annual pension cost	66,730	12,910
Contributions made	(55,386)	(10,742)
Increase in net pension obligation (asset)	11,344	2,168
Net pension obligation (asset) beginning of year	5,192	1,704
Net pension obligation end of year	16,536	3,872

Note: Police & Fire Pension Plan did not have a net pension obligation or asset as of fiscal year end.

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

9. PENSION PLANS

B. Trend Information and Plan Overviews: (continued)

The following page is an overview of selected plan elements for the City's defined benefit plans.

	Jacksonville Retirement System		
	General	Corrections	Police
	Employee	Officers	and Fire
	Pension Plan	Pension Plan	Pension Plan
	As of 10/1/2012	As of 10/1/2012	As of 10/1/2012
Membership:			
Retirees and beneficiaries currently receiving benefits	4,783	241	2,045
Deferred Retirement Option (DROP) participants	NA		550
Terminated employees vested, not yet receiving benefits	81	1	52
Active employment plan members:			
Vested	3,494	351	1,848
Non-vested	1,991	278	365
Total plan membership	10,349	871	4,860
Benefit structure:			
Accrual rate:			
Years one through twenty	2.5%	3.0%	3.0%
Years twenty-one and after	2.5%	2.0%	2.0%
Years of service required to vest	5	5	5
Years of service required- normal retirement	30	20	20
Final average pay parameters	3 years	3 years	2 years
Maximum benefit as % applied to final average pay	80%	80%	80%
Cost of living (COLA) adjustments:			
Years delay after retirement	5	1	1
Annual percentage increase	3%	3%	3%
DROP structure:			
Options	Back	Forward	Forward
Maximum duration- years	5	5	5
Earnings rate on benefit payments held in trust	actual with +4% ceiling, -4% floor	actual with 0% floor	8.4% guaranteed
Financial information (in millions):			
Annual contributions 2012-13:			
City	\$ 28	\$ 11	\$ 122
Other participating employers	\$ 28	N/A	N/A
Other sources	-	-	\$ 12
Employer contribution stated as percentage of pay:			
FYE 9-30-11	13.50%	31.78%	49.60%
FYE 9-30-12	17.22%	35.45%	49.60%
FYE 9-30-13	20.51%	39.10%	81.91%
FYE 9-30-14	27.91%	49.93%	110.85%
Employee contribution stated as percentage of pay	7.7%	7.7%	7%
Covered Payroll	\$ 283	\$ 29	\$ 134
Benefit payments (including DROP payments)	\$ 144	\$ 13	\$ 150

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**9. PENSION PLANS (continued)
B. Trend Information and Plan Overviews: (continued)**

ACTUARIAL PLAN VALUATIONS

	Jacksonville Retirement System		
	General	Corrections	Police
	Employee Pension Plan	Officers Pension Plan	and Fire Pension Plan
Actuarial reports:			
Date of last actuarial valuation	October 1, 2012	October 1, 2012	October 1, 2012
Actuarial method	Entry age	Entry age	Entry age
Plan assumptions:			
Earnings rate	7.75%	7.75%	7.00%
Mortality Table in use	RP-2000	RP-2000	RP-2000
Salary growth	3.00%	3.00%	4.00%
Unfunded Liability Amortization period	26 years, Closed	26 years, Closed	23 years, Closed
Amortization method	Level Pct of Payroll	Level Pct of Payroll	Level Pct of Payroll
Asset Valuation Method	5-year smoothing	5-year smoothing	Market Value
Actuarial financial information (in millions):			
Assets (net of securities lending) as of September 30, 2012:			
Market value	\$ 1,559	\$ 113	\$ 1,079
Actuarial value	\$ 1,519	\$ 109	\$ 1,079
Unfunded Actuarial Accrued Liability- September 30, 2012	\$ 916	\$ 142	\$ 1,684
Funded Ratio	62.38%	43.61%	39.05%

C. City of Jacksonville Retirement System: Financial Information

(1) The Statement of Fiduciary Net Position – Jacksonville Retirement System - General Employees and Corrections Officers Plan for the year ended September 30, 2013 is as follows (in thousands):

<u>ASSETS</u>	
Equity in cash and investments.....	\$ 38,524
Receivables	5,670
Investments, at fair value	1,844,232
Capital assets, net of depreciation.....	6
Securities Lending Collateral.....	57,238
TOTAL ASSETS.....	1,945,670
<u>LIABILITIES</u>	
Obligations Under Securities Lending Agreement.....	57,240
Accounts payable and accrued liabilities.....	1,572
Accrued Compensated Absences.....	18
Due to Drop Participants.....	14,916
TOTAL LIABILITIES.....	73,746
NET POSITION HELD IN TRUST FOR PENSION BENEFITS.....	\$ 1,871,924

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

9. PENSION PLANS (continued)

C. City of Jacksonville Retirement System: Financial Information (continued)

(2) The Statement of Changes in Fiduciary Net Position – Jacksonville Retirement System for the year ended September 30, 2013 is as follows (in thousands):

<u>ADDITIONS</u>	
Contributions:	
Employer.....	\$ 66,979
Plan Member.....	25,293
Total contributions.....	<u>\$ 92,272</u>
Other additions.....	404
Investment income.....	282,687
Securities Lending.....	321
TOTAL ADDITIONS.....	<u>375,684</u>
 <u>DEDUCTIONS</u>	
Benefits payments.....	149,488
DROP Benefits.....	7,350
Refunds of contributions.....	22,899
Administrative expenses.....	721
TOTAL DEDUCTIONS.....	<u>180,458</u>
 Net change in net position.....	 195,226
NET POSITION, BEGINNING OF YEAR.....	<u>1,676,698</u>
NET POSITION, END OF YEAR.....	<u>\$ 1,871,924</u>

D. Police and Fire Pension Plan

- (1) Net position available for benefits are designated pursuant to an agreement between the Police and Fire Pension Plan Board of Trustees and the City effective April 1, 2000, and include two actuarially computed components, the City Stabilization Account and the Enhanced Benefit Account. The City Stabilization Account, which has a balance of \$33.3 million as of September 30, 2013, was established for the purpose of cushioning actuarial losses in the base benefits fund and giving the City greater flexibility in its funding of the Plan. The Enhanced Benefits Account which has a balance of \$27.6 million as of September 30, 2013, was established to hold any remaining State premium tax refunds not assigned to offset City contribution requirements. The base benefits fund consists of the remaining assets pledged to provide fund benefits.
- (2) During the fiscal year, the Plan received a remittance from the State of Florida in the amount of \$9.7 million pursuant to Chapters 175 and 185, Florida Statutes. Such remittances, which are reported as State insurance contributions in the Statement of Changes in Fiduciary Net Position are generally earmarked under state policy and legal guidance for the purpose of granting enhanced benefits to public safety pension plans throughout the State of Florida. The remittances received by the Plan are governed by the Restated Agreement executed between the Plan and the City.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

9. PENSION PLANS (continued)

D. Police and Fire Pension Plan (continued)

The Agreement stipulated that \$5.2 million of the \$9.7 million remittance received during the fiscal year is to be allocated for expenditures authorized within the current benefit structure, with the remaining \$4.5 million being uncommitted and earmarked for use in funding future benefits and/or ad-hoc, non-recurring expenditures as authorized by the Trustees of the Plan. During the fiscal year, \$2.0 million of the \$4.5 million uncommitted element was expended for ad-hoc non-recurring expenditures.

E. Defined Contribution Plan

As of October 1, 2009, the City created by ordinance a Defined Contribution (DC) plan within the Jacksonville Retirement System for GEPP participants as an employee choice alternative to the DB plans. Both employer and employee contributions to the DC plan stated as a percentage of pay were 7.7% and totaled \$1.1 and \$1.1 million for the 2012-13 fiscal year. Employees vest in the employer contributions to the plan at 25% after two years, and 25% per year thereafter until fully vested after five years of service. Employees can electively change from the DC plan to the DB plan, or vice versa, up to three times within their first five years of participation. Net transfers from participants to the DC plan from the DB plan totaled \$1.1 million.

F. Florida Retirement System

(1) Plan Description - The City also participates in the Florida Retirement System (FRS), a multiple-employer cost-sharing retirement system which covers less than 1% of the City's full-time employees. FRS is a defined-benefit contributory retirement plan, administered by the State of Florida, Division of Retirement. The City payroll for employees covered by FRS was \$2.8 million during the fiscal year; the City's total payroll for all employees was \$407.8 million.

The System provides vesting of benefits after six years of creditable service. Members are eligible for normal retirement after they have met one of the following; (1) after 30 years of service regardless of age; (2) six years of service and age 62; or (3) 25 years special risk service (age 55 if not continuous). Early retirement may be taken any time after completing six years of service; however, there is a 5% benefit reduction for each year prior to normal retirement. Benefits are computed on the basis of age, average final compensation and service credit. Average final compensation is the average of the five highest years of earnings. The System also provides death and disability benefits. Benefits are established by state statutes.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

9. PENSION PLANS (continued)

F. Florida Retirement System (continued)

(2) A. Employer Contributions – For the fiscal years ended September 30, 2013, 2012, and 2011, the City contributed \$411,000, \$321,000, and \$552,000 respectively, to the System for covered employees. For the Fiscal year ended September 30, 2013, the contributions represented less than 1% of the System’s total contributions required by all participating employers of 3.2 billion (unaudited). Contributions in fiscal years 2012 and 2011 were also less than 1% of the total contributions required by all participating employers, which amount to approximately 3.0 and 2.3 billion per year (unaudited).

B. Employee Contributions: Effective July 1, 2011 the Senate Bill 2100 – Pension Reform was passed, requiring a 3% Employee Contribution for all Plans except DROP. Total employee contributions from October, 1, 2012 to September 30, 2013 were \$69,838.

The City has contributed 100% of the annual required contribution for each of the last three years.

The funding methods and the determination of benefits payable are provided in various Acts of the State Legislature. These Acts require that employers make contributions actuarially determined at the rates in effect at September 30, 2013, of 6.95% of the compensation for regular members, 19.06% for special risk members, 33.03% for elected county officials, 18.31% for senior management, and 12.84% for DROP Plan members.

(3) Trend Information - Ten-year historical trend information showing the System’s progress in accumulating sufficient assets to pay benefits when due is presented in the System’s June 30, 2013 annual financial report. The report may be obtained from the State of Florida, Department of Management Services, Division of Retirement P.O. Box 9000, Tallahassee, Florida 32315-9000.

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

10. POST EMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB)

Plan Description: The City provides retirees with the option to purchase health insurance from the City's single employer, experience rated health insurance contract plan (Plan) that provides medical benefits to active and eligible retirees at the City's group rate as mandated by Florida Statute 112.0801 and therefore has an implicit rate subsidy benefit for the retirees' participation. As of the valuation date, the Plan had approximately 6,993 active participants and 1,213 retirees receiving benefits. The Plan does not issue a separate publicly available financial report.

Funding Policy: To date, the City has followed a pay-as-you-go funding policy, contributing only those amounts necessary to provide for its portion of current year benefit costs and expenses plus any addition to the reserve for accrued costs incurred but not yet reported, as determined as part of the insurance contract. The contribution requirements of Plan members are established by the City. The City pays any remaining required amounts after contributions of plan members are taken into account. Currently, retired members pay the full premium associated with the coverage elected; no direct City subsidy is currently applicable; however, there is an implicit cost discussed below. Spouses and other dependents are also eligible for coverage, and the member is responsible for payment of the applicable premiums. Plan members contributed \$4.1 million in premiums for fiscal year 2013, representing 30.8% of the total fiscal year 2013 OPEB cost.

State of Florida law prohibits the City from separately rating retirees and active employees. The City therefore assigns to both groups equal, blended-rate premiums. Although both groups are assigned the same blended rate premiums, GAAP requires the actuarial liabilities to be calculated using age-adjusted premiums approximating claim costs for retirees separate from active members. The use of age-adjusted premiums results in the full expected retiree obligation recognized in this disclosure.

Annual OPEB Cost and Net OPEB obligation: The City's annual other postemployment benefit cost (expense) is calculated based on the annual required contribution of the employer (ARC).

The City has elected to calculate the ARC and related information using the Entry Age Normal Salary Based Cost Method. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and to amortize any unfunded actuarial liability (or funding excess) over a period not to exceed 30 years on an open basis. It is calculated assuming a level percentage of projected payroll. Annual requirements include a 3% general inflation rate, a 4.5% discount rate, compounded annually, based on assumptions that the plan will be unfunded. The annual health care cost trend rate was assumed at 9% at September 30, 2013 grading down by 0.5% each year until an ultimate health care cost trend rate is reached in 2018 of 5.0%. The projected salary increase assumption is 4% per year.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

10. POST EMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

The actuarial accrued liability (AAL) was determined as of September 30, 2013, based on the above assumptions and cost method, and applied to member data current at September 30, 2013. Liabilities were developed based on age adjusted costs for retirees currently receiving Plan benefits as of September 30, 2013, with an AAL calculated to be \$129.1 million, which is unfunded (or 0% funded). The annual covered payroll is \$340.4 million, resulting in an unfunded AAL of 34.8%. The actuarial calculations reflect a long-term perspective using methods and assumptions that are designed to reduce short-term volatility in AAL and actuarial value of assets. The Plan provisions affecting the valuation were those in effect on September 30, 2013.

OPEB Government Accounting Standards Board (GASB) 45 results are not based on the assumption that all members terminate service as of the valuation date, but rather on the assumption that the various forces of decrement-future disablement, future mortality, future termination of employment, and future retirement-continue to be operative.

Plan Obligation: (in thousands)	2013
Annual Required City Contribution (ARC)	\$ 13,005
Interest on Plan Obligation	1,542
Adjustment to ARC	(1,309)
Annual Plan Retiree Cost	\$ 13,238
Contributions Made	(4,075)
Change in Plan Obligation	9,163
Plan Obligation Beginning of Year	34,266
Plan Obligation End of Year	<u>\$ 43,429</u>

At fiscal year-end 2013, the City accrued \$42 million in the Governmental Statement of Net Position, \$1.6 million in the Business-Type Statement of Net Position, and \$4K in the Jacksonville Housing Finance Authority (JHFA), a discreetly presented component unit.

The City’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2013 and the preceding years are as follows: (in thousands)

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/2011	10,621	39.5%	28,283
9/30/2012	10,856	44.9%	34,266
9/30/2013	13,238	30.8%	43,429

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

10. POST EMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

11. DEFERRED COMPENSATION PROGRAM

The City offers its employees a deferred compensation program created in accordance with Internal Revenue Code (IRC) Section 457 and Chapter 112.215, Florida Statutes. During the year ended September 30, 1999, the City complied with the requirements of subsection (g) of IRC Section 457 and, accordingly, all assets and income of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries. Pursuant to the provisions of GASB Statement No. 32, Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, the financial statements do not display deferred compensation balances in an Agency Fund.

12. RISK FINANCING

The City is exposed to various risks of loss related to torts, theft, damage to and destruction of assets, errors and omission; injuries to employees and natural disasters. The Risk Management Division (“Division”) administers the public liability (general liability and automobile liability) and workers’ compensation self-insurance program (“Program”) covering the activities of the City general government, JEA, Jacksonville Housing Authority, Jacksonville Port Authority, and the Jacksonville Aviation Authority.

The Program’s self-insurance fund provides coverage for the workers’ compensation and tort liability of the city, its officers, employees, or agents. It is established pursuant to Jacksonville City Ordinance, Chapter 128. The Program is a combination of self-insurance, coupled with a layer of excess coverage to mitigate aberrant and substantial unexpected losses.

While the City self-insures for automobile liability and automobile first party property damage, general liability and workers’ compensation; it transfers its risk through the purchase of insurance for its other exposures. As a result of various contractual requirements, the City procures several miscellaneous general liability policies. The following schedule indicates the major categories of policies purchased to transfer risk. The City also purchases Watercraft (P&I)/Hull, Wharfinger Liability, Fine Arts, Out of State Automobile Liability, and General Liability (Rails to Trail, Power lines Easement, Riverwalk, and Voting Precincts) to transfer risk. The following policies are subject to sublimits, policy aggregates (where applicable) terms, conditions and exclusions as noted in the policies. Coverages are applicable to specific entities named as a named insured.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

12. RISK FINANCING (continued)

Major Categories of Policies purchased to transfer risk

<u>Coverages</u>	<u>Limits Occurrence and Aggregate</u>	<u>Retentions/Deductibles</u>	
General Liability (City)	\$ 5,000,000	\$ 2,500,000	
General Liability (JEA, JPA, JHA, and JAA)	\$ 1,000,000	\$ 5,000,000	
Workers' Compensation Benefits	Statutory	\$ 1,200,000	
Employers' Liability	\$ 3,000,000	\$ 1,200,000	
Property (Real & Personal Property) -	\$ 400,000,000	\$ 100,000	(1)
Property Terrorism	\$ 100,000,000	\$ 100,000	
Boiler and Machinery	\$ 100,000,000	\$ 50,000	
Employee Fidelity	\$ 5,000,000	\$ 75,000	(2)
Aircraft Liability	\$ 20,000,000	-	
Aircraft Physical Damage (Schedule Value)	\$ 2,729,827	\$1,000/\$250	(3)
Watercraft (P&I)	\$ 1,000,000	\$ 2,000	
Watercraft Physical Damage	\$ 8,521,132	Various/Per Schedule	(4)
Wharfingers Liability	\$ 5,000,000	\$ 1,000	
		\$1,000/2% Windstorm and \$15K Maximum	
Fine Arts - Scheduled Value	\$ 2,421,823		
Out of State Automobile Liability	\$ 1,000,000	-	
Rails to Trail General Liability	\$ 3,000,000	\$ 1,000	
Power Lines Easement General Liability	\$ 2,000,000	\$ 500	
Riverwalk General Liability	\$ 5,000,000	\$ 5,000	
Voting Precincts General Liability	\$ 1,000,000	\$ 500	

(1) The property limits and deductibles are on a per occurrence basis except as otherwise noted in the policy.

The property policy deductible for named windstorm losses is equal to 5% of total values of the locations involved in the occurrence, Named Storm (applying once to each combined Wind and Flood loss from the same Named Storm) subject to a minimum deductible of \$500,000 and maximum of \$25,000,000 per occurrence, inclusive of the maximum deductible apply to Duval County Unified Courthouse \$5,000,000, Jacksonville Municipal Stadium \$3,500,000, Times Union Center of Performance Arts \$3,500,000, Main Library \$3,500,000, Jacksonville Veterans Memorial Arena \$2,500,000 and Ed Ball Building. The affected locations individual maximum deductibles are inclusive of the \$25,000,000 named storm deductible.

The policy \$25,000 deductibles apply to Jacksonville Port Authority Equipment Floater, Fine Arts (Excess over other collected insurance) and Property in Transit and Electronic Data Program Equipment and Media. The policy includes Service Interruption coverage with a 24 hours waiting period.

(2) Crime coverage affords Faithful Performance, Forgery or Alteration, Inside the Premises (Theft of Money and Securities), Inside Premises (Robbery or Safe Burglary of Other Property), Outside the Premises, Computer Fraud, Funds Transfer Fraud and Money Orders and Counterfeit Money. These coverages have a \$5,000,000 limit with a \$25,000 deductible applicable to each coverage either on a per loss or occurrence basis.

(3) Aircraft physical damage deductibles are for aircrafts not in motion or in motion: (1) \$1,000 is for rotor wings not in motion and \$250 fixed wings; 5% of hull not to exceed \$25,000 value for rotor wings in motion and \$1,000 fixed wings.

(4) Watercraft physical damage deductibles are in the range of \$100 to \$55,000. These deductibles are based upon the vessel value.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

12. RISK FINANCING (continued)

The Division performs the following functions internally: loss prevention, workers' compensation claims, general liability and automobile liability claims, purchase of insurance for its other exposures, and related management activities.

Annually, as of September 30, the Program has a third party actuary review of the claim history for all open claim years. The actuary projects the ultimate claim payment obligation (including the incurred but not reported claims and claim development) for each year's claim experience and the probable loss fund cost for the New Year. The City uses in-house defense for General and Automobile Liability and outside defense counsel for Workers' Compensation. This use of outside defense counsel results in continued savings, and leveling of costs that otherwise would be increasing faster than the general inflationary rate. The effect of using outside counsel is to continue to mitigate the impact of long term liability of life time claims thereby having a favorable impact on claim experience and development in the workers' compensation program on an ongoing basis. The City's Self-Insurance Program liability is established at the expected confidence level on a 3% discounted basis in the amount of \$89,907,000 for General and Automobile Liability, and Workers' Compensation. Actuarial ULAE projections of \$7,528,000 on a 3% discounted basis at the expected confidence level are not included.

The probable loss fund estimate is used to budget the self-insurance fund for general liability, automobile liability, and workers' compensation. As an internal service fund, charges are billed to the various funds and component units of the City. If an adjustment is necessary to increase the reported fund liability to reflect the actuary's estimated ultimate claim payment, then the self-insurance fund will either draw upon its accumulated net assets and/or initiate a year-end billing to the city itself and component units of the City. The City's practice of cash funding the projected ultimate claims payment is intended to temporarily accumulate net assets, which can be used to meet changes in estimates over time. Projected ultimate claims payment experience is as of the end of each fiscal year, even though some payments may not be made until a later date.

The City maintains separate fiscal year accounting, which allows any excess revenues available to be returned to the City itself, and component units and the accumulation of an operating reserve authorized by the City of Jacksonville Ordinance Code Section 106.106. As of September 30, 2013, the City has a deficit in the Self-Insurance fund of \$93 (in thousands). In the Supplemental Section of the City's Comprehensive Annual Financial Report, there is a trend information schedule for general/auto liability and workers' compensation, entitled "Schedule of Self-Insurance Ten Year Claims Development Information," which reflects the claims paid and liability projection development of each of the most recent ten years as of September 30, 2013.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

12. RISK FINANCING (continued)

The following schedule presents the changes in aggregate claims liabilities for the past two years of the self-insurance fund's general liability, automobile liability, and workers' compensation.

**SELF-INSURANCE FUND
CHANGES IN AGGREGATE CLAIMS LIABILITIES HISTORY (Including ULAE)
FOR THE YEARS ENDING SEPTEMBER 30
(in thousands)**

	General/Auto Liability		Workers' Compensation		Totals	
	2013	2012	2013	2012	2013	2012
Unpaid claims and claims adjustment expenses at beginning of fiscal year	\$11,280	\$11,366	\$85,867	\$77,163	\$97,147	\$88,529
Incurred claims and claim adjustment expenses:						
Provisions for insured events of the current fiscal year	3,843	4,109	9,376	12,264	13,219	16,373
Increases (decreases) in provision for insured events of prior fiscal years	2,422	295	9,847	11,032	12,269	11,327
Total incurred claims and claim adjustment expenses	6,265	4,404	19,223	23,296	25,488	27,700
Payments:						
Claims and claim adjustment expenses attributable to insured events of current fiscal year	1,443	1,652	3,762	3,914	5,205	5,566
Claims and claim adjustment expenses attributable to insured events of prior fiscal year	3,672	2,838	16,323	10,678	19,995	13,516
Total Payments	5,115	4,490	20,085	14,592	25,200	19,082
Total unpaid claims and claim adjustment expenses at end of fiscal year	\$12,430	\$11,280	\$85,005	\$85,867	\$97,435	\$97,147

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

12. RISK FINANCING (continued)

The following schedule presents the current and noncurrent claims liabilities for the past two years of the self-insurance fund’s general liability and automobile liability, and workers’ compensation.

**SELF-INSURANCE FUND
CURRENT AND NONCURRENT CLAIMS LIABILITIES (Including ULAE)
FOR THE YEARS ENDING SEPTEMBER 30
(in thousands)**

	<u>General/Auto Liability</u>		<u>Workers' Compensation</u>		<u>Totals</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Current Liability:						
Estimated Liability for self-insured	\$ 6,972	\$ 5,479	\$ 18,246	\$ 18,148	\$ 25,218	\$ 23,627
Noncurrent liability:						
Estimated Liability for self-insured	5,458	5,801	66,759	67,719	72,217	73,520
Total Liability	<u>\$ 12,430</u>	<u>\$ 11,280</u>	<u>\$ 85,005</u>	<u>\$ 85,867</u>	<u>\$ 97,435</u>	<u>\$ 97,147</u>

13. OTHER REQUIRED INDIVIDUAL FUND AND COMPLIANCE DISCLOSURES

A. Compliance with Finance Related Legal and Contractual Provisions:

In the opinion of management, the City has no violations of finance related legal and contractual provisions.

B. Fund Deficits:

The following individual funds had a fund deficit at September 30, 2013, (in thousands):

	<u>Net Position</u>
Internal Service Funds	
Self Insurance Fund	(\$93)

The Self Insurance internal service fund net position deficit is due to higher than anticipated claims. The deficit is expected to be eliminated through future operations.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

13. OTHER REQUIRED INDIVIDUAL FUND AND COMPLIANCE DISCLOSURES

C. Landfill Closure and Postclosure Care Costs:

The State of Florida's Solid Waste Management Act of 1988 and regulations of the U.S. Environmental Protection Agency (EPA) and the State of Florida Department of Environmental Protection (FDEP) require the City to be responsible for constructing and maintaining the final landfill cover, monitoring ground water and methane gas, and continuing leachate management 30 years after its municipally owned landfills stop accepting solid waste and are closed. The estimated total costs of municipal solid waste landfill (MSWLF) closure and post closure (long-term) care costs reported by the City are based upon professional consulting engineers' studies prepared annually pursuant to rules promulgated by EPA and FDEP. However, existing EPA and FDEP closure and long-term regulations may change which might require the City to revise its MSWLF cost estimates used in the future.

MSWLF costs, for open landfills, are recognized in accordance with GASB Statement No. 18, Accounting for Municipal Solid Waste Landfill Closure and Post Closure Care Costs. A liability of the Solid Waste Disposal Enterprise Fund is recorded based upon landfill capacity used at fiscal year-end and a current operating expense of the Fund in the fiscal year in which the MSWLF costs are recovered through earned, operating revenue. Expenses for closure and long-term care costs are funded from future operating revenues of the Solid Waste Disposal fund and bond proceeds. As noted in Note 1. P, the application of SFAS No. 71 resulted in certain cost being capitalized and amortized to later periods. The City obtained bond proceeds to support closure and long-term care cost for North and East landfills and Picketville Waste Site. At September 30, 2013 the deferred balance of the capitalized cost is \$8.5 million, which during the year the City amortized \$2.4 million.

Active Landfill – Trail Ridge

The closure and long-term liability for Trail Ridge as of September 30, 2013 is \$55.9 million which represents an increase of \$2 million compared to the preceding year. This increase resulted from adjustments for inflation and current annual closure and long-term care cost estimates. The percentage of landfill capacity used is estimated to be 80%.

Inactive Landfills – North and East

North and East landfills closed October 1999 and April 1992, respectively. The long-term liability for North and East as of September 30, 2013 is \$4.7 million for 5 years and \$805 thousand for 2 years, respectively. When compared to the preceding year, the liability balances decreased \$1.2 million in aggregate, due to adjustments for current annual closure cost estimates and costs paid for performing and monitoring closure work.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**13. OTHER REQUIRED INDIVIDUAL FUND AND COMPLIANCE DISCLOSURES
C. Landfill Closure and Long-term Care Costs: (continued)**

Annually, the City is required by Chapter 62-701.630 of the Florida Administrative Code, to accumulate resources for payment of closure and long-term care cost. The City is in compliance with these requirements. As of September 30, 2013 \$28,235,619 which includes \$5,233,182 for accelerated payments, have been accumulated for payment of closure and long-term care cost (see summary below). Accelerated payments are payments in excess of the required financial assurance balances which are held in reserves for contingencies and are used to offset future operational cost.

	<u>Trail Ridge</u>	<u>North</u>	<u>East</u>	<u>Total</u>
Current cost of closure	\$ 21,658,451	\$ -	\$ -	\$ 21,658,451
Annual cost of long-term care	-	941,557	402,429	1,343,986
Accelerate funds above state minimum	<u>5,233,182</u>	<u>-</u>	<u>-</u>	<u>5,233,182</u>
Total balance in escrow account	<u><u>26,891,633</u></u>	<u><u>\$ 941,557</u></u>	<u><u>402,429</u></u>	<u><u>28,235,619</u></u>

14. LESSOR OPERATING LEASE

A. Jacksonville Jaguars, Inc. - The City has entered into a lease dated September 7, 1993, pursuant to which the City leases EverBank Field, a City owned stadium, and adjacent practice facilities to the Jacksonville Jaguars, Inc. (Jaguars) for a period of 30 years from the first National Football League (NFL) regular season play in 1995; Amendment 5, executed September 6, 2002, extends the lease an additional five years.

The lease entitles the Jaguars to use the stadium on game days, for practices and summer training camp, and for the period necessary before game days. During other periods of time, the City has the right to use the stadium, except for certain administrative spaces, training facilities, suites, and other areas that are for the exclusive use of the Jaguars.

For the first five years, rent is deferred in the amount of \$250,000 per year; in years 6-10 rent is \$500,000 per year; in years 11-20 \$1,000,000; and in the final 15 years \$1.25 million, including the lease extension. Amendment 8, executed January 2006, reduced the total Jaguars rent obligations by \$8,600,000, which was provided through rental reductions in the amount of \$1,433,333 for six payments beginning with the November 2005 payment through the June 2008 payment.

Amendment 8 also reduces supplemental lease obligations, with the City's acceptance of payment from the Jaguars in the amount of \$10,197,891 for the full satisfaction of amounts due for Super Bowl net revenues. Rents from years 11 through the end of the lease are subject to escalation based on one-half of any increase in the Consumer Price Index, but not to exceed 2.5% per year.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

**14. LESSOR OPERATING LEASE (continued)
A. Jacksonville Jaguars, Inc. (continued)**

In addition, the Jaguars are obligated to pay supplemental rent in an amount equal to the annual debt service incurred by the City for certain costs of renovation of \$53.1 million requested by the Jaguars over a 30 year period with interest computed on a tax-exempt basis; inclusive of Amendment 7 executed May 27, 2004.

The lease generally permits the City to retain revenues from City events at the stadium, with some exceptions. Amendment 8 outlines provisions for advertising revenue generated from electronic signage for different stadium functions. The City is required to provide electricity, water and sewer services for the stadium at its expense. The City must maintain the stadium and all leasehold improvements. Per Amendment 8, the City agreed to provide \$1,000,000 for additional electronic signs. The City is required to pay for game day personnel, excluding concessions, on the days of Jaguar games. Amendment 8 gives the Jaguars the responsibility to provide concessions to all events within the concessions area. The Jaguars retain all net revenues from concessions and similar sales on NFL game days. The lease obligates the Jaguars to maintain its franchise at the stadium in Jacksonville and to not relocate unless it pays the City certain guaranteed amounts.

Amendment 9 outlines a revenue sharing agreement for the stadium naming rights and provides the parameters for the marketing of the stadium name. Also, Amendment 9 details additional advertising rights and allows for certain fixed signage at the stadium. However, the subsequent naming rights agreement with EverBank eliminated the City participation in revenue from the stadium naming rights.

Amendment 10 outlines the accepted procedures for the use of the City established Sports Complex Capital Maintenance Fund. The agreement allows the Jaguars to advance fund certain capital, repair and maintenance projects at the stadium and receive reimbursement from the City. Amendment 10 also establishes the procedures for the creation of the related capital improvement plan.

A summary of scheduled lease payments is as follows:

<u>Year</u>	<u>Payment</u>
2014	4,006,519
2015	3,960,040
2016	4,768,677
2017	4,749,626
2018	4,734,719
2019 - 2023	21,075,785
2024 - 2028	28,273,742
2029- 2030	9,786,485

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

14. LESSOR OPERATING LEASE (continued)

A. Jacksonville Jaguars, Inc. (continued)

The Jaguars Operating Lease is subject to the rental provisions of GASB #13 – Accounting for Operating Leases with Scheduled Rent Increases.

The Base Rental associated with the startup of operations and the initial capital costs for transforming the stadium to an NFL stadium has deferred rents for the first five years and then scheduled rent increases throughout the term of the lease, Amendment #8 in FY2005 providing rental credits of \$2,866,666 in FY2006, FY2007, and FY2008, which reduced the rental payment in each of those years. Paragraph 6 of GASB #13 states that “Sometimes an operating lease with scheduled rent increases contains payment requirements in a particular year or years that are artificially low when viewed in the context of earlier or later payment requirements.” This occurred with the base rental of the Jaguars contract. Paragraph 6 guidance states that the operating lease transactions should be measured utilizing one of two measures, with Paragraph 6a being “The operating lease transactions may be measured on a straight-line basis over the lease term.” The City has recorded a deferred rent receivable of \$11,335,152 due to the application of GASB #13 based on the difference in the actual rent paid and the calculated straight line rent.

In analyzing the lease, there are two conditions that could affect the collection of the deferred rent receivables. The lease has been modified eleven times since the original agreement, providing for rent reduction as noted in amendment #8. Based on this history of amending the lease, there is uncertainty and a potential for other rental reductions or deferments which could put the collection of the deferred rent receivables at risk. Additionally, the lease has several paragraphs concerning early termination of the contract and provides the City of Jacksonville reasonable liquidated damages in the circumstance of the Jaguars leaving the City. This termination provision, in effect, makes the rental collection subject to a year by year basis. The City has an offsetting allowance for the entire \$11,335,152 deferred rent receivables. As payments are made, the deferred receivables and allowance are adjusted accordingly.

B. Shands Jacksonville

Under an agreement with a not-for-profit corporation, Shands Jacksonville, formerly known as University Medical Center, the City leases to Shands certain capital assets, principally land and buildings, over a term to September 30, 2027 with an option to renew for an additional forty years to 2067 at \$1 per year. In addition, Shands is to be a full service hospital in support of the indigent care programs of the City of Jacksonville and Duval County under the agreement. Shands is to maintain, in good condition, and make improvements and betterments to the Hospital as necessary over the life of the lease. At termination of the lease, all leased property shall revert to the City as a general government asset.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

15. LITIGATION, CONTINGENCIES, AND COMMITMENTS

A. Litigation:

The City is named as party in legal proceedings which occur in the normal course of government operations. Such litigation includes, but is not limited to, claims asserted against the City arising from alleged torts, alleged breaches of contract, condemnation proceedings and other alleged violations of state or federal laws.

It is not possible at the present time to estimate the ultimate outcome or liability, if any, to the City for these proceedings. However, it is the City's opinion that ultimate liability in these matters, if any, is not expected to have a material adverse effect on the City's financial position.

B. Grants and Contracts:

The City participates in various federal and state assisted grant programs that are subject to review and audit by the grantor agencies. Entitlement to these resources is generally conditional upon compliance with the terms and conditions of grant agreements and applicable federal and state regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a federal or state audit may become a liability of the City. All City agencies and departments are required to comply with various federal regulations issued by the U.S. Office of Management and Budget if such agency or department is a recipient of a federal grant, contract or their sponsored agreement. Certain agencies and departments may not be in total compliance with these regulations. Failure to comply may result in questions concerning eligibility of related direct and indirect charges pursuant to such agreements. It is believed that the ultimate disallowance pertaining to these regulations, if any, will be immaterial to the overall financial condition of the City.

C. Self-Insurance:

Through the City's Risk Management Division, the City maintains an insurance and self-insurance program (See Note 12). The Division administers the public liability (general liability and automobile liability) and workers' compensation self-insurance program covering the activities of the city general government, JEA, Jacksonville Housing Authority, Jacksonville Port Authority, and Jacksonville Aviation Authority under the City's Ordinance Code Chapter 128. The City purchases commercial insurance for workers' compensation claims in excess of \$1.2 million. Under the laws of the State of Florida, the city has sovereign immunity for state tort claims in excess of \$200,000 per person, and \$300,000 per occurrence. The City retains coverage on all other types of insurance including real and tangible property. The self-insured programs of the City, which are included in the Self-Insurance Internal Service Fund, are funded on a dollar-for-dollar basis determined actuarially for the estimated losses for claim development and incurred but not reported claims, and unallocated loss adjustment expenses. Claims are reserved on an ultimate probable cost basis.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

15. LITIGATION, CONTINGENCIES, AND COMMITMENTS (continued)

D. Pollution Remediation:

Governmental Accounting Standards Board Statement No. 49 Accounting and Financial Reporting for Pollution Remediation Obligations (GASB 49) provides accounting and financial reporting for pollution remediation obligations. While GASB 49 does not require the City to search for pollution, it does require the City to reasonably estimate and report a remediation liability when any of the following obligating events has occurred:

- The City is compelled to take remediation action because pollution creates an imminent endangerment to public health,
- The City is in violation of pollution prevention,
- The City is named, or has evidence that it will be named as responsible party by a regulator,
- The City is named, or has evidence that it will be named in a lawsuit to enforce cleanup, or
- The City commences or legally obligates itself to conduct pollution remediation activities.

The City recorded a pollution remediation liability as of September 30, 2013 of approximately \$164 million (See Note 8. C for schedule) using the expected cash flow technique. Under this technique, the City estimated a reasonable range of potential outlays and multiplied those outlays by their probability of occurring. However, this liability could change over time due to changes in cost of goods and services, changes in remediation technology, or changes in laws and regulations governing the remediation efforts. The following paragraphs provide further details on the more significant sites.

Whitehouse Waste Oil Pits Superfund Site

The US Environmental Protection Agency (USEPA) identified the City as a potential responsible party (PRP) at the *Whitehouse Waste Oil Pits Superfund Site* in western Duval County. The City and other (PRPs) participated in the USEPA's Pilot Allocation Project which resulted in the USEPA assuming as much as 65% of the liability at the site, with the City being allocated less than 10% of the liability.

The USEPA estimates \$20 million site costs, with the City paying approximately \$2 million over the life of the project (which includes a 30 year operations and maintenance period). Site work was substantially complete in October 2006 when operations and maintenance work began. The PRPs have more than \$1.9 million on deposit to fund operations and maintenance; however until USEPA officially declares the remedial action complete, the prospect for additional work remains. In January 2008, the City met with adjacent property owners to negotiate the purchase of additional private property to account for the location of the remedial berm. Negotiations are ongoing, with the estimated additional purchase within the limits of the remaining funds contributed by PRPs. The City and other PRPs settled with the USEPA which had sought reimbursement of its cost of a removal action in 1995, regarding the Bill Johns Waste Oil Site.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

15. LITIGATION, CONTINGENCIES, AND COMMITMENTS (continued)

D. Pollution Remediation: (continued)

The City's liability is based on contracting with the waste oil service to empty used oil collection points operated under a recycling grant from the State. Florida Department of Environmental Protection (FDEP) has submitted a demand to the PRPs to assess the site further to determine the extent of contamination that may remain after the removal action. The liability to FDEP is being assessed, but the site may be eligible for the state-funded cleanup program, relieving the City of any financial exposure. Because of the uncertainty of this event, no accrual has been recorded.

Ash Sites

The City has identified four sites that were used for incinerator ash waste. The common practice during the 1950s and 1960s was to incinerate garbage and then mix the residual ash waste with other soil and use it as fill dirt. The City and the USEPA signed an agreement in 1999 to develop a plan to remediate the four sites. In order to make the sites and surrounding areas safe from a variety of residual pollutants, the City has proposed to the EPA a plan to clean up the areas by removing the top two feet of soil, placing a barrier, and then replacing the topsoil with untainted dirt. The project is estimated to take several years to complete once started and a cost estimate of \$75.5 million has been accrued based on the City's estimate used in its five year capital project plan.

Other Sites

FDEP had identified five sites of potential liability the City is responsible for. These sites are: *Burke St. Lime Pitts, Doe Boy Dump Site, Gold Merit/Pope Plan, Confederate Park, and Southside Incinerator Site.*

These projects, which are estimated to take several years to complete once started, have an estimated cost of \$50.2 million, which has been accrued by the City and included in the City's five year capital projects plan. Various other remediation sites exist within the City and \$38.3 million has been accrued for their estimated liability based on their inclusion in the City's five year capital projects plan.

The liability for *Picketville Waste Dump Site* at September 30, 2013, of \$0.3 million is based on the most recent estimate by the Federal Government of the City's allocated share of the clean-up and long term care cost of the site under a Participation Agreement and Consent Decree with the USEPA. The City was identified as a responsible party, sharing 65% of the total clean-up costs.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

15. LITIGATION, CONTINGENCIES, AND COMMITMENTS (continued)

E. Garage Development Agreement:

The City entered into agreements for a private developer to construct and operate three parking garages. Two of the garages are to support the sports complex and the other is to support a new courthouse site. The current agreement provides an operating subsidy to support debt service, operating deficits, required reserves, and percentage return of equity, totaling approximately \$4 million per year. Associated therewith, the City has options to buyout the current business arrangement, refinance the related non-city debt and assume operational control thereof.

F. Other Litigation:

The City is involved in a number of legal matters as of September 30, 2013. Related claims involve various issues including contract disputes, civil rights, negligence, wrongful deaths and other contested matters. An estimate of potential losses for these claims cannot be made at this time.

Since September 30, 2013, the City settled several legal matters. The City does not consider the settlement amounts to be material.

In accordance with GASB 62, no accrual has been made in the accompanying financial statements for these cases because relevant criteria have not been met. Payments, if any, will be funded by general revenue sources and earnings.

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**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

15. LITIGATION, CONTINGENCIES, AND COMMITMENTS (continued)

G. Construction and other significant Commitments: At September 30, 2013, the City had significant commitments for the following projects (in thousands):

General Government	
Contractual Services	\$ 510
State Attorney's Office	17,215
Medical Examiner Facility	1,064
Southbank Riverwalk	3,615
Miscellaneous Construction	4,672
Professional Services	2,051
LaVilla Brooklyn Project	3,205
Miscellaneous Equipment	2,146
Public Safety	
Fire Station # 62	1,733
Food Services - Jail	988
Miscellaneous	914
Security Guard Services	1,889
Specialized Equipment	1,289
Physical Environment	
Ash Site Remediation	22,317
Drainage	5,126
Garbage/Recycling Contract	4,349
Miscellaneous	2,122
Stormwater	1,056
Transportation	
Public Works Road Projects	3,104
Resurfacing	1,424
Timicuan Bike Trail	1,805
Economic Environment	
Bay/Hogan Garage	3,500
Industry Development	1,216
HUD	4,966
Edward Waters College	550
Pinnacle Project	885
Town Center	800
Southbank Riverwalk	2,098
Human Services	
Subsidies & Contributions to private	4,823
Contractual Services	1,247
Culture/Recreation	
Parks	8,325
	<u>\$ 111,004</u>

**CITY OF JACKSONVILLE, FLORIDA
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

15. LITIGATION, CONTINGENCIES, AND COMMITMENTS (continued)

H. Encumbrance Commitments:

At September 30, 2013, the City had encumbrance commitments in the Governmental Funds as follows: (in thousands)

<u>MAJOR FUNDS</u>	
General Fund	\$ 12,880
Total Major Funds	<u>12,880</u>
<u>NON-MAJOR FUNDS</u>	
Concurrency Management	589
Air Pollution Control and Monitoring	172
Tourism Development	356
Clerk of the Court	13
Transportation Fund	190
Budgeted General Government	4,193
Public Safety	4
Emergency 9-1-1	184
Tax Increment Districts	750
Jacksonville Children's Commission	2,327
American Recovery & Reinvestment Act	731
Community Development Block Grant	4,340
Maintenance, Parks and Recreation	72
Other Federal, State and Local Grants	4,207
General Projects	47,866
Housing and Neighborhoods	656
Non Budgeted General Government	1,029
Better Jacksonville Plan Construction Project *	19,769
Bond Projects	3,969
Grant Projects	2,811
River City Renaissance Project	61
Total Non-Major Funds	<u>94,289</u>
TOTAL ENCUMBRANCES	<u>\$ 107,169</u>

*The Better Jacksonville Plan Construction Project Fund accounts for funds associated with the \$2.25 billion improvement plan. Council appropriated funds for the plan in its entirety at the inception, while funding sources including dedicated sales tax and debt issues are secured as needed. Multi-year contracts are encumbered and funding sources are obtained as construction occurs.

The encumbrances are recorded within fund balance based on the source of funds as restricted, committed, or assigned as appropriate.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

16. MAJOR DISCRETELY PRESENTED COMPONENT UNITS - ADDITIONAL DISCLOSURE

During fiscal year 2013, the City had financial transactions with its discretely presented component units classified as follows for financial reporting purposes:

A. JEA:

Contribution - On October 1, 1968, the City turned its electrical department over to the newly created JEA. Additionally, on June 1, 1997, the JEA assumed the operation and all related assets and liabilities of the water and sewer system from the City. The JEA is required by the City Charter to contribute annually to the General Fund of the City an amount not to exceed 5.513 mills per kilowatt per hour sold and at a rate of 2.149 mills per cubic feet of water sold. For the fiscal year ended September 30, 2013 these contributions total \$106,687,538. Such contributions to the City's General Fund are for the use of the public right-of-way in connection with its electric distribution system and its water sewer distribution and collection system and are based on calculations contained within section 21.07 of the City Charter.

Franchise Fees - Effective April 1, 2008, the City enacted a 3% franchise fee from designated revenues of the Electric and Water and Sewer Utility systems. The ordinance authorizes JEA to pass through these fees to its electric and water and sewer funds. For the year ended September 30, 2013, the City received from JEA \$27,888,771 and \$9,715,032 of its electric and water and sewer funds.

B. Jacksonville Transportation Authority (JTA) :

Local Option One-Half Cent Sales Tax - On August 11, 1989, Jacksonville citizens voted for the removal of all tolls from county/city bridges and certain roads and replaced the revenue with a local option one-half cent sales tax that provides a permanent funding source for the construction and maintenance of the City's roads and bridges; the operation and maintenance of the bus system and the refinancing of existing bonds issued for the construction of such bridges and roads. All collections from the one-half cent sales tax are statutorily required to be remitted to the JTA. Accordingly, the City remitted all collections from the one-half cent sales tax to the JTA in the amount of \$70.5 million in fiscal year 2013. Such collection and payment by the City of this local option one-half cent sales tax is recorded in the Transportation Special Revenue fund as revenue and a transportation expenditure in the equal amount. The JTA reports the transfer from the City as sales tax revenue.

In fiscal year 2000, the City and the JTA entered into an inter-local agreement for the purpose of jointly exercising the separate powers of each to the maximum extent allowable by the law in the development, scheduling, financing, planning, permitting, design, construction, and implementation of a \$750 million Road, Bridge and Drainage Capital Improvement Work Program. The term of the agreement commenced on October 1, 2000 and continues in effect until all of the bonds have been duly paid in full or defeased in accordance with their terms. The City and JTA agreed to pledge the Sales Tax and the Constitutional Gas Tax for the payment of bonds issued to implement the program.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

16. MAJOR DISCRETELY PRESENTED COMPONENT UNITS - ADDITIONAL DISCLOSURE (continued)

B. Jacksonville Transportation Authority (JTA): (continued)

Monies available above debt service would be collected in a pay-as-you-go fund to assist with the payment of program expenditures. The City is making available the Local Option Gas Tax for the operation of the JTA's Mass Transit Division.

C. Jacksonville Port Authority (JPA):

Interlocal Agreement - In connection with a major port and marine facilities capital improvement project (the "Project"), the City and the JPA entered into an Interlocal Agreement upon the issuance of \$43,605,140 Excise Taxes Revenue Bonds, Series 1993 (the "1993 Bonds"). Subsequent to this transaction, the parties entered into an Amended and Restated Interlocal Agreement in conjunction with the issuance of \$57,150,000 Excise Taxes Revenue Bonds, Series 1996B (the "1996B Bonds"). The 1996B Bonds were refunded by the Excise Taxes Revenue Refunding Bonds, Series 2001A (the "2001A Bonds"). The 1993 Bonds were partially refunded by the Excise Taxes Revenue Refunding and Improvement Bonds, Series 2003C (the "2003C Bonds"). The 2003C Bonds were partially refunded by the Special Revenue Refunding Bonds, Series 2013E (the "2013E" Bonds, and together with the 1993 Bonds, 2001A Bonds and 2003C Bonds, the "Bonds").

Under the Amended and Restated Interlocal Agreement, the City agreed to issue the Bonds to finance the Project, and the JPA, in consideration therefore, agreed to reimburse the City for debt service payments on the Bonds from certain revenues allocated to the JPA. Any insufficiency in the extent of such revenues allocated to the JPA under the Amended and Restated Interlocal Agreement or any amendments to the Amended and Restated Interlocal Agreement does not affect in any manner any obligation of the City pursuant to the terms of the Bonds.

The amended and restated Interlocal Agreement is not for the benefit of the holders of the Bonds and the JPA has no obligation under that Amended and Restated Interlocal Agreement to any third party bondholder. The revenues allocated to the JPA are not pledged as security for the Bonds.

The Amended and Restated Interlocal Agreement provides for the allocation of three sources of revenue (collectively referred to as the "Pledged Revenues") by the City to the JPA. The first source of revenue relates to the allocation of half of the increased revenues in the Telecommunications Tax, which is 85% of the Communication Services Tax (the "Authority Allocation No. 1"). The second source of revenue relates to the amount calculated by multiplying one quarter (.25) mills by the gross kilowatt hours (as defined in Article 21 of the City Charter) sold by JEA during the twelve month period ending May 31 of the prior fiscal year (the "Authority Allocation No. 2"). The third source of revenues relates to the \$800,000 annual contribution remitted by the City to the JPA as described in Section 5(a) of the JPA act. Such Pledged Revenues are to be applied by the City to the payment of debt service on the Bonds for such fiscal year prior to being paid to the JPA.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

16. MAJOR DISCRETELY PRESENTED COMPONENT UNITS - ADDITIONAL DISCLOSURE (continued)

C. Jacksonville Port Authority (JPA): (continued)

For the fiscal year ended September 30, 2013, the amount of Pledged Revenues in excess of the debt service requirements of the Bonds was \$6.42 million with a total of \$6.47 million being distributed to JPA.

In previous years, the City expended \$43.1 million on the Project from proceeds of the 1993 Bonds for the benefit of the JPA under the Amended and Restated Interlocal Agreement, which completed the 1993 Bond Program. In previous years, the City expended \$64 million on the Project from proceeds of the 1996B Bonds for the benefit of the JPA under the Interlocal Agreement. The City accounted for these expenditures in the Capital Projects Funds. The City does not capitalize these capital outlay expenditures.

17. NET POSITION:

A. Additional Disclosure:

The government-wide and business-type fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

Net Investment in Capital Assets - is intended to reflect the portion of net position which is associated with capital assets less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost.

Restricted Net Position – are assets which have third-party (statutory, bond covenant or granting agency) limitations on their use externally imposed by creditors or imposed by law through constitutional provision or enabling legislation. The City would typically use restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use thereof to a future project or replacement equipment acquisition.

Unrestricted Net Position – have no third party limitation on their use, and consists of all net position that do not meet the definition of the other two components, and any net deficits that exist.

While the Unrestricted Net Position balance is a single number in accordance with GASB Statement 34, the impact of non-asset debt will appear to reduce the year-end discretionary balance available to the government.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

17. NET POSITION:

A. Additional Disclosure: (continued)

However, in the City’s case, given that a portion of these non-asset bonds/loans reported in the Governmental Activities column have a dedicated revenue source (to amortize the debt over time) the year-end available portion of the Net Position to the City is greater than is apparent. The following schedule illustrates these differences (000s):

Governmental Unrestricted Net Position (per statement – page 22)	\$ (184,976)
Impact of Better Jacksonville Plan’s (BJP) bond financed capital expenditures incurred by component units and other entities.	262,392
Economic Incentives to be repaid by TIF revenue and/or Developer	45,310
Governmental - Unrestricted NetPosition (adjusted for dedicated revenue funded portions)	<u><u>\$ 122,726</u></u>

Because the BJP program has dedicated sales tax revenue sources which will be used to repay the related debt service and either the CRA’s tax increment financing (TIF) revenue or the Developer repayments are anticipated to address the related debt service principal and all or a portion of the interest, the Government Unrestricted Net Position (adjusted for dedicated revenue funded portions of non-assets debt) more truly reflect the General Government’s available (although partially tentatively targeted) portion of net position.

B. Restatement due to a change in accounting principle:

With the fiscal year 2013 implementation of Governmental Accounting Standards Board (GASB) 61 - The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34, the Jacksonville Aviation Authority (JAA) and Downtown Vision, Inc. (DVI) are no longer reported as component units due to the requirements that both a fiscal dependent and a financial benefit / burden relationship must exist. Therefore, the financial statements of JAA and DVI are not included within this report. As a result, there is a (\$442,998) thousand restatement in beginning net position due to a change in accounting principle presented in the financial statements.

In addition, the Jacksonville Economic Development Commission was repealed, as described in Note1B, and was recorded as a special item on October 1, 2012.

Component Unit Net Position (in thousands)	
Net position, beginning as previously reported	3,082,787
Restatement	(471,622)
Net position, beginning as restated	<u><u>\$ 2,611,165</u></u>

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

18. FUND BALANCE DISCLOSURE:

In accordance with Governmental Accounting Standards Board Statement 54, Fund Balance Reporting and Governmental Fund Type Definitions, the City classifies governmental fund balances as follows:

Nonspendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Spendable Fund Balance

- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority, City Council, through the issuance of an ordinance. Commitments may only be changed through the same type of formal action that created the commitment.
- Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned through the following: 1) The Director of Finance is authorized by City Council to assign amounts for a specific purpose. (2) The City Council has authorized the Director of Finance, in coordination with the Council Auditor, to recapture excess fund balance that isn't restricted or committed and transfer the excess to the General Fund – General Service District. Excess fund balance that is not recaptured is classified as assigned by the Director of Finance to be used for the purpose of the subfund.
- Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The City uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made, with the exception of the emergency reserve established by the City Council. Under normal circumstances, the City would first elect to utilize the Operating Reserve (Unassigned fund balance in the General Fund) before considering use of its Emergency Reserve.

**CITY OF JACKSONVILLE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

18. FUND BALANCE DISCLOSURE: (continued)

The City Council established an emergency reserve policy and fund beginning with the fiscal year 2006 budget and amended with Ordinance 2010-852-E, which added “The Emergency Reserve can be used to address unanticipated non-reimbursed expenditures arising out of a hurricane, tornado, other major weather related events, and/or other massive infrastructure failures or other disasters, whether man made or caused by nature.” The emergency reserve is contained as a separate subfund within the General Fund and is included in each annual budget. The emergency reserve shall not be used except as initiated by the Mayor through written communication to the City Council, explaining the emergency, and requires approval by two-thirds vote of all City Council members. The emergency reserve will be classified as committed fund balance.

The City does not have a formal minimum fund balance policy. However, the City’s Ordinance code addresses various targeted reserve positions and the Administration calculates targets and actuals to report the results annually to City Council.

A schedule of City fund balances is provided in the following pages.

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CITY OF JACKSONVILLE, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2013

18. FUND BALANCE DISCLOSURE

A. FUND BALANCE CLASSIFICATION (in thousands)

	MAJOR FUNDS		
	GENERAL FUND	SPECIAL BONDED DEBT- BETTER JACKSONVILLE PLAN OBLIGATIONS	SPECIAL BONDED DEBT- OBLIGATIONS
FUND BALANCES:			
Non Spendable:			
Inventories	4,189	-	-
Other	-	-	-
Spendable:			
Restricted for:			
Debt Service Reserved by Debt Covenants	-	101,997	10,304
Park Projects	-	-	-
Physical Environment	-	-	-
Conservation and Resource Management	-	-	-
Transportation Projects	-	-	-
Human Services	-	-	-
Regional Stormwater Facilities	-	-	-
Drainage System Projects	-	-	-
Housing and Urban Development	-	-	-
Building	-	-	-
Public Safety	-	-	-
Industry Development	-	-	-
Other Infrastructure and Development	-	-	-
Other	-	-	-
Committed to:			
City Council Emergency Use	48,214	-	-
Drainage Projects	-	-	-
Park Projects	1,391	-	-
Planning Projects	2,898	-	-
Physical Environment	-	-	-
Conservation and Resource Management	-	-	-
Transportation Projects	729	-	-
Emergency and Disaster Relief	-	-	-
Court Projects and Operations	-	-	-
Public Safety	11,796	-	-
Industry Development	-	-	-
Other	5,220	-	-
Assigned to:			
Debt Service	-	216	1,449
Transportation Projects	121	-	-
Parks Projects	231	-	-
Planning Projects	481	-	-
Public Safety	1,957	-	-
Other	866	-	-
Unassigned	97,118	-	-
Total Fund Balances	\$ 175,211	\$ 102,213	\$ 11,753

(Continued)

NON MAJOR GOVERNMENTAL FUNDS	TOTAL ALL FUNDS	
	2013	2012
-	4,189	5,115
225	225	224
-	112,301	119,276
20,246	20,246	28,293
-	-	12,105
7,275	7,275	7,101
641	641	4,802
14,503	14,503	15,859
4,511	4,511	8,765
11,470	11,470	9,481
15,093	15,093	12,144
5,018	5,018	3,693
259	259	3,146
3,897	3,897	3,954
1,052	1,052	6,518
589	589	6,044
-	48,214	48,000
2,283	2,283	1,452
17,733	19,124	14,947
1,678	4,576	7,243
20,265	20,265	31,233
21,497	21,497	21,467
99,158	99,887	110,083
7,335	7,335	7,210
2,241	2,241	2,031
14,131	25,927	22,291
11,728	11,728	10,558
15,265	20,485	11,733
195	1,860	2,653
-	121	-
-	231	-
-	481	-
-	1,957	1,585
-	866	1,318
-	97,118	68,467
<u>\$ 298,288</u>	<u>\$ 587,465</u>	<u>\$ 608,791</u>



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REQUIRED SUPPLEMENTAL INFORMATION

CITY OF JACKSONVILLE, FLORIDA
GENERAL FUND REQUIRED SUPPLEMENTAL INFO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL (Budgetary Basis) (in thousands)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	GENERAL FUND					VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	BUDGETED AMOUNTS		ACTUAL	ENCUMBRANCES	BUDGETARY ACTUAL	
	ORIGINAL	FINAL				
REVENUE:						
Property taxes.....	\$ 431,959	\$ 431,959	\$ 431,622	\$ -	\$ 431,622	(\$ 337)
Utility service taxes.....	130,427	130,427	123,785	-	123,785	(6,642)
Sales and tourist taxes.....	1,002	1,002	1,004	-	1,004	2
License, permits and fees.....	42,532	42,532	38,856	-	38,856	(3,676)
Local business tax.....	7,603	7,603	7,129	-	7,129	(474)
Intergovernmental.....	129,865	128,332	129,011	-	129,011	679
Charges for services.....	70,642	70,713	58,580	-	58,580	(12,133)
Fines and forfeitures.....	2,544	2,544	2,174	-	2,174	(370)
JEA contribution.....	106,687	106,687	106,688	-	106,688	1
Interest.....	6,408	7,073	3,916	-	3,916	(3,157)
Other.....	18,468	19,238	21,963	-	21,963	2,725
Total Revenue.....	948,137	948,110	924,728	-	924,728	(23,382)
EXPENDITURES AND ENCUMBRANCES:						
City Council.....	8,130	8,183	7,787	70	7,857	326
Clerk of the Courts.....	3,005	3,176	3,009	13	3,022	154
Courts.....	580	576	563	10	573	3
Downtown Investment Authority.....	-	7	7	-	7	-
Employee Services.....	6,169	6,486	5,980	192	6,172	314
Finance.....	6,300	6,471	6,448	23	6,471	-
Fire/Rescue.....	175,265	181,790	181,368	421	181,789	1
General Counsel.....	227	230	180	1	181	49
Health Administrator.....	978	1,001	966	-	966	35
Intra-Governmental Services.....	4,688	4,787	4,344	282	4,626	161
Jacksonville Children's Commission.....	6,272	6,082	5,849	128	5,977	105
Jacksonville Human Rights Commission.....	901	901	864	2	866	35
Mayor.....	3,658	3,852	3,784	19	3,803	49
Mayor's Boards and Commissions.....	382	388	386	2	388	-
Medical Examiner.....	2,665	2,662	2,601	6	2,607	55
Military Affairs, Vet & Disabled Svcs....	1,163	1,395	1,394	1	1,395	-
Neighborhoods.....	15,509	16,445	14,889	588	15,477	968
Office of Economic Development.....	22,712	32,741	12,667	2,590	15,257	17,484
Office of Ethics.....	122	122	107	-	107	15
Parks & Recreation.....	20,492	20,953	20,002	420	20,422	531
Property Appraiser.....	9,022	9,022	8,557	3	8,560	462
Public Defender.....	1,469	1,470	1,454	-	1,454	16
Planning and Development.....	5,819	5,797	5,347	309	5,656	141
Public Libraries.....	34,367	34,364	34,261	46	34,307	57
Public Works.....	59,157	58,051	56,737	1,303	58,040	11
Special Services.....	16,507	13,512	12,424	580	13,004	508
State Attorney.....	131	141	141	-	141	-
Supervisor of Elections.....	5,797	6,665	6,457	42	6,499	166
Office of the Sheriff.....	370,555	358,294	352,116	5,565	357,681	613
Tax Collector.....	14,567	16,635	14,537	141	14,678	1,957
Federal Program Reserve.....	266	128	-	-	-	128
Contribution to Shands-Jacksonville.....	23,776	23,776	23,776	-	23,776	-
Cash Carryover Reserves.....	47,614	47,614	-	-	-	47,614
Jacksonville Misc. Citywide Activities.....	63,344	69,980	60,763	123	60,886	9,094
Total Expenditures.....	931,609	943,697	849,765	12,880	862,645	81,052
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES.....						
	16,528	4,413	74,963	(12,880)	62,083	57,670
OTHER FINANCING SOURCES (USES):						
Long Term Debt Issued.....	-	852	1,057	-	1,057	205
Transfers in.....	6,373	10,035	9,165	-	9,165	(870)
Transfers out.....	(103,781)	(99,751)	(89,065)	-	(89,065)	10,686
Total Other Financing Sources (Uses).....	(97,408)	(88,864)	(78,843)	-	(78,843)	10,021
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES						
	(80,880)	(84,451)	(3,880)	(12,880)	(16,760)	67,691
SPECIAL ITEM: Repeal of Jacksonville Economic Development Commission						
	28,970	28,970	28,970	-	28,970	-
FUND BALANCES - BEGINNING.....	150,121	150,121	150,121	-	150,121	-
FUND BALANCES - ENDING.....	98,211	94,640	175,211	(12,880)	162,331	-

CITY OF JACKSONVILLE, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

1. BUDGETARY DATA

The City uses the following procedures in establishing the budgetary data reflected in the financial statements.

A. The City adopts its budget in accordance with Chapters 129 and 200, Florida Statutes, the City Charter and Municipal Ordinance Code.

(1) The Mayor's Proposed Budget is presented to the City Council on the second Tuesday in July; the budget ordinance, millage levy ordinance and related resolutions are introduced.

(2) During the first Council meeting in September, public hearings are held on both the budget and the millage rate. Following the public hearings, the Council adopts a tentative budget and tentative millage rate. A final budget and millage is adopted by full Council, and is effective on October 1.

The City presents a Budgetary Comparison Schedule as Required Supplementary Information for the General Fund and each major special revenue fund with a legally adopted budget. For the Fiscal Year 2013, no special revenue funds met the criteria to be reported as a major fund. The City has opted to make this presentation in the format and classifications of the budget document. These schedules report actual expenditures using generally accepted accounting principles as well as expenditures on the budgetary basis, which include amounts encumbered for future spending.

B. The City adopts annual budgets for the General Fund, certain Special Revenue Funds, and Proprietary Funds. The City reports Budgetary Comparisons for its General Fund and Major Special Revenue Funds in the Required Supplementary Information section of the report. None of these funds had an excess of expenditures over appropriations for the year ended September 30, 2013. Proprietary Fund budgets are adopted for management control purposes. The City is not required to include Budgetary Comparisons for Proprietary Funds in this report. Project or program budgets, which may not coincide with the City's fiscal year, or which may exceed a single annual period, are adopted by separate ordinance for most Special Revenue Funds and Capital Project Funds. Budgets are not formally adopted for Debt Service Funds as internal spending controls are set by compliance with bond covenants. The Special Revenue Funds which are not annually budgeted include the following: Public Safety, Community Development Block Grant, Job Training Partnership Act Grant, Maintenance Parks and Recreation, Metropolitan Planning Organization, Other Federal, State and Local Grants, Better Jacksonville Trust Fund, Housing and Neighborhoods, State Housing Initiative Partnership, Non-Budgeted General Government, Clerk of Court, and American Recovery & Reinvestment Act.

CITY OF JACKSONVILLE, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

1. BUDGETARY DATA (continued)

C. Level of Budgetary Control - Expenditures may not exceed appropriations and are controlled in the following manner:

- (1) The budget is adopted by ordinance which sets the legal level of control at the fund level by department.
- (2) The City adopted more stringent administrative policies that control expenditures at the major category (Personal Services, Operating Expense, Capital Outlay, Debt Service) level within divisions within individual funds.
- (3) The City, additionally, adopted a Municipal Ordinance Code Policy that provides transfer authority to the mayor, without City Council approval, within an individual fund if the total transferred funds for a specific purpose, project or issue is under \$500,000 during the fiscal year. These transfers are reported to the Finance Committee on a quarterly basis.

D. Supplemental Appropriations - The City Council may, through passage of an ordinance, amend the budget in any manner permissible under state and local law, with one exception. Bond covenants, trust and agency agreements, and certain clauses of ordinances in effect may restrict certain budgetary items in terms of amount or use.

In certain instances the City may supplement the appropriations in a fund due to unexpected high levels of receipts or under estimates of carry forward balances. Supplemental appropriations to the Fiscal Year 2013 Annual Budget Ordinance were made throughout the year, the effects of which were not material.

E. All appropriations in annually budgeted funds, except for amounts corresponding to outstanding encumbrances, lapse at year-end or at the close of the authorizing project/program, unless specifically carried forward by ordinance.

F. Formal budgetary integration is used as a management control device for all funds of the City, except certain Debt Service Funds as explained in Note to RSI 1.C.

G. The City's Annual Financial Plan, or published budget document, may be obtained from the City's Budget Office located at 117 West Duval Street, Suite 325, Jacksonville, Florida 32202.

H. The Clerk of Court special revenue fund budget is not approved by the City. The Court subfund is submitted and approved by the State and is based on the State's July 1st to June 30th fiscal year. The Court's Public Modernization Trust subfund and Child Support Enforcement Trust subfund are not budgeted. This special revenue fund does not meet the annually budgeted criteria.

**CITY OF JACKSONVILLE, FLORIDA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
CITY OF JACKSONVILLE RETIREMENT SYSTEM
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

(in thousands)

<u>Plan Year Ending September 30</u>	<u>Annual Required Contributions</u>	<u>City Cash Contributions</u>	<u>Alloted from Past Excess Contributions</u>	<u>Total Employer Contributions</u>	<u>Percentage Contributed</u>
General Employees Pension Plan					
2008	29,371	29,488	-	29,488	100%
2009	29,491	29,530	-	29,530	100%
2010	38,612	40,551	-	40,551	105%
2011	39,124	39,378	-	39,378	101%
2012	57,498	49,899	-	49,899	87% *
2013	66,660	55,386	-	55,386	83% *
Corrections Officers Plan					
2008	4,329	4,350	-	4,350	100%
2009	5,268	5,101	146	5,247	100%
2010	9,097	9,491	-	9,491	104%
2011	8,885	9,711	-	9,711	109%
2012	11,861	9,066	-	9,066	76% *
2013	12,885	10,742	-	10,742	83% *

Certain adjustments are made to the annual required contribution if the plan carries a net pension obligation (NPO). The net pension obligation is defined in GASB No. 27 as the cumulative difference at the date of adoption between annual requirements and actual contributions plus the cumulative difference between the requirements and contributions after that date. For FY 2013, interest credits attributable to the timing of contribution payments resulted in a net pension obligation of \$20.4 million for the plan as a whole, \$16.5 million for General Employees and \$3.9 million for Corrections.

* The Florida Constitution requires plan contributions be made annually in amounts determined by an actuarial valuation stated as a percent of covered payroll. For Fiscal Years 2012 and 2013 the City made 100% of the required contribution as a percentage of actual payroll for both the General Employees and Corrections Officers' Pension Plans.

**CITY OF JACKSONVILLE, FLORIDA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER AND MEMBER CONTRIBUTIONS
POLICE AND FIRE RETIREMENT SYSTEM
SEPTEMBER 30, 2013**

(in thousands)

Plan Year Ending Sept., 30	Annual Required Contributions	City Cash Contributions	Allocated from CBSA	Court Fines	Premium Tax Refunds	Total Employer Contributions	Total Member Contributions	Percentage Contributed
2008	65,389	47,145	443	1,219	5,931	54,738	10,651	100%
2009	67,993	49,246	329	989	6,222	56,786	11,207	100%
2010	95,020	81,171	(5,015)	1,026	6,322	83,504	11,516	100%
2011	94,631	75,039	1,162	864	5,959	83,024	11,607	100%
2012	90,278	69,829	3,130	770	5,345	79,074	11,204	100%
2013	114,919	121,822	(22,583)	758	5,239	105,236	9,683	100%

NOTES:

In all years shown, 100% of the ARC has been contributed thus producing a Net Pension Obligation of \$0 for all years.

City Cash Contributions shown above do not include employer buyback contributions.

Total Member Contributions shown above include DROP contributions, but do not include employee buyback contributions.

The net pension asset is accumulated in the City Budget Stabilization Account (CBSA), which is drawn upon if actual contributions fall below the annual required contribution.

**CITY OF JACKSONVILLE, FLORIDA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER AND MEMBER CONTRIBUTIONS
POLICE AND FIRE PENSION FUND - SENIOR STAFF VOLUNTARY RETIREMENT PLAN
SEPTEMBER 30, 2013**

(in thousands)

Plan Year Ending Sept., 30	Annual Required Contributions	Employee Contributions	Employer Contributions	Total Contributions	Percentage Contributions	Net Pension Obligation (NPO)/(Asset)
2008	189	34	155	189	100%	-
2009	219	36	183	219	100%	-
2010	135	35	247	282	209%	(148)
2011	142	34	101	135	95%	(141)
2012	523	25	117	142	27%	240
2013	28	20	248	268	957%	-

NOTES:

Certain adjustments are made in the ARC if the plan carries a NPO. The NPO (asset if a credit) is Defined in GASB No. 27 as the cumulative difference at the date of adoption (or transition) between annual requirements and actual contributions plus the cumulative difference between the requirements and contributions after that date. For the fiscal year ended 2013, additional contributions were made to make the NPO equal to \$0.

**CITY OF JACKSONVILLE, FLORIDA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF FUNDING PROGRESS
CITY OF JACKSONVILLE RETIREMENT SYSTEM
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

(in thousands)

<u>Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) (b)</u>	<u>Unfunded AAL (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Annual Covered Payroll (c)</u>	<u>UAAL as a % of Covered Payroll (b-a)/c)</u>
General Employees Pension Plan						
10/1/2007	1,712,461	1,904,929	192,468	89.90%	248,887	77.3%
10/1/2008	1,673,435	2,004,279	330,844	83.49%	262,345	126.1%
10/1/2009	1,591,345	2,065,464	474,119	77.05%	276,257	171.6%
10/1/2010	1,640,892	2,163,080	522,188	75.86%	322,531	161.9%
10/1/2011	1,582,042	2,217,381	635,339	71.35%	314,054	202.3%
10/1/2012	1,518,578	2,434,275	915,697	62.38%	283,021	323.5%
Corrections Officers Plan						
10/1/2007	78,458	116,945	38,487	67.09%	27,083	142.1%
10/1/2008	83,056	137,830	54,774	60.26%	26,334	208.0%
10/1/2009	86,358	181,031	94,673	47.70%	27,661	342.3%
10/1/2010	97,464	204,384	106,920	47.69%	32,329	330.7%
10/1/2011	103,154	223,575	120,421	46.14%	31,832	378.3%
10/1/2012	109,474	251,036	141,562	43.61%	28,944	489.1%

Note: Actuarial Assumptions provided in the notes to financial statements

**CITY OF JACKSONVILLE, FLORIDA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF FUNDING PROGRESS
POLICE AND FIRE RETIREMENT SYSTEM
SEPTEMBER 30, 2013**

(in thousands)

Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (1) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
10/01/10	1,039,894	2,427,198	1,387,304	42.84%	148,968	931.28%
10/01/11	1,078,907	2,762,977	1,684,070	39.05%	133,611	1260.43%
10/01/12	1,228,131	2,876,606	1,648,475	42.69%	130,972	1258.65%

Actuarial Assumptions are provided in the notes to the financial statements.

The actuarial value of assets and AAL reflect accumulated DROP payments along with DROP and RLA interest since these are assets of the Trust. The Senior Staff Voluntary Retirement Plan is recognized as part of the assets of the Trust.

**CITY OF JACKSONVILLE, FLORIDA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF FUNDING PROGRESS
POLICE AND FIRE PENSION FUND - SENIOR STAFF VOLUNTARY RETIREMENT PLAN
SEPTEMBER 30, 2013**

(in thousands)

Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (1) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
10/01/10	2,346	3,346	1,000	70.1%	239	418.4%
10/01/11	3,424	3,542	118	96.7%	273	43.2%
10/01/12	3,919	3,866	(53)	101.4%	292	-18.2%

Plan Assumptions: (10/1/2012 valuation date actuarial study is used for fiscal year ended 2013)

- Earnings Rate - 7.00% compounded annually
- Mortality table in use; RP-2000 Combined Healthy Mortality Table, separate by sex; Projection Scale AA to valuation date.
- Salary scale - none
- Cost of living adjustments (COLA); 3.0% compounded annually
- Percent married: 100%
- Retirement Ages: The active employee is assumed to retire in five years.
- Age differences for spouses of employed: females are 3 years younger than males.

Changes since the October 1, 2011 valuation:

- The net investment yield was reduced from 7.75% to 7.00% compounded annually
- The active employee is assumed to retire in five years

**CITY OF JACKSONVILLE, FLORIDA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF FUNDING PROGRESS
CITY OF JACKSONVILLE POST EMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB)
SEPTEMBER 30, 2013**

(in thousands)

<u>Valuation Date</u>	<u>Accuarial Accrued Liability (AAL)</u>	<u>Actuarial Value of Assets</u>	<u>Unfunded AAL (UAAL)</u>	<u>Percentage Funded</u>	<u>Annual Covered Payroll</u>	<u>UAAL as Percentage of Payroll</u>
10/1/2010	\$ 123,300	\$0	\$ 123,300	0.0%	\$ 384,900	32.0%
10/1/2011	\$ 126,200	\$0	\$ 126,200	0.0%	\$ 362,400	34.8%
10/1/2012	\$ 129,127	\$0	\$ 129,127	0.0%	\$ 340,431	37.9%

Actuarial Assumptions provided in the notes to financial statements. The City is not funding the AAL.

The decrease in Actuarial Accrued Liability (AAL) from fiscal years 2011 to 2012 and 2013 were due to the following:

- (a) A 4.5% discount rate was used in fiscal year 2011, 2012, and 2013.
- (b) Used marginally lower participation assumptions based on actual data provided by the City.
- (c) The other key assumption was the treatment of retirees who are not eligible for Medicare.
Based on the information provided by the City's health insurance carrier, fiscal years 2011, 2012, and 2013 assumed that 10% of the current retirees would not be eligible for Medicare.



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NON-MAJOR GOVERNMENTAL FUNDS:

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trusts and major capital projects) that are legally restricted to expenditure for specific purposes as described below.

The Concurrency Management Fund provides funding for maintenance and update of the Concurrency Management System which is the basis for ensuring compliance with the 2010 Comprehensive Plan.

The Air Pollution Control and Monitoring Fund receives revenue from licenses and fees, and contributions from the federal government to monitor and control environmental problems related to the air quality in Jacksonville.

Tourism Development Fund collects revenues from tourist and convention development taxes to fund tourism programs sponsored by the Tourist Development Council through the City.

The Clerk of the Circuit Court Fund receives revenue collected on behalf of the state and City by the courts system for various judgments, fines, bonds, fees and licenses, and other miscellaneous amounts. The Fund includes Public Records Modernization activity which receives revenues from a service charge authorized by Florida Statute 28.24(15)(d) to be held in trust and used exclusively for equipment, personnel training, and technical assistance in modernizing the official public records system of the Clerk's office.

The Transportation Fund accounts for revenue from the City's six cent local option gas tax, the state-shared 5th and 6th cent gas tax, and the one-half cent local option sales tax used to fund major road and related capital infrastructure construction and maintenance and the City's mass transit and automated skyway express system operations.

The Budgeted General Government Fund accounts for numerous smaller accounts whose revenues are dedicated to a variety of specific purposes.

The Public Safety Fund funds specific public safety programs through user fees and intergovernmental revenue for emergency management planning and disaster medical services provided by the Office of the Sheriff and the City Department of Fire and Rescue.

The Emergency 9-1-1 Fund receives revenues from a fee added to the telephone bill of telephone customers that may be used for system operations and improvements.

The Tax Increment Districts Fund receives a distribution of ad valorem tax revenue levied and collected in the City's four tax increment districts used to promote future commercial business development that expands property tax base values in the City's core downtown areas and the northwest region.

The Jacksonville Children's Commission Fund receives City funds, and various grants, to serve as the community coalition for children. The autonomous board has the ongoing responsibility of improving the lives of Jacksonville's children by serving as the central focus for the evaluation, planning and distribution of funds for children's services that are consistent with City programs and goals.

The American Recovery & Reinvestment Act Fund accounts for resources received from the American Recovery Act (ARRA) of 2009. The funding supports the City's efforts to address crime and public safety, energy efficiency and environmental quality, infrastructure and transportation improvements, and job creation and workforce development.

The Community Development Block Grant Fund receives monies from the federal government in the form of community development block grants made available to specific targeted areas of Jacksonville to assist in rehabilitation and revitalization in support of the area's future economic growth and stability.

The Job Training Partnership Act Grant Fund accounts for direct federal assistance to the Private Industry Council of Jacksonville in providing employment and training services to the economically disadvantaged and displaced citizens of Jacksonville through cooperative efforts with local private sector businesses.

The Maintenance, Parks and Recreation Fund receives revenues from user fees and charges from parks and recreation facilities that are dedicated to parks maintenance and improvements, and acquisition of new recreational facilities.

The Metropolitan Planning Organization Fund receives funds from the Federal Highway Department and the Federal Urban Mass Transportation Administration, and the Florida Department of Transportation for planning the future of Jacksonville's metropolitan area, principally in the area of transportation.

The Other Federal, State and Local Grants Fund records all other miscellaneous grants administered by the City from federal, state and local sources not specifically accounted for by other funds covering diverse programs such as: day care, adult homemaker, beach erosion, base conversion and redevelopment, economic capital development, aids treatment care, senior services and nutrition, crime prevention and drug abuse, teenage pregnancy and childhood development, foster grandparents, and waste tire disposal.

The Better Jacksonville Plan Trust Fund receives revenue from the half-cent infrastructure sales tax. All monies placed into this trust are appropriated for Debt Service requirements and contributions to the Better Jacksonville Capital Projects Fund.

Housing and Neighborhoods was designated as the housing agency for Affordable Housing, State Housing Initiative Partnership funds, and all other matters related to housing, with the exception of those matters which fall within the responsibility of the Jacksonville Housing Authority.

The State Housing Initiative Partnership Fund accounts for revenue collected by the Clerk of the Circuit Court on certain property transactions in Duval county passed from the State earmarked for housing assistance and financial incentive programs to increase the availability of affordable housing in Jacksonville including down payment assistance, home owner repair and rehabilitation and acquisition of existing single family dwellings for home ownership.

The Non-Budgeted General Government Fund accounts for numerous smaller funds whose revenues are dedicated to a variety of specific purposes.

DEBT SERVICE FUNDS

Debt Service Funds account for the accumulation of resources for, and the payment of, interest and principal on most general governmental obligations. Individual debt service funds are described below.

The Other Non-Bonded Debt Obligations Fund accounts for the accumulation of resources for, and the payment of, principal and interest on other non-bonded debt obligations.

CAPITAL PROJECTS FUNDS

Capital Projects Fund account for financial resources segregated for the construction or acquisition of major capital facilities (other than those financed by proprietary funds and fiduciary funds). Descriptions of individual funds in this fund type follow.

The General Projects Fund receives monies appropriated from the General Fund and other sources including proceeds from non-bonded debt for general capital improvements.

The Better Jacksonville Plan Construction Projects Fund receives revenues from the two local option sales tax programs and proceeds from the sale of bonded debt issued by the City to fund projects under the Better Jacksonville Plan.

The Bond Projects Fund receives proceeds from the sale of bonded debt issued by the City to fund major capital improvement projects.

The Grant Projects Fund accounts for monies received by the City under various federal, state and local grants restricted to expenditure of specific capital improvements funded under the grant program.

The River City Renaissance Project Fund accounts for proceeds of a comprehensive capital improvement initiative (the "River City Renaissance") for projects concerning the environment, children, health and social services, economic development, neighborhoods and downtown, parks and recreation, and the arts.

PERMANENT FUND

The Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that benefit the government or its citizenry. The City accounts for its Cemetery Maintenance Funds as a Permanent Fund.

CITY OF JACKSONVILLE, FLORIDA
 COMBINING BALANCE SHEET -
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2013
 WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	SPECIAL REVENUE FUNDS			
	CONCURRENCY MANAGEMENT	AIR POLLUTION CONTROL AND MONITORING	TOURISM DEVELOPMENT	CLERK OF THE COURT
ASSETS:				
Equity in cash and investments.....	\$ 54,094	\$ 1,600	\$ 4,152	\$ 1,812
Cash in escrow and with fiscal agents.....	-	-	80	3,884
Receivables (net, where applicable, of allowances for uncollectibles):				
Accounts	-	-	-	-
Mortgages.....	-	-	-	-
Others.....	-	-	-	-
Due from independent agencies and other governments.....	-	128	-	-
Prepaid Items.....	-	-	-	-
TOTAL ASSETS.....	54,094	1,728	4,232	5,696
LIABILITIES:				
Accounts payable and accrued liabilities.....	\$ 16	\$ 42	\$ 79	\$ 358
Contracts payable.....	31	-	-	-
Due to other funds.....	-	-	-	-
Due to component units.....	-	-	-	-
Due to individuals.....	-	-	-	-
Deposits.....	362	-	-	2,000
Advances from other funds.....	-	-	-	-
Unearned / Deferred revenue.....	-	-	-	-
TOTAL LIABILITIES.....	409	42	79	2,358
FUND BALANCES (DEFICIT):				
Non Spendable:				
Non Spendable.....	-	-	100	-
Spendable:				
Restricted.....	-	1,686	-	-
Committed.....	53,685	-	4,053	3,338
Assigned.....	-	-	-	-
Unassigned.....	-	-	-	-
Total Fund Balances (Deficit).....	53,685	1,686	4,153	3,338
TOTAL LIABILITIES AND FUND BALANCES.....	\$ 54,094	\$ 1,728	\$ 4,232	\$ 5,696

See accompanying notes.

SPECIAL REVENUE FUNDS

TRANSPORTATION FUND	BUDGETED GENERAL GOVERNMENT	PUBLIC SAFETY	EMERGENCY 9-1-1	TAX INCREMENT DISTRICTS	JACKSONVILLE CHILDREN'S COMMISSION	AMERICAN RECOVERY & REINVESTMENT ACT
\$ 23,807	\$ 26,243	\$ 360	\$ 7,116	\$ 2,692	\$ 7,091	\$ 1
-	-	-	-	-	-	-
-	5	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
15,549	380	-	327	-	1,272	1,084
-	-	-	-	-	160	-
<u>39,356</u>	<u>26,628</u>	<u>360</u>	<u>7,443</u>	<u>2,692</u>	<u>8,523</u>	<u>1,085</u>
\$ 92	\$ 869	\$ -	\$ 162	\$ 311	\$ 1,769	\$ 350
-	-	-	-	-	-	-
-	-	-	-	-	-	734
7,741	-	-	-	-	-	-
-	-	-	-	-	-	-
-	251	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>7,833</u>	<u>1,120</u>	<u>-</u>	<u>162</u>	<u>311</u>	<u>1,769</u>	<u>1,084</u>
-	-	-	-	-	-	-
-	-	-	-	-	6,754	1
31,523	25,508	360	7,281	2,381	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>31,523</u>	<u>25,508</u>	<u>360</u>	<u>7,281</u>	<u>2,381</u>	<u>6,754</u>	<u>1</u>
<u>\$ 39,356</u>	<u>\$ 26,628</u>	<u>\$ 360</u>	<u>\$ 7,443</u>	<u>\$ 2,692</u>	<u>\$ 8,523</u>	<u>\$ 1,085</u>

(continued)

CITY OF JACKSONVILLE, FLORIDA
 COMBINING BALANCE SHEET -
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2013
 WITH COMPARATIVE TOTALS FOR 2012 (in thousands; continued)

SPECIAL REVENUE FUNDS

	COMMUNITY DEVELOPMENT BLOCK GRANT	JOB TRAINING PARTNERSHIP ACT GRANT	MAINTENANCE, PARKS AND RECREATION	METROPOLITAN PLANNING ORGANIZATION	OTHER FEDERAL, STATE AND LOCAL GRANTS
ASSETS:					
Equity in cash and investments.....	\$ -	\$ 725	\$ 3,870	\$ -	\$ 8,564
Cash in escrow and with fiscal agents.....	-	-	-	-	42
Receivables (net, where applicable, of allowances for uncollectibles):					
Accounts	-	-	167	-	154
Mortgages.....	632	-	-	-	-
Others.....	-	-	-	-	-
Due from independent agencies and other governments.....	2,598	-	18	-	5,549
Prepaid Items.....	-	-	2	-	-
TOTAL ASSETS.....	3,230	725	4,057	-	14,309
LIABILITIES:					
Accounts payable and accrued liabilities.....	\$ 351	\$ -	\$ 273	\$ -	\$ 1,284
Contracts payable.....	23	-	-	-	-
Due to other funds.....	2,249	-	-	-	-
Due to component units.....	-	-	-	-	-
Due to individuals.....	-	-	-	-	-
Deposits.....	6	-	-	-	-
Advances from other funds.....	-	-	-	-	-
Unearned / Deferred revenue.....	600	-	-	-	154
TOTAL LIABILITIES.....	3,229	-	273	-	1,438
FUND BALANCES (DEFICIT):					
Non Spendable:					
Non Spendable.....	-	-	2	-	-
Spendable:					
Restricted.....	1	725	-	-	12,871
Committed.....	-	-	3,782	-	-
Assigned.....	-	-	-	-	-
Unassigned.....	-	-	-	-	-
Total Fund Balances (Deficit).....	1	725	3,784	-	12,871
TOTAL LIABILITIES AND FUND BALANCES.....	\$ 3,230	\$ 725	\$ 4,057	\$ -	\$ 14,309

See accompanying notes.

SPECIAL REVENUE FUNDS

BETTER JACKSONVILLE PLAN TRUST	HOUSING AND NEIGHBORHOODS	STATE HOUSING INITIATIVE PARTNERSHIP	NON-BUDGETED GENERAL GOVERNMENT	TOTALS	
				2013	2012
\$ 2,699	\$ 9,064	\$ 2,819	\$ 23,525	\$ 180,234	\$ 165,373
-	381	-	82	4,469	2,938
-	-	-	1,270	1,596	1,679
-	2,472	665	-	3,769	4,736
-	-	-	15	15	78
11,897	934	-	(288)	39,448	47,840
-	-	-	-	162	729
<u>14,596</u>	<u>12,851</u>	<u>3,484</u>	<u>24,604</u>	<u>229,693</u>	<u>223,373</u>
\$ -	\$ 436	\$ 50	\$ 658	\$ 7,100	\$ 7,216
-	-	-	-	54	94
-	-	-	-	2,983	4,573
-	-	-	-	7,741	2,286
-	-	-	245	245	223
-	77	-	9	2,705	2,661
-	-	-	-	-	-
-	15	665	1,279	2,713	4,035
-	528	715	2,191	23,541	\$ 21,088
-	-	-	-	102	101
-	12,323	2,769	-	37,130	37,980
14,596	-	-	22,413	168,920	164,303
-	-	-	-	-	-
-	-	-	-	-	(99)
<u>14,596</u>	<u>12,323</u>	<u>2,769</u>	<u>22,413</u>	<u>206,152</u>	<u>202,285</u>
<u>\$ 14,596</u>	<u>\$ 12,851</u>	<u>\$ 3,484</u>	<u>\$ 24,604</u>	<u>\$ 229,693</u>	<u>\$ 223,373</u>

(continued)

CITY OF JACKSONVILLE, FLORIDA
 COMBINING BALANCE SHEET -
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2013
 WITH COMPARATIVE TOTALS FOR 2012 (in thousands; continued)

DEBT SERVICE FUNDS

	OTHER NON-BONDED DEBT OBLIGATIONS	TOTALS	
		2013	2012
ASSETS:			
Equity in cash and investments.....	\$ 195	\$ 195	\$ 463
Cash in escrow and with fiscal agents.....	-	-	-
Receivables (net, where applicable, of allowances for uncollectibles):			
Accounts	-	-	-
Mortgages.....	-	-	-
Others.....	-	-	-
Due from independent agencies and other governments.....	-	-	-
Prepaid Items.....	-	-	-
TOTAL ASSETS.....	195	195	463
LIABILITIES:			
Accounts payable and accrued liabilities.....	\$ -	\$ -	\$ -
Contracts payable.....	-	-	-
Due to other funds.....	-	-	-
Due to component units.....	-	-	-
Due to individuals.....	-	-	-
Deposits.....	-	-	-
Advances from other funds.....	-	-	-
Unearned / Deferred revenue.....	-	-	-
TOTAL LIABILITIES.....	-	-	-
FUND BALANCES (DEFICIT):			
Non Spendable:			
Non Spendable.....	-	-	-
Spendable:			
Restricted.....	-	-	-
Committed.....	-	-	-
Assigned.....	195	195	463
Unassigned.....	-	-	-
Total Fund Balances (Deficit).....	195	195	463
TOTAL LIABILITIES AND FUND BALANCES.....	\$ 195	\$ 195	\$ 463

See accompanying notes.

CAPITAL PROJECTS FUNDS

GENERAL PROJECTS	BETTER JACKSONVILLE PLAN CONSTRUCTION PROJECT	BOND PROJECTS	GRANT PROJECTS	RIVER CITY RENAISSANCE PROJECT	TOTALS	
					2013	2012
\$ 56,653	\$ 4,910	\$ 39,534	\$ 5,725	\$ 712	\$ 107,534	\$ 144,944
-	-	-	-	-	-	248
-	-	-	-	-	-	-
-	-	-	-	-	-	-
190	-	-	-	-	190	256
491	-	-	2,912	-	3,403	14,876
-	-	-	-	-	-	-
<u>57,334</u>	<u>4,910</u>	<u>39,534</u>	<u>8,637</u>	<u>712</u>	<u>111,127</u>	<u>160,324</u>
\$ 7,165	\$ 2,359	\$ 591	\$ 654	\$ 163	\$ 10,932	\$ 11,028
176	388	7	88	4	663	4,734
-	1,879	-	-	-	1,879	-
-	236	-	-	-	236	201
-	-	-	-	-	-	-
-	-	-	-	-	-	-
5,536	-	-	-	-	5,536	6,326
190	-	-	-	-	190	256
<u>13,067</u>	<u>4,862</u>	<u>598</u>	<u>742</u>	<u>167</u>	<u>\$ 19,436</u>	<u>\$ 22,545</u>
-	-	-	-	-	-	-
-	48	38,936	7,895	545	47,424	83,925
44,267	-	-	-	-	44,267	53,854
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>44,267</u>	<u>48</u>	<u>38,936</u>	<u>7,895</u>	<u>545</u>	<u>91,691</u>	<u>137,779</u>
<u>\$ 57,334</u>	<u>\$ 4,910</u>	<u>\$ 39,534</u>	<u>\$ 8,637</u>	<u>\$ 712</u>	<u>\$ 111,127</u>	<u>\$ 160,324</u>

(continued)

CITY OF JACKSONVILLE, FLORIDA
 COMBINING BALANCE SHEET -
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2013

WITH COMPARATIVE TOTALS FOR 2012 (in thousands; continued)

	PERMANENT FUND		TOTAL NONMAJOR GOVERNMENTAL FUNDS	
	CEMETERY MAINTENANCE FUNDS		TOTALS	
	2013	2012	2013	2012
ASSETS:				
Equity in cash and investments.....	\$ 250	\$ 249	\$ 288,213	\$ 311,029
Cash in escrow and with fiscal agents.....	-	-	4,469	3,186
Receivables (net, where applicable, of allowances for uncollectibles):				
Accounts	-	-	1,596	1,679
Mortgages.....	-	-	3,769	4,736
Others.....	-	-	205	334
Due from independent agencies and other governments.	-	-	42,851	62,716
Prepaid Items.....	-	-	162	729
TOTAL ASSETS.....	250	249	341,265	384,409
LIABILITIES:				
Accounts payable and accrued liabilities.....	\$ -	\$ -	\$ 18,032	\$ 18,244
Contracts payable.....	-	-	717	4,828
Due to other funds.....	-	-	4,862	4,573
Due to component units.....	-	-	7,977	2,487
Due to individuals.....	-	-	245	223
Deposits.....	-	-	2,705	2,661
Advances from other funds.....	-	-	5,536	6,326
Unearned / Deferred revenue.....	-	-	2,903	4,291
TOTAL LIABILITIES.....	-	-	42,977	43,633
FUND BALANCES (DEFICIT):				
Non Spendable:				
Non Spendable.....	123	123	225	224
Spendable:				
Restricted.....	-	-	84,554	121,905
Committed.....	127	126	213,314	218,283
Assigned.....	-	-	195	463
Unassigned.....	-	-	-	(99)
Total Fund Balances (Deficit).....	250	249	298,288	340,776
TOTAL LIABILITIES AND FUND BALANCES.....	\$ 250	\$ 249	\$ 341,265	\$ 384,409

See accompanying notes.



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**CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

SPECIAL REVENUE FUNDS

	CONCURRENCY MANAGEMENT	AIR POLLUTION CONTROL AND MONITORING	TOURISM DEVELOPMENT	CLERK OF THE COURT
REVENUES:				
Property taxes.....	\$ -	\$ -	\$ -	\$ -
Sales and tourist taxes.....	-	-	5,390	-
Licenses, Permits, and Fees.....	-	-	-	-
Intergovernmental.....	-	1,750	-	777
Charges for services.....	1,769	-	-	19,157
Fines and forfeitures.....	-	-	-	-
Interest.....	232	7	12	-
Other.....	-	-	1,108	-
Total Revenues.....	2,001	1,757	6,510	\$ 19,934
EXPENDITURES:				
General government.....	365	-	-	18,636
Human services.....	-	-	-	-
Public safety.....	-	-	-	-
Culture and recreation.....	-	-	925	-
Transportation.....	422	-	-	-
Economic environment.....	-	-	5,221	-
Physical environment.....	-	2,174	-	-
Capital outlay.....	-	-	-	-
Debt service:				
Principal.....	-	-	-	-
Interest on fiscal charges.....	-	-	-	-
Other.....	-	-	-	-
Total Expenditures.....	787	2,174	6,146	18,636
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES.....	1,214	(417)	364	\$ 1,298
OTHER FINANCING SOURCES (USES):				
Long term debt issued.....	-	-	-	-
Premium on special obligation bonds payable.....	-	-	-	-
Payment to escrow agent - refunded bonds.....	-	-	-	-
Transfers in.....	7	422	-	-
Transfers out.....	(60)	-	-	-
Total Other Financing Sources (Uses).....	(53)	422	-	-
NET CHANGE IN FUND BALANCES.....	1,161	5	364	\$ 1,298
FUND BALANCES, BEGINNING OF YEAR.....	52,524	1,681	3,789	2,040
FUND BALANCES (DEFICIT), END OF YEAR.....	\$ 53,685	\$ 1,686	\$ 4,153	\$ 3,338

See accompanying notes.

SPECIAL REVENUE FUNDS

TRANSPORTATION FUND	BUDGETED GENERAL GOVERNMENT	PUBLIC SAFETY	EMERGENCY 9-1-1	TAX INCREMENT DISTRICTS	JACKSONVILLE CHILDREN'S COMMISSION	AMERICAN RECOVERY & REINVESTMENT ACT
\$ -	\$ -	\$ -	\$ -	\$ 12,597	\$ -	\$ -
97,505	-	-	-	-	-	-
-	10,758	-	-	-	-	-
6,525	1,225	435	-	-	5,884	3,307
-	6,240	-	4,430	-	-	-
-	767	-	-	-	-	-
52	93	2	32	-	57	-
-	692	-	-	470	593	-
104,082	19,775	437	4,462	13,067	6,534	3,307
-	5,072	-	-	-	-	-
-	853	-	-	-	24,460	-
-	8,814	562	4,314	-	-	1,361
-	208	-	-	-	-	-
104,168	56	-	-	-	-	-
-	-	-	-	5,427	41	-
-	2,536	-	-	-	-	1,945
-	-	-	-	-	-	-
-	208	-	-	-	-	-
-	-	-	-	-	-	-
104,168	17,747	562	4,314	5,427	24,501	3,306
(86)	2,028	(125)	148	7,640	(17,967)	1
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1,210	-	-	2,982	16,548	-
-	(1,928)	-	-	(8,991)	(129)	-
-	(718)	-	-	(6,009)	16,419	-
(86)	1,310	(125)	148	1,631	(1,548)	1
31,609	24,198	485	7,133	750	8,302	-
\$ 31,523	\$ 25,508	\$ 360	\$ 7,281	\$ 2,381	\$ 6,754	\$ 1

(continued)

**CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

SPECIAL REVENUE FUNDS

	COMMUNITY DEVELOPMENT BLOCK GRANT	JOB TRAINING PARTNERSHIP ACT GRANT	MAINTENANCE, PARKS AND RECREATION	METROPOLITAN PLANNING ORGANIZATION
REVENUES:				
Property taxes.....	\$ -	\$ -	\$ -	\$ -
Sales and tourist taxes.....	-	-	-	-
Licenses, Permits, and Fees.....	-	-	-	-
Intergovernmental.....	14,918	-	-	-
Charges for services.....	-	-	1,763	-
Fines and forfeitures.....	-	-	-	-
Interest.....	-	3	14	-
Other.....	-	-	298	-
Total Revenues.....	\$ 14,918	3	2,075	-
EXPENDITURES:				
General government.....	-	-	-	-
Human services.....	-	-	-	-
Public safety.....	-	-	-	-
Culture and recreation.....	-	-	3,699	-
Transportation.....	-	-	-	-
Economic environment.....	14,773	-	-	-
Physical environment.....	-	-	-	-
Capital outlay.....	-	-	-	-
Debt service:				
Principal.....	-	-	-	-
Interest on fiscal charges.....	-	-	-	-
Other	-	-	-	-
Total Expenditures.....	14,773	-	3,699	-
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES.....	\$ 145	3	(1,624)	-
OTHER FINANCING SOURCES (USES):				
Long term debt issued.....	-	-	-	-
Premium on special obligation bonds payable.....	-	-	-	-
Payment to escrow agent - refunded bonds.....	-	-	-	-
Transfers in.....	75	-	2,125	-
Transfers out.....	(120)	-	(97)	(125)
Total Other Financing Sources (Uses).....	(45)	-	2,028	(125)
NET CHANGE IN FUND BALANCES.....	100	3	404	(125)
FUND BALANCES, BEGINNING OF YEAR.....	(99)	722	3,380	125
FUND BALANCES (DEFICIT), END OF YEAR.....	\$ 1	\$ 725	\$ 3,784	\$ -

See accompanying notes.

SPECIAL REVENUE FUNDS

OTHER FEDERAL, STATE AND LOCAL GRANTS	BETTER JACKSONVILLE PLAN TRUST	HOUSING AND NEIGHBORHOODS	STATE HOUSING INITIATIVE PARTNERSHIP	NON-BUDGETED GENERAL GOVERNMENT	TOTALS	
					2013	2012
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,597	\$ 13,109
-	68,531	-	-	-	171,426	163,830
-	-	-	-	345	11,103	9,588
20,372	4,529	5,493	1,625	180	67,020	94,333
-	-	29	-	2,652	36,040	33,860
-	-	-	-	1,723	2,490	1,968
58	28	29	-	110	729	7,107
71	-	1,161	883	8,163	13,439	13,489
<u>20,501</u>	<u>73,088</u>	<u>6,712</u>	<u>2,508</u>	<u>13,173</u>	<u>314,844</u>	<u>\$ 337,284</u>
1,953	-	-	-	1,907	27,933	28,165
11,085	-	-	-	969	37,367	38,251
11,509	-	-	-	3,983	30,543	30,073
1,239	-	-	-	466	6,537	6,936
-	-	-	-	-	104,646	101,600
346	-	5,794	477	35	32,114	55,293
56	-	-	-	200	6,911	8,799
-	-	-	-	-	-	-
-	-	-	-	-	208	247
-	-	-	-	-	-	-
<u>26,188</u>	<u>-</u>	<u>5,794</u>	<u>477</u>	<u>7,560</u>	<u>246,259</u>	<u>269,364</u>
<u>(5,687)</u>	<u>73,088</u>	<u>918</u>	<u>2,031</u>	<u>5,613</u>	<u>68,585</u>	<u>\$ 67,920</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,915	-	-	-	-	27,284	31,014
<u>(363)</u>	<u>(76,213)</u>	<u>(1)</u>	<u>-</u>	<u>(3,975)</u>	<u>(92,002)</u>	<u>(101,268)</u>
<u>3,552</u>	<u>(76,213)</u>	<u>(1)</u>	<u>-</u>	<u>(3,975)</u>	<u>(64,718)</u>	<u>(70,254)</u>
(2,135)	(3,125)	917	2,031	1,638	3,867	(2,334)
<u>15,006</u>	<u>17,721</u>	<u>11,406</u>	<u>738</u>	<u>20,775</u>	<u>202,285</u>	<u>204,619</u>
<u>\$ 12,871</u>	<u>\$ 14,596</u>	<u>\$ 12,323</u>	<u>\$ 2,769</u>	<u>\$ 22,413</u>	<u>\$ 206,152</u>	<u>\$ 202,285</u>

(continued)

**CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

DEBT SERVICE FUNDS

	OTHER NON-BONDED DEBT OBLIGATIONS	TOTALS	
		2013	2012
REVENUES:			
Property taxes.....	\$ -	\$ -	\$ -
Sales and tourist taxes.....	-	-	-
Licenses, Permits, and Fees.....	-	-	-
Intergovernmental.....	-	-	-
Charges for services.....	-	-	-
Fines and forfeitures.....	-	-	-
Interest.....	8	8	33
Other.....	-	-	-
Total Revenues.....	8	8	33
EXPENDITURES:			
General government.....	2	2	1
Human services.....	-	-	-
Public safety.....	-	-	-
Culture and recreation.....	-	-	-
Transportation.....	-	-	-
Economic environment.....	-	-	-
Physical environment.....	-	-	-
Capital outlay.....	-	-	-
Debt service:			
Principal.....	1,035	1,035	1,025
Interest on fiscal charges.....	86	86	114
Other.....	-	-	-
Total Expenditures.....	1,123	1,123	1,140
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES.....	(1,115)	(1,115)	(1,107)
OTHER FINANCING SOURCES (USES):			
Long term debt issued.....	-	-	-
Premium on special obligation bonds payable.....	-	-	-
Payment to escrow agent - refunded bonds.....	-	-	-
Transfers in.....	847	847	1,281
Transfers out.....	-	-	-
Total Other Financing Sources (Uses).....	847	847	1,281
NET CHANGE IN FUND BALANCES.....	(268)	(268)	174
FUND BALANCES, BEGINNING OF YEAR.....	463	463	289
FUND BALANCES (DEFICIT), END OF YEAR.....	\$ 195	\$ 195	\$ 463

See accompanying notes.

CAPITAL PROJECTS FUNDS

GENERAL PROJECTS	BETTER JACKSONVILLE PLAN CONSTRUCTION PROJECT	BOND PROJECTS	GRANT PROJECTS	RIVER CITY RENAISSANCE PROJECT	TOTALS	
					2013	2012
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,791	-	-	4,204	-	5,995	5,726
59	-	-	-	-	59	57
-	-	-	-	-	-	-
482	6	234	15	11	748	7,427
1,596	-	-	-	-	1,596	1,301
<u>3,928</u>	<u>6</u>	<u>234</u>	<u>4,219</u>	<u>11</u>	<u>8,398</u>	<u>\$ 14,511</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
54,165	10,628	7,759	4,850	952	78,354	121,541
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>54,165</u>	<u>10,628</u>	<u>7,759</u>	<u>4,850</u>	<u>952</u>	<u>78,354</u>	<u>121,541</u>
(50,237)	(10,622)	(7,525)	(631)	(941)	(69,956)	\$ (107,030)
12,546	-	-	-	-	12,546	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
7,231	5,150	-	50	-	12,431	23,371
-	-	-	(1,109)	-	(1,109)	(2,454)
<u>19,777</u>	<u>5,150</u>	<u>-</u>	<u>(1,059)</u>	<u>-</u>	<u>23,868</u>	<u>20,917</u>
(30,460)	(5,472)	(7,525)	(1,690)	(941)	(46,088)	(86,113)
74,727	5,520	46,461	9,585	1,486	137,779	223,892
<u>\$ 44,267</u>	<u>\$ 48</u>	<u>\$ 38,936</u>	<u>\$ 7,895</u>	<u>\$ 545</u>	<u>\$ 91,691</u>	<u>\$ 137,779</u>

(continued)

**CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

	PERMANENT FUND		TOTAL NONMAJOR GOVERNMENTAL FUNDS	
	CEMETERY MAINTENANCE FUNDS		TOTALS	
	2013	2012	2013	2012
REVENUES:				
Property taxes.....	\$ -	\$ -	\$ 12,597	\$ 13,109
Sales and tourist taxes.....	-	-	171,426	163,830
Licenses, Permits, and Fees.....	-	-	11,103	9,588
Intergovernmental.....	-	-	73,015	100,059
Charges for services.....	-	-	36,099	33,917
Fines and forfeitures.....	-	-	2,490	1,968
Interest.....	1	11	1,486	14,578
Other.....	-	-	15,035	14,790
Total Revenues.....	1	11	323,251	351,839
EXPENDITURES:				
General government.....	-	-	27,935	28,166
Human services.....	-	-	37,367	38,251
Public safety.....	-	-	30,543	30,073
Culture and recreation.....	-	-	6,537	6,936
Transportation.....	-	-	104,646	101,600
Economic environment.....	-	-	32,114	55,293
Physical environment.....	-	-	6,911	8,799
Capital outlay.....	-	-	78,354	121,541
Debt service:				
Principal.....	-	-	1,035	1,025
Interest on fiscal charges.....	-	-	294	361
Other.....	-	-	-	-
Total Expenditures.....	-	-	325,736	392,045
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES.....	1	11	(2,485)	(40,206)
OTHER FINANCING SOURCES (USES):				
Long term debt issued.....	-	-	12,546	-
Premium on special obligation bonds payable.....	-	-	-	-
Payment to escrow agent - refunded bonds.....	-	-	-	-
Transfers in.....	-	-	40,562	55,666
Transfers out.....	-	-	(93,111)	(103,722)
Total Other Financing Sources (Uses).....	-	-	(40,003)	(48,056)
NET CHANGE IN FUND BALANCES.....	1	11	(42,488)	(88,262)
FUND BALANCES, BEGINNING OF YEAR.....	249	238	340,776	429,038
FUND BALANCES (DEFICIT), END OF YEAR.....	\$ 250	\$ 249	\$ 298,288	\$ 340,776

See accompanying notes.



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**CITY OF JACKSONVILLE, FLORIDA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS (in thousands)
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

FUND 110 - CONCURRENCY MANAGEMENT

	BUDGETED AMOUNTS				BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	ENCUMBRANCES		
REVENUE:						
Charges for Services	\$ 179	\$ 553	\$ 1,769	\$ -	\$ 1,769	\$ 1,216
Interest	39	170	232	-	232	62
Total Revenue	\$ 218	\$ 723	\$ 2,001	-	\$ 2,001	\$ 1,278
EXPENDITURES:						
Planning and Development	6,869	6,674	365	-	365	6,309
Public Works	28,281	28,981	422	589	1,011	27,970
Total Expenditures	35,150	35,655	787	589	1,376	34,279
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(34,932)	(34,932)	1,214	(589)	625	35,557
OTHER FINANCING (USES):						
Transfers in	-	-	7	-	7	(7)
Transfers out	(60)	(60)	(60)	-	(60)	-
Total Other Financing (Uses)	(60)	(60)	(53)	-	(53)	(7)
NET CHANGE IN FUND BALANCES	(34,992)	(34,992)	1,161	(589)	572	35,564
FUND BALANCE, BEGINNING	52,524	52,524	52,524		52,524	-
FUND BALANCE, ENDING	\$ 17,532	\$ 17,532	\$ 53,685	\$ (589)	\$ 53,096	\$ 35,564

**CITY OF JACKSONVILLE, FLORIDA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS (in thousands)
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

FUND 120 - AIR POLLUTION CONTROL AND MONITORING

	BUDGETED AMOUNTS				BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	ENCUMBRANCES		
REVENUE:						
Intergovernmental	\$ 1,670	\$ 2,085	\$ 1,750	\$ -	\$ 1,750	\$ (335)
Interest	34	34	7	-	7	(27)
Total Revenue	\$ 1,704	\$ 2,119	\$ 1,757	-	\$ 1,757	\$ (362)
EXPENDITURES:						
Jacksonville Citywide Activities	64	64	-	-	-	64
Neighborhoods	2,522	2,763	2,174	172	2,346	417
Total Expenditures	2,586	2,827	2,174	172	2,346	481
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(882)	(708)	(417)	(172)	(589)	119
OTHER FINANCING (USES):						
Transfers in	422	422	422	-	422	-
Total Other Financing (Uses)	422	422	422	-	422	-
NET CHANGE IN FUND BALANCES	(460)	(286)	5	(172)	(167)	119
FUND BALANCE, BEGINNING	1,681	1,681	1,681	-	1,681	-
FUND BALANCE, ENDING	\$ 1,221	\$ 1,395	\$ 1,686	\$ (172)	\$ 1,514	\$ 119

**CITY OF JACKSONVILLE, FLORIDA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS (in thousands)
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

FUND 130 - SPORTS, CONVENTION AND TOURISM DEVELOPMENT

	BUDGETED AMOUNTS				BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	ENCUMBRANCES		
REVENUE:						
Sales and Tourist Taxes	\$ 5,142	\$ 5,142	\$ 5,390	\$ -	\$ 5,390	\$ 248
Interest	59	79	12	-	12	(67)
Other	217	1,108	1,108	-	1,108	-
Total Revenue	5,418	6,329	6,510	-	6,510	181
EXPENDITURES:						
Finance	3	3	-	-	-	3
City Council	7,185	7,074	5,221	350	5,571	1,503
Neighborhoods	24	25	-	-	-	25
Parks & Recreation	1,679	2,575	922	5	927	1,648
Special Services	45	57	3	1	4	53
Total Expenditures	8,936	9,734	6,146	356	6,502	3,232
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(3,518)	(3,405)	364	(356)	8	3,413
NET CHANGE IN FUND BALANCES	(3,518)	(3,405)	364	(356)	8	3,413
FUND BALANCE, BEGINNING	3,789	3,789	3,789	-	3,789	-
FUND BALANCE, ENDING	\$ 271	\$ 384	\$ 4,153	\$ (356)	\$ 3,797	\$ 3,413

**CITY OF JACKSONVILLE, FLORIDA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS (in thousands)
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

FUND 140 - TRANSPORTATION

	BUDGETED AMOUNTS				BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	ENCUMBRANCES		
REVENUE:						
Sales and Tourist Taxes	\$ 132,769	\$ 132,769	\$ 97,505	\$ -	\$ 97,505	\$ (35,264)
Intergovernmental	6,601	6,601	6,525	-	6,525	(76)
Interest	357	357	52	-	52	(305)
Total Revenue	139,727	139,727	104,082	-	104,082	(35,645)
EXPENDITURES:						
Public Works	39,760	39,760	27,837	190	28,027	11,733
Jacksonville Misc Citywide Activities	124,500	124,500	76,331	-	76,331	48,169
Total Expenditures	164,260	164,260	104,168	190	104,358	59,902
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(24,533)	(24,533)	(86)	(190)	(276)	24,257
NET CHANGE IN FUND BALANCES	(24,533)	(24,533)	(86)	(190)	(276)	24,257
FUND BALANCE, BEGINNING	31,609	31,609	31,609	-	31,609	-
FUND BALANCE, ENDING	\$ 7,076	\$ 7,076	\$ 31,523	\$ (190)	\$ 31,333	\$ 24,257

CITY OF JACKSONVILLE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS (in thousands)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

FUND 150 - BUDGETED GENERAL GOVERNMENT

	BUDGETED AMOUNTS				BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	ENCUMBRANCES		
REVENUE:						
Licenses, Permits, and Fees	\$ 9,606	\$ 9,606	\$ 10,758	-	10,758	1,152
Intergovernmental	678	1,855	1,225	-	1,225	(630)
Charges for services	5,572	5,572	6,240	-	6,240	668
Fines and forfeitures	614	806	767	-	767	(39)
Interest	283	307	93	-	93	(214)
Other	271	107	692	-	692	585
Total Revenue	\$ 17,024	\$ 18,253	\$ 19,775	-	\$ 19,775	\$ 1,522
EXPENDITURES:						
Courts	3,464	3,492	2,442	8	2,450	1,042
Neighborhoods	2,198	3,366	1,777	82	1,859	1,507
Fire/Rescue	446	446	467	-	467	(21)
Recreation & Parks	40	40	-	-	-	40
Jacksonville Citywide Activities	303	303	-	-	-	303
Mayor Board	12	23	14	-	14	9
Public Defender	412	412	362	25	387	25
Planning and Development	8,642	8,642	8,556	-	8,556	86
Public Library	480	480	208	105	313	167
Public Works	12,651	12,795	2,060	3,945	6,005	6,790
Special Services	931	1,131	731	28	759	372
State Attorney	1,135	1,131	1,130	-	1,130	1
Total Expenditures	30,714	32,261	17,747	4,193	21,940	10,321
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES						
	(13,690)	(14,008)	2,028	(4,193)	(2,165)	11,843
OTHER FINANCING (USES):						
Transfers in	1,181	1,210	1,210	-	1,210	-
Transfers out	(1,911)	(1,911)	(1,928)	-	(1,928)	(17)
Total Other Financing (Uses)	(730)	(701)	(718)	-	(718)	(17)
NET CHANGE IN FUND BALANCES	(14,420)	(14,709)	1,310	(4,193)	(2,883)	11,826
FUND BALANCE, BEGINNING	24,198	24,198	24,198	-	24,198	-
FUND BALANCE, ENDING	\$ 9,778	\$ 9,489	\$ 25,508	\$ (4,193)	\$ 21,315	\$ 11,826

**CITY OF JACKSONVILLE, FLORIDA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS (in thousands)
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

FUND 170 - EMERGENCY 9 1 1						
	BUDGETED AMOUNTS			ENCUMBRANCES	BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL			
REVENUE:						
Charges for services	\$ 4,285	\$ 4,285	\$ 4,430	\$ -	\$ 4,430	\$ 145
Interest	93	93	32	-	32	(61)
Total Revenue	4,378	4,378	4,462	-	4,462	84
EXPENDITURES:						
Jacksonville Citywide Activities	303	303	-	-	-	303
Office of the Sheriff	5,422	5,404	4,314	184	4,498	906
Total Expenditures	5,725	5,707	4,314	184	4,498	1,209
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(1,347)	(1,329)	148	(184)	(36)	1,293
NET CHANGE IN FUND BALANCES	(1,347)	(1,329)	148	(184)	(36)	1,293
FUND BALANCE, BEGINNING	7,133	7,133	7,133	-	7,133	-
FUND BALANCE, ENDING	\$ 5,786	\$ 5,804	\$ 7,281	\$ (184)	\$ 7,097	\$ 1,293

CITY OF JACKSONVILLE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS (in thousands)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

FUND 180 - TAX INCREMENT DISTRICTS

	BUDGETED AMOUNTS				BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	ENCUMBRANCES		
REVENUE:						
Property taxes	\$ 12,795	\$ 12,795	\$ 12,597	\$ -	\$ 12,597	\$ (198)
Other	55	55	470	-	470	415
Total Revenue	\$ 12,850	\$ 12,850	\$ 13,067	-	\$ 13,067	\$ 217
EXPENDITURES:						
Jacksonville Citywide Activities	6,505	6,325	5,427	375	5,802	523
Office of Economic Development	375	375	-	375	375	-
Total Expenditures	6,880	6,700	5,427	750	6,177	523
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	5,970	6,150	7,640	(750)	6,890	740
OTHER FINANCING (USES):						
Transfers in	2,541	2,982	2,982	-	2,982	-
Transfers out	(9,261)	(9,441)	(8,991)	-	(8,991)	450
Total Other Financing (Uses)	(6,720)	(6,459)	(6,009)	-	(6,009)	450
NET CHANGE IN FUND BALANCES	(750)	(309)	1,631	(750)	881	1,190
FUND BALANCE, BEGINNING	750	750	750	-	750	-
FUND BALANCE, ENDING	\$ -	\$ 441	\$ 2,381	\$ (750)	\$ 1,631	\$ 1,190

CITY OF JACKSONVILLE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS (in thousands)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

FUND 190 - JACKSONVILLE CHILDREN'S COMMISSION

	BUDGETED AMOUNTS				BUDGETARY ACTUAL	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	ENCUMBRANCES		
REVENUE:						
Intergovernmental	\$ 6,450	\$ 6,459	\$ 5,884	\$ -	\$ 5,884	\$ (575)
Interest	120	120	57	-	57	(63)
Other	294	238	593	-	593	355
Total Revenue	\$ 6,864	\$ 6,817	\$ 6,534	-	\$ 6,534	\$ (283)
EXPENDITURES:						
Jacksonville Children's Commission	27,950	27,689	24,501	2,327	26,828	861
Total Expenditures	27,950	27,689	24,501	2,327	26,828	861
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(21,086)	(20,872)	(17,967)	(2,327)	(20,294)	578
OTHER FINANCING (USES):						
Transfers in	16,804	16,804	16,548	-	16,548	(256)
Transfers out	-	(129)	(129)	-	(129)	-
Total Other Financing (Uses)	16,804	16,675	16,419	-	16,419	(256)
NET CHANGE IN FUND BALANCE	(4,282)	(4,197)	(1,548)	(2,327)	(3,875)	322
FUND BALANCE, BEGINNING	8,302	8,302	8,302	-	8,302	-
FUND BALANCE, ENDING	\$ 4,020	\$ 4,105	\$ 6,754	\$ (2,327)	\$ 4,427	\$ 322



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NON-MAJOR ENTERPRISE FUNDS:

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises and where the costs of providing goods or services to the general public are recovered primarily through user charges; or where the City has decided that determination of net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. Individual non-major enterprise funds are described below.

The Public Parking System Fund accounts for the City's on-street, off-street, and parking garage facility operations, including revenue collection and enforcement.

The Motor Vehicle Inspection Fund accounts for the operations of the City's motor vehicle inspection stations.

The Baseball Stadium Fund accounts for events held at the stadium including professional minor league and college baseball games.

Times Union Center for the Performing Arts (Performing Arts) Fund - accounts for events held at the center such as the symphony, FCCJ performing arts series, dance recitals and concerts.

The Prime Osborn Convention Center (Convention Center) Fund accounts for events held at the center such as gate and trade shows, banquets, meetings and other.

The Equestrian Center Fund accounts for events held at the center including horse shows and competitions, rodeos and concerts.

The Sports Complex Capital Maintenance Fund accounts for maintenance and upkeep for municipal stadium, baseball stadium, and arena.

**CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

<u>ASSETS</u>	<u>PUBLIC PARKING SYSTEM</u>	<u>MOTOR VEHICLE INSPECTION</u>	<u>MAYPORT FERRY</u>	<u>BASEBALL STADIUM</u>
CURRENT ASSETS:				
Equity in cash and investments.....	\$ 10	\$ 30	\$ -	\$ 581
Cash with fiscal agents.....	-	-	-	890
Receivables (net, where applicable, of allowances for uncollectibles):				
Accounts.....	-	56	278	71
Due from other funds.....	-	-	-	-
Inventories.....	-	13	-	-
Prepaid expenses and other assets.....	-	-	-	12
Total Current Assets.....	<u>10</u>	<u>99</u>	<u>278</u>	<u>1,554</u>
NONCURRENT ASSETS:				
CAPITAL ASSETS:				
Land, easements and work in progress.....	1,793	32	610	7
Other capital assets, net of depreciation.....	6,396	-	2,834	27,669
Total Noncurrent Assets.....	<u>8,189</u>	<u>32</u>	<u>3,444</u>	<u>27,676</u>
TOTAL ASSETS.....	<u>8,199</u>	<u>131</u>	<u>3,722</u>	<u>29,230</u>
 <u>LIABILITIES</u>				
CURRENT LIABILITIES:				
Accounts payable and accrued liabilities.....	80	9	26	163
Due to other funds.....	24	-	213	-
Accrued compensated absences, current portion.....	50	12	-	-
Deposits	41	-	-	-
Accrued interest payable.....	-	-	-	604
Current portion of bonds payable.....	-	-	-	286
Total Current Liabilities.....	<u>195</u>	<u>21</u>	<u>239</u>	<u>1,053</u>
NONCURRENT LIABILITIES:				
Accrued compensated absences.....	116	29	-	-
Bonds payable.....	-	-	-	26,817
Other liabilities.....	194	39	-	-
Total Noncurrent Liabilities.....	<u>310</u>	<u>68</u>	<u>-</u>	<u>26,817</u>
TOTAL LIABILITIES.....	<u>505</u>	<u>89</u>	<u>239</u>	<u>27,870</u>
 NET POSITION:				
Net investment in capital assets.....	8,189	32	3,444	573
Restricted - capital.....	-	-	-	-
Unrestricted (deficit).....	(495)	10	39	787
TOTAL NET POSITION	<u>\$ 7,694</u>	<u>\$ 42</u>	<u>\$ 3,483</u>	<u>\$ 1,360</u>

PERFORMING ARTS	CONVENTION CENTER	EQUESTRIAN CENTER	SPORTS COMPLEX CAPITAL MAINTENANCE	TOTALS	
				2013	2012
\$ - 22	\$ 595 -	\$ - 57	\$ 1,915 -	\$ 3,131 969	\$ 5,204 907
162 - - 16	292 29 - 21	44 - - 3	- - - -	903 29 13 52	544 8 12 17
<u>200</u>	<u>937</u>	<u>104</u>	<u>1,915</u>	<u>5,097</u>	<u>6,692</u>
1,006 21,246	5,260 11,556	- 11,596	- -	8,708 81,297	8,059 80,364
<u>22,252</u>	<u>16,816</u>	<u>11,596</u>	<u>-</u>	<u>90,005</u>	<u>88,423</u>
<u>22,452</u>	<u>17,753</u>	<u>11,700</u>	<u>1,915</u>	<u>95,102</u>	<u>95,115</u>
228 450 - 552 22 -	409 2 - 132 - -	120 188 - 8 51 12	63 - - - - -	1,098 877 62 733 677 298	2,121 1,448 57 741 302 599
<u>1,252</u>	<u>543</u>	<u>379</u>	<u>63</u>	<u>3,745</u>	<u>5,268</u>
- 1,012 -	- - -	- 2,416 -	- - -	145 30,245 233	133 30,718 194
<u>1,012</u>	<u>-</u>	<u>2,416</u>	<u>-</u>	<u>30,623</u>	<u>31,045</u>
<u>2,264</u>	<u>543</u>	<u>2,795</u>	<u>63</u>	<u>34,368</u>	<u>36,313</u>
21,240 - (1,052)	16,816 - 394	9,168 - (263)	- 1,852 -	59,462 1,852 (580)	57,106 1,579 117
<u>\$ 20,188</u>	<u>\$ 17,210</u>	<u>\$ 8,905</u>	<u>\$ 1,852</u>	<u>\$ 60,734</u>	<u>\$ 58,802</u>

(continued)

**CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

	PUBLIC PARKING SYSTEM	MOTOR VEHICLE INSPECTION	MAYPORT FERRY	BASEBALL STADIUM
OPERATING REVENUE:				
Sales and tourist taxes.....	\$ -	\$ -	\$ -	\$ -
Charges for services.....	3,487	434	1,179	378
Other.....	2	-	-	186
Total Operating Revenue.....	3,489	434	1,179	564
OPERATING EXPENSES:				
Personal services.....	1,668	348	-	315
Supplies and materials.....	34	4	-	6
Central services.....	453	16	303	4
Interdepartmental charges.....	224	4	-	171
Other services and charges.....	420	122	1,258	658
Depreciation and amortization.....	373	-	1,206	655
Total Operating Expenses.....	3,172	494	2,767	1,809
OPERATING INCOME (LOSS).....	317	(60)	(1,588)	(1,245)
NON-OPERATING REVENUE (EXPENSES):				
Interest revenue.....	-	-	3	12
Interest expense.....	(6)	-	-	(1,274)
Other.....	13	-	4,858	1,384
Total Non-Operating Revenue (Expenses).....	7	-	4,861	122
INCOME (LOSS) BEFORE TRANSFERS.....	324	(60)	3,273	(1,123)
Transfers in.....	-	-	-	1,540
Transfers out.....	-	-	-	(40)
CHANGES IN NET POSITION.....	324	(60)	3,273	377
TOTAL NET POSITION, BEGINNING OF YEAR	7,370	102	210	983
TOTAL NET POSITION, END OF YEAR	\$ 7,694	\$ 42	\$ 3,483	\$ 1,360

PERFORMING ARTS	CONVENTION CENTER	EQUESTRIAN CENTER	SPORTS COMPLEX CAPITAL MAINTENANCE	TOTALS	
				2013	2012
\$ -	\$ -	\$ -	\$ 4,995	\$ 4,995	\$ 4,670
1,868	1,013	220	-	8,579	7,889
664	926	120	-	1,898	2,243
<u>2,532</u>	<u>1,939</u>	<u>340</u>	<u>4,995</u>	<u>15,472</u>	<u>14,802</u>
675	1,219	253	-	4,478	4,450
29	22	5	-	100	99
45	26	30	-	877	967
420	242	72	-	1,133	1,095
1,892	1,388	286	106	6,130	5,593
754	639	711	-	4,338	3,133
<u>3,815</u>	<u>3,536</u>	<u>1,357</u>	<u>106</u>	<u>17,056</u>	<u>15,337</u>
<u>(1,283)</u>	<u>(1,597)</u>	<u>(1,017)</u>	<u>4,889</u>	<u>(1,584)</u>	<u>(535)</u>
-	-	-	9	24	170
(35)	-	(108)	-	(1,423)	(1,468)
-	3	(2)	(4,625)	1,631	(5,723)
<u>(35)</u>	<u>3</u>	<u>(110)</u>	<u>(4,616)</u>	<u>232</u>	<u>(7,021)</u>
<u>(1,318)</u>	<u>(1,594)</u>	<u>(1,127)</u>	<u>273</u>	<u>(1,352)</u>	<u>(7,556)</u>
545	943	562	-	3,590	5,886
(102)	(100)	(64)	-	(306)	(189)
(875)	(751)	(629)	273	1,932	(1,859)
<u>21,063</u>	<u>17,961</u>	<u>9,534</u>	<u>1,579</u>	<u>58,802</u>	<u>60,661</u>
<u>\$ 20,188</u>	<u>\$ 17,210</u>	<u>\$ 8,905</u>	<u>\$ 1,852</u>	<u>\$ 60,734</u>	<u>\$ 58,802</u>

(continued)

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	PUBLIC PARKING SYSTEM	MOTOR VEHICLE INSPECTION	MAYPORT FERRY	BASEBALL STADIUM
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers.....	\$ 3,652	\$ 418	\$ 902	\$ 304
Payments to suppliers.....	(707)	(19)	(1,233)	(740)
Payments to employees.....	(1,617)	(339)	-	(315)
Internal activity-payments to other funds.....	(454)	(125)	(303)	(4)
Other receipts.....	2	-	208	186
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	876	(65)	(426)	(569)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers from other funds	-	-	-	1,540
Transfers to other funds	-	-	-	(40)
Advances from other funds	-	-	213	-
Advances to other funds	(843)	-	-	-
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES.....	(843)	-	213	1,500
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and construction of capital assets.....	(25)	-	-	(8)
Cash with fiscal agent.....	-	-	-	(65)
Proceeds from capital debt.....	-	-	-	-
Payments for bond administration fee.....	-	-	-	-
Interest paid on debt.....	-	-	-	(903)
Principal paid on debt.....	-	-	-	(594)
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES.....	(25)	-	-	(1,570)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest and dividends.....	(6)	-	3	12
NET CASH PROVIDED BY INVESTING ACTIVITIES.....	(6)	-	3	12
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS.....	2	(65)	(210)	(627)
Cash and cash equivalents at October 1, 2012.....	8	95	210	1,208
Cash and cash equivalents at September 30, 2013.....	<u>\$ 10</u>	<u>\$ 30</u>	<u>\$ -</u>	<u>\$ 581</u>

See accompanying notes.

PERFORMING ARTS	CONVENTION CENTER	EQUESTRIAN CENTER	SPORTS COMPLEX CAPITAL MAINTENANCE	TOTALS	
				2013	2012
\$ 1,852	\$ 896	\$ 190	\$ 4,995	\$ 13,209	\$ 12,715
(2,354)	(1,500)	(286)	(106)	(6,945)	(7,127)
(702)	(1,219)	(253)	-	(4,445)	(4,407)
(42)	(23)	(30)	-	(981)	(859)
664	926	120	-	2,106	2,230
(582)	(920)	(259)	4,889	2,944	2,552
545	943	562	-	3,590	5,886
(102)	(100)	(64)	-	(306)	(189)
180	-	-	-	393	(1,346)
-	(20)	(123)	-	(986)	-
623	823	375	-	2,691	4,351
(6)	-	-	(5,974)	(6,013)	(4,776)
4	-	(1)	-	(62)	594
-	-	-	-	-	410
-	-	(2)	-	(2)	(1)
(26)	-	(98)	-	(1,027)	(1,777)
-	-	(10)	-	(604)	(845)
(28)	-	(111)	(5,974)	(7,708)	(6,395)
(13)	-	(5)	9	-	115
(13)	-	(5)	9	-	115
-	(97)	-	(1,076)	(2,073)	623
-	692	-	2,991	5,204	4,581
\$ -	\$ 595	\$ -	\$ 1,915	\$ 3,131	\$ 5,204

(continued)

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands; continued)

	<u>PUBLIC PARKING SYSTEM</u>	<u>MOTOR VEHICLE INSPECTION</u>	<u>MAYPORT FERRY</u>	<u>BASEBALL STADIUM</u>
RECONCILIATION OF OPERATING (LOSS) TO NET CASH USED IN OPERATING ACTIVITIES:				
OPERATING INCOME (LOSS).....	\$ 317	(\$ 60)	(\$ 1,588)	(\$ 1,245)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization.....	373	-	1,206	655
Miscellaneous nonoperating income.....	2	-	208	-
(Increase) decrease in assets:				
Receivables and other current assets, net.....	147	(16)	(278)	(69)
Inventories.....	-	-	-	-
Prepaid expenses.....	-	(1)	-	(6)
Increase (decrease) in liabilities:				
Accounts payable and accrued liabilities.....	(25)	1	26	101
Deposits.....	17	-	-	(5)
Other liabilities.....	31	8	-	-
Accrued compensated absences.....	14	3	-	-
TOTAL ADJUSTMENTS.....	559	(5)	1,162	676
NET CASH PROVIDED (USED IN) OPERATING ACTIVITIES.....	\$ 876	(\$ 65)	(\$ 426)	(\$ 569)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Capital assets transferred between proprietary funds	\$ -	\$ -	\$ -	\$ 1,219
Capital assets transferred between governmental activities to proprietary funds.....	12	-	-	(2)
Disposal of capital assets.....	-	-	-	-
Accrued interest.....	-	-	-	(604)
Gift.....	-	-	4,651	-
Accounts payable capital assets.....	-	-	-	-

See accompanying notes.

<u>PERFORMING ARTS</u>	<u>CONVENTION CENTER</u>	<u>EQUESTRIAN CENTER</u>	<u>SPORTS COMPLEX CAPITAL MAINTENANCE</u>	<u>TOTALS</u>	
				<u>2013</u>	<u>2012</u>
<u>(\$ 1,283)</u>	<u>(\$ 1,597)</u>	<u>(\$ 1,017)</u>	<u>\$ 4,889</u>	<u>(\$ 1,584)</u>	<u>(\$ 535)</u>
754	639	711	-	4,338	3,133
-	-	-	-	210	72
80	(191)	(32)	-	(359)	(323)
-	-	-	-	-	2
(10)	(17)	(2)	-	(36)	-
(27)	172	79	-	327	(174)
(96)	74	2	-	(8)	341
-	-	-	-	39	30
-	-	-	-	17	6
<u>701</u>	<u>677</u>	<u>758</u>	<u>-</u>	<u>4,528</u>	<u>3,087</u>
<u>(\$ 582)</u>	<u>(\$ 920)</u>	<u>(\$ 259)</u>	<u>\$ 4,889</u>	<u>\$ 2,944</u>	<u>\$ 2,552</u>

\$ (1)	\$ 1	\$ -	\$ (4,625)	\$ (3,406)	\$ (5,834)
-	-	-	-	10	38
-	-	-	-	-	(1)
(22)	-	(51)	-	(677)	(302)
-	-	-	-	4,651	-
-	-	-	(1,349)	(1,349)	-

(continued)



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INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods and services provided by one City department or agency to other City departments or agencies on a cost-reimbursement basis. Descriptions of individual funds in this category are presented below.

The Fleet Management Fund accounts for the operation of the City's fleet of police cars, fire and rescue vehicles, public works and public utilities trucks, and many other types of on- and off-road automotive equipment.

The Copy Center Fund accounts for the operation of the centralized copy center, mail and messenger service functions for City agencies.

The Information Technologies Fund accounts for centralized information management and computer services that includes data processing, central telephone and network communications, and other voice/data electronic media services.

The Legal Fund accounts for centralized legal services to all City departments and agencies through the Office of General Counsel.

The Self-Insurance Fund accounts for centralized risk management and safety and loss prevention services to all City departments that are self-insured for workers' compensation, public, and general and vehicle liability.

The Group Health Fund accounts for employee health and life insurance premiums and manages third party health care contracts to all City employees.

The Insured Programs Fund accounts for providing all forms of property and casualty, commercial liability and other types of coverage to City departments.

The Banking Fund accounts for commercial paper issued for short intermediate life assets such as personal computers, vehicles, application software, equipment, etc.

**COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

<u>ASSETS</u>	<u>FLEET MANAGEMENT</u>	<u>COPY CENTER</u>	<u>INFORMATION TECHNOLOGIES</u>
CURRENT ASSETS:			
Equity in cash and investments.....	\$ 13,788	\$ 432	\$ 5,927
Cash with fiscal agents.....	-	-	-
Accounts receivable.....	-	-	-
Loans receivable.....	-	-	-
Other receivables.....	-	-	-
Due from independent agencies and other governments.....	1,031	-	64
Inventories.....	1,393	-	533
Prepaid expenses and other assets.....	-	-	263
Total Current Assets.....	16,212	432	6,787
NONCURRENT ASSETS:			
Advances to other funds.....	-	-	-
Loans receivable - noncurrent.....	-	-	-
Other receivables - noncurrent.....	-	-	-
Total Noncurrent Assets.....	-	-	-
CAPITAL ASSETS AND INFRASTRUCTURE			
Land and work in progress.....	181	-	20,477
Other capital assets, net of depreciation.....	26,171	9	12,614
Total Capital Assets, Net.....	26,352	9	33,091
TOTAL ASSETS.....	42,564	441	39,878
<u>LIABILITIES</u>			
CURRENT LIABILITIES:			
Accounts payable and accrued liabilities.....	2,433	132	1,240
Deposits.....	-	-	-
Estimated liability for self-insured losses, current portion.....	-	-	-
Unearned revenue.....	-	-	-
Accrued compensated absences, current portion.....	147	8	319
Current interest payable.....	-	-	-
Current portion of bonds payable.....	-	-	-
Current portion of notes payable.....	-	-	-
Current portion of loans payable.....	2,166	-	4,119
Total Current Liabilities.....	4,746	140	5,678
NONCURRENT LIABILITIES:			
Notes payable.....	-	-	-
Estimated liability for self-insured losses.....	-	-	-
Accrued compensated absences.....	344	19	745
Loans payable.....	934	-	16,071
Bonds payable.....	-	-	-
Other liabilities.....	632	36	822
Total Long-Term Liabilities.....	1,910	55	17,638
TOTAL LIABILITIES.....	6,656	195	23,316
NET POSITION:			
Net investment in capital assets.....	23,252	9	12,901
Restricted - other participant's equity.....	-	-	-
Unrestricted (deficit).....	12,656	237	3,661
TOTAL NET POSITION.....	\$ 35,908	\$ 246	\$ 16,562

<u>LEGAL</u>	<u>SELF-INSURANCE</u>	<u>GROUP HEALTH</u>	<u>INSURED PROGRAMS</u>	<u>BANKING FUND</u>	<u>TOTALS</u>	
					<u>2013</u>	<u>2012</u>
\$ 2,546	\$ 77,812	\$ 14,115	\$ 8,737	\$ 51,841	\$ 175,198	\$ 161,159
-	-	-	-	18,871	18,871	15,135
-	38	150	-	-	188	193
-	-	-	-	25,609	25,609	30,124
-	1,262	-	-	-	1,262	1,355
729	13	-	-	-	1,837	2,558
-	-	-	-	-	1,926	2,006
-	518	-	2,420	2,792	5,993	5,885
<u>3,275</u>	<u>79,643</u>	<u>14,265</u>	<u>11,157</u>	<u>99,113</u>	<u>230,884</u>	<u>218,415</u>
-	5,536	-	-	-	5,536	6,326
-	-	-	-	217,356	217,356	228,993
-	12,427	-	-	-	12,427	12,944
-	17,963	-	-	217,356	235,319	248,263
-	-	-	-	-	20,658	20,658
2	12	13	3	-	38,824	46,727
<u>2</u>	<u>12</u>	<u>13</u>	<u>3</u>	<u>-</u>	<u>59,482</u>	<u>67,385</u>
<u>3,277</u>	<u>97,618</u>	<u>14,278</u>	<u>11,160</u>	<u>316,469</u>	<u>525,685</u>	<u>534,063</u>
323	108	7,213	107	61	11,617	11,829
-	-	200	-	-	200	-
-	25,218	-	-	-	25,218	23,627
-	-	-	2,420	-	2,420	2,568
183	20	15	16	-	708	749
-	-	-	-	4,500	4,500	5,322
-	-	-	-	14,373	14,373	12,273
-	-	-	-	8,650	8,650	4,655
-	-	-	-	-	6,285	9,436
<u>506</u>	<u>25,346</u>	<u>7,428</u>	<u>2,543</u>	<u>27,584</u>	<u>73,971</u>	<u>70,459</u>
-	-	-	-	4,590	4,590	23,335
-	72,217	5	-	-	72,222	73,525
426	48	35	38	-	1,655	1,748
-	-	-	-	-	17,005	23,297
-	-	-	-	268,248	268,248	256,436
321	100	53	19	-	1,983	1,665
<u>747</u>	<u>72,365</u>	<u>93</u>	<u>57</u>	<u>272,838</u>	<u>365,703</u>	<u>380,006</u>
<u>1,253</u>	<u>97,711</u>	<u>7,521</u>	<u>2,600</u>	<u>300,422</u>	<u>439,674</u>	<u>450,465</u>
2	12	13	3	-	36,192	34,652
-	-	-	-	-	-	2,841
<u>2,022</u>	<u>(105)</u>	<u>6,744</u>	<u>8,557</u>	<u>16,047</u>	<u>49,819</u>	<u>46,105</u>
<u>\$ 2,024</u>	<u>\$ (93)</u>	<u>\$ 6,757</u>	<u>\$ 8,560</u>	<u>\$ 16,047</u>	<u>\$ 86,011</u>	<u>\$ 83,598</u>

(continued)

**CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

	FLEET MANAGEMENT	COPY CENTER	INFORMATION TECHNOLOGIES
OPERATING REVENUE:			
Charges for services.....	\$ 39,031	\$ 2,775	\$ 27,535
Charges for services for independent authorities.....	9,574	-	3,417
Other.....	695	1	1
Total Operating Revenue.....	49,300	2,776	30,953
OPERATING EXPENSES:			
Personal services.....	6,127	231	10,658
Supplies and materials.....	25,967	512	726
Central services.....	746	177	2,928
Other services and charges.....	4,763	1,553	8,950
Depreciation.....	9,450	5	7,629
Court reporter services.....	-	-	-
Claims and losses.....	-	-	-
Insurance premiums and participant dividends.....	74	2	188
Total Operating Expenses.....	47,127	2,480	31,079
OPERATING INCOME (LOSS).....	2,173	296	(126)
NON-OPERATING REVENUE (EXPENSES):			
Interest	(156)	(2)	(824)
Other.....	1,041	3	1,286
Total Non-Operating Revenue (Expenses)	885	1	462
INCOME (LOSS) BEFORE OPERATING TRANSFERS.....	3,058	297	336
TRANSFERS:			
Transfers in.....	-	-	-
Transfers out.....	-	-	-
Net Transfers.....	-	-	-
CHANGE IN NET POSITION.....	3,058	297	336
NET POSITION, BEGINNING OF YEAR.....	32,850	(51)	16,226
NET POSITION, END OF YEAR (DEFICIT).....	\$ 35,908	\$ 246	\$ 16,562

See accompanying notes.

LEGAL	SELF-INSURANCE	GROUP HEALTH	INSURED PROGRAMS	BANKING FUND	TOTALS	
					2013	2012
\$ 6,790	\$ 28,136	\$ 87,325	\$ 8,638	\$ 10,954	\$ 211,184	\$ 219,533
1,986	-	-	-	-	14,977	12,458
16	21	8	-	-	742	1,014
<u>8,792</u>	<u>28,157</u>	<u>87,333</u>	<u>8,638</u>	<u>10,954</u>	<u>226,903</u>	<u>233,005</u>
5,689	1,397	475	413	-	24,990	25,994
19	70	4	4	-	27,302	28,497
437	900	264	82	-	5,534	6,148
1,281	6,521	405	-	10,196	33,669	42,420
2	19	2	1	-	17,108	15,861
64	-	-	-	-	64	59
-	22,944	-	-	-	22,944	17,205
42	841	87,228	7,565	-	95,940	108,625
<u>7,534</u>	<u>32,692</u>	<u>88,378</u>	<u>8,065</u>	<u>10,196</u>	<u>227,551</u>	<u>244,809</u>
<u>1,258</u>	<u>(4,535)</u>	<u>(1,045)</u>	<u>573</u>	<u>758</u>	<u>(648)</u>	<u>(11,804)</u>
-	10	42	101	92	(737)	5,631
-	(75)	-	-	761	3,016	2,454
-	(65)	42	101	853	2,279	8,085
1,258	(4,600)	(1,003)	674	1,611	1,631	(3,719)
402	1,072	-	-	-	1,474	1,544
(692)	-	-	-	-	(692)	(1,963)
(290)	1,072	-	-	-	782	(419)
968	(3,528)	(1,003)	674	1,611	2,413	(4,138)
<u>1,056</u>	<u>3,435</u>	<u>7,760</u>	<u>7,886</u>	<u>14,436</u>	<u>83,598</u>	<u>87,736</u>
<u>\$ 2,024</u>	<u>(\$ 93)</u>	<u>\$ 6,757</u>	<u>\$ 8,560</u>	<u>\$ 16,047</u>	<u>\$ 86,011</u>	<u>\$ 83,598</u>

(continued)

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	<u>FLEET MANAGEMENT</u>	<u>COPY CENTER</u>	<u>INFORMATION TECHNOLOGIES</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers.....	\$ 49,764	\$ 2,776	\$ 30,947
Payments to suppliers.....	(29,515)	(2,140)	(10,950)
Payments to employees.....	(6,025)	(223)	(10,654)
Internal activity-payments to other funds.....	(619)	(8)	(1,654)
Other receipts.....	553	-	-
Other operating cash payments.....	(1,250)	(48)	(892)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES.	<u>12,908</u>	<u>357</u>	<u>6,797</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Cash received through transfers from other funds.....	-	-	-
Cash payments through transfers to other funds.....	-	-	-
Cash received on advances from other funds.....	-	-	-
NONCAPITAL FINANCING ACTIVITIES.....	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Acquisition and construction of capital assets.....	(9,450)	(11)	(1,550)
Proceeds from sale of capital assets.....	2,774	3	1,286
Cash with fiscal agent.....	-	-	-
Proceeds from loans payable.....	-	-	-
Payments on loans payable.....	(4,244)	-	(5,199)
Payments on notes payable.....	-	-	-
Proceeds from bonds payable.....	-	-	-
Payments on bonds payable.....	-	-	-
NET CASH (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES.....	<u>(10,920)</u>	<u>(8)</u>	<u>(5,463)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest and Dividends.....	(156)	(2)	(824)
NET CASH PROVIDED BY INVESTING ACTIVITIES.....	<u>(156)</u>	<u>(2)</u>	<u>(824)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS.....			
	1,832	347	510
Equity in cash and investments at October 1, 2012.....	<u>11,956</u>	<u>85</u>	<u>5,417</u>
Equity in cash and investments at September 30, 2013.....	<u>\$ 13,788</u>	<u>\$ 432</u>	<u>\$ 5,927</u>

<u>LEGAL</u>	<u>SELF-INSURANCE</u>	<u>GROUP HEALTH</u>	<u>INSURED PROGRAMS</u>	<u>BANKING FUND</u>	<u>TOTALS</u>	
					<u>2013</u>	<u>2012</u>
\$ 8,820	\$ 29,008	\$ 87,332	\$ 8,786	\$ 10,954	\$ 228,387	\$ 232,078
(1,380)	(6,496)	(87,990)	(8,107)	(990)	(147,568)	(162,032)
(5,679)	(1,362)	(467)	(396)	-	(24,806)	(26,460)
(263)	(790)	(210)	(75)	-	(3,619)	(4,179)
-	-	200	542	41,161	42,456	513
(176)	(23,722)	(78)	(66)	(35,207)	(61,439)	(12,764)
<u>1,322</u>	<u>(3,362)</u>	<u>(1,213)</u>	<u>684</u>	<u>15,918</u>	<u>33,411</u>	<u>27,156</u>
402	1,072	-	-	-	1,474	1,544
(692)	-	-	-	-	(692)	(1,963)
-	790	-	-	-	790	758
<u>(290)</u>	<u>1,862</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,572</u>	<u>339</u>
-	(95)	(2)	-	-	(11,108)	(12,497)
-	91	3	-	-	4,157	7,351
-	-	-	-	(3,736)	(3,736)	(2,243)
-	-	-	-	-	-	3,142
-	-	-	-	-	(9,443)	(5,339)
-	-	-	-	(14,750)	(14,750)	(14,010)
-	-	-	-	15,894	15,894	1,982
-	-	-	-	(1,221)	(1,221)	(5,431)
<u>-</u>	<u>(4)</u>	<u>1</u>	<u>-</u>	<u>(3,813)</u>	<u>(20,207)</u>	<u>(27,045)</u>
-	10	42	101	92	(737)	5,631
-	10	42	101	92	(737)	5,631
1,032	(1,494)	(1,170)	785	12,197	14,039	6,081
<u>1,514</u>	<u>79,306</u>	<u>15,285</u>	<u>7,952</u>	<u>39,644</u>	<u>161,159</u>	<u>155,078</u>
<u>\$ 2,546</u>	<u>\$ 77,812</u>	<u>\$ 14,115</u>	<u>\$ 8,737</u>	<u>\$ 51,841</u>	<u>\$ 175,198</u>	<u>\$ 161,159</u>

(continued)

**COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands; continued)**

	<u>FLEET MANAGEMENT</u>	<u>COPY CENTER</u>	<u>INFORMATION TECHNOLOGIES</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating income (loss)	\$ 2,173	\$ 296	(\$ 126)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation and amortization.....	9,450	5	7,629
(Increase) decrease in assets:			
Receivables and other current assets, net.....	-	-	-
Due from independent agencies and other governments.....	464	-	(6)
Other receivables.....	-	-	-
Loans receivables.....	-	-	-
Inventories.....	166	-	(86)
Prepaid expenses.....	-	-	-
Increase (decrease) in liabilities:			
Accounts payable and accrued liabilities.....	553	48	(618)
Accrued compensated absences.....	(12)	3	(127)
Deposits	-	-	-
Other liabilities.....	114	5	131
Unearned revenue.....	-	-	-
Liability for self-insured losses.....	-	-	-
TOTAL ADJUSTMENTS.....	10,735	61	6,923
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES.....	\$ 12,908	\$ 357	\$ 6,797
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Change in the fair value of investments.....	(\$ 427)	\$ 2	(\$ 125)

<u>LEGAL</u>	<u>SELF-INSURANCE</u>	<u>GROUP HEALTH</u>	<u>INSURED PROGRAMS</u>	<u>BANKING FUND</u>	<u>TOTALS</u>	
					<u>2013</u>	<u>2012</u>
<u>\$ 1,258</u>	<u>(\$ 4,535)</u>	<u>(\$ 1,045)</u>	<u>\$ 573</u>	<u>\$ 758</u>	<u>(\$ 648)</u>	<u>(\$ 11,804)</u>
2	19	2	1	-	17,108	15,861
-	5	-	-	-	5	6
28	235	-	-	-	721	(1,124)
-	611	-	-	-	611	517
-	-	-	-	16,152	16,152	14,125
-	-	-	-	-	80	103
-	(30)	-	148	(226)	(108)	1,275
24	10	(378)	93	(766)	(1,034)	(269)
(24)	12	1	13	-	(134)	(699)
-	-	200	-	-	200	(2)
34	23	7	4	-	318	234
-	-	-	(148)	-	(148)	328
<u>-</u>	<u>288</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>288</u>	<u>8,605</u>
<u>64</u>	<u>1,173</u>	<u>(168)</u>	<u>111</u>	<u>15,160</u>	<u>34,059</u>	<u>38,960</u>
<u>\$ 1,322</u>	<u>(\$ 3,362)</u>	<u>(\$ 1,213)</u>	<u>\$ 684</u>	<u>\$ 15,918</u>	<u>\$ 33,411</u>	<u>\$ 27,156</u>
(\$ 123)	(\$ 2,086)	\$ (573)	(\$ 336)	(\$ 1,665)	(\$ 5,333)	\$ 2,847

(continued)



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FIDUCIARY FUNDS

Fiduciary Funds account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Below are descriptions of the generic fund types within this category and specific funds within each fund type.

PENSION TRUST FUNDS are funds administered by independent boards for which the City performs a fiduciary role under a defined benefit, defined contribution and disability programs. The participant's retirement annuity is based on a statutory formula utilizing such factors as age, average salary, length of service and others. The City has two pension trust funds as described below.

The Jacksonville Retirement System Fund includes resources accumulated to pay present and future retirement annuities to eligible employees of the City except for sworn officers of the Office of the Sheriff and the firefighters in the Department of Fire and Rescue.

The Police and Fire Pension Trust Fund accounts for a single employer, contributory defined benefit plan for City police officers and firefighters.

AGENCY FUNDS are funds which hold monies in an agency capacity for various government units, individuals or funds. Individual fund descriptions follow.

The Treasurer Fund is the clearing fund used to account for all cash received and disbursed on behalf of the City's payroll.

The Tax Collector Fund accounts for assets and liabilities from the collection of all taxes, revenues and other cash amounts on behalf of the City and various of its agencies, authorities, organizations, individuals, and funds.

Clerk of the Circuit Court accounts for assets and liabilities from revenues collected on behalf of the state and the city by the court system for various judgments, fines, bonds, fees and licenses and other miscellaneous amounts.

Plat Deposits Fund accounts for the deposits placed with the City as collateral to insure the completion of improvements in the event of default by a developer or failure by the developer to complete improvements within the time specified by the ordinance approving the Final Plat.

The Duval County School Readiness Coalition Fund accounts for the assets and liabilities from revenues collected on behalf of the Duval County School Readiness Coalition from the State, pursuant to Florida Statute 411.01, to provide comprehensive programs of readiness services to children.

The Florida Retirement System Fund accounts for a multiple-employer, cost-sharing defined benefit plan for certain City employees who elected to remain with the State of Florida Retirement System.

The Office of the Sheriff accounts for deposits held in accordance with statutes for civil action, safeguarding of monetary evidence, and inmate funds.

CITY OF JACKSONVILLE, FLORIDA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION -
 PENSION TRUST FUNDS
 SEPTEMBER 30, 2013
 WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	PENSION TRUST FUNDS						
	JACKSONVILLE					TOTALS	
	RETIREMENT SYSTEM						
	GENERAL EMPLOYEES PLAN	CORRECTIONS OFFICERS PLAN	DISABILITY PENSION PLAN	DEFINED CONTRIBUTION PLAN	POLICE AND FIRE PENSION PLAN	2013	2012
ASSETS							
Equity in cash and investments.....	\$ 10,418	\$ 21,693	\$ 6,413	\$ 8	\$ 99	\$ 38,631	\$ 32,836
Receivables (net, where applicable, of allowances for uncollectibles):							
Interest and dividends.....	2,912	-	-	-	1,799	4,711	5,128
Accounts.....	-	-	-	-	97	97	230
Other.....	943	371	43	25	159	1,541	1,404
Due from independent agencies and other governments....	1,401	-	-	-	3,913	5,314	4,137
Prepaid assets.....	-	-	-	-	66	66	63
Investments, at fair value:							
U.S. Government obligations.....	70,881	-	-	-	25,326	96,207	150,605
Federal agencies.....	42,909	-	-	-	107,446	150,355	92,292
Municipal bonds.....	1,266	-	-	-	151	1,417	631
Domestic corporate bonds.....	105,619	-	-	-	50,365	155,984	237,078
Short-term investments.....	30,285	-	-	-	39,037	69,322	57,195
Domestic stocks.....	802,224	-	-	-	530,169	1,332,393	1,112,434
International stocks.....	460,743	-	-	-	241,357	702,100	586,973
Real estate.....	136,873	-	-	-	139,359	276,232	220,661
Energy market investments.....	-	-	-	-	107,284	107,284	-
Other fixed income.....	148,938	-	-	-	51,688	200,626	267,162
Alternative investments.....	44,410	-	-	-	-	44,410	39,657
Equity in pooled investments.....	(125,023)	125,107	-	5,776	-	5,860	2,785
Total investments.....	1,719,125	125,107	-	5,776	1,292,182	3,142,190	2,767,473
Capital assets:							
Other capital assets, net of depreciation.....	6	-	-	-	41	47	54
Net capital assets.....	6	-	-	-	41	47	54
Securities lending collateral.....	52,631	4,607	-	-	-	57,238	96,041
TOTAL ASSETS.....	1,787,436	151,778	6,456	5,809	1,298,356	3,249,835	2,907,366
LIABILITIES							
Obligations under securities lending agreement.....	52,633	4,607	-	-	-	57,240	96,046
Accounts payable and accrued liabilities.....	1,438	101	5	-	4,974	6,518	6,243
Other post employment benefits.....	28	-	-	-	34	62	16
Accrued compensated absences.....	18	-	-	-	111	129	227
Terminal leave - group care.....	-	-	-	-	272	272	229
Due to participants.....	-	14,916	-	-	247,434	262,350	239,860
TOTAL LIABILITIES.....	54,117	19,624	5	-	252,825	326,571	342,621
NET POSITION HELD IN TRUST							
FOR PENSION BENEFITS.....	\$ 1,733,319	\$ 132,154	\$ 6,451	\$ 5,809	\$ 1,045,531	\$ 2,923,264	\$ 2,564,745

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)**

	PENSION TRUST FUNDS						TOTALS	
	JACKSONVILLE RETIREMENT SYSTEM					POLICE AND FIRE PENSION PLAN	2013	2012
	GENERAL EMPLOYEES PLAN	CORRECTIONS OFFICERS PLAN	DISABILITY PENSION PLAN	DEFINED CONTRIBUTION PLAN				
ADDITIONS								
Contributions:								
Employer.....	\$ 55,386	\$ 10,742	\$ 851	\$ 1,116	\$ 121,822	\$ 189,917	\$ 133,133	
Plan member.....	21,878	2,525	890	1,085	10,754	37,132	39,915	
Total contributions.....	77,264	13,267	1,741	2,201	\$ 132,576	227,049	173,048	
Other additions:								
State insurance contributions.....	-	-	-	-	9,667	9,667	9,276	
Court fines & penalties.....	-	356	-	-	758	1,114	1,242	
Miscellaneous.....	12	36	-	-	1,247	1,295	60	
Transfers in.....	-	-	-	1,102	-	1,102	532	
Total other additions.....	12	392	-	1,102	11,672	13,178	11,110	
Investment income:								
Net depreciation in fair value of investments.....	243,361	17,388	-	303	147,797	408,849	364,432	
Interest.....	16,201	584	-	150	11,375	28,310	28,924	
Dividends.....	12,519	1,016	18	-	15,041	28,594	70,906	
Rebate of commissions.....	-	-	-	-	123	123	108	
Rental Income.....	-	-	-	-	1,706	1,706	1,502	
Total investment income (loss).....	272,081	18,988	18	453	176,042	467,582	465,872	
Less investment expense.....	(7,848)	(547)	(5)	(2)	(6,519)	(14,921)	(13,640)	
Less rental expense.....	-	-	-	-	(321)	(321)	(196)	
Net investment income (loss).....	264,233	18,441	13	451	169,202	452,340	452,036	
From Securities Lending Activities:								
Securities lending.....	394	34	-	-	-	428	1,760	
Agent fees.....	(98)	(9)	-	-	-	(107)	(123)	
Total securities lending activities.....	296	25	-	-	-	321	1,637	
TOTAL ADDITIONS.....	341,805	32,125	1,754	3,754	313,450	692,888	637,831	
DEDUCTIONS								
Benefit payments.....	143,922	5,214	352	-	103,356	252,844	235,557	
DROP benefits.....	-	7,350	-	-	46,899	54,249	47,742	
Refund of contributions.....	21,436	361	-	754	336	22,887	20,746	
Transfers out.....	1,102	-	-	-	-	1,102	532	
Miscellaneous-Grant LED changeout expense.....	-	-	-	-	60	60	-	
Administrative expenses.....	671	50	-	-	2,506	3,227	3,112	
TOTAL DEDUCTIONS.....	167,131	12,975	352	754	153,157	334,369	307,689	
Net change in net position.....	174,674	19,150	1,402	3,000	160,293	358,519	330,142	
NET POSITION, BEGINNING OF YEAR.....	1,558,645	113,004	5,049	2,809	885,238	2,564,745	2,234,603	
NET POSITION, END OF YEAR.....	\$ 1,733,319	\$ 132,154	\$ 6,451	\$ 5,809	\$ 1,045,531	\$ 2,923,264	\$ 2,564,745	

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	<u>TREASURER</u>	<u>TAX COLLECTOR</u>	<u>CLERK OF THE CIRCUIT COURTS</u>	<u>PLAT DEPOSITS</u>
ASSETS:				
Equity in cash and investments.....	\$ 554	\$ 15,594	\$ 34,134	\$ 245
Receivables (net, where applicable, of allowances for uncollectible):				
Accounts.....	23	-	2,179	-
TOTAL ASSETS.....	\$ 577	\$ 15,594	\$ 36,313	\$ 245
LIABILITIES:				
Accounts payable and accrued liabilities.....	\$ 577	\$ -	\$ -	\$ -
Due to independent agencies and other governments.....	-	9,739	5,916	-
Due to individuals.....	-	3,540	3,962	-
Deposits held in escrow.....	-	2,315	26,435	245
Miscellaneous liabilities.....	-	-	-	-
TOTAL LIABILITIES.....	\$ 577	\$ 15,594	\$ 36,313	\$ 245

DUVAL CO SCHOOL READINESS COALITION	FLORIDA RETIREMENT SYSTEM	SHERIFF'S AGENCY FUND	TOTALS	
			2013	2012
\$ 22	\$ 56	\$ 2,521	\$ 53,126	\$ 55,224
-	-	-	2,202	2,561
<u>\$ 22</u>	<u>\$ 56</u>	<u>\$ 2,521</u>	<u>\$ 55,328</u>	<u>\$ 57,785</u>
\$ -	\$ -	\$ -	\$ 577	\$ 5,019
-	56	11	15,722	15,540
-	-	-	7,502	6,028
-	-	1,851	30,846	30,814
<u>22</u>	<u>-</u>	<u>659</u>	<u>681</u>	<u>384</u>
<u>\$ 22</u>	<u>\$ 56</u>	<u>\$ 2,521</u>	<u>\$ 55,328</u>	<u>\$ 57,785</u>

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS - ALL AGENCY FUNDS (in thousands)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>BALANCE OCTOBER 1, 2012</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE SEPTEMBER 30, 2013</u>
<u>TREASURER</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 4,997	\$ 921,856	\$ 926,299	\$ 554
Accounts receivable.....	22	13	12	23
TOTAL ASSETS.....	\$ 5,019	\$ 921,869	\$ 926,311	\$ 577
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities.....	\$ 5,019	\$ 208,048	\$ 212,490	\$ 577
TOTAL LIABILITIES.....	\$ 5,019	\$ 208,048	\$ 212,490	\$ 577
<u>TAX COLLECTOR</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 13,877	\$ 1,956	\$ 239	\$ 15,594
TOTAL ASSETS.....	\$ 13,877	\$ 1,956	\$ 239	\$ 15,594
<u>LIABILITIES</u>				
Due to independent agencies and other governments.....	\$ 8,237	1,502	\$ -	\$ 9,739
Due to individuals.....	2,577	963	-	3,540
Deposits held in escrow.....	3,063	346	1,094	2,315
TOTAL LIABILITIES.....	\$ 13,877	\$ 2,811	\$ 1,094	\$ 15,594
<u>CLERK OF THE CIRCUIT COURT</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 34,174	\$ (40)	\$ -	\$ 34,134
Accounts receivable.....	2,539	(360)	-	2,179
TOTAL ASSETS.....	\$ 36,713	\$ (400)	\$ -	\$ 36,313
<u>LIABILITIES</u>				
Due to independent agencies and other governments.....	\$ 7,259	\$ (1,343)	\$ -	\$ 5,916
Due to individuals.....	3,451	511	-	3,962
Deposits held in escrow.....	26,003	432	-	26,435
TOTAL LIABILITIES.....	\$ 36,713	\$ (400)	\$ -	\$ 36,313

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS - ALL AGENCY FUNDS (in thousands)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>BALANCE</u> <u>OCTOBER 1,</u> <u>2012</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>SEPTEMBER 30,</u> <u>2013</u>
<u>PLAT DEPOSITS</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 226	\$ 35	\$ 16	\$ 245
TOTAL ASSETS.....	<u>\$ 226</u>	<u>\$ 35</u>	<u>\$ 16</u>	<u>\$ 245</u>
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities.....	\$ -	\$ 16	\$ 16	\$ -
Deposits held in escrow.....	226	43	24	245
TOTAL LIABILITIES.....	<u>\$ 226</u>	<u>\$ 59</u>	<u>\$ 40</u>	<u>\$ 245</u>
<u>DUVAL CO SCHOOL READINESS COALITION</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 22	\$ -	\$ -	\$ 22
TOTAL ASSETS.....	<u>\$ 22</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22</u>
<u>LIABILITIES</u>				
Miscellaneous liabilities.....	\$ 22	\$ -	\$ -	\$ 22
TOTAL LIABILITIES.....	<u>\$ 22</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22</u>
<u>FLORIDA RETIREMENT SYSTEM</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 29	\$ 493	\$ 466	\$ 56
TOTAL ASSETS.....	<u>\$ 29</u>	<u>\$ 493</u>	<u>\$ 466</u>	<u>\$ 56</u>
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities.....	\$ -	\$ 2	\$ 2	\$ -
Due to independent agencies and other governments.....	29	487	460	56
TOTAL LIABILITIES.....	<u>\$ 29</u>	<u>\$ 489</u>	<u>\$ 462</u>	<u>\$ 56</u>

(continued)

CITY OF JACKSONVILLE, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS - ALL AGENCY FUNDS (in thousands; continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>BALANCE</u> <u>OCTOBER 1,</u> <u>2012</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>SEPTEMBER 30,</u> <u>2013</u>
<u>SHERIFF'S AGENCY FUND</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 1,899	\$ 622	\$ -	\$ 2,521
TOTAL ASSETS.....	<u>\$ 1,899</u>	<u>\$ 622</u>	<u>\$ -</u>	<u>\$ 2,521</u>
<u>LIABILITIES</u>				
Due to independent agencies and other governments.....	\$ 15	\$ -	\$ 4	11
Deposits held in escrow.....	1,522	329	-	1,851
Miscellaneous liabilities.....	362	297	-	659
TOTAL LIABILITIES.....	<u>\$ 1,899</u>	<u>\$ 626</u>	<u>\$ 4</u>	<u>\$ 2,521</u>
<u>TOTALS - ALL AGENCY FUNDS</u>				
<u>ASSETS</u>				
Equity in cash and investments.....	\$ 55,224	\$ 924,922	\$ 927,020	\$ 53,126
Accounts receivable.....	2,561	(347)	12	2,202
TOTAL ASSETS.....	<u>\$ 57,785</u>	<u>\$ 924,575</u>	<u>\$ 927,032</u>	<u>\$ 55,328</u>
<u>LIABILITIES</u>				
Accounts payable and accrued liabilities.....	\$ 5,019	\$ 208,066	\$ 212,508	\$ 577
Due to independent agencies and other governments.....	15,540	646	464	15,722
Due to individuals.....	6,028	1,474	-	7,502
Deposits held in escrow.....	30,814	1,150	1,118	30,846
Miscellaneous liabilities.....	384	297	-	681
TOTAL LIABILITIES.....	<u>\$ 57,785</u>	<u>\$ 211,633</u>	<u>\$ 214,090</u>	<u>\$ 55,328</u>

COMPONENT UNITS

Component Units are legally separate organizations for which the primary government is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's governing body with certain exceptions, and either (a) the ability to impose will by the primary government; or (b) the potential for the organization to provide financial benefits to, or impose financial burdens on the primary government. Financial accountability may also be determined if the component unit is fiscally dependent on the City and the potential financial benefit / burden relationship mentioned above exists.

COMPONENT UNITS THAT DO NOT ISSUE A SEPARATE REPORT:

The Jacksonville Housing Finance Authority provides money for loans and technical assistance for construction and rehabilitation of housing to alleviate a shortage of housing and capital for investment in housing in Jacksonville.

**CITY OF JACKSONVILLE, FLORIDA
BALANCE SHEET - COMPONENT UNIT
JACKSONVILLE HOUSING FINANCE AUTHORITY
SEPTEMBER 30, 2013 (in thousands)**

	JACKSONVILLE HOUSING FINANCE AUTHORITY
ASSETS:	
Equity in cash and investments.....	\$ 9,082
Cash in escrow and with fiscal agents.....	40
Receivables (net, where applicable, of allowances for uncollectibles):	
Mortgages.....	12,684
TOTAL ASSETS.....	21,806
 <u>LIABILITIES AND FUND BALANCES</u>	
LIABILITIES:	
Accounts payable and accrued liabilities.....	\$ 34
Deposits.....	10
TOTAL LIABILITIES.....	44
FUND BALANCES:	
Non Spendable:	
Mortgages Receivable.....	12,684
Other.....	40
Spendable:	
Committed	
Housing and Urban Development	9,038
TOTAL FUND BALANCES.....	21,762
TOTAL LIABILITIES AND FUND BALANCES.....	\$ 21,806
 Amounts reported for governmental activities in the statement of net assets are different because:	
Certain assets and liabilities reported in governmental activities are not financial resources and therefore are not reported in the funds:	
Compensated absences.....	(28)
Other post employment benefits (OPEB) liability.....	(11)
TOTAL NET POSITION	\$ 21,723

See accompanying notes.

**CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
COMPONENT UNITS - JACKSONVILLE HOUSING FINANCE AUTHORITY
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013 (in thousands)**

	JACKSONVILLE HOUSING FINANCE AUTHORITY
REVENUES:	
Interest.....	\$ 38
Other.....	1,613
Total Revenues.....	<u>1,651</u>
EXPENDITURES:	
Current:	
Economic environment.....	<u>579</u>
Total Expenditures.....	<u>579</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES.....	<u>1,072</u>
NET CHANGES IN FUND BALANCES.....	1,072
FUND BALANCES, BEGINNING OF YEAR.....	<u>20,690</u>
FUND BALANCES, END OF YEAR.....	<u><u>\$ 21,762</u></u>

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

Some revenues and expenses reported in the statement of activities did not require the use of or provide current financial resources and therefore are not reported in governmental funds:

Increase in compensated absences payable.....	(12)
Increase in other post employment benefits liability.....	(4)

Change in Net Position.....	<u><u>\$ 1,056</u></u>
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See accompanying notes.



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SUPPLEMENTAL INFORMATION

The Supplemental Information provided herein contains schedules of long-term bonded indebtedness and debt service requirement detail, Self-Insurance Fund schedules detailing ten year trend information of general liability and workers compensation claims development, and General Fund balance sheet and statement of revenues expenditures and changes in fund balance schedules breaking out the General Service District, Emergency Reserve and other subfunds.

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF LONG-TERM BONDED INDEBTEDNESS (in thousands)
SEPTEMBER 30, 2013

	<u>INTEREST RATES</u>
GOVERNMENTAL ACTIVITIES:	
Revenue Bonds Supported by General Funds:	
Excise Taxes Revenue Bonds, Series 1993.....	6.300%
Local Government Sales Tax Refunding Revenue Bonds, Series 2001.....	5.500%
Excise Taxes Revenue Refunding and Improvement Bonds, Series 2002A.....	5.500%
Excise Taxes Revenue Refunding Bonds, Series 2003C (AMT).....	4.125%
* Excise Taxes Revenue Bonds, Series 2005A.....	3.750 - 5.000%
Excise Taxes Revenue Refunding Bonds, Series 2006A.....	3.625 - 5.000%
Excise Taxes Revenue Refunding Bonds, Series 2006B (AMT).....	4.000%
Excise Taxes Revenue Bonds, Taxable Series 2006C.....	5.040 - 5.220%
Excise Taxes Revenue Bonds, Series 2007.....	4.000 - 5.000%
* Capital Project Revenue Bonds, Series 2008A.....	3.800% (a)
* Capital Project Revenue Bonds, Series 2008B.....	2.890% (a)
Excise Taxes Revenue Bonds, Series 2009A.....	3.000 - 5.000%
* Excise Taxes Revenue Refunding Bonds, Series 2009B.....	5.000%
* Excise Taxes Revenue Refunding Bonds, Series 2009C (AMT).....	4.000 - 5.000%
* Special Revenue Bonds, Series 2009C-1.....	4.000 - 5.250%
* Special Revenue Bonds, Taxable Series 2009C-2 (Direct Pay Build America Bonds).....	4.240 - 4.990% (b)
* Special Revenue Bonds, Series 2010A.....	3.250 - 5.000%
* Special Revenue Bonds, Series 2011A.....	5.000 - 5.250%
* Special Revenue Bonds, Series 2012B.....	1.120%
* Special Revenue Refunding Bonds, Series 2012C.....	3.000 - 5.000%
Special Revenue Refunding Bonds, Series 2012D.....	3.000 - 5.000%
Special Revenue Refunding Bonds, Series 2012E.....	1.164 - 2.372%
* Special Revenue Bonds, Series 2013A.....	4.250 - 5.000%
 Total	
Notes Payable Supported by General Fund:	
U.S. Government Guaranteed Note Payable, Series 1995 (Coach).....	5.190%
U.S. Government Guaranteed Note Payable, Series 2010-B (Hilton).....	1.800 - 2.200%
U.S. Government Guaranteed Note Payable, Series 2010 (LaVilla).....	1.800 - 2.660%
U.S. Government Guaranteed Note Payable, Series 2010 (Armor Holdings).....	1.800 - 2.660%
U.S. Government Guaranteed Note Payable, Series 2010 (Hampton Inns).....	1.800 - 2.200%
 Total	

* Indicates individual bond series that were issued in support of both Governmental Activities and Business-Like Activities.
The par amount of bonds allocated to the other activities was determined prorata based on the project funding at the time of closing.

- (a) The above rates represent assumed rates on variable rate debt for coverage analysis or other purposes.
- (b) The taxable rates are subsidized under the Build America Bond program.
- (c) \$163,215 of Banking Fund projects remain authorized, but unfunded.

(continued)

<u>PAYMENT DATES</u>	<u>ISSUE DATE</u>	<u>FINAL MATURITY DATE</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
4/1; 10/1	02/23/93	10/01/15	\$ 43,605	\$ 39,740	\$ 3,865
4/1; 10/1	04/24/01	10/01/18	103,725	56,295	47,430
4/1; 10/1	07/03/02	10/01/13	56,685	53,655	3,030
4/1; 10/1	07/03/03	10/01/13	34,540	34,520	20
4/1; 10/1	10/10/05	10/01/32	42,820	2,145	40,675
4/1; 10/1	12/29/06	10/01/32	36,540	2,790	33,750
4/1; 10/1	12/29/06	10/01/15	9,255	3,320	5,935
4/1; 10/1	12/29/06	10/01/19	23,555	4,375	19,180
4/1; 10/1	09/19/07	10/01/32	42,245	5,275	36,970
Monthly	07/01/08	10/01/34	67,037	6,061	60,976
Monthly	07/01/08	10/01/34	67,037	6,061	60,976
4/1; 10/1	09/30/09	10/01/34	39,585	3,070	36,515
4/1; 10/1	09/30/09	10/01/19	18,535	4,810	13,725
4/1; 10/1	09/30/09	10/01/16	2,275	1,270	1,005
4/1; 10/1	12/15/09	10/01/27	30,170	17,000	13,170
4/1; 10/1	12/15/09	10/01/21	10,995	0	10,995
4/1; 10/1	09/29/10	10/01/34	48,000	17,548	30,452
4/1; 10/1	06/10/11	10/01/41	76,500	0	76,500
4/1; 10/1	09/28/12	10/01/22	2,850	0	2,850
4/1; 10/1	12/13/12	10/01/32	183,058	0	183,058
4/1; 10/1	12/13/12	10/01/23	11,840	0	11,840
4/1; 10/1	12/13/12	10/01/20	34,340	0	34,340
4/1; 10/1	09/16/13	10/01/40	27,175	0	27,175
			<u>\$ 1,012,367</u>	<u>\$ 257,935</u>	<u>\$ 754,432</u>
2/1; 8/1	02/01/95	08/01/14	\$ 3,845	\$ 3,360	\$ 485
2/1; 8/1	11/20/96	08/01/16	2,850	2,250	600
2/1; 8/1	02/19/97	08/01/16	1,700	1,315	385
2/1; 8/1	10/28/97	08/01/16	775	535	240
2/1; 8/1	10/28/97	08/01/16	550	420	130
			<u>\$ 9,720</u>	<u>\$ 7,880</u>	<u>\$ 1,840</u>

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF LONG-TERM BONDED INDEBTEDNESS (in thousands) (continued)
SEPTEMBER 30, 2013

	INTEREST RATES
Special Revenue Bonds Payable from Internal Service Operations:	
Special Revenue Bonds, Series 2008.....	3.500 - 5.625%
* Special Revenue Bonds, Series 2009C-1.....	4.000 - 5.000% (b)
* Special Revenue Bonds, Taxable Series 2009C-2 (Direct Pay Build America Bonds).....	4.240 - 4.990% (b)
* Special Revenue Bonds, Series 2010A.....	3.250 - 5.000%
Special Revenue Bonds, Series 2010C-1.....	5.000%
* Special Revenue Bonds, Series 2011A.....	5.000 - 5.250%
Special Revenue Bonds, Series 2012A.....	1.120%
* Special Revenue Bonds, Series 2012B.....	1.120%
* Special Revenue Bonds, Series 2013A.....	2.000 - 5.250%
Special Revenue Bonds, Taxable Series 2013B.....	0.540 - 4.643%
Total	
Notes Payable from Internal Service Operations:	
Commercial Paper.....	5.220% (a)
Total	
Revenue Bonds Supported by BJP Revenues:	
* Better Jacksonville Sales Tax Revenue Bonds, Series 2003.....	3.800%
Transportation Revenue Bonds, Series 2007.....	4.750 - 5.000%
Transportation Revenue Bonds, Series 2008A.....	3.960% (a)
Transportation Revenue Bonds, Series 2008B.....	4.210% (a)
Better Jacksonville Sales Tax Revenue Bonds, Series 2008.....	4.000 - 5.000%
Better Jacksonville Sales Tax Revenue Bonds, Series 2011.....	2.000 - 5.000%
* Better Jacksonville Sales Tax Revenue Bonds, Series 2012.....	2.000 - 5.000%
Transportation Revenue Refunding Bonds, Series 2012A.....	4.000 - 5.000%
Transportation Revenue Refunding Bonds, Series 2012B.....	2.000 - 5.000%
* Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012A.....	5.000%
Total	
Special Revenue Bonds Supported by BJP Revenues:	
Special Revenue Bonds, Series 2009B-1A.....	3.000 - 5.000%
Special Revenue Bonds, Taxable Series 2009B-1B (Direct Pay Build America Bonds).....	6.259% (b)
Special Revenue Bonds, Series 2010B.....	5.000%
Special Revenue Bonds, Series 2011B.....	3.000 - 5.000%
Special Revenue Bonds, Series 2013C.....	5.250%
Total	
Notes Payable Supported by BJP Revenues:	
State Infrastructure Bank Loan #1.....	2.000%
State Infrastructure Bank Loan #2.....	2.500%
Total	
TOTAL GOVERNMENTAL ACTIVITIES	

* Indicates individual bond series that were issued in support of both Governmental Activities and Business-Like Activities.
The par amount of bonds allocated to the other activities was determined prorata based on the project funding at the time of closing.

(a) The above rates represent assumed rates on variable rate debt for coverage analysis or other purposes.
(b) The taxable rates are subsidized under the Build America Bond program.
(c) \$163,215 of Banking Fund projects remain authorized, but unfunded.

(continued)

<u>PAYMENT DATES</u>	<u>ISSUE DATE</u>	<u>FINAL MATURITY DATE</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
4/1; 10/1	09/24/08	10/01/33	\$ 54,215 (c)	\$ 8,590	\$ 45,625
4/1; 10/1	12/15/09	10/01/27	40,160 (c)	24,185	15,975
4/1; 10/1	12/15/09	10/01/21	26,315 (c)	0	26,315
4/1; 10/1	09/29/10	10/01/34	46,945 (c)	2,372	44,573
4/1; 10/1	12/21/10	10/01/20	27,205 (c)	0	27,205
4/1; 10/1	06/10/11	10/01/36	32,380 (c)	1,240	31,140
4/1; 10/1	09/28/12	10/01/16	4,040 (c)	0	4,040
4/1; 10/1	09/28/12	10/01/22	3,470 (c)	0	3,470
4/1; 10/1	09/16/13	10/01/40	26,860 (c)	0	26,860
4/1; 10/1	09/16/13	10/01/26	35,145 (c)	0	35,145
			<u>\$ 296,735</u>	<u>\$ 36,387</u>	<u>\$ 260,348</u>
Monthly	11/04/04	12/31/34	<u>\$ 137,125</u>	<u>\$ 123,885</u>	<u>\$ 13,240</u>
			<u>\$ 137,125</u>	<u>\$ 123,885</u>	<u>\$ 13,240</u>
4/1; 10/1	02/19/03	10/01/13	\$ 158,416	\$ 154,295	\$ 4,121
4/1; 10/1	09/05/07	10/01/37	100,675	15,595	85,080
Monthly	04/25/08	10/01/32	154,535	2,700	151,835
Monthly	05/14/08	10/01/27	121,740	23,020	98,720
4/1; 10/1	09/16/08	10/01/30	105,470	11,985	93,485
4/1; 10/1	07/22/11	10/01/23	79,220	5,250	73,970
4/1; 10/1	03/29/12	10/01/30	238,570	0	238,570
4/1; 10/1	03/29/12	10/01/30	151,660	0	151,660
4/1; 10/1	03/29/12	10/01/22	57,730	0	57,730
4/1; 10/1	08/30/12	10/01/30	41,095	0	41,095
			<u>\$ 1,209,111</u>	<u>\$ 212,845</u>	<u>\$ 996,266</u>
4/1; 10/1	09/30/09	10/01/25	\$ 52,090	\$ 2,500	\$ 49,590
4/1; 10/1	09/30/09	10/01/30	55,925	0	55,925
4/1; 10/1	09/16/10	10/01/28	100,205	23,115	77,090
4/1; 10/1	06/17/11	10/01/30	86,600	7,000	79,600
4/1; 10/1	09/16/13	10/01/30	31,565	0	31,565
			<u>\$ 326,385</u>	<u>\$ 32,615</u>	<u>\$ 293,770</u>
10/1	07/28/05	10/01/23	\$ 40,000	\$ 16,603	\$ 23,397
10/1	03/13/07	10/01/21	48,698	19,784	28,914
			<u>\$ 88,698</u>	<u>\$ 36,387</u>	<u>\$ 52,311</u>
			<u>\$ 3,080,141</u>	<u>\$ 707,934</u>	<u>\$ 2,372,207</u>

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF LONG-TERM BONDED INDEBTEDNESS (in thousands) (continued)
SEPTEMBER 30, 2013

	<u>INTEREST RATES</u>
BUSINESS-TYPE ACTIVITIES:	
Revenue Bonds Supported by Business-Type Activities:	
* Better Jacksonville Sales Tax Revenue Bonds, Series 2003.....	3.800%
* Excise Taxes Revenue Bonds, Series 2005A.....	4.250 - 5.000%
* Capital Project Revenue Bonds, Series 2008A.....	3.800% (a)
* Capital Project Revenue Bonds, Series 2008B.....	2.890% (a)
* Excise Taxes Revenue Refunding Bonds, Series 2009B.....	4.000 - 5.000%
* Excise Taxes Revenue Refunding Bonds, Series 2009C (AMT).....	3.000 - 5.000%
* Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012.....	4.125 - 5.000%
* Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012A.....	5.000%
Capital Project Revenue Refunding Bonds, Series 2012.....	2.000 - 5.000%
* Special Revenue Refunding Bonds, Series 2012C.....	5.000%
 TOTAL BUSINESS-LIKE ACTIVITIES	
 TOTAL BONDED INDEBTEDNESS	

* Indicates individual bond series that were issued in support of both Governmental Activities and Business-Like Activities.
The par amount of bonds allocated to the other activities was determined prorata based on the project funding at the time of closing.

- (a) The above rates represent assumed rates on variable rate debt for coverage analysis or other purposes.
- (b) The taxable rates are subsidized under the Build America Bond program.
- (c) \$163,215 of Banking Fund projects remain authorized, but unfunded.

(continued)

<u>PAYMENT DATES</u>	<u>ISSUE DATE</u>	<u>FINAL MATURITY DATE</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
4/1; 10/1	02/19/03	10/01/13	52,634	51,265	1,369
4/1; 10/1	10/10/05	10/01/32	2,000	0	2,000
Monthly	07/01/08	10/01/34	248	34	214
Monthly	07/01/08	10/01/34	248	34	214
4/1; 10/1	09/30/09	10/01/16	10,475	4,055	6,420
4/1; 10/1	09/30/09	10/01/16	21,455	8,200	13,255
4/1; 10/1	03/29/12	10/01/30	41,480	0	41,480
4/1; 10/1	08/30/12	10/01/30	73,795	0	73,795
4/1; 10/1	12/13/12	10/01/30	118,005	0	118,005
4/1; 10/1	12/13/12	10/01/18	922	0	922
			<u>\$ 321,262</u>	<u>\$ 63,588</u>	<u>\$ 257,674</u>
			<u>\$ 3,401,403</u>	<u>\$ 771,522</u>	<u>\$ 2,629,881</u>

**CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS
COMPARED TO CASH IN SINKING FUND
LONG-TERM OBLIGATIONS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

	PRINCIPAL OUTSTANDING
GOVERNMENTAL ACTIVITIES:	
Revenue Bonds Supported by General Funds:	
Excise Taxes Revenue Bonds, Series 1993.....	\$ 3,864,937
Local Government Sales Tax Refunding Revenue Bonds, Series 2001.....	47,430,000
Excise Taxes Revenue Refunding and Improvement Bonds, Series 2002A.....	3,030,000
Excise Taxes Revenue Refunding Bonds, Series 2003C (AMT).....	20,000
* Excise Taxes Revenue Bonds, Series 2005A.....	40,675,000
Excise Taxes Revenue Refunding Bonds, Series 2006A.....	33,750,000
Excise Taxes Revenue Refunding Bonds, Series 2006B (AMT).....	5,935,000
Excise Taxes Revenue Bonds, Taxable Series 2006C.....	19,180,000
Excise Taxes Revenue Bonds, Series 2007.....	36,970,000
* Capital Project Revenue Bonds, Series 2008A.....	60,975,799
* Capital Project Revenue Bonds, Series 2008B.....	60,975,799
* Excise Taxes Revenue Bonds, Series 2009A.....	36,515,000
* Excise Taxes Revenue Refunding Bonds, Series 2009B.....	13,725,000
* Excise Taxes Revenue Refunding Bonds, Series 2009C (AMT).....	1,005,000
* Special Revenue Bonds, Series 2009C-1.....	13,170,000
* Special Revenue Bonds, Taxable Series 2009C-2 (Direct Pay Build America Bonds)....	10,995,000
* Special Revenue Bonds, Series 2010A.....	30,452,000
* Special Revenue Bonds, Series 2011A.....	76,500,000
* Special Revenue Bonds, Series 2012B.....	2,850,000
* Special Revenue Refunding Bonds, Series 2012C.....	183,058,000
Special Revenue Refunding Bonds, Series 2012D.....	11,840,000
Special Revenue Refunding Bonds, Series 2012E.....	34,340,000
* Special Revenue and Refunding Bonds, Series 2013A.....	27,175,000
Total.....	<u>\$ 754,431,535</u>
Notes Payable Supported by General Funds:	
U.S. Government Guaranteed Note Payable, Series 1995 (Coach).....	\$ 485,000
U.S. Government Guaranteed Note Payable, Series 1996-B (Hilton).....	600,000
U.S. Government Guaranteed Note Payable, Series 1997 (LaVilla).....	385,000
U.S. Government Guaranteed Note Payable, Series 1997 (Armor Holdings).....	240,000
U.S. Government Guaranteed Note Payable, Series 1997 (Hampton Inns).....	130,000
Total.....	<u>\$ 1,840,000</u>
Special Revenue Bonds Payable from Internal Service Operations:	
Special Revenue Bonds, Series 2008.....	\$ 45,625,000
* Special Revenue Bonds, Series 2009C-1.....	15,975,000
* Special Revenue Bonds, Taxable Series 2009C-2 (Direct Pay Build America Bonds)....	26,315,000
* Special Revenue Bonds, Series 2010A.....	44,573,000
Special Revenue Bonds, Series 2010C-1.....	27,205,000
* Special Revenue Bonds, Series 2011A.....	31,140,000
Special Revenue Bonds, Series 2012A.....	4,040,000
* Special Revenue Bonds, Series 2012B.....	3,470,000
* Special Revenue and Refunding Bonds, Series 2013A.....	26,860,000
Special Revenue and Refunding Bonds, Taxable Series 2013B.....	35,145,000
Total.....	<u>\$ 260,348,000</u>
Notes Payable from Internal Service Operations:	
Commercial Paper.....	<u>\$ 13,240,000</u>
Total.....	<u>\$ 13,240,000</u>

(continued)

<u>TOTAL INTEREST TO MATURITY</u>	<u>TOTAL DEBT SERVICE REQUIREMENTS TO MATURITY</u>	<u>CASH IN SINKING FUND</u>	<u>CASH IN DEBT SERVICE RESERVE FUND</u>	<u>NET DEBT</u>
\$ 10,905,062	\$ 14,769,999	\$ 105,791	\$ 225	\$ 14,663,983
7,313,901	54,743,901	11,457	515	54,731,929
83,325	3,113,325	116,622	176	2,996,527
413	20,413	7,063	0	13,350
24,096,314	64,771,314	88,944	2,368	64,680,002
20,423,229	54,173,229	122,197	1,964	54,049,068
362,900	6,297,900	91,252	345	6,206,303
3,664,625	22,844,625	372,192	1,116	22,471,317
20,533,225	57,503,225	14	2,152	57,501,059
28,817,703	89,793,502	17,002	0	89,776,500
22,653,573	83,629,372	14,718	0	83,614,654
21,453,152	57,968,152	164,089	2,125	57,801,938
2,528,875	16,253,875	144,564	799	16,108,512
74,475	1,079,475	20,402	58	1,059,015
2,932,668	16,102,668	3,477	2,143,794	13,955,397
1,830,376	12,825,376	308	741,679	12,083,389
16,452,532	46,904,532	5,538	2,954,061	43,944,933
72,045,713	148,545,713	1,941,143	2,515,988	144,088,582
302,353	3,152,353	0	0	3,152,353
88,867,375	271,925,375	5,559	0	271,919,816
3,214,800	15,054,800	1,466	0	15,053,334
3,673,202	38,013,202	266	0	38,012,936
30,179,859	57,354,859	0	0	57,354,859
<u>\$ 382,409,650</u>	<u>\$ 1,136,841,185</u>	<u>\$ 3,234,064</u>	<u>\$ 8,367,365</u>	<u>\$ 1,125,239,756</u>
\$ 25,171	\$ 510,171	\$ 410	\$ 0	\$ 509,761
18,600	618,600	173,707	0	444,893
18,344	403,344	36,098	0	367,246
11,344	251,344	73	0	251,271
4,030	134,030	52	0	133,978
<u>\$ 77,489</u>	<u>\$ 1,917,489</u>	<u>\$ 210,340</u>	<u>\$ 0</u>	<u>\$ 1,707,149</u>
\$ 19,429,902	\$ 65,054,902	\$ 3,690	\$ 4,231,399	\$ 60,819,813
3,338,425	19,313,425	3,683	2,600,388	16,709,354
4,674,522	30,989,522	643	1,775,105	29,213,774
16,877,111	61,450,111	3,258	4,323,899	57,122,954
5,788,375	32,993,375	0	1,649,141	31,344,234
16,566,263	47,706,263	75,934	1,024,155	46,606,174
91,056	4,131,056	0	0	4,131,056
363,079	3,833,079	6,865	0	3,826,214
18,851,458	45,711,458	0	0	45,711,458
7,128,518	42,273,518	0	0	42,273,518
<u>\$ 93,108,709</u>	<u>\$ 353,456,709</u>	<u>\$ 94,073</u>	<u>\$ 15,604,087</u>	<u>\$ 337,758,549</u>
<u>\$ 145,600</u>	<u>\$ 13,385,600</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,385,600</u>
<u>\$ 145,600</u>	<u>\$ 13,385,600</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,385,600</u>

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS
COMPARED TO CASH IN SINKING FUND
LONG-TERM OBLIGATIONS (continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013

	<u>PRINCIPAL OUTSTANDING</u>
Revenue Bonds Supported by BJP Revenues:	
* Better Jacksonville Sales Tax Revenue Bonds, Series 2003.....	\$ 4,120,846
Transportation Revenue Bonds, Series 2007.....	85,080,000
Transportation Revenue Bonds, Series 2008A.....	151,835,000
Transportation Revenue Bonds, Series 2008B.....	98,720,000
Better Jacksonville Sales Tax Revenue Bonds, Series 2008.....	93,485,000
Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2011.....	73,970,000
* Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012.....	238,570,000
Transportation Revenue Refunding Bonds, Series 2012A.....	151,660,000
Transportation Revenue Refunding Bonds, Series 2012B.....	57,730,000
* Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012A.....	41,095,000
Total.....	<u>\$ 996,265,846</u>
Special Revenue Bonds Supported by BJP Revenues:	
Special Revenue Bonds, Series 2009B-1A.....	\$ 49,590,000
Special Revenue Bonds, Taxable Series 2009B-1B (Direct Pay Build America Bonds)..	55,925,000
Special Revenue Bonds, Series 2010B.....	77,090,000
Special Revenue Bonds, Series 2011B.....	79,600,000
Special Revenue Refunding Bonds, Series 2013C.....	31,565,000
Total.....	<u>\$ 293,770,000</u>
Notes Payable Supported by BJP Revenues:	
State Infrastructure Bank Loan.....	\$ 23,396,751
State Infrastructure Bank Loan.....	28,914,661
Total.....	<u>\$ 52,311,412</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u><u>\$ 2,372,206,793</u></u>
BUSINESS-LIKE ACTIVITIES:	
Revenue Bonds Supported by Business-Type Activities:	
* Better Jacksonville Sales Tax Revenue Bonds, Series 2003.....	\$ 1,369,154
* Excise Taxes Revenue Bonds, Series 2005A.....	2,000,000
* Capital Project Revenue Bonds, Series 2008A.....	214,201
* Capital Project Revenue Bonds, Series 2008B.....	214,201
* Excise Taxes Revenue Refunding Bonds, Series 2009B.....	6,420,000
* Excise Taxes Revenue Refunding Bonds, Series 2009C (AMT).....	13,255,000
* Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012.....	41,480,000
* Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012A.....	73,795,000
Capital Improvement Revenue Refunding Bonds, Series 2012.....	118,005,000
* Special Revenue Refunding Bonds, Series 2012C.....	922,000
TOTAL BUSINESS-LIKE ACTIVITIES	<u>\$ 257,674,556</u>
TOTAL BONDED INDEBTEDNESS.....	<u><u>\$ 2,629,881,349</u></u>

(continued)

<u>TOTAL INTEREST TO MATURITY</u>	<u>TOTAL DEBT SERVICE REQUIREMENTS TO MATURITY</u>	<u>CASH IN SINKING FUND</u>	<u>CASH IN DEBT SERVICE RESERVE FUND</u>	<u>NET DEBT</u>
\$ 78,296	\$ 4,199,142	\$ 2,949	\$ 895,047	\$ 3,301,146
69,450,000	154,530,000	0	6,494,158	148,035,842
73,608,358	225,443,358	0	0	225,443,358
27,448,239	126,168,239	0	0	126,168,239
47,564,462	141,049,462	0	7,984,129	133,065,333
21,789,251	95,759,251	0	6,072,964	89,686,287
108,546,636	347,116,636	11,858	18,774,300	328,330,478
112,402,934	264,062,934	0	18,057,999	246,004,935
15,943,350	73,673,350	0	708,992	72,964,358
<u>32,281,875</u>	<u>73,376,875</u>	<u>1,443</u>	<u>3,373,212</u>	<u>70,002,220</u>
<u>\$ 509,113,401</u>	<u>\$ 1,505,379,247</u>	<u>\$ 16,250</u>	<u>\$ 62,360,801</u>	<u>\$ 1,443,002,196</u>
\$ 20,710,087	\$ 70,300,087	\$ 0	\$ 5,696,663	\$ 64,603,424
35,447,435	91,372,435	0	6,116,066	85,256,369
38,552,250	115,642,250	0	9,069,819	106,572,431
44,546,500	124,146,500	0	8,516,451	115,630,049
<u>26,526,428</u>	<u>58,091,428</u>	<u>0</u>	<u>1,062,550</u>	<u>57,028,878</u>
<u>\$ 165,782,700</u>	<u>\$ 459,552,700</u>	<u>\$ 0</u>	<u>\$ 30,461,549</u>	<u>\$ 429,091,151</u>
\$ 2,834,974	\$ 26,231,725	\$ 0	\$ 0	\$ 26,231,725
<u>3,377,713</u>	<u>32,292,374</u>	<u>0</u>	<u>0</u>	<u>32,292,374</u>
<u>\$ 6,212,687</u>	<u>\$ 58,524,099</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 58,524,099</u>
<u>\$ 1,156,850,236</u>	<u>\$ 3,529,057,029</u>	<u>\$ 3,554,727</u>	<u>\$ 116,793,802</u>	<u>\$ 3,408,708,500</u>
\$ 26,014	\$ 1,395,168	\$ 996	\$ 300,989	\$ 1,093,183
1,353,842	3,353,842	4,884	116	3,348,842
96,895	311,096	713	0	310,383
76,281	290,482	620	0	289,862
661,250	7,081,250	1,739	374	7,079,137
1,104,075	14,359,075	2,850	771	14,355,454
30,338,100	71,818,100	1,454	3,293,064	68,523,582
59,849,625	133,644,625	2,634	6,077,945	127,564,046
57,942,100	175,947,100	6,069	10,358,878	165,582,153
198,450	1,120,450	25	0	1,120,425
<u>\$ 151,646,632</u>	<u>\$ 409,321,188</u>	<u>\$ 21,984</u>	<u>\$ 20,032,137</u>	<u>\$ 389,267,067</u>
<u>\$ 1,308,496,868</u>	<u>\$ 3,938,378,217</u>	<u>\$ 3,576,711</u>	<u>\$ 136,825,938</u>	<u>\$ 3,797,975,567</u>

**CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
GOVERNMENTAL ACTIVITIES
REVENUE BONDS SUPPORTED BY GENERAL FUND
SEPTEMBER 30, 2013**

Fiscal Year	Development of Third Terminal for Operation by the Jacksonville Port Authority		To Refund a Portion of Sales Tax Revenue Bonds, Series 1995 and 1996		To Refund Excise Taxes Revenue Refunding Bonds, Series 1992 and Animal Care and Control Facility	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 1,313,363	\$ 3,401,636	\$ 9,545,000	\$ 2,346,162	\$ 3,030,000	\$ 83,325
2015	1,288,056	3,631,944	10,075,000	1,806,613		
2016	1,263,518	3,871,482	6,405,000	1,353,413		
2017			6,760,000	991,375		
2018			7,125,000	609,538		
2019			7,520,000	206,800		
2020						
2021						
2022						
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2042						
	<u>\$ 3,864,937</u>	<u>\$ 10,905,062</u>	<u>\$ 47,430,000</u>	<u>\$ 7,313,901</u>	<u>\$ 3,030,000</u>	<u>\$ 83,325</u>

Interest Rates: 6.300% 5.500% 5.500%

(continued)

To Refund Excise Taxes Revenue Bonds, Series 1993 (AMT)		To Fund citywide Capital Improvements and River City Marketplace Road and Utility Improvements		To Refund the Sunshine State Governmental Finance Commission Bonds, Series 1995A and various Capital Improvements		To Refund the Sunshine State Governmental Finance Commission Bonds, Series 1995B (AMT)	
Excise Taxes Revenue Refunding Bonds, Series 2003C (AMT)		Excise Taxes Revenue Bonds, Series 2005A		Excise Taxes Revenue Refunding Bonds, Series 2006A		Excise Taxes Revenue Refunding Bonds, Series 2006B (AMT)	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 20,000	\$ 413	\$ 585,000	\$ 1,898,259	\$ 1,465,000	\$ 1,571,153	\$ 1,895,000	\$ 199,500
		605,000	1,875,190	1,520,000	1,516,100	1,975,000	122,100
		630,000	1,850,490	1,575,000	1,456,100	2,065,000	41,300
		655,000	1,824,790		1,424,600		
		685,000	1,797,562		1,424,600		
		710,000	1,768,347		1,424,600		
		740,000	1,737,534		1,424,600		
		2,420,278	1,670,378	1,660,000	1,383,100		
		2,525,403	1,555,812	1,740,000	1,298,100		
		2,649,553	1,426,438	1,830,000	1,208,850		
		2,783,053	1,290,623	1,920,000	1,115,100		
		2,921,553	1,157,108	2,015,000	1,016,725		
		3,050,379	1,016,969	2,115,000	913,475		
		3,203,229	860,629	2,225,000	810,538		
		3,360,754	704,932	2,325,000	708,163		
		2,398,279	574,364	2,430,000	601,175		
		2,505,804	460,447	2,535,000	483,125		
		2,622,680	341,851	2,665,000	353,125		
		2,744,230	212,596	2,795,000	216,625		
		2,879,805	71,995	2,935,000	73,375		
<u>\$ 20,000</u>	<u>\$ 413</u>	<u>\$ 40,675,000</u>	<u>\$ 24,096,314</u>	<u>\$ 33,750,000</u>	<u>\$ 20,423,229</u>	<u>\$ 5,935,000</u>	<u>\$ 362,900</u>
4.125%		3.750% - 5.000%		3.625% - 5.000%		4.000%	

(continued)

To partially Refund the Capital Projects Revenue Bonds, Series 1997-1, 1997-2, 1997-3 and 2002-1		To Fund Citywide Capital Improvements		To Refund the Excise Taxes Revenue Bonds, Series 1996A and 1999A		To Refund the Excise Taxes Revenue Bonds, Series 1999B	
Capital Projects Revenue Refunding Bonds, Series 2008B		Excise Taxes Revenue Bonds, Series 2009A		Excise Taxes Revenue Refunding Bonds, Series 2009B		Excise Taxes Revenue Refunding Bonds, Series 2009C (AMT)	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 1,613,981	\$ 1,738,879	\$ 1,080,000	\$ 1,574,761	\$ 1,695,000	\$ 643,875	\$ 295,000	\$ 35,075
1,688,702	1,691,155	1,115,000	1,541,836	1,780,000	557,000	275,000	22,900
1,773,386	1,641,128	1,150,000	1,507,861	1,865,000	465,875	240,000	12,600
2,067,290	1,585,630	1,170,000	1,473,061	1,965,000	370,125	195,000	3,900
1,952,718	1,527,541	1,215,000	1,436,071	2,035,000	270,125		
1,843,126	1,472,691	1,255,000	1,395,453	2,140,000	165,750		
2,142,012	1,415,106	1,300,000	1,350,025	2,245,000	56,125		
2,241,640	1,351,762	1,345,000	1,293,869				
2,356,213	1,285,323	1,410,000	1,229,213				
2,630,191	1,213,269	1,460,000	1,159,963				
2,585,358	1,137,905	1,550,000	1,087,288				
2,565,433	1,063,476	1,620,000	1,018,713				
2,844,392	985,304	1,685,000	945,609				
2,978,891	901,157	1,765,000	863,219				
3,123,352	812,980	1,835,000	782,538				
3,367,441	719,188	1,910,000	696,966				
3,347,516	622,157	2,005,000	601,763				
3,601,568	521,743	2,115,000	502,906				
3,775,918	415,138	2,220,000	399,950				
3,960,231	303,350	2,325,000	292,006				
4,169,450	185,877	2,435,000	178,956				
4,346,990	62,814	2,550,000	121,125				
<u>\$ 60,975,799</u>	<u>\$ 22,653,573</u>	<u>\$ 36,515,000</u>	<u>\$ 21,453,152</u>	<u>\$ 13,725,000</u>	<u>\$ 2,528,875</u>	<u>\$ 1,005,000</u>	<u>\$ 74,475</u>

2.890%

3.000% - 5.000%

5.000%

4.000% - 5.000%
(Taxable)

(continued)

To Fund a Portion of the Courthouse		To Refund a Portion of Special Revenue Bonds Series 2009C-1		To Refund the Excise Taxes Revenue Bonds, Series 2001B and 2002B; to refund the Guaranteed Entitlement Bonds, Series 2002; and to refund the Local Gov't Sales Tax Bonds, Series 1996 and 2002		To Refund the Excise Taxes Revenue Bonds, Series 2003A	
Special Revenue Bonds, Series 2011A		Special Revenue Bonds, Series 2012B		Special Revenue Refunding Bonds, Series 2012C		Special Revenue Refunding Bonds, Series 2012D	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	\$ 3,882,288	\$ 2,200	\$ 31,908	\$ 1,525,000	\$ 9,065,975	\$ 1,150,000	\$ 532,450
\$ 500,000	3,869,788	2,200	31,883	3,865,000	8,946,475	1,075,000	488,325
740,000	3,838,788	2,200	31,858	10,946,000	8,573,600	1,130,000	433,200
990,000	3,795,538	4,400	31,821	14,021,000	7,940,350	900,000	382,450
1,535,000	3,732,413		31,797	14,783,000	7,206,975	945,000	341,050
1,610,000	3,653,788		31,797	16,013,000	6,423,100	985,000	302,450
1,695,000	3,571,163		31,797	8,115,000	5,812,725	1,020,000	257,250
1,775,000	3,484,413		31,797	8,515,000	5,396,975	1,075,000	204,875
1,865,000	3,393,413		31,797	8,945,000	4,960,475	1,130,000	149,750
1,960,000	3,297,788	2,839,000	15,898	9,390,000	4,502,100	1,185,000	91,875
2,055,000	3,197,413			9,855,000	4,020,975	1,245,000	31,125
2,155,000	3,092,163			10,350,000	3,515,850		
2,265,000	2,981,663			10,865,000	2,985,475		
2,380,000	2,862,563			9,235,000	2,482,975		
2,505,000	2,734,331			6,880,000	2,080,100		
2,635,000	2,599,406			7,220,000	1,727,600		
2,770,000	2,457,525			7,585,000	1,357,475		
2,920,000	2,308,163			7,965,000	1,008,550		
3,070,000	2,150,925			8,285,000	642,125		
3,230,000	1,985,550			8,700,000	217,500		
3,405,000	1,811,381						
3,580,000	1,632,500						
3,760,000	1,449,000						
3,945,000	1,256,375						
4,190,000	1,053,000						
4,400,000	838,250						
4,620,000	612,750						
4,850,000	376,000						
5,095,000	127,375						
<u>\$ 76,500,000</u>	<u>\$ 72,045,713</u>	<u>\$ 2,850,000</u>	<u>\$ 302,353</u>	<u>\$ 183,058,000</u>	<u>\$ 88,867,375</u>	<u>\$ 11,840,000</u>	<u>\$ 3,214,800</u>

5.000% - 5.250%

1.120%

3.000% - 5.000%

3.000% - 5.000%



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**CITY OF JACKSONVILLE, FLORIDA
 SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
 GOVERNMENTAL ACTIVITIES
 NOTES PAYABLE SUPPORTED BY GENERAL FUND
 SEPTEMBER 30, 2013**

Purpose:	HUD Section 108 Program Loan for Coach Distribution Project		HUD Section 108 Program Loan for Hilton Hotel Project		HUD Section 108 Program Loan for LaVilla Project	
	U.S. Government Guaranteed Note Payable, Series 1995		U.S. Government Guaranteed Note Payable, Series 2010		U.S. Government Guaranteed Note Payable, Series 2010	
	Principal	Interest	Principal	Interest	Principal	Interest
Fiscal Year						
2014	\$ 485,000	\$ 25,171	\$ 300,000	\$ 12,000	\$ 125,000	\$ 8,568
2015			300,000	6,600	130,000	6,318
2016					130,000	3,458
	<u>\$ 485,000</u>	<u>\$ 25,171</u>	<u>\$ 600,000</u>	<u>\$ 18,600</u>	<u>\$ 385,000</u>	<u>\$ 18,344</u>

Interest Rates: 5.190%
 (Taxable)

 1.800% - 2.220%
 (Taxable)

 1.800% - 2.660%
 (Taxable)

(continued)

HUD Section 108 Program Loan for Armor Holdings		HUD Section 108 Program Loan for Hampton Inns		Total Principal And Interest
U.S. Government Guaranteed Note Payable, Series 2010		U.S. Government Guaranteed Note Payable, Series 2010		
Principal	Interest	Principal	Interest	
\$ 80,000	\$ 5,328	\$ 65,000	\$ 2,600	\$ 1,108,667
80,000	3,888	65,000	1,430	593,236
80,000	2,128			215,586
\$ 240,000	\$ 11,344	\$ 130,000	\$ 4,030	\$ 1,917,489
1.800% - 2.660% (Taxable)		1.800% - 2.220% (Taxable)		

**CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
GOVERNMENTAL ACTIVITIES
SPECIAL REVENUE BONDS AND NOTES PAYABLE FROM INTERNAL SERVICE OPERATIONS
SEPTEMBER 30, 2013**

Purpose	To Fund the Banking Fund Program		To Fund the Acquisition and Construction of Various Capital Improvement Projects		To Fund the Acquisition and Construction of Various Capital Improvement Projects	
	Commercial Paper		Special Revenue Bonds, Series 2008		Special Revenue Bonds, Series 2009C-1	
	Principal	Interest	Principal	Interest	Principal	Interest
Fiscal Year						
2014	\$ 8,650,000	\$ 44,575	\$ 2,880,000	\$ 2,071,051	\$ 3,845,000	\$ 686,050
2015	3,135,000	75,563	2,975,000	1,964,870	4,020,000	508,650
2016	1,455,000	25,463	3,085,000	1,847,389	4,240,000	302,150
2017			3,210,000	1,721,489		196,150
2018			3,340,000	1,588,401		196,150
2019			3,480,000	1,432,514		196,150
2020			3,655,000	1,263,276		196,150
2021			3,815,000	1,095,201		196,150
2022			3,990,000	914,601		196,150
2023			940,000	796,339		196,150
2024			990,000	748,089	120,000	193,150
2025			1,040,000	696,819	1,310,000	157,400
2026			1,090,000	641,959	1,380,000	90,150
2027			1,145,000	583,563	1,060,000	27,825
2028			1,210,000	520,231		
2029			1,275,000	451,894		
2030			1,345,000	379,844		
2031			1,420,000	303,806		
2032			1,495,000	223,644		
2033			1,580,000	138,094		
2034			1,665,000	46,828		
2035						
2036						
2037						
2038						
2039						
2040						
2041						
	<u>\$ 13,240,000</u>	<u>\$ 145,600</u>	<u>\$ 45,625,000</u>	<u>\$ 19,429,902</u>	<u>\$ 15,975,000</u>	<u>\$ 3,338,425</u>

Interest Rates: Variable Rate 3.500% - 5.625% 4.000% - 5.250%
Assumed at 5.22%

(continued)

To Fund the Acquisition and Construction of Various Capital Improvement Projects		To Fund the Acquisition and Construction of Various Capital Improvement Projects		To Fund the Acquisition and Construction of Various Capital Improvement Projects		To Fund the Acquisition and Construction of Various Capital Improvement Projects	
Special Revenue Bonds, Taxable Series 2009C-2 (Direct Pay Build America Bonds)		Special Revenue Bonds, Series 2010A		Special Revenue Bonds, Series 2010C-1		Special Revenue Bonds, Series 2011A	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	\$ 790,609	\$ 2,515,000	\$ 2,086,388	\$ 2,850,000	\$ 1,289,000	\$ 1,285,000	\$ 1,546,888
	790,609	2,662,000	1,956,963	2,990,000	1,143,000	1,350,000	1,481,013
	790,609	2,814,000	1,820,063	3,140,000	989,750	1,425,000	1,411,638
\$ 4,200,000	732,733	2,976,000	1,675,313	3,300,000	828,750	1,495,000	1,338,638
6,825,000	576,372	3,138,000	1,522,463	3,465,000	659,625	1,570,000	1,262,013
3,625,000	423,811	3,309,000	1,361,288	3,635,000	482,125	1,650,000	1,181,513
3,750,000	311,967	3,145,000	1,199,938	3,815,000	295,875	1,730,000	1,097,013
3,885,000	192,455	3,321,000	1,038,288	4,010,000	100,250	1,820,000	1,008,263
4,030,000	65,357	3,507,000	867,588			1,910,000	915,013
		3,693,000	687,588			2,005,000	817,138
		1,593,000	569,376			2,105,000	714,388
		1,632,000	515,950			1,020,000	636,263
		1,666,000	459,255			1,070,000	584,013
		1,559,000	391,125			1,125,000	527,731
		1,637,000	311,225			1,180,000	467,225
		1,714,000	227,450			1,245,000	403,569
		1,801,000	139,575			1,310,000	336,500
		1,891,000	47,275			1,375,000	266,019
						1,455,000	191,731
						545,000	139,231
						570,000	109,963
						605,000	79,875
						630,000	49,000
						665,000	1,625
<u>\$ 26,315,000</u>	<u>\$ 4,674,522</u>	<u>\$ 44,573,000</u>	<u>\$ 16,877,111</u>	<u>\$ 27,205,000</u>	<u>\$ 5,788,375</u>	<u>\$ 31,140,000</u>	<u>\$ 16,566,263</u>

4.240% - 4.990%
(2.756% - 3.244% net of subsidy)
(Taxable)

3.250% - 5.000%

5.000%

5.000% - 5.250%

(continued)

To Fund the Purchase of
the Godbold City Hall Annex
and Refund the
Special Revenue Bonds,
Series 2009A

<u>Special Revenue and Refunding Bonds, Taxable Series 2013B</u>		<u>Total Principal And Interest</u>
<u>Principal</u>	<u>Interest</u>	
	\$ 537,845	\$ 32,857,873
\$ 2,560,000	986,033	31,681,600
2,980,000	964,847	30,398,915
3,760,000	920,361	29,461,669
3,815,000	845,762	30,871,649
4,065,000	744,932	27,651,646
4,180,000	619,435	27,320,467
3,540,000	486,591	26,564,511
3,675,000	353,104	22,482,376
1,385,000	255,410	16,266,710
1,440,000	197,222	10,688,331
1,500,000	134,460	10,660,623
1,565,000	66,730	10,633,663
680,000	15,786	8,112,765
		6,643,131
		7,816,638
		7,816,094
		7,524,088
		5,571,194
		4,608,513
		4,598,229
		2,893,750
		1,074,000
		1,061,250
		398,375
		396,250
		393,375
		394,625
<u>\$ 35,145,000</u>	<u>\$ 7,128,518</u>	<u>\$ 366,842,309</u>

0.540% - 4.643%
(Taxable)

**CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
GOVERNMENTAL ACTIVITIES
REVENUE BONDS SUPPORTED BY BJP REVENUES
SEPTEMBER 30, 2013**

Fiscal Year	Better Jacksonville Infrastructure Projects		Better Jacksonville Transportation Projects		To Refund the Transportation Revenue Bonds, Series 2003A and 2003B (Auction Rate Securities)	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 4,120,846	\$ 78,296	\$ 3,600,000	\$ 4,150,700	\$ 1,350,000	\$ 5,959,518
2015			3,780,000	3,966,200	11,250,000	5,546,523
2016			3,970,000	3,772,450	11,875,000	5,092,436
2017			4,170,000	3,568,950	11,450,000	4,624,136
2018				3,464,700		4,586,894
2019				3,464,700		4,586,894
2020				3,464,700		4,599,461
2021				3,464,700		4,586,894
2022				3,464,700		4,586,894
2023				3,464,700		4,586,894
2024				3,464,700		4,599,461
2025				3,464,700	10,460,000	4,206,984
2026				3,464,700	11,005,000	3,773,257
2027			4,375,000	3,355,325	11,560,000	3,317,599
2028			4,595,000	3,131,075	12,155,000	2,846,194
2029			4,825,000	2,895,575	12,770,000	2,335,180
2030			5,065,000	2,648,325	13,430,000	1,805,863
2031			5,320,000	2,395,350	14,110,000	1,249,701
2032			5,575,000	2,129,625	14,830,000	666,867
2033			5,850,000	1,844,000	15,590,000	50,708
2034			6,145,000	1,544,125		
2035			6,450,000	1,229,250		
2036			6,775,000	898,625		
2037			7,115,000	551,375		
2038			7,470,000	186,750		
	<u>\$ 4,120,846</u>	<u>\$ 78,296</u>	<u>\$ 85,080,000</u>	<u>\$ 69,450,000</u>	<u>\$ 151,835,000</u>	<u>\$ 73,608,358</u>

Interest Rates: 3.800% 4.750% - 5.000% Variable Rate Assumed at 3.96%

(continued)

To Refund the Transportation Revenue Bonds, Series 2003 and 2004A (Auction Rate Securities)		Better Jacksonville Infrastructure Projects		To partially Refund the Better Jacksonville Sales Tax Revenue Bonds Series 2001		To partially Refund the Better Jacksonville Sales Tax Revenue Bonds Series 2001, 2003 and 2004	
Transportation Revenue Bonds, Series 2008B		Better Jacksonville Sales Tax Revenue Bonds, Series 2008		Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2011		Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 5,615,000	\$ 3,936,454	\$ 3,355,000	\$ 4,539,900	\$ 5,355,000	\$ 3,428,350	\$ 5,435,000	\$ 11,451,919
5,695,000	3,697,135	3,490,000	4,385,550	5,520,000	3,236,350	11,270,000	11,187,869
5,955,000	3,456,889	3,665,000	4,206,675	5,740,000	2,982,450	11,660,000	10,701,794
8,915,000	3,082,671	3,850,000	4,018,800	6,025,000	2,694,100	12,235,000	10,106,469
8,990,000	2,704,710	4,040,000	3,821,550	6,315,000	2,391,375	12,850,000	9,479,344
9,285,000	2,315,099	4,245,000	3,614,425	6,630,000	2,074,313	13,490,000	8,821,344
9,310,000	1,928,685	4,455,000	3,396,925	6,950,000	1,743,438	14,170,000	8,130,844
9,730,000	1,515,603	4,680,000	3,168,550	7,295,000	1,389,375	14,880,000	7,405,094
4,430,000	1,310,901	4,915,000	2,928,675	7,660,000	1,015,500	15,620,000	6,645,819
4,695,000	1,114,293	5,160,000	2,676,800	8,040,000	623,000	16,390,000	5,854,794
4,780,000	915,944	5,415,000	2,412,425	8,440,000	211,000	15,945,000	5,052,419
4,965,000	705,243	5,685,000	2,134,925			22,970,000	4,079,544
5,210,000	486,899	5,970,000	1,843,550			14,340,000	3,146,794
5,460,000	258,055	6,270,000	1,537,550			15,055,000	2,411,919
5,685,000	19,658	6,585,000	1,224,406			15,815,000	1,659,880
		6,895,000	904,256			5,245,000	1,153,091
		7,225,000	559,875			5,505,000	884,341
		7,585,000	189,625			15,695,000	373,358
<u>\$ 98,720,000</u>	<u>\$ 27,448,239</u>	<u>\$ 93,485,000</u>	<u>\$ 47,564,462</u>	<u>\$ 73,970,000</u>	<u>\$ 21,789,251</u>	<u>\$ 238,570,000</u>	<u>\$ 108,546,636</u>

Variable Rate
Assumed at 4.21%

4.000% - 5.000%

2.000% - 5.000%

2.000% - 5.000%

Hedges Fixed at
3.455% and 4.010%

**CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
GOVERNMENTAL ACTIVITIES
REVENUE BONDS SUPPORTED BY BJP REVENUES (continued)
SEPTEMBER 30, 2013**

Purpose:	To Refund the Transportation Revenue Bonds, Series 2001		To Refund the State of Florida Senior Lien (Jacksonville Transportation Authority) Refunding Bonds, Series 1997	
	Transportation Revenue Refunding Bonds, Series 2012A		Transportation Revenue Refunding Bonds, Series 2012B	
Fiscal Year	Principal	Interest	Principal	Interest
2014		\$ 7,469,038	\$ 9,675,000	\$ 2,400,050
2015		7,469,038	2,205,000	2,270,225
2016		7,469,038	2,185,000	2,193,450
2017		7,469,038	3,350,000	2,082,750
2018		7,469,038	3,575,000	1,926,375
2019		7,469,038	5,720,000	1,694,000
2020		7,469,038	6,055,000	1,399,625
2021		7,469,038	6,380,000	1,088,750
2022		7,469,038	10,115,000	676,375
2023	\$ 2,155,000	7,425,938	8,470,000	211,750
2024	11,140,000	7,104,338		
2025	11,690,000	6,533,588		
2026	12,265,000	5,934,713		
2027	12,870,000	5,306,338		
2028	13,510,000	4,650,688		
2029	20,425,000	3,806,163		
2030	21,445,000	2,759,413		
2031	22,515,000	1,111,644		
2032	23,645,000	548,769		
2033				
2034				
2035				
2036				
2037				
2038				
	<u>\$ 151,660,000</u>	<u>\$ 112,402,934</u>	<u>\$ 57,730,000</u>	<u>\$ 15,943,350</u>

Interest Rates:

4.000% - 5.000%

2.000% - 5.000%

(continued)

**To partially Refund the
Better Jacksonville
Sales Tax Revenue Bonds
Series 2003 and 2004**

**Better Jacksonville
Sales Tax Revenue
Refunding Bonds,
Series 2012A**

<u>Principal</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
	\$ 2,054,750	\$ 83,974,821
	2,054,750	87,023,640
	2,054,750	86,979,932
	2,054,750	89,696,664
	2,054,750	73,668,736
	2,054,750	75,464,563
	2,054,750	75,127,466
	2,054,750	75,107,754
	2,054,750	72,892,652
	2,054,750	72,922,919
\$ 145,000	2,051,125	71,676,412
	2,047,500	78,942,484
4,335,000	1,939,125	73,714,038
4,550,000	1,717,000	78,043,786
4,775,000	1,483,875	78,135,776
6,000,000	1,214,500	68,468,765
6,310,000	906,750	68,544,567
14,980,000	374,500	85,899,178
		47,395,261
		23,334,708
		7,689,125
		7,679,250
		7,673,625
		7,666,375
		7,656,750
<u>\$ 41,095,000</u>	<u>\$ 32,281,875</u>	<u>\$ 1,505,379,247</u>

5.000%

(continued)

Better Jacksonville Road and Infrastructure Projects		To Refund a Portion of the Special Revenue Bonds, Series 2010B and 2011B		
Special Revenue Bonds, Series 2011B		Special Revenue Refunding Bonds, Series 2013C		Total Principal and Interest
Principal	Interest	Principal	Interest	
\$ 650,000	\$ 3,946,250		\$ 897,629	\$ 15,812,373
1,100,000	3,914,500		1,657,163	16,975,157
2,200,000	3,837,500		1,657,163	17,999,107
2,425,000	3,721,875		1,657,163	18,120,082
4,500,000	3,548,750		1,657,163	20,030,257
100,000	3,433,750		1,657,163	23,001,407
1,500,000	3,393,750		1,657,163	23,973,032
4,000,000	3,256,250		1,657,163	25,963,882
5,250,000	3,025,000		1,657,163	26,575,482
6,130,000	2,740,500		1,657,163	28,564,732
6,375,000	2,427,875		1,657,163	30,231,982
6,630,000	2,102,750		1,657,163	30,383,107
6,895,000	1,764,625		1,657,163	31,333,747
7,170,000	1,413,000		1,657,163	30,904,664
7,460,000	1,047,250	\$ 4,325,000	1,543,631	34,646,892
7,755,000	666,875	6,575,000	1,257,506	28,631,783
8,070,000	271,250	6,530,000	913,500	28,133,188
1,390,000	34,750	14,135,000	371,043	28,271,826
<u>\$ 79,600,000</u>	<u>\$ 44,546,500</u>	<u>\$ 31,565,000</u>	<u>\$ 26,526,428</u>	<u>\$ 459,552,700</u>

3.000% - 5.000%

5.250%

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
GOVERNMENTAL ACTIVITIES
NOTES PAYABLE SUPPORTED BY BJP REVENUES
SEPTEMBER 30, 2013

Purpose	Better Jacksonville Infrastructure Projects		Better Jacksonville Infrastructure Projects		Total Principal And Interest
	State Infrastructure Bank Loan #1; Dated 7/28/05		State Infrastructure Bank Loan #2; Dated 3/13/07		
	Principal	Interest	Principal	Interest	
Fiscal Year					
2014	\$ 1,979,465	\$ 467,935	\$ 3,277,134	\$ 722,866	\$ 6,447,400
2015	2,020,454	428,346	3,359,062	640,938	6,448,800
2016	2,056,463	387,937	3,443,038	556,962	6,444,400
2017	2,097,493	346,807	3,529,114	470,886	6,444,300
2018	2,143,543	304,857	3,617,342	382,658	6,448,400
2019	2,184,613	261,987	3,707,776	292,224	6,446,600
2020	2,225,706	218,294	3,800,470	199,530	6,444,000
2021	2,271,820	173,780	3,895,482	104,518	6,445,600
2022	2,317,956	128,344	285,243	7,131	2,738,674
2023	2,364,115	81,985			2,446,100
2024	1,735,123	34,702			1,769,825
	<u>\$ 23,396,751</u>	<u>\$ 2,834,974</u>	<u>\$ 28,914,661</u>	<u>\$ 3,377,713</u>	<u>\$ 58,524,099</u>

Interest Rates: 2.000% 2.500%



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**CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
PAYABLE FROM ENTERPRISE FUNDS
SEPTEMBER 30, 2013**

Purpose	Better Jacksonville Infrastructure Projects		To Fund Citywide Capital Improvements and River City Marketplace Road and Utility Improvements		To Partially Refund the Capital Projects Revenue Bonds, Series 1997-1, 1997-2, 1997-3 and Series 2002-1	
	Better Jacksonville Sales Tax Revenue Bonds, Series 2003		Excise Taxes Revenue Bonds, Series 2005A		Capital Projects Revenue Refunding Bonds, Series 2008A	
Fiscal Year	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 1,369,154	\$ 26,014		\$ 95,516	\$ 6,019	\$ 7,924
2015				95,516	6,298	7,686
2016				95,516	6,614	7,456
2017				95,516	7,710	7,146
2018				95,516	7,282	6,869
2019				95,516	6,874	6,606
2020				95,516	7,988	6,324
2021			\$ 114,722	93,078	8,360	5,990
2022			119,597	87,650	8,787	5,658
2023			125,447	81,524	9,809	5,288
2024			131,947	75,089	9,642	4,935
2025			138,447	68,792	9,567	4,558
2026			144,621	62,118	10,608	4,159
2027			151,771	54,708	11,109	3,738
2028			159,246	47,331	11,648	3,307
2029			166,721	39,383	12,559	2,824
2030			174,196	32,009	12,484	2,349
2031			182,320	23,764	13,432	1,842
2032			190,770	14,779	14,082	1,313
2033			200,195	5,005	14,769	751
2034					15,550	163
2035					3,010	9
	<u>\$ 1,369,154</u>	<u>\$ 26,014</u>	<u>\$ 2,000,000</u>	<u>\$ 1,353,842</u>	<u>\$ 214,201</u>	<u>\$ 96,895</u>

Interest Rates: 3.800% 4.250% - 5.000% Assumed at 3.80%
Variable Rate

(continued)

To Paritally Refund the Capital Projects Revenue Bonds, Series 1997-1, 1997-2, 1997-3 and Series 2002-1		To Refund the Excise Taxes Revenue Bonds, Series 1996A and 1999A		To Refund the Excise Taxes Revenue Bonds, Series 1999B		To Paritally Refund the Better Jacksonville Sales Tax Revenue Bonds, Series 2001, 2003 and 2004	
Capital Projects Revenue Refunding Bonds, Series 2008B		Excise Taxes Revenue Refunding Bonds, Series 2009B		Excise Taxes Revenue Refunding Bonds, Series 2009C (AMT)		Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012	
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 6,019	\$ 6,103	\$ 1,490,000	\$ 283,750	\$ 3,050,000	\$ 477,175		\$ 2,036,824
6,298	5,925	1,565,000	207,375	3,220,000	343,800		2,036,824
6,614	5,739	1,645,000	127,125	3,400,000	211,400		2,036,824
7,710	5,532	1,720,000	43,000	3,585,000	71,700		2,036,824
7,282	5,315						2,036,824
6,874	5,111						2,036,824
7,988	4,896						2,036,824
8,360	4,660						2,036,824
8,787	4,412						2,036,824
9,809	4,143						2,036,824
9,642	3,862						2,036,824
9,567	3,585					\$ 4,685,000	1,919,699
10,608	3,293					4,935,000	1,679,199
11,109	2,979					5,185,000	1,426,199
11,648	2,650					5,440,000	1,167,354
12,559	2,301					5,605,000	898,009
12,484	1,939					5,885,000	610,759
13,432	1,564					9,745,000	231,817
14,082	1,167						
14,769	750						
15,550	312						
3,010	43						
<u>\$ 214,201</u>	<u>\$ 76,281</u>	<u>\$ 6,420,000</u>	<u>\$ 661,250</u>	<u>\$ 13,255,000</u>	<u>\$ 1,104,075</u>	<u>\$ 41,480,000</u>	<u>\$ 30,338,100</u>

2.890%

4.000% - 5.000%

3.000% - 5.000%

4.125% - 5.000%

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY -
PAYABLE FROM ENTERPRISE FUNDS (continued)
SEPTEMBER 30, 2013

Purpose	To Partially Refund the Better Jacksonville Sales Tax Revenue Bonds, Series 2003 and 2004		To Refund the Capital Improvement Revenue Bonds, Series 1997, 1998, 2002A 2002B and 2002C	
	Better Jacksonville Sales Tax Revenue Refunding Bonds, Series 2012A		Capital Improvement Revenue Refunding Bonds, Series 2012	
Fiscal Year	Principal	Interest	Principal	Interest
2014		\$ 3,689,750	\$ 3,855,000	\$ 5,378,450
2015		3,689,750	4,895,000	5,266,475
2016		3,689,750	5,040,000	5,117,450
2017		3,689,750	5,240,000	4,937,050
2018		3,689,750	5,435,000	4,696,375
2019		3,689,750	5,705,000	4,446,400
2020		3,689,750	5,945,000	4,213,400
2021		3,689,750	6,140,000	3,941,000
2022		3,689,750	6,445,000	3,626,375
2023		3,689,750	6,770,000	3,296,000
2024	\$ 45,000	3,688,625	7,110,000	2,949,000
2025		3,687,500	7,465,000	2,584,625
2026	4,310,000	3,579,750	7,345,000	2,214,375
2027	4,525,000	3,358,875	7,350,000	1,847,000
2028	4,755,000	3,126,875	7,715,000	1,470,375
2029	13,180,000	2,678,500	8,105,000	1,074,875
2030	13,830,000	2,003,250	8,510,000	659,500
2031	33,150,000	828,750	8,935,000	223,375
2032				
2033				
2034				
2035				
	<u>\$ 73,795,000</u>	<u>\$ 59,849,625</u>	<u>\$ 118,005,000</u>	<u>\$ 57,942,100</u>

Interest Rates: 5.000% 2.000% - 5.000%

(continued)

**To Refund a Portion of the
Sales Tax Revenue Bonds,
Series 1996**

**Special Revenue
Refunding Bonds,
Series 2012C**

<u>Principal</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
	\$ 46,100	\$ 21,823,798
	46,100	21,392,047
\$ 104,000	43,500	21,536,988
259,000	34,425	21,740,363
272,000	21,150	16,273,363
287,000	7,175	16,293,130
		16,007,686
		16,042,744
		16,032,840
		16,028,594
		16,064,566
		20,576,340
		24,298,731
		23,927,488
		23,910,434
		31,777,731
		31,733,970
		53,350,296
		236,193
		236,239
		31,575
		6,072
<u>\$ 922,000</u>	<u>\$ 198,450</u>	<u>\$ 409,321,188</u>

5.000%

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF SELF-INSURANCE FUND
TEN YEAR CLAIMS DEVELOPMENT INFORMATION (in thousands)
WORKERS COMPENSATION

	For the Year Ended September 30				
	2004	2005	2006	2007	2008
Revenue	\$ 17,658	\$ 23,797	\$ 21,723	\$ 25,140	22,124
Interest Revenue	1,437	1,782	2,095	2,807	1,404
Total Revenue	<u>\$ 19,095</u>	<u>\$ 25,579</u>	<u>\$ 23,818</u>	<u>\$ 27,947</u>	<u>23,528</u>
Unallocated Expenses	<u>\$ 1,934</u>	<u>\$ 1,962</u>	<u>\$ 1,898</u>	<u>\$ 1,896</u>	<u>2,113</u>
Estimated Incurred Claims and Expense, End of Policy Year	<u>\$ 10,766</u>	<u>\$ 12,824</u>	<u>\$ 11,799</u>	<u>\$ 10,451</u>	<u>13,091</u>
Paid (Cumulative) as of:					
End of Policy Year	\$ 2,335	\$ 3,186	\$ 2,339	\$ 1,916	\$ 2,742
One Year Later	3,945	5,098	4,219	4,003	5,163
Two Years Later	4,405	5,893	4,756	4,576	6,181
Three Years Later	4,790	6,490	5,059	4,976	6,843
Four Years Later	5,271	6,808	5,407	5,212	7,335
Five Years Later	5,623	7,008	6,210	5,395	7,697
Six Years Later	5,903	7,530	6,638	5,559	
Seven Years Later	6,586	7,771	6,977		
Eight Years Later	6,953	8,275			
Nine Years Later	7,377				
Reestimated incurred Claims and Expense:					
End of Policy Year	\$ 10,766	\$ 12,824	\$ 11,799	\$ 10,451	\$ 13,091
One Year Later	9,701	11,609	10,626	10,523	12,684
Two Years Later	8,482	11,537	9,941	9,531	12,809
Three Years Later	8,423	11,397	9,088	8,438	12,329
Four Years Later	8,734	11,693	8,816	8,589	12,432
Five Years Later	9,804	10,758	10,029	8,790	12,617
Six Years Later	9,395	11,581	10,424	9,222	
Seven Years Later	9,927	11,566	10,963		
Eight Years Later	10,391	12,708			
Nine Years Later	10,918				
Increase (Decrease) in Estimated Incurred Claims and Expense from End of Policy Year	<u>\$ 152</u>	<u>\$ (116)</u>	<u>\$ (836)</u>	<u>\$ (1,229)</u>	<u>\$ (474)</u>
Available Funding	\$ 19,095	\$ 25,579	\$ 23,818	\$ 27,947	\$ 23,528
Current Reestimated Incurred Claims and Expense	<u>(10,918)</u>	<u>(12,708)</u>	<u>(10,963)</u>	<u>(9,222)</u>	<u>(12,617)</u>
Excess (Deficit) Funding	<u>\$ 8,177</u>	<u>\$ 12,871</u>	<u>\$ 12,855</u>	<u>\$ 18,725</u>	<u>\$ 10,911</u>

For the Year Ended September 30

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$ 17,692	\$ 19,369	\$ 19,848	\$ 22,339	\$ 22,904
5,753	4,218	2,387	2,553	1,346
<u>\$ 23,445</u>	<u>\$ 23,587</u>	<u>\$ 22,235</u>	<u>\$ 24,892</u>	<u>\$ 24,250</u>
<u>\$ 2,267</u>	<u>\$ 2,062</u>	<u>\$ 2,198</u>	<u>\$ 2,115</u>	<u>\$ 1,812</u>
<u>\$ 13,418</u>	<u>\$ 13,251</u>	<u>\$ 11,694</u>	<u>\$ 14,662</u>	<u>\$ 16,026</u>
\$ 2,923	\$ 3,201	\$ 2,859	\$ 3,672	\$ 3,353
6,207	5,411	4,444	6,773	
7,430	6,411	5,343		
8,061	7,752			
8,429				
\$ 13,418	\$ 13,251	\$ 11,694	\$ 14,662	\$ 16,026
12,981	13,467	10,381	17,726	
13,243	13,886	12,031		
12,049	16,560			
13,136				
<u>\$ (282)</u>	<u>\$ 3,309</u>	<u>\$ 337</u>	<u>\$ 3,064</u>	<u>\$ 0</u>
\$ 23,445	\$ 23,587	\$ 22,235	\$ 24,892	\$ 24,250
<u>(13,136)</u>	<u>(16,560)</u>	<u>(12,031)</u>	<u>(17,726)</u>	<u>(16,026)</u>
<u>\$ 10,309</u>	<u>\$ 7,027</u>	<u>\$ 10,204</u>	<u>\$ 7,166</u>	<u>\$ 8,224</u>

**Total Excess (Deficit) Funding of Reestimated
Incurred Claims - 10 Years Shown.**

\$ 106,469

(continued)

CITY OF JACKSONVILLE, FLORIDA
SCHEDULE OF SELF-INSURANCE FUND
TEN YEAR CLAIMS DEVELOPMENT INFORMATION (in thousands)
GENERAL LIABILITY

	For the Year Ended September 30				
	2004	2005	2006	2007	2008
Revenue	\$ 6,748	\$ 7,880	\$ 6,496	\$ 6,980	8,283
Interest Revenue	592	601	666	855	510
Total Revenue	<u>\$ 7,340</u>	<u>\$ 8,481</u>	<u>\$ 7,162</u>	<u>\$ 7,835</u>	<u>8,793</u>
Unallocated Expenses	<u>\$ 1,422</u>	<u>\$ 1,562</u>	<u>\$ 1,648</u>	<u>\$ 1,708</u>	<u>1,911</u>
Estimated Incurred Claims and Expense, End of Policy Year	<u>\$ 3,587</u>	<u>\$ 5,186</u>	<u>4,651</u>	<u>4,365</u>	<u>5,994</u>
Paid (Cumulative) as of:					
End of Policy Year	\$ 737	\$ 1,166	\$ 1,063	\$ 857	\$ 1,495
One Year Later	1,318	2,278	1,709	1,371	2,372
Two Years Later	2,349	3,344	2,294	1,822	3,325
Three Years Later	2,741	3,821	2,693	2,258	3,766
Four Years Later	2,929	4,093	2,743	2,312	4,015
Five Years Later	2,970	4,378	2,830	2,395	4,533
Six Years Later	2,988	4,483	2,837	2,496	
Seven Years Later	2,983	4,636	2,837		
Eight Years Later	3,006	5,459			
Nine Years Later	3,021				
Reestimated incurred Claims and Expense:					
End of Policy Year	\$ 3,587	\$ 5,186	\$ 4,651	\$ 4,365	\$ 5,994
One Year Later	3,568	5,487	3,913	3,779	5,617
Two Years Later	3,533	5,261	3,627	2,857	5,156
Three Years Later	3,430	5,005	3,212	2,636	4,861
Four Years Later	3,198	4,893	2,950	2,617	4,443
Five Years Later	3,009	4,663	2,876	2,407	4,732
Six Years Later	3,000	4,498	2,856	2,496	
Seven Years Later	3,011	4,692	2,867		
Eight Years Later	3,023	5,459			
Nine Years Later	3,023				
Increase (Decrease) in Estimated Incurred Claims and Expense from End of Policy Year	<u>\$ (564)</u>	<u>\$ 273</u>	<u>\$ (1,784)</u>	<u>\$ (1,869)</u>	<u>(1,262)</u>
Available Funding	\$ 7,340	\$ 8,481	\$ 7,162	\$ 7,835	\$ 8,793
Current Reestimated Incurred Claims and Expense	<u>(3,023)</u>	<u>(5,459)</u>	<u>(2,867)</u>	<u>(2,496)</u>	<u>(4,732)</u>
Excess (Deficit) Funding	<u>\$ 4,317</u>	<u>\$ 3,022</u>	<u>\$ 4,295</u>	<u>\$ 5,339</u>	<u>\$ 4,061</u>

For the Year Ended September 30

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$ 7,310	\$ 6,780	\$ 6,363	\$ 7,052	8,129
2,404	1,529	802	1,077	648
<u>\$ 9,714</u>	<u>\$ 8,309</u>	<u>\$ 7,165</u>	<u>\$ 8,129</u>	<u>8,777</u>
<u>\$ 2,044</u>	<u>\$ 2,087</u>	<u>\$ 2,032</u>	<u>\$ 2,100</u>	<u>2,109</u>
<u>\$ 4,794</u>	<u>\$ 4,485</u>	<u>\$ 4,794</u>	<u>\$ 4,993</u>	<u>4,715</u>
\$ 1,192	\$ 1,019	\$ 1,242	\$ 1,333	\$ 1,126
2,082	2,221	2,329	2,076	
2,972	2,702	3,236		
3,257	3,351			
3,918				
\$ 4,794	\$ 4,485	\$ 4,794	\$ 4,993	\$ 4,715
4,595	4,615	4,483	4,884	
4,716	4,269	5,073		
4,464	4,424			
4,579				
<u>\$ (215)</u>	<u>\$ (61)</u>	<u>\$ 279</u>	<u>\$ (109)</u>	<u>\$ 0</u>
\$ 9,714	\$ 8,309	\$ 7,165	\$ 8,129	\$ 8,777
(4,579)	(4,424)	(5,073)	(4,884)	(4,715)
<u>\$ 5,135</u>	<u>\$ 3,885</u>	<u>\$ 2,092</u>	<u>\$ 3,245</u>	<u>\$ 4,062</u>

**Total Excess (Deficit) Funding of Reestimated
Incurred Claims - 10 Years Shown.**

\$ 39,453

(continued)

CITY OF JACKSONVILLE, FLORIDA
BALANCE SHEET - GENERAL FUND
SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	GENERAL FUND	EMERGENCY RESERVE	OTHERS	TOTALS	
				2013	2012
ASSETS:					
Equity in cash and investments.....	\$ 56,320	\$ 48,214	\$ 37,975	\$ 142,509	\$ 97,128
Cash in escrow and with fiscal agents.....	185	-	3	188	230
Securities lending collateral.....	52,559	-	-	52,559	71,242
Receivables (net, where applicable, of allowances for uncollectibles):					
Accounts and interest.....	11,349	-	3,535	14,884	20,624
Mortgages.....	-	-	-	-	30
Other.....	14,187	-	2,873	17,060	14,316
Due from other funds.....	5,728	-	-	5,728	5,468
Due from independent agencies and other governments.	47,780	-	271	48,051	59,183
Inventories.....	4,189	-	-	4,189	5,115
Prepaid items.....	17	-	-	17	9
TOTAL ASSETS.....	\$ 192,314	48,214	\$ 44,657	\$ 285,185	\$ 273,345
LIABILITIES:					
Accounts payable and accrued liabilities.....	\$ 31,077	\$ -	\$ 1,828	\$ 32,905	\$ 29,996
Contracts payable.....	48	-	-	48	15
Due to other funds.....	-	-	-	-	8
Due to component units.....	-	-	-	-	33
Deposits.....	697	-	400	1,097	2,243
Unearned revenue.....	20,811	-	2,550	23,361	19,669
Securities lending obligations.....	52,563	-	-	52,563	71,260
Advances from other funds.....	-	-	-	-	-
TOTAL LIABILITIES.....	105,196	-	4,778	109,974	123,224
FUND BALANCES:					
Non Spendable:					
Non Spendable.....	4,189	-	-	4,189	5,115
Spendable:					
Committed.....	17,677	48,214	4,357	70,248	69,965
Assigned.....	-	-	3,656	3,656	2,903
Unassigned.....	65,252	-	31,866	97,118	72,138
TOTAL FUND BALANCES.....	87,118	48,214	39,879	175,211	150,121
TOTAL LIABILITIES AND FUND BALANCE.....	\$ 192,314	\$ 48,214	\$ 44,657	\$ 285,185	\$ 273,345

See accompanying notes.

CITY OF JACKSONVILLE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
WITH COMPARATIVE TOTALS FOR 2012 (in thousands)

	GENERAL FUND	EMERGENCY RESERVE	OTHERS	TOTALS	
				2013	2012
REVENUES:					
Property taxes.....	\$ 431,622	\$ -	\$ -	\$ 431,622	\$ 450,571
Utility service taxes.....	123,785	-	-	123,785	123,132
Sales and tourist taxes.....	1,004	-	-	1,004	997
Local business taxes.....	7,129	-	-	7,129	7,396
Licenses, permits, and fees.....	38,851	-	5	38,856	40,593
Intergovernmental.....	129,052	-	(41)	129,011	125,711
Charges for services.....	45,308	-	13,272	58,580	71,505
Fines and forfeitures.....	2,174	-	-	2,174	2,459
JEA contribution.....	106,688	-	-	106,688	104,188
Interest.....	1,685	214	2,017	3,916	12,412
Other.....	18,201	-	3,762	21,963	15,638
Total Revenues.....	905,499	214	\$ 19,015	924,728	954,602
EXPENDITURES:					
Current:					
General government.....	98,061	-	26,312	124,373	135,051
Human services.....	58,722	-	5,962	64,684	72,528
Public safety.....	539,045	-	1,305	540,350	496,974
Culture and recreation.....	53,461	-	3,102	56,563	46,827
Transportation.....	28,429	-	-	28,429	38,822
Economic environment.....	8,199	-	6,871	15,070	12,379
Physical environment.....	11,342	-	-	11,342	12,131
Debt service:					
Interest and fiscal charges.....	8,954	-	-	8,954	9,368
Total Expenditures.....	806,213	-	43,552	849,765	824,080
EXCESS OF REVENUES OVER					
(UNDER) EXPENDITURES.....	99,286	214	\$ (24,537)	74,963	130,522
OTHER FINANCING SOURCES (USES):					
Long term debt issued.....	1,057	-	-	1,057	2,349
Intrafund Transfer In.....	2,101	-	33,164	35,265	21,215
Intrafund Transfer Out.....	(33,164)	-	(2,101)	(35,265)	(21,215)
Transfers in.....	9,165	-	-	9,165	11,104
Transfers out.....	(89,065)	-	-	(89,065)	(122,775)
Total Other Financing Sources (Uses).....	(109,906)	-	31,063	(78,843)	(109,322)
SPECIAL ITEM:					
Repeal of Jacksonville Economic Development Commission.....	-	-	28,970	28,970	-
NET CHANGES IN FUND BALANCES..	(10,620)	214	\$ 35,496	25,090	21,200
FUND BALANCE, BEGINNING OF YEAR ...	97,738	48,000	4,383	150,121	128,921
FUND BALANCES, END OF YEAR.....	\$ 87,118	\$ 48,214	\$ 39,879	\$ 175,211	\$ 150,121



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STATISTICAL SECTION

This part of the City of Jacksonville’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

Page(s)

Financial Trends

These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.

Net Position by Components	262 - 263
Changes in Net Position.....	264 - 267
Fund Balances, Governmental Funds	268
Changes in Fund Balances, Governmental Funds	270 - 271

Revenue Capacity

These schedules contain information to help the reader assess the City’s most significant local revenue source, the property tax.

Assessed Value and Estimated Actual Value of Taxable Property	274 - 275
Direct and Overlapping Property Tax Rates	276
Principal Property Taxpayers.....	278 - 279
Property Tax Levies and Collections	280 - 281

Debt Capacity

These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.

Ratios of Outstanding Debt by Type to Personal Income and Per Capita.....	284 - 285
Direct and Overlapping Governmental Activities Debt.....	286
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Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.

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Operating Information

These schedules contain services and infrastructure data to help the reader understand how the information in the City’s financial report compares to the services the City provides and the activities it performs.

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Capital Asset Statistics by Function/Program.....	304 - 305

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



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STATISTICAL SECTION – FINANCIAL TRENDS

CITY OF JACKSONVILLE, FLORIDA
NET POSITION BY COMPONENTS (in thousands)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Governmental activities:					
Net investments in capital assets.....	\$ 913,986	\$ 948,789	\$ 908,709	\$ 974,561	\$ 953,289
Restricted	47,825	50,529	46,503	92,336	86,676
Unrestricted.....	<u>(184,976)</u>	<u>(222,645)</u>	<u>(120,998)</u>	<u>(207,729)</u>	<u>(326,149)</u>
Total governmental activities net position	<u>776,835</u>	<u>776,673</u>	<u>834,214</u>	<u>859,168</u>	<u>713,816</u>
Business type activities					
Net investments in capital assets.....	129,274	128,766	124,213	135,912	126,221
Restricted	1,852	1,579	2,667	-	-
Unrestricted.....	<u>53,328</u>	<u>50,039</u>	<u>38,545</u>	<u>14,586</u>	<u>19,035</u>
Total business type activities net position	<u>184,454</u>	<u>180,384</u>	<u>165,425</u>	<u>150,498</u>	<u>145,256</u>
Primary government					
Net investments in capital assets.....	1,043,260	1,077,555	1,032,922	1,110,473	1,079,510
Restricted	49,677	52,108	49,170	92,336	86,676
Unrestricted.....	<u>(131,648)</u>	<u>(172,606)</u>	<u>(82,453)</u>	<u>(193,143)</u>	<u>(307,114)</u>
Total primary government net position	<u>\$ 961,289</u>	<u>\$ 957,057</u>	<u>\$ 999,639</u>	<u>\$ 1,009,666</u>	<u>\$ 859,072</u>

Notes:

Net position was reallocated in 2005 to adjust for the consideration of outstanding non-asset backed bonds.

- (1) The City transferred \$404,898 of capital assets associated with the sports venues from governmental activities to business type activities.
- (2) The Pollution Remediation Liability of \$162,710, previously considered a liability of business type activities, was reclassified to a liability of governmental type activities.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 1,000,539 (1)	\$ 1,063,627	\$ 900,373	\$ 786,614	\$ 725,464
81,048	41,702	103,733	120,823	118,224
<u>(390,777) (2)</u>	<u>(259,189)</u>	<u>(127,555)</u>	<u>(163,353)</u>	<u>(110,337)</u>
<u>690,810</u>	<u>846,140</u>	<u>876,551</u>	<u>744,084</u>	<u>733,351</u>
114,078 (1)	16,341	13,375	13,742	12,289
-	8,274	13,045	15,497	13,591
<u>24,060 (2)</u>	<u>(105,181)</u>	<u>(118,120)</u>	<u>(104,700)</u>	<u>539</u>
<u>138,138</u>	<u>(80,566)</u>	<u>(91,700)</u>	<u>(75,461)</u>	<u>26,419</u>
1,114,617	1,079,968	913,748	800,356	737,753
81,048	49,976	116,778	136,320	131,815
<u>(366,717)</u>	<u>(364,370)</u>	<u>(245,675)</u>	<u>(268,053)</u>	<u>(109,798)</u>
<u>\$ 828,948</u>	<u>\$ 765,574</u>	<u>\$ 784,851</u>	<u>\$ 668,623</u>	<u>\$ 759,770</u>

CITY OF JACKSONVILLE, FLORIDA
CHANGES IN NET POSITION (in thousands)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2013	2012	2011	2010	2009	2008
Expenses						
Government activities						
General government.....	\$ 159,054	\$ 156,064	\$ 171,163	\$ 186,072	\$ 180,054	\$ 174,777
Human services.....	104,902	113,260	108,837	112,785	107,991	102,076
Public safety.....	577,021	537,222	559,401	549,369	527,227	511,009
Culture and recreation.....	78,305	64,883	74,066	75,451	71,091	67,054
Transportation.....	147,750	154,770	170,557	192,231	217,296	178,949
Economic environment.....	47,394	76,227	124,520	71,082	72,571	77,460
Physical environment.....	114,134	125,407	118,564	98,058	97,114	125,984
Payments to component units.....	-	-	-	-	-	-
Interest on long term debt.....	97,531	128,302	88,404	87,723	94,289	102,835
Total governmental activities expenses.....	1,326,091	1,356,135	1,415,512	1,372,771	1,367,633	1,340,144
Business type activities:						
Parking system.....	3,178	3,499	3,879	3,585	3,417	3,921
Sports complex.....	-	-	-	-	-	-
Motor vehicle inspections.....	494	477	446	476	433	462
Storm Water Services.....	19,656	18,913	18,730	17,340	14,612	55
Solid Waste.....	71,073	73,111	62,977	73,934	86,674	69,230
Mayport Ferry.....	2,767	-	-	-	-	-
EverBank Field.....	23,136	24,134	23,603	24,485	20,361	11,850
Veterans Memorial Arena	14,694	14,433	14,747	15,602	12,355	8,055
Baseball Stadium	3,083	3,118	3,142	3,335	1,993	1,297
Performing Arts	3,850	4,363	4,369	4,265	4,006	3,264
Convention Center	3,536	3,662	3,764	3,804	4,342	3,681
Equestrian Center	1,465	1,686	1,836	1,816	1,890	1,449
Sports Complex Capital Maint	106	-	-	-	-	-
Total business type activities expenses.....	147,038	147,396	137,493	148,642	150,083	103,264
Total primary government expenses.....	1,473,129	1,503,531	1,553,005	1,521,413	1,517,716	1,443,408
Program Revenues						
Government activities						
Charges for services:						
General government.....	71,541	64,104	65,993	67,454	103,824	94,079
Public safety.....	30,137	38,121	45,908	46,457	45,322	47,233
Other activities	8,773	17,181	10,352	5,997	6,865	12,523
Operating grants and contributions	68,470	82,833	96,142	83,456	83,068	82,342
Capital grants and contributions	55,208	41,194	27,565	170,558	52,464	56,230
Total governmental activities program revenues	234,129	243,433	245,960	373,922	291,543	292,407
Business type activities:						
Charges for services:						
Sports complex.....	-	-	-	-	-	-
Solid Waste.....	68,759	69,748	66,610	47,112	42,752	39,892
EverBank Field.....	4,566	4,054	3,379	3,719	3,536	4,106
Veterans Memorial Arena.....	5,165	4,641	5,288	4,797	4,704	5,520
Storm Water.....	30,259	26,519	20,789	28,035	29,134	7,506
Other Activities.....	8,579	7,889	7,473	6,998	7,364	8,605
Operating grants and contributions	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-
Total business type activities revenue	117,328	112,851	103,539	90,661	87,490	65,629
Total primary government program revenues.....	\$ 351,457	\$ 356,284	\$ 349,499	\$ 464,583	\$ 379,033	\$ 358,036

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	201,186	\$ 194,406	\$ 160,341	\$ 191,705
	108,738	106,755	107,588	100,120
	472,531	429,207	414,490	367,308
	93,197	84,527	88,875	60,955
	316,261	216,674	236,998	129,734
	77,440	74,030	83,832	74,889
	69,211	55,605	52,097	44,732
	-	-	-	-
	94,114	92,682	90,738	92,477
	<u>1,432,678</u>	<u>1,253,886</u>	<u>1,234,959</u>	<u>1,061,920</u>
	6,340	4,975	5,116	4,298
	-	25,964	25,088	21,995
	482	439	555	451
	-	-	-	-
	71,240	92,935	83,506	77,588
	1,937	2,346	1,943	2,063
	11,732	-	-	-
	7,750	-	-	-
	1,135	-	-	-
	3,959	-	-	-
	3,443	-	-	-
	1,309	-	-	-
	-	-	-	-
	<u>109,327</u>	<u>126,659</u>	<u>116,208</u>	<u>106,395</u>
	<u>1,542,005</u>	<u>1,380,545</u>	<u>1,351,167</u>	<u>1,168,315</u>
	71,614	86,817	79,108	47,966
	45,825	45,670	40,517	42,398
	18,304	11,491	7,357	10,313
	87,234	69,485	89,784	83,649
	52,112	76,072	50,241	67,970
	<u>275,089</u>	<u>289,535</u>	<u>267,007</u>	<u>252,296</u>
	-	16,004	16,605	13,515
	39,123	44,093	41,120	39,903
	3,534	-	-	-
	5,979	-	-	-
	-	-	-	-
	10,804	5,570	4,441	4,335
	-	-	-	220
	-	-	-	-
	<u>59,440</u>	<u>65,667</u>	<u>62,166</u>	<u>57,973</u>
\$	<u>334,529</u>	<u>\$ 355,202</u>	<u>\$ 329,173</u>	<u>\$ 310,269</u>

CITY OF JACKSONVILLE, FLORIDA
CHANGES IN NET POSITION (in thousands)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2013	2012	2011	2010	2009	2008
Net (expense)revenue						
Government activities	\$ (1,091,962)	\$ (1,112,702)	\$ (1,169,552)	\$ (998,849)	\$ (1,076,090)	\$ (1,047,737)
Business type activities	(29,710)	(34,545)	(33,954)	(57,981)	(62,593)	(37,635)
Total primary government net expense	<u>(1,121,672)</u>	<u>(1,147,247)</u>	<u>(1,203,506)</u>	<u>(1,056,830)</u>	<u>(1,138,683)</u>	<u>(1,085,372)</u>
General revenues and other changes in net position						
Government activities:						
Property taxes.....	444,219	463,680	498,507	493,171	474,381	477,368
Utility service taxes.....	123,785	123,132	127,955	126,653	118,453	114,392
Sales and tourist taxes.....	172,430	164,827	161,943	158,062	162,295	179,645
Local business taxes.....	7,129	7,396	7,447	8,052	7,928	7,932
Intergovernmental - unrestricted.....	127,561	160,793	172,571	170,687	166,923	185,041
JEA contributions.....	106,688	104,188	101,688	99,188	96,961	96,096
Payment in lieu of taxes.....	-	-	-	-	-	-
Unrestricted earnings on investments.....	5,884	40,329	18,844	57,454	73,326	15,263
Franchise fees.....	38,851	40,624	43,037	39,842	-	-
Miscellaneous.....	40,627	33,249	35,693	26,626	29,028	48,976
Loss on advance refunding.....	-	-	-	-	-	-
Special item - refinancing state bonds.....	-	(61,196)	-	-	-	-
Special item - Repeal of JEDC.....	28,970	-	-	-	-	-
Transfers.....	(4,020)	(21,861)	(23,087)	(35,534)	(30,199)	(232,306)
Total general revenues, special items, and transfers...	<u>1,092,124</u>	<u>1,055,161</u>	<u>1,144,598</u>	<u>1,144,201</u>	<u>1,099,096</u>	<u>892,407</u>
Business type activities						
Intergovernmental	-	-	-	-	-	-
Unrestricted earnings on investments.....	294	4,025	2,127	5,770	8,237	2,516
Sales and tourist taxes.....	12,385	11,692	11,134	10,965	10,875	12,695
Miscellaneous.....	17,081	11,926	12,533	10,954	20,400	8,822
Special item - pollution remediation & settlement....	-	-	-	-	-	-
Transfers.....	4,020	21,861	23,087	35,534	30,199	232,306
Total business type activities.....	<u>33,780</u>	<u>49,504</u>	<u>48,881</u>	<u>63,223</u>	<u>69,711</u>	<u>256,339</u>
Total primary government	<u>1,125,904</u>	<u>1,104,665</u>	<u>1,193,479</u>	<u>1,207,424</u>	<u>1,168,807</u>	<u>1,148,746</u>
Changes in net position:						
Governmental activities	162	(57,541)	(24,954)	145,352	23,006	(155,330)
Business type activities	4,070	14,959	14,927	5,242	7,118	218,704
Total primary government	<u>\$ 4,232</u>	<u>\$ (42,582)</u>	<u>\$ (10,027)</u>	<u>\$ 150,594</u>	<u>\$ 30,124</u>	<u>\$ 63,374</u>

(continued)

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ (1,157,589)	\$ (964,351)	\$ (967,952)	\$ (809,624)
<u>(49,887)</u>	<u>(60,992)</u>	<u>(54,042)</u>	<u>(48,422)</u>
<u>(1,207,476)</u>	<u>(1,025,343)</u>	<u>(1,021,994)</u>	<u>(858,046)</u>
465,918	408,942	365,456	343,870
104,634	104,259	99,463	95,629
181,621	196,257	184,172	163,107
7,618	8,855	8,189	7363
206,371	228,237	202,510	190,917
92,915	89,188	85,938	83,188
-	-	-	-
34,033	44,380	23,759	33,741
-	-	-	-
63,772	52,912	43,610	26,771
-	-	-	-
-	-	-	(79,218)
-	-	-	-
<u>(29,704)</u>	<u>(36,212)</u>	<u>(35,301)</u>	<u>(25,723)</u>
<u>1,127,178</u>	<u>1,096,818</u>	<u>977,796</u>	<u>839,645</u>
-	-	-	-
6,165	4,765	3,368	2,594
12,520	-	-	-
12,632	3,776	1,488	2,132
-	-	(87,995)	-
<u>29,704</u>	<u>36,212</u>	<u>35,301</u>	<u>25,723</u>
<u>61,021</u>	<u>44,753</u>	<u>(47,838)</u>	<u>30,449</u>
<u>1,188,199</u>	<u>1,141,571</u>	<u>929,958</u>	<u>870,094</u>
(30,411)	132,467	9,844	30,021
<u>11,134</u>	<u>(16,239)</u>	<u>(101,880)</u>	<u>(17,973)</u>
<u>\$ (19,277)</u>	<u>\$ 116,228</u>	<u>\$ (92,036)</u>	<u>\$ 12,048</u>

CITY OF JACKSONVILLE, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS (in thousands)
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

							Pre-GASB 54							
							2008	2007	2006	2005	2004			
General Fund														
	Reserved	\$	57,317	\$	57,507	\$	53,935	\$	14,728	\$	18,736			
	Unreserved		40,841		26,476		23,974		48,267		70,373			
	Total General Fund	\$	98,158	\$	83,983	\$	77,909	\$	62,995	\$	89,109			
All other Governmental funds														
	Reserved	\$	312,341	\$	393,177	\$	388,723	\$	448,536	\$	696,431			
	Unreserved, reported in:													
	Special revenue funds		181,662		185,307		176,468		148,054		113,134			
	Capital projects funds		(24,510)		(38,688)		17,731		48,064		1,127			
	Permanent fund		195		194		188		178		176			
	Total all other governmental funds	\$	469,688	\$	539,990	\$	583,110	\$	644,832	\$	810,868			
							Post-GASB 54							
							2013	2012	2011	2010	2009	2008		
General Fund														
	Non Spendable:													
	Non Spendable.....	\$	4,189	\$	5,115	\$	5,149	\$	6,604	\$	6,259	\$	4,300	
	Spendable:													
	Restricted.....		-		-		-		-		-		-	
	Committed.....		70,248		69,965		60,012		58,921		62,846		54,889	
	Assigned.....		3,656		2,903		1,962		2,766		3,114		3,050	
	Unassigned.....		97,118		72,138		61,798		41,774		37,962		35,919	
	Total General Fund	\$	175,211	\$	150,121	\$	128,921	\$	110,065	\$	110,181	\$	98,158	
All other Governmental funds														
	Non Spendable:													
	Non Spendable.....	\$	225	\$	224	\$	124	\$	127	\$	123	\$	123	
	Spendable:													
	Restricted.....		196,855		241,181		296,901		329,146		221,416		155,333	
	Committed.....		213,314		218,283		246,415		214,964		224,657		291,554	
	Assigned.....		1,860		2,653		2,079		3,215		8,764		23,777	
	Unassigned.....		-		(3,671)		(200)		-		(34,264)		(1,099)	
	Total all other governmental funds	\$	412,254	\$	458,670	\$	545,319	\$	547,452	\$	420,696	\$	469,688	

Note: Six years of data is available for GASB 54 compliance which was adopted in 2009.
2008 data was restated for GASB 54 comparable presentation.



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CITY OF JACKSONVILLE, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (in thousands)
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2013	2012	2011	2010
Revenue				
Property taxes.....	\$ 444,219	\$ 463,680	\$ 498,507	\$ 493,171
Utility Service taxes.....	123,785	123,132	127,955	126,878
Sales and tourist taxes.....	172,430	164,827	161,943	158,062
Local business taxes.....	7,129	7,396	7,447	8,052
Licenses and permits.....	49,959	50,198	43,405	39,842
Intergovernmental.....	241,981	249,177	272,446	268,008
Charges for services.....	94,679	105,405	117,749	112,563
Fines and forfeitures.....	4,664	4,427	4,136	5,095
JEA contribution.....	106,688	104,188	101,688	99,188
Payment in lieu of taxes.....	-	-	-	-
Interest.....	6,621	34,698	14,927	48,495
Other.....	36,998	30,428	31,432	27,996
Total Revenue.....	1,289,153	1,337,556	1,381,635	1,387,350
Expenditures				
General government.....	152,308	163,217	171,391	180,259
Human services.....	102,051	110,779	107,895	112,792
Public safety.....	570,893	527,047	553,746	553,756
Culture and recreation.....	63,100	53,763	63,151	67,352
Transportation.....	133,075	140,422	148,793	163,768
Economic environment.....	47,184	67,672	117,876	70,626
Physical environment.....	18,253	20,930	29,314	21,726
Capital outlay.....	78,354	121,541	196,145	243,601
Debt service:				
Principal.....	81,776	76,148	82,942	61,777
Interest and fiscal charges.....	102,032	103,885	90,673	84,325
Other.....	4,294	7,505	4,710	8,536
Total Expenditures.....	1,353,320	1,392,909	1,566,636	1,568,518
Excess of Revenue Over				
(Under) Expenditures.....	(64,167)	(55,353)	(185,001)	(181,168)
Other Financing Sources (Uses):				
Long term debt issued.....	13,603	2,349	210,758	319,680
Refunding bond issued.....	287,888	491,905	79,220	-
Premium on special obligation bonds payable.....	41,542	46,925	18,481	19,543
Discount on special obligation bonds payable.....	(159)	-	-	-
Payment to escrow agent - refunded bonds.....	(324,201)	(529,833)	(85,238)	-
Transfers in.....	183,089	205,055	174,192	181,638
Transfers out.....	(187,891)	(226,497)	(195,689)	(212,543)
Total Other Financing Sources(Uses):	13,871	(10,096)	201,724	308,318
Special Item:				
Payment to escrow agent - refunded state bonds.....	-	-	-	-
Repeal of Jacksonville Economic Development Commission.....	28,970	-	-	-
Net Changes in Fund Balances	\$ (21,326)	\$ (65,449)	\$ 16,723	\$ 127,150
Debt Service as Percentage of NonCapital Expenditures				
	14.23%	14.10%	12.48%	10.84%

	2009	2008	2007	2006	2005	2004
\$	474,381	\$ 477,368	\$ 465,918	\$ 408,942	\$ 365,456	\$ 343,870
	118,453	114,392	104,634	104,259	99,463	95,629
	162,295	179,645	181,621	196,257	184,172	163,107
	7,928	7,932	7,618	8,855	8,189	7,363
	38,846	19,424	1,249	1,654	856	1,161
	263,316	286,492	299,696	314,959	302,213	297,639
	112,013	128,570	128,391	134,977	121,036	85,789
	5,152	5,841	6,103	7,347	6,192	10,771
	96,688	94,188	91,438	88,688	85,938	83,188
	-	-	3,713	-	-	-
	62,593	15,346	31,101	41,384	21,676	34,489
	29,031	47,443	63,772	52,912	43,609	26,771
	<u>1,370,696</u>	<u>1,376,641</u>	<u>1,385,254</u>	<u>1,360,234</u>	<u>1,238,800</u>	<u>1,149,777</u>
	167,245	162,202	152,894	136,815	139,092	117,428
	107,309	100,858	107,651	105,979	107,104	100,212
	527,027	502,305	474,120	427,478	412,054	358,964
	64,076	59,096	72,993	72,924	78,066	78,392
	144,298	164,918	163,433	148,107	141,195	130,473
	66,713	72,433	76,991	72,270	78,323	68,675
	24,945	20,539	21,874	19,307	21,215	19,271
	273,518	216,770	351,581	302,583	259,078	337,896
	79,554	74,365	66,294	64,774	53,320	47,415
	89,339	102,423	96,907	95,365	93,074	79,183
	2,846	1,607	1,759	1,085	1,773	4,033
	<u>1,546,870</u>	<u>1,477,516</u>	<u>1,586,497</u>	<u>1,446,687</u>	<u>1,384,294</u>	<u>1,341,942</u>
	<u>(176,174)</u>	<u>(100,875)</u>	<u>(201,243)</u>	<u>(86,453)</u>	<u>(145,494)</u>	<u>(192,165)</u>
	166,858	584,893	190,455	114,170	18,319	371,775
	18,200	-	-	-	-	-
	7,904	3,587	4,097	1,693	-	-
	-	-	-	-	-	(2,778)
	(18,622)	(410,460)	-	(41,457)	(40,668)	-
	196,914	219,862	192,537	214,270	208,115	232,249
	<u>(232,049)</u>	<u>(245,238)</u>	<u>(222,892)</u>	<u>(249,031)</u>	<u>(232,209)</u>	<u>(232,721)</u>
	<u>139,205</u>	<u>152,644</u>	<u>164,197</u>	<u>39,645</u>	<u>(46,443)</u>	<u>368,525</u>
	-	-	-	-	-	(79,218)
	-	-	-	-	-	-
\$	<u>(36,969)</u>	<u>\$ 51,769</u>	<u>\$ (37,046)</u>	<u>\$ (46,808)</u>	<u>\$ (191,937)</u>	<u>\$ 97,142</u>

13.04%

13.93%

11.54%

12.72%

12.11%

12.41%



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STATISTICAL SECTION – REVENUE CAPACITY

CITY OF JACKSONVILLE, FLORIDA
ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE PROPERTY
LAST SEVEN YEARS (in thousands)

Year	Real Property					Centrally Assessed Property (1)
	Residential Real Property	Commercial Real Property	Industrial Real Property	Other Real Property	Personal Property	
2007	\$ 31,686,651	\$ 13,394,365	\$ 3,199,698	\$ 5,338,289	\$ 7,899,162	\$ 167,104
2008	36,941,849	15,093,348	3,777,631	6,643,841	8,305,449	177,308
2009	39,265,137	16,929,605	4,317,968	7,025,130	11,570,293	200,236
2010	44,839,547	18,085,667	4,507,151	7,994,713	12,081,891	197,806
2011	40,194,453	16,584,154	4,217,089	8,303,924	12,283,738	141,080
2012	36,146,776	15,706,066	3,786,599	7,955,092	12,241,838	158,707
2013	32,988,302	15,589,684	3,728,970	7,989,623	12,562,483	161,349

(1) Centrally assessed property is primarily railroad property and private car line property, which must be separately assessed.

(2) Estimated actual values are the total "just" values or property subject to taxation, as defined by Section 193.011 of the Florida Statutes.

Note: The information in the schedule is presented to conform with the requirements of GASB statement 44. Prior to the change in format, real assessed values were presented in aggregate. Additionally, all assessed value columns were presented net of tax exempt property. The City is not able to present data in the current format prior to 2007. Additionally information presented for 2007 and 2008 differ from the original final tax roll due to subsequent Value Board Adjustment modifications.

Source: Property Appraiser's Office

Unaudited - see accompanying independent auditors' report.

Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Values (2)	Assessed as a Percentage of Actual Values
\$ 14,055,282	\$ 47,629,987	9.6400	\$ 70,926,829	67.15%
15,713,214	55,226,212	8.4841	83,838,185	65.87%
23,804,210	55,504,160	8.4841	91,002,440	60.99%
34,507,969	53,198,806	9.2727	87,706,774	60.66%
32,283,447	49,440,991	10.0353	81,724,438	60.50%
30,066,283	45,927,695	10.0353	75,993,978	60.44%
29,281,387	43,739,023	10.0353	73,020,410	59.90%

(continued)

CITY OF JACKSONVILLE, FLORIDA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS (Per \$1,000 of Assessed Value)

Year	City of Jacksonville				Overlapping Rates			Combined Millage Total
	District (Note 1)	Operating Millage	Debt Service Millage	Total City Millage	Other Taxing Authorities		FIND Millage (Note 2)	
					Total School Millage	Water Management District Millage		
2004	GSD	9.8398	0.0000	9.8398	9.0510	0.4620	0.0385	19.3913
2005	GSD	9.6879	0.0000	9.6879	8.5650	0.4620	0.0385	18.7534
2006	GSD	9.6500	0.0000	9.6500	8.4250	0.4620	0.0385	18.5755
2007	GSD	9.6400	0.0000	9.6400	8.0420	0.4620	0.0385	18.1825
2008	GSD	8.4841	0.0000	8.4841	7.7550	0.4158	0.0345	16.6894
2009	GSD	8.4841	0.0000	8.4841	7.5610	0.4158	0.0345	16.4954
2010	GSD	9.2727	0.0000	9.2727	7.5820	0.4158	0.0345	17.3050
2011	GSD	10.0353	0.0000	10.0353	7.8440	0.4158	0.0345	18.3296
2012	GSD	10.0353	0.0000	10.0353	7.5530	0.3313	0.0345	17.9541
2013	GSD	10.0353	0.0000	10.0353	7.6000	0.3313	0.0345	18.0011

(1) The GSD (General Services District) is the most prevalent millage rate. The GSD applies to most taxpayers and is in effect a county-wide rate.

(2) Florida Inland Navigational District

Source: Property Appraiser's Office

Unaudited - see accompanying independent auditors' report.



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**CITY OF JACKSONVILLE, FLORIDA
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT AND NINE YEARS AGO**

Taxpayer	Type of Business	2013		
		Valuation	Rank	Percentage
AT&T/Bell South Communications	Communications	\$ 314,780,954	1	0.65%
FDG Properties/Flagler Development Company	Real Estate Mgmt/Development	245,549,222	2	0.51%
Anheuser-Busch/Metal Container Corp	Manufacturing	238,222,590	3	0.50%
Wal-Mart Properties/Stores	Retail	221,712,281	4	0.46%
Stone Mountain Industrial Inc.....	Distribution Center	204,893,618	7	0.43%
Vistakon/Johnson & Johnson Vision	Manufacturing	202,290,337	6	0.42%
Mid America Apartment Communities.....	Real Estate Mgmt/Development	189,616,565	5	0.39%
Blue Cross & Blue Shield	Insurance	186,623,410	8	0.39%
St Johns Town Center LLC.....	Retail	182,810,022	9	0.40%
Beemer & Associates.....	Real Estate Mgmt/Development	155,573,101	10	0.32%
Bank of America	Banking	-	-	-
Comcast Cable.....	Communication	-	-	-
Liberty Property Limited Partnership.....	Real Estate Mgmt/Development	-	-	-
Gate Petroleum/Maritime/Lands.....	Petroleum	-	-	-
Cedar Bay Generating Co.....	Utilities	-	-	-
Total Taxable Assessed Value of 10 Largest Taxpayers.....		\$ 2,142,072,100		4.51%
Total Taxable Assessed Value of Other Taxpayers		45,381,923,849		95.49%
Total Taxable Assessed Value of All Taxpayers		\$ 47,523,995,949		100.00%

Source: Tax Collector's Office

2004		
<u>Valuation</u>	<u>Rank</u>	<u>Percentage</u>
\$ 548,398,230	1	1.57%
195,713,963	5	0.56%
285,392,187	2	0.82%
-		-
-		-
162,958,137	10	0.47%
-		-
192,078,918	6	0.55%
-		-
-		-
220,787,479	3	0.63%
201,216,818	4	0.58%
191,688,526	7	0.55%
188,542,624	8	0.54%
179,257,699	9	0.51%
<hr/>		
\$ 2,366,034,581		6.78%
32,506,429,918		93.22%
<u>\$ 34,872,464,499</u>		<u>100.00%</u>

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

Fiscal Year Ended Sept. 30		Taxes Levied for the Fiscal year (1)	Collected within the Fiscal Year of the Levy	
			Amount	Percentage of Levy
2004	General Fund - General Services District	\$ 348,345,910	\$ 344,796,332	99.0%
2005	General Fund - General Services District	\$ 367,688,578	\$ 365,687,691	99.5%
2006	General Fund - General Services District (2)	\$ 410,959,779	\$ 408,175,252	99.3%
2007	General Fund - General Services District (2)	\$ 471,622,380	\$ 468,874,795	99.4%
2008	General Fund - General Services District (2)	\$ 480,223,601	\$ 478,018,859	99.5%
2009	General Fund - General Services District (2)	\$ 478,948,728	\$ 476,188,360	99.4%
2010	General Fund - General Services District	\$ 497,900,724	\$ 493,688,968	99.2%
2011	General Fund - General Services District	\$ 505,368,958	\$ 500,440,998	99.0%
2012	General Fund - General Services District	\$ 468,994,952	\$ 466,200,537	99.4%
2013	General Fund - General Services District	\$ 447,266,774	\$ 445,217,626	99.5%

- (1) Tax levies are final certified amounts net of discounts allowed. The discount schedule is as follows:
 For taxes paid in: November - 4%
 December - 3%
 January - 2%
 February - 1%

- (2) Correction made to amounts previously reported to reflect taxes levied amount net of discounts.

Note: Schedule was adjusted to remove interest from amounts reported in previous years.

Collections in Subsequent Years	Total Collections to date	
	Amount	Percentage of Levy
\$ 553,358	\$ 345,349,690	99.1%
\$ 891,806	\$ 366,579,497	99.7%
\$ 1,914,258	\$ 410,089,510	99.8%
\$ 886,229	\$ 469,761,024	99.6%
\$ 1,433,093	\$ 479,451,952	99.8%
\$ 1,670,779	\$ 477,859,139	99.8%
\$ 1,151,604	\$ 494,840,572	99.4%
\$ 1,468,876	\$ 501,909,874	99.3%
\$ 832,758	\$ 467,033,295	99.6%
\$ -	\$ 445,217,626	99.5%

Unaudited - see accompanying independent auditors' report.



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STATISTICAL SECTION – DEBT CAPACITY

**CITY OF JACKSONVILLE, FLORIDA
RATIO OF OUTSTANDING DEBT BY TYPE
TO PERSONAL INCOME AND PER CAPITA
LAST TEN YEARS**

(dollars in thousands, except per capita)

Government Activities						
Fiscal Year	Revenue Bonds Payable from General Fund	Notes Payable from General Fund	Revenue Bonds Payable from BJP Revenues	Notes Payable from BJP Revenues	Notes and Bonds Payable from Internal Services Fund	Capitalized Lease Obligations
2004	1,035,101	8,980	1,093,855	-	-	18,882
2005	955,206	8,520	1,081,805	18,319	58,565	991
2006	985,840	7,995	1,064,210	15,920	72,205	144
2007	985,015	7,360	1,147,120	57,426	72,205	952
2008	779,533	6,630	1,090,568	66,414	153,730	609
2009	771,550	5,790	1,178,193	60,719	156,643	313
2010	826,574	4,845	1,256,964	65,872	250,713	-
2011	869,266	3,900	1,316,408	62,511	291,154	-
2012	828,572	2,875	1,315,267	57,447	273,813	-
2013	754,432	1,840	1,290,036	52,311	273,588	-

Business-Type Activities

<u>Revenue Bonds</u>	<u>Capitalized Lease Obligations</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>	<u>Less Unamortized Discount/Premium and Deferred Loss on Advanced Refunding</u>	<u>Adjusted Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
72,109	-	2,228,927	7.92%	2,723.66	3,451	2,232,378	7.93%	2,727.88
67,990	-	2,191,396	7.21%	2,646.15	2,894	2,194,290	7.22%	2,649.64
63,465	-	2,209,779	6.65%	2,633.54	3,841	2,213,620	6.66%	2,638.12
57,560	-	2,327,638	6.83%	2,746.85	7,516	2,335,154	6.86%	2,755.72
357,124	-	2,454,608	7.19%	2,877.36	11,041	2,465,649	7.22%	2,890.30
341,887	-	2,515,095	7.72%	2,930.35	17,902	2,532,997	7.77%	2,951.21
326,143	-	2,731,111	8.15%	3,160.05	51,782	2,782,893	8.30%	3,219.96
313,015	-	2,856,254	8.23%	3,303.55	73,661	2,929,915	8.45%	3,388.75
287,423	-	2,765,397	7.69%	3,179.61	125,011	2,890,408	8.03%	3,323.34
257,674	-	2,629,881	n/a	3,001.89	181,218	2,811,099	n/a	3,208.74

(continued)

CITY OF JACKSONVILLE, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
as of September 30, 2013

<u>Governmental Unit</u>	<u>Net General Obligation Bonds (1)</u>	<u>Estimated Percentage Applicable (2)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Duval County School Board - Bonds	\$ 13,400,000	100.000%	\$ 13,400,000
Duval County School Board - Certificate of Participation	\$ 355,911,726	100.000%	355,911,726
Duval County School Board - Revenue Anticipation Note	\$ 4,910,000	100.000%	4,910,000
Other Debt			
None	-	-	-
Subtotal, Overlapping Debt			\$ 374,221,726
City Direct Debt:			
Government Activities	\$ 2,372,206,793	100.000%	2,372,206,793
Total Direct and Overlapping Debt			<u>\$ 2,746,428,519</u>

(1) The net general obligation debt outstanding includes debt which is secured by the District to levy taxes on real estate less amounts available in debt service funds.

(2) The applicable percentage is based on the District's geographical boundaries within Duval County.

Source: Duval County Public Schools - Business Services

CITY OF JACKSONVILLE, FLORIDA
LEGAL DEBT MARGIN INFORMATION
as of September 30, 2013

The amount of debt the City of Jacksonville can issue is not limited by either the City of Jacksonville charter or code, nor the Florida State Statutes.



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CITY OF JACKSONVILLE, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN YEARS
(dollars in thousands)

Excise Tax Revenue Bonds

Fiscal Year	Utility Service Taxes	Fuel Oil Taxes	Occupational License Taxes	Gross Available Revenues	Debt Service		Coverage
					Principal	Interest	
2004	89,364	107	7,320	96,791	23,080	17,072	2.41 x
2005	92,848	113	8,143	101,104	26,120	17,320	2.33 x
2006	97,284	229	8,809	106,322	28,570	17,388	2.31 x
2007	97,833	92	7,618	105,543	31,205	21,578	2.00 x
2008	107,531	71	7,932	115,533	32,930	21,100	2.14 x
2009	111,634	90	7,928	119,652	26,435	19,846	2.59 x
2010	120,333	24	7,867	128,224	21,616	21,463	2.98 x
2011	121,931	45	7,394	129,370	27,386	20,837	2.68 x
2012	117,206	28	7,356	124,591	23,407	20,604	2.83 x
2013	117,939	33	7,129	125,101	19,458	13,310	3.82 x

Capital Improvement Revenue Bonds

Franchise Fees	Communication Services Taxes	Sports Facility Sales Tax Rebate	Convention Development Tax (2%)	Sports Facility		Gross Available Revenues	Debt Service		Coverage
				Tourist Development Tax (2%)			Principal	Interest	
1,152	6,158	2,000	3,847	4,155	17,311	1,610	11,642	1.31 x	
1,276	6,502	2,000	4,800	5,108	19,686	1,750	10,441	1.61 x	
1,710	6,746	2,000	5,201	5,530	21,187	2,215	8,530	1.97 x	
1,335	6,709	2,000	5,118	5,402	20,565	3,675	7,733	1.80 x	
1,132	6,790	2,000	5,197	5,498	20,618	3,775	7,631	1.81 x	
1,349	6,726	2,000	4,366	4,675	19,117	4,005	7,453	1.67 x	
1,351	6,522	2,000	4,238	4,561	18,672	4,140	7,317	1.63 x	
1,293	5,980	2,000	4,403	4,731	18,407	4,325	7,132	1.61 x	
1,272	5,896	2,000	4,670	5,022	18,860	4,525	6,935	1.65 x	
1,247	5,813	2,000	5,027	5,390	19,477	3,855	4,334	2.38 x	

(continued)

CITY OF JACKSONVILLE, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN YEARS
(dollars in thousands)

Fiscal Year	Capital Project Revenue Bonds						Coverage
	JEA Contribution - Electric Services	JEA Contribution - Water and Sewer	Gross Available Revenues	Debt Service			
	Principal	Interest					
2004	70,039	13,148	83,188	2,055	903	28.12 x	
2005	68,677	17,261	85,938	2,205	2,875	16.92 x	
2006	71,031	17,657	88,688	2,265	4,478	13.15 x	
2007	73,100	18,337	91,438	2,430	5,103	12.14 x	
2008	73,847	20,341	94,188	2,495	4,262	13.94 x	
2009	76,094	20,593	96,688	2,680	1,581	22.69 x	
2010	79,008	20,180	99,188	2,810	474	30.20 x	
2011	81,922	19,766	101,688	3,440	898	23.44 x	
2012	83,038	21,150	104,188	2,610	1,932	22.94 x	
2013	83,969	22,719	106,688	3,240	1,855	20.94 x	

(continued)

Local Government Sales Tax Revenue Bonds				Better Jacksonville Infrastructure Sales Tax Bonds			
Local Government 1/2 Cent Sales Tax	Debt Service		Coverage	Infrastructure Sales Tax	Debt Service		Coverage
	Principal	Interest			Principal	Interest	
76,155	8,675	8,923	4.33 x	60,132	6,020	21,269	2.20 x
81,355	8,675	8,517	4.73 x	69,337	7,865	29,042	1.88 x
86,763	9,085	8,114	5.04 x	73,227	13,310	28,071	1.77 x
83,940	9,480	7,748	4.87 x	70,665	15,799	28,011	1.61 x
77,529	9,815	7,351	4.52 x	70,262	19,844	27,948	1.47 x
70,510	10,660	6,735	4.05 x	63,330	22,474	33,515	1.13 x
67,642	11,080	6,316	3.89 x	61,322	23,591	32,381	1.10 x
70,774	11,530	5,867	4.07 x	63,061	24,136	29,840	1.17 x
72,636	12,115	5,280	4.18 x	64,573	25,016	20,237	1.43 x
77,657	9,545	2,609	6.39 x	68,531	24,892	29,312	1.26 x

CITY OF JACKSONVILLE, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN YEARS
(dollars in thousands)

Transportation Revenue Bonds (Better Jax)

Fiscal Year	Transportation Sales Tax	Gas Tax (Constitutional Fuel Tax)	Gross Available Revenues	Debt Service		Coverage
				Principal	Interest	
2004	61,650	8,861	70,511	3,580	12,492	4.39 x
2005	71,717	9,280	80,997	4,185	18,148	3.63 x
2006	76,136	9,280	85,416	6,684	22,039	2.97 x
2007	73,543	9,235	82,779	4,495	23,283	2.98 x
2008	72,339	8,856	81,195	2,595	24,408	3.01 x
2009	65,132	8,693	73,825	7,495	21,054	2.59 x
2010	62,868	8,549	71,417	7,705	17,730	2.81 x
2011	65,189	8,392	73,581	20,240	17,816	1.93 x
2012	66,650	8,286	74,936	8,145	13,532	3.46 x
2013	70,532	8,155	78,687	20,240	18,668	2.02 x

- (1) General Fund revenues are presented in more detail in the section titled Basic Financial Statements - Fund Level.
- (2) Covenant Revenues are defined as revenues deposited to the credit of the City's General Fund derived from any source whatsoever that are legally available for the payment of the Special Revenue bond obligations, inclusive of operating transfers from other funds into the General Fund, but exclusive of revenues derived from ad valorem taxation.
- (3) The Series 2008 obligations were the first of the Special Revenue Bonds to be issued on September 28, 2008. The first interest payment date was April 1, 2009. Revenues and coverage is only presented from the first fiscal year in which principal and/or interest was paid.

(continued)

Special Revenue Bonds (Covenant Pledge)

General Fund Revenues (1)	Exclusion of Ad Valorem Tax Revenue	Total Covenant Revenues (2)	Debt Service		Coverage (3)
			Principal	Interest	
-	-	-	-	-	n/a
-	-	-	-	-	n/a
-	-	-	-	-	n/a
-	-	-	-	-	n/a
-	-	-	-	-	n/a
959,147	(458,539)	500,608	535	2,477	166.18 x
976,476	(476,532)	499,944	7,099	12,723	25.22 x
984,034	(482,694)	501,340	9,551	27,555	13.51 x
954,602	(450,571)	504,031	24,031	33,914	8.70 x
924,728	(431,622)	493,106	26,324	39,828	7.45 x

STATISTICAL SECTION – DEMOGRAPHIC AND ECONOMIC INFORMATION

**CITY OF JACKSONVILLE, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Total Personal Income (thousands) (2)	Per Capita Personal Income	Median Age (3)	Education level in Years of Schooling (3)	School Enrollment (4)	Unemployment rate (5)
2004	818,357	\$ 28,149,849	\$ 34,398	35.0	13.22	127,469	5.2%
2005	828,145	\$ 30,396,105	\$ 36,704	35.4	13.26	126,535	3.3%
2006	839,090	\$ 33,221,579	\$ 39,592	35.5	13.35	125,171	3.1%
2007	847,384	\$ 34,060,804	\$ 40,195	36.1	13.16	125,063	3.9%
2008	853,077	\$ 34,142,370	\$ 40,023	35.3	13.25	125,403	6.5%
2009	858,291	\$ 32,584,235	\$ 37,964	35.5	13.32	123,716	10.5%
2010	864,263	\$ 33,529,211	\$ 38,795	35.8	14.74	124,044	10.4%
2011	864,601	\$ 34,685,340	\$ 40,117	35.8	13.58	125,176	9.4%
2012	869,729	\$ 35,979,716	\$ 41,369	35.7	13.64	126,078	7.6%
2013	876,075	NA	NA	NA	13.62	126,765	6.4%

Source:

- (1) Florida Office of Economic and Demographic Research
- (2) U.S. Bureau of Economic Analysis
- (3) U.S. Census Bureau
- (4) Duval County Public Schools, Budget Department
- (5) US Department of Labor - Bureau of Labor Statistics

Notes:

NA - 2013 data was not available at the time of this report.
 2009 educational attainment source is 2009 Decision Data 2009, Discover Jacksonville
 Revised estimates for Total Personal Income is based on an U.S. Bureau of Economic Analysis update.

**CITY OF JACKSONVILLE, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR**

EMPLOYER	2013		
	Employees	Rank	% of Total City Employment
Naval Air Station Jacksonville	25,240	1	5.53%
Duval County Public Schools	14,480	2	3.18%
Naval Air Station Mayport	9,000	3	1.97%
Baptist Health	8,270	4	1.81%
Bank of America Merrill Lynch	8,000	5	1.75%
City of Jacksonville *	7,082	6	1.55%
Florida Blue	6,500	7	1.43%
Citi	5,000	8	1.10%
Mayo Clinic Hospital	4,970	9	1.09%
JPMorgan Chase & Co.	4,200	10	0.92%
Total	92,742		20.34%

Notes:

The above schedule presents the total number of employees for major employers and the percentage of overall City employment each represent . Prior year information from nine years ago is not available.

Source: Jacksonville Regional Chamber of Commerce

* City of Jacksonville Annual Financial Plan (Budget)



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STATISTICAL SECTION – OPERATING INFORMATION

CITY OF JACKSONVILLE, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES
LAST 10 YEARS

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Department										
Office of the Sheriff	3,060	3,301	3,371	3,362	3,199	3,002	2,997	2,976	2,929	2,757
Fire and Rescue	1,305	1,300	1,325	1,339	1,338	1,308	1,329	1,294	1,262	1,184
Public Works	510	776	780	794	841	853	703	736	779	747
Intra-Governmental Services	323	459	513	-	-	-	-	-	-	-
Public Libraries	285	354	355	363	369	368	382	401	432	424
Parks and Recreation	268	133	139	-	-	-	-	-	-	-
Tax Collector	227	235	244	244	223	254	254	254	241	225
Neighborhoods	212	243	246	-	-	-	-	-	-	-
Planning and Development	142	161	190	194	238	225	83	86	83	94
Property Appraiser	120	122	128	128	128	128	128	128	122	113
Finance	98	97	100	100	117	117	-	-	-	-
Office of Economic Development	80	84	88	-	-	-	-	-	-	-
City Council	77	78	82	82	82	85	82	82	82	82
General Counsel	62	70	71	74	77	75	75	76	75	71
Employee Services	54	11	12	-	-	-	-	-	-	-
Special Services	51	63	75	-	-	-	-	-	-	-
Jacksonville Children's Commission	38	44	49	50	52	74	58	70	-	-
Supervisor of Elections	35	35	34	34	35	34	33	33	27	28
Clerk of the Court	30	35	35	37	41	41	41	41	38	-
Mayor's Office	28	35	37	24	16	17	19	21	22	18
Medical Examiner	27	27	27	27	27	26	26	26	26	-
Military Affairs, Veterans & Disabled Services	17	15	17	-	-	-	-	-	-	-
Courts	16	16	16	22	12	6	5	6	4	-
Human Rights Commission	10	12	13	17	17	20	20	21	22	21
Advisory Boards	4	5	5	5	5	5	5	5	5	5
Jacksonville Housing & Finance Authority	3	3	2	2	1	-	-	-	-	-
Central Operations	-	-	-	401	436	461	-	-	-	-
Environmental and Compliance	-	-	-	294	301	314	343	380	328	285
Recreation and Community Services	-	-	-	238	243	247	-	-	-	-
Information Technology	-	-	-	190	194	200	-	-	-	-
Jacksonville Economic Dev. Commission	-	-	-	17	18	15	28	32	40	41
Housing and Neighborhoods	-	-	-	4	4	39	135	149	142	214
Administration and Finance	-	-	-	-	-	-	651	679	575	577
Parks, Rec., Enter., and Conservation	-	-	-	-	-	-	387	417	281	257
Community Services	-	-	-	-	-	-	134	147	122	108
Procurement and Supply	-	-	-	-	-	-	48	46	50	37
Agriculture	-	-	-	-	-	-	12	13	17	17
Judicial	-	-	-	-	-	-	-	-	-	389
	7,082	7,714	7,954	8,042	8,014	7,914	7,978	8,119	7,704	7,694

Source: City of Jacksonville Annual Financial Plan (Budget)

* Data for 2011 and 2012 have been restated to encompass the Executive Department restructure.

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

Function/Program	FISCAL YEAR					
	2013	2012	2011	2010	2009	2008
Police						
Average daily police calls for service	4,092	4,192	3,992	4,138	4,289	5,045
Traffic citations issued	82,408	95,594	118,263	128,152	154,806	216,644
Total sworn officers	1,603	1,603	1,726	1,790	1,751	1,704
Total civilians	1,439	1,441	1,631	1,637	1,552	1,348
Average daily population by institution:						
John E Goode Pretrial Detention Facility	2,474	2,738	2,949	2,825	2,692	2,578
James I. Montgomery Correctional Center	595	649	737	620	659	677
Community Corrections Division	266	303	308	313	295	297
Fire/Rescue						
Fire incidents	20,836	20,061	21,333	18,991	19,251	21,667
Rescue incidents	98,254	93,741	90,182	92,287	90,851	92,150
Rescue transports	73,041	73,441	57,162	59,527	53,700	51,013
Fire /Rescue Communication(9-1-1)						
No. of calls for emergency assistance	116,209	113,802	115,180	115,204	110,102	113,817
Fire prevention						
No. of inspections	19,442	12,952	8,642	7,329	5,717	8,406
No. of public education participants	70,580	140,508	56,875	56,312	75,655	70,388
Solid Waste						
Refuse collections (tons per day)	2,258	2,255	2,254	2,324	2,360	2,591
Recyclables collected(tons per day)	312	388	366	433	452	505
Motor Vehicle						
Number of vehicles inspected	9,526	9,166	10,282	10,274	10,607	10,929
Animal Care and Control						
Complaints received	28,770	28,728	26,564	30,112	24,849	16,138
Animals impounded	15,419	16,544	18,029	19,877	25,377	25,368
License tags dispensed	74,258	70,977	45,763	24,087	86,236	65,318
Housing						
Community Development Block Grant(CDBG)						
Limited Repair Program	48	64	68	44	30	44
Utility top-in Program	47	69	85	103	37	88
Home Rental Rehabilitation.....-	2	N/A	N/A	N/A	N/A	N/A
Façade program	N/A	N/A	N/A	N/A	3	3
Home Ownership Made Easy(HOME)						
Head Start Homeownership	85	116	107	136	160	105
Home-American Dream	N/A	N/A	N/A	N/A	2	27
Elderly Relocation/New Construction	N/A	N/A	N/A	N/A	N/A	1
State Housing Initiative Partnership(SHIP)						
Home Owner Rehabilitation	2	17	42	67	62	28
Neighborhood Stabilization Program(NSP)						
Home Owner Rehabilitation	2	N/A	N/A	N/A	N/A	N/A

Notes: N/A=Statistical Information is not available

2007	2006	2005	2004
4,738	4,605	4,660	4,450
220,569	208,825	208,292	212,726
1,665	1,591	1,609	1,622
1,335	1,236	1,125	1,175
2,536	2,322	2,247	2,206
718	747	744	698
314	312	337	306
20,835	19,604	19,336	22,538
92,875	89,260	88,041	83,841
49,340	45,110	44,533	42,280
113,710	108,864	107,377	106,379
8,411	10,351	14,106	12,457
46,195	48,722	35,278	26,421
2,731	3,173	3,252	3,046
490	493	586	568
10,895	11,196	11,229	10,430
16,491	34,398	32,520	30,987
26,642	25,870	20,497	17,586
65,369	64,648	89,646	72,354
55	53	37	44
78	81	96	N/A
N/A	N/A	N/A	N/A
6	20	10	8
111	46	78	174
6	33	36	N/A
4	4	4	1
6	26	156	310
N/A	N/A	N/A	N/A

**CITY OF JACKSONVILLE, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS (continued)**

Function/Program	FISCAL YEAR					
	2013	2012	2011	2010	2009	2008
Parks and Recreations						
Pool Attendance	477,753	430,873	342,402	435,211	653,606	411,354
Camp Attendance	2,432	1,889	1,502	1,959	2,323	2,082
Swimming lessons (children)	2,545	2,430	2,865	3,607	5,588	4,444
Permits issued(Athletic, special use, picnic)	3,508	3,153	3,298	3,289	3,028	1,696
Cecil Attendance	239,833	259,792	260,737	428,929	331,691	269,046
Athletic volunteers total hours of service	717,818	893,253	710,161	728,006	776,570	1,081,745
Jacksonville Children's Commission						
Early Learning Coalition-Child Care Service	0	12,986	10,399	12,559	12,507	12,844
Team UP Programs	7,766	7,926	7,471	7,413	6,701	4,722
Community Based After School Programs	2,264	2,209	2,511	2,144	2,440	2,507
Healthy Kids and Kidcare*	N/A	N/A	25	47	24	24
Summer Camperships	6,151	6,137	5,919	5,830	5,979	3,524
Summer Lunch Program						
Lunches served daily	249,252	232,923	231,836	285,924	308,900	340,838
Snacks served daily	207,856	192,358	190,740	254,490	264,935	299,416
Number of Sites	185	174	167	173	185	201
Number of days served	44	44	44	44	49	49
After School Food Program						
Snacks served annually	379,924	328,727	304,911	248,061	457,503	430,843
Suppers served annually	639,534	649,064	655,905	574,811	382,932	293,810
Number of sites	56	48	43	42	42	28
Early Literacy						
JaxKids Book Club**	10,353	10,535	10,219	10,180	9,766	9,604
Others	6,106	10,364	10,290	5,502	5,856	5,531
Workforce Development Training Institute						
Background Screened	1,181	1,137	883	N/A	N/A	N/A
Mentoring*						
Number of children linked with a mentor	993	989	1,402	1,395	1,157	1,132
No. of children receiving mental health svcs	1,490	1,271	1,226	1,240	1,301	1,275
No. of children receiving community based svcs	750	885	999	2,472	2,053	1,829
Library						
Programs	8,992	11,268	11,166	10,694	12,628	11,194
Gate count	3,912,717	4,551,279	4,863,746	5,029,115	5,257,939	4,829,892
Circulation	7,172,084	8,396,991	8,747,754	9,087,192	9,156,597	8,824,972

Source: City of Jacksonville Annual Financial plan
Various City Departments

Notes: N/A=Statistical Information is not available

*Healthy Kids and Kidcare Program discontinued and replaced with Mentoring Program

**Name changed from Mayor Peyton's Book Club to JaxKids Book Club

2007	2006	2005	2004
428,403	466,321	462,817	592,622
5,094	4,956	5,013	6,487
5,529	4,458	4,447	4,687
1,912	3,322	1,694	189
264,833	211,320	173,144	164,603
912,550	1,082,695	668,260	469,872
13,018	13,547	13,394	13,881
4,129	3,987	5,267	5,002
2,409	2,365	2,596	2,142
7,430	7,042	10,931	14,435
4,083	4,972	6,861	6,216
340,213	323,571	289,627	447,238
275,421	272,656	233,040	381,061
157	175	157	231
57	47	43	46
358,622	409,704	452,544	N/A
302,231	313,087	369,431	N/A
24	24	24	N/A
8,818	8,399	8,365	4,000
6,800	7,851	5,329	1,000
1,500	1,142	2,718	3,699
N/A	N/A	N/A	N/A
403	N/A	N/A	N/A
1,176	N/A	N/A	N/A
1,778	N/A	N/A	N/A
11,417	9,243	6,874	4,827
4,703,234	4,365,463	3,768,611	3,461,025
8,378,103	7,948,860	6,145,880	5,460,107

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

Function/Program	Fiscal Year				
	2013	2012	2011	2010	2009
Police					
Vehicular Patrol units					
Patrol Cars	1,303	1,343	1,460	1,290	1,133
Motorcycles	22	22	22	21	22
Other Vehicles	156	145	147	343	411
Unmarked	497	497	445	480	412
Horse Patrol	4	4	5	5	6
Fire Protection					
Stations	53	53	53	53	53
Marine Based stations	2	2	2	2	2
Rescue Units	40	34	34	34	32
Parks and Recreation					
Boat ramps	25	25	22	22	22
Community Center	61	61	66	65	65
Softball and Baseball Diamonds	271	271	226	226	214
Swimming pools	34	34	35	35	35
Tennis Courts	161	161	161	161	161
Soccer Fields	84	84	68	68	68
Street					
Miles of the street maintained.....	3,667	3,659	3,655	3,626	3,620
Street - paved (miles)	3,663	3,655	3,651	3,622	3,616
Street - unpaved (miles)	4	4	4	4	4
Street maintained primary (miles)	358	358	358	386	372
Interstate (miles)	120	120	120	95	95
Parking					
Downtown parking garages capacity	2,812	2,213	2,586	2,636	2,636
Downtown parking lots capacity	524	524	1,286	1,205	1,205
On street meters	1,696	1,650	1,323	1,448	1,448
Solid Waste					
No. of city landfills in operation	1	1	1	1	1
No. of city yard waste recycling	0	0	0	1	1
Community Services					
Senior Citizen Centers	19	19	19	18	18
Passenger busses	25	26	26	26	26
Library					
Facilities	21	21	21	21	21
Square footage	785,046	785,046	785,046	785,046	785,046
No. of items held(books, DVD's, CD's, etc)	2,413,255	2,875,295	2,875,295	3,023,307	3,147,971

Source: City of Jacksonville Annual Financial plan
Various City Departments

Notes:

N/A=Statistical Information is not available

2008	2007	2006	2005	2004
1,468	1,468	1,418	1,418	1,208
20	16	16	16	16
164	160	160	222	241
285	255	255	255	345
6	6	6	6	6
52	50	52	50	50
2	2	2	2	2
31	31	30	30	24
22	32	32	29	21
65	53	53	53	30
210	280	287	277	267
35	36	36	35	33
156	158	156	158	149
68	84	78	76	57
3,603	3,570	3,534	3,489	3,449
3,599	3,566	3,530	3,485	3,445
4	4	4	4	4
372	372	372	371	371
95	115	95	95	95
2,576	2,576	2,280	2,280	2,240
1,262	1,262	1,530	1,530	1,554
1,450	1,500	1,600	1,600	1,546
1	1	1	1	1
1	1	2	2	2
18	18	18	18	19
26	26	26	26	24
21	21	21	20	18
785,046	785,046	785,046	785,046	417,061
3,113,359	3,071,780	2,856,089	2,682,984	3,057,024



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COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013
CITY OF JACKSONVILLE, FLORIDA