

**City of Clearwater, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2004**

TABLE OF CONTENTS

INTRODUCTORY SECTION:	Page
Title Page and List of Elected and Appointed Officials.....	i
Letter of Transmittal.....	vii
Certificate of Achievement for Excellence in Financial Reporting.....	xi
Organizational Chart.....	xii
 FINANCIAL SECTION:	
Independent Auditor's Report.....	1
Management's Discussion and Analysis.....	3
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets.....	16
Statement of Activities.....	17
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	18
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets.....	19
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	20
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	21
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual – General Fund.....	22
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual – Special Development Fund.....	23
Statement of Net Assets – Proprietary Funds.....	24
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds.....	28
Statement of Cash Flows – Proprietary Funds.....	32
Statement of Fiduciary Net Assets – Fiduciary Funds.....	36
Statement of Changes in Fiduciary Net Assets - Fiduciary Funds.....	37
Notes to Financial Statements.....	38
Required Supplementary Information - Pension Trust Funds:	
Schedules of Funding Progress.....	72
Schedules of Employer Contributions.....	73
Notes to Schedules of Required Pension Supplementary Information.....	74
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds.....	78
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	80
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Community Redevelopment Agency Special Revenue Fund.....	83
Combining Statement of Net Assets – Nonmajor Enterprise Funds.....	86
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets - Nonmajor Enterprise Funds.....	87
Combining Statement of Cash Flows - Nonmajor Enterprise Funds.....	88
Combining Statement of Net Assets – Internal Service Funds.....	92
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets - Internal Service Funds.....	93
Combining Statement of Cash Flows – Internal Service Funds.....	94

**City of Clearwater, Florida
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2004**

TABLE OF CONTENTS (Continued)

Combining Statement of Fiduciary Net Assets.....	98
Combining Statement of Changes in Fiduciary Net Assets	99
Statement of Changes in Assets and Liabilities – Treasurer’s Escrow Agency Fund	100
Capital Assets Used in the Operation of Governmental Funds:	
Comparative Schedules by Source	103
Schedule by Function and Activity.....	104
Schedule of Changes by Function and Activity	105
Supplementary Information:	
Continuing Disclosure - Gas System Revenue Bonds, Series 1997A&B, 1998, and 2004	108
Continuing Disclosure – Water & Sewer Revenue Bonds, Series 1998, 2002, and 2003	112
Continuing Disclosure – Stormwater Revenue Bonds, Series 1999, 2002, and 2004	115
Continuing Disclosure – Infrastructure Sales Tax Revenue Bonds, Series 2001	116
Continuing Disclosure – Improvement Revenue Refunding Bonds, Series 2001	116
Fire Services Program	117

STATISTICAL SECTION:

Table I	General Governmental Expenditures by Function - Last Ten Fiscal Years	120
Table II	General Revenues by Source - Last Ten Fiscal Years.....	122
Table III	Property Tax Levies and Collections - Last Ten Fiscal Years	124
Table IV	Assessed and Estimated Property Valuations Last Ten Fiscal Years.....	126
Table V	Property Tax Rates - All Direct and Overlapping Governments - Last Ten Fiscal Years	128
Table VI	Principal Taxpayers	130
Table VII	Ratio of Net General Bonded Debt to Taxable Assessed Value and Net Bonded Debt Per Capita - Last Ten Fiscal Years	131
Table VIII	Ratio of Annual General Debt Service to Expenditures - General Bonded Debt, General Revenue Certificates, and Mortgages and Notes - Last Ten Fiscal Years	132
Table IX	Computation of Legal Debt Margin.....	133
Table X	Computation of Direct and Overlapping Debt	133
Table XI	Revenue Bond Coverage:	
	Water and Sewer Revenue Bonds Coverages	134
	Gas Revenue Bonds Coverages.....	135
	Stormwater Revenue Bonds Coverages.....	136
	Infrastructure Sales Tax Revenue Bonds Coverages.....	136
	Spring Training Facility Revenue Bonds Coverages.....	137
	Improvement Revenue Refunding Bonds Coverages	137
Table XII	Property Values and Construction – Last Ten Fiscal Years	138
Table XIII	Demographic Statistics - Last Ten Fiscal Years	139
Table XIV	Miscellaneous Facts	140

SINGLE AUDIT / GRANTS COMPLIANCE SECTION:

Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Governmental Auditing Standards.....	143
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.....	145
Schedule of Expenditures of Federal Awards and State Financial Assistance for the Year Ended September 30, 2004.....	147
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.....	150
Schedule of Findings and Questioned Costs for the Year Ended September 30, 2004	151
Management Letter as Required by Rules of the Auditor General.....	155
Management Advisory Comments	157