

COUNTY OF VOLUSIA, FLORIDA



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

COUNTY OF VOLUSIA, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED
SEPTEMBER 30, 2013

Prepared By:

CHARLENE WEAVER, CPA
DEPUTY COUNTY MANAGER /
CHIEF FINANCIAL OFFICER

DONNA de PEYSTER, CPA
ACCOUNTING DIRECTOR

ACKNOWLEDGEMENTS

The successful completion of this year's Comprehensive Annual Financial Report is attributed to the group efforts of several individuals deserving of special recognition. The cooperation, contributions, and expertise provided by each one are greatly appreciated.

The Accounting team is commended for their expertise and perpetual efforts put forth in the research, analysis, and compilation of this report.

Mary Felton, CGFO, Assistant Accounting Director
Natalia Eckroth, CPA, Senior Accountant
Patricia Kehr, Senior Accountant
Shirley Liu, CPA, Accountant
Terri Ruegger, Accountant
Lynne Urice, Senior Accountant
Myriam Lemay, Activity Project Manager
Tammy Heuring, Administrative Coordinator

Additional Acknowledgements:

Rhonda Orr, CGFO, Deputy Director, Financial and Administrative Services
Tammy Bong, Management and Budget Director
Janie Boutwell, Activity Project Manager, Management and Budget
Juan Godoy, Activity Project Manager, Management and Budget
Peggy Flomerfelt, Revenue Director
Ty Berdeaux, Activity Project Manager, Revenue
Robert Ehrhardt, Business Manager, Economic Development

Our gratitude for the creative and technical contributions in preparing the cover and tabs for this report goes to Community Information.

INTRODUCTORY SECTION

COUNTY OF VOLUSIA, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2013

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Volusia County
FLORIDA



Financial and Administrative Services

March 18, 2014

Honorable Members of the County Council,
County Manager and Citizens of Volusia County:

Ladies and Gentlemen:

It is a pleasure to present the Comprehensive Annual Financial Report (CAFR) of the County of Volusia, Florida (the County) for the fiscal year ended September 30, 2013.

FORMAL TRANSMITTAL OF THE CAFR

Volusia County Home Rule Charter and Florida Statutes require that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby submit the comprehensive annual financial report of the County of Volusia, Florida for the fiscal year ended September 30, 2013.

The report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the costs of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by an independent firm of certified public accountants, James Moore & Co., P.L., Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended September 30, 2013, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federal and state mandated single audit and passenger facility charge audit designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the County's internal controls and compliance with legal requirements, with special emphasis on those internal controls and legal requirements involving the administration of federal and state awards. These reports are in the compliance section of this report.

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

PROFILE OF THE COUNTY OF VOLUSIA, FLORIDA

Volusia County is located in the east-central region of the State of Florida and bordered by the Atlantic Ocean. Volusia County is approximately 40 miles northeast of the City of Orlando and approximately 200 miles from Tallahassee, Florida's capital.

Florida



Volusia County



Volusia County was established in 1854 and became the 30th county in the State of Florida. In June 1970, the electorate of Volusia County adopted a Home Rule Charter, effective January 1, 1971. The County operates under a Council/Manager form of government. The promulgation and adoption of policy are the responsibility of the seven-member council and the execution of such policy is the responsibility of the council-appointed County Manager. The Council is elected on a non-partisan basis. Voters elect the County Council which consists of seven members that serve four-year terms. Five are elected by district; the County Chair and the At-Large representative are elected countywide.

The Reporting Entity

The County provides a full range of services, including public protection; highway, street, and other infrastructure construction and maintenance; growth management; conservation and resource management; economic development; health and human welfare assistance; and recreational activities and cultural events. In addition, the County operates a water and sewer system, an international airport, a public transportation system, a parking garage, a garbage collection program, and a refuse disposal system. The legally separate Clerk of the Circuit Court and Volusia County Law Library are reported separately within the County's financial statements as discretely presented component units. Additional information on these legally separate entities can be found in Note 1.A.1. of the Notes to the Financial Statements, page 64.

INFORMATION USEFUL IN ASSESSING THE COUNTY'S ECONOMIC CONDITION

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

Local Economy

The economy of Volusia County improved in fiscal year 2013 with most industry sectors showing stability or modest growth. Employment increased from 231,935 in October 2012 to 234,246 in October 2013, which means 2,311 more people had jobs at the end of the time period. The unemployment rate made consistent improvement throughout the year, as well, standing at 6.6% in October 2013, down from 8.4% in October 2012. Even so, the number of unemployed workers was above 16,000, highlighting the ongoing need to retain workers by upgrading their current skills.

New construction permits increased significantly in fiscal year 2013 over prior year both in number (67 percent increase in residential, 51 percent in commercial) and total value (83 percent increase in residential, 128 percent in commercial). Permit numbers and values were at the highest point since fiscal year 2008.

Another positive economic indicator relates to foreclosures. Foreclosure filings in Volusia County went down by 25 percent overall in fiscal year 2013 compared to fiscal year 2012. Sales of foreclosed homes rose by 42 percent in the same time period.

Major Initiatives and Programs

In 2013, Daytona International Speedway launched its \$400 million DAYTONA Rising project which is a reimagining of the race experience to create the world's first true motorsports entertainment complex. On a parallel path, the International Speedway Corporation and Jacoby Development are designing the ONE DAYTONA entertainment, dining, and retail destination project encompassing 181 acres on the north side of International Speedway Boulevard in Daytona Beach. Preliminary conceptual designs for the first phase of ONE DAYTONA include 1.1 million square feet of world-class shopping, fine dining, hotel, and theaters. These projects are expected to make the Speedway a year round venue attracting many more visitors to the region. The DAYTONA Rising project is anticipated to be completed in January 2016, and both projects are anticipated to generate approximately 6,900 construction jobs over the next several years.

During 2013, Embry Riddle Aeronautical University completed approximately \$47 million of new construction which included the new Arts and Sciences Building, a new campus loop roadway system, infrastructure improvements in the new Research Park, construction of new sewage lift station facilities and various drainage improvements. These improvements accounted for hundreds of construction jobs and have further enhanced the university's stature as the world's premier aeronautical university. Embry Riddle is currently engaged in a \$278 million multi-year improvements program which will continue over the next several years.

Bayshore Capital, Inc. began the approval process for construction of a 375,000 square foot Hard Rock Hotel and Café in Daytona Beach, which will include 250 hotel rooms, 120 condos, and 250 restaurant seats. The \$100 million first phase is expected to begin construction in 2014. Russian hotel developer Protogroup is also moving forward with plans to construct a \$150 million condo hotel in Daytona Beach. Plans call for 500 hotel rooms and 122 condos, making it the biggest beachside development in the city's history.

Construction commenced for the Cici and Hyatt Brown Museum of Art this year. The 27,000 square foot six-gallery art museum will house the most extensive collection of Florida art in the world. The Browns funded \$14 million for the museum construction and donated the paintings collected over a 20 year period. The museum is expected to be open to the public in the spring of 2015.

The University of Central Florida (UCF)-managed Business Incubator at the Daytona Beach International Airport ended the second year (July 2013) with 13 client companies. These first and second stage companies created over 55 new positions pursuing business models that generally fell into four categories: Technology, Manufacturing, Service, and Health.

Daytona Beach International Airport (DBIA) saw increased passenger traffic again in 2013. Passenger enplanements and deplanements were at 597,920, representing a 3.2 percent increase over 2012. It is the highest level of traffic since 2008. Aircraft operations (aircraft take offs and landings) at DBIA were approximately 300,000, which makes the airport one of the most active airports in Florida in this category. The airport completed a new taxiway, Taxiway "Y", which is an important safety enhancement for the airfield. Total cost was \$2.2 million, with 95 percent of the costs covered by federal and state grants.

Major interstate transportation design and construction improvements in Volusia County advanced in fiscal year 2013. The Florida Department of Transportation commenced worked on an Interstate-4 widening project valued at \$162 million and an Interstate-95 widening project valued at \$196 million. Improvements for the I-4/I-95 interchange are expected to commence in 2014, valued at \$296 million.

RELEVANT FINANCIAL INFORMATION

Long-term Financial Planning

The long-term financial planning process includes an examination of new capital and/or operating initiatives in relationship to their related impact on the County's financial position. As a result, a long-term capital improvement program (CIP) is developed to ensure that capital projects (1) match community objectives and goals; (2) encourage efficient government administration by eliminating overlapping or conflicting programs among government agencies; and (3) foster a sound and stable financial program. Each year, the County publishes a County Council approved five-year CIP document. By looking beyond year-to-year budgeting and projecting what, where, when, and how capital investments should be made, capital programming enables the County to maintain an effective level of service to the present and future population.

Major capital improvement projects that were funded for fiscal year 2013 include:

- Road construction and improvement
- Water and sewer utilities improvements
- Port District projects
- Storm water utility improvements

The fiscal year 2013 CIP is financed by multiple funding options. Carryover (fund balance) is the largest source of funding, comprising 45 percent of the CIP budget, while the enterprise funds account for 28 percent. The remaining budget is funded through a mix of ad valorem, gas taxes, impact fees, grants, user fees, and other miscellaneous revenues.

Long-term planning also incorporates multi-year projections for operating funds including the general fund, library, municipal services district, and fire service funds. Revenue estimates are based on historical data, trend analysis, discussions with department directors, reviews of proposed initiatives, estimates from the U. S. Bureau of Labor Statistics, Florida Department of Revenue, Florida Legislature's Office for Demographic and Economic Research, and analysis of economic data from various sources, including the University of Florida Bureau of Economic and Business Research. Because these estimates for the fiscal year 2013 continued to show little or no revenue growth upon which the operating funds rely, action was taken to adjust expenditures and, if necessary, modify service levels. Mini-budget workshops were held with management and County Council to review these impacts and establish current and future priorities prior to adopting the fiscal year 2013 budget.

Budget Development

While the County's economic picture appears to be improving, the property values for fiscal year 2013 dropped by approximately three percent. Budgeted property taxes for fiscal year 2013 were \$800,000 less than fiscal year 2012. Since fiscal year 2009, property taxes collected have fallen about \$42 million, or 18 percent, across all taxing funds. However, the cost of providing services has continued to rise. The cost of providing \$100 worth of services in 2004, for example, now costs \$115; a 15 percent increase. As a result, areas within the organization continue to implement initiatives to reduce costs with a relatively small change in service levels. The County's total operating budget was reduced by \$7.9 million in fiscal year 2013.

Investment Policies and Practices

Cash balances of County funds are pooled and invested pursuant to the following criteria: safety, liquidity, and yield. The County's investment policy states safety - the preservation of capital - is the "foremost objective of the investment program." This objective is met by purchasing investments that mitigate both credit and interest rate risks. Credit risk, or the risk of loss due to failure of the security issuer, is mitigated by limiting investments to the safest types of securities, pre-qualifying broker/dealers with which the County will do business, and diversifying investments so that potential losses on individual securities is minimized. The investment policy provides a list of authorized investments with maximum percentages allowed. Interest rate risk, or the risk of reduced market value due to changes in interest rates, is mitigated by purchasing securities that mature to meet cash requirements thereby avoiding the need to sell securities prior to maturity.

During fiscal year 2013, the County's cash resources were primarily invested in U.S. Agency and Treasury instruments, and government money market mutual funds regulated by the Securities and Exchange Commission. In order to provide some additional diversification, but still maintain an acceptable level of

safety, the County invested in highly rated commercial paper with maturities of 270 days or less. The County did not invest in any derivatives or similar debt and investment instruments because these do not meet its risk mitigation objectives. The interest rates received from individual securities for the fiscal year ranged from 0.01 percent to 2.30 percent. Because weak economic conditions have forced the federal funds rate (0.00 percent to 0.25 percent) to remain low, the County's average annual rate of return dropped from 0.77 percent in 2012 to 0.60 percent in 2013. According to the Federal Reserve's Federal Open Market Committee (FOMC), it is expected that these exceptionally low levels will remain in place at least as long as unemployment exceeds 6.5 percent and the expected inflation rate is no higher than 2.5 percent. The FOMC projects these rates to remain the same until late 2015. For additional information concerning the investment of surplus funds, refer to Note 2 of the Notes to the Financial Statements on page 72.

Debt Management

The County issues debt only for the purposes of constructing or acquiring capital improvements or for making major renovations to existing capital assets. Financing in the form of long-term notes for the acquisition of major equipment is also allowed provided there is cost justification to do so. As part of its overall monitoring activities, the County assesses existing market conditions to determine the appropriate time to refund or extinguish outstanding debt issues, if appropriate, to realize sufficient cost savings. During fiscal year 2013, a review of the County's debt determined that savings could be realized if its gas tax revenue bond issue was refinanced. As a result, the County was able to take advantage of an economic gain of nearly \$4.0 million.

Emergency Reserve Policy

For the property tax supported operating funds, the County Council adopted an emergency reserve policy based upon staff recommendations and the Government Finance Officers Association (GFOA) recommended practices. The policy sets the goal for the County to systematically build emergency reserves for future fiscal years until the total of such reserves equal a minimum of five percent and maximum of ten percent of current budgeted revenues. Based upon recommendation and request from the County Manager, the County Council must approve any transfers from these reserves to the operating accounts to cover emergency-related expenditures not covered by other sources. No funds were transferred in fiscal year 2013. To the extent possible, emergency reserves that fall below the five percent threshold will be replenished during the following fiscal year, which for this reporting period, did not occur. For fiscal year 2013, the status of those reserves, based upon actual revenues, is as follows:

<u>Fund</u>	<u>Reserve Amount</u>	<u>Percentage of Operating Revenue</u>
General	\$15,616,023	8.7
Municipal service district	1,851,918	5.0
Library	1,234,065	8.1
East Volusia Mosquito Control district	341,346	8.8
Ponce Inlet Port Authority	195,277	10.3
Fire services	2,002,151	9.8

New Accounting Standards

In June 2013, Governmental Accounting Standards Board issued Statement No. 67, *Financial Reporting for Pension Plans—an Amendment of GASB Statement No. 25*. Staff is currently reviewing this statement and will be implementing it starting with fiscal year 2014.

In June 2013, Governmental Accounting Standards Board issued Statement No. 68, *Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement No. 27*. Staff is currently reviewing this statement and will be implementing it starting with fiscal year 2015.

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2012, an ongoing tradition since the County received its first award in 1977. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and it will be submitted to the GFOA to determine its eligibility for another certificate.

Acknowledgements

A Comprehensive Annual Financial Report of this nature could not have been prepared without the dedicated efforts of the finance staff. I would like to express my sincere appreciation to the Accounting Director, each member of the Accounting Division, the Management and Budget Director, the Economic Development Business Manager, and the Deputy Director, Financial and Administrative Services, who assisted and contributed in the preparation of this report. I would also like to thank the County Manager, the County Chair and members of the County Council for their leadership and support in planning the financial operations of the County in a responsible and progressive manner.

USE OF THIS REPORT

This report and other financial information prepared by the County of Volusia, Department of Financial and Administrative Services may be found on the County's website at <http://www.volusia.org/finance>.

Sincerely,



Charlene Weaver, CPA
Deputy County Manager/Chief Financial Officer



Government Finance Officers Association

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

Presented to

**County of Volusia
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

**COUNTY OF VOLUSIA, FLORIDA
PRINCIPAL COUNTY OFFICIALS**

September 30, 2013

COUNTY COUNCIL

Jason P. Davis, County Chair

Joyce M. Cusack, Vice Chair	Council Member At-Large
Pat Patterson	District No. 1
Joshua J. Wagner	District No. 2
Deborah Denys	District No. 3
Doug Daniels	District No. 4
Patricia Northey	District No. 5

COUNTY MANAGER

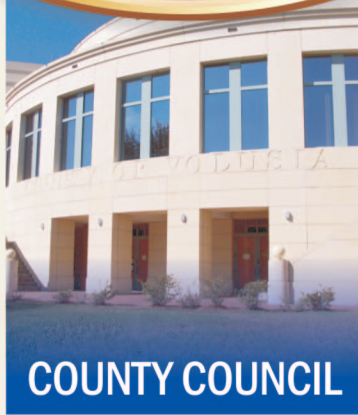
James Dinneen

ELECTED COUNTY OFFICIALS

Ben F. Johnson	Sheriff
Ann McFall	Supervisor of Elections
Morgan B. Gilreath, Jr.	Property Appraiser



JASON P. DAVIS
COUNTY CHAIR



COUNTY COUNCIL



JOYCE M. CUSACK
AT-LARGE, VICE CHAIR



PAT PATTERSON
DISTRICT 1



JOSHUA J. WAGNER
DISTRICT 2



DEBORAH DENYS
DISTRICT 3



DOUG DANIELS
DISTRICT 4

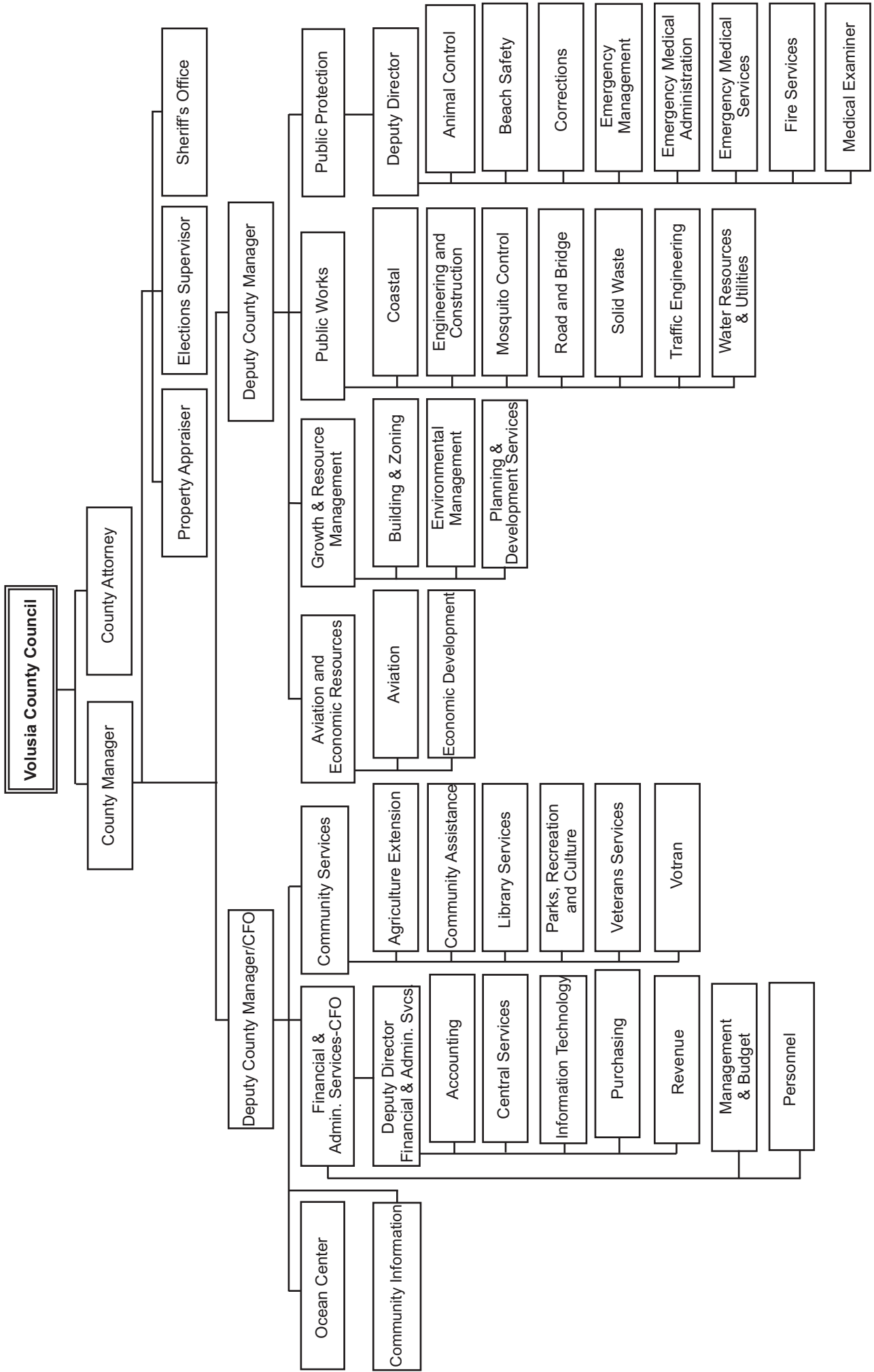


PATRICIA NORTHEY
DISTRICT 5



JAMES DINNEEN
COUNTY MANAGER

Volusia County Organizational Chart



FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

To the Honorable County Council Members
of the County of Volusia, 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 County of Volusia, Florida (the County), as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The County's 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Clerk of the Circuit Court, County of Volusia, Florida, which represents ninety-five and ninety-seven percent, respectively, of the assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Clerk of the Circuit Court, County of Volusia, Florida, is based solely on the report 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 report 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 County of Volusia, as of March 18, 2014, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparisons for the General, Municipal Service District, Federal and

121 Executive Circle
Daytona Beach, FL 32114-1180
Telephone: 386/257-4100
Fax: 386/255-3261
dab@jmco.com

5931 NW 1st Place
Gainesville, FL 32607-2063
Telephone: 352/378-1331
Fax: 352/372-3741
gmv@jmco.com

2477 Tim Gamble Place, Suite 200
Tallahassee, FL 32308-4386
Telephone: 850/386-6184
Fax: 850/422-2074
tlh@jmco.com

Member of AGN International with offices in principal cities worldwide

State Grants, County Transportation Trust, Volusia Forever, and Gas Tax Revenue Bonds funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, 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 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.

Other Information

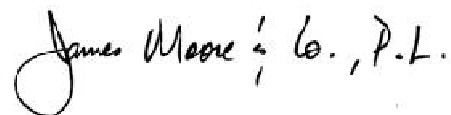
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements. The introductory section, combining and individual nonmajor fund financial statements and other schedules, fiduciary fund schedules, statistical section, schedule of passenger facility charges, and schedule of expenditures of federal awards and state financial assistance as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Section 215.97, Florida Statutes, *Florida Single Audit Act*, are presented for purposes of additional analysis and are not a required part of the basic financial statements

The combining and individual nonmajor fund financial statements and other schedules, fiduciary fund schedules, schedule of passenger facility charges, and schedule of expenditures of federal awards and state financial assistance 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. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated March 18, 2014 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Daytona Beach, Florida
March 18, 2014

Management's Discussion and Analysis

Introduction

The County's management discussion and analysis presents an overview of the County's financial activities for the fiscal year ended September 30, 2013. Please read it in conjunction with the letter of transmittal, beginning on page 1, and the County's financial statements beginning on page 26.

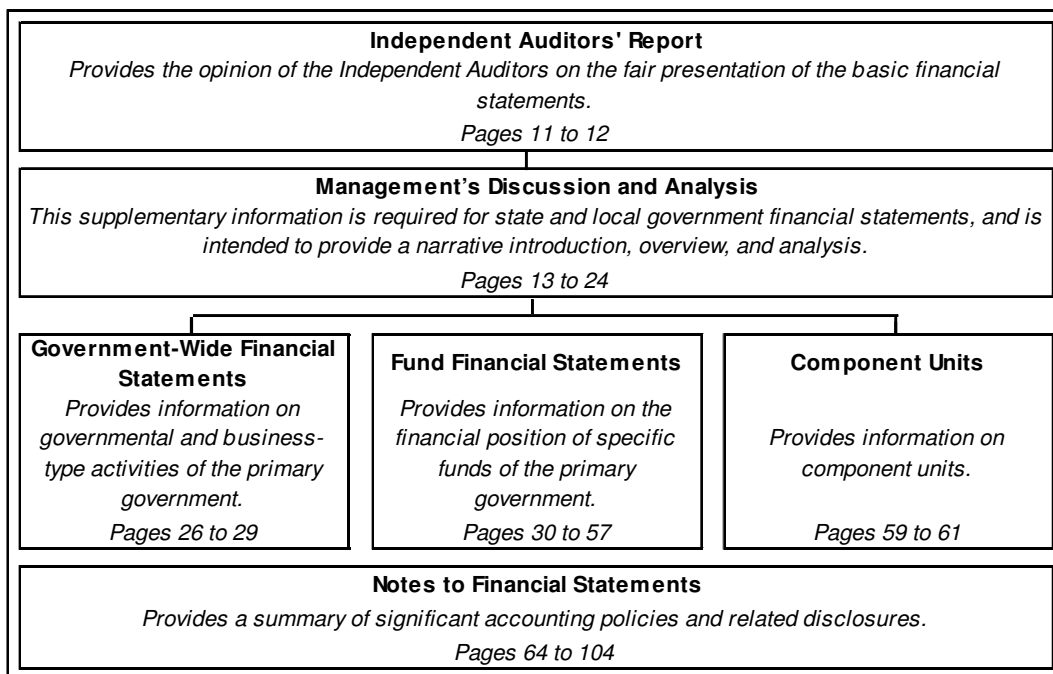
Financial Highlights

- The assets of the County exceeded its liabilities at the close of fiscal year 2013 by \$990,234,687 (*net position*). Of this amount, \$128,331,341 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- At September 30, 2013, the County's governmental funds reported combined ending fund balances of \$248,504,946, a decrease of \$7,282,945.
- At September 30, 2013, spendable fund balance, which includes restricted, assigned, and unassigned components, for the General Fund was \$56,060,423, an increase of 15.4 percent from the prior fiscal year.
- Governmental funds revenues decreased \$3,910,339 or 1.1 percent less than the prior fiscal year.
- The County's net outstanding notes payable and bonded debt decreased by \$16,499,908 or 6.2 percent during fiscal year 2013. The principal retirements of its notes payable and bonded debt totaling \$58,004,908 offset an increase in its notes payable and bonded debt in the amount of \$41,505,000.

Overview of the Financial Statements

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

Organization and Flow of Financial Section Information



Government-wide financial statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. They consist of the *statement of net position* and the *statement of activities*. The *statement of net position* presents information on all of the County's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. The *statement of activities* presents information showing how the government's net position changed during fiscal year 2013. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused vacation leave).

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, health and social services, culture/recreation, and other community services. The business-type activities of the County include refuse disposal, airport operations, mass transit, water and sewer utilities, parking garage operations, and garbage collection.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also the following legally separate component units: Clerk of the Circuit Court and Volusia County Law Library. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 26-29 of this report.

Fund financial statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as 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.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide reconciliations to facilitate this comparison between *governmental funds* and *governmental activities*.

The County reports on 48 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general, municipal service district, federal and state grants, county transportation trust fund, gas tax revenue bonds, and Volusia Forever, which are considered to be major funds. Data from the other 42 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* in the supplementary information section of this report.

The County adopts an annual appropriated budget for its general, special revenue, and debt service funds and project-length budgets for the capital projects funds. A budgetary comparison statement has been provided for these funds to demonstrate budgetary compliance.

The basic governmental fund financial statements can be found on pages 30-45 of this report.

Proprietary funds

The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements, except in more detail. The County uses enterprise funds to account for activities of a government that provide goods or services to the public at large primarily on a consumer charge basis. The proprietary fund financial statements provide separate information for the refuse disposal, Daytona Beach International Airport, Volusia Transportation Authority, water and sewer utilities, parking garage, and garbage collection funds. *Internal service funds* are an accounting device used to accumulate and internally allocate costs to the County's various functions. The County uses internal service funds to account for its computer replacement, vehicle maintenance, self-insurance and risk management, and employee group insurance programs. Because the services of these funds predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the supplementary information section of this report.

The basic proprietary fund financial statements can be found on pages 46-55 of this report.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is similar to proprietary funds.

The basic fiduciary fund financial statements can be found on pages 56-57 of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 64-103 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* related to the County's volunteer firefighters pension funding and Other Post Employment Benefit (OPEB) obligations. Required supplementary information can be found on pages 106-107 of this report.

The combining statements referred to earlier in connection with nonmajor governmental, debt service, capital projects, internal service, and agency funds are presented in the supplementary information section of this report. Combining and individual fund statements and schedules can be found on pages 112-191 of this report.

Financial Analysis of County Of Volusia, Florida: Government-Wide Financial Analysis

The County's net position increased from a year ago from \$981,565,762 to \$990,234,687. The increase of \$8,668,925 is greater than last year's decrease of \$4,778,943. Looking at the net position of the governmental and business-type activities separately, the business-type activities experienced a significant change in its change in net position when compared to the previous year – from \$206,495,006 reported in 2012 to \$213,890,553 in 2013. The analysis that follows focuses on the changes in net position of both the County's governmental and business-type activities.

**County of Volusia, Florida
Net Position**

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 350,246,826	\$ 364,083,082	\$ 71,117,013	\$ 67,758,239	\$ 421,363,839	\$ 431,841,321
Capital assets	706,784,077	710,091,828	228,793,167	223,614,459	935,577,244	933,706,287
Total assets	1,057,030,903	1,074,174,910	299,910,180	291,372,698	1,356,941,083	1,365,547,608
Deferred outflow of resources - Debt refundings	3,310,931	1,691,587	828,053	1,019,873	4,138,984	2,711,460
Current liabilities	57,190,752	60,099,075	12,580,986	9,041,153	69,771,738	69,140,228
Long-term liabilities	226,806,948	240,696,666	74,266,694	76,856,412	301,073,642	317,553,078
Total liabilities	283,997,700	300,795,741	86,847,680	85,897,565	370,845,380	386,693,306
Net Position:						
Net investment in capital assets	536,148,693	529,475,957	176,222,199	168,702,361	712,370,892	698,178,318
Restricted	142,592,911	144,038,411	6,939,543	6,140,741	149,532,454	150,179,152
Unrestricted	97,602,530	101,556,388	30,728,811	31,651,904	128,331,341	133,208,292
Total net position	\$ 776,344,134	\$ 775,070,756	\$ 213,890,553	\$ 206,495,006	\$ 990,234,687	\$ 981,565,762

The net position of the County's governmental activities increased by 0.16 percent (\$776,344,134 compared to \$775,070,756). Unrestricted net position – the part used to finance day-to-day operations and meet the ongoing obligation to citizens and creditors without constraints by debt covenants, enabling legislation, or other legal requirements – changed from \$101,556,388 to \$97,602,530. The net position of the business-type activities increased by 3.6 percent over last year's amount (\$213,890,553 compared to \$206,495,006). Unrestricted net position changed from \$31,651,904 to \$30,728,811.

The largest portion of the County's net position (72 percent) reflects its net investment in capital assets (e.g., land, buildings, and equipment). The County uses these capital assets to provide services to its citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position (15 percent) represents resources that are subject to external restrictions on how they may be used. These restrictions include debt covenants, enabling legislation, and other legal requirements. For governmental activities, restricted net position decreased \$1,445,500 over last year. The restricted net position of the County's business-type activities were greater by \$798,802 due to scheduled increases in Daytona Beach International Airport and water and sewer bond obligations.

The remaining balance of unrestricted net position (\$128,331,341) for both governmental and business-type activities may be used to finance its day-to-day operations. Unrestricted net position of the governmental activities decreased \$3,953,858. The majority of this decrease is related to the spending of resources to complete the emergency operations and sheriff's communications center and capital road projects.

County of Volusia, Florida
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program Revenues:						
Charges for services	\$ 58,661,028	\$ 58,795,348	\$ 53,049,558	\$ 51,458,261	\$ 111,710,586	\$ 110,253,609
Operating grants and contributions	26,376,989	28,669,063	10,575,463	9,342,500	36,952,452	38,011,563
Capital grants and contributions	3,192,587	4,360,020	15,712,225	6,420,936	18,904,812	10,780,956
General Revenues:						
Property taxes	192,902,184	192,923,283	-	-	192,902,184	192,923,283
Other taxes	58,397,335	56,398,876	-	-	58,397,335	56,398,876
Other	11,240,907	15,511,777	(87,317)	485,735	11,153,590	15,997,512
Total revenues	350,771,030	356,658,367	79,249,929	67,707,432	430,020,959	424,365,799
Expenses:						
General government	54,302,636	58,564,506	-	-	54,302,636	58,564,506
Public safety	153,560,255	156,218,093	-	-	153,560,255	156,218,093
Physical environment	5,618,704	7,251,235	-	-	5,618,704	7,251,235
Transportation	33,343,480	32,463,478	-	-	33,343,480	32,463,478
Economic environment	19,949,066	18,893,276	-	-	19,949,066	18,893,276
Human services	21,513,304	22,776,251	-	-	21,513,304	22,776,251
Culture/recreation	46,463,195	51,169,466	-	-	46,463,195	51,169,466
Interest on long-term debt	7,236,856	8,353,382	-	-	7,236,856	8,353,382
Refuse disposal	-	-	14,751,400	12,566,636	14,751,400	12,566,636
Daytona Beach						
International Airport	-	-	16,301,669	15,458,041	16,301,669	15,458,041
Volusia Transportation Authority	-	-	24,743,381	23,359,216	24,743,381	23,359,216
Water and sewer utilities	-	-	12,640,562	12,222,990	12,640,562	12,222,990
Parking garage	-	-	2,711,681	2,155,379	2,711,681	2,155,379
Garbage collection	-	-	8,215,845	7,692,793	8,215,845	7,692,793
Total expenses	341,987,496	355,689,687	79,364,538	73,455,055	421,352,034	429,144,742
Increase (decrease) in net position before transfers	8,783,534	968,680	(114,609)	(5,747,623)	8,668,925	(4,778,943)
Transfers in (out)	(7,510,156)	(7,391,803)	7,510,156	7,391,803	-	-
Increase (decrease) in net position	1,273,378	(6,423,123)	7,395,547	1,644,180	8,668,925	(4,778,943)
Net position - beginning of year, restated	775,070,756	781,493,879	206,495,006	203,619,215	981,565,762	985,113,094
Net position - end of year	\$ 776,344,134	\$ 775,070,756	\$ 213,890,553	\$ 205,263,395	\$ 990,234,687	\$ 980,334,151

The combined revenues of both the County's governmental and business-type activities increased by 1.3 percent (\$5,655,160). The total cost of all programs and services decreased by approximately 1.8 percent (\$7,792,708) when compared to last year. The following analysis separately considers the operations of governmental and business-type activities.

Governmental activities

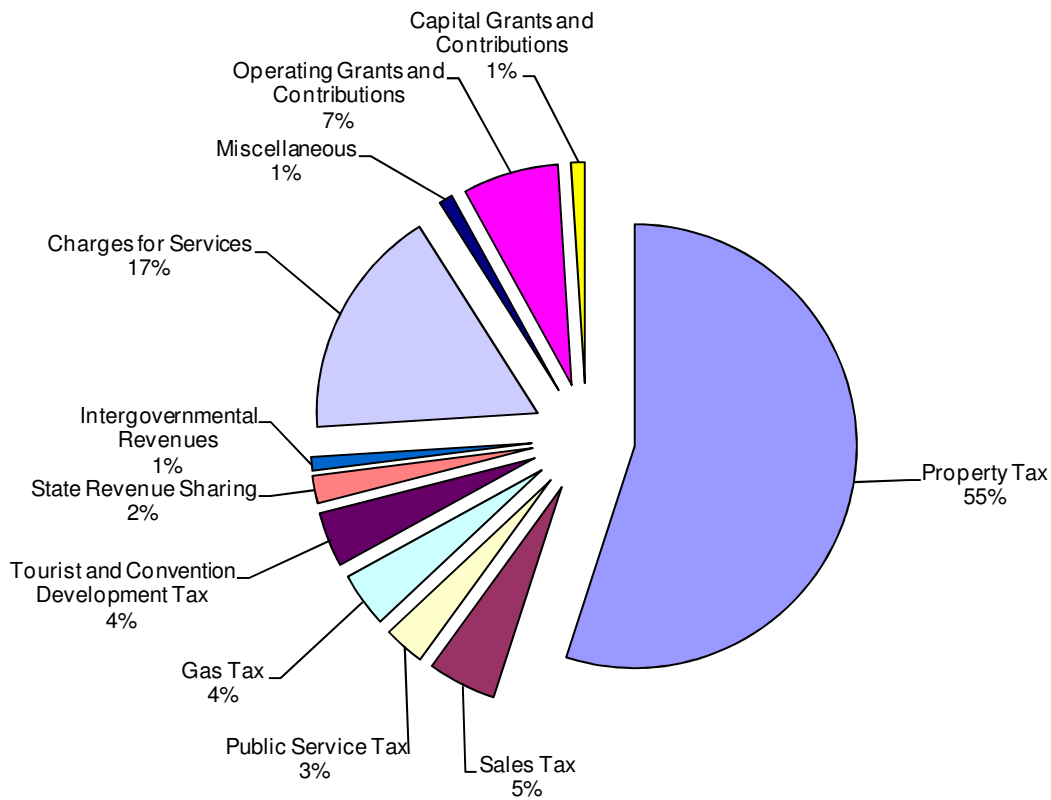
Revenues and expenses for the governmental activities decreased by \$5,887,337 (1.7 percent) and \$13,702,191 (3.9 percent), respectively. The majority of revenues remained fairly level with the exception of interest revenues which declined over \$4.3 million due to a requirement to revalue the County's portfolio to market value at September 30. Operating grants and contributions were lower by \$2.3 million due to completion of energy improvements at County owned facilities funded by a one-time grant.

The cost of all governmental activities this year was \$341,987,496 compared to \$355,689,687 last year. As shown in the Statement of Activities on pages 28-29, \$88,230,604 was financed either through user fees by those who directly

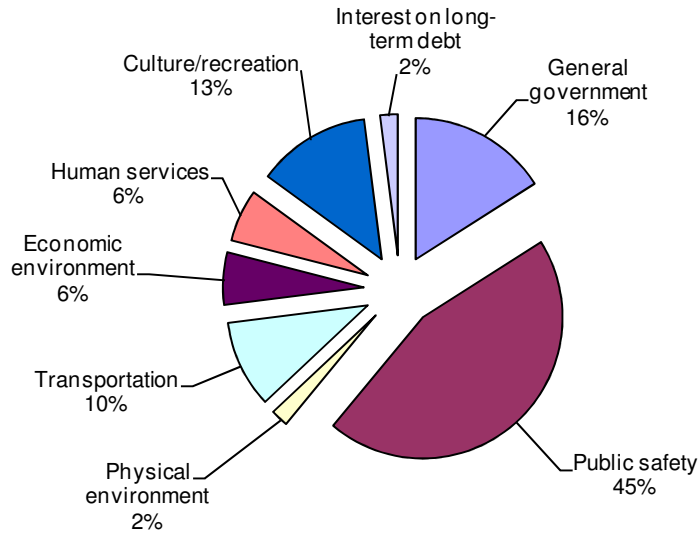
benefited from the programs or by other governments and organizations that subsidized certain programs with grants and contributions. The statement presents the cost of each of the County's seven largest programs – general government, public safety, physical environment, transportation, economic environment, human services, and culture/recreation – as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the amount needed to be financed by taxes or other sources. As a result, the remaining amount of \$253,756,892 was covered by taxes and other general revenues.

The cost of all governmental activities this year was \$342.0 million compared to \$356.0 million last year. Public safety related costs were down by \$2.6 million primarily due to a recalculation of costs charged to the County for mandated juvenile justice programs. General government activities realized an overall decrease of \$4.3 million due to non-capitalized costs associated with the emergency operations and sheriff's communications center that were not repeated in 2013 due to the completion of these projects. In addition, grants awarded to agencies eligible for ECHO programs reported on culture/recreation expenses were lower than the previous year by \$2.6 million. Finally, nearly \$2.0 million of salary savings was realized through the reduction of the workforce by 28 positions.

Revenue By Source – Governmental Activities



Expenses By Function/Program – Governmental Activities



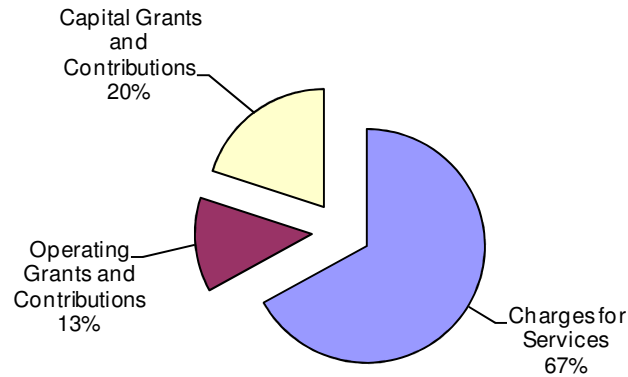
Business-type activities

Revenues for the County's business-type activities increased by \$11,542,497, or 17.0 percent, when compared to last year. This overall increase is comprised of the following: a \$1.6 million increase in charges for services; a \$10.5 million increase in operating and capital grants, and a \$0.6 million decrease in other revenues.

In the refuse disposal fund, tipping fee receipts increased due mainly to the redirecting of the City of Deltona's waste from a private landfill to the County's landfill. As a result, an additional \$693,000 was realized. At the Daytona Beach International Airport (DBIA), higher passenger traffic generated an additional \$843,000 in revenues in comparison to last year. In addition, DBIA received approximately \$1.4 million to fund a new integrated security system. Operating grants were also increased by \$316,000. Volusia Transportation Authority (VOTRAN) charges for services revenues were up by \$240,000 from the previous year due to increased ridership on its buses. In addition, receipt of operating and capital grants increased by \$8.8 million. These additional grant funds were used to purchase 10 hybrid and 12 diesel buses. In the water and sewer utilities fund, capacity reservation agreements were restructured in fiscal year 2013 resulting in a very minimal revenue decrease of \$234,000, when compared to last year. The parking garage fund revenues remained fairly consistent with last year's collections, only decreasing by a modest \$26,700. Similar to the parking garage, the garbage collection fund realized little growth in its revenues when compared to last year.

Operating expenses increased by \$5,909,483 or 8.0 percent, when compared to last year. Refuse disposal expenses were up by over \$2.2 million primarily due to changes in the methodology in which the landfill closure cost liability is calculated. At the Daytona Beach International Airport, expenses were up by approximately \$840,000 due to maintenance, repair, and replacement projects such as roof replacements and concrete joint replacements on a terminal ramp. Votran's expenses increased a little over \$1,376,000 over the previous year primarily due to the outside contracted services for its HVAC and roof replacement project. The parking garage expense increased \$556,302 due to costs associated with modernization of four elevators.

Revenues by Source – Business-type Activities



Financial Analysis of the County's Funds

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

Governmental funds

The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements.

As of the end of fiscal year 2013, the County's governmental funds reported combined ending fund balances of \$248,504,946, a decrease of \$7,282,945 from the prior year. The general, municipal service district, federal and state grants, county transportation trust fund, gas tax revenue bonds, and Volusia Forever funds are reported as major funds in the basic financial statements.

The general fund is the chief operating fund of the County. The general fund ended the year with a fund balance of \$66,746,710. Of this amount, \$10,686,287 is considered nonspendable because it cannot be easily converted to cash or is contractually required to remain intact. The remaining spendable portions are either restricted for school severance program (\$685,501), assigned to fund the fiscal year 2014 budget (\$48,379,551), or are unassigned (\$6,995,371).

The fund balance of the general fund increased \$6,735,134 from the prior fiscal year. Revenues were consistent with the prior year; however, there was a substantial one-time increase in revenues transferred in from other funds. Funds totaling \$4,380,630 were returned to the general fund from completed capital projects funds (\$3,086,784) and a rebate from the group insurance fund (\$1,293,846). In addition, sales tax collections increased from the prior year providing an additional \$1,116,807 transferred to the general fund.

Expenditures of the general fund were reduced \$5,280,376 from the prior year. The main contributor to this change was a reduction in public safety corrections' expenditures of \$2,831,484 due to a recalculation of costs charged to the County by the State of Florida for mandated juvenile justice programs. Also, as explained in the governmental activities section, an additional \$2.0 million in salary savings were realized.

The municipal services district fund accounts for the fiscal activity of the resources generated by any municipal-type service rendered to the citizens and taxpayers of the County's unincorporated areas. The fund's revenues of

\$37,089,176 exceeded its expenditures of \$35,554,712 by \$1,534,464. Its fund balance increased by \$2,174,258 to the amount of \$6,292,042 at the end of the fiscal year. The municipal service district fund revenues increased \$868,906 from the previous year primarily due to the increased collections of utility taxes, building and utility permits, and charges for services. Total expenditures decreased \$758,168, or 2.09 percent, over the previous year because certain internal administrative costs were cut. The fund was able to increase its transfer out to the county transportation trust fund by \$808,975 for a total of \$3,100,000 to aid in funding road maintenance for the unincorporated areas.

The federal and state grants fund balance of \$2,443,476 represents a decrease of \$72,380 (or 2.9 percent) from last fiscal year. Overall, revenues have decreased \$923,956 (or 5.1 percent) and expenditures decreased \$1,382,658 (or 7.3 percent). The decrease in expenditures resulted from the completion of flood mitigation and energy efficiency projects costing \$2,467,061. However, this decrease was offset by the increase of expenditures for community assistance grants in the amount of \$1,138,403 and transportation grants in the amount of \$807,753.

The County transportation trust fund accounts for the fiscal activity relating to road and bridge maintenance and construction. The fund balance increased \$879,181 during the fiscal year. Originally, the fund balance was planned to be reduced by approximately \$34.0 million in expenditures for various road projects. However, these projects were not started or completed during the fiscal year and have been rebudgeted for 2014.

The gas tax revenue bonds debt service fund provides funding for revenue bonds issued to finance acquisition, construction, and reconstruction of roads, bridges, and other transportation improvements. In fiscal year 2013, the County refinanced \$38.4 of the \$44.2 million of outstanding principal on these funds to take advantage of future interest savings. The remaining balance of \$5.8 million is expected to be paid off in fiscal year 2015, funded by the six cent local option gas tax, road impact fees, and transfers from county transportation trust fund.

The Volusia Forever fund was established to use voter-approved ad-valorem taxes to purchase, manage, and improve environmentally sensitive lands. In fiscal year 2011, the County purchased 4800 acres of preservation lands. This purchase was financed, in part, by an interfund loan of \$10.9 million from the general fund to the Volusia Forever fund. The entire amount owed is recorded in the Volusia Forever fund and will be repaid over a ten year period from ad-valorem taxes collected. The amount currently owed to the general fund is \$10.2 million. The deficit fund balance of \$4,959,937 in the Volusia Forever fund is attributed to the affects of recording the long-term portion of this debt.

Proprietary funds

The County's *proprietary funds* provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of proprietary funds at the end of the year amounted to:

County of Volusia, Florida		
Proprietary Funds		
Unrestricted Net Position (deficit)		
Proprietary Fund	2013	2012
Enterprise Funds		
Refuse disposal	\$ 3,616,893	\$ 2,894,823
Daytona Beach International Airport	6,346,809	8,410,881
Volusia Transportation Authority	2,576,621	2,407,369
Water and sewer utilities	12,200,943	11,132,944
Parking garage	(240,677)	202,988
Garbage collection	1,521,545	1,253,286
Total	\$ 26,022,134	\$ 26,302,291
Internal Service Funds	\$ 32,444,039	\$ 36,793,860

The decrease in unrestricted net position of the enterprise funds is mainly due to increases in expenses as previously addressed in the discussion of business-type activities.

In comparison to last year, unrestricted net position of the internal service funds decreased by \$4,349,821. The majority of the decrease was due to increases in health care claims and related costs in the employee group insurance. In addition, user charges were returned to participating funds, as a rebate, causing a further reduction in the group insurance fund's unrestricted net position.

General Fund Budgetary Highlights

Actual expenditures in the general fund were \$35,449,679 less than originally planned. The main contributor to this variance (\$23,279,049) is non-departmental reserves used to fund unanticipated expenditures or accumulated for anticipated future projects that were unspent. In addition, economic development program expenditures were \$2.4 million less than budgeted, which included the \$1.1 million Daytona Beach International Airport Corporate Park project carried forward to fiscal year 2014 and unspent \$1.2 million of multi-year qualified tax incentive funds due to negotiations with prospective candidates still in progress.

As mentioned previously, corrections experienced expenditures less than budgeted due to the adjustment by the State of Florida juvenile justice program. Central services actual expenditures were \$1,560,840 less than budgeted due to several projects being delayed to 2014 and energy savings being realized on the continued retrofitting of County buildings. Information Technology realized budgetary savings of \$1,118,073 due to renegotiated maintenance contracts, communications improvements from the renovated phone system, continued vacancies, and reduced equipment maintenance costs due to improved technology. Parks, recreation, and culture actual expenditures were \$1,029,870 less than budgeted due to continued vacancies, delayed improvement projects, and reduced maintenance.

Capital Asset and Debt Administration

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2013 amounts to \$935,577,244 (net of accumulated depreciation). This investment in capital assets includes land, easements, buildings, improvements other than buildings, leasehold improvements, equipment, intangibles, infrastructure, and construction in progress. The net increase in the County's investment in net capital assets for the current fiscal year was 0.22 percent (a 0.47 percent decrease for governmental activities and a 2.41 percent increase for business-type activities).

Major capital asset events during the current fiscal year included the following:

- During 2013, work was completed on construction of the Emergency Operations and Sheriff's Communications Center (EOGCC) which opened in April, 2013. Almost \$5 million was expended in fiscal year 2013, bringing the total cost at completion of the building to approximately \$13.8 million. The cost of the equipment for the EOGCC to be able to meet the needs of the community was \$5.5 million, bringing the total project cost to \$19.3 million. This 43,000-square-foot state-of-the-art facility on Tiger Bay Road serves as the County's consolidated public dispatch center and provides a central location for disaster response officials to make strategic decisions.
- The DeLand library received an updated look with a 715 square-foot addition to their building. Work began in fiscal year 2012 with the majority of the project's capital expenses of \$269,068 occurring in fiscal year 2013. The building addition is scheduled to be completed and opened in fiscal year 2014.
- The County is continuing to convert to a Voice over Internet Protocol (VoIP) telephone system. To date, the County has invested \$3.5 million in software, equipment, and peripherals for the system. The conversion from the traditional telephone system began in 2011 and is slated to be completed by December 31, 2014.
- The County purchased land with ECHO funds in the amount of \$597,979. The property is located on the St. Johns River in the rural recreation area of Lemon Bluff. The property includes approximately 1.9 total acres with the potential to include 34 boat/trailer spaces, 15 vehicle spaces, and 0.65 acres set aside for waterfront recreational uses.
- In 2010, the County began a project to upgrade the existing 800 MHz public safety radio system. To date, the County has invested \$7.06 million in this project. The existing system is based on early 1990's technology which

will be updated with a system that utilizes GPS simulcast technology. The new system will make radio transmission clearer and maintenance easier and faster. The project is planned to be completed in March 2014.

County of Volusia, Florida						
Capital Assets						
(net of depreciation)						
	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 156,575,661	\$ 155,366,434	\$ 53,184,335	\$ 53,184,335	\$ 209,759,996	\$ 208,550,769
Land - infrastructure	51,413,474	49,831,148	-	-	51,413,474	49,831,148
Easements	1,176,233	1,176,233	-	-	1,176,233	1,176,233
Intangibles	27,123,320	25,350,571	2,799,348	2,136,619	29,922,668	27,487,190
Buildings	209,487,804	201,703,206	16,648,264	17,736,723	226,136,068	219,439,929
Improvements other than buildings	22,535,130	18,615,681	125,195,351	124,911,893	147,730,481	143,527,574
Leasehold improvements	9,463	17,670	-	-	9,463	17,670
Equipment	51,352,996	52,862,913	21,114,852	16,446,329	72,467,848	69,309,242
Infrastructure	174,056,356	181,158,223	-	-	174,056,356	181,158,223
Construction in progress	4,874,127	20,550,685	9,851,017	8,996,949	14,725,144	29,547,634
Construction in progress - infrastructure	8,179,513	3,459,064	-	-	8,179,513	3,459,064
Total	\$ 706,784,077	\$ 710,091,828	\$ 228,793,167	\$ 223,412,848	\$ 935,577,244	\$ 933,504,676

Additional information on the County's capital assets can be found in Note 6 on pages 83-84 of this report.

Long-term bonded debt and note payable

At the end of fiscal year 2013, the County's total long-term debt outstanding, before deferred amounts, amounted to \$254,792,409. This amount represents bonds secured by specified revenue sources (i.e., revenue bonds) and bonds secured by a property tax levy of 0.20 mills on taxable property in the County (general obligation bonds).

County of Volusia, Florida						
Outstanding Debt						
Revenue and General Obligation Bonds and Notes Payable						
	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenue bonds	\$ 159,239,000	\$ 166,775,000	\$ 38,570,000	\$ 40,530,000	\$ 197,809,000	\$ 207,305,000
General obligation bonds	25,430,000	27,750,000	-	-	25,430,000	27,750,000
Notes payable	17,823,236	19,921,376	13,730,173	15,086,599	31,553,409	35,007,975
Total	\$ 202,492,236	\$ 214,446,376	\$ 52,300,173	\$ 55,616,599	\$ 254,792,409	\$ 270,062,975

The County refinanced a portion of its gas tax revenue bonds to take advantage of favorable interest rates. This refunding decreased future debt service payments by \$4,486,000 and resulted in an economic gain of \$3,974,714. Overall, the County's outstanding bonded debt, before deferred amounts, decreased by \$15,270,566, or 5.7 percent, during fiscal year 2013. The key factor in this decrease was scheduled principal retirements in the amount of \$18,385,567, which were offset by \$3,115,008 from the gas tax revenue bond activity.

Additional information on the County's debt can be found in Note 7 on pages 85-90 of this report.

Economic Factors and Next Year's Budget and Rates

The County's elected and appointed officials considered many factors when establishing its 2013-14 budget and tax rates. One of these factors is the state of the economy. Key economic indicators have shown some improvement from 2012 to 2013. The unemployment rate at fiscal year-end fell from 8.4 percent a year ago to 6.8 percent. This is lower than the national average of 7.2 percent and the same as the state average for the same time period. The County's population increased from the prior fiscal year of 498,634 to the current year of 500,081. Retail sales and building permit activity improved. In 2013, 6,105 permits were issued compared to 5,188 in 2012. Taxable sales for 2013 were up—from approximately \$5.9 billion for the prior year to \$6.2 billion.

For the budget year 2014, the County's property tax base experienced its first increase in over five years. The County's county-wide tax base increased 3.0 percent when compared to last year; increasing to \$24.3 billion for fiscal year 2014. Reassessments were responsible for 1.9 percent and new construction added 0.6 percent to the tax rolls. The fiscal year 2014 adopted countywide (general and library funds) millage rate of 6.8709 is slightly higher than last year's millage of 6.4809. Property tax revenues are expected to increase for all property tax supported funds in fiscal year 2014 by \$14.2 million, a change of approximately 7 percent over last year, largely due to the overall increase in the County's tax base.

Though property values upon which the property tax is based are seeing signs of improvement, the County expects minimal growth or a leveling off of other tax revenues. Resort/convention tax collections in 2014 (an estimated \$15.5 million) shows the greatest promise and are expected to be higher than fiscal year 2013 (\$14.5 million). The collection of utility, gas, and communication taxes, collectively, are expected to decrease by a modest \$300,000 over fiscal year 2013 amounts. Taxable sales continue to modestly improve. Sales tax revenues for fiscal year 2014 are conservatively forecasted at \$17.3 million—an estimate that is approximately \$1.0 million greater than the amount budgeted for 2013.

While the economic outlook is improving, the County continues to face budget challenges that have been created by the slow recoveries of both the real estate market and the economy, as a whole. In response, the organization continues to reduce expenditures and avoid using fund balance to bridge funding gaps. To achieve these reductions, the County once again reduced its existing workforce. An additional 26 positions have been either eliminated, or are to remain unfunded, bringing the total amount reduced to 570 since fiscal year 2007. With reductions in the workforce over the past few years employees have experienced increases in their workloads. As a result, a general wage adjustment of 3 percent was included in the 2014 budget. In addition, due to mandates from the state legislature regarding the Florida Retirement System, an additional \$3 million was budgeted to cover a rate hike. Operational savings were found to offset these costs and the County was able to reduce its operating budget by nearly \$600,000 for fiscal year 2014.

Of the \$56,060,423 in spendable fund balance of the general fund, \$48,379,551 has been appropriated to fund specific projects and programs for fiscal year 2014. As a general rule, to ensure the County does not become reliant on spendable and unrestricted fund balance to fund on-going operating costs, these excess funds are used for one-time capital purchases or to increase reserves. Though it appears we are at the bottom of the economic cycle, the County will continue to closely monitor its revenue streams and adjust expenditures, as necessary.

Requests for Information

This financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact the County's Chief Financial Officer, 123 West Indiana Avenue, Room 300, DeLand, FL 32720-4602. Additional financial information can be found on our web-site <http://www.volusia.org/finance>.

BASIC FINANCIAL STATEMENTS

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Position
September 30, 2013

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Equity in pooled cash and investments	\$ 314,838,607	\$ 38,297,571	\$ 353,136,178	\$ 8,350,693
Restricted:				
Cash and cash equivalents	-	19,014,706	19,014,706	-
Receivable	-	195,644	195,644	-
Receivables:				
Accounts - net	5,786,031	3,234,137	9,020,168	2,914
Accrued interest	462,332	-	462,332	-
Employee - net	70,048	-	70,048	-
Taxes	1,559,616	-	1,559,616	-
Notes	4,139,597	-	4,139,597	-
Special assessments:				
Current receivable	189,949	10,362	200,311	-
Deferred receivable	730,389	10,987	741,376	-
Interest receivable	87,208	1,491	88,699	-
Due from component units	773,452	-	773,452	-
Due from primary government	-	-	-	1,318
Due from other governments	14,745,370	10,434,697	25,180,067	101,181
Internal balances	1,791,979	(1,791,979)	-	-
Inventories	3,273,812	882,674	4,156,486	-
Prepaid items	1,679,942	826,723	2,506,665	-
Deposits	118,494	-	118,494	-
Capital assets:				
Land	207,989,135	53,184,335	261,173,470	-
Easements	1,176,233	-	1,176,233	-
Buildings	343,203,523	35,624,516	378,828,039	-
Improvements other than buildings	40,865,908	266,625,877	307,491,785	-
Leasehold improvements	510,533	-	510,533	39,436
Equipment	149,401,458	55,068,682	204,470,140	7,646,465
Intangibles	27,123,320	2,799,348	29,922,668	-
Accumulated depreciation	(539,389,345)	(194,360,608)	(733,749,953)	(5,854,735)
Infrastructure	462,849,672	-	462,849,672	-
Construction in progress	4,874,127	9,851,017	14,725,144	-
Construction in progress - Infrastructure	8,179,513	-	8,179,513	-
Total assets	1,057,030,903	299,910,180	1,356,941,083	10,287,272
DEFERRED OUTFLOW OF RESOURCES				
Deferred charges on debt refundings	3,310,931	828,053	4,138,984	-
Total deferred outflow of resources	3,310,931	828,053	4,138,984	-
LIABILITIES				
Accounts and contracts payable	10,523,447	5,290,248	15,813,695	71,904
Accrued interest payable	2,964,404	-	2,964,404	-
Accrued liabilities	9,194,238	213,511	9,407,749	265,494
Due to component units	1,318	-	1,318	-
Due to primary government	-	-	-	773,452
Due to other governments	1,197,862	85,955	1,283,817	950,714
Current liabilities payable from restricted assets:				
Accrued interest payable	-	1,084,861	1,084,861	-

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Position
September 30, 2013

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
LIABILITIES - Continued				
Deposits	162,931	417,371	580,302	560,886
Unearned revenue	2,203,637	150,000	2,353,637	79,960
Non-current liabilities:				
Due within one year:				
Bonds payable	14,349,000	3,485,000	17,834,000	-
Advance rents	-	79,045	79,045	-
Notes payable	2,144,136	1,143,812	3,287,948	-
Compensated absences payable	6,743,728	536,099	7,279,827	385,266
Estimated claims payable	7,684,209	-	7,684,209	-
Pollution remediation payable	21,842	95,084	116,926	-
Due in more than one year:				
Bonds payable	166,968,742	35,031,131	201,999,873	-
Advance rents	-	2,450,395	2,450,395	-
Notes payable	15,679,100	12,586,361	28,265,461	-
Compensated absences payable	18,723,521	1,488,443	20,211,964	621,323
Estimated claims payable	7,836,618	-	7,836,618	-
Pollution remediation payable	-	1,430,623	1,430,623	-
Landfill closure costs payable	-	21,279,741	21,279,741	-
Net OPEB obligation	17,598,967	-	17,598,967	427,031
Total liabilities	283,997,700	86,847,680	370,845,380	4,136,030
NET POSITION				
Net investment in capital assets	536,148,693	176,222,199	712,370,892	1,831,166
Restricted for:				
Law enforcement and fire safety	11,719,911	-	11,719,911	-
Conservation programs	156,944	-	156,944	-
Transportation related construction and maintenance	62,146,934	-	62,146,934	-
Social services and community development programs	11,045,258	-	11,045,258	-
Library, parks, and tourism programs	37,955,102	-	37,955,102	-
Debt service principal and interest	15,965,608	3,001,191	18,966,799	-
Passenger facility charges program	-	1,595,644	1,595,644	-
Equipment replacement	-	850,000	850,000	4,862,232
Maintenance and operations	-	1,492,708	1,492,708	-
Other purposes	3,603,154	-	3,603,154	-
Unrestricted (deficit)	97,602,530	30,728,811	128,331,341	(542,156)
Total net position	\$ 776,344,134	\$ 213,890,553	\$ 990,234,687	\$ 6,151,242

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Activities
For the Year Ended September 30, 2013

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government	\$ 54,302,636	\$ 11,436,646	\$ 1,658,669	\$ 4,935
Public safety	153,560,255	32,801,679	4,327,080	149,080
Physical environment	5,618,704	848,581	512,659	174,052
Transportation	33,343,480	5,544,589	7,002,842	2,421,906
Economic environment	19,949,066	1,594,574	6,419,629	-
Human services	21,513,304	285,205	5,683,044	225,386
Culture/recreation	46,463,195	6,149,754	773,066	217,228
Interest on long-term debt	7,236,856	-	-	-
Total governmental activities	341,987,496	58,661,028	26,376,989	3,192,587
Business-type activities:				
Refuse disposal	14,751,400	13,813,103	-	352
Daytona Beach International Airport	16,301,669	10,917,000	662,035	7,632,779
Volusia Transportation Authority	24,743,381	3,535,101	9,913,428	8,078,094
Water and sewer utilities	12,640,562	13,941,259	-	1,000
Parking garage	2,711,681	2,362,520	-	-
Garbage collection	8,215,845	8,480,575	-	-
Total business-type activities	79,364,538	53,049,558	10,575,463	15,712,225
Total primary government	\$ 421,352,034	\$ 111,710,586	\$ 36,952,452	\$ 18,904,812
Component Units:				
Clerk of the Circuit Court	\$ 19,638,102	\$ 17,856,385	\$ 555,247	\$ -
Volusia County Law Library	610,485	23,301	-	-
Total component units	\$ 20,248,587	\$ 17,879,686	\$ 555,247	\$ -

General Revenues:
Property tax
Sales tax
Public service tax
Gas tax
Tourist and convention development taxes
State revenue sharing not restricted to specific programs
Intergovernmental revenues not restricted to specific programs
Interest revenue
Miscellaneous
Grants and contributions not restricted to specific programs
Transfers
Total general revenues, contributions, and transfers
Change in net position
Net position - beginning, restated
Net position - ending

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

Net (Expense) Revenue and Changes in Net Position

Primary Government			Component Units
Governmental Activities	Business-type Activities	Total	
\$ (41,202,386)	\$ -	\$ (41,202,386)	
(116,282,416)	-	(116,282,416)	
(4,083,412)	-	(4,083,412)	
(18,374,143)	-	(18,374,143)	
(11,934,863)	-	(11,934,863)	
(15,319,669)	-	(15,319,669)	
(39,323,147)	-	(39,323,147)	
(7,236,856)	-	(7,236,856)	
<u>(253,756,892)</u>	<u>-</u>	<u>(253,756,892)</u>	
-	(937,945)	(937,945)	
-	2,910,145	2,910,145	
-	(3,216,758)	(3,216,758)	
-	1,301,697	1,301,697	
-	(349,161)	(349,161)	
-	264,730	264,730	
<u>-</u>	<u>(27,292)</u>	<u>(27,292)</u>	
<u>(253,756,892)</u>	<u>(27,292)</u>	<u>(253,784,184)</u>	
			\$ (1,226,470)
			<u>(587,184)</u>
			<u>(1,813,654)</u>
192,902,184	-	192,902,184	-
16,894,299	-	16,894,299	-
11,183,193	-	11,183,193	-
14,822,466	-	14,822,466	-
15,497,377	-	15,497,377	-
7,295,689	-	7,295,689	-
728,004	-	728,004	-
(793,801)	(196,907)	(990,708)	1,993
4,011,015	109,590	4,120,605	5,598
-	-	-	602,301
<u>(7,510,156)</u>	<u>7,510,156</u>	<u>-</u>	<u>-</u>
<u>255,030,270</u>	<u>7,422,839</u>	<u>262,453,109</u>	<u>609,892</u>
1,273,378	7,395,547	8,668,925	(1,203,762)
775,070,756	206,495,006	981,565,762	7,355,004
<u>\$ 776,344,134</u>	<u>\$ 213,890,553</u>	<u>\$ 990,234,687</u>	<u>\$ 6,151,242</u>

COUNTY OF VOLUSIA, FLORIDA
Balance Sheet
Governmental Funds
September 30, 2013

	General	Municipal Service District
ASSETS		
Equity in pooled cash and investments	\$ 49,851,167	\$ 5,112,949
Receivables:		
Accounts - net	2,818,282	754,606
Accrued interest	462,332	-
Employee - net	70,048	-
Taxes	754,620	84,325
Notes	-	-
Special assessments:		
Current receivable	-	189,949
Deferred receivable	-	730,389
Interest receivable	-	87,208
Due from other funds	13,033,410	-
Due from component units	773,452	-
Due from other governments	1,809,766	638,187
Advances to other funds	10,210,656	-
Inventories	375,583	-
Prepaid items	-	-
Deposits	30,000	-
Total assets	\$ 80,189,316	\$ 7,597,613
LIABILITIES		
Accounts and contracts payable	\$ 3,079,909	\$ 81,439
Accrued liabilities	9,140,256	-
Due to other funds	-	66,174
Due to component units	704	210
Due to other governments	571,419	11,617
Bonds payable - current	-	-
Notes payable - current	-	-
Accrued interest payable	-	-
Deposits	-	-
Advances from other funds	-	340,104
Unearned revenue	-	-
Total liabilities	12,792,288	499,544
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	650,318	75,638
Unavailable revenues - special assessments	-	730,389
Total deferred inflows of resources	650,318	806,027
FUND BALANCES		
Non-spendable:		
Inventories and prepaids	375,583	-
Advances	10,210,656	-
Deposits	30,000	-
Employee receivables	70,048	-
Long-term notes receivable	-	-
Restricted for:		
Law enforcement and fire safety	-	-
Conservation programs	-	-
Transportation related construction and maintenance	-	1,759,993
Social services and community development programs	685,501	-
Library, parks, and tourism programs	-	-
Debt service principal and interest	-	-
Other purposes	-	-
Assigned to:		
Fiscal year 2014 budget	48,379,551	4,532,049
Capital projects	-	-
Unassigned	6,995,371	-
Total fund balances	66,746,710	6,292,042
Total liabilities, deferred inflows of resources, and fund balances	\$ 80,189,316	\$ 7,597,613

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

Federal and State Grants	County Transportation Trust	Gas Tax Revenue Bonds	Volusia Forever	Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,054,727	\$ 38,493,235	\$ 2,971,383	\$ 5,286,464	\$ 146,940,024	\$ 250,709,949
63,926	-	-	-	811,582	4,448,396
-	-	-	-	-	462,332
-	-	-	-	-	70,048
-	-	-	10,016	710,655	1,559,616
1,253,239	-	-	-	2,886,358	4,139,597
-	-	-	-	-	189,949
-	-	-	-	-	730,389
-	-	-	-	-	87,208
-	-	-	-	445,314	13,478,724
-	-	-	-	-	773,452
5,003,309	4,014,485	-	-	3,240,585	14,706,332
-	-	-	-	307,467	10,518,123
-	2,125,597	-	-	309,970	2,811,150
133,631	-	-	-	-	133,631
-	-	-	-	88,494	118,494
<u>\$ 8,508,832</u>	<u>\$ 44,633,317</u>	<u>\$ 2,971,383</u>	<u>\$ 5,296,480</u>	<u>\$ 155,740,449</u>	<u>\$ 304,937,390</u>
\$ 1,355,837	\$ 2,386,655	-	\$ -	\$ 2,321,622	\$ 9,225,462
53,982	-	-	-	-	9,194,238
3,403,250	-	-	645,607	3,133,831	7,248,862
59	-	-	110	235	1,318
462,616	1,297	-	-	150,913	1,197,862
-	-	2,875,000	-	9,049,000	11,924,000
-	-	-	-	1,150,136	1,150,136
-	-	96,383	-	1,944,143	2,040,526
39,920	-	-	-	123,011	162,931
-	-	-	9,601,758	307,467	10,249,329
749,692	-	-	-	1,529,566	2,279,258
<u>6,065,356</u>	<u>2,387,952</u>	<u>2,971,383</u>	<u>10,247,475</u>	<u>19,709,924</u>	<u>54,673,922</u>
-	-	-	8,942	293,235	1,028,133
-	-	-	-	-	730,389
-	-	-	8,942	293,235	1,758,522
133,631	2,125,597	-	-	309,970	2,944,781
-	-	-	-	307,467	10,518,123
-	-	-	-	87,564	117,564
-	-	-	-	-	70,048
1,253,239	-	-	-	2,886,358	4,139,597
-	-	-	-	10,942,422	10,942,422
-	-	-	-	147,396	147,396
-	40,119,768	-	-	44,481,705	86,361,466
1,056,606	-	-	-	8,338,801	10,080,908
-	-	-	-	39,598,700	39,598,700
-	-	-	-	3,669,386	3,669,386
-	-	-	-	2,035,780	2,035,780
-	-	-	-	-	52,911,600
-	-	-	-	22,931,741	22,931,741
-	-	-	(4,959,937)	-	2,035,434
<u>2,443,476</u>	<u>42,245,365</u>	<u>-</u>	<u>(4,959,937)</u>	<u>135,737,290</u>	<u>248,504,946</u>
<u>\$ 8,508,832</u>	<u>\$ 44,633,317</u>	<u>\$ 2,971,383</u>	<u>\$ 5,296,480</u>	<u>\$ 155,740,449</u>	<u>\$ 304,937,390</u>

COUNTY OF VOLUSIA, FLORIDA
Reconciliation of the Balance Sheet of the Governmental Funds
to the Statement of Net Position
as of September 30, 2013

Total fund balances of governmental funds \$ 248,504,946

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. The cost of the assets is \$1,215,232,874 and the accumulated depreciation is \$522,631,122. 692,601,752

The cumulative effect of overfunding the actuarial required contributions to a pension fund does not represent a financial asset in the governmental funds. In the statement of net position, which is presented on the accrual basis, an asset is reported since the adjustment to expense is fully recognized in the statement of activities. 133,633

Internal service funds are used by management to charge the costs of computer replacement, vehicle maintenance, risk management, and health insurance services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

Total net position	46,626,364	
Less: Amount attributable to business-type activities	<u>(4,706,677)</u>	41,919,687

Because some property taxes (\$1,028,133) and special assessment revenues (\$730,389) will not be collected for several months after the close of the County's fiscal year end, they are not considered as "available" revenue in the governmental funds, and therefore, reported as a deferred inflow of resources. In the statement of net position, which is presented on the accrual basis, no deferral is reported since the revenue is fully recognized in the statement of activities. 1,758,522

COUNTY OF VOLUSIA, FLORIDA
Reconciliation of the Balance Sheet of the Governmental Funds
to the Statement of Net Position
as of September 30, 2013

Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position. Long-term liabilities at year-end consist of:

Bonds payable	172,745,000	
Less: Deferred charge on refunding (to be amortized as interest expense and reported as deferred outflow)	(3,310,931)	
Less: Issuance discount (to be amortized as interest expense)	(6,011,195)	
Plus: Issuance premium (to be amortized as interest expense)	2,659,937	
Notes payable	16,673,100	
Accrued interest payable	923,878	
Compensated absences payable	24,872,775	
Pollution remediation payable	21,842	(208,574,406)
		<u>\$ 776,344,134</u>
Total net position of governmental activities		<u>\$ 776,344,134</u>

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2013

	<u>General</u>	<u>Municipal Service District</u>	<u>Federal and State Grants</u>
REVENUES			
Taxes	\$ 135,070,860	\$ 22,087,831	\$ -
Licenses and permits	37,155	999,794	-
Intergovernmental revenues	9,123,432	177,611	15,558,269
Charges for services	30,261,117	13,112,061	1,594,574
Fines and forfeitures	2,744,567	76,644	-
Interest revenues	(73,230)	23,864	(3,547)
Special assessments/impact fees	-	424,476	-
Miscellaneous revenues	2,991,836	186,895	105,396
Total revenues	<u>180,155,737</u>	<u>37,089,176</u>	<u>17,254,692</u>
EXPENDITURES			
Current:			
General government	44,312,912	3,641,056	418,403
Public safety	97,022,503	28,352,577	1,254,893
Physical environment	4,517,754	535,193	715,264
Transportation	-	180,375	1,505,987
Economic environment	2,516,834	-	10,054,888
Human services	12,374,972	1,288,932	3,461,924
Culture/recreation	14,710,780	1,556,579	30,643
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Payment to refunded bond escrow agent	-	-	-
Refunding bond issuance costs	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>175,455,755</u>	<u>35,554,712</u>	<u>17,442,002</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,699,982</u>	<u>1,534,464</u>	<u>(187,310)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	11,700,369	4,338,406	171,876
Transfers (out)	(9,665,217)	(3,698,612)	(56,946)
Refunding bonds issued	-	-	-
Total other financing sources and (uses)	<u>2,035,152</u>	<u>639,794</u>	<u>114,930</u>
Net change in fund balances	6,735,134	2,174,258	(72,380)
Fund balances - beginning	<u>60,011,576</u>	<u>4,117,784</u>	<u>2,515,856</u>
Fund balances - ending	<u>\$ 66,746,710</u>	<u>\$ 6,292,042</u>	<u>\$ 2,443,476</u>

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

County Transportation Trust	Gas Tax Revenue Bonds	Volusia Forever	Nonmajor Governmental Funds	Total Governmental Funds
\$ 14,822,466	\$ -	\$ 1,173,757	\$ 62,006,689	\$ 235,161,603
-	-	-	26,500	1,063,449
7,183,995	-	-	20,430,352	52,473,659
502,051	-	136,287	2,233,886	47,839,976
-	-	-	935,910	3,757,121
(150,562)	10,804	33,319	(432,428)	(591,780)
-	-	-	5,636,128	6,060,604
334,132	-	67,145	1,907,413	5,592,817
<u>22,692,082</u>	<u>10,804</u>	<u>1,410,508</u>	<u>92,744,450</u>	<u>351,357,449</u>
-	-	-	103,318	48,475,689
-	-	-	25,049,393	151,679,366
-	-	493,384	402	6,261,997
21,643,448	-	-	6,024,306	29,354,116
-	-	-	7,308,631	19,880,353
-	-	-	3,988,209	21,114,037
-	-	-	25,581,674	41,879,676
-	2,875,000	-	13,504,136	16,379,136
-	193,515	-	6,437,442	6,630,957
-	41,887,359	-	-	41,887,359
-	64,412	-	-	64,412
-	-	-	12,121,456	12,121,456
<u>21,643,448</u>	<u>45,020,286</u>	<u>493,384</u>	<u>100,118,967</u>	<u>395,728,554</u>
<u>1,048,634</u>	<u>(45,009,482)</u>	<u>917,124</u>	<u>(7,374,517)</u>	<u>(44,371,105)</u>
3,221,147	4,595,083	2,780	24,533,261	48,562,922
(3,390,600)	(1,090,601)	-	(35,077,786)	(52,979,762)
-	41,505,000	-	-	41,505,000
<u>(169,453)</u>	<u>45,009,482</u>	<u>2,780</u>	<u>(10,544,525)</u>	<u>37,088,160</u>
879,181	-	919,904	(17,919,042)	(7,282,945)
41,366,184	-	(5,879,841)	153,656,332	255,787,891
<u>\$ 42,245,365</u>	<u>\$ -</u>	<u>\$ (4,959,937)</u>	<u>\$ 135,737,290</u>	<u>\$ 248,504,946</u>

COUNTY OF VOLUSIA, 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

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

Net change in fund balances - total governmental funds	\$ (7,282,945)
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Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital purchases (\$23,601,671) is exceeded by depreciation (\$27,331,775).	(3,730,104)
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In the statement of activities, only the gain/loss on the sale/disposal of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold/disposed.	(592,708)
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Donations/contributions of capital assets increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources.	563,887
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In the governmental funds, contributions made to a pension fund in excess of the actuarial required contribution amount are reported as an expenditure. In the statement of net position, this amount is reported as an asset. Thus, the change in net position differs from the change in fund balance by the amount contributed in excess of the actuary's requirement.	(13,037)
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Because some property taxes and special assessment revenues will not be collected for several months after the close of the County's fiscal year end, they are not considered as "available" revenues in the governmental funds. In the statement of activities, presented on the accrual basis, these revenues are recognized.	(262,508)
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The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amounts of the items that make up these differences in the treatment of long-term debt and related items are:

COUNTY OF VOLUSIA, 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

Debt issued or incurred:			
Revenue bonds			(41,505,000)
Principal repayments:			
Revenue bonds	11,944,000		
General obligation bonds	2,320,000		
Notes payable	<u>2,115,136</u>		16,379,136
Payment to escrow agent for refunding			41,887,359

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment is as follows:

Accrued interest on debt	(3,461,317)	
Amortization of deferred charge on refunding	1,619,344	
Amortization of issuance discounts	(371,190)	
Amortization of bond premiums	1,607,264	
Compensated absences payable	532,326	
Pollution remediation payable	<u>188,583</u>	115,010

Internal service funds are used by management to charge the costs of computer replacement, vehicle maintenance, risk management, and health insurance services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

Change in net position of governmental activities		<u>(4,285,712)</u>
		<u>\$ 1,273,378</u>

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

COUNTY OF VOLUSIA, FLORIDA
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 134,979,694	\$ 134,979,694	\$ 135,070,860	\$ 91,166
Licenses and permits	32,526	32,526	37,155	4,629
Intergovernmental revenues	8,657,822	8,657,822	9,123,432	465,610
Charges for services	31,023,842	31,173,842	30,261,117	(912,725)
Fines and forfeitures	2,344,344	2,344,344	2,744,567	400,223
Interest revenues	927,050	927,050	(73,230)	(1,000,280)
Miscellaneous revenues	1,822,441	1,862,910	2,991,836	1,128,926
Total revenues	<u>179,787,719</u>	<u>179,978,188</u>	<u>180,155,737</u>	<u>177,549</u>
EXPENDITURES				
Current:				
General government				
County council	462,198	461,498	409,787	51,711
County manager	1,021,130	1,084,430	1,048,831	35,599
County attorney	1,777,474	1,777,474	1,638,406	139,068
Elections	3,903,328	3,900,421	3,080,912	819,509
Property appraiser	6,278,256	6,385,853	6,296,390	89,463
Growth management commission	286,051	286,051	113,266	172,785
Judicial	7,965,667	7,992,681	7,782,326	210,355
Financial services	8,450,241	8,604,688	7,957,859	646,829
Central services	7,922,754	7,834,609	6,273,769	1,560,840
Planning and development	182,939	173,111	169,945	3,166
Construction engineering	315,612	315,612	279,522	36,090
Information technology	6,585,529	6,495,529	5,377,456	1,118,073
Nondepartmental	27,483,234	27,181,492	3,884,443	23,297,049
Total general government	<u>72,634,413</u>	<u>72,493,449</u>	<u>44,312,912</u>	<u>28,180,537</u>
Public safety				
Building, zoning, and code administration	187,068	188,068	186,166	1,902
Sheriff	38,214,851	38,255,320	37,961,315	294,005
Corrections	39,181,879	39,301,443	37,716,363	1,585,080
Ambulance services	15,584,906	15,937,682	15,957,345	(19,663)
Emergency management	689,621	719,621	679,536	40,085
Fire services	1,254,114	1,251,253	1,213,806	37,447
Medical examiner	2,081,804	2,081,804	1,787,702	294,102
Emergency medical administration	272,701	272,701	266,195	6,506
Beach management	1,128,525	1,128,525	1,254,075	(125,550)
Total public safety	<u>98,595,469</u>	<u>99,136,417</u>	<u>97,022,503</u>	<u>2,113,914</u>
Physical environment				
Environmental management	3,394,324	3,381,151	3,212,380	168,771
Growth and resource management	345,862	370,403	359,939	10,464
Agriculture	959,106	969,106	795,258	173,848
Conservation and resource management	176,465	151,403	150,177	1,226
Total physical environment	<u>4,875,757</u>	<u>4,872,063</u>	<u>4,517,754</u>	<u>354,309</u>

COUNTY OF VOLUSIA, FLORIDA

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

For the Year Ended September 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES - continued				
Current - continued:				
Economic environment				
Veterans services	577,013	595,013	575,799	19,214
Economic development	4,435,845	4,435,845	1,941,035	2,494,810
Total economic environment	<u>5,012,858</u>	<u>5,030,858</u>	<u>2,516,834</u>	<u>2,514,024</u>
Human services				
Children's services	6,060,475	6,061,825	6,052,860	8,965
Community assistance	4,453,808	4,581,351	3,879,826	701,525
Public health	2,487,910	2,487,910	2,442,286	45,624
Total human services	<u>13,002,193</u>	<u>13,131,086</u>	<u>12,374,972</u>	<u>756,114</u>
Culture/recreation				
Parks, recreation, and culture	6,460,037	6,838,216	5,808,346	1,029,870
Coastal	3,298,046	3,323,108	3,315,180	7,928
Beach management	6,038,586	6,038,586	5,545,545	493,041
Growth and resource management	142,862	41,651	41,709	(58)
Total culture/recreation	<u>15,939,531</u>	<u>16,241,561</u>	<u>14,710,780</u>	<u>1,530,781</u>
Total expenditures	<u>210,060,221</u>	<u>210,905,434</u>	<u>175,455,755</u>	<u>35,449,679</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(30,272,502)</u>	<u>(30,927,246)</u>	<u>4,699,982</u>	<u>35,627,228</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	12,094,289	12,664,738	11,700,369	(964,369)
Transfers (out)	<u>(9,572,945)</u>	<u>(9,691,426)</u>	<u>(9,665,217)</u>	<u>26,209</u>
Total other financing sources and (uses)	<u>2,521,344</u>	<u>2,973,312</u>	<u>2,035,152</u>	<u>(938,160)</u>
Net change in fund balances	<u>(27,751,158)</u>	<u>(27,953,934)</u>	<u>6,735,134</u>	<u>34,689,068</u>
Fund balances - beginning	<u>43,367,181</u>	<u>43,569,957</u>	<u>60,011,576</u>	<u>16,441,619</u>
Fund balances - ending	<u>\$ 15,616,023</u>	<u>\$ 15,616,023</u>	<u>\$ 66,746,710</u>	<u>\$ 51,130,687</u>

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

COUNTY OF VOLUSIA, FLORIDA
Municipal Service District
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 22,069,500	\$ 22,069,500	\$ 22,087,831	\$ 18,331
Licenses and permits	836,383	836,383	999,794	163,411
Intergovernmental revenues	177,945	177,945	177,611	(334)
Charges for services	13,113,262	13,113,262	13,112,061	(1,201)
Fines and forfeitures	107,000	107,000	76,644	(30,356)
Interest revenues	111,500	111,500	23,864	(87,636)
Miscellaneous revenues	115,500	115,500	186,895	71,395
Special assessments				
levied/impact fees	522,000	522,000	424,476	(97,524)
Total revenues	<u>37,053,090</u>	<u>37,053,090</u>	<u>37,089,176</u>	<u>36,086</u>
EXPENDITURES				
Current:				
General government				
Growth and resource management	419,235	419,235	409,883	9,352
Building, zoning, and code administration	836,416	847,416	840,832	6,584
Planning and development services	1,545,221	1,649,088	1,482,864	166,224
Financial services	43,343	43,343	43,343	-
Nondepartmental	3,835,575	3,983,965	864,134	3,119,831
Total general government	<u>6,679,790</u>	<u>6,943,047</u>	<u>3,641,056</u>	<u>3,301,991</u>
Public safety				
Building, zoning, and code administration	2,499,396	2,395,529	2,197,909	197,620
Sheriff	26,489,840	26,488,576	26,154,668	333,908
Total public safety	<u>28,989,236</u>	<u>28,884,105</u>	<u>28,352,577</u>	<u>531,528</u>
Physical environment				
Environmental management	876,093	876,093	535,193	340,900
Total physical environment	<u>876,093</u>	<u>876,093</u>	<u>535,193</u>	<u>340,900</u>
Transportation				
Maintenance	211,000	211,000	180,375	30,625
Total transportation	<u>211,000</u>	<u>211,000</u>	<u>180,375</u>	<u>30,625</u>
Human services				
Animal control services	1,358,779	1,358,779	1,288,932	69,847
Total human services	<u>1,358,779</u>	<u>1,358,779</u>	<u>1,288,932</u>	<u>69,847</u>

COUNTY OF VOLUSIA, FLORIDA
Municipal Service District
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES - continued				
Current - continued:				
Culture/recreation				
Parks, recreation, and culture	1,556,579	1,556,579	1,556,579	-
Total culture/recreation	<u>1,556,579</u>	<u>1,556,579</u>	<u>1,556,579</u>	<u>-</u>
Total expenditures	<u>39,671,477</u>	<u>39,829,603</u>	<u>35,554,712</u>	<u>4,274,891</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,618,387)</u>	<u>(2,776,513)</u>	<u>1,534,464</u>	<u>4,310,977</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,192,978	4,352,368	4,338,406	(13,962)
Transfers (out)	<u>(3,699,349)</u>	<u>(3,700,613)</u>	<u>(3,698,612)</u>	<u>2,001</u>
Total other financing sources and (uses)	<u>493,629</u>	<u>651,755</u>	<u>639,794</u>	<u>(11,961)</u>
Net change in fund balances	<u>(2,124,758)</u>	<u>(2,124,758)</u>	<u>2,174,258</u>	<u>4,299,016</u>
Fund balances - beginning	<u>3,976,676</u>	<u>3,976,676</u>	<u>4,117,784</u>	<u>141,108</u>
Fund balances - ending	<u>\$ 1,851,918</u>	<u>\$ 1,851,918</u>	<u>\$ 6,292,042</u>	<u>\$ 4,440,124</u>

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

COUNTY OF VOLUSIA, FLORIDA
Federal and State Grants
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental revenues	\$ 32,877,181	\$ 40,998,696	\$ 15,558,269	\$ (25,440,427)
Charges for services	3,039,727	3,009,209	1,594,574	(1,414,635)
Interest revenues	5,400	7,013	(3,547)	(10,560)
Miscellaneous revenues	16,260	72,115	105,396	33,281
Total revenues	<u>35,938,568</u>	<u>44,087,033</u>	<u>17,254,692</u>	<u>(26,832,341)</u>
EXPENDITURES				
Current:				
General government	72,618	899,713	418,403	481,310
Public safety	1,196,135	2,226,388	1,254,893	971,495
Physical environment	1,054,276	3,780,412	715,264	3,065,148
Transportation	13,962,640	14,294,205	1,505,987	12,788,218
Economic environment	18,002,691	18,821,849	10,054,888	8,766,961
Human services	2,652,840	5,245,743	3,461,924	1,783,819
Culture/recreation	18,669	176,585	30,643	145,942
Total expenditures	<u>36,959,869</u>	<u>45,444,895</u>	<u>17,442,002</u>	<u>28,002,893</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,021,301)</u>	<u>(1,357,862)</u>	<u>(187,310)</u>	<u>1,170,552</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	146,035	527,662	171,876	(355,786)
Transfers (out)	-	(62,930)	(56,946)	5,984
Total other financing sources and (uses)	<u>146,035</u>	<u>464,732</u>	<u>114,930</u>	<u>(349,802)</u>
Net change in fund balances	(875,266)	(893,130)	(72,380)	820,750
Fund balances - beginning	<u>875,266</u>	<u>893,130</u>	<u>2,515,856</u>	<u>1,622,726</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,443,476</u>	<u>\$ 2,443,476</u>

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

COUNTY OF VOLUSIA, FLORIDA
County Transportation Trust
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive</u>
				<u>(Negative)</u>
REVENUES				
Taxes	\$ 14,580,125	\$ 14,580,125	\$ 14,822,466	\$ 242,341
Intergovernmental revenues	7,606,900	7,606,900	7,183,995	(422,905)
Charges for services	425,086	425,086	502,051	76,965
Interest revenues	300,000	300,000	(150,562)	(450,562)
Miscellaneous revenues	102,000	102,000	334,132	232,132
Total revenues	<u>23,014,111</u>	<u>23,014,111</u>	<u>22,692,082</u>	<u>(322,029)</u>
EXPENDITURES				
Current:				
Transportation				
Maintenance	57,215,169	57,115,969	21,643,448	35,472,521
Total transportation	<u>57,215,169</u>	<u>57,115,969</u>	<u>21,643,448</u>	<u>35,472,521</u>
Total expenditures	<u>57,215,169</u>	<u>57,115,969</u>	<u>21,643,448</u>	<u>35,472,521</u>
Excess (deficiency) of revenues				
over (under) expenditures	<u>(34,201,058)</u>	<u>(34,101,858)</u>	<u>1,048,634</u>	<u>35,150,492</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,221,147	3,221,147	3,221,147	-
Transfers (out)	(3,352,263)	(3,451,463)	(3,390,600)	60,863
Total other financing				
sources and (uses)	<u>(131,116)</u>	<u>(230,316)</u>	<u>(169,453)</u>	<u>60,863</u>
Net change in fund balances	(34,332,174)	(34,332,174)	879,181	35,211,355
Fund balances - beginning	34,332,174	34,332,174	41,366,184	7,034,010
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,245,365</u>	<u>\$ 42,245,365</u>

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

COUNTY OF VOLUSIA, FLORIDA
Gas Tax Revenue Bonds
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest revenues	\$ -	\$ -	\$ 10,804	\$ 10,804
Total revenues	<u>-</u>	<u>-</u>	<u>10,804</u>	<u>10,804</u>
EXPENDITURES				
Debt service:				
Principal retirement	2,875,000	2,875,000	2,875,000	-
Interest and fiscal charges	2,019,263	467,900	193,515	274,385
Payment to refunded bond escrow agent	41,880,524	41,880,524	41,887,359	(6,835)
Refunding bond issuance costs	-	99,476	64,412	35,064
Total expenditures	<u>46,774,787</u>	<u>45,322,900</u>	<u>45,020,286</u>	<u>302,614</u>
Excess (deficiency) of revenues over (under) expenditures		<u>(45,322,900)</u>	<u>(45,009,482)</u>	<u>313,418</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,894,263	4,894,263	4,595,083	(299,180)
Transfers (out)	-	(1,551,363)	(1,090,601)	460,762
Refunding bonds issued	-	41,980,000	41,505,000	(475,000)
Total other financing sources and (uses)	<u>4,894,263</u>	<u>45,322,900</u>	<u>45,009,482</u>	<u>(313,418)</u>
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

COUNTY OF VOLUSIA, FLORIDA
Volusia Forever
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u>
				<u>Positive</u>
				<u>(Negative)</u>
REVENUES				
Taxes	\$ 1,167,235	\$ 1,167,235	\$ 1,173,757	\$ 6,522
Charges for services	340,000	340,000	136,287	(203,713)
Interest revenues	49,500	49,500	33,319	(16,181)
Miscellaneous revenues	52,800	52,800	67,145	14,345
Total revenues	<u>1,609,535</u>	<u>1,609,535</u>	<u>1,410,508</u>	<u>(199,027)</u>
EXPENDITURES				
Current:				
Physical environment				
Environmental management	6,194,220	6,194,220	493,384	5,700,836
Total physical environment	<u>6,194,220</u>	<u>6,194,220</u>	<u>493,384</u>	<u>5,700,836</u>
Total expenditures	<u>6,194,220</u>	<u>6,194,220</u>	<u>493,384</u>	<u>5,700,836</u>
Excess (deficiency) of revenues				
over (under) expenditures	<u>(4,584,685)</u>	<u>(4,584,685)</u>	<u>917,124</u>	<u>5,501,809</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,780	2,780	2,780	-
Transfers (out)	(625,887)	(625,887)	-	625,887
Total other financing				
sources and (uses)	<u>(623,107)</u>	<u>(623,107)</u>	<u>2,780</u>	<u>625,887</u>
Net change in fund balances	<u>(5,207,792)</u>	<u>(5,207,792)</u>	<u>919,904</u>	<u>6,127,696</u>
Fund balances - beginning	<u>5,207,792</u>	<u>5,207,792</u>	<u>(5,879,841)</u>	<u>(11,087,633)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,959,937)</u>	<u>\$ (4,959,937)</u>

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Position
Proprietary Funds
September 30, 2013

	Business-type Activities - Enterprise Funds		
	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
ASSETS			
Current assets:			
Equity in pooled cash and investments	\$ 15,934,630	\$ 8,465,115	\$ 111,299
Restricted:			
Cash and cash equivalents	-	6,273,537	-
Receivable	-	195,644	-
Receivables:			
Accounts - net	992,886	597,308	67,893
Special assessments:			
Current receivable	-	-	-
Interest receivable	-	-	-
Due from other governments	694,203	1,311,434	8,310,748
Inventories	-	2,746	879,928
Prepaid items	-	-	826,723
Total current assets	17,621,719	16,845,784	10,196,591
Noncurrent assets:			
Restricted:			
Cash and cash equivalents	9,905,112	-	-
Receivables:			
Special assessments:			
Deferred receivable	-	-	-
Capital assets:			
Land	10,016,369	34,818,862	1,047,524
Buildings	7,558,636	7,561,922	9,874,249
Improvements other than buildings	30,080,251	152,851,106	1,639,593
Equipment	12,199,636	5,403,926	35,051,258
Intangibles	-	-	2,580,719
Construction in progress	-	6,938,999	14,211
Less: accumulated depreciation	(33,828,219)	(94,367,172)	(26,888,407)
Total capital assets (net of accumulated depreciation)	26,026,673	113,207,643	23,319,147
Total noncurrent assets	35,931,785	113,207,643	23,319,147
Total assets	53,553,504	130,053,427	33,515,738
DEFERRED OUTFLOW OF RESOURCES			
Deferred charges on debt refundings	-	587,299	-
Total deferred outflow of resources	-	587,299	-

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

Business-type Activities - Enterprise Funds (cont'd)

Water and Sewer Utilities	Parking Garage	Nonmajor Proprietary Fund		Totals	Governmental Activities - Internal Service Funds
		Garbage Collection			
\$ 11,208,449	\$ 418,165	\$ 2,159,913		\$ 38,297,571	\$ 64,128,658
2,336,057	500,000	-		9,109,594	-
-	-	-		195,644	-
1,542,640	33,410	-		3,234,137	1,413,256
10,362	-	-		10,362	-
1,491	-	-		1,491	-
118,312	-	-		10,434,697	39,038
-	-	-		882,674	462,662
-	-	-		826,723	1,412,678
<u>15,217,311</u>	<u>951,575</u>	<u>2,159,913</u>		<u>62,992,893</u>	<u>67,456,292</u>
-	-	-		9,905,112	-
10,987	-	-		10,987	-
7,301,580	-	-		53,184,335	-
149,326	10,480,383	-		35,624,516	1,915,516
82,054,927	-	-		266,625,877	458,733
1,864,160	549,702	-		55,068,682	28,193,501
218,629	-	-		2,799,348	372,798
2,897,807	-	-		9,851,017	-
<u>(36,645,258)</u>	<u>(2,631,552)</u>	<u>-</u>		<u>(194,360,608)</u>	<u>(16,758,223)</u>
<u>57,841,171</u>	<u>8,398,533</u>	<u>-</u>		<u>228,793,167</u>	<u>14,182,325</u>
<u>57,852,158</u>	<u>8,398,533</u>	<u>-</u>		<u>238,709,266</u>	<u>14,182,325</u>
<u>73,069,469</u>	<u>9,350,108</u>	<u>2,159,913</u>		<u>301,702,159</u>	<u>81,638,617</u>
<u>240,754</u>	<u>-</u>	<u>-</u>		<u>828,053</u>	<u>-</u>
<u>240,754</u>	<u>-</u>	<u>-</u>		<u>828,053</u>	<u>-</u>

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Position
Proprietary Funds
September 30, 2013

Business-type Activities - Enterprise Funds

	<u>Refuse Disposal</u>	<u>Daytona Beach International Airport</u>	<u>Volusia Transportation Authority</u>
LIABILITIES			
Current liabilities:			
Accounts and contracts payable	\$ 579,930	\$ 2,192,971	\$ 585,193
Accrued liabilities	-	-	213,511
Due to other funds	-	-	6,200,000
Due to other governments	-	45,276	2,189
Unearned revenue	-	-	150,000
Advance rents	-	79,045	-
Notes payable	-	-	-
Compensated absences payable	154,284	122,283	124,212
Estimated claims payable	-	-	-
Pollution remediation payable	37,000	58,084	-
Payable from restricted assets:			
Notes payable	-	224,000	-
Revenue bonds payable	-	2,195,000	-
Accrued interest payable	-	711,829	-
Total current liabilities	<u>771,214</u>	<u>5,628,488</u>	<u>7,275,105</u>
Noncurrent liabilities:			
Deposits	-	1,470	-
Advances from other funds	-	-	-
Advance rents	-	2,450,395	-
Notes payable	-	712,000	-
Compensated absences payable	428,360	339,510	344,865
Estimated claims payable	-	-	-
Revenue bonds payable	-	22,571,131	-
Pollution remediation payable	1,430,623	-	-
Landfill closure costs payable	21,279,741	-	-
Net OPEB obligation	-	-	-
Total noncurrent liabilities	<u>23,138,724</u>	<u>26,074,506</u>	<u>344,865</u>
Total liabilities	<u>23,909,938</u>	<u>31,702,994</u>	<u>7,619,970</u>
NET POSITION			
Net investment in capital assets	26,026,673	87,057,571	23,319,147
Restricted:			
Debt service	-	2,195,000	-
Passenger facility charges program	-	1,595,644	-
Equipment replacement	-	250,000	-
Maintenance and operations	-	1,492,708	-
Unrestricted	3,616,893	6,346,809	2,576,621
Total net position	<u>\$ 29,643,566</u>	<u>\$ 98,937,732</u>	<u>\$ 25,895,768</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net position of business-type activities

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

Business-type Activities - Enterprise Funds (cont'd)

Water and Sewer Utilities	Parking Garage	Nonmajor Proprietary Fund		Totals	Governmental Activities - Internal Service Funds
		Garbage Collection			
\$ 1,168,742	\$ 137,963	\$ 625,449		\$ 5,290,248	\$ 1,273,250
-	-	-		213,511	-
-	29,862	-		6,229,862	-
1,304	37,186	-		85,955	24,735
-	-	-		150,000	-
-	-	-		79,045	-
919,812	-	-		919,812	-
130,374	1,525	3,421		536,099	157,417
-	-	-		-	7,684,209
-	-	-		95,084	-
-	-	-		224,000	-
740,000	550,000	-		3,485,000	-
160,344	212,688	-		1,084,861	-
<u>3,120,576</u>	<u>969,224</u>	<u>628,870</u>		<u>18,393,477</u>	<u>9,139,611</u>
415,901	-	-		417,371	-
-	268,794	-		268,794	-
-	-	-		2,450,395	-
11,874,361	-	-		12,586,361	-
361,976	4,234	9,498		1,488,443	437,057
-	-	-		-	7,836,618
4,710,000	7,750,000	-		35,031,131	-
-	-	-		1,430,623	-
-	-	-		21,279,741	-
-	-	-		-	17,598,967
<u>17,362,238</u>	<u>8,023,028</u>	<u>9,498</u>		<u>74,952,859</u>	<u>25,872,642</u>
<u>20,482,814</u>	<u>8,992,252</u>	<u>638,368</u>		<u>93,346,336</u>	<u>35,012,253</u>
39,720,275	98,533	-		176,222,199	14,182,325
806,191	-	-		3,001,191	-
-	-	-		1,595,644	-
100,000	500,000	-		850,000	-
-	-	-		1,492,708	-
12,200,943	(240,677)	1,521,545		26,022,134	32,444,039
<u>\$ 52,827,409</u>	<u>\$ 357,856</u>	<u>\$ 1,521,545</u>		<u>209,183,876</u>	<u>\$ 46,626,364</u>
				4,706,677	
				<u>\$ 213,890,553</u>	

COUNTY OF VOLUSIA, FLORIDA
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For The Year Ended September 30, 2013

	Business-type Activities - Enterprise Funds		
	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
Operating Revenues:			
Charges for services	\$ 13,185,390	\$ 10,586,739	\$ 3,464,170
Miscellaneous revenues	627,713	330,261	79,158
Total operating revenues	13,813,103	10,917,000	3,543,328
Operating Expenses:			
Personal services	3,382,919	2,973,140	10,939,966
Contracted services	1,734,616	3,094,905	4,818,990
Supplies and materials	1,447,931	195,956	3,203,574
Repairs and maintenance	2,158,671	1,274,157	2,029,965
Utilities	136,934	871,824	182,690
Other services and charges	3,178,228	898,492	559,596
Depreciation	3,044,977	5,436,321	3,008,600
Claims and other accrued expenses	-	-	-
Total operating expenses	15,084,276	14,744,795	24,743,381
Operating income (loss)	(1,271,173)	(3,827,795)	(21,200,053)
Nonoperating Revenues (Expenses):			
Operating grants	-	662,035	9,913,428
Passenger facility charges	-	1,191,752	-
Interest revenues	(47,839)	(90,818)	2,295
Interest expense	-	(1,441,563)	-
Bond issuance and related administrative costs	-	(123,139)	-
Net gain (loss) on disposal of capital assets	100,223	(33,887)	3,059
Miscellaneous revenues	302	-	-
Total nonoperating revenues (expenses)	52,686	164,380	9,918,782
Income (loss) before contributions and transfers	(1,218,487)	(3,663,415)	(11,281,271)
Capital grants and contributions	352	6,441,027	8,078,094
Transfers in	47,257	29,188	7,391,803
Transfers (out)	-	-	-
Change in net position	(1,170,878)	2,806,800	4,188,626
Total net position - beginning, restated	30,814,444	96,130,932	21,707,142
Total net position - ending	\$ 29,643,566	\$ 98,937,732	\$ 25,895,768

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net position of business-type activities

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

Business-type Activities - Enterprise Funds (cont'd)

Water and Sewer Utilities	Parking Garage	Nonmajor Proprietary Fund		Totals	Governmental Activities - Internal Service Funds
		Garbage Collection			
\$ 13,626,831	\$ 2,362,176	\$ 8,480,575	\$ 51,705,881	\$ 61,841,682	
314,428	344	-	1,351,904	169,598	
<u>13,941,259</u>	<u>2,362,520</u>	<u>8,480,575</u>	<u>53,057,785</u>	<u>62,011,280</u>	
3,138,569	104,705	96,709	20,636,008	3,845,399	
1,902,958	1,066,820	8,101,040	20,719,329	1,839,506	
953,164	33,299	6,022	5,839,946	7,341,061	
1,328,921	541,054	6,241	7,339,009	3,488,452	
1,494,564	77,701	-	2,763,713	41,202	
376,778	16,605	4,810	5,034,509	4,125,806	
2,889,021	435,660	-	14,814,579	2,911,540	
-	-	-	-	39,690,340	
<u>12,083,975</u>	<u>2,275,844</u>	<u>8,214,822</u>	<u>77,147,093</u>	<u>63,283,306</u>	
<u>1,857,284</u>	<u>86,676</u>	<u>265,753</u>	<u>(24,089,308)</u>	<u>(1,272,026)</u>	
-	-	-	10,575,463	-	
-	-	-	1,191,752	-	
(58,466)	(4,585)	2,506	(196,907)	(202,020)	
(569,694)	(432,166)	-	(2,443,423)	-	
(560)	(3,500)	-	(127,199)	-	
(1,837)	-	-	67,558	279,801	
-	-	-	302	-	
<u>(630,557)</u>	<u>(440,251)</u>	<u>2,506</u>	<u>9,067,546</u>	<u>77,781</u>	
1,226,727	(353,575)	268,259	(15,021,762)	(1,194,245)	
1,000	-	-	14,520,473	388,529	
41,524	-	-	7,509,772	43,087	
-	-	-	-	(3,136,019)	
<u>1,269,251</u>	<u>(353,575)</u>	<u>268,259</u>	<u>7,008,483</u>	<u>(3,898,648)</u>	
<u>51,558,158</u>	<u>711,431</u>	<u>1,253,286</u>		<u>50,525,012</u>	
<u>\$ 52,827,409</u>	<u>\$ 357,856</u>	<u>\$ 1,521,545</u>		<u>\$ 46,626,364</u>	
			<u>387,064</u>		
			<u>\$ 7,395,547</u>		

COUNTY OF VOLUSIA, FLORIDA
Statement of Cash Flows
Proprietary Funds
For The Year Ended September 30, 2013

	Business-type Activities - Enterprise Funds		
	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
Cash Flows from Operating Activities			
Receipts from customers and users	\$ 12,649,147	\$ 10,366,020	\$ 3,380,789
Payments to suppliers	(6,360,083)	(6,097,842)	(10,731,440)
Payments to employees	(3,377,830)	(3,005,894)	(10,916,669)
Other operating revenue	627,713	330,261	79,158
Net cash provided (used) by operating activities	3,538,947	1,592,545	(18,188,162)
Cash Flows from Noncapital Financing Activities			
Transfers to other funds	-	-	-
Transfers from other funds	47,257	29,188	7,391,803
Proceeds from interfund loans	-	-	6,200,000
Subsidy from federal/state grants	-	681,795	6,458,103
Net cash provided (used) by noncapital financing activities	47,257	710,983	20,049,906
Cash Flows from Capital and Related Financing Activities			
Capital contributions	-	-	-
Acquisition and construction of capital assets	(1,264,470)	(7,526,945)	(8,058,174)
Principal paid on capital debt	-	(1,527,977)	-
Interest and other costs paid on capital debt	-	(1,561,855)	-
Proceeds from sale of capital assets	213,317	255	3,675
Proceeds from insurance	-	-	19,503
Receipts from capital grants	-	6,957,973	5,537,841
Net cash provided (used) by capital and related financing activities	(1,051,153)	(3,658,549)	(2,497,155)
Cash Flows from Investing Activities			
Interest revenues	(47,839)	(90,818)	2,295
Net cash provided (used) by investing activities	(47,839)	(90,818)	2,295
Net increase (decrease) in cash and cash equivalents	2,487,212	(1,445,839)	(633,116)
Cash and cash equivalents at beginning of year	23,352,530	16,184,491	744,415
Cash and cash equivalents at end of year	\$ 25,839,742	\$ 14,738,652	\$ 111,299
Cash and Cash Equivalents Classified As:			
Current assets	\$ 15,934,630	\$ 8,465,115	\$ 111,299
Restricted assets	9,905,112	6,273,537	-
Total cash and cash equivalents	\$ 25,839,742	\$ 14,738,652	\$ 111,299

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

Business-type Activities - Enterprise Funds (cont'd)

Water and Sewer Utilities	Parking Garage	Nonmajor Proprietary Fund		Totals	Governmental Activities - Internal Service Funds
		Garbage Collection			
\$ 13,741,015	\$ 2,396,684	\$ 8,480,575		\$ 51,014,230	\$ 61,058,146
(6,088,733)	(1,644,472)	(8,111,052)		(39,033,622)	(54,490,289)
(3,132,483)	(107,481)	(83,790)		(20,624,147)	(3,858,823)
314,428	344	-		1,351,904	169,598
<u>4,834,227</u>	<u>645,075</u>	<u>285,733</u>		<u>(7,291,635)</u>	<u>2,878,632</u>
-	-	-		-	(3,136,019)
41,524	-	-		7,509,772	43,087
-	-	-		6,200,000	-
-	-	-		7,139,898	-
<u>41,524</u>	<u>-</u>	<u>-</u>		<u>20,849,670</u>	<u>(3,092,932)</u>
12,104	-	-		12,104	-
(1,507,873)	(5,750)	-		(18,363,212)	(2,960,890)
(1,069,896)	(520,000)	-		(3,117,873)	-
(536,042)	(448,991)	-		(2,546,888)	-
7,010	-	-		224,257	299,035
-	-	-		19,503	-
-	-	-		12,495,814	-
<u>(3,094,697)</u>	<u>(974,741)</u>	<u>-</u>		<u>(11,276,295)</u>	<u>(2,661,855)</u>
(58,466)	(4,585)	2,506		(196,907)	(202,020)
<u>(58,466)</u>	<u>(4,585)</u>	<u>2,506</u>		<u>(196,907)</u>	<u>(202,020)</u>
1,722,588	(334,251)	288,239		2,084,833	(3,078,175)
<u>11,821,918</u>	<u>1,252,416</u>	<u>1,871,674</u>		<u>55,227,444</u>	<u>67,206,833</u>
<u>\$ 13,544,506</u>	<u>\$ 918,165</u>	<u>\$ 2,159,913</u>		<u>\$ 57,312,277</u>	<u>\$ 64,128,658</u>
\$ 11,208,449	\$ 418,165	\$ 2,159,913		\$ 38,297,571	\$ 64,128,658
2,336,057	500,000	-		19,014,706	-
<u>\$ 13,544,506</u>	<u>\$ 918,165</u>	<u>\$ 2,159,913</u>		<u>\$ 57,312,277</u>	<u>\$ 64,128,658</u>

COUNTY OF VOLUSIA, FLORIDA
Statement of Cash Flows
Proprietary Funds
For The Year Ended September 30, 2013

Business-type Activities - Enterprise Funds

	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	\$ (1,271,173)	\$ (3,827,795)	\$ (21,200,053)
Depreciation	3,044,977	5,436,321	3,008,600
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	(210,411)	(142,368)	(50,809)
(Increase) decrease in due from other governments	(325,832)	694	-
(Increase) decrease in inventories	-	703	(51,308)
(Increase) decrease in prepaid items	-	-	226,375
Increase (decrease) in accounts and contracts payable	405,300	290,805	(86,409)
Increase (decrease) in due to other governments	(223)	1,308	(581)
Increase in accrued liabilities	-	-	26,107
Increase (decrease) in deposits payable	-	(94,437)	-
(Decrease) in unearned revenue	-	(79,045)	(83,381)
Increase in estimated claims payable	-	-	-
Increase in landfill closure costs	1,865,715	-	-
Increase (decrease) in compensated absences payable	5,089	(32,754)	23,297
Increase in pollution remediation payable	25,505	39,113	-
Increase in net OPEB obligation	-	-	-
Total adjustments	4,810,120	5,420,340	3,011,891
Net cash provided (used) by operating activities	\$ 3,538,947	\$ 1,592,545	\$ (18,188,162)
Noncash Investing, Capital, and Financing Activities:			
Contributions of capital assets from other sources	\$ 352	\$ 2,476	\$ -
Capital asset purchases on account	-	1,636,114	52,249

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

Business-type Activities - Enterprise Funds (cont'd)

Water and Sewer Utilities	Parking Garage	Nonmajor Proprietary Fund		Totals	Governmental Activities - Internal Service Funds
		Garbage Collection			
\$ 1,857,284	\$ 86,810	\$ 265,753		\$ (24,089,174)	\$ (1,272,026)
2,889,021	435,660	-		14,814,579	2,911,540
115,005	-	-		(288,583)	(827,120)
(44,914)	34,508	-		(335,544)	73,227
-	-	-		(50,605)	(32,461)
-	-	-		226,375	(402,290)
(32,892)	67,850	7,061		651,715	354,999
544	23,157	-		24,205	11,744
-	-	-		26,107	-
44,093	-	-		(50,344)	-
-	-	-		(162,426)	-
-	-	-		-	148,082
-	-	-		1,865,715	-
6,086	(2,910)	12,919		11,727	(13,424)
-	-	-		64,618	-
-	-	-		-	1,926,361
<u>2,976,943</u>	<u>558,265</u>	<u>19,980</u>		<u>16,797,539</u>	<u>4,150,658</u>
<u>\$ 4,834,227</u>	<u>\$ 645,075</u>	<u>\$ 285,733</u>		<u>\$ (7,291,635)</u>	<u>\$ 2,878,632</u>
\$ 1,000	\$ -	\$ -		\$ 3,828	\$ 408,608
647,375	-	-		2,335,738	365,014

COUNTY OF VOLUSIA, FLORIDA
Statement of Fiduciary Net Position
Fiduciary Funds
September 30, 2013

	Volunteer Firefighters Pension Trust Fund	Agency Funds
ASSETS	<u> </u>	<u> </u>
Equity in pooled cash and investments	\$ 3,089,104	\$ 8,332,194
Pension investments:		
Common stock	1,369,983	-
Receivables:		
Accounts - net	-	126,079
Special assessments:		
Current receivable	-	7,899
Deferred receivable	-	37,621
Interest receivable	-	27,183
Due from other governments	-	2,184
Total assets	<u>4,459,087</u>	<u>8,533,160</u>
 LIABILITIES		
Accounts and contracts payable	-	8,129
Due to other governments	-	8,081,006
Deposits	-	444,025
Total liabilities	<u>-</u>	<u>8,533,160</u>
 NET POSITION		
Held in trust for:		
Pension benefits	4,459,087	-
Total net position	<u>\$ 4,459,087</u>	<u>\$ -</u>

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2013

	<u>Volunteer Firefighters Pension Trust Fund</u>
ADDITIONS	
Contributions:	
Employer	\$ -
Total contributions	<u>-</u>
Investment earnings:	
Net decrease in fair value of investments	(31,739)
Interest	257,172
Dividends	-
Total investment earnings	<u>225,433</u>
Total additions	<u>225,433</u>
 DEDUCTIONS	
Benefits	79,861
Administrative expenses	9,921
Total deductions	<u>89,782</u>
Change in net position	135,651
Net position - beginning of year	<u>4,323,436</u>
Net position - end of year	<u>\$ 4,459,087</u>

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



Volusia County
FLORIDA

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Position
Component Units
September 30, 2013

	Clerk of the Circuit Court	Volusia County Law Library	Total
ASSETS			
Equity in pooled cash and investments	\$ 7,844,048	\$ 506,645	\$ 8,350,693
Receivables:			
Accounts - net	2,914	-	2,914
Due from primary government	1,318	-	1,318
Due from other governments	101,181	-	101,181
Leasehold improvements	-	39,436	39,436
Equipment	7,475,360	171,105	7,646,465
Accumulated depreciation	(5,668,358)	(186,377)	(5,854,735)
Total assets	9,756,463	530,809	10,287,272
LIABILITIES			
Accounts and contracts payable	71,457	447	71,904
Accrued liabilities	265,494	-	265,494
Due to primary government	773,452	-	773,452
Due to other governments	950,714	-	950,714
Deposits	560,886	-	560,886
Unearned revenue	79,960	-	79,960
Non-current liabilities:			
Due within one year:			
Compensated absences payable	385,266	-	385,266
Due in more than one year:			
Compensated absences payable	621,323	-	621,323
Net OPEB obligation	427,031	-	427,031
Total liabilities	4,135,583	447	4,136,030
NET POSITION			
Net investment in capital assets	1,807,002	24,164	1,831,166
Restricted:			
Public record modernization	4,862,232	-	4,862,232
Unrestricted (deficit)	(1,048,354)	506,198	(542,156)
Total net position	\$ 5,620,880	\$ 530,362	\$ 6,151,242

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Activities
Component Units
For the Year Ended September 30, 2013

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Clerk of the Circuit Court				
Operations	\$ 19,638,102	\$ 17,856,385	\$ 555,247	\$ -
Total Clerk of the Circuit Court	<u>19,638,102</u>	<u>17,856,385</u>	<u>555,247</u>	<u>-</u>
Volusia County Law Library				
Operations	610,485	23,301	-	-
Total Volusia County Law Library	<u>610,485</u>	<u>23,301</u>	<u>-</u>	<u>-</u>
Total component units	<u>\$ 20,248,587</u>	<u>\$ 17,879,686</u>	<u>\$ 555,247</u>	<u>\$ -</u>

General Revenues:
Interest revenue
Miscellaneous
Payment from County of Volusia
Total general revenues and payment from County of Volusia

Change in net position

Net position - beginning

Net position - ending

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

Net (Expense) Revenue and Changes in Net Position

<u>Clerk of the Circuit Court</u>	<u>Volusia County Law Library</u>	<u>Totals</u>
\$ (1,226,470)	\$ -	\$ (1,226,470)
<u>(1,226,470)</u>	<u>-</u>	<u>(1,226,470)</u>
-	(587,184)	(587,184)
<u>-</u>	<u>(587,184)</u>	<u>(587,184)</u>
<u>\$ (1,226,470)</u>	<u>\$ (587,184)</u>	<u>\$ (1,813,654)</u>
1,428	565	1,993
2,713	2,885	5,598
-	602,301	602,301
<u>4,141</u>	<u>605,751</u>	<u>609,892</u>
<u>(1,222,329)</u>	<u>18,567</u>	<u>(1,203,762)</u>
<u>6,843,209</u>	<u>511,795</u>	<u>7,355,004</u>
<u>\$ 5,620,880</u>	<u>\$ 530,362</u>	<u>\$ 6,151,242</u>



Volusia County
FLORIDA

COUNTY OF VOLUSIA, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2013

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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County of Volusia, Florida have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant County accounting policies are described below.

A. REPORTING ENTITY

The County of Volusia, Florida, is a Home Rule Charter County as provided for by Section 125.60 of the Florida Statutes. The County operates under a Council/Manager form of government and provides various services to its over 500,000 residents including public safety, transportation, health and social services, culture/recreation, planning, zoning, and other community enrichment and development services.

The legislative branch of the Charter government is composed of a seven-member, elected Council. The establishment and adoption of policy is the responsibility of the County Council, and the execution of such policy is the responsibility of the Council-appointed County Manager.

In addition to the elected County Council, the Charter provides for an elected Sheriff, Property Appraiser, and Supervisor of Elections to serve as department directors. The duties of the Tax Collector are included in the responsibilities of the Financial and Administrative Services Department. The elected Clerk of the Circuit Court is excluded from the activities of the County and maintains separate accounting records and budgets.

The accompanying financial statements present the primary government, and its component units, for which the primary government is considered to be financially accountable. Also included are other entities for which the nature and significance of their relationship with the primary government are such that exclusion could cause the County's financial statements to be misleading or incomplete.

1. Discretely Presented Component Units

The component unit column in the government-wide financial statements includes the financial data of the County's component units. They are included because, if excluded, the County's financial statements would be misleading. They are reported in a separate column in the government-wide financial statements to emphasize their legal separation from the County. The following component units are included in the statements:

- **Clerk of the Circuit Court** – The Volusia County Clerk of the Circuit Court is responsible for the operations of the Clerk's Office, which provides support to the justice system within the County. The Clerk of the Circuit Court is elected by the voters and is a separate legal entity under the Volusia County Home Rule Charter. Office space is furnished by the County and all title to real property is in the County's name. Though the Clerk's office prepares and approves its own budget, it must remit to the County the excess revenues over expenditures for its general government operations after the close of the fiscal year, in accordance with Section 218.36 of the Florida Statutes. While the Clerk of the Circuit Court does not meet fiscal dependency or financial accountability criteria, it is included as a component unit because its exclusion from the financial reporting entity would render the County's financial statements misleading. (*Constitution of the State of Florida, Article VIII, Section 1(d).*; *Volusia County Home Rule Charter, Article V.*)
- **Volusia County Law Library** – The Volusia County Law Library is a public corporation responsible for providing two centralized and consolidated law libraries for the benefit of the general public of the County. A Board of Trustees manages the Law Library. Funding for the Law Library shall be taxed and collected by the Clerk of the Circuit Court as authorized by Florida Statutes or other laws. However, the Board of Trustees may petition the County Council for supplemental funding, and the Council may, at its discretion, appropriate such additional support. As a result, the Law Library is included as a component unit because its exclusion would render the County's financial statements misleading. (*Special Acts, Chapter 69-1706; Volusia County Code of Ordinances, Section 214-61.*)

Each discretely presented component unit issues separate financial statements and has a September 30 fiscal year end. Complete financial statements of the individual component units can be obtained from their respective administrative offices:

Volusia County Clerk of the Circuit Court
101 North Alabama Avenue
DeLand, FL 32724

Volusia County Law Library
125 East Orange Avenue
Daytona Beach, FL 32114

2. Related Organizations

The County is responsible for appointing members of boards to other organizations, but is not accountable for these organizations. The following related organizations are not included in the reporting entity:

- Volusia County Health Facilities Authority
- Housing Finance Authority of Volusia County
- Volusia County Industrial Development Authority
- Volusia County Educational Facilities Authority

3. Dependent Special Districts

Included within the financial report are the East Volusia Transportation District, Ponce Inlet and Port Authority, Growth Management Commission, West Volusia Library District, and Volusia County Fire District. These dependent special districts are special-purpose-taxing units within a limited boundary, created and governed by the County Council, and thus, legally part of the County.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT PRESENTATION

While separate government-wide and fund financial statements are presented, they are interrelated.

1. Government-wide Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. For the most part, the effect of interfund activity has been removed from the government-wide statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or activity is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or activity. However, the direct expenses may contain elements of allocated, incidental indirect costs. *Program revenues* include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or activity. Special assessments are included as a capital contribution. Taxes, except the gas taxes imposed by the County in which case they are reported as program revenues, and other items not properly included among program revenues are reported instead as *general revenues*.

2. Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds which are reported as separate columns in the fund financial statements. The remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

- The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

- The *Municipal Service District Fund*, a special revenue fund, accounts for the fiscal activity relating to the municipal type services of zoning, development engineering, planning, sheriff's services, parks and recreation, and animal control for the unincorporated areas of the County. These activities are primarily funded by ad valorem, utility, and communication service taxes, permit and use fees, and service charges.
- The *Federal and State Grants Fund*, a special revenue fund, accounts for the fiscal activity relating to funds received from various federal and state grant programs.
- The *County Transportation Trust Fund*, a special revenue fund, accounts for the fiscal activity relating to County road and bridge maintenance and construction. This fund's primary source of funding is from state and local gas taxes.
- The *Gas Tax Revenue Bonds Fund*, a debt service fund, accounts for the fiscal activity relating to funds spent for payment of principal, interest, and related costs of the Series 2013 Gas Tax Refunding revenue bonds.
- The *Volusia Forever Fund*, a special revenue fund, accounts for the fiscal activities primarily relating to the management and improvement of environmentally sensitive lands acquired through the Volusia Forever program. Programs are funded by a voter approved ad valorem tax.

The County reports the following major proprietary funds:

- The *Refuse Disposal Fund* accounts for the fiscal activity of all solid waste disposal within the County.
- The *Daytona Beach International Airport Fund* accounts for the fiscal activity of the Daytona Beach International Airport.
- The *Volusia Transportation Authority Fund* accounts for the fiscal activity of the Votran bus system.
- The *Water and Sewer Utilities Fund* accounts for the fiscal activities of County-owned water and sewer plants and distribution and collection systems located primarily in unincorporated areas.
- The *Parking Garage Fund* accounts for the fiscal activities of the County-owned parking facility located adjacent to the Ocean Center.

The County reports the following non-major proprietary fund:

- The *Garbage Collection Fund* accounts for the fiscal activities of garbage collection within the unincorporated areas of the County.

Additionally, the County reports the following fund types:

- *Special Revenue Funds* account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specified purposes.
- *Debt Service Funds* account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.
- *Capital Projects Funds* account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).
- *Internal Service Funds* account for computer replacement, vehicle maintenance, insurance, and employee group insurance services provided primarily to the departments or agencies of the County, or in some cases, to other governments, on a cost reimbursement basis.

- The *Pension Trust Fund* accounts for funds received from Fire Services to provide retirement benefits for volunteer firefighters.
- *Agency Funds* account for resources held by the County in a custodial capacity for other individuals, private organizations, or other governments. This includes ad valorem taxes collected and distributed to cities and other taxing agencies, funds held for inmates pending their release, impact fees collected and distributed to the local school board, as well as state sales tax and motor vehicle fees collected on behalf of and distributed to the state.

During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e. the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type column.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

1. Government-wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, in much the same manner as the proprietary fund and pension trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

2. Fund Financial Statements

- Governmental funds:

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes, sales tax, tourism-related taxes, gas tax, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. Expenditure-driven grants are recognized as revenue when qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences, pollution remediation, and claims and judgments, are recorded only when payment is due. As a general rule, expenditures related to debt service principal and interest payments are recognized in the period they come due. Because the County must fund those expenditures in the current period,

large surpluses result even though the payments are due the first day of the new fiscal year. To avoid possible misinterpretation of the financial statements, the County has elected to recognize the expenditure and related fund liabilities in the current period for bonds for which the principal and interest payments are due October 1.

- Proprietary and fiduciary funds:

The proprietary funds, including enterprise and internal service funds, and pension trust funds, are reported using the *economic resources measurements focus* and the *accrual basis of accounting*. The agency fund has no measurement focus but utilizes the *accrual basis of accounting* for reporting its assets and liabilities.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise funds and of the County's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first and then unrestricted resources.

D. BUDGETARY BASIS OF ACCOUNTING

Annual budgets are legally adopted by the County Council, on a basis consistent with generally accepted principles for the general, special revenue, and debt service funds. Capital project funds are appropriated on a project length basis. Formal budgetary integration is employed as a management control device during the year for all governmental funds. Formal budgetary integration is not employed for the enterprise or internal service funds.

The annual budget is prepared at the fund, department, and division level. The department directors submit requests for appropriations to the budget director, who under the direction of the Chief Financial Officer (CFO), compiles the requests and submits to the County Manager. The County Manager submits his recommended budget to the County Council. Public hearings on the proposed budget are held in September. On or before October 1, the budget is adopted by County Council. During the year, should they be needed, transfers of appropriations between departments and divisions may occur without County Council approval if the transfers do not occur between funds. However, transfers between funds require County Council approval. If during the fiscal year, the County Manager certifies that there are additional available revenues for appropriation in excess of those estimated in the budget, the Council may make supplemental appropriations for the year, up to the amount of such excess revenues.

Appropriations in all funds lapse at the close of the fiscal year to the extent that it has not been re-budgeted in the following fiscal year. An appropriation for a capital program within the general or special revenue funds shall be re-budgeted on an annual basis until the purpose for which it was made has been accomplished or abandoned. The purpose of any appropriation shall be deemed abandoned if, after three years, no disbursement or encumbrance has been made.

E. PROPERTY TAXES

On November 1, the levy date, the property assessment roll is certified, based upon values as of January 1 (valuation date), and all real and tangible personal property taxes are due and payable. Taxes are collected and considered current from November 1 to March 31. On April 1, all unpaid real and tangible personal property taxes are considered delinquent. On May 31, the lien date, tax certificates are sold on all real estate parcels with unpaid real property taxes. By no later than August 31, the County is given authorization through court order to seize, for eventual sale, personal property if the taxpayer fails to pay the delinquent personal property tax.

F. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are reported as Equity in Pooled Cash and Investments and includes all highly liquid investments, including restricted assets. In addition, investments in money market funds are sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, thus equity in these funds is also deemed to be a cash equivalent.

G. INVESTMENTS

Investments for the County are reported at fair value. The County invests in two government money market mutual funds which are regulated by Rule 2a-7 of the Investment Company Act of 1940 and are registered with the Securities and Exchange Commission. Each fund seeks to maintain a stable net asset value (NAV) of \$1.00 per share. See Note 2 for further details on the County's investments.

H. RECEIVABLES AND PAYABLES

1. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Advances between funds, as reported in the fund financial statements, are offset by a fund balance classification indicating that they are not available for appropriation and are not expendable available financial resources in the governmental type funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

2. Unbilled Service Receivables

Estimated unbilled revenues of the County's water and sewer system are recorded for services rendered, but not yet billed as of the end of the fiscal year. The receivable is estimated by prorating the number of days applicable to the cycle billing.

3. Employee Receivables

Employee receivables primarily include amounts owed to the County by its employees for: (1) repayment of pay resulting from a change in bi-weekly pay period ending dates that occurred in fiscal years 1977 and 1986; (2) repayment of amounts loaned to employees to purchase a computer offered through the County's computer purchase program. The financing period for these loans is two years and repayment is received through payroll deduction.

4. Unearned Revenue

Unearned revenues recorded on the governmental fund balance sheet represents amounts received before eligibility requirements are met.

5. Advance Rents

The County entered into a long-term lease agreement with the Volusia County School Board for property at the Daytona Beach International Airport. As a result of this agreement, advance rents are recorded on the proprietary funds statement of net position.

6. Allowance for Doubtful Accounts

Accounts receivable have been reported net of the allowance for doubtful accounts. Accounts receivable in excess of 120 to 180 days are subject to being considered as uncollectible.

I. INVENTORIES AND PREPAID ITEMS

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded using the consumption method, that is, as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

J. CAPITAL ASSETS

Capital assets, which include: land, buildings, improvements, equipment, intangibles, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Buildings, improvements, and equipment with initial, individual costs that equal or exceed \$1,000 and estimated useful lives of over one year are recorded as capital assets.

Software, which is reported as an intangible asset, is capitalized when its initial cost equals or exceeds \$100,000 and possesses an estimated useful life of more than one year. Roads, bridges, and sidewalks are capitalized when their initial costs equal or exceed \$125,000 and possess estimated useful lives of more than one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Buildings, improvements, equipment, intangibles, and infrastructure assets of the government are depreciated using the straight line method based upon the following estimated useful lives:

Estimated Use Lives	
<u>Assets</u>	<u>Years</u>
Buildings	15 - 40
Improvements other than buildings	5 - 30
Equipment	3 - 20
Intangibles	10 - 30
Infrastructure	15 - 35

K. COMPENSATED ABSENCES

County policy permits employees to accumulate a limited amount of earned, but unused personal, vacation, and sick leave. These benefits are payable to employees upon separation from service. All leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported.

L. LONG-TERM OBLIGATIONS

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bond insurance costs are amortized over the life of bonds using the straight line method. Bonds payable are reported net of the applicable unamortized bond premium or discount and insurance cost. Bond issuance costs are reported as an expense in the period incurred.

For refundings of debt reported in the government-wide and proprietary type funds financial statements, the difference between the reacquisition price and the net carrying amount of the old debt will be deferred and amortized in a systematic and rational manner over the remaining life of the old debt or the life of the new debt, whichever is shorter. On the statement of net position, the deferred amount is reported as deferred outflows/inflows of resources. Bond issuance costs are reported as an expense in the period incurred.

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

M. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

The statement of net position will report, when applicable, separate sections for deferred outflows and deferred inflows of resources. Deferred outflows of resources is a consumption of net position by the government that applies to a future reporting period and so, will not be recognized as an expense/expenditure until then. Deferred charges on debt refinancing, whereby the reacquisition price of the refunding debt instruments exceed their net carrying amount, are reported in the government-wide and proprietary type funds as deferred outflows in the County's statements. A deferred inflow of resources is an acquisition of net position by the government that is applicable to a future period

and so, will not be recognized as revenue until that time. Due to the modified accrual basis of accounting applied to governmental fund types, property taxes and special assessment revenues are reported when available, and as such, have portions that are reported in the governmental funds balance sheet. As a result, these portions are reported as deferred inflows. In addition, a deferred charge resulting from a debt refinancing whereby the net carrying amount of the debt instrument exceeds its purchase price is reported in the government-wide and proprietary type funds as a deferred inflow.

N. FUND BALANCE

Fund balance for governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. As a result, the fund balance classifications make more transparent these constraints.

Fund balance is divided into two major types: nonspendable and spendable. Nonspendable fund balances include amounts that cannot be converted to cash or are legally or contractually required to be maintained intact. The County considers inventory, prepayments, advances, deposits, and long-term receivables as nonspendable items. Spendable fund balances of governmental funds are classified based upon a hierarchy that identifies the constraints or specific purposes for which amounts in those funds can be spent. The classifications of spendable fund balances include:

- **Restricted:** includes amounts that can be spent only for the specific purposes stipulated by external resource providers such as grantors or enabling federal, state, or local legislation. Restrictions may be changed or lifted only with the consent of the resource providers. Restricted amounts are presented in the general, special revenue, debt service, and capital project funds.
- **Committed:** includes amounts that can be used only for the specific purposes determined by formal action of the highest level of decision making authority. The County Council is considered the highest level of decision making authority and formalizes this type of action by resolution in a public meeting. A commitment can only be modified or removed by the same formal action. The County Council, at this time, has not taken formal action to commit any fund balances. As such, no committed fund balances are reported.
- **Assigned:** includes amounts that either the County Council, by approval of the County's annual budget or other resolution, or through delegation to the County Manager, intends to be used for specific purposes and do not constitute either restricted or committed funds. Assigned amounts include carry forward of prior year's allocations relating to unspent capital funding and future capital outlay/improvements, all of which are reappropriated in the following year's budget.
- **Unassigned:** includes residual positive fund balance within the general fund or the fund balance for any special revenue, debt service, or capital projects fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The County spends restricted amounts first when both restricted and assigned/unassigned fund balance is available unless there are legal documents/contracts that prohibit this action, such as in grant agreements requiring dollar for dollar spending. Additionally, the County would use its assigned fund balance first, before unassigned, with the exception of the emergency reserve which can only be spent by approval of County Council. While the County has not adopted a formal fund balance policy that would allow the emergency reserve to be reported as a committed fund balance, specific procedures included in the County's adopted annual budget require that these funds are to be used only to the extent that other revenues or funds are not available.

O. RESTRICTED NET POSITION

Certain amounts are classified as restricted net position on the government-wide and business-type funds' statement of net position. Their use is limited by applicable bond covenants or laws/regulations imposed by other governmental agencies. The restricted net position is used to report resources set aside to:

- provide funding for law enforcement and fire safety; conservation programs; transportation related construction and maintenance programs; human services and community development programs; and library, parks, and tourism programs; and other legally restricted activities, based upon specific federal, state, and local legislative requirements.
- accumulate funds necessary to meet debt service obligations.

- fund allowable expenditures from passenger facility charges.
- accumulate the necessary funds, as required by bond covenants, to cover the cost of replacement of capital assets (land and equipment).
- accumulate the necessary funds, as required by bond covenants, to cover the cost of future maintenance and operating expenses.

P. INTERFUND TRANSACTIONS

Interfund services provided and used are recorded as revenues in the seller funds and expenditures or expenses in purchaser funds. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it, which are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund, and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except reimbursements, are reported as transfers.

Q. RECLASSIFICATIONS

Certain September 30, 2012 account balances have been reclassified in this report to conform with the financial statement presentation used in 2013.

NOTE 2. CASH AND INVESTMENTS

The County uses a pool fund to accumulate and account for its cash and investment activity. All funds, except certain and other restricted funds, are participants in the pool. As such, each participating funds' portion of the pool is reported as "Equity in Pooled Cash and Investments" in the governmental and proprietary funds' balance sheets. In addition, certain investments of the Refuse Disposal and Volunteer Firefighters Pension Trust funds are held separately from those of other County funds and are not included in the pool. Investments are reported at fair value.

A. DEPOSITS

All bank balance deposit amounts are covered by federal depository insurance or collateral with the State of Florida under the Florida Security for Public Deposits Act. The Florida Security for Public Deposits Act establishes guidelines for qualification and participation by banks and savings associations, procedures for the administration of the collateral requirements, and characteristics of eligible collateral. Under the Act, County deposits in qualified public depositories are totally insured. The qualified public depository must pledge at least 50 percent of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance. Additional collateral, up to a maximum of 125 percent, may be required, if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Treasurer, or with the approval of the State Treasurer, to a bank, savings association, or trust company provided a power of attorney is delivered to the Treasurer.

B. INVESTMENTS

The County's investment policy, established by county ordinance, provides investment guidelines for the County. This policy applies to all financial assets held or controlled by the County, with the exception of certain pension, trust, or debt related funds which are controlled by other ordinances or policies. The primary objectives of investment activities, in priority order, are: safety, liquidity, and yield. Safety of principal is the foremost objective of the investment program. Investments are undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. The investment portfolio remains sufficiently liquid to meet all operating requirements that are reasonably anticipated. The portfolio is designed with the objectives of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and liquidity needs. As a result, the core of investments is limited to relatively low risk securities in anticipation of earning a fair return relative to the risk being assumed.

Authorized investment instruments include: negotiable direct obligations which are unconditionally guaranteed by the United States Government; bonds, debentures, notes, or other indebtedness guaranteed by United States Government agencies; corporate obligations that are fully insured by the Federal Deposit Insurance Corporation (FDIC); money market mutual funds regulated by the Securities and Exchange Commission (SEC); bankers

acceptances; commercial paper; non-negotiable interest-bearing time certificates of deposit or saving accounts; repurchase agreements; state and/or local government taxable and tax-exempt debt, and intergovernmental investment pools that are authorized pursuant to the Florida Interlocal Cooperative Act, with the exception of the State Board of Administration's Local Government Surplus Fund, in which no investments were to be made after December, 2007. Additionally, the County may invest Volunteer Firefighters Pension funds in bonds, stocks or other evidence of indebtedness issued or guaranteed by a corporation organized under the laws of the United States. The County may also invest pension funds in mutual funds regulated by the SEC, index mutual funds of a broad-based index, and the County's investment pool. Pension fund investments will be diversified with no more than 30 percent of its value invested in the securities of any single issuer or instrument. This limitation shall not apply to U.S. Government securities and its agencies or the County's investment pool account.

At the close of the fiscal year, the County held investments in United States Government notes and other federal instrumentalities, government money market mutual funds, and stocks. All are debt securities of the issuer, except for the stocks held by the Volunteer Firefighters Pension Trust Fund. Sixty-nine percent of the Volunteer Firefighter's Pension Trust is invested in the County's pooled cash fund and 26 percent in common stock of Brown and Brown, Inc. The remaining five percent is invested in two other common stocks. The government money market mutual funds are not debt securities of the issuer, but hold debt securities of the U.S. government and repurchase agreements whose underlying securities are debt securities of the U.S. government. County investment policies permit the County to enter into reverse repurchase agreements; however, there were no such investments in fiscal year 2013.

As of September 30, 2013, the County's cash and investments are as follows:

Investments Type	Maturities	Credit Quality	Fair Value
U. S. Treasury notes and bills	July 2014 - February 2017	AAA/Aaa	\$ 14,012,026
Federal instrumentalities	March 2014 - February 2019	AAA/Aaa	241,888,571
Stocks	N/A	N/A	1,369,983
Subtotal			257,270,580
Money Market - Mutual Funds	N/A	AAAm/Aaa	66,450,235
Local Government Surplus Funds Trust			
Fund Pool B	N/A	N/A	3,920
Carrying value of cash and restricted cash	N/A	N/A	61,217,430
Total			\$ 384,942,165

Interest Rate Risk: The risk that the market value of securities in the portfolio will fall due to changes in general interest rates. In accordance with the County's investment policy, interest rate risk is mitigated by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity; and by investing operating funds primarily in shorter-term securities.

As of September 30, 2013, the County's investments in money market mutual funds and debt securities (U. S. Treasury notes and bills, federal agencies, and corporate notes) were structured to mature within the following time frames:

Investment Type	Fair Value
Money Market Mutual Funds:	
21 to 52 days	\$ 66,450,235
Debt Securities:	
7 days to 6 months	\$ 9,038,691
6 months to 1 year	14,079,919
1 to 2 years	14,026,320
2 to 3 years	32,982,502
3 to 4 years	59,683,827
4 to 5 years	112,286,801
5 to 6 years	13,802,537
Total Debt Securities	\$ 255,900,597

Credit Risk: The risk of losses due to the failure of the security issuer or backer. In accordance with the County's investment policy, credit risk is mitigated by limiting investments to the safest types of securities; pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the County will do business; and by diversifying the investment portfolio so that potential losses on individual securities will be minimized.

Custodial Credit Risk: The County's investment policy requires that all securities purchased and/or collateral obtained by the Chief Financial Officer shall be properly designated as an asset of the County and held in safekeeping by the trust department and no withdrawal of such securities, in whole or in part, shall be made from safekeeping except by an authorized County employee. Treasury and federal agency assets held by the County are held by the Federal Reserve in an account for our bank/custodian. Other securities not held at the Federal Reserve, such as Commercial Paper, are held by the bank/custodian segregated from all assets/investments of other bank/custodian clients as well as their own.

Concentration of Credit Risk: To the extent possible, the County shall attempt to match its investment maturities with anticipated cash flow requirements; and the County will not invest in securities maturing more than ten years from the date of purchase unless it is for a specific reserve or other identified special fund. The County's written investment policy places limits on the percentage of the portfolio that may be invested in each type of investment. The County is permitted to invest:

- 100 percent of its cash in the United States government securities.
- 75 percent of its cash in United States government agencies and instrumentalities, repurchase agreements, and money market mutual funds.
- 50 percent of its cash in interest-bearing time certificates of deposit, and intergovernmental investment pools with the exception of the State Board of Administration's Local Government Surplus Fund, which is specifically disallowed.
- 30 percent of its cash in state and local government debt, and banker's acceptances.
- 25 percent in commercial paper.

The County's investment policy also states that investments will be diversified to the extent possible, to control the risk of loss resulting from over concentration of assets in a specific maturity, issuer, instrument, dealer, or bank through which financial instruments are bought and sold.

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**NOTE 3.
ACCOUNTS/EMPLOYEE RECEIVABLES**

Amounts are aggregated into a single accounts or employee receivables line (net of allowance for uncollectible amounts) for certain funds and aggregated columns. Below is the detail of these receivables, as of September 30, 2013, including the applicable allowances for uncollectible amounts:

	<u>Accounts/ Employee Receivables</u>	<u>Allowance for Doubtful Accounts</u>	<u>Accounts/ Employee Receivables, Net</u>
Governmental Funds:			
Major Funds:			
General	\$ 9,752,250	\$ 6,863,920	\$ 2,888,330
Municipal services district	754,606	-	754,606
Federal and state grants	63,926	-	63,926
Nonmajor Funds	888,045	76,463	811,582
Total Governmental Funds	<u><u>\$ 11,458,827</u></u>	<u><u>\$ 6,940,383</u></u>	<u><u>\$ 4,518,444</u></u>
Fiduciary Funds:			
Agency Funds	\$ 126,079	\$ -	\$ 126,079
Total Fiduciary Funds	<u><u>\$ 126,079</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 126,079</u></u>
Proprietary Funds:			
Major Funds:			
Refuse disposal	\$ 1,391,025	\$ 398,139	\$ 992,886
Daytona Beach International Airport	782,218	184,910	597,308
Volusia Transportation Authority	67,893	-	67,893
Water and sewer utilities	2,033,993	491,353	1,542,640
Parking garage	47,668	14,258	33,410
Internal Service Funds	1,413,256	-	1,413,256
Total Proprietary Funds	<u><u>\$ 5,736,053</u></u>	<u><u>\$ 1,088,660</u></u>	<u><u>\$ 4,647,393</u></u>

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**NOTE 4.
INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

A. INTERFUND RECEIVABLE AND PAYABLES

Loans between funds are used to cover temporary cash deficits because revenues, while accrued, are not received by fiscal year end. Typically, state and federal grant revenues fall into this category. In addition, interfund loans are used to fund specific projects or other activities.

The composition of interfund balances as of September 30, 2013 is as follows:

	<u>Due From Other Funds</u>	<u>Advances To Other Funds</u>	<u>Due To Other Funds</u>	<u>Advances From Other Funds</u>
Governmental funds:				
Major funds:				
General	\$ 13,033,410	\$ 10,210,656	\$ -	\$ -
Municipal service district	-	-	66,174	340,104
Federal and state grants	-	-	3,403,250	-
Volusia Forever	-	-	645,607	9,601,758
Nonmajor funds:				
Special revenue funds:				
East Volusia Mosquito Control District	64,222	307,467	-	-
Resort tax	-	-	381,092	-
Sales tax trust	-	-	2,688,517	-
Ocean Center	381,092	-	-	-
Stormwater utility	-	-	64,222	307,467
Proprietary funds:				
Major funds:				
Volusia Transportation Authority	-	-	6,200,000	-
Parking garage	-	-	29,862	268,794
Total	<u>\$ 13,478,724</u>	<u>\$ 10,518,123</u>	<u>\$ 13,478,724</u>	<u>\$ 10,518,123</u>

Interfund balances at September 30, 2013 are primarily related to:

- an interfund loan of \$601,205 made in fiscal year 2009 from the general fund to the municipal service district fund to cover a one-time revenue short fall due to adjustments in the communication services tax received from the State of Florida. The remaining amount owed is \$406,278.
- an interfund loan of \$11,587,047 made in fiscal year 2011 from the general fund to the Volusia Forever fund for the purchase of the Deep Creek preserve conservation land that was designated for potential alternative water supply and storage development. The remaining amount owed is \$10,247,365.
- an interfund loan of \$585,478 from the East Volusia Mosquito Control District to stormwater utility for equipment acquired for use by its drainage task team. The remaining amount owed is \$371,689.
- \$597,311 advance from the general fund to the parking garage to settle disputed costs incurred by a contracted management group operating the parking garage prior to the facility's acquisition by the County. The remaining amount owed is \$298,656.
- interfund loans in the amount of \$9,603,250 to cover cash deficits due to timing of grant reimbursements.
- other interfund transactions distributing resort and sales tax collections to the appropriate receiving funds.

Due to/from primary government and component units consist of the following:

	Due From Component Units	Due From Primary Government	Due To Component Units	Due To Primary Government
Governmental funds:				
Major funds:				
General	\$ 773,452	\$ -	\$ 704	\$ -
Municipal service district	-	-	210	-
Federal and state grants	-	-	59	-
Volusia Forever	-	-	110	-
Nonmajor funds:				
Special revenue funds:				
Law/beach enforcement trust	-	-	28	-
State Housing Incentive Program (S.H.I.P.)	-	-	188	-
Capital project funds:				
Beach	-	-	19	-
Component units:				
Clerk of the Circuit Court	-	1,318	-	773,452
Total	\$ 773,452	\$ 1,318	\$ 1,318	\$ 773,452

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B. INTERFUND TRANSFERS

Transfers are used to 1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) provide the local match requirements for individual grants, and 3) move moneys collected by one fund to be expended by another fund to meet legal and budgetary requirements.

Interfund transfers consist of the following:

TRANSFERS IN

TRANSFERS OUT

GOVERNMENTAL FUNDS

Major funds:

General fund:

from Municipal service district	\$ 20,582
from Federal and State Grants	56,946
from Library	305,634
from Sales tax trust	4,450,606
from E-911 emergency telephone	876,493
from Manatee conservation	4,086
from 800 MHz capital	933,313
from Capital improvement projects	853,518
from Branch Jail expansion	571,057
from Beach capital	605,392
from Library construction	728,896
from Insurance	1,000,000
from Employee group insurance	1,293,846
Total General fund	<u>11,700,369</u>

to Federal and state grants	\$ 105,772
to Silver Sands/Bethune Bch MSD	3,600
to Debt service	1,758,894
to Capital projects	405,148
to Volusia Transportation Authority	7,391,803
	<u>9,665,217</u>

Municipal Service District:

from Sales tax trust	4,063,207
from E-911 emergency telephone	45,760
from Employee group insurance	229,439
Total Municipal Service District	<u>4,338,406</u>

to General fund	20,582
to Transportation trust	3,100,000
to Debt service	576,766
to Federal and state grants	1,264
	<u>3,698,612</u>

Federal and State Grants:

from General fund	105,772
from Municipal service district	1,264
from Transportation trust	14,222
from Stormwater utility	10,961
from Law/Beach enforcement trust	36,425
from Parks capital	3,232
Total Federal and State Grants	<u>171,876</u>

to General fund	56,946
	<u>56,946</u>

Transportation Trust:

from Municipal service district	3,100,000
from Employee group insurance	121,147
Total Transportation Trust	<u>3,221,147</u>

to Federal and state grants	14,222
to Debt service	3,376,378
	<u>3,390,600</u>

Gas Tax Revenue Bonds:

from Transportation trust	3,376,378
from Road impact fees	1,218,705
Total Gas Tax Revenue Bonds	<u>4,595,083</u>

to Debt Service	1,090,601
	<u>1,090,601</u>

Volusia Forever

from Employee group insurance	2,780
Total Volusia Forever	<u>2,780</u>

Total major funds: 24,029,661

17,901,976

County of Volusia, Florida
Notes to the Financial Statements
September 30, 2013

TRANSFERS IN
GOVERNMENTAL FUNDS

Nonmajor funds:

Special Revenue funds:

Library:

from Employee group insurance 120,285

Mosquito Control:

from Employee group insurance 17,374

Resort tax :

TRANSFERS OUT

to General fund 305,634

to Debt service 4,747,485
to Ocean Center 2,903,198

Sales tax trust:

to General fund 4,450,606
to Municipal service district 4,063,207
to Ocean Center 1,279,979
to Debt service 7,136,239

Ponce Inlet Port Authority:

from Employee group insurance 5,560

E-911 emergency telephone:

from Employee group insurance 1,390

to General fund 876,493
to Municipal service district 45,760

Ocean Center:

from Resort tax 2,903,198
from Sales tax trust 1,279,979
from Employee group insurance 17,374

to Debt service 659,585
to Capital projects 180,000

Manatee conservation:

to General fund 4,086

Corrections - Welfare Trust:

from Employee group insurance 695

Road impact fees:

to Debt service 1,218,705

Park impact fees:

to Capital projects 1,014,436

Fire services:

from Employee group insurance 126,830

Silver Sands/Bethune Beach MSD:

from General fund 3,600

Stormwater utility:

from Employee group insurance 38,243

to Federal and state grants 10,961

Volusia ECHO:

to Capital projects 1,604,459

Law/Beach enforcement trust:

to Federal and state grants 36,425

Total Special Revenue funds 4,514,528

30,537,258

County of Volusia, Florida
Notes to the Financial Statements
September 30, 2013

TRANSFERS IN

TRANSFERS OUT

GOVERNMENTAL FUNDS

Nonmajor funds - continued:

Debt Service funds:

Subordinate Lien Sales Tax Revenue Bonds:
from Sales tax trust 5,643,711

Tourist Development Tax Refunding Revenue Bonds:
from Resort tax 4,747,485

Sales Tax Refunding Revenue Bonds:
from Sales tax trust 577,353

Installment Purchase Agreements:
from Ocean Center 659,585
from Municipal service district 251,922
from Trails capital project 505,934

Gas Tax Refunding Revenue Bonds:
from Gas Tax Revenue Bond 1,090,601

Public Transportation Notes Payable:
from General fund 1,200,000

Capital Improvement Revenue and Refunding Bonds:
from General fund 558,894
from Municipal service district 324,844
from Sales tax trust 915,175
Total Debt Service funds 16,475,504

-

Capital Projects funds:

Beach:

from Volusia ECHO	4,459	to General fund	605,392
from Parks capital	339,186		

Parks:

from Park impact fees	1,014,436	to Capital projects	339,186
		to Federal and state grants	3,232

Trails:

from Volusia ECHO	1,600,000	to Debt service	505,934
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Ocean Center expansion:

from Ocean Center	180,000		
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Capital Improvement:

		to General fund	853,518
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Library construction:

		to General fund	728,896
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Branch jail expansion:

		to General fund	571,057
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800 Mhz system improvements:

from General fund	405,148	to General fund	933,313
Total Capital Project funds	<u>3,543,229</u>		<u>4,540,528</u>

Total nonmajor funds 24,533,261

35,077,786

County of Volusia, Florida
Notes to the Financial Statements
September 30, 2013

TRANSFERS IN

PROPRIETARY FUNDS:

Major funds:

Refuse disposal:	
from Employee group insurance	47,257
Daytona Beach International Airport:	
from Employee group insurance	29,188
Volusia Transportation Authority:	
from General fund	7,391,803
Water and sewer utilities	
from Employee group insurance	41,524

Internal service funds

Vehicle maintenance:	
from Employee group insurance	34,748

Insurance:	
from Employee group insurance	8,339

Employee group insurance:

TRANSFERS OUT

to General fund	1,000,000
to General fund	1,293,846
to Transportation trust	121,147
to Municipal service district	229,439
to Library	120,285
to Mosquito control	17,374
to Ponce Inlet Port Authority	5,560
to E-911 emergency telephone	1,390
to Ocean Center	17,374
to Corrections - Welfare Trust	695
to Fire services	126,830
to Stormwater	38,243
to Volusia Forever	2,780
to Refuse disposal	47,257
to Daytona Beach International Airport	29,188
to Water and sewer utilities	41,524
to Vehicle maintenance	34,748
to Insurance	8,339

Total proprietary funds	<u>7,552,859</u>
Total Transfers	<u>\$ 56,115,781</u>

<u>3,136,019</u>
<u>\$ 56,115,781</u>

**NOTE 5.
SPECIAL ASSESSMENTS RECEIVABLE**

Special assessments receivable at September 30, 2013 consist of the following:

	Interest Rate %	Principal		Interest Receivable
		Current Receivable	Deferred Receivable	
Governmental Activities				
Major funds:				
Municipal Service District:				
Corbin Park	10.0	\$ -	\$ 249	\$ 526
South Waterfront Park	10.0	-	862	1,019
Mobile Home Village	10.0	-	19,568	35,995
Corbin Park Unit 3 Napier Hull	8.0	-	24,133	22,341
Pine Island	8.0	-	2,785	1,256
Silverstone Court	8.0	2,824	3,132	238
Capri Drive	7.3	56,296	168,887	8,163
Shell Harbor Road	5.5	11,965	35,900	1,317
West Highlands/Highlands Park Subdivision	5.5	118,864	474,873	16,353
Total Municipal Service District		<u>189,949</u>	<u>730,389</u>	<u>87,208</u>
Business-type Activities				
Major funds:				
Water and Sewer Utilities:				
Waterfront Park	8.0	432	1,058	696
Stone Island Wastewater	8.0	8,380	8,379	671
DeBary Plantation Unit 7 Reclaimed Water	8.0	1,550	1,550	124
Total Water and Sewer Utilities		<u>10,362</u>	<u>10,987</u>	<u>1,491</u>
Agency Funds				
General Trust:				
Waterway Park	8.0	4,346	25,785	19,855
Hazelwood River Road	8.0	3,553	11,836	7,328
Total General Trust		<u>7,899</u>	<u>37,621</u>	<u>27,183</u>
Total		<u>\$ 208,210</u>	<u>\$ 778,997</u>	<u>\$ 115,882</u>

**NOTE 6.
CAPITAL ASSETS**

Capital asset activity for the fiscal year ended September 30, 2013 is as follows:

Governmental Activities	Ending Balance 09/30/12	Increases	Decreases	Ending Balance 09/30/13
Capital assets, not being depreciated:				
Land	\$ 155,366,434	\$ 1,209,227	\$ -	\$ 156,575,661
Land - infrastructure	49,831,148	1,582,326	-	51,413,474
Easements	1,176,233	-	-	1,176,233
Intangibles	25,350,571	1,772,749	-	27,123,320
Construction in progress	20,550,685	7,996,134	(23,672,692)	4,874,127
Construction in progress - infrastructure	3,459,064	4,720,449	-	8,179,513
Total capital assets, not being depreciated	255,734,135	17,280,885	(23,672,692)	249,342,328
Capital assets, being depreciated:				
Buildings	327,531,235	15,672,288	-	343,203,523
Improvements other than buildings	34,648,485	6,217,423	-	40,865,908
Leasehold improvements	510,533	-	-	510,533
Equipment	147,145,807	12,010,823	(9,755,172)	149,401,458
Infrastructure	462,849,672	-	-	462,849,672
Total capital assets being depreciated	972,685,732	33,900,534	(9,755,172)	996,831,094
Less accumulated depreciation for:				
Buildings	(125,828,029)	(7,887,690)	-	(133,715,719)
Improvements other than buildings	(16,032,804)	(2,297,974)	-	(18,330,778)
Leasehold improvements	(492,863)	(8,207)	-	(501,070)
Equipment	(94,282,894)	(13,052,253)	9,286,685	(98,048,462)
Infrastructure	(281,691,449)	(7,101,867)	-	(288,793,316)
Total accumulated depreciation	(518,328,039)	(30,347,991)	9,286,685	(539,389,345)
Total capital assets, being depreciated, net	454,357,693	3,552,543	(468,487)	457,441,749
Governmental activities capital assets, net	\$ 710,091,828	\$ 20,833,428	\$ (24,141,179)	\$ 706,784,077

County of Volusia, Florida
Notes to the Financial Statements
September 30, 2013

Business-type Activities	Ending Balance 09/30/12	Increases	Decreases	Ending Balance 09/30/13
Capital assets, not being depreciated:				
Land	\$ 53,184,335	\$ -	\$ -	\$ 53,184,335
Intangibles	2,136,619	662,729	-	2,799,348
Construction in progress	9,198,560	5,003,366	(4,350,909)	9,851,017
Total capital assets, not being depreciated	<u>64,519,514</u>	<u>5,666,095</u>	<u>(4,350,909)</u>	<u>65,834,700</u>
Capital assets, being depreciated:				
Buildings	35,454,992	169,524	-	35,624,516
Improvements other than buildings	257,003,851	9,685,816	(63,790)	266,625,877
Equipment	47,415,856	9,003,764	(1,350,938)	55,068,682
Total capital assets being depreciated	<u>339,874,699</u>	<u>18,859,104</u>	<u>(1,414,728)</u>	<u>357,319,075</u>
Less accumulated depreciation for:				
Buildings	(17,718,269)	(1,257,983)	-	(18,976,252)
Improvements other than buildings	(132,091,958)	(9,373,802)	35,234	(141,430,526)
Equipment	(30,969,527)	(4,187,896)	1,203,593	(33,953,830)
Total accumulated depreciation	<u>(180,779,754)</u>	<u>(14,819,681)</u>	<u>1,238,827</u>	<u>(194,360,608)</u>
Total capital assets, being depreciated, net	<u>159,094,945</u>	<u>4,039,423</u>	<u>(175,901)</u>	<u>162,958,467</u>
Business-type activities capital assets, net	<u>\$ 223,614,459</u>	<u>\$ 9,705,518</u>	<u>\$ (4,526,810)</u>	<u>\$ 228,793,167</u>

Depreciation expense charged to functions/programs is as follows:

Governmental Activities	Depreciation Expense
General government	\$ 4,734,652
Public safety	7,733,418
Physical environment	516,969
Transportation	8,512,165
Economic environment	128,171
Human services	686,016
Culture/recreation	5,020,386
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>2,911,540</u>
Total	<u>\$ 30,243,317</u>

Business-type Activities	Depreciation Expense
Refuse disposal	\$ 3,044,977
Daytona Beach International Airport	5,436,321
Volusia Transportation Authority	3,008,600
Water and sewer utilities	2,889,021
Parking garage	435,660
Total	<u>\$ 14,814,579</u>

**NOTE 7.
LONG-TERM DEBT**

A. SUMMARY OF BOND RESOLUTIONS

The following is a summary of revenue bond resolutions pertaining to debt activity during the year reflected on the September 30, 2013 financial statements:

<u>Governmental Activities</u>					
	<u>Purpose</u>	<u>Interest Rates (%)</u>	<u>Revenue Pledged</u>	<u>Amount Outstanding</u>	<u>Final Maturity</u>
Revenue Bonds:					
\$22,565,000	Refund the Tourist Development Tax Refunding Revenue Bonds, Series 2002	2.00 to 3.50	Tourist development tax operating revenues, and investment earnings thereof	\$ 2,425,000	12/1/2013
\$64,710,000	Expand and renovate the Ocean Center	3.00 to 5.00	Tourist development tax operating revenues, and investment earnings thereof	64,615,000	12/1/2034
\$64,215,000	Acquisition, construction and reconstruction of roads and bridges within the County	2.75 to 5.00	Six Cent Local Option Fuel Tax and investment earnings thereof	5,840,000	10/1/2014
\$41,505,000	Refund the Gas Tax Revenue Bonds, Series 2004	2.04	Six Cent Local Option Fuel Tax and investment earnings thereof	41,505,000	10/1/2024
\$42,605,000	To advance refund a portion of the Subordinate Lien Sales Tax Revenue Bonds, Series 1998	3.00 to 5.25	Local Government Half-cent Sales Tax and investment earnings thereof	34,915,000	10/1/2018
\$3,718,000	Acquire vehicles, communication equipment, and a helicopter	2.63	Local Government Half-cent Sales Tax and investment earnings thereof, non-ad valorem revenues budgeted and appropriated	1,701,000	10/1/2014
\$5,812,000	Refund remaining portion of the Subordinate Lien Sales Tax Improvement Revenue Bonds, Series 1998	2.63	Local Government Half-cent Sales Tax and investment earnings thereof, non-ad valorem revenues budgeted and appropriated	3,458,000	10/1/2016
\$4,780,000	Refund the Subordinate Lien Sales Tax Refunding Revenue Bonds, Series 2003	1.955	Local Government Half-cent Sales Tax and investment earnings thereof	4,780,000	10/1/2021
Total Revenue Bonds				\$ 159,239,000	

Governmental Activities

	<u>Purpose</u>	<u>Interest Rates (%)</u>	<u>Revenue Pledged</u>	<u>Amount Outstanding</u>	<u>Final Maturity</u>
General Obligation Bonds:					
\$39,875,000	Acquire and improve environmentally sensitive, water resource protection, and outdoor recreation lands	3.50 to 4.25	Limited property tax assessed and levied, not to exceed 0.20 mil on taxable property and investment earnings thereof	\$ 25,430,000	10/1/2021
Total General Obligation Bonds				\$ 25,430,000	
Total Governmental Activities				<u>\$ 184,669,000</u>	

Business-type Activities

	<u>Purpose</u>	<u>Interest Rates (%)</u>	<u>Revenue Pledged</u>	<u>Amount Outstanding</u>	<u>Final Maturity</u>
Revenue Bonds:					
\$30,795,000	Provide funds to advance refund remaining portion of the Airport System Revenue Bonds, Series 1991	6.35 to 7.00	Net revenues of Daytona Beach International Airport operations and investment earnings thereof	18,485,000	10/1/2021
\$6,335,000	Refund remaining portion of the Airport System Refunding Revenue Bonds, Series 2003	1.75	Net revenues of Daytona Beach International Airport operations and investment earnings thereof	6,335,000	10/1/2021
\$5,450,000	Refund remaining portion of the Water & Sewer Refunding Revenue Bonds, Series 1998 and 2003	1.61	Net revenues from water & sewer system, connection fees and investment earnings thereof	\$ 5,450,000	10/1/2019
\$10,815,000	To acquire the Ocean Center parking garage adjacent to the Ocean Center	5.13	Net revenues from parking facility operation and investment earnings thereof	8,300,000	4/1/2024
Total Revenue Bonds				<u>\$ 38,570,000</u>	

B. NOTES PAYABLE

Notes payable outstanding as of September 30, 2013 is comprised of the following:

<u>Governmental Activities</u>	<u>Purpose</u>	<u>Interest Rate (%)</u>	<u>Annual Principal Payment (thousands)</u>	<u>Amount Outstanding</u>	<u>Final Maturity</u>
Installment purchase agreement	Construct pedestrian and bike trails	3.02	\$364-497	\$ 3,980,000	12/1/2021
Installment purchase agreement	Construct road and drainage drainage improvements	3.02	\$127-158	883,000	12/1/2018
Installment purchase agreement	Renovate the Ocean Center improvements	3.02	\$362-646	9,135,000	12/1/2030
Installment purchase agreement	Fund road and utility improvements	3.02	\$72-90	501,000	12/1/2018
Installment purchase agreement	Fund the rail project "SunRail"	1.50	\$1,164	3,324,236	10/1/2019
Total Government Activities				<u>\$ 17,823,236</u>	
 <u>Business-type Activities</u>					
Installment purchase agreement	Acquire land for the Daytona Beach International Airport	3.02	\$208-245	\$ 936,000	12/1/2016
State of Florida revolving loan	Construct and improve the Deltona North Water Reclamation Facility	2.99	\$88-115	441,336	6/15/2017
State of Florida revolving loan	Construct and improve the Southwest Regional Water Reclamation Facility	3.05	\$135-194	1,245,301	5/15/2020
State of Florida revolving loan	Expand the Southwest Reclamation Facility	3.05	\$418-657	7,803,418	12/15/2027
State of Florida revolving loan	Construct and improve the Southeast Wastewater Facility	3.24	\$278-543	3,304,118	2/15/2020
Total Business-type Activities				<u>\$ 13,730,173</u>	

C. DEBT SERVICE TO MATURITY

The annual requirements to amortize all government-wide debt outstanding as of September 30, 2013, including interest payments of \$71,562,498, are as follows:

Governmental Activities:

Fiscal Year	Revenue Bonds		General Obligation Bonds		Notes Payable		Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2014	\$ 11,944,000	\$ 5,089,431	\$ 2,405,000	\$ 1,026,369	\$ 2,144,136	\$ 502,305	\$ 23,111,241
2015	12,425,000	4,686,573	2,500,000	933,175	2,192,389	455,472	23,192,609
2016	13,371,000	4,297,280	2,600,000	833,175	2,061,711	407,474	23,570,640
2017	13,754,000	3,887,860	2,700,000	729,175	1,088,000	360,966	22,520,001
2018	14,005,000	3,445,955	2,810,000	621,175	1,121,000	328,606	22,331,736
2019-2023	42,535,000	13,152,871	12,415,000	1,310,550	4,550,000	1,157,506	75,120,927
2024-2028	23,420,000	8,986,954	-	-	2,785,000	582,211	35,774,165
2029-2033	18,830,000	4,686,250	-	-	1,881,000	152,087	25,549,337
2034-2035	8,955,000	453,375	-	-	-	-	9,408,375
Total	159,239,000	48,686,549	25,430,000	5,453,619	17,823,236	3,946,627	260,579,031
Less:							
Unamortized deferred amounts	3,404,065	-	(52,807)	-	-	-	3,351,258
Total	\$ 155,834,935	\$ 48,686,549	\$ 25,482,807	\$ 5,453,619	\$ 17,823,236	\$ 3,946,627	\$ 257,227,773

Business-type Activities:

Fiscal Year	Revenue Bonds		Notes Payable		Total Principal and Interest	Total Government-wide Principal and Interest
	Principal	Interest	Principal	Interest		
2014	\$ 3,485,000	\$ 1,899,369	\$ 1,143,811	\$ 409,449	\$ 6,937,629	\$ 30,048,870
2015	3,655,000	1,738,975	1,362,852	371,587	7,128,414	30,321,023
2016	3,830,000	1,569,101	1,404,622	329,774	7,133,497	30,704,137
2017	4,020,000	1,388,839	1,448,463	286,655	7,143,957	29,663,958
2018	4,215,000	1,197,400	1,121,642	246,892	6,780,934	29,112,670
2019-2023	18,370,000	2,740,361	3,459,462	811,258	25,381,081	100,502,008
2024-2028	995,000	38,438	2,623,551	402,824	4,059,813	39,833,978
2029-2033	-	-	1,165,770	44,781	1,210,551	26,759,888
2034-2035	-	-	-	-	-	9,408,375
Total	38,570,000	10,572,483	13,730,173	2,903,220	65,775,876	326,354,907
Less:						
Unamortized deferred amounts	53,869	-	-	-	53,869	3,405,127
Total	\$ 38,516,131	\$ 10,572,483	\$ 13,730,173	\$ 2,903,220	\$ 65,722,007	\$ 322,949,780

D. ARBITRAGE

Arbitrage refers to the profit earned by investing tax-exempt bond funds in higher yielding investments. Under federal arbitrage regulations, an issuer of tax-exempt bonds is allowed to earn this profit for a certain period of time during the construction period of the related project. Once this time period has expired, the profit realized on any recurring

bond proceeds is subject to rebate to the federal government. These federal arbitrage regulations apply to all of the County's governmental and business-type arbitrages tax-exempt bonds. As of fiscal year 2013, no amounts are subject to rebate.

E. CURRENT REFUNDINGS

From time to time, governments may take advantage of lower interest rates, revise payment schedules, or modify restrictive language in old debt agreements by issuing new debt to refinance existing debt. On January 9, 2013, the County issued \$41,505,000 in gas tax refunding revenue bonds with a 2.035 percent interest rate. The proceeds were used to redeem \$38,390,000 of outstanding 2004 Series gas tax revenue bonds whose remaining interest rates ranged from 4.13 to 5.00 percent. The County refunded the 2004 Series bonds to reduce its total debt service payments over the next eleven years by \$4,486,600 realizing an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$3,974,714.

F. CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended September 30, 2013, is as follows:

Governmental Activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds payable:					
Revenue bonds	\$ 166,775,000	\$41,505,000	\$ (49,041,000)	\$ 159,239,000	\$11,944,000
General obligation bonds	27,750,000	-	(2,320,000)	25,430,000	2,405,000
Deferred amounts:					
Plus: for issuance premiums	4,267,202	-	(1,607,265)	2,659,937	-
Less: for issuance discounts	(6,382,385)	-	371,190	(6,011,195)	-
Total bonds payable	<u>192,409,817</u>	<u>41,505,000</u>	<u>(52,597,075)</u>	<u>181,317,742</u>	<u>14,349,000</u>
Notes payable	19,921,376	-	(2,098,140)	17,823,236	2,144,136
Compensated absences payable	26,012,999	8,044,237	(8,589,987)	25,467,249	6,743,727
Pollution remediation payable	210,425	36,517	(225,100)	21,842	21,842
Estimated claims payable	15,372,745	37,763,724	(37,615,642)	15,520,827	7,684,209
Net OPEB obligation	<u>15,672,606</u>	<u>1,926,361</u>	<u>-</u>	<u>17,598,967</u>	<u>-</u>
Total	<u>\$ 269,599,968</u>	<u>\$89,275,839</u>	<u>\$(101,125,944)</u>	<u>\$ 257,749,863</u>	<u>\$30,942,914</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, these liabilities for the internal service funds include \$15,520,827 in estimated claims payable, \$594,474 in compensated absences payable, and \$17,598,967 in net OPEB obligations.

The liability for compensated absences, are primarily liquidated by the resources of the general and municipal service district funds, which account for 72 percent of the amount owed. The pollution remediation liability will be liquidated by impact fees and federal and state grants. Estimated claims payable and net OPEB obligations are reported in the insurance and employee group insurance internal service funds and will be liquidated by service fees charged by these funds.

County of Volusia, Florida
Notes to the Financial Statements
September 30, 2013

	<u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u>	<u>One Year</u>
Business-type Activities:					
Bonds payable:					
Revenue bonds	\$ 40,530,000	\$ -	\$ (1,960,000)	\$ 38,570,000	\$ 3,485,000
Deferred amounts:					
Less: for insurance costs	(60,602)	-	6,733	(53,869)	-
Total bonds payable	40,469,398	-	(1,953,267)	38,516,131	3,485,000
Notes payable	15,086,599	-	(1,356,426)	13,730,173	1,143,812
Compensated absences payable	2,012,681	742,009	(730,148)	2,024,542	536,099
Pollution remediation payable	1,461,089	259,767	(195,149)	1,525,707	95,084
Landfill closure costs	19,414,027	2,003,733	(138,019)	21,279,741	-
Total	\$ 78,443,794	\$ 3,005,509	\$ (4,373,009)	\$ 77,076,294	\$ 5,259,995

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**NOTE 8.
CONDUIT DEBT OBLIGATIONS**

Four entities have been established for the sole purpose of providing financial assistance to private-sector entities to acquire or construct equipment and facilities deemed to be in the public interest. The four entities and their purposes are:

- **Volusia County Health Facilities Authority** – provide financing for health care facilities and services available to the citizens of Volusia County. The Health Facilities Authority currently has no outstanding bonds.
- **Housing Finance Authority of Volusia County** – provide financing to alleviate the shortage of affordable rental housing and residential housing facilities for low and moderate-income families and individuals, and to provide capital for investment in such housing facilities.
- **Volusia County Industrial Development Authority** – provide financing for the purpose of fostering economic development in Volusia County.
- **Volusia County Educational Facilities Authority** – provide financing for higher education projects required or useful for the instruction of students or the operation of an institution of higher education in Volusia County.

Bonds issued on behalf of the entities are not deemed to constitute a debt of the County of Volusia, the State of Florida, or any political subdivision thereof. Bonds or other debt obligations are payable solely from the revenues or other resources pledged under the terms of the debt agreements.

A summary of outstanding issues at September 30, 2013 is comprised of the following:

<u>Entity</u>	<u>Number of Series Outstanding</u>	<u>Original Issued</u>	<u>Aggregate Principal Outstanding</u>
Housing Finance Authority of Volusia County	11	82,780,000	68,590,000
Volusia County Industrial Development Authority	6	55,005,000	47,944,436
Volusia County Educational Facilities Authority	6	244,670,000	208,275,421

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**NOTE 9.
PENSION PLANS**

A. FLORIDA RETIREMENT SYSTEM

1. Plan Description

The County's employees participate in the Florida Retirement System (FRS), a cost-sharing multiple-employer defined benefit public employee retirement system, administered by the State of Florida Department of Administration. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Florida Statutes Chapter 121, as may be amended from time to time by the state legislature, provides the methodology for determining contribution rates for the various membership classes of the FRS. The FRS issues a publicly available financial report that includes financial statements, ten-year historical trend information, and other required supplementary information. That report may be obtained by writing to the:

State of Florida Department of Administration
Division of Retirement
1317 Winewood Boulevard, Building 8
Tallahassee, FL 32399-1560

2. Funding Policy

The County participates in certain classes of FRS membership. Each class has descriptions and contribution rates in effect at September 30, 2013 as follows (contribution rates are in agreement with the actuarially determined rates):

<u>FRS Membership Plan & Class</u>	<u>Employee Contribution Rate</u>	<u>Employer Contribution Rate</u>	<u>Total Contribution Rate</u>
Regular Class – Members who are eligible to participate in the plan, but do not qualify for membership in other classes.	3.00%	6.95%	9.95%
Senior Management Service Class – Members of senior management.	3.00%	18.31%	21.31%
Special Risk Class – Members employed as law enforcement officers, firefighters, or correctional officers.	3.00%	19.06%	22.06%
Special Risk Administrative Support Class – Special risk members who are transferred or reassigned to non-special risk law enforcement, firefighting, or correctional administrative support positions.	3.00%	35.96%	38.96%
Elected Officer's Class – Elected county officials.	3.00%	33.03%	36.03%
Deferred Retirement Option Program (DROP) – Members who have reached eligible retirement age and have elected to defer the receipt of benefits, allowing them to accumulate benefits within the FRS Trust Fund while continuing their employment.	N/A	12.84%	12.84%

The contribution rate of current year covered payroll is 12.88 percent. For the years ending September 30, 2013, 2012, and 2011, total contributions were \$17,696,504, \$16,102,383, and \$18,780,224, respectively. The County made 100 percent of its required contributions for each year.

B. VOLUNTEER FIREFIGHTERS PENSION PLAN

1. Plan Description

The Volunteer Firefighters Pension Plan is a single-employer defined benefit pension plan administered by the County of Volusia. The Volunteer Firefighters Pension Plan does not issue a stand-alone financial report.

Volunteer firefighters who meet minimum County-established standards are eligible to participate in the plan. Minimum standards are based on a system that awards points used to certify years of credited service for completing training courses, attending drills, responding to emergency and non-emergency calls, and participating in other fire emergency related activities. The minimum number of years of active service after the October 1, 1989 implementation date for this program is ten years to qualify for retirement. Credit for past service will be given on a year for year basis up to a maximum of ten years. The minimum age for receiving retirement benefits is 55 and after the tenth anniversary of plan participation, but not later than the fifth anniversary of plan participation for volunteers 65 or over on October 1, 1989. Vesting occurs after ten years of continuous credited service (five years if volunteer is age 65 or over on October 1, 1989).

2. Summary of Benefits

Eligible participants will receive pension benefits equal to \$20 per month multiplied by each year of credited service, not to exceed 35 years. In addition, the participant will receive a benefit equal to his or her accrued benefit payable at the time he or she becomes disabled. Upon death of the participant, his or her beneficiary will receive an equivalent benefit equal to the actuarial value of the participant's accrued benefit. The Volunteer Firefighters Pension Plan provides for no post-retirement pension adjustments or healthcare benefits; any benefit changes such as cost of living adjustments, require a Plan amendment and is subject to Council approval. Since the participants are volunteers and the plan has no provision for cost-of-living adjustments after retirement, there is no assumption regarding inflation rate or cost-of-living adjustments.

3. Plan Membership

Membership in the plan consisted of the following at September 30, 2013, the date of the latest actuarial valuation update:

Retirees and beneficiaries receiving benefits	29
Terminated plan members entitled to, but not yet receiving benefits	12
Active plan members:	
Vested	4
Non-vested	32
Total plan members	77
Number of participating employers	1

4. Basis of Accounting

The Volunteer Firefighter Pension Plan financial statements are prepared using the accrual basis of accounting. County contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

5. Method Used to Value

Pension funds are invested in the County's investment pool and selected equities. These investments are reported at fair value.

6. Funding Policy

Authority to establish and amend benefits rests with the County Council. The contribution requirements to the plan are established during the adoption of the County's annual budget. They are predicated on maintaining a level contribution to the plan as long as the annual pension cost obligation is met or exceeded. Volunteers do not contribute to the plan.

7. Annual Pension Cost and Net Pension Obligation

The County's actuarial valuation, performed on October 1, 2012, and updated for October 1, 2013, determined the annual required contribution (ARC) for the fiscal year ended September 30, 2013. The ARC represents a level of

funding that if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The County's annual pension cost and net pension obligation to the pension plan for the current year is as follows:

Pension Obligation	
Annual required contribution (ARC)	\$ -
Interest accrued on net pension obligation	(8,067)
ARC adjustment	21,104
Annual pension cost	13,037
Contributions made	-
Increase in net pension obligation	13,037
Net pension obligation 09/30/12	(146,670)
Net pension obligation 09/30/13	\$ (133,633)

The County's pension cost, percentage of pension costs contributed, and the net pension obligation for the current and last two fiscal years is as follows:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/11	11,713	0	(159,013)
09/30/12	12,343	0	(146,670)
09/30/13	13,037	0	(133,633)

8. Funded Status and Funding Progress

As of October 1, 2013, the most recent actuarial valuation update, the plan was 106 percent funded. The actuarial accrued liability for benefits was \$4,201,304, and the actuarial value of assets was \$4,459,087 resulting in an unfunded actuarial accrued liability (UAAL) of (\$257,783). For the past 10 years this fund has been funded over 100 percent, and no governmental funds have been needed or used in prior years to liquidate the net pension obligation.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

9. Actuarial Methods and Assumptions

Contribution for the current year was determined as part of the October 1, 2013 actuarial valuation update using the frozen entry age actuarial cost method. The actuarial assumption included a 5.5 percent investment rate of return. Assets are valued at market value. Since the membership of the plan is comprised of volunteers, no estimates for wage adjustments or inflation is included. The unfunded actuarial accrued liability is to be amortized by a series of level payments over a 29-year period using the level dollar closed method. The remaining amortization period at September 30, 2013 is 9 years.

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

**NOTE 10.
OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

The cost of post-employment healthcare benefits generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. The County recognizes the cost of post-employment healthcare benefits in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the County's future cash flows.

A. PLAN DESCRIPTION

The County provides certain healthcare benefits to active and retired employees and their dependents. The health plan is a single employer plan administered by the County. The benefit, benefit levels, employee contributions, and employer contributions are governed by the County and can be amended by the County through management recommendations to, and approval by, County Council as part of the annual budget adoption process. The plan is not reported as a trust fund nor has an irrevocable trust or equivalent arrangement been established to account for the plan. As a result, the plan does not issue a separate financial report. The activity of the plan is reported in the County's Employee Group Insurance fund, an internal service fund.

B. BENEFITS PROVIDED

The County provides post-employment health care benefits to its retired employees and their dependents. To be eligible for benefits, an employee must be vested in the Florida Retirement System (FRS) and receiving pension benefits at termination.

All health care benefits are provided through the County's self-insured health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, and substance abuse care; dental care; and prescriptions. Upon a retired employee reaching age 65 years of age, Medicare becomes the primary insurer and the County's plan will not pay benefits already paid by Medicare.

C. MEMBERSHIP

At October 1, 2012, membership consisted of:

Active Employees	2,917
Inactive Employees	<u>423</u>
Total members	3,340

D. FUNDING POLICY

The County establishes the individual premium to be paid by the retired employees. Under a plan provision change approved by County Council in fiscal year 2011, employees who retire with 20 or more years of service are eligible to convert their excess personal leave time to offset one-half of their annual health care premium cost, for up to five years.

The State of Florida prohibits the County from separately rating retired employees and active employees. As a result, the County's premium charges to retired employees can be no more than the premium cost applicable to active employees. Generally accepted accounting principles, however, require that the actuarial information presented below be calculated using age adjusted premiums approximating claims costs for retirees separate from the active employees. The use of age adjusted premiums results in the addition of an implicit rate subsidy into the actuarial accrued liability. For the fiscal year ending September 30, 2013, retired employees contributed \$2,283,260 to the plan. For those employees, through its self-insured Employee Group Insurance fund, the County paid \$4,300,948 in claims and administrative costs resulting in a net contribution of \$2,017,688. Active employees do not contribute to the plan until retirement.

E. ANNUAL OPEB COSTS AND NET OPEB OBLIGATION

The County's actuarial valuation was performed for the plan to determine the employer's annual required contribution (ARC) for the fiscal year ended September 30, 2013. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the net OPEB obligation.

Annual required contribution	\$ 3,876,890
Interest on net OPEB obligation	626,904
Adjustment to annual required contribution	<u>(559,745)</u>
Annual OPEB cost	3,944,049
Contributions made	<u>(2,017,688)</u>
Increase in net OPEB obligation	1,926,361
Net OPEB obligation beginning of year	<u>15,672,606</u>
Net OPEB obligation end of year	<u><u>\$ 17,598,967</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and last two fiscal years are as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Contributions</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
09/30/11	4,596,114	1,963,400	42.72	12,945,613
09/30/12	4,886,643	2,159,650	44.20	15,672,606
09/30/13	3,944,049	2,017,688	51.20	17,598,967

F. FUNDED STATUS AND FUNDING PROGRESS

The funded status of the plan as of September 30, 2013, the most recent actuarial valuation date, is as follows:

Actuarial accrued liability (AAL)	\$ 41,819,523
Actuarial value of plan assets	N/A
Unfunded actuarial accrued liability (UAAL)	\$ 41,819,523
Funded ratio (actuarial value of plan assets/AAL)	N/A
Covered payroll (active plan members)	\$ 130,405,321
UAAL as a percentage of covered payroll	32.10

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 following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

While the County has not established an irrevocable trust fund or equivalent arrangement to accumulate assets to cover the unfunded actuarial accrued liability, it is depositing an amount equal to its annual net OPEB obligation into the Employee Group Insurance internal service fund. While generally accepted accounting principles consider these deposits as a pay-as-you-go funding methodology and cannot be considered as meeting the County's net OPEB obligation nor as assets that can be used to offset the unfunded actuarial accrued liability, the County believes it is prudent to accumulate funds in the Employee Group Insurance fund to ensure that future OPEB obligations are met.

G. ACTUARIAL METHODS AND ASSUMPTIONS

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The projections do not explicitly incorporate the potential effects of legal or contractual funding limitations. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The entry age actuarial cost method was used to project the fiscal year 2013 projections. The actuarial assumptions included 4.0 percent investment rate of return (net of administrative expenses); a payroll growth rate of 3.5 percent; a general inflation rate of 2.5 percent; and an annual healthcare cost trend rate of 8.5 percent decreasing to an ultimate rate of 5.0 percent by September 30, 2023. No post-retirement benefit increases are planned and, therefore, are not included. Past service liability is amortized over a closed 30-year period as a level percentage of projected payroll.

Life expectancies were based upon data found in the RP-2000 mortality and disability tables. Depending upon whether or not the retiree is eligible to use leave time to offset premium cost, 35 to 50 percent of new retirees under age 65 and 10 to 40 percent of new retirees over age 65 are assumed to elect medical coverage. Thirty to 80 percent of the under-65 age group are assumed to continue coverage when they become Medicare-eligible. Eighty-five percent of the male participants and 65 percent of the female participants were assumed married. Of that group, 70 percent of married male participants and 30 percent of married female participants are assumed to elect spousal coverage. The actuarial value of assets was not determined as the County has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll, over a 30-year period on a closed basis. The remaining amortization period at September 30, 2013 was 23 years.

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**NOTE 11.
AIRPORT LEASING ARRANGEMENTS WITH TENANTS AND PROPERTY HELD
FOR LEASE**

A. LEASING ARRANGEMENTS

The Airport's leasing operations consist of the leasing of land, buildings, and terminal space to airlines and other tenants. The leases consist of:

- Yearly lease agreements with major (non-airline) tenants of the terminal.
- Operating leases, whose original terms range from one to forty-eight years, for the land and buildings leased at the Airport.

B. FUTURE RENTALS

The following is a schedule by years of minimum future rentals to be received on noncancellable operating leases:

Minimum Future Rentals as of September 30, 2013	
2014	\$ 6,031,788
2015	4,270,522
2016	3,963,509
2017	3,980,914
2018	3,995,477
2019-2055	37,448,731
Total	\$ 59,690,941

Minimum future rentals do not include contingent rentals, which may be received under certain leases of land and buildings on the basis of revenue or fuel flow.

C. PROPERTY HELD FOR LEASE

Certain administrative offices and common use areas are included in property held for lease. The following is an analysis, as of September 30, 2013, of the Airport's investment in lease property and property held for lease by major classes.

Investment in Property on Operating Leases and Property Held for Lease as of September 30, 2013	
Land	\$ 4,278,697
Buildings	4,022,491
Improvements other than buildings	20,467,624
Subtotal	28,768,812
Less: Accumulated depreciation	(11,305,427)
Total	\$ 17,463,385

NOTE 12.
CLOSURE AND POSTCLOSURE CARE COST

State and federal laws and regulations require the County to place a final cover on its landfill sites (Plymouth Avenue and Tomoka Road) when it stops accepting waste and perform certain maintenance and monitoring functions at these sites for 30 years after closure. Currently, the County is operating a combined North and East Class I Cell and a Class III Cell at the Tomoka Road site which have an estimated useful life remaining of 5.1 and 30.3 years, respectively. The Plymouth Avenue site and the South Cell of the Tomoka Road site are closed.

Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The total estimated cost for closure and post closure care is \$31.1 million, of which \$21.3 million is recognized as a liability based upon the use of 100 percent of the estimated capacity at the Plymouth Avenue site and the South Cell, 79.6 percent of the estimated capacity of the combined Tomoka North and East Cell, and 39.2 percent of the cost of closure and post-closure care of the estimated capacity of the Tomoka Class III Cell. In future years, the County will recognize the remaining portion of \$9.8 million as the estimated cell capacities are filled. Actual closure costs may change due to inflation, deflation, changes in technology, or changes in regulation. The \$21.3 million reported as landfill closure and post closure care liability in the refuse disposal fund represents the estimated cost for closure and post closure care, net of all closure expenses as of September 30, 2013.

The County is required by the State of Florida to make an annual contribution, if necessary, to a trust fund to finance closure costs. The County is in compliance with these requirements, and, as of September 30, 2013, cash and investments of \$9.9 million are held for these purposes. These amounts are reported as restricted assets on the statement of net position. The County expects that future inflation costs will be paid from interest earnings of the trust fund or included as part of the annual contribution. However, if interest earnings and contributions are inadequate or additional post-closure care requirements are determined, these costs may need to be covered by increased landfill user charges.

NOTE 13.
FUND BALANCE DEFICIT

The \$4,959,937 deficit fund balance in the Volusia Forever fund resulted from an advance of \$11,587,047 made from the general fund in fiscal year 2011 to the Forever fund to finance the 4,806 acre Deep Creek Reserve purchase. This advance, with a remaining balance of \$10,247,365, will be paid back over the next several years from the Volusia Forever property tax.

**NOTE 14.
COMMITMENTS AND CONTINGENCIES**

A. SELF-INSURANCE PROGRAMS

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; business interruptions; errors and omissions; natural disaster; injuries to employees; and employee health. As a result, it established two self insurance funds (internal service funds) to manage these risks internally and set aside assets for claims settlements and associated costs. The details of these funds are explained below.

1. Insurance Fund

In this fund, the County services all claims for risk of loss to which it is exposed, including workers' compensation, automobile and public liability, and property damage. All funds of the County participate in the program. Each fund is charged a "premium" which it pays to the insurance fund to cover the cost of prior and current year claims, claims reserves, and allocated claims adjustments. This charge considers past and recent trends in actual claims experience and makes provisions for catastrophic losses. Under this program, the insurance fund provides coverage for up to a maximum of \$600,000 for each workers' compensation and \$250,000 for each automobile and public liability claim, unless it meets the State of Florida sovereign immunity requirements, in which case, the limit is \$200,000 per claimant and \$300,000 per occurrence. The County has secured commercial insurance to cover specific claims for worker's compensation and general and automobile liability claims for incidents that exceed the self-insured limits. For worker's compensation claims, this coverage pays for all eligible claims costs that exceed the fund's \$600,000 self insured limit. For general and automobile liability claims, the limits of commercial coverage are \$5,000,000 per occurrence/\$15,000,000 aggregate. Commercial insurance has also been secured for physical damage claims for incidents that exceed its self-insured limits of \$25,000. The limit of this coverage is \$150,000,000 with a deductible of \$100,000 per occurrence for wind/hail events other than named storms and \$25,000 for all other perils. For wind/hail named storms, a three percent deductible is applied to the value of the damaged property subject to a minimum \$100,000. Commercial insurance is also purchased for other risks not covered by the fund, such as, aviation coverage for Daytona Beach International Airport, the Sheriff's Office, and Mosquito Control with limits of coverage of \$100,000,000, \$10,000,000, and \$5,000,000, respectively. Settled claims have not exceeded the excess insurance limits or commercial coverage in the past three fiscal years. No significant reduction in the County's insurance coverage has occurred.

A liability for a claim is reported if it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred, but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. Liabilities for incurred losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using expected future investment yield assumptions. The present value of the liabilities for workers' compensation, general liability, and property damage claims, based upon expected losses of \$12,786,262 discounted at four percent, is \$10,825,827. Changes in the fund's claims liability amount in fiscal years 2012 and 2013 were:

Changes in Claims Liability		
	2012	2013
Beginning fiscal year liability	\$ 10,824,793	\$ 11,669,745
Incurred claims and changes in estimates	3,827,344	3,216,386
Claim payments	(2,982,392)	(4,060,304)
Balance at fiscal year end	<u>\$ 11,669,745</u>	<u>\$ 10,825,827</u>

2. Employee Group Insurance

In this fund, the County accounts for health, dental, and other medical-related claims of County employees and their covered dependents. All funds of the County participate in the program. The County allocates the cost of providing claims payment and associated administrative service to its employees by charging a “premium” to each fund based upon the number of employees in each organization. This charge considers recent and expected trends in healthcare claims costs. Employees pay a premium to cover their dependants. In addition, they are assessed a bi-weekly amount of \$5.00 to help offset program costs. At this time, the County does not maintain specific loss commercial insurance because the cost of this coverage exceeds its benefit. The County maintains adequate reserves in the group insurance fund to mitigate this additional risk. The County has contracted with various agencies to perform certain administrative functions, such as monitoring, reviewing, and paying claims. Settled claims have not exceeded the excess insurance limits in any of the past three fiscal years.

A liability is reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an estimated amount for healthcare related claims that have been incurred, but not paid. The nature of these claims is short-term in length. As a result, a liability of \$4,695,000 has been reported as a current liability. Changes in the fund’s claims liability amount in fiscal years 2012 and 2013 were:

Changes in Claims Liability		
	2012	2013
Beginning fiscal year liability	\$ 2,867,000	\$ 3,703,000
Incurred claims and changes in estimates	34,852,345	34,547,338
Claim payments	(34,016,345)	(33,555,338)
Balance at fiscal year end	<u>\$ 3,703,000</u>	<u>\$ 4,695,000</u>

B. POLLUTION REMEDIATION

The County has identified specific locations requiring site remediation related to fuel tank storage contamination and other soil and groundwater pollutants. An assessment was made of each site to determine the extent of the County’s responsibility to clean up the contaminated areas and the cost of these efforts. As of September 30, 2013, the sites that pose a probable liability include:

Site 1: The County has commenced pollution remediation activities at two abandoned fuel storage tanks dating back to the World War II era. These tanks were a source of probable soil and groundwater contamination. In addition, pursuant to operating under a consent order of the Florida Department of Environmental Protection (FDEP), trichloroethylene and related chlorinated solvent compounds were also found impacting surrounding soil and groundwater areas. The cost elements associated with these events include pre-cleanup and supplemental site assessments, contingency assessments, remedial action planning/pilot testing, remedial action implementation, and post-active remediation monitoring. The County contracted with a professional environmental engineering firm which provided the County an estimate of a reasonable range of potential outlays of the costs elements. The County multiplied these outflows by their probability of occurring to develop the liability. In fiscal year 2013, post-active remediation well monitoring continued as well as technical support and well abandonment services. A draft declaration of restrictive covenant was submitted to FDEP and is awaiting final approval. The total expected cash flow is \$508,122, which is shared between the FDEP and the County. To date, \$449,400 has been expended for clean-up activities, of which \$224,103 has been recovered. As a result, the remaining estimated liability is \$58,084.

Site 2: The County has commenced pollution remediation activities due to petroleum contamination which occurred at a central fueling terminal. The cost elements associated with these events include remedial action plan development, bid specifications, solicitation and contract award review, remedial system construction, system operations and management, post-active remediation monitoring, and well abandonment and closure activities. In fiscal year 2013, a Site Rehabilitation Funding Allocation Agreement (SRFA) was executed between FDEP and the County of Volusia. The agreement provides funding for site rehabilitation for two overlapping petroleum discharges at a central fueling terminal. The agreement covers 100 percent of the cost of the rehabilitation and will be split between FDEP and the County’s pollution liability insurance carrier. The project is estimated to cost \$410,000 for the soil remedial action plan and \$123,000 for the ground water remediation. Therefore, no liability exists for this site.

Site 3: In accordance with Florida Administrative Code, the County is required to conduct an evaluation monitoring program and prepare a contamination evaluation plan to address potential release of contaminants to the groundwater at its landfill sites. The monitoring activities indicated there may be potential releases of contaminants into the groundwater at these sites, and therefore the County has voluntarily commenced pollution remediation activities at these locations. The cost elements associated with these events include chemical oxidation groundwater remediation, remedial action plan development, groundwater monitoring and evaluation plan, site assessment reporting, and post-active remediation monitoring. The County contracted with a professional environmental engineering firm which provided the County an estimate of a reasonable range of potential outlays of the costs elements. The County multiplied these outflows by their probability of occurring to develop the liability. In fiscal year 2013, the expected cash flow increased by \$217,500 bringing the total adjusted expected cash flow to \$2,408,688 with no expected recoveries at this time. The amount expended as of September 30, 2013 is \$941,065. As a result, the remaining estimated liability for the three sites is \$1,467,623.

Site 4: The County has commenced pollution remediation activities at a property designated to be the future home of a multi-use park operated by parks, recreation and culture division, formerly owned and operated as a private cattle ranch. Subsurface investigations discovered contaminated soil resulting from a dipping vat used for many years on this property. Pursuant to operating under a consent order of the Florida Department of Environmental Protection (FDEP), contaminated soils must be remediated before the park improvements can be implemented. The cost elements associated with these events include soil and material testing for site assessment, excavation remediation activities, and post remediation ground water assessment monitoring. The County contracted with a professional environmental engineering firm which provided the County an estimate of a reasonable range of potential outlays of the costs elements. The County multiplied these outflows by their probability of occurring to develop the liability. In fiscal year 2013, the total expected cash flow increased by \$36,517 bringing the total adjusted expected cash flow to \$278,479. The amount expended as of September 30, 2013 is \$256,637. As a result, the remaining estimated liability is \$21,842.

Site 5: Petroleum contamination occurred at a fire station. No assessment has been performed. However, upon completion of an assessment and approval from FDEP, the County will be liable for 25 percent of the cost with remainder being borne by the FDEP. The cost associated with the clean-up is not yet reasonably measurable and, as such, no liability is reported.

All estimates of liability are subject to change over time due to changes in the cost of goods and services, changes in remediation technology, or changes in laws and regulations governing the remediation efforts.

C. CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

1. Construction Commitments

As of September 30, 2013, significant construction and operating contracts that are expected to be carried forward into the next fiscal year are as follows:

<u>Projects</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Road construction	\$ 6,113,308	\$ 7,386,247
Voice over IP telephone system	1,550,825	262,023
Strickland Range Phase II	332,597	27,343
Water/sewer utility improvements	337,400	679,600
Airport-related construction:		
Integrated Security System	3,012,247	714,426
In-line baggage system	2,466,384	1,869,371
Runway project	1,493,264	150,323
Total	<u>\$ 15,306,025</u>	<u>\$11,089,333</u>

2. Encumbrance Commitments

Encumbrances are commitments related to unperformed contracts for goods and services (i.e., purchase orders). Encumbrance accounting is used to assure effective budgetary control and accountability and to promote effective cash management. At year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year for the governmental funds include the following:

Major funds:	
General	\$ 1,980,102
Municipal service district	51,006
Federal and state grants	8,587,518
County transportation trust	2,036,654
Volusia Forever	78,053
Non-major funds	<u>17,385,125</u>
Total	<u><u>\$30,118,458</u></u>

D. LITIGATION

Various suits and claims involving disputed ad valorem real and personal property taxes are pending against the County. Portions of these taxes have been voluntarily paid; portions have been paid under protest; and in certain instances, there are unpaid balances.

Various suits and claims are currently pending against the County. At this time, it is impossible for the County to accurately quantify the exposure involved given the jury's latitude in assessing compensatory and punitive damages, and the court's latitude in awarding attorney's fees. The County intends to vigorously defend against these lawsuits and believes it has a good chance of prevailing on their merits.

E. COMMUTER RAIL

On July 31, 2007, the County joined Orange, Osceola, and Seminole counties, and the City of Orlando to create the Central Florida Commuter Rail Commission. The purpose of this commission is to provide for the operation and creation of a funding plan for a light rail system that will serve the central Florida area. The four counties and city are the local governing partners that each contributes one member to form the governing board of the commission.

The commission entered into two agreements with the Florida Department of Transportation who will provide the funds for a 50 percent match of federal funds for the acquisition and construction of a commuter rail system. As a commission partner, the County is responsible for providing a portion of the capital costs, including debt service payments. Volusia County has pledged \$26.5 million, which will pay for two west side train stations, train sets, and track improvements. The County Council approved to have State Infrastructure Bank (SIB) loans in place to cover the county's share of the local capital costs. Currently, the County Council has two loans totaling \$12.5 million approved by the SIB.

In fiscal year 2011, County Council approved to appropriate funds from the first SIB loan of \$10.2 million to pay for the Phase I construction costs. During that year, the County received draws totaling \$5.6 million of the \$10.2 million note. The County intends to apply for an additional \$12.4 million in SIB loans to complete Phase II construction. No additional draws or loans were made in 2013.

**NOTE 15.
RESTATEMENT OF NET POSITION**

The prior year net position of the Volusia Transportation Authority has been restated to correct the reporting of prepaid maintenance and software costs related to the installation and implementation of an upgrade to the integrated, intelligent transportation system.

A. BUSINESS-TYPE ACTIVITIES NET POSITION

	<u>Balance 09/30/12</u>	<u>Change</u>	<u>Restated Balance 09/30/12</u>
Business-type Activities:			
<u>Assets</u>			
Prepaid items	\$ 23,098	\$ 1,030,000	\$ 1,053,098
Construction in progress	8,996,949	201,611	9,198,560
<u>Net Position</u>			
Net investment in capital assets	\$ 168,500,750	\$ 201,611	\$ 168,702,361
Unrestricted	30,621,904	1,030,000	31,651,904

B. PROPRIETARY NET POSITION

	<u>Balance 09/30/12</u>	<u>Change</u>	<u>Restated Balance 09/30/12</u>
<u>Assets</u>			
Enterprise funds:			
Volusia Transportation Authority-			
Prepaid items	\$ 23,098	\$ 1,030,000	\$ 1,053,098
Construction in progress	89,604	201,611	291,215
Total	\$ 112,702	\$ 1,231,611	\$ 1,344,313
<u>Net Position</u>			
Enterprise funds:			
Net investment in capital assets	\$ 18,068,162	\$ 201,611	\$ 18,269,773
Unrestricted	2,407,369	1,030,000	3,437,369
Total	\$ 20,475,531	\$ 1,231,611	\$ 21,707,142

**NOTE 16.
SUBSEQUENT EVENTS**

BONDS PAYABLE

On October 31, 2013, the County issued \$8,030,000 in capital improvement revenue notes. The proceeds were used to refund the parking facility revenue bonds, Series 2007. This refinancing allowed the County to take advantage of favorable interest rates.

REQUIRED SUPPLEMENTARY INFORMATION

**COUNTY OF VOLUSIA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
VOLUNTEER FIREFIGHTERS PENSION PLAN
SEPTEMBER 30, 2013**

SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
10/1/2004	\$4,008,215	\$3,608,488	\$(399,727)	111%	N/A	N/A
10/1/2005	4,424,040	4,039,662	(384,378)	110	N/A	N/A
10/1/2006	4,884,302	4,512,387	(371,915)	108	N/A	N/A
10/1/2007	5,033,476	4,667,026	(366,450)	108	N/A	N/A
10/1/2008	4,352,905	4,000,173	(352,732)	109	N/A	N/A
10/1/2009	4,038,251	3,700,197	(338,054)	109	N/A	N/A
10/1/2010	4,185,859	3,866,291	(319,568)	108	N/A	N/A
10/1/2011	4,058,364	3,758,299	(300,065)	108	N/A	N/A
10/1/2012	4,323,436	4,043,946	(279,490)	107	N/A	N/A
10/1/2013	4,459,087	4,201,304	(257,783)	106	N/A	N/A

SCHEDULE OF EMPLOYER CONTRIBUTIONS		
Year Ended September 30	Annual Required Contribution	Percentage Contributed
2004	\$58,758	174
2005	58,758	174
2006	0	0
2007	0	0
2008	0	0
2009	0	0
2010	0	0
2011	0	0
2012	0	0
2013	0	0

**COUNTY OF VOLUSIA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST-EMPLOYMENT BENEFIT PLAN
SEPTEMBER 30, 2013**

SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
10/1/2006	N/A	\$32,077,395	\$32,077,395	0.0%	\$118,521,498	27.1
10/1/2007	N/A	33,317,366	33,317,366	0.0	125,421,715	26.6
10/1/2008	N/A	46,032,792	46,032,792	0.0	125,466,110	36.7
10/1/2009	N/A	48,324,760	48,324,760	0.0	128,493,540	37.6
10/1/2010	N/A	51,582,362	51,582,362	0.0	124,087,086	41.6
10/1/2011	N/A	53,721,466	53,721,466	0.0	135,182,912	39.7
10/1/2012	N/A	41,819,523	41,819,523	0.0	130,405,321	32.1

The County implemented GASB Statement No. 45 for the fiscal year ended September 30, 2007. Information for prior years is not available.



Volusia County
FLORIDA

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

Special Revenue Funds account for revenues from specific taxes or other earmarked revenue sources which, by law, are designated to finance particular functions or activities of government.

Library

The Library Fund accounts for the fiscal activity relating to the County library system.

East Volusia Mosquito Control District

The East Volusia Mosquito Control District Fund accounts for the fiscal activity relating to a program in the eastern section of the County for the control of pestiferous mosquitoes and other arthropods which can affect public health.

Resort Tax

The Resort Tax Fund accounts for the fiscal activity relating to the collection and distribution of the tax on short-term room rentals.

Sales Tax Trust

The Sales Tax Trust Fund accounts for the fiscal activity related to the County's portion of the half cent state sales tax collected within the County.

Convention Development Tax

The Convention Development Tax Fund accounts for the fiscal activity relating to the tax on short-term room rentals used to promote and advertise specific geographic areas of the County.

Ponce Inlet Port Authority

The Ponce Inlet Port Authority Fund accounts for the fiscal activity relating to the operations of the recreational waterfront properties on the eastside of the County.

E-911 Emergency Telephone System

The E-911 Emergency Telephone System Fund accounts for the fiscal activity relating to the collection and use of the E-911 emergency telephone system fees.

Special Lighting Districts

The Special Lighting Districts Fund accounts for the fiscal activity relating to providing street lighting services.

Ocean Center

The Ocean Center Fund accounts for the fiscal activity relating to the administration and operation of the County's convention center.

Manatee Conservation

The Manatee Conservation Fund accounts for the fiscal activity relating to the protection of manatees in the County's waterways.

Road Impact Fees

The Road Impact Fees Fund accounts for the fiscal activity relating to the County's road impact fees that support growth-related road needs.

Park Impact Fees

The Park Impact Fees Fund accounts for the fiscal activity relating to the County's park impact fees that support growth-related parks and improvements.

Fire Services

The Fire Services Fund accounts for the fiscal activity relating to providing fire and rescue services in the unincorporated areas of the County and the municipalities of Lake Helen, Oak Hill, and Pierson.

Fire Impact Fees

The Fire Impact Fees Fund accounts for the fiscal activity relating to the County's fire impact fees that support growth-related fire protection and rescue equipment.

Silver Sands/Bethune Beach Municipal Service District

The Silver Sands/Bethune Beach Municipal Service District Fund accounts for the fiscal activity relating to providing arterial lighting services.

Gemini Springs

The Gemini Springs Fund accounts for funds received to provide security and maintenance assistance for the Gemini Springs/Lake Monroe Park trail.

Stormwater Utility

The Stormwater Utility Fund accounts for the fiscal activity relating to fees collected that support storm water control, conservation, and aquifer recharge for all developed property in the unincorporated areas of the County.

Volusia ECHO

The Volusia ECHO Fund accounts for the fiscal activity relating to Environmental, Cultural, Historic, and Outdoor recreation projects.

Law/Beach Enforcement Trust

The Law/Beach Enforcement Trust Fund accounts for proceeds from the sale of confiscated and unclaimed property awarded to the County by court order to be used solely for crime fighting purposes.

Federal Forfeiture Sharing

The Federal Forfeiture Sharing Funds account for revenues received as a result of County participation with the U.S. Treasury and Justice Departments in the elimination of illegal activities.

State Housing Incentive Program (S.H.I.P.)

The State Housing Incentive Program Fund accounts for the fiscal activity relating to a program for the development and rehabilitation of affordable housing.

Library Endowment

The Library Endowment Fund accounts for donations to purchase publications and other library materials.

Corrections – Welfare Trust

The Corrections – Welfare Trust Fund accounts for sales of personal care and discretionary items to the jail and correctional inmates. Profits from these sales are used to purchase recreational equipment for the inmates.

DEBT SERVICE FUNDS

The Limited Tax General Obligation Bonds, Subordinate Lien Sales Tax Revenue Bonds, Sales Tax Refunding Revenue Bonds, Gas Tax Refunding Revenue Bonds, Tourist Development Tax Refunding Revenue Bonds, Capital Improvement Revenue and Refunding Bonds, Public Transportation Notes Payable, and the Installment Purchase Agreements debt service funds account for the fiscal activities for the accumulation of resources for the payment of principal, interest, and related costs of governmental long-term debt.

CAPITAL PROJECTS FUNDS

Capital Projects Funds account for the financial resources used to acquire or construct major capital facilities other than those financed by proprietary funds.

Ocean Center Expansion

The Ocean Center Expansion Fund accounts for the fiscal activity relating to the construction of additional exhibition space and meeting rooms in the Ocean Center.

Bond Funded Road Program

The Bond Funded Road Program Fund accounts for the fiscal activity relating to the construction of roads and transportation improvements with an emphasis on projects that support economic development.

Beach

The Beach Capital Projects Fund accounts for the financial resources used to construct beach related capital improvements.

Trails

The Trails Capital Projects Fund accounts for the financial resources used to construct a county-wide network of bicycle, walking, and hiking trails.

Information Technology

The Information Technology Capital Projects Fund accounts for the financial resources used to acquire, install, upgrade, and equip improvements to the County's electronic information systems.

Library Construction

The Library Construction Fund accounts for the financial resources used to expand the DeLand library and to make updates and renovations to libraries county-wide.

Capital Improvement Projects

The Capital Improvement Projects Fund accounts for the financial resources used to design, construct and equip the Emergency Operations and Sheriff's Communications Center (EOSCC).

Branch Jail Expansion

The Branch Jail Expansion Capital Projects Fund accounts for the financial resources used to design, construct, and equip additional square footage to the existing branch jail to alleviate the general overcrowded conditions.

Parks

The Parks Capital Projects Fund accounts for the financial resources used to acquire, construct, install, and equip various County park projects.

800 Mhz System Improvements

The 800 Mhz System Improvements Fund accounts for the financial resources used to upgrade and improve the 800 Mhz communication system.

Other

The Other Capital Projects Fund accounts for the financial resources used to acquire, construct, and furnish a variety of capital improvement projects.

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
September 30, 2013

	<u>Library</u>	<u>East Volusia Mosquito Control District</u>	<u>Resort Tax</u>
ASSETS			
Equity in pooled cash and investments	\$ 8,899,517	\$ 8,184,885	\$ -
Receivables:			
Accounts - net	-	102,256	457,096
Taxes	78,635	19,085	-
Notes	-	-	-
Due from other funds	-	64,222	-
Due from other governments	-	-	-
Advances to other funds	-	307,467	-
Inventories	-	309,970	-
Deposits	-	-	-
Total assets	<u>\$ 8,978,152</u>	<u>\$ 8,987,885</u>	<u>\$ 457,096</u>
LIABILITIES			
Accounts and contracts payable	\$ 333,589	\$ 12,800	\$ -
Due to other funds	-	-	381,092
Due to component units	-	-	-
Due to other governments	498	-	-
Deposits	-	1,500	-
Advances from other funds	-	-	-
Unearned revenue	-	-	75,621
Total liabilities	<u>334,087</u>	<u>14,300</u>	<u>456,713</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	67,766	17,347	-
Total deferred inflows of resources	<u>67,766</u>	<u>17,347</u>	<u>-</u>
FUND BALANCES			
Non-spendable:			
Inventories	-	309,970	-
Advances	-	307,467	-
Deposits	-	-	-
Long-term notes receivable	-	-	-
Restricted for:			
Law enforcement and fire safety	-	-	-
Conservation programs	-	-	-
Transportation related construction and maintenance	-	-	-
Social services and community development programs	-	8,338,801	-
Library, parks, and tourism programs	8,576,299	-	383
Other purposes	-	-	-
Total fund balances	<u>8,576,299</u>	<u>8,956,238</u>	<u>383</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 8,978,152</u>	<u>\$ 8,987,885</u>	<u>\$ 457,096</u>

<u>Sales Tax Trust</u>	<u>Convention Development Tax</u>	<u>Ponce Inlet Port Authority</u>	<u>E-911 Emergency Telephone System</u>	<u>Special Lighting Districts</u>	<u>Ocean Center</u>
\$ -	\$ 4,001,112	\$ 5,047,066	\$ 2,197,716	\$ 110,767	\$ 1,490,099
-	84,048	30,171	-	-	138,011
-	381,475	8,005	-	-	-
-	-	-	-	-	-
-	-	-	-	-	381,092
2,688,517	-	-	540,012	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	88,494	-	-	-	-
<u>\$ 2,688,517</u>	<u>\$ 4,555,129</u>	<u>\$ 5,085,242</u>	<u>\$ 2,737,728</u>	<u>\$ 110,767</u>	<u>\$ 2,009,202</u>
\$ -	\$ 554,266	\$ 18,441	\$ 1,346	\$ 29,540	\$ 224,417
2,688,517	-	-	-	-	-
-	-	-	-	-	-
-	-	35,982	-	-	3,738
-	-	-	-	-	-
-	-	-	-	-	-
-	84,775	-	-	-	373,898
<u>2,688,517</u>	<u>639,041</u>	<u>54,423</u>	<u>1,346</u>	<u>29,540</u>	<u>602,053</u>
-	-	7,243	-	-	-
-	-	<u>7,243</u>	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	87,564	-	-	-	-
-	-	-	-	-	-
-	-	-	2,736,382	-	-
-	-	-	-	-	-
-	-	5,023,576	-	81,227	-
-	-	-	-	-	-
-	3,828,524	-	-	-	1,407,149
-	-	-	-	-	-
-	<u>3,916,088</u>	<u>5,023,576</u>	<u>2,736,382</u>	<u>81,227</u>	<u>1,407,149</u>
<u>\$ 2,688,517</u>	<u>\$ 4,555,129</u>	<u>\$ 5,085,242</u>	<u>\$ 2,737,728</u>	<u>\$ 110,767</u>	<u>\$ 2,009,202</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
September 30, 2013

	<u>Manatee Conservation</u>	<u>Road Impact Fees</u>	<u>Park Impact Fees</u>
ASSETS			
Equity in pooled cash and investments	\$ 147,396	\$ 9,002,596	\$ 2,416,973
Receivables:			
Accounts - net	-	-	-
Taxes	-	-	-
Notes	-	-	-
Due from other funds	-	-	-
Due from other governments	-	-	-
Advances to other funds	-	-	-
Inventories	-	-	-
Deposits	-	-	-
Total assets	<u>\$ 147,396</u>	<u>\$ 9,002,596</u>	<u>\$ 2,416,973</u>
LIABILITIES			
Accounts and contracts payable	\$ -	\$ -	\$ 4,390
Due to other funds	-	-	-
Due to component units	-	-	-
Due to other governments	-	-	-
Deposits	-	-	-
Advances from other funds	-	-	-
Unearned revenue	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>4,390</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Non-spendable:			
Inventories	-	-	-
Advances	-	-	-
Deposits	-	-	-
Long-term notes receivable	-	-	-
Restricted for:			
Law enforcement and fire safety	-	-	-
Conservation programs	147,396	-	-
Transportation related construction and maintenance	-	9,002,596	-
Social services and community development programs	-	-	-
Library, parks, and tourism programs	-	-	2,412,583
Other purposes	-	-	-
Total fund balances	<u>147,396</u>	<u>9,002,596</u>	<u>2,412,583</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 147,396</u>	<u>\$ 9,002,596</u>	<u>\$ 2,416,973</u>

<u>Fire Services</u>	<u>Fire Impact Fees</u>	<u>Silver Sands / Bethune Beach Municipal Service District</u>	<u>Gemini Springs</u>	<u>Stormwater Utility</u>	<u>Volusia ECHO</u>
\$ 7,087,994	\$ 554,373	\$ 1,639	\$ 91,787	\$ 7,375,224	\$ 11,884,035
-	-	-	-	-	-
178,115	-	23	-	-	26,634
-	-	-	-	-	-
10,788	-	-	-	1,055	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 7,276,897</u>	<u>\$ 554,373</u>	<u>\$ 1,662</u>	<u>\$ 91,787</u>	<u>\$ 7,376,279</u>	<u>\$ 11,910,669</u>
\$ 176,358	\$ -	\$ 16	\$ 1,988	\$ 59,359	\$ 148,435
-	-	-	-	64,222	-
-	-	-	-	-	-
46,075	-	-	-	-	60,000
-	-	-	-	-	-
-	-	-	-	307,467	-
-	-	-	-	-	-
<u>222,433</u>	<u>-</u>	<u>16</u>	<u>1,988</u>	<u>431,048</u>	<u>208,435</u>
160,609	-	23	-	-	23,563
<u>160,609</u>	<u>-</u>	<u>23</u>	<u>-</u>	<u>-</u>	<u>23,563</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,893,855	554,373	-	-	-	-
-	-	-	-	-	-
-	-	1,623	-	6,945,231	-
-	-	-	-	-	-
-	-	-	89,799	-	11,678,671
-	-	-	-	-	-
<u>6,893,855</u>	<u>554,373</u>	<u>1,623</u>	<u>89,799</u>	<u>6,945,231</u>	<u>11,678,671</u>
<u>\$ 7,276,897</u>	<u>\$ 554,373</u>	<u>\$ 1,662</u>	<u>\$ 91,787</u>	<u>\$ 7,376,279</u>	<u>\$ 11,910,669</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
September 30, 2013

	<u>Law/Beach Enforcement Trust</u>	<u>Federal Forfeiture Sharing</u>	<u>State Housing Incentive Program (S.H.I.P.)</u>
ASSETS			
Equity in pooled cash and investments	\$ 342,729	\$ 638,573	\$ 1,022,662
Receivables:			
Accounts - net	-	-	-
Taxes	-	-	-
Notes	-	-	2,886,358
Due from other funds	-	-	-
Due from other governments	-	-	-
Advances to other funds	-	-	-
Inventories	-	-	-
Deposits	-	-	-
Total assets	<u>\$ 342,729</u>	<u>\$ 638,573</u>	<u>\$ 3,909,020</u>
LIABILITIES			
Accounts and contracts payable	\$ 14,417	\$ 87,534	\$ 27,202
Due to other funds	-	-	-
Due to component units	28	-	188
Due to other governments	-	-	-
Deposits	121,511	-	-
Advances from other funds	-	-	-
Unearned revenue	-	-	995,272
Total liabilities	<u>135,956</u>	<u>87,534</u>	<u>1,022,662</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Non-spendable:			
Inventories	-	-	-
Advances	-	-	-
Deposits	-	-	-
Long-term notes receivable	-	-	2,886,358
Restricted for:			
Law enforcement and fire safety	206,773	551,039	-
Conservation programs	-	-	-
Transportation related construction and maintenance	-	-	-
Social services and community development programs	-	-	-
Library, parks, and tourism programs	-	-	-
Other purposes	-	-	-
Total fund balances	<u>206,773</u>	<u>551,039</u>	<u>2,886,358</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 342,729</u>	<u>\$ 638,573</u>	<u>\$ 3,909,020</u>

<u>Library Endowment</u>	<u>Corrections - Welfare Trust</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 757,214	\$ 2,096,266	\$ 73,350,623
-	-	811,582
-	-	691,972
-	-	2,886,358
-	-	445,314
-	-	3,240,372
-	-	307,467
-	-	309,970
-	-	88,494
<u>\$ 757,214</u>	<u>\$ 2,096,266</u>	<u>\$ 82,132,152</u>
\$ -	\$ 55,866	\$ 1,749,964
-	-	3,133,831
-	-	216
-	4,620	150,913
-	-	123,011
-	-	307,467
-	-	1,529,566
<u>-</u>	<u>60,486</u>	<u>6,994,968</u>
-	-	276,551
<u>-</u>	<u>-</u>	<u>276,551</u>
-	-	309,970
-	-	307,467
-	-	87,564
-	-	2,886,358
-	-	10,942,422
-	-	147,396
-	-	21,054,253
-	-	8,338,801
757,214	-	28,750,622
-	2,035,780	2,035,780
<u>757,214</u>	<u>2,035,780</u>	<u>74,860,633</u>
<u>\$ 757,214</u>	<u>\$ 2,096,266</u>	<u>\$ 82,132,152</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Debt Service Funds
September 30, 2013

	Limited Tax General Obligation Bonds	Subordinate Lien Sales Tax Revenue Bonds	Sales Tax Refunding Revenue Bonds
ASSETS			
Equity in pooled cash and investments	\$ 3,187,588	\$ 5,458,491	\$ 531,725
Receivables:			
Taxes	18,683	-	-
Total assets	<u>\$ 3,206,271</u>	<u>\$ 5,458,491</u>	<u>\$ 531,725</u>
LIABILITIES			
Bonds payable - current	\$ 2,405,000	\$ 4,015,000	\$ 485,000
Notes payable - current	-	-	-
Accrued interest payable	513,184	844,216	46,725
Total liabilities	<u>2,918,184</u>	<u>4,859,216</u>	<u>531,725</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	16,684	-	-
Total deferred inflows of resources	<u>16,684</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Restricted for:			
Debt service principal and interest	271,403	599,275	-
Total fund balances	<u>271,403</u>	<u>599,275</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,206,271</u>	<u>\$ 5,458,491</u>	<u>\$ 531,725</u>

Gax Tax Refunding Revenue Bonds	Tourist Development Tax Refunding Revenue Bonds	Capital Improvement Revenue and Refunding Bonds	Public Transportation Notes Payable	Total Nonmajor Debt Service Funds
\$ 897,313	\$ 2,798,708	\$ 1,736,841	\$ 1,200,000	\$ 15,810,666
-	-	-	-	18,683
<u>\$ 897,313</u>	<u>\$ 2,798,708</u>	<u>\$ 1,736,841</u>	<u>\$ 1,200,000</u>	<u>\$ 15,829,349</u>
\$ 475,000	\$ -	\$ 1,669,000	\$ -	\$ 9,049,000
-	-	-	1,150,136	1,150,136
422,313	-	67,841	49,864	1,944,143
<u>897,313</u>	<u>-</u>	<u>1,736,841</u>	<u>1,200,000</u>	<u>12,143,279</u>
-	-	-	-	16,684
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,684</u>
-	2,798,708	-	-	3,669,386
<u>-</u>	<u>2,798,708</u>	<u>-</u>	<u>-</u>	<u>3,669,386</u>
<u>\$ 897,313</u>	<u>\$ 2,798,708</u>	<u>\$ 1,736,841</u>	<u>\$ 1,200,000</u>	<u>\$ 15,829,349</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Capital Projects Funds
September 30, 2013

	<u>Ocean Center Expansion</u>	<u>Bond Funded Road Program</u>	<u>Beach</u>
ASSETS			
Equity in pooled cash and investments	\$ 915,119	\$ 23,891,524	\$ 4,604,555
Due from other governments	-	-	-
Total assets	<u>\$ 915,119</u>	<u>\$ 23,891,524</u>	<u>\$ 4,604,555</u>
LIABILITIES			
Accounts and contracts payable	\$ -	\$ 464,072	\$ 8,246
Due to component units	-	-	19
Total liabilities	<u>-</u>	<u>464,072</u>	<u>8,265</u>
FUND BALANCES			
Restricted for:			
Transportation related construction and maintenance	-	23,427,452	-
Library, parks, and tourism programs	907,525	-	1,333,667
Assigned to:			
Capital projects	7,594	-	3,262,623
Total fund balances	<u>915,119</u>	<u>23,427,452</u>	<u>4,596,290</u>
Total liabilities and fund balances	<u>\$ 915,119</u>	<u>\$ 23,891,524</u>	<u>\$ 4,604,555</u>

<u>Trails</u>	<u>Information Technology</u>	<u>Library Construction</u>	<u>Capital Improvement Projects</u>	<u>Branch Jail Expansion</u>	<u>Parks</u>
\$ 7,820,993	\$ 2,651,932	\$ 811,196	\$ 2,768,766	\$ 9,227,219	\$ 2,698,848
-	-	-	-	-	213
<u>\$ 7,820,993</u>	<u>\$ 2,651,932</u>	<u>\$ 811,196</u>	<u>\$ 2,768,766</u>	<u>\$ 9,227,219</u>	<u>\$ 2,699,061</u>
\$ -	\$ 5,925	\$ 11,567	\$ -	\$ 21,102	\$ 60,746
-	-	-	-	-	-
<u>-</u>	<u>5,925</u>	<u>11,567</u>	<u>-</u>	<u>21,102</u>	<u>60,746</u>
-	-	-	-	-	-
7,400,825	-	765,730	-	-	440,331
420,168	2,646,007	33,899	2,768,766	9,206,117	2,197,984
<u>7,820,993</u>	<u>2,646,007</u>	<u>799,629</u>	<u>2,768,766</u>	<u>9,206,117</u>	<u>2,638,315</u>
<u>\$ 7,820,993</u>	<u>\$ 2,651,932</u>	<u>\$ 811,196</u>	<u>\$ 2,768,766</u>	<u>\$ 9,227,219</u>	<u>\$ 2,699,061</u>

COUNTY OF VOLUSIA, FLORIDA
 Combining Balance Sheet
 Nonmajor Governmental Funds - Capital Projects Funds
 September 30, 2013

	<u>800 Mhz System Improvements</u>	<u>Other</u>	<u>Total Nonmajor Capital Projects Funds</u>
ASSETS			
Equity in pooled cash and investments	\$ 2,364,222	\$ 24,361	\$ 57,778,735
Due from other governments	-	-	213
Total assets	<u>\$ 2,364,222</u>	<u>\$ 24,361</u>	<u>\$ 57,778,948</u>
LIABILITIES			
Accounts and contracts payable	\$ -	\$ -	\$ 571,658
Due to component units	-	-	19
Total liabilities	<u>-</u>	<u>-</u>	<u>571,677</u>
FUND BALANCES			
Restricted for:			
Transportation related construction and maintenance	-	-	23,427,452
Library, parks, and tourism programs	-	-	10,848,078
Assigned to:			
Capital projects	2,364,222	24,361	22,931,741
Total fund balances	<u>2,364,222</u>	<u>24,361</u>	<u>57,207,271</u>
Total liabilities and fund balances	<u>\$ 2,364,222</u>	<u>\$ 24,361</u>	<u>\$ 57,778,948</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
All Nonmajor Governmental Funds
September 30, 2013

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS				
Equity in pooled cash and investments	\$ 73,350,623	\$ 15,810,666	\$ 57,778,735	\$ 146,940,024
Receivables:				
Accounts - net	811,582	-	-	811,582
Taxes	691,972	18,683	-	710,655
Notes	2,886,358	-	-	2,886,358
Due from other funds	445,314	-	-	445,314
Due from other governments	3,240,372	-	213	3,240,585
Advances to other funds	307,467	-	-	307,467
Inventories	309,970	-	-	309,970
Deposits	88,494	-	-	88,494
Total assets	\$ 82,132,152	\$ 15,829,349	\$ 57,778,948	\$ 155,740,449
LIABILITIES				
Accounts and contracts payable	\$ 1,749,964	\$ -	\$ 571,658	\$ 2,321,622
Due to other funds	3,133,831	-	-	3,133,831
Due to component units	216	-	19	235
Due to other governments	150,913	-	-	150,913
Bonds payable - current	-	9,049,000	-	9,049,000
Notes payable - current	-	1,150,136	-	1,150,136
Accrued interest payable	-	1,944,143	-	1,944,143
Deposits	123,011	-	-	123,011
Advances from other funds	307,467	-	-	307,467
Unearned revenue	1,529,566	-	-	1,529,566
Total liabilities	6,994,968	12,143,279	571,677	19,709,924
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	276,551	16,684	-	293,235
Total deferred inflows of resources	276,551	16,684	-	293,235
FUND BALANCES				
Non-spendable:				
Inventories	309,970	-	-	309,970
Advances	307,467	-	-	307,467
Deposits	87,564	-	-	87,564
Long-term notes receivable	2,886,358	-	-	2,886,358
Restricted for:				
Law enforcement and fire safety	10,942,422	-	-	10,942,422
Conservation programs	147,396	-	-	147,396
Transportation related construction and maintenance	21,054,253	-	23,427,452	44,481,705
Social services and community development programs	8,338,801	-	-	8,338,801
Library, parks, and tourism programs	28,750,622	-	10,848,078	39,598,700
Debt service principal and interest	-	3,669,386	-	3,669,386
Other purposes	2,035,780	-	-	2,035,780
Assigned to:				
Capital projects	-	-	22,931,741	22,931,741
Total fund balances	74,860,633	3,669,386	57,207,271	135,737,290
Total liabilities, deferred inflows of resources, and fund balances	\$ 82,132,152	\$ 15,829,349	\$ 57,778,948	\$ 155,740,449

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Special Revenue Funds
For the Year Ended September 30, 2013

	<u>Library</u>	<u>East Volusia Mosquito Control District</u>	<u>Resort Tax</u>
REVENUES			
Taxes	\$ 13,778,890	\$ 3,429,727	\$ 7,748,880
Licenses and permits	-	-	-
Intergovernmental revenues	428,934	400,171	-
Charges for services	183,206	17,800	-
Fines and forfeitures	403,794	-	-
Interest revenues	(24,746)	(18,121)	5,504
Special assessments/impact fees	-	-	-
Miscellaneous revenues	467,454	52,933	-
Total revenues	<u>15,237,532</u>	<u>3,882,510</u>	<u>7,754,384</u>
EXPENDITURES			
Current:			
General government	-	-	103,318
Public safety	-	-	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	3,978,098	-
Culture/recreation	16,284,894	-	-
Total expenditures	<u>16,284,894</u>	<u>3,978,098</u>	<u>103,318</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,047,362)</u>	<u>(95,588)</u>	<u>7,651,066</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	120,285	17,374	-
Transfers (out)	(305,634)	-	(7,650,683)
Total other financing sources and (uses)	<u>(185,349)</u>	<u>17,374</u>	<u>(7,650,683)</u>
Net change in fund balances	(1,232,711)	(78,214)	383
Fund balances - beginning	<u>9,809,010</u>	<u>9,034,452</u>	<u>-</u>
Fund balances - ending	<u>\$ 8,576,299</u>	<u>\$ 8,956,238</u>	<u>\$ 383</u>

<u>Sales Tax Trust</u>	<u>Convention Development Tax</u>	<u>Ponce Inlet Port Authority</u>	<u>E-911 Emergency Telephone System</u>	<u>Special Lighting Districts</u>	<u>Ocean Center</u>
\$ -	\$ 7,748,496	\$ 1,531,976	\$ -	\$ -	\$ -
-	-	-	-	-	-
16,894,299	-	162	2,341,805	-	-
-	-	396,524	-	-	1,153,590
-	-	-	-	-	-
16,370	5,822	(24,020)	(14,660)	-	(4,624)
-	-	-	-	267,492	-
-	161,042	-	-	-	359,022
<u>16,910,669</u>	<u>7,915,360</u>	<u>1,904,642</u>	<u>2,327,145</u>	<u>267,492</u>	<u>1,507,988</u>
-	-	-	-	-	-
-	-	-	2,587,084	-	-
-	-	-	-	-	-
-	-	2,424,473	-	273,357	-
-	7,008,203	-	-	-	-
-	-	-	-	-	-
-	-	550,863	-	-	4,603,733
<u>-</u>	<u>7,008,203</u>	<u>2,975,336</u>	<u>2,587,084</u>	<u>273,357</u>	<u>4,603,733</u>
<u>16,910,669</u>	<u>907,157</u>	<u>(1,070,694)</u>	<u>(259,939)</u>	<u>(5,865)</u>	<u>(3,095,745)</u>
-	-	5,560	1,390	-	4,200,551
<u>(16,930,031)</u>	<u>-</u>	<u>-</u>	<u>(922,253)</u>	<u>-</u>	<u>(839,585)</u>
<u>(16,930,031)</u>	<u>-</u>	<u>5,560</u>	<u>(920,863)</u>	<u>-</u>	<u>3,360,966</u>
(19,362)	907,157	(1,065,134)	(1,180,802)	(5,865)	265,221
<u>19,362</u>	<u>3,008,931</u>	<u>6,088,710</u>	<u>3,917,184</u>	<u>87,092</u>	<u>1,141,928</u>
<u>\$ -</u>	<u>\$ 3,916,088</u>	<u>\$ 5,023,576</u>	<u>\$ 2,736,382</u>	<u>\$ 81,227</u>	<u>\$ 1,407,149</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Special Revenue Funds
For the Year Ended September 30, 2013

	<u>Manatee Conservation</u>	<u>Road Impact Fees</u>	<u>Park Impact Fees</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	26,500	-	-
Intergovernmental revenues	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest revenues	(349)	(36,402)	(14,129)
Special assessments/impact fees	-	769,399	20,722
Miscellaneous revenues	-	500	-
Total revenues	<u>26,151</u>	<u>733,497</u>	<u>6,593</u>
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Physical environment	402	-	-
Transportation	-	121,882	-
Economic environment	-	-	-
Human services	-	-	-
Culture/recreation	-	-	157,617
Total expenditures	<u>402</u>	<u>121,882</u>	<u>157,617</u>
Excess (deficiency) of revenues over (under) expenditures	<u>25,749</u>	<u>611,615</u>	<u>(151,024)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers (out)	(4,086)	(1,218,705)	(1,014,436)
Total other financing sources and (uses)	<u>(4,086)</u>	<u>(1,218,705)</u>	<u>(1,014,436)</u>
Net change in fund balances	21,663	(607,090)	(1,165,460)
Fund balances - beginning	<u>125,733</u>	<u>9,609,686</u>	<u>3,578,043</u>
Fund balances - ending	<u>\$ 147,396</u>	<u>\$ 9,002,596</u>	<u>\$ 2,412,583</u>

<u>Fire Services</u>	<u>Fire Impact Fees</u>	<u>Silver Sands / Bethune Beach Municipal Service District</u>	<u>Gemini Springs</u>	<u>Stormwater Utility</u>	<u>Volusia ECHO</u>
\$ 19,786,446	\$ -	\$ 9,928	\$ -	\$ -	\$ 4,573,087
-	-	-	-	-	-
52,972	-	-	-	-	717
381,291	-	-	-	-	-
-	-	-	-	-	-
(13,152)	(2,192)	12	(367)	(23,285)	(42,309)
-	12,699	-	-	4,565,816	-
194,164	-	-	-	18,533	-
<u>20,401,721</u>	<u>10,507</u>	<u>9,940</u>	<u>(367)</u>	<u>4,561,064</u>	<u>4,531,495</u>
-	-	-	-	-	-
21,478,355	82,373	-	-	-	-
-	-	-	-	-	-
-	-	14,269	-	3,190,325	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	5,000	-	3,979,567
<u>21,478,355</u>	<u>82,373</u>	<u>14,269</u>	<u>5,000</u>	<u>3,190,325</u>	<u>3,979,567</u>
<u>(1,076,634)</u>	<u>(71,866)</u>	<u>(4,329)</u>	<u>(5,367)</u>	<u>1,370,739</u>	<u>551,928</u>
126,830	-	3,600	-	38,243	-
-	-	-	-	(10,961)	(1,604,459)
<u>126,830</u>	<u>-</u>	<u>3,600</u>	<u>-</u>	<u>27,282</u>	<u>(1,604,459)</u>
(949,804)	(71,866)	(729)	(5,367)	1,398,021	(1,052,531)
<u>7,843,659</u>	<u>626,239</u>	<u>2,352</u>	<u>95,166</u>	<u>5,547,210</u>	<u>12,731,202</u>
<u>\$ 6,893,855</u>	<u>\$ 554,373</u>	<u>\$ 1,623</u>	<u>\$ 89,799</u>	<u>\$ 6,945,231</u>	<u>\$ 11,678,671</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Special Revenue Funds
For the Year Ended September 30, 2013

	Law/Beach Enforcement Trust	Federal Forfeiture Sharing	State Housing Incentive Program (S.H.I.P.)
REVENUES			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	-	-	162,150
Charges for services	-	-	101,475
Fines and forfeitures	302,907	229,209	-
Interest revenues	(1,821)	(3,503)	(3,025)
Special assessments/impact fees	-	-	-
Miscellaneous revenues	41,233	-	-
Total revenues	<u>342,319</u>	<u>225,706</u>	<u>260,600</u>
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	184,633	418,536	-
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	300,428
Human services	-	-	10,111
Culture/recreation	-	-	-
Total expenditures	<u>184,633</u>	<u>418,536</u>	<u>310,539</u>
Excess (deficiency) of revenues over (under) expenditures	<u>157,686</u>	<u>(192,830)</u>	<u>(49,939)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers (out)	(36,425)	-	-
Total other financing sources and (uses)	<u>(36,425)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	121,261	(192,830)	(49,939)
Fund balances - beginning	<u>85,512</u>	<u>743,869</u>	<u>2,936,297</u>
Fund balances - ending	<u>\$ 206,773</u>	<u>\$ 551,039</u>	<u>\$ 2,886,358</u>

<u>Library Endowment</u>	<u>Corrections - Welfare Trust</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ 58,607,430
-	-	26,500
-	-	20,281,210
-	-	2,233,886
-	-	935,910
(2,975)	(7,323)	(209,295)
-	-	5,636,128
<u>10,000</u>	<u>597,532</u>	<u>1,902,413</u>
<u>7,025</u>	<u>590,209</u>	<u>89,414,182</u>
-	-	103,318
-	298,412	25,049,393
-	-	402
-	-	6,024,306
-	-	7,308,631
-	-	3,988,209
-	-	25,581,674
<u>-</u>	<u>298,412</u>	<u>68,055,933</u>
<u>7,025</u>	<u>291,797</u>	<u>21,358,249</u>
-	695	4,514,528
<u>-</u>	<u>-</u>	<u>(30,537,258)</u>
<u>-</u>	<u>695</u>	<u>(26,022,730)</u>
7,025	292,492	(4,664,481)
<u>750,189</u>	<u>1,743,288</u>	<u>79,525,114</u>
<u>\$ 757,214</u>	<u>\$ 2,035,780</u>	<u>\$ 74,860,633</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Debt Service Funds
For the Year Ended September 30, 2013

	Limited Tax General Obligation Bonds	Subordinate Lien Sales Tax Revenue Bonds	Sales Tax Refunding Revenue Bonds
REVENUES			
Taxes	\$ 3,399,259	\$ -	\$ -
Intergovernmental revenues	867	-	-
Interest revenues	16,487	24,845	1,475
Total revenues	<u>3,416,613</u>	<u>24,845</u>	<u>1,475</u>
EXPENDITURES			
Debt service:			
Principal retirement	2,405,000	4,015,000	485,000
Interest and fiscal charges	1,026,907	1,688,681	93,828
Total expenditures	<u>3,431,907</u>	<u>5,703,681</u>	<u>578,828</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,294)</u>	<u>(5,678,836)</u>	<u>(577,353)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	5,643,711	577,353
Total other financing sources and (uses)	<u>-</u>	<u>5,643,711</u>	<u>577,353</u>
Net change in fund balances	(15,294)	(35,125)	-
Fund balances - beginning	<u>286,697</u>	<u>634,400</u>	<u>-</u>
Fund balances - ending	<u>\$ 271,403</u>	<u>\$ 599,275</u>	<u>\$ -</u>

Gas Tax Refunding Revenue Bonds	Tourist Development Tax Refunding Revenue Bonds	Capital Improvement Revenue and Refunding Bonds	Public Transportation Notes Payable	Installment Purchase Agreements	Total Nonmajor Debt Service Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,399,259
-	-	-	-	-	867
-	11,461	5,769	-	-	60,037
<u>-</u>	<u>11,461</u>	<u>5,769</u>	<u>-</u>	<u>-</u>	<u>3,460,163</u>
475,000	2,340,000	1,669,000	1,150,136	965,000	13,504,136
615,601	2,374,438	135,682	49,864	452,441	6,437,442
<u>1,090,601</u>	<u>4,714,438</u>	<u>1,804,682</u>	<u>1,200,000</u>	<u>1,417,441</u>	<u>19,941,578</u>
<u>(1,090,601)</u>	<u>(4,702,977)</u>	<u>(1,798,913)</u>	<u>(1,200,000)</u>	<u>(1,417,441)</u>	<u>(16,481,415)</u>
<u>1,090,601</u>	<u>4,747,485</u>	<u>1,798,913</u>	<u>1,200,000</u>	<u>1,417,441</u>	<u>16,475,504</u>
<u>1,090,601</u>	<u>4,747,485</u>	<u>1,798,913</u>	<u>1,200,000</u>	<u>1,417,441</u>	<u>16,475,504</u>
-	44,508	-	-	-	(5,911)
-	2,754,200	-	-	-	3,675,297
<u>\$ -</u>	<u>\$ 2,798,708</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,669,386</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Capital Projects Funds
For the Year Ended September 30, 2013

	<u>Ocean Center Expansion</u>	<u>Bond Funded Road Program</u>	<u>Beach</u>
REVENUES			
Intergovernmental revenues	\$ -	\$ -	\$ -
Interest revenues	(3,480)	(95,687)	(17,697)
Miscellaneous revenues	-	-	-
Total revenues	<u>(3,480)</u>	<u>(95,687)</u>	<u>(17,697)</u>
EXPENDITURES			
Capital outlay	65,069	2,613,880	524,586
Total expenditures	<u>65,069</u>	<u>2,613,880</u>	<u>524,586</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(68,549)</u>	<u>(2,709,567)</u>	<u>(542,283)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	180,000	-	343,645
Transfers (out)	-	-	(605,392)
Total other financing sources and (uses)	<u>180,000</u>	<u>-</u>	<u>(261,747)</u>
Net change in fund balances	111,451	(2,709,567)	(804,030)
Fund balances - beginning	<u>803,668</u>	<u>26,137,019</u>	<u>5,400,320</u>
Fund balances - ending	<u>\$ 915,119</u>	<u>\$ 23,427,452</u>	<u>\$ 4,596,290</u>

<u>Trails</u>	<u>Information Technology</u>	<u>Library Construction</u>	<u>Capital Improvement Projects</u>	<u>Branch Jail Expansion</u>	<u>Parks</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 148,275
(28,788)	(12,302)	(6,552)	(61,232)	(40,349)	(8,263)
-	-	-	-	-	5,000
<u>(28,788)</u>	<u>(12,302)</u>	<u>(6,552)</u>	<u>(61,232)</u>	<u>(40,349)</u>	<u>145,012</u>
487,599	1,011,011	524,003	5,863,738	603,268	116,347
<u>487,599</u>	<u>1,011,011</u>	<u>524,003</u>	<u>5,863,738</u>	<u>603,268</u>	<u>116,347</u>
(516,387)	(1,023,313)	(530,555)	(5,924,970)	(643,617)	28,665
1,600,000	-	-	-	-	1,014,436
<u>(505,934)</u>	<u>-</u>	<u>(728,896)</u>	<u>(853,518)</u>	<u>(571,057)</u>	<u>(342,418)</u>
1,094,066	-	(728,896)	(853,518)	(571,057)	672,018
577,679	(1,023,313)	(1,259,451)	(6,778,488)	(1,214,674)	700,683
<u>7,243,314</u>	<u>3,669,320</u>	<u>2,059,080</u>	<u>9,547,254</u>	<u>10,420,791</u>	<u>1,937,632</u>
<u>\$ 7,820,993</u>	<u>\$ 2,646,007</u>	<u>\$ 799,629</u>	<u>\$ 2,768,766</u>	<u>\$ 9,206,117</u>	<u>\$ 2,638,315</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Capital Projects Funds
For the Year Ended September 30, 2013

	<u>800 Mhz System Improvements</u>	<u>Other</u>	<u>Total Nonmajor Capital Projects Funds</u>
REVENUES			
Intergovernmental revenues	\$ -	\$ -	\$ 148,275
Interest revenues	(8,967)	147	(283,170)
Miscellaneous revenues	-	-	5,000
Total revenues	<u>(8,967)</u>	<u>147</u>	<u>(129,895)</u>
EXPENDITURES			
Capital outlay	211,223	100,732	12,121,456
Total expenditures	<u>211,223</u>	<u>100,732</u>	<u>12,121,456</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(220,190)</u>	<u>(100,585)</u>	<u>(12,251,351)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	405,148	-	3,543,229
Transfers (out)	(933,313)	-	(4,540,528)
Total other financing sources and (uses)	<u>(528,165)</u>	<u>-</u>	<u>(997,299)</u>
Net change in fund balances	(748,355)	(100,585)	(13,248,650)
Fund balances - beginning	<u>3,112,577</u>	<u>124,946</u>	<u>70,455,921</u>
Fund balances - ending	<u>\$ 2,364,222</u>	<u>\$ 24,361</u>	<u>\$ 57,207,271</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
All Nonmajor Governmental Funds
For the Year Ended September 30, 2013

	<u>Total Nonmajor Special Revenue Funds</u>	<u>Total Nonmajor Debt Service Funds</u>	<u>Total Nonmajor Capital Project Funds</u>	<u>Total Nonmajor Governmental Funds</u>
REVENUES				
Taxes	\$ 58,607,430	\$ 3,399,259	\$ -	\$ 62,006,689
Licenses and permits	26,500	-	-	26,500
Intergovernmental revenues	20,281,210	867	148,275	20,430,352
Charges for services	2,233,886	-	-	2,233,886
Fines and forfeitures	935,910	-	-	935,910
Interest revenues	(209,295)	60,037	(283,170)	(432,428)
Special assessments/impact fees	5,636,128	-	-	5,636,128
Miscellaneous revenues	1,902,413	-	5,000	1,907,413
Total revenues	<u>89,414,182</u>	<u>3,460,163</u>	<u>(129,895)</u>	<u>92,744,450</u>
EXPENDITURES				
Current:				
General government	103,318	-	-	103,318
Public safety	25,049,393	-	-	25,049,393
Physical environment	402	-	-	402
Transportation	6,024,306	-	-	6,024,306
Economic environment	7,308,631	-	-	7,308,631
Human services	3,988,209	-	-	3,988,209
Culture/recreation	25,581,674	-	-	25,581,674
Debt service:				
Principal retirement	-	13,504,136	-	13,504,136
Interest and fiscal charges	-	6,437,442	-	6,437,442
Capital outlay	-	-	12,121,456	12,121,456
Total expenditures	<u>68,055,933</u>	<u>19,941,578</u>	<u>12,121,456</u>	<u>100,118,967</u>
Excess (deficiency) of revenues over (under) expenditures	<u>21,358,249</u>	<u>(16,481,415)</u>	<u>(12,251,351)</u>	<u>(7,374,517)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,514,528	16,475,504	3,543,229	24,533,261
Transfers (out)	(30,537,258)	-	(4,540,528)	(35,077,786)
Total other financing sources and (uses)	<u>(26,022,730)</u>	<u>16,475,504</u>	<u>(997,299)</u>	<u>(10,544,525)</u>
Net change in fund balances	(4,664,481)	(5,911)	(13,248,650)	(17,919,042)
Fund balances - beginning	<u>79,525,114</u>	<u>3,675,297</u>	<u>70,455,921</u>	<u>153,656,332</u>
Fund balances - ending	<u>\$ 74,860,633</u>	<u>\$ 3,669,386</u>	<u>\$ 57,207,271</u>	<u>\$ 135,737,290</u>

COUNTY OF VOLUSIA, FLORIDA
Library Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 13,727,381	\$ 13,778,890	\$ 51,509
Intergovernmental revenues	398,493	428,934	30,441
Charges for services	173,000	183,206	10,206
Fines and forfeitures	450,000	403,794	(46,206)
Interest revenues	122,000	(24,746)	(146,746)
Miscellaneous revenues	483,463	467,454	(16,009)
Total revenues	<u>15,354,337</u>	<u>15,237,532</u>	<u>(116,805)</u>
EXPENDITURES			
Current:			
Culture/recreation	22,399,979	16,284,894	6,115,085
Total expenditures	<u>22,399,979</u>	<u>16,284,894</u>	<u>6,115,085</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,045,642)</u>	<u>(1,047,362)</u>	<u>5,998,280</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	130,285	120,285	(10,000)
Transfers (out)	(305,634)	(305,634)	-
Total other financing sources and (uses)	<u>(175,349)</u>	<u>(185,349)</u>	<u>(10,000)</u>
Net change in fund balances	(7,220,991)	(1,232,711)	5,988,280
Fund balances - beginning	<u>8,455,056</u>	<u>9,809,010</u>	<u>1,353,954</u>
Fund balances - ending	<u>\$ 1,234,065</u>	<u>\$ 8,576,299</u>	<u>\$ 7,342,234</u>

COUNTY OF VOLUSIA, FLORIDA
East Volusia Mosquito Control District Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 3,433,462	\$ 3,429,727	\$ (3,735)
Intergovernmental revenues	283,500	400,171	116,671
Charges for services	50,000	17,800	(32,200)
Interest revenues	100,126	(18,121)	(118,247)
Miscellaneous revenues	69,500	52,933	(16,567)
Total revenues	<u>3,936,588</u>	<u>3,882,510</u>	<u>(54,078)</u>
EXPENDITURES			
Current:			
Human services	10,762,784	3,978,098	6,784,686
Total expenditures	<u>10,762,784</u>	<u>3,978,098</u>	<u>6,784,686</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,826,196)</u>	<u>(95,588)</u>	<u>6,730,608</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	17,374	17,374	-
Total other financing sources and (uses)	<u>17,374</u>	<u>17,374</u>	<u>-</u>
Net change in fund balances	(6,808,822)	(78,214)	6,730,608
Fund balances - beginning	<u>7,150,168</u>	<u>9,034,452</u>	<u>1,884,284</u>
Fund balances - ending	<u>\$ 341,346</u>	<u>\$ 8,956,238</u>	<u>\$ 8,614,892</u>

COUNTY OF VOLUSIA, FLORIDA
Resort Tax Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 7,748,497	\$ 7,748,880	\$ 383
Interest revenues	5,504	5,504	-
Total revenues	<u>7,754,001</u>	<u>7,754,384</u>	<u>383</u>
EXPENDITURES			
Current:			
General government	103,318	103,318	-
Total expenditures	<u>103,318</u>	<u>103,318</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,650,683</u>	<u>7,651,066</u>	<u>383</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(7,650,683)	(7,650,683)	-
Total other financing sources and (uses)	<u>(7,650,683)</u>	<u>(7,650,683)</u>	<u>-</u>
Net change in fund balances	-	383	383
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 383</u>	<u>\$ 383</u>

COUNTY OF VOLUSIA, FLORIDA
Sales Tax Trust Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental revenues	\$ 16,968,203	\$ 16,894,299	\$ (73,904)
Interest revenues	20,000	16,370	(3,630)
Total revenues	<u>16,988,203</u>	<u>16,910,669</u>	<u>(77,534)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,988,203</u>	<u>16,910,669</u>	<u>(77,534)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(16,988,203)</u>	<u>(16,930,031)</u>	<u>58,172</u>
Total other financing sources and (uses)	<u>(16,988,203)</u>	<u>(16,930,031)</u>	<u>58,172</u>
Net change in fund balances	-	(19,362)	(19,362)
Fund balances - beginning	<u>-</u>	<u>19,362</u>	<u>19,362</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Convention Development Tax Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 7,748,497	\$ 7,748,496	\$ (1)
Interest revenues	6,605	5,822	(783)
Miscellaneous revenues	185,300	161,042	(24,258)
Total revenues	<u>7,940,402</u>	<u>7,915,360</u>	<u>(25,042)</u>
EXPENDITURES			
Current:			
Economic environment	8,343,724	7,008,203	1,335,521
Total expenditures	<u>8,343,724</u>	<u>7,008,203</u>	<u>1,335,521</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(403,322)</u>	<u>907,157</u>	<u>1,310,479</u>
Net change in fund balances	(403,322)	907,157	1,310,479
Fund balances - beginning	<u>3,007,432</u>	<u>3,008,931</u>	<u>1,499</u>
Fund balances - ending	<u>\$ 2,604,110</u>	<u>\$ 3,916,088</u>	<u>\$ 1,311,978</u>

COUNTY OF VOLUSIA, FLORIDA
Ponce Inlet Port Authority Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 1,532,574	\$ 1,531,976	\$ (598)
Intergovernmental revenues	-	162	162
Charges for services	333,700	396,524	62,824
Interest revenues	86,500	(24,020)	(110,520)
Total revenues	<u>1,952,774</u>	<u>1,904,642</u>	<u>(48,132)</u>
EXPENDITURES			
Current:			
Transportation	6,743,288	2,424,473	4,318,815
Culture/recreation	571,693	550,863	20,830
Total expenditures	<u>7,314,981</u>	<u>2,975,336</u>	<u>4,339,645</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,362,207)</u>	<u>(1,070,694)</u>	<u>4,291,513</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	5,560	5,560	-
Total other financing sources and (uses)	<u>5,560</u>	<u>5,560</u>	<u>-</u>
Net change in fund balances	(5,356,647)	(1,065,134)	4,291,513
Fund balances - beginning	<u>5,551,924</u>	<u>6,088,710</u>	<u>536,786</u>
Fund balances - ending	<u>\$ 195,277</u>	<u>\$ 5,023,576</u>	<u>\$ 4,828,299</u>

COUNTY OF VOLUSIA, FLORIDA
E-911 Emergency Telephone System Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental revenues	\$ 2,150,000	\$ 2,341,805	\$ 191,805
Interest revenues	40,000	(14,660)	(54,660)
Total revenues	<u>2,190,000</u>	<u>2,327,145</u>	<u>137,145</u>
EXPENDITURES			
Current:			
Public safety	4,359,408	2,587,084	1,772,324
Total expenditures	<u>4,359,408</u>	<u>2,587,084</u>	<u>1,772,324</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,169,408)</u>	<u>(259,939)</u>	<u>1,909,469</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,390	1,390	-
Transfers (out)	(1,185,719)	(922,253)	263,466
Total other financing sources and (uses)	<u>(1,184,329)</u>	<u>(920,863)</u>	<u>263,466</u>
Net change in fund balances	<u>(3,353,737)</u>	<u>(1,180,802)</u>	<u>2,172,935</u>
Fund balances - beginning	<u>3,353,737</u>	<u>3,917,184</u>	<u>563,447</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 2,736,382</u>	<u>\$ 2,736,382</u>

COUNTY OF VOLUSIA, FLORIDA
Special Lighting Districts Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Special assessments/impact fees	\$ 267,066	\$ 267,492	\$ 426
Total revenues	<u>267,066</u>	<u>267,492</u>	<u>426</u>
EXPENDITURES			
Current:			
Transportation	294,545	273,357	21,188
Total expenditures	<u>294,545</u>	<u>273,357</u>	<u>21,188</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(27,479)</u>	<u>(5,865)</u>	<u>21,614</u>
Net change in fund balances	(27,479)	(5,865)	21,614
Fund balances - beginning	<u>27,479</u>	<u>87,092</u>	<u>59,613</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 81,227</u>	<u>\$ 81,227</u>

COUNTY OF VOLUSIA, FLORIDA
Ocean Center Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for services	\$ 1,327,600	\$ 1,153,590	\$ (174,010)
Interest revenues	7,500	(4,624)	(12,124)
Miscellaneous revenues	375,000	359,022	(15,978)
Total revenues	<u>1,710,100</u>	<u>1,507,988</u>	<u>(202,112)</u>
EXPENDITURES			
Current:			
Culture/recreation	5,135,559	4,603,733	531,826
Total expenditures	<u>5,135,559</u>	<u>4,603,733</u>	<u>531,826</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,425,459)</u>	<u>(3,095,745)</u>	<u>329,714</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	4,200,551	4,200,551	-
Transfers (out)	(1,674,991)	(839,585)	835,406
Total other financing sources and (uses)	<u>2,525,560</u>	<u>3,360,966</u>	<u>835,406</u>
Net change in fund balances	(899,899)	265,221	1,165,120
Fund balances - beginning	<u>899,899</u>	<u>1,141,928</u>	<u>242,029</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 1,407,149</u>	<u>\$ 1,407,149</u>

COUNTY OF VOLUSIA, FLORIDA
Manatee Conservation Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Licenses and permits	\$ 6,750	\$ 26,500	\$ 19,750
Interest revenues	740	(349)	(1,089)
Total revenues	<u>7,490</u>	<u>26,151</u>	<u>18,661</u>
EXPENDITURES			
Current:			
Physical environment	67,678	402	67,276
Total expenditures	<u>67,678</u>	<u>402</u>	<u>67,276</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(60,188)</u>	<u>25,749</u>	<u>85,937</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(4,086)	(4,086)	-
Total other financing sources and (uses)	<u>(4,086)</u>	<u>(4,086)</u>	<u>-</u>
Net change in fund balances	(64,274)	21,663	85,937
Fund balances - beginning	<u>64,274</u>	<u>125,733</u>	<u>61,459</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 147,396</u>	<u>\$ 147,396</u>

COUNTY OF VOLUSIA, FLORIDA
Road Impact Fees Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 91,100	\$ (36,402)	\$ (127,502)
Special assessments/impact fees	1,300,000	769,399	(530,601)
Miscellaneous revenues	-	500	500
Total revenues	<u>1,391,100</u>	<u>733,497</u>	<u>(657,603)</u>
EXPENDITURES			
Current:			
Transportation	8,404,687	121,882	8,282,805
Total expenditures	<u>8,404,687</u>	<u>121,882</u>	<u>8,282,805</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,013,587)</u>	<u>611,615</u>	<u>7,625,202</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(1,487,685)	(1,218,705)	268,980
Total other financing sources and (uses)	<u>(1,487,685)</u>	<u>(1,218,705)</u>	<u>268,980</u>
Net change in fund balances	(8,501,272)	(607,090)	7,894,182
Fund balances - beginning	<u>8,501,272</u>	<u>9,609,686</u>	<u>1,108,414</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 9,002,596</u>	<u>\$ 9,002,596</u>

COUNTY OF VOLUSIA, FLORIDA
Park Impact Fees Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 28,500	\$ (14,129)	\$ (42,629)
Special assessments/impact fees	17,000	20,722	3,722
Total revenues	<u>45,500</u>	<u>6,593</u>	<u>(38,907)</u>
EXPENDITURES			
Current:			
Culture/recreation	2,450,604	157,617	2,292,987
Total expenditures	<u>2,450,604</u>	<u>157,617</u>	<u>2,292,987</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,405,104)</u>	<u>(151,024)</u>	<u>2,254,080</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(1,014,436)	(1,014,436)	-
Total other financing sources and (uses)	<u>(1,014,436)</u>	<u>(1,014,436)</u>	<u>-</u>
Net change in fund balances	(3,419,540)	(1,165,460)	2,254,080
Fund balances - beginning	<u>3,419,540</u>	<u>3,578,043</u>	<u>158,503</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 2,412,583</u>	<u>\$ 2,412,583</u>

COUNTY OF VOLUSIA, FLORIDA
Fire Services Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 19,752,919	\$ 19,786,446	\$ 33,527
Intergovernmental revenues	47,000	52,972	5,972
Charges for services	60,000	381,291	321,291
Interest revenues	143,000	(13,152)	(156,152)
Miscellaneous revenues	18,590	194,164	175,574
Total revenues	<u>20,021,509</u>	<u>20,401,721</u>	<u>380,212</u>
EXPENDITURES			
Current:			
Public safety	25,918,789	21,478,355	4,440,434
Total expenditures	<u>25,918,789</u>	<u>21,478,355</u>	<u>4,440,434</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,897,280)</u>	<u>(1,076,634)</u>	<u>4,820,646</u>
OTHER FINANCING SOURCES			
Transfers in	127,330	126,830	(500)
Total other financing sources and (uses)	<u>127,330</u>	<u>126,830</u>	<u>(500)</u>
Net change in fund balances	(5,769,950)	(949,804)	4,820,146
Fund balances - beginning	<u>7,772,101</u>	<u>7,843,659</u>	<u>71,558</u>
Fund balances - ending	<u>\$ 2,002,151</u>	<u>\$ 6,893,855</u>	<u>\$ 4,891,704</u>

COUNTY OF VOLUSIA, FLORIDA
Fire Impact Fees Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 2,360	\$ (2,192)	\$ (4,552)
Special assessments/impact fees	10,100	12,699	2,599
Total revenues	<u>12,460</u>	<u>10,507</u>	<u>(1,953)</u>
EXPENDITURES			
Current:			
Public safety	629,070	82,373	546,697
Total expenditures	<u>629,070</u>	<u>82,373</u>	<u>546,697</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(616,610)</u>	<u>(71,866)</u>	<u>544,744</u>
Net change in fund balances	(616,610)	(71,866)	544,744
Fund balances - beginning	<u>616,610</u>	<u>626,239</u>	<u>9,629</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 554,373</u>	<u>\$ 554,373</u>

COUNTY OF VOLUSIA, FLORIDA
Silver Sands / Bethune Beach Municipal Service District Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 9,891	\$ 9,928	\$ 37
Interest revenues	70	12	(58)
Total revenues	<u>9,961</u>	<u>9,940</u>	<u>(21)</u>
EXPENDITURES			
Current:			
Transportation	15,433	14,269	1,164
Total expenditures	<u>15,433</u>	<u>14,269</u>	<u>1,164</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,472)</u>	<u>(4,329)</u>	<u>1,143</u>
OTHER FINANCING SOURCES			
Transfers in	3,600	3,600	-
Total other financing sources and (uses)	<u>3,600</u>	<u>3,600</u>	<u>-</u>
Net change in fund balances	(1,872)	(729)	1,143
Fund balances - beginning	<u>1,872</u>	<u>2,352</u>	<u>480</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 1,623</u>	<u>\$ 1,623</u>

COUNTY OF VOLUSIA, FLORIDA
Gemini Springs Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 1,000	\$ (367)	\$ (1,367)
Total revenues	<u>1,000</u>	<u>(367)</u>	<u>(1,367)</u>
EXPENDITURES			
Current:			
Culture/recreation	95,147	5,000	90,147
Total Expenditures	<u>95,147</u>	<u>5,000</u>	<u>90,147</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(94,147)</u>	<u>(5,367)</u>	<u>88,780</u>
Net change in fund balances	(94,147)	(5,367)	88,780
Fund balances - beginning	<u>94,147</u>	<u>95,166</u>	<u>1,019</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 89,799</u>	<u>\$ 89,799</u>

COUNTY OF VOLUSIA, FLORIDA
Stormwater Utility Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 60,000	\$ (23,285)	\$ (83,285)
Special assessments/impact fees	4,400,000	4,565,816	165,816
Miscellaneous revenues	-	18,533	18,533
Total revenues	<u>4,460,000</u>	<u>4,561,064</u>	<u>101,064</u>
EXPENDITURES			
Current:			
Transportation	8,290,773	3,190,325	5,100,448
Total expenditures	<u>8,290,773</u>	<u>3,190,325</u>	<u>5,100,448</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,830,773)</u>	<u>1,370,739</u>	<u>5,201,512</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	38,243	38,243	-
Transfers (out)	(267,025)	(10,961)	256,064
Total other financing sources and (uses)	<u>(228,782)</u>	<u>27,282</u>	<u>256,064</u>
Net change in fund balances	(4,059,555)	1,398,021	5,457,576
Fund balances - beginning	<u>4,059,555</u>	<u>5,547,210</u>	<u>1,487,655</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 6,945,231</u>	<u>\$ 6,945,231</u>

COUNTY OF VOLUSIA, FLORIDA
Volusia ECHO Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 4,550,625	\$ 4,573,087	\$ 22,462
Intergovernmental revenues	-	717	717
Interest revenues	151,000	(42,309)	(193,309)
Total revenues	<u>4,701,625</u>	<u>4,531,495</u>	<u>(170,130)</u>
EXPENDITURES			
Current:			
Culture/recreation	12,886,138	3,979,567	8,906,571
Total expenditures	<u>12,886,138</u>	<u>3,979,567</u>	<u>8,906,571</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,184,513)</u>	<u>551,928</u>	<u>8,736,441</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(4,481,317)	(1,604,459)	2,876,858
Total other financing sources and (uses)	<u>(4,481,317)</u>	<u>(1,604,459)</u>	<u>2,876,858</u>
Net change in fund balances	(12,665,830)	(1,052,531)	11,613,299
Fund balances - beginning	<u>12,665,830</u>	<u>12,731,202</u>	<u>65,372</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 11,678,671</u>	<u>\$ 11,678,671</u>

COUNTY OF VOLUSIA, FLORIDA
Law / Beach Enforcement Trust Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Fines and forfeitures	\$ 286,000	\$ 302,907	\$ 16,907
Interest revenues	3,000	(1,821)	(4,821)
Miscellaneous revenues	20,000	41,233	21,233
Total revenues	<u>309,000</u>	<u>342,319</u>	<u>33,319</u>
EXPENDITURES			
Current:			
Public safety	377,085	184,633	192,452
Total expenditures	<u>377,085</u>	<u>184,633</u>	<u>192,452</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(68,085)</u>	<u>157,686</u>	<u>225,771</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(36,425)	(36,425)	-
Total other financing sources and (uses)	<u>(36,425)</u>	<u>(36,425)</u>	<u>-</u>
Net change in fund balances	(104,510)	121,261	225,771
Fund balances - beginning	<u>104,510</u>	<u>85,512</u>	<u>(18,998)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 206,773</u>	<u>\$ 206,773</u>

COUNTY OF VOLUSIA, FLORIDA
Federal Forfeiture Sharing Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Fines and forfeitures	\$ 500,000	\$ 229,209	\$ (270,791)
Interest revenues	12,015	(3,503)	(15,518)
Total revenues	<u>512,015</u>	<u>225,706</u>	<u>(286,309)</u>
EXPENDITURES			
Current:			
Public safety	1,322,974	418,536	904,438
Total expenditures	<u>1,322,974</u>	<u>418,536</u>	<u>904,438</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(810,959)</u>	<u>(192,830)</u>	<u>618,129</u>
Net change in fund balances	(810,959)	(192,830)	618,129
Fund balances - beginning	<u>810,959</u>	<u>743,869</u>	<u>(67,090)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 551,039</u>	<u>\$ 551,039</u>

COUNTY OF VOLUSIA, FLORIDA
State Housing Incentive Program (S.H.I.P.) Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental revenues	\$ 1,146,801	\$ 162,150	\$ (984,651)
Charges for services	351,357	101,475	(249,882)
Interest revenues	38,000	(3,025)	(41,025)
Total revenues	<u>1,536,158</u>	<u>260,600</u>	<u>(1,275,558)</u>
EXPENDITURES			
Current:			
Economic environment	1,536,158	300,428	1,235,730
Human services	-	10,111	(10,111)
Total expenditures	<u>1,536,158</u>	<u>310,539</u>	<u>1,225,619</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(49,939)</u>	<u>(49,939)</u>
Net change in fund balances	-	(49,939)	(49,939)
Fund balances - beginning	-	<u>2,936,297</u>	<u>2,936,297</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 2,886,358</u>	<u>\$ 2,886,358</u>

COUNTY OF VOLUSIA, FLORIDA
Library Endowment Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 7,000	\$ (2,975)	\$ (9,975)
Miscellaneous revenues	-	10,000	10,000
Total revenues	<u>7,000</u>	<u>7,025</u>	<u>25</u>
EXPENDITURES			
Current:			
Culture/recreation	743,549	-	743,549
Total expenditures	<u>743,549</u>	<u>-</u>	<u>743,549</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(736,549)</u>	<u>7,025</u>	<u>743,574</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(10,000)	-	10,000
Total other financing sources and (uses)	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
Net change in fund balances	(746,549)	7,025	753,574
Fund balances - beginning	<u>746,549</u>	<u>750,189</u>	<u>3,640</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 757,214</u>	<u>\$ 757,214</u>

COUNTY OF VOLUSIA, FLORIDA
Corrections - Welfare Trust Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 11,000	\$ (7,323)	\$ (18,323)
Miscellaneous revenues	475,120	597,532	122,412
Total revenues	<u>486,120</u>	<u>590,209</u>	<u>104,089</u>
EXPENDITURES			
Current:			
Public safety	2,178,213	298,412	1,879,801
Total expenditures	<u>2,178,213</u>	<u>298,412</u>	<u>1,879,801</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,692,093)</u>	<u>291,797</u>	<u>1,983,890</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	695	695	-
Total other financing sources and (uses)	<u>695</u>	<u>695</u>	<u>-</u>
Net change in fund balances	(1,691,398)	292,492	1,983,890
Fund balances - beginning	<u>1,691,398</u>	<u>1,743,288</u>	<u>51,890</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 2,035,780</u>	<u>\$ 2,035,780</u>

COUNTY OF VOLUSIA, FLORIDA
Limited Tax General Obligation Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 3,383,390	\$ 3,399,259	\$ 15,869
Intergovernmental revenues	-	867	867
Interest revenues	-	16,487	16,487
Total revenues	<u>3,383,390</u>	<u>3,416,613</u>	<u>33,223</u>
EXPENDITURES			
Debt service:			
Principal retirement	2,405,000	2,405,000	-
Interest and fiscal charges	1,028,369	1,026,907	1,462
Total expenditures	<u>3,433,369</u>	<u>3,431,907</u>	<u>1,462</u>
Excess (deficiency) of revenues (under) expenditures	<u>(49,979)</u>	<u>(15,294)</u>	<u>34,685</u>
Net change in fund balances	(49,979)	(15,294)	34,685
Fund balances - beginning	<u>206,292</u>	<u>286,697</u>	<u>80,405</u>
Fund balances - ending	<u>\$ 156,313</u>	<u>\$ 271,403</u>	<u>\$ 115,090</u>

COUNTY OF VOLUSIA, FLORIDA
Subordinate Lien Sales Tax Revenue Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ -	\$ 24,845	\$ 24,845
Total revenues	<u>-</u>	<u>24,845</u>	<u>24,845</u>
EXPENDITURES			
Debt service:			
Principal retirement	4,015,000	4,015,000	-
Interest and fiscal charges	1,690,432	1,688,681	1,751
Total expenditures	<u>5,705,432</u>	<u>5,703,681</u>	<u>1,751</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,705,432)</u>	<u>(5,678,836)</u>	<u>26,596</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	5,643,711	5,643,711	-
Total other financing sources and (uses)	<u>5,643,711</u>	<u>5,643,711</u>	<u>-</u>
Net change in fund balances	(61,721)	(35,125)	26,596
Fund balances - beginning	<u>785,080</u>	<u>634,400</u>	<u>(150,680)</u>
Fund balances - ending	<u>\$ 723,359</u>	<u>\$ 599,275</u>	<u>\$ (124,084)</u>

COUNTY OF VOLUSIA, FLORIDA
Sales Tax Refunding Revenue Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenue	\$ -	\$ 1,475	\$ 1,475
Total revenues	<u>-</u>	<u>1,475</u>	<u>1,475</u>
EXPENDITURES			
Debt service:			
Principal retirement	485,000	485,000	-
Interest and fiscal charges	95,449	93,828	1,621
Total expenditures	<u>580,449</u>	<u>578,828</u>	<u>1,621</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(580,449)</u>	<u>(577,353)</u>	<u>3,096</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	580,449	577,353	(3,096)
Total other financing sources and (uses)	<u>580,449</u>	<u>577,353</u>	<u>(3,096)</u>
Net change in fund balances	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Gas Tax Refunding Revenue Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Debt service:			
Principal retirement	930,000	475,000	455,000
Interest and fiscal charges	621,363	615,601	5,762
Total expenditures	<u>1,551,363</u>	<u>1,090,601</u>	<u>460,762</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,551,363)</u>	<u>(1,090,601)</u>	<u>460,762</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,551,363	1,090,601	(460,762)
Total other financing sources and (uses)	<u>1,551,363</u>	<u>1,090,601</u>	<u>(460,762)</u>
Net change in fund balances	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Tourist Development Tax Refunding Revenue Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ -	\$ 11,461	\$ 11,461
Total revenues	<u>-</u>	<u>11,461</u>	<u>11,461</u>
EXPENDITURES			
Debt service:			
Principal retirement	2,340,000	2,340,000	-
Interest and fiscal charges	<u>2,392,407</u>	<u>2,374,438</u>	<u>17,969</u>
Total expenditures	<u>4,732,407</u>	<u>4,714,438</u>	<u>17,969</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,732,407)</u>	<u>(4,702,977)</u>	<u>29,430</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>4,747,485</u>	<u>4,747,485</u>	<u>-</u>
Total other financing sources and (uses)	<u>4,747,485</u>	<u>4,747,485</u>	<u>-</u>
Net change in fund balances	15,078	44,508	29,430
Fund balances - beginning	<u>2,676,391</u>	<u>2,754,200</u>	<u>77,809</u>
Fund balances - ending	<u>\$ 2,691,469</u>	<u>\$ 2,798,708</u>	<u>\$ 107,239</u>

COUNTY OF VOLUSIA, FLORIDA
Capital Improvement Revenue and Refunding Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 3,000	\$ 5,769	\$ 2,769
Total revenues	<u>3,000</u>	<u>5,769</u>	<u>2,769</u>
EXPENDITURES			
Debt service:			
Principal retirement	1,669,000	1,669,000	-
Interest and fiscal charges	139,684	135,682	4,002
Total expenditures	<u>1,808,684</u>	<u>1,804,682</u>	<u>4,002</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,805,684)</u>	<u>(1,798,913)</u>	<u>6,771</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,805,684	1,798,913	(6,771)
Total other financing sources and (uses)	<u>1,805,684</u>	<u>1,798,913</u>	<u>(6,771)</u>
Net change in fund balances	-	-	-
Fund balances - beginning	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Public Transportation Notes Payable Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
EXPENDITURES			
Debt service:			
Principal retirement	\$ 1,080,429	\$ 1,150,136	\$ (69,707)
Interest and fiscal charges	119,571	49,864	69,707
Total expenditures	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,200,000)</u>	<u>(1,200,000)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>
Total other financing sources and (uses)	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>
Net change in fund balances	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Installment Purchase Agreements Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
EXPENDITURES			
Debt service:			
Principal retirement	\$ 965,000	\$ 965,000	\$ -
Interest and fiscal charges	456,442	452,441	4,001
Total expenditures	<u>1,421,442</u>	<u>1,417,441</u>	<u>4,001</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,421,442)</u>	<u>(1,417,441)</u>	<u>4,001</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,421,442	1,417,441	(4,001)
Total other financing sources and (uses)	<u>1,421,442</u>	<u>1,417,441</u>	<u>(4,001)</u>
Net change in fund balances	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Ocean Center Expansion Capital Project Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Intergovernmental revenues	\$ 1,119,319	\$ -	\$ 1,119,319	\$ 1,061,524
Interest revenues	7,072,859	(3,480)	7,069,379	1,500,000
Miscellaneous revenues	7,537	-	7,537	-
Total revenues	<u>8,199,715</u>	<u>(3,480)</u>	<u>8,196,235</u>	<u>2,561,524</u>
EXPENDITURES				
Debt service:				
Bond issuance costs	1,841,689	-	1,841,689	1,841,689
Capital outlay	82,237,248	65,069	82,302,317	78,155,647
Total expenditures	<u>84,078,937</u>	<u>65,069</u>	<u>84,144,006</u>	<u>79,997,336</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(75,879,222)</u>	<u>(68,549)</u>	<u>(75,947,771)</u>	<u>(77,435,812)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	11,057,449	180,000	11,237,449	11,237,449
Issuance of notes/bonds payable	65,451,336	-	65,451,336	66,198,363
Premium on notes/bonds payable	174,105	-	174,105	-
Total other financing sources and (uses)	<u>76,682,890</u>	<u>180,000</u>	<u>76,862,890</u>	<u>77,435,812</u>
Net change in fund balances	<u>\$ 803,668</u>	<u>111,451</u>	<u>\$ 915,119</u>	<u>\$ -</u>
Fund balances - beginning		<u>803,668</u>		
Fund balances - ending		<u>\$ 915,119</u>		

COUNTY OF VOLUSIA, FLORIDA
Bond Funded Road Program Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 11,165,220	\$ (95,687)	\$ 11,069,533	\$ 1,980,419
Total revenues	<u>11,165,220</u>	<u>(95,687)</u>	<u>11,069,533</u>	<u>1,980,419</u>
EXPENDITURES				
Debt service:				
Bond issuance costs	986,561	-	986,561	1,203,156
Capital outlay	49,754,629	2,613,880	52,368,509	64,955,025
Total expenditures	<u>50,741,190</u>	<u>2,613,880</u>	<u>53,355,070</u>	<u>66,158,181</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(39,575,970)</u>	<u>(2,709,567)</u>	<u>(42,285,537)</u>	<u>(64,177,762)</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(837,238)	-	(837,238)	(837,238)
Issuance of notes/bonds payable	64,215,000	-	64,215,000	65,015,000
Premium on notes/bonds payable	2,335,227	-	2,335,227	-
Total other financing sources and (uses)	<u>65,712,989</u>	<u>-</u>	<u>65,712,989</u>	<u>64,177,762</u>
Net change in fund balances	<u>\$ 26,137,019</u>	<u>(2,709,567)</u>	<u>\$ 23,427,452</u>	<u>\$ -</u>
Fund balances - beginning		<u>26,137,019</u>		
Fund balances - ending		<u>\$ 23,427,452</u>		

COUNTY OF VOLUSIA, FLORIDA
Beach Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Charges for services	\$ 4,515,822	\$ -	\$ 4,515,822	\$ 4,515,460
Interest revenues	1,225,830	(17,697)	1,208,133	612,656
Miscellaneous revenues	959,895	-	959,895	1,951,129
Total revenues	<u>6,701,547</u>	<u>(17,697)</u>	<u>6,683,850</u>	<u>7,079,245</u>
EXPENDITURES				
Capital outlay	15,563,670	524,586	16,088,256	21,079,941
Total expenditures	<u>15,563,670</u>	<u>524,586</u>	<u>16,088,256</u>	<u>21,079,941</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,862,123)</u>	<u>(542,283)</u>	<u>(9,404,406)</u>	<u>(14,000,696)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	18,216,896	343,645	18,560,541	18,560,541
Transfers (out)	(3,954,453)	(605,392)	(4,559,845)	(4,559,845)
Total other financing sources and (uses)	<u>14,262,443</u>	<u>(261,747)</u>	<u>14,000,696</u>	<u>14,000,696</u>
Net change in fund balances	<u>\$ 5,400,320</u>	<u>(804,030)</u>	<u>\$ 4,596,290</u>	<u>\$ -</u>
Fund balances - beginning		<u>5,400,320</u>		
Fund balances - ending		<u>\$ 4,596,290</u>		

COUNTY OF VOLUSIA, FLORIDA
Trails Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 1,032,238	\$ (28,788)	\$ 1,003,450	\$ -
Miscellaneous revenues	84,940	-	84,940	376,750
Total revenues	<u>1,117,178</u>	<u>(28,788)</u>	<u>1,088,390</u>	<u>376,750</u>
EXPENDITURES				
Capital outlay	6,599,955	487,599	7,087,554	14,196,917
Total expenditures	<u>6,599,955</u>	<u>487,599</u>	<u>7,087,554</u>	<u>14,196,917</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,482,777)</u>	<u>(516,387)</u>	<u>(5,999,164)</u>	<u>(13,820,167)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	9,359,970	1,600,000	10,959,970	10,959,970
Transfers (out)	(3,093,879)	(505,934)	(3,599,813)	(3,599,803)
Issuance of notes/bonds payable	6,460,000	-	6,460,000	6,460,000
Total other financing sources and (uses)	<u>12,726,091</u>	<u>1,094,066</u>	<u>13,820,157</u>	<u>13,820,167</u>
Net change in fund balances	<u>\$ 7,243,314</u>	<u>577,679</u>	<u>\$ 7,820,993</u>	<u>\$ -</u>
Fund balances - beginning		<u>7,243,314</u>		
Fund balances - ending		<u>\$ 7,820,993</u>		

COUNTY OF VOLUSIA, FLORIDA
Information Technology Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 1,474,770	\$ (12,302)	\$ 1,462,468	\$ 731,830
Total revenues	<u>1,474,770</u>	<u>(12,302)</u>	<u>1,462,468</u>	<u>731,830</u>
EXPENDITURES				
Capital outlay	31,013,861	1,011,011	32,024,872	33,940,241
Total expenditures	<u>31,013,861</u>	<u>1,011,011</u>	<u>32,024,872</u>	<u>33,940,241</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(29,539,091)</u>	<u>(1,023,313)</u>	<u>(30,562,404)</u>	<u>(33,208,411)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	19,395,411	-	19,395,411	19,395,411
Issuance of notes/bonds payable	13,813,000	-	13,813,000	13,813,000
Total other financing sources and (uses)	<u>33,208,411</u>	<u>-</u>	<u>33,208,411</u>	<u>33,208,411</u>
Net change in fund balances	<u>\$ 3,669,320</u>	<u>(1,023,313)</u>	<u>\$ 2,646,007</u>	<u>\$ -</u>
Fund balances - beginning		<u>3,669,320</u>		
Fund balances - ending		<u>\$ 2,646,007</u>		

COUNTY OF VOLUSIA, FLORIDA
Library Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 752,941	\$ (6,552)	\$ 746,389	\$ -
Miscellaneous revenues	2,256,000	-	2,256,000	3,000,000
Total revenues	<u>3,008,941</u>	<u>(6,552)</u>	<u>3,002,389</u>	<u>3,000,000</u>
EXPENDITURES				
Capital outlay	10,435,481	524,003	10,959,484	11,756,724
Total expenditures	<u>10,435,481</u>	<u>524,003</u>	<u>10,959,484</u>	<u>11,756,724</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,426,540)</u>	<u>(530,555)</u>	<u>(7,957,095)</u>	<u>(8,756,724)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	10,892,420	-	10,892,420	10,892,420
Transfers (out)	(1,406,800)	(728,896)	(2,135,696)	(2,135,696)
Total other financing sources and (uses)	<u>9,485,620</u>	<u>(728,896)</u>	<u>8,756,724</u>	<u>8,756,724</u>
Net change in fund balances	<u>\$ 2,059,080</u>	<u>(1,259,451)</u>	<u>\$ 799,629</u>	<u>\$ -</u>
Fund balances - beginning		<u>2,059,080</u>		
Fund balances - ending		<u>\$ 799,629</u>		

COUNTY OF VOLUSIA, FLORIDA
Capital Improvement Projects Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Charges for services	\$ 52	\$ -	\$ 52	\$ -
Interest revenues	1,553,205	(61,232)	1,491,973	-
Miscellaneous revenue	1,600	-	1,600	-
Total revenues	<u>1,554,857</u>	<u>(61,232)</u>	<u>1,493,625</u>	<u>-</u>
EXPENDITURES				
Capital outlay	13,958,910	5,863,738	19,822,648	21,097,789
Total expenditures	<u>13,958,910</u>	<u>5,863,738</u>	<u>19,822,648</u>	<u>21,097,789</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,404,053)</u>	<u>(5,924,970)</u>	<u>(18,329,023)</u>	<u>(21,097,789)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	21,951,307	-	21,951,307	21,951,307
Transfers (out)	-	(853,518)	(853,518)	(853,518)
Total other financing sources and (uses)	<u>21,951,307</u>	<u>(853,518)</u>	<u>21,097,789</u>	<u>21,097,789</u>
Net change in fund balances	<u>\$ 9,547,254</u>	<u>(6,778,488)</u>	<u>\$ 2,768,766</u>	<u>\$ -</u>
Fund balances - beginning		<u>9,547,254</u>		
Fund balances - ending		<u>\$ 2,768,766</u>		

COUNTY OF VOLUSIA, FLORIDA
Branch Jail Expansion Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 656,896	\$ (40,349)	\$ 616,547	\$ -
Total revenues	<u>656,896</u>	<u>(40,349)</u>	<u>616,547</u>	<u>-</u>
EXPENDITURES				
Capital outlay	261,108	603,268	864,376	9,453,946
Total expenditures	<u>261,108</u>	<u>603,268</u>	<u>864,376</u>	<u>9,453,946</u>
Excess (deficiency) of revenues over (under) expenditures	<u>395,788</u>	<u>(643,617)</u>	<u>(247,829)</u>	<u>(9,453,946)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	15,662,559	-	15,662,559	15,662,559
Transfers (out)	(5,637,556)	(571,057)	(6,208,613)	(6,208,613)
Total other financing sources and (uses)	<u>10,025,003</u>	<u>(571,057)</u>	<u>9,453,946</u>	<u>9,453,946</u>
Net change in fund balances	<u>\$ 10,420,791</u>	<u>(1,214,674)</u>	<u>\$ 9,206,117</u>	<u>\$ -</u>
Fund balances - beginning		<u>10,420,791</u>		
Fund balances - ending		<u>\$ 9,206,117</u>		

COUNTY OF VOLUSIA, FLORIDA
Parks Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Intergovernmental revenues	\$ 2,561,229	\$ 148,275	\$ 2,709,504	\$ 140,000
Charges for services	3,154	-	3,154	-
Interest revenues	842,106	(8,263)	833,843	-
Miscellaneous revenues	303,261	5,000	308,261	-
Total revenues	<u>3,709,750</u>	<u>145,012</u>	<u>3,854,762</u>	<u>140,000</u>
EXPENDITURES				
Capital outlay	6,337,144	116,347	6,453,491	5,377,044
Total expenditures	<u>6,337,144</u>	<u>116,347</u>	<u>6,453,491</u>	<u>5,377,044</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,627,394)</u>	<u>28,665</u>	<u>(2,598,729)</u>	<u>(5,237,044)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,036,944	1,014,436	7,051,380	7,051,380
Transfers (out)	(1,471,918)	(342,418)	(1,814,336)	(1,814,336)
Total other financing sources and (uses)	<u>4,565,026</u>	<u>672,018</u>	<u>5,237,044</u>	<u>5,237,044</u>
Net change in fund balances	<u>\$ 1,937,632</u>	<u>700,683</u>	<u>\$ 2,638,315</u>	<u>\$ -</u>
Fund balances - beginning		<u>1,937,632</u>		
Fund balances - ending		<u>\$ 2,638,315</u>		

COUNTY OF VOLUSIA, FLORIDA
800 Mhz System Improvements Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 959,055	\$ (8,967)	\$ 950,088	\$ -
Miscellaneous revenues	1,747	-	1,747	-
Total revenues	<u>960,802</u>	<u>(8,967)</u>	<u>951,835</u>	<u>-</u>
EXPENDITURES				
Capital outlay	9,841,190	211,223	10,052,413	11,464,800
Total expenditures	<u>9,841,190</u>	<u>211,223</u>	<u>10,052,413</u>	<u>11,464,800</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,880,388)</u>	<u>(220,190)</u>	<u>(9,100,578)</u>	<u>(11,464,800)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	15,644,176	405,148	16,049,324	16,049,324
Transfers (out)	<u>(3,651,211)</u>	<u>(933,313)</u>	<u>(4,584,524)</u>	<u>(4,584,524)</u>
Total other financing sources and (uses)	<u>11,992,965</u>	<u>(528,165)</u>	<u>11,464,800</u>	<u>11,464,800</u>
Net change in fund balances	<u>\$ 3,112,577</u>	<u>(748,355)</u>	<u>\$ 2,364,222</u>	<u>\$ -</u>
Fund balances - beginning		<u>3,112,577</u>		
Fund balances - ending		<u>\$ 2,364,222</u>		

COUNTY OF VOLUSIA, FLORIDA
Other Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2013

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 207,714	\$ 147	\$ 207,861	\$ 177,075
Miscellaneous revenues	-	-	-	5,947
Total revenues	<u>207,714</u>	<u>147</u>	<u>207,861</u>	<u>183,022</u>
EXPENDITURES				
Capital outlay	2,737,514	100,732	2,838,246	2,838,022
Total expenditures	<u>2,737,514</u>	<u>100,732</u>	<u>2,838,246</u>	<u>2,838,022</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,529,800)</u>	<u>(100,585)</u>	<u>(2,630,385)</u>	<u>(2,655,000)</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(254)	-	(254)	-
Issuance of notes/bonds payable	2,655,000	-	2,655,000	2,655,000
Total other financing sources and (uses)	<u>2,654,746</u>	<u>-</u>	<u>2,654,746</u>	<u>2,655,000</u>
Net change in fund balances	<u>\$ 124,946</u>	<u>(100,585)</u>	<u>\$ 24,361</u>	<u>\$ -</u>
Fund balances - beginning		<u>124,946</u>		
Fund balances - ending		<u>\$ 24,361</u>		



Volusia County
FLORIDA

INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods or services provided by one department or division to other departments or divisions of the County, or to other governmental units, on a cost reimbursement basis.

Computer Replacement

The Computer Replacement Fund accounts for the fiscal activity related to replacing and maintaining the County's computer workstations.

Vehicle Maintenance

The Vehicle Maintenance Fund accounts for the fiscal activity related to maintaining and replacing the County's automotive and heavy equipment.

Insurance

The Insurance Fund accounts for the fiscal activity related to the County's self-insurance and risk management programs.

Employee Group Insurance

The Employee Group Insurance Fund accounts for the fiscal activity related to a self-funded group health insurance plan provided to County employees.

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Net Position
September 30, 2013

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
ASSETS			
Current assets:			
Equity in pooled cash and investments	\$ 3,692,780	\$ 8,498,309	\$ 22,617,070
Receivables:			
Accounts - net	-	-	1,413,256
Due from other governments	-	39,038	-
Inventories	-	462,662	-
Prepaid items	-	-	1,412,678
Total current assets	<u>3,692,780</u>	<u>9,000,009</u>	<u>25,443,004</u>
Noncurrent assets:			
Capital assets:			
Buildings	-	1,915,516	-
Improvements other than buildings	-	458,733	-
Equipment	4,220,707	23,841,359	131,435
Intangibles	-	-	372,798
Less accumulated depreciation	<u>(2,281,791)</u>	<u>(14,358,313)</u>	<u>(118,119)</u>
Total capital assets (net of accumulated depreciation)	<u>1,938,916</u>	<u>11,857,295</u>	<u>386,114</u>
Total noncurrent assets	<u>1,938,916</u>	<u>11,857,295</u>	<u>386,114</u>
Total assets	<u>5,631,696</u>	<u>20,857,304</u>	<u>25,829,118</u>
LIABILITIES			
Current liabilities:			
Accounts and contracts payable	332,486	817,677	43,856
Due to other governments	-	-	24,735
Compensated absences payable	-	126,564	26,541
Estimated claims payable	-	-	2,989,209
Total current liabilities	<u>332,486</u>	<u>944,241</u>	<u>3,084,341</u>
Noncurrent liabilities:			
Compensated absences payable	-	351,398	73,688
Estimated claims payable	-	-	7,836,618
Net OPEB obligation	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>351,398</u>	<u>7,910,306</u>
Total liabilities	<u>332,486</u>	<u>1,295,639</u>	<u>10,994,647</u>
NET POSITION			
Net investment in capital assets	1,938,916	11,857,295	386,114
Unrestricted	<u>3,360,294</u>	<u>7,704,370</u>	<u>14,448,357</u>
Total net position	<u>\$ 5,299,210</u>	<u>\$ 19,561,665</u>	<u>\$ 14,834,471</u>

Employee Group Insurance	Total
\$ 29,320,499	\$ 64,128,658
-	1,413,256
-	39,038
-	462,662
-	1,412,678
<u>29,320,499</u>	<u>67,456,292</u>
-	1,915,516
-	458,733
-	28,193,501
-	372,798
-	(16,758,223)
<u>-</u>	<u>14,182,325</u>
<u>-</u>	<u>14,182,325</u>
<u>29,320,499</u>	<u>81,638,617</u>
79,231	1,273,250
-	24,735
4,312	157,417
<u>4,695,000</u>	<u>7,684,209</u>
<u>4,778,543</u>	<u>9,139,611</u>
11,971	437,057
-	7,836,618
<u>17,598,967</u>	<u>17,598,967</u>
<u>17,610,938</u>	<u>25,872,642</u>
<u>22,389,481</u>	<u>35,012,253</u>
-	14,182,325
<u>6,931,018</u>	<u>32,444,039</u>
<u>\$ 6,931,018</u>	<u>\$ 46,626,364</u>

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended September 30, 2013

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
Operating Revenues:			
Charges for services	\$ 1,219,044	\$ 18,386,385	\$ 9,971,130
Miscellaneous revenues	39	63,152	3,937
Total operating revenues	<u>1,219,083</u>	<u>18,449,537</u>	<u>9,975,067</u>
Operating Expenses:			
Personal services	-	2,929,264	851,665
Contracted services	-	82,916	812,752
Supplies and materials	89,280	7,245,424	6,357
Repairs and maintenance	-	3,468,941	19,511
Utilities	-	41,202	-
Other services and charges	-	162,214	3,960,746
Depreciation	805,975	2,099,225	6,340
Claims and other accrued expenses	-	-	3,216,641
Total operating expenses	<u>895,255</u>	<u>16,029,186</u>	<u>8,874,012</u>
Operating income (loss)	<u>323,828</u>	<u>2,420,351</u>	<u>1,101,055</u>
Nonoperating Revenues (Expenses):			
Interest revenues	(12,015)	(15,444)	(86,913)
Net gain on disposal of capital assets	16,848	262,953	-
Total nonoperating revenues (expenses)	<u>4,833</u>	<u>247,509</u>	<u>(86,913)</u>
Income (loss) before contributions and transfers	328,661	2,667,860	1,014,142
Capital contributions	99,053	289,476	-
Transfers in	-	34,748	8,339
Transfers (out)	-	-	(1,000,000)
Change in net position	<u>427,714</u>	<u>2,992,084</u>	<u>22,481</u>
Total net position - beginning	<u>4,871,496</u>	<u>16,569,581</u>	<u>14,811,990</u>
Total net position - ending	<u>\$ 5,299,210</u>	<u>\$ 19,561,665</u>	<u>\$ 14,834,471</u>

Employee Group Insurance	Total
\$ 32,265,123	\$ 61,841,682
102,470	169,598
32,367,593	62,011,280
64,470	3,845,399
943,838	1,839,506
-	7,341,061
-	3,488,452
-	41,202
2,846	4,125,806
-	2,911,540
36,473,699	39,690,340
37,484,853	63,283,306
(5,117,260)	(1,272,026)
(87,648)	(202,020)
-	279,801
(87,648)	77,781
(5,204,908)	(1,194,245)
-	388,529
-	43,087
(2,136,019)	(3,136,019)
(7,340,927)	(3,898,648)
14,271,945	50,525,012
\$ 6,931,018	\$ 46,626,364

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2013

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>
Cash Flows from Operating Activities		
Receipts from customers and users	\$ 1,219,044	\$ 18,429,969
Payments to suppliers	243,206	(11,435,448)
Payments to employees	-	(2,944,586)
Other operating revenue	39	63,152
Net cash provided by operating activities	<u>1,462,289</u>	<u>4,113,087</u>
Cash Flows from Noncapital Financing Activities		
Transfers to other funds	-	-
Transfers from other funds	-	34,748
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>34,748</u>
Cash Flows from Capital and Related Financing Activities		
Acquisition and construction of capital assets	(1,350,167)	(1,610,723)
Proceeds from sale of capital assets	16,848	282,187
Net cash (used) by capital and related financing activities	<u>(1,333,319)</u>	<u>(1,328,536)</u>
Cash Flows from Investing Activities		
Interest revenues	(12,015)	(15,444)
Net cash provided by investing activities	<u>(12,015)</u>	<u>(15,444)</u>
Net increase (decrease) in cash and cash equivalents	116,955	2,803,855
Cash and cash equivalents at beginning of year	<u>3,575,825</u>	<u>5,694,454</u>
Cash and cash equivalents at end of year	<u>\$ 3,692,780</u>	<u>\$ 8,498,309</u>

<u>Insurance</u>	<u>Employee Group Insurance</u>	<u>Total</u>
\$ 9,144,010	\$ 32,265,123	\$ 61,058,146
(8,817,976)	(34,480,071)	(54,490,289)
(850,945)	(63,292)	(3,858,823)
3,937	102,470	169,598
<u>(520,974)</u>	<u>(2,175,770)</u>	<u>2,878,632</u>
(1,000,000)	(2,136,019)	(3,136,019)
8,339	-	43,087
<u>(991,661)</u>	<u>(2,136,019)</u>	<u>(3,092,932)</u>
-	-	(2,960,890)
-	-	299,035
-	-	<u>(2,661,855)</u>
(86,913)	(87,648)	(202,020)
<u>(86,913)</u>	<u>(87,648)</u>	<u>(202,020)</u>
(1,599,548)	(4,399,437)	(3,078,175)
<u>24,216,618</u>	<u>33,719,936</u>	<u>67,206,833</u>
<u>\$ 22,617,070</u>	<u>\$ 29,320,499</u>	<u>\$ 64,128,658</u>

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2013

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
Reconciliation of Operating Income to			
Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	\$ 323,828	\$ 2,420,351	\$ 1,101,055
Depreciation	805,975	2,099,225	6,340
Change in assets and liabilities:			
(Increase) in accounts receivable	-	-	(827,120)
Decrease in due from other governments	-	43,584	29,643
(Increase) in inventories	-	(32,461)	-
(Increase) in prepaid items	-	(402,290)	-
Increase in accounts and contracts payable	332,486	-	562
Increase in due to other governments	-	-	11,744
Increase (decrease) in compensated absences payable	-	(15,322)	720
Increase (decrease) in estimated claims payable	-	-	(843,918)
Increase in net OPEB obligation	-	-	-
Total adjustments	<u>1,138,461</u>	<u>1,692,736</u>	<u>(1,622,029)</u>
Net cash provided (used) by operating activities	<u>\$ 1,462,289</u>	<u>\$ 4,113,087</u>	<u>\$ (520,974)</u>
Noncash Investing, Capital, and Financing Activities:			
Contributions of capital assets from other sources	\$ 99,053	\$ 309,555	\$ -
Capital asset purchases on account	332,486	32,528	-

<u>Employee Group Insurance</u>	<u>Total</u>
\$ (5,117,260)	\$ (1,272,026)
-	2,911,540
-	(827,120)
-	73,227
-	(32,461)
-	(402,290)
21,951	354,999
-	11,744
1,178	(13,424)
992,000	148,082
<u>1,926,361</u>	<u>1,926,361</u>
<u>2,941,490</u>	<u>4,150,658</u>
<u>\$ (2,175,770)</u>	<u>\$ 2,878,632</u>
\$ -	\$ 408,608
-	365,014



Volusia County
FLORIDA

AGENCY FUNDS

Agency Funds are used to report resources held by the County in a purely custodial capacity. Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Inmate Trust

The Inmate Trust Fund accounts for funds held by the County on behalf of prison inmates.

General Trust

The General Trust Fund accounts for various funds held by the County acting in an agency capacity, for individuals, private organizations, or other governmental units.

Impact Fee – Other Governments

The Impact Fee – Other Governments Fund accounts for the collection and distribution of impact fees on behalf of the Volusia County School Board and the City of DeBary.

Stone Island Utility

The Stone Island Utility Fund accounts for the fiscal activities of water and sewer plants and distribution systems located in the Stone Island area of the County. The County has been declared the temporary receiver of this utility by the court, which will make a decision as to a permanent owner of the utility at a later date.

State of Florida Agency Funds

The State of Florida Agency Funds accounts for the collection and distribution of various fees on behalf of the State of Florida.

Sheriff's Civil

The Sheriff's Civil Fund accounts for funds collected for statutory civil fees, enforceable trust deposits, civil standby fees and miscellaneous fees. Statutory civil fees received include enforceable and non-enforceable writs, summonses and subpoenas. Enforceable trust deposits include cost deposits and purge payments.

Tax Collector's Transfer

The Tax Collector's Transfer Fund accounts for the collection and distribution of ad valorem taxes and occupational licenses on behalf of other governmental units and taxing authorities.

COUNTY OF VOLUSIA, FLORIDA
Schedule of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended September 30, 2013

	Balance September 30, 2012	Additions	Deductions	Balance September 30, 2013
Inmate Trust				
Assets:				
Equity in pooled cash and investments	\$ 118,370	\$ 2,457,766	\$ 2,457,952	\$ 118,184
Liabilities:				
Deposits	118,370	2,457,766	2,457,952	118,184
General Trust				
Assets:				
Equity in pooled cash and investments	547,995	400,274	626,175	322,094
Special assessment receivable	55,181	-	9,661	45,520
Special assessment interest receivable	27,883	4,046	4,746	27,183
Total assets	631,059	404,320	640,582	394,797
Liabilities:				
Accounts and contracts payable	-	170,707	170,707	-
Due to other governments	101,936	16,854	25,616	93,174
Deposits	529,123	216,759	444,259	301,623
Total liabilities	631,059	404,320	640,582	394,797
Impact Fee - Other Governments				
Assets:				
Equity in pooled cash and investments	504,239	52,575	494,577	62,237
Liabilities:				
Due to other governments	504,239	52,575	494,577	62,237
Stone Island Utility				
Assets:				
Equity in pooled cash and investments	1,252	173,395	173,395	1,252
Liabilities:				
Deposits	1,252	173,395	173,395	1,252
State of Florida Agency Funds				
Assets:				
Equity in pooled cash and investments	1,143,028	52,266,058	52,177,252	1,231,834
Liabilities:				
Due to other governments	1,143,028	52,266,058	52,177,252	1,231,834

COUNTY OF VOLUSIA, FLORIDA
Schedule of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended September 30, 2013

	Balance September 30, 2012	Additions	Deductions	Balance September 30, 2013
Sheriff's Civil				
Assets:				
Equity in pooled cash and investments	30,667	208,489	216,190	22,966
Liabilities:				
Accounts Payable	7,044	67,367	74,411	-
Deposits	23,623	141,122	141,779	22,966
Total liabilities	30,667	208,489	216,190	22,966
Tax Collector's Transfer				
Assets:				
Equity in pooled cash and investments	7,549,648	397,110,891	398,086,912	6,573,627
Accounts receivable	168,221	46,353,002	46,395,144	126,079
Due from other governments	25,023	2,184	25,023	2,184
Total assets	7,742,892	443,466,077	444,507,079	6,701,890
Liabilities:				
Accounts and contracts payable	2,273	5,856	-	8,129
Due to other governments	7,740,619	443,460,221	444,507,079	6,693,761
Total liabilities	7,742,892	443,466,077	444,507,079	6,701,890
Totals - All Agency Funds				
Assets:				
Equity in pooled cash and investments	\$ 9,895,199	\$ 452,669,448	\$ 454,232,453	\$ 8,332,194
Accounts receivable	168,221	46,353,002	46,395,144	126,079
Special assessment receivable	55,181	-	9,661	45,520
Special assessment interest receivable	27,883	4,046	4,746	27,183
Due from other governments	25,023	2,184	25,023	2,184
Total assets	\$ 10,171,507	\$ 499,028,680	\$ 500,667,027	\$ 8,533,160
Liabilities:				
Accounts and contracts payable	\$ 9,317	\$ 243,930	\$ 245,118	\$ 8,129
Due to other governments	9,489,822	495,795,708	497,204,524	8,081,006
Deposits	672,368	2,989,042	3,217,385	444,025
Total liabilities	\$ 10,171,507	\$ 499,028,680	\$ 500,667,027	\$ 8,533,160



Volusia County
FLORIDA

STATISTICAL SECTION

STATISTICAL SECTION

This section of the County of Volusia, Florida'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 County's overall financial health.

Contents	Page
Financial Trends	194
<i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	
Revenue Capacity	204
<i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	
Debt Capacity	210
<i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	218
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	
Operating Information	222
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	

**SCHEDULE 1
COUNTY OF VOLUSIA, FLORIDA
PRIMARY GOVERNMENT NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year <u>2013</u>	Fiscal Year <u>2012</u>	Fiscal Year <u>2011</u>	Fiscal Year <u>2010</u>
Governmental Activities				
Net investment in capital assets	\$ 536,148,693	\$ 529,475,957	\$ 509,847,280	\$ 463,237,238
Restricted for:				
Law enforcement and fire safety	11,719,911	14,083,389	20,446,939	6,700,394
Conservation programs	156,944	114,582	77,657	35,792,673
Transportation related construction maintenance	62,146,934	60,474,657	55,280,943	57,599,465
Social services and community development programs	11,045,258	9,592,442	9,767,387	8,329,608
Library, parks, and tourism programs	37,955,102	39,094,459	41,489,975	6,673,882
Debt service principal and interest	15,965,608	15,439,436	15,401,791	12,705,320
Capital projects	-	-	-	9,819,305
Other purposes	3,603,154	5,239,446	5,514,732	5,262,960
Unrestricted	<u>97,602,530</u>	<u>101,556,388</u>	<u>125,899,036</u>	<u>168,625,727</u>
Governmental Activities Net Position	<u>\$ 776,344,134</u>	<u>\$ 775,070,756</u>	<u>\$ 783,725,740</u>	<u>\$ 774,746,572</u>
Business-type Activities				
Net investment in capital assets	\$ 176,222,199	\$ 168,500,750	\$ 172,389,706	\$ 158,488,441
Restricted for:				
Debt service	3,001,191	2,263,500	3,891,844	3,761,844
Passenger facility charges program	1,595,644	1,589,698	1,583,267	1,576,045
Land purchase	-	-	-	-
Equipment replacement	850,000	850,000	850,000	850,000
Maintenance and operations	1,492,708	1,437,543	1,398,390	1,575,594
Unrestricted	<u>30,728,811</u>	<u>30,621,904</u>	<u>23,717,269</u>	<u>23,053,251</u>
Business-type Net Position	<u>\$ 213,890,553</u>	<u>\$ 205,263,395</u>	<u>\$ 203,830,476</u>	<u>\$ 189,305,175</u>
Primary Government				
Net investment in capital assets	\$ 712,370,892	\$ 697,976,707	\$ 682,236,986	\$ 621,725,679
Restricted for:				
Law enforcement and fire safety	11,719,911	14,083,389	20,446,939	6,700,394
Conservation programs	156,944	114,582	77,657	35,792,673
Transportation related construction maintenance	62,146,934	60,474,657	55,280,943	57,599,465
Social services and community development programs	11,045,258	9,592,442	9,767,387	8,329,608
Library, parks, and tourism programs	37,955,102	39,094,459	41,489,975	6,673,882
Debt service principal and interest	18,966,799	17,702,936	19,293,635	16,467,164
Capital projects	-	-	-	9,819,305
Passenger facility charges program	1,595,644	1,589,698	1,583,267	1,576,045
Land purchase	-	-	-	-
Equipment replacement	850,000	850,000	850,000	850,000
Maintenance and operations	1,492,708	1,437,543	1,398,390	1,575,594
Other purposes	3,603,154	5,239,446	5,514,732	5,262,960
Unrestricted	<u>128,331,341</u>	<u>132,178,292</u>	<u>149,616,305</u>	<u>191,678,978</u>
Total Primary Government Net Position	<u>\$ 990,234,687</u>	<u>\$ 980,334,151</u>	<u>\$ 987,556,216</u>	<u>\$ 964,051,747</u>

Note: This schedule reports financial information using the accrual basis of accounting

Source: County of Volusia, Financial and Administrative Services

<u>Fiscal Year</u> <u>2009</u>	<u>Fiscal Year</u> <u>2008</u>	<u>Fiscal Year</u> <u>2007</u>	<u>Fiscal Year</u> <u>2006</u>	<u>Fiscal Year</u> <u>2005</u>	<u>Fiscal Year</u> <u>2004</u>
\$ 435,198,853	\$ 406,810,610	\$ 375,461,228	\$ 322,890,595	\$ 292,915,827	\$ 270,913,433
6,967,647	5,411,176	4,257,892	3,758,545	3,162,111	3,496,778
31,436,444	31,388,201	30,628,358	23,104,563	18,357,883	9,289,724
56,923,705	51,259,416	45,703,200	45,353,839	42,492,379	44,476,754
-	-	-	-	-	-
5,798,319	5,140,729	5,931,460	6,771,239	6,849,834	6,841,386
14,391,535	12,691,660	11,992,237	11,534,752	9,468,966	8,418,646
12,046,937	5,217,022	10,498,597	17,155,503	12,567,604	11,906,725
12,594,847	10,166,245	9,730,719	8,025,256	9,496,463	5,823,136
<u>156,172,093</u>	<u>141,179,375</u>	<u>125,258,392</u>	<u>95,575,381</u>	<u>66,517,008</u>	<u>44,508,710</u>
<u>\$ 731,530,380</u>	<u>\$ 669,264,434</u>	<u>\$ 619,462,083</u>	<u>\$ 534,169,673</u>	<u>\$ 461,828,075</u>	<u>\$ 405,675,292</u>
\$ 158,318,044	\$ 151,210,354	\$ 146,738,251	\$ 136,946,061	\$ 118,841,502	\$ 110,811,202
3,474,326	3,344,969	3,226,190	3,107,972	7,101,057	6,991,581
1,511,311	1,510,260	1,571,169	1,532,154	6,290,829	5,359,335
-	-	-	-	1,991,411	1,991,411
850,000	850,000	350,000	350,000	350,000	350,000
1,641,211	1,611,133	1,631,146	1,342,980	1,258,751	1,330,756
<u>18,199,779</u>	<u>30,714,116</u>	<u>31,810,241</u>	<u>40,327,853</u>	<u>23,204,000</u>	<u>21,610,672</u>
<u>\$ 183,994,671</u>	<u>\$ 189,240,832</u>	<u>\$ 185,326,997</u>	<u>\$ 183,607,020</u>	<u>\$ 159,037,550</u>	<u>\$ 148,444,957</u>
\$ 593,516,897	\$ 558,020,964	\$ 522,199,479	\$ 459,836,656	\$ 411,757,329	\$ 381,724,635
6,967,647	5,411,176	4,257,892	3,758,545	3,162,111	3,496,778
31,436,444	31,388,201	30,628,358	23,104,563	18,357,883	9,289,724
56,923,705	51,259,416	45,703,200	45,353,839	42,492,379	44,476,754
-	-	-	-	-	-
5,798,319	5,140,729	5,931,460	6,771,239	6,849,834	6,841,386
17,865,861	16,036,629	15,218,427	14,642,724	16,570,023	15,410,227
12,046,937	5,217,022	10,498,597	17,155,503	12,567,604	11,906,725
1,511,311	1,510,260	1,571,169	1,532,154	6,290,829	5,359,335
-	-	-	-	1,991,411	1,991,411
850,000	850,000	350,000	350,000	350,000	350,000
1,641,211	1,611,133	1,631,146	1,342,980	1,258,751	1,330,756
12,594,847	10,166,245	9,730,719	8,025,256	9,496,463	5,823,136
<u>174,371,872</u>	<u>171,893,491</u>	<u>157,068,633</u>	<u>135,903,234</u>	<u>89,721,008</u>	<u>66,119,382</u>
<u>\$ 915,525,051</u>	<u>\$ 858,505,266</u>	<u>\$ 804,789,080</u>	<u>\$ 717,776,693</u>	<u>\$ 620,865,625</u>	<u>\$ 554,120,249</u>

**SCHEDULE 2
COUNTY OF VOLUSIA, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year 2013	Fiscal Year 2012	Fiscal Year 2011	Fiscal Year 2010
Expenses				
Governmental Activities				
General government	\$ 54,302,636	\$ 58,564,506	\$ 59,471,178	\$ 68,474,891
Public safety	153,560,255	156,218,093	138,420,443	138,711,417
Physical environment	5,618,704	7,251,235	4,755,602	6,623,263
Transportation	33,343,480	32,463,478	34,966,084	28,992,740
Economic environment	19,949,066	18,893,276	17,121,483	20,469,936
Human services	21,513,304	22,776,251	22,262,198	22,913,545
Culture/recreation	46,463,195	51,169,466	46,672,687	51,613,063
Interest on long-term debt	7,236,856	8,353,382	9,293,008	9,653,950
Total governmental activities expenses	341,987,496	355,689,687	332,962,683	347,452,805
Business-type Activities				
Refuse disposal	14,751,400	12,566,636	14,301,386	15,382,143
Daytona Beach International Airport	16,301,669	15,458,041	14,870,531	15,298,781
Volusia Transportation Authority	24,743,381	23,359,216	27,520,764	21,936,449
Water and sewer utilities	12,640,562	12,222,990	12,324,243	12,035,452
Parking garage	2,711,681	2,155,379	2,112,649	2,115,123
Garbage collection	8,215,845	7,692,793	7,034,130	7,042,577
Total business-type activities expenses	79,364,538	73,455,055	78,163,703	73,810,525
Total primary government expenses	\$ 421,352,034	\$ 429,144,742	\$ 411,126,386	\$ 421,263,330
Program Revenues				
Governmental Activities				
Charges for services:				
General government	\$ 11,436,646	\$ 11,597,655	\$ 12,351,788	\$ 13,343,619
Public safety	32,801,679	32,203,052	20,758,090	20,717,027
Physical environment	848,581	294,934	583,482	596,465
Transportation	5,544,589	5,667,905	6,066,988	5,613,379
Economic environment	1,594,574	1,822,252	1,229,006	512,897
Human services	285,205	340,338	381,997	615,021
Culture/recreation	6,149,754	6,869,212	7,221,609	6,827,531
Operating grants and contributions	26,376,989	28,669,063	26,978,909	30,108,237
Capital grants and contributions	3,192,587	4,360,020	12,840,617	16,535,782
Total governmental activities program revenues	88,230,604	91,824,431	88,412,486	94,869,958
Business-type Activities				
Charges for services:				
Refuse disposal	13,813,103	13,119,871	12,864,348	13,679,763
Daytona Beach International Airport	10,917,000	10,074,360	9,657,573	8,837,966
Volusia Transportation Authority	3,535,101	3,234,735	3,280,502	3,215,803
Water and sewer utilities	13,941,259	14,175,136	12,642,705	12,597,332
Parking garage	2,362,520	2,389,183	2,305,237	2,267,595
Garbage collection	8,480,575	8,464,976	8,383,299	8,377,968
Operating grants and contributions	10,575,463	9,342,500	10,363,546	9,469,186
Capital grants and contributions	15,712,225	6,420,936	19,814,949	11,217,672
Total business-type activities program revenues	79,337,246	67,221,697	79,312,159	69,663,285
Total primary government program revenues	\$ 167,567,850	\$ 159,046,128	\$ 167,724,645	\$ 164,533,243
Net (expense)/revenue				
Governmental activities	\$ (253,756,892)	\$ (263,865,256)	\$ (244,550,197)	\$ (252,582,847)
Business-type activities	(27,292)	(6,233,358)	1,148,456	(4,147,240)
Total primary governmental net (expense)	\$ (253,784,184)	\$ (270,098,614)	\$ (243,401,741)	\$ (256,730,087)

Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
\$ 66,181,105	\$ 65,706,978	\$ 70,228,570	\$ 63,570,846	\$ 58,773,973	\$ 60,201,162
142,200,482	141,825,138	138,869,352	140,169,412	126,272,315	118,220,075
6,508,365	4,844,235	4,788,992	5,294,803	5,906,176	7,064,094
28,633,671	32,280,300	28,270,664	34,706,556	37,312,003	32,057,217
19,973,864	24,765,595	22,771,836	24,962,203	19,846,710	19,370,815
20,750,157	21,539,157	22,402,203	19,002,622	19,077,825	19,300,232
52,581,962	48,117,236	48,458,527	47,169,456	41,629,072	35,145,161
10,232,969	10,234,858	11,886,552	11,947,707	10,161,557	6,112,983
<u>347,062,575</u>	<u>349,313,497</u>	<u>347,676,696</u>	<u>346,823,605</u>	<u>318,979,631</u>	<u>297,471,739</u>
20,022,046	16,806,398	17,984,653	14,222,458	15,249,106	14,980,309
15,952,429	16,517,443	16,174,175	15,343,982	15,312,142	14,607,474
20,511,281	21,420,408	22,396,148	19,821,457	19,181,600	17,093,796
12,354,869	12,127,737	11,076,104	10,551,462	9,869,034	9,204,723
2,303,761	2,333,966	-	-	-	-
7,026,079	6,839,157	6,604,343	6,568,672	4,736,623	5,043,940
<u>78,170,465</u>	<u>76,045,109</u>	<u>74,235,423</u>	<u>66,508,031</u>	<u>64,348,505</u>	<u>60,930,242</u>
<u>\$ 425,233,040</u>	<u>\$ 425,358,606</u>	<u>\$ 421,912,119</u>	<u>\$ 413,331,636</u>	<u>\$ 383,328,136</u>	<u>\$ 358,401,981</u>
\$ 13,820,164	\$ 14,965,646	\$ 17,109,033	\$ 17,309,649	\$ 15,804,196	\$ 13,249,681
21,205,555	22,030,802	18,687,290	19,035,383	18,144,615	15,977,935
5,122,650	5,392,455	5,058,992	4,996,137	2,295,812	2,637,816
2,073,765	1,840,607	2,226,950	3,123,122	2,374,845	2,394,390
385,305	327,139	293,284	610,191	886,464	593,520
1,277,072	1,284,408	1,648,997	2,676,678	2,432,288	1,727,478
6,635,285	6,100,676	6,119,464	5,551,850	5,364,969	6,270,178
27,608,244	30,682,179	29,950,519	25,163,448	34,604,270	43,020,783
26,322,290	21,059,366	25,518,670	34,278,269	27,323,066	17,193,699
<u>104,450,330</u>	<u>103,683,278</u>	<u>106,613,199</u>	<u>112,744,727</u>	<u>109,230,525</u>	<u>103,065,480</u>
15,662,243	17,755,422	19,068,791	19,028,068	18,976,470	20,255,568
8,422,591	9,316,359	8,868,233	8,249,735	8,473,386	8,472,115
3,123,768	3,871,781	4,964,817	4,360,059	2,367,802	2,310,667
11,527,237	11,718,440	12,177,352	12,050,591	10,245,259	10,468,073
2,023,642	2,037,245	-	-	-	-
6,026,019	6,259,355	5,860,701	5,818,616	5,559,368	4,530,789
8,720,566	6,906,691	8,435,992	8,047,720	10,602,513	9,224,015
6,089,166	10,698,278	12,380,427	21,168,331	8,605,661	8,866,409
<u>61,595,232</u>	<u>68,563,571</u>	<u>71,756,313</u>	<u>78,723,120</u>	<u>64,830,459</u>	<u>64,127,636</u>
<u>\$ 166,045,562</u>	<u>\$ 172,246,849</u>	<u>\$ 178,369,512</u>	<u>\$ 191,467,847</u>	<u>\$ 174,060,984</u>	<u>\$ 167,193,116</u>
\$ (242,612,245)	\$ (245,630,219)	\$ (241,063,497)	\$ (234,078,878)	\$ (209,749,106)	\$ (194,406,259)
(16,575,233)	(7,481,538)	(2,479,110)	12,215,089	481,954	3,197,394
<u>\$ (259,187,478)</u>	<u>\$ (253,111,757)</u>	<u>\$ (243,542,607)</u>	<u>\$ (221,863,789)</u>	<u>\$ (209,267,152)</u>	<u>\$ (191,208,865)</u>

**SCHEDULE 2
COUNTY OF VOLUSIA, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	<u>Fiscal Year 2013</u>	<u>Fiscal Year 2012</u>	<u>Fiscal Year 2011</u>	<u>Fiscal Year 2010</u>
General revenues and other changes in net position				
Governmental Activities				
Property tax	\$ 192,902,184	\$ 192,923,283	\$ 197,901,152	\$ 228,686,586
Sales tax	16,894,299	16,039,983	15,375,748	15,250,772
Public service tax	11,183,193	10,735,104	11,308,758	12,069,457
Gas tax	14,822,466	14,954,166	14,793,484	14,977,943
Tourist and convention development taxes	15,497,377	14,669,623	13,708,186	13,584,657
State revenue sharing not restricted				
to specific programs	7,295,689	6,771,514	6,635,951	6,434,236
Franchise fees	-	-	-	-
Intergovernmental revenues not restricted				
to specific programs	728,004	910,834	1,072,179	893,026
Interest revenue	(793,801)	3,602,899	2,956,730	4,672,090
Miscellaneous	4,011,015	4,226,530	2,789,980	3,123,133
Grants and contributions not restricted				
to specific programs	-	-	-	-
Transfers	(7,510,156)	(7,391,803)	(13,012,803)	(8,346,811)
Total governmental activities	<u>255,030,270</u>	<u>257,442,133</u>	<u>253,529,365</u>	<u>291,345,089</u>
Business-type Activities				
Property tax	-	-	-	-
Gas tax	-	-	-	-
Interest revenue	(196,907)	415,326	278,968	470,424
Miscellaneous	109,590	70,409	85,074	424,203
Transfers	7,510,156	7,391,803	13,012,803	8,346,811
Total business-type activities program revenues	<u>7,422,839</u>	<u>7,877,538</u>	<u>13,376,845</u>	<u>9,241,438</u>
Total primary government	<u>\$ 262,453,109</u>	<u>\$ 265,319,671</u>	<u>\$ 266,906,210</u>	<u>\$ 300,586,527</u>
Change in net position				
Governmental activities	\$ 1,273,378	\$ (6,423,123)	\$ 8,979,168	\$ 38,762,242
Business-type activities	7,395,547	1,644,180	14,525,301	5,094,198
Total primary government	<u>\$ 8,668,925</u>	<u>\$ (4,778,943)</u>	<u>\$ 23,504,469</u>	<u>\$ 43,856,440</u>

Note: This schedule reports financial information using the accrual basis of accounting

Source: County of Volusia, Financial and Administrative Services

<u>Fiscal Year 2009</u>	<u>Fiscal Year 2008</u>	<u>Fiscal Year 2007</u>	<u>Fiscal Year 2006</u>	<u>Fiscal Year 2005</u>	<u>Fiscal Year 2004</u>
\$ 236,246,448	\$ 229,442,548	\$ 232,285,247	\$ 220,695,273	\$ 191,197,296	\$ 164,538,239
15,493,143	17,199,118	18,709,880	19,741,407	19,603,709	17,817,913
11,178,942	11,056,723	11,903,133	11,946,663	11,291,789	9,637,743
15,138,028	15,069,088	15,892,687	15,894,619	16,077,270	14,441,948
13,575,138	15,184,641	15,915,050	15,326,233	14,706,515	15,233,225
6,493,676	7,307,990	7,979,478	8,575,722	7,892,351	7,771,352
-	-	-	-	-	405,243
886,911	873,313	775,965	662,439	771,762	570,127
12,941,682	17,407,890	25,260,222	18,889,528	7,997,105	2,980,661
2,936,053	2,376,560	2,556,935	4,123,776	1,206,959	1,708,388
-	1,887,180	-	-	1,012,246	508,988
(10,011,830)	(9,038,191)	(9,162,712)	(9,435,184)	(5,740,148)	(4,886,148)
<u>304,878,191</u>	<u>308,766,860</u>	<u>322,115,885</u>	<u>306,420,476</u>	<u>266,016,854</u>	<u>230,727,679</u>
-	-	-	-	-	534
-	-	-	-	-	1,050,000
1,240,857	2,061,421	2,634,851	2,087,229	4,226,819	1,158,788
76,385	295,761	659,431	497,138	143,672	109,581
10,011,830	9,038,191	9,162,712	9,435,184	5,740,148	4,886,148
<u>11,329,072</u>	<u>11,395,373</u>	<u>12,456,994</u>	<u>12,019,551</u>	<u>10,110,639</u>	<u>7,205,051</u>
<u>\$ 316,207,263</u>	<u>\$ 320,162,233</u>	<u>\$ 334,572,879</u>	<u>\$ 318,440,027</u>	<u>\$ 276,127,493</u>	<u>\$ 237,932,730</u>
\$ 62,265,946	\$ 63,136,641	\$ 81,052,388	\$ 72,341,598	\$ 56,267,748	\$ 36,321,420
(5,246,161)	3,913,835	9,977,884	24,234,640	10,592,593	10,402,445
<u>\$ 57,019,785</u>	<u>\$ 67,050,476</u>	<u>\$ 91,030,272</u>	<u>\$ 96,576,238</u>	<u>\$ 66,860,341</u>	<u>\$ 46,723,865</u>

**SCHEDULE 3
COUNTY OF VOLUSIA, FLORIDA
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	<u>Fiscal Year 2013</u>	<u>Fiscal Year 2012</u>	<u>Fiscal Year 2011 (1)</u>	<u>Fiscal Year 2010</u>
General fund				
Reserved for:				
Encumbrances	\$ -	\$ -	\$ -	\$ 5,009,663
Inventories	-	-	-	106,316
Advances	-	-	-	1,134,134
Employee receivables	-	-	-	92,478
Other long-term receivables	-	-	-	-
Unreserved:				
Designated	-	-	-	15,616,023
Undesignated	-	-	-	49,637,557
Nonspendable	10,686,287	11,445,009	12,172,178	-
Restricted	685,501	720,649	789,387	-
Assigned	48,379,551	46,412,074	45,602,938	-
Unassigned	6,995,371	1,433,844	5,867,773	-
Total general fund	<u>\$ 66,746,710</u>	<u>\$ 60,011,576</u>	<u>\$ 64,432,276</u>	<u>\$ 71,596,171</u>
Other governmental funds				
Reserved for:				
Encumbrances	\$ -	\$ -	\$ -	\$ 28,223,449
Inventories	-	-	-	2,004,119
Advances	-	-	-	495,901
Debt service - principal	-	-	-	2,852,624
Debt service - interest	-	-	-	1,234,696
Long-term notes receivable	-	-	-	4,269,466
Unreserved:				
Designated:				
Special revenue funds	-	-	-	6,392,592
Capital projects funds	-	-	-	88,725,258
Undesignated (deficit):				
Special revenue funds	-	-	-	111,749,457
Debt service funds	-	-	-	-
Capital projects funds	-	-	-	-
Nonspendable	7,103,826	6,826,774	6,877,361	-
Restricted	152,150,557	158,944,058	165,846,140	-
Assigned	27,463,790	35,885,324	48,961,941	-
Unassigned	(4,959,937)	(5,879,841)	(4,980,480)	-
Total other governmental funds	<u>\$ 181,758,236</u>	<u>\$ 195,776,315</u>	<u>\$ 216,704,962</u>	<u>\$ 245,947,562</u>

Note: This schedule reports financial information using the modified accrual basis of accounting
(1) The County adopted GASB 54 beginning with fiscal year 2011 and has elected to display this change prospectively.
Additional information can be found in Note 1 of the financial statements.

Source: County of Volusia, Financial and Administrative Services

Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
\$ 5,322,416	\$ 3,762,983	\$ 6,097,487	\$ 4,792,350	\$ 4,020,081	\$ 3,599,006
83,450	121,468	145,713	92,254	90,223	73,368
1,198,516	3,512,969	-	-	-	-
115,536	137,106	182,418	230,092	273,294	272,837
-	-	597,311	608,894	-	-
13,962,248	13,426,802	10,993,361	11,119,343	10,093,966	4,350,087
51,373,789	37,053,712	38,324,402	46,515,310	34,577,616	33,037,056
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 72,055,955</u>	<u>\$ 58,015,040</u>	<u>\$ 56,340,692</u>	<u>\$ 63,358,243</u>	<u>\$ 49,055,180</u>	<u>\$ 41,332,354</u>
\$ 32,963,796	\$ 64,002,753	\$ 89,243,320	\$ 40,903,523	\$ 35,082,889	\$ 26,996,704
1,911,192	1,593,398	1,544,875	1,267,404	1,178,082	1,101,292
-	-	3,442,275	2,801,802	1,996,748	1,055,627
3,926,821	1,725,000	1,679,167	1,710,905	1,757,426	1,857,744
1,204,714	1,146,660	1,023,070	928,847	946,540	220,902
4,122,710	3,425,300	3,215,663	3,316,335	2,692,278	2,150,883
7,608,259	6,581,754	7,047,406	4,001,599	3,538,877	2,148,657
82,803,592	89,659,326	85,068,455	144,911,232	123,294,993	62,962,111
103,692,553	83,061,019	84,994,397	80,080,441	73,273,103	60,719,300
-	-	-	-	-	-
-	(15,291,115)	(5,135,584)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 238,233,637</u>	<u>\$ 235,904,095</u>	<u>\$ 272,123,044</u>	<u>\$ 279,922,088</u>	<u>\$ 243,760,936</u>	<u>\$ 159,213,220</u>

**SCHEDULE 4
COUNTY OF VOLUSIA, FLORIDA
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	<u>Fiscal Year 2013</u>	<u>Fiscal Year 2012</u>	<u>Fiscal Year 2011</u>	<u>Fiscal Year 2010</u>
Revenues				
Taxes	\$ 235,161,603	\$ 234,059,111	\$ 238,669,336	\$ 270,956,206
Licenses and permits	1,063,449	980,212	1,109,543	1,546,966
Intergovernmental revenue	52,473,659	52,958,763	56,421,658	63,740,759
Charges for services	47,839,976	47,450,729	43,041,396	42,152,509
Fines and forfeitures	3,757,121	3,518,894	5,160,014	4,382,167
Interest revenues	(591,780)	2,925,746	2,487,506	4,004,135
Special assessments/impact fees	6,060,604	6,881,568	1,880,831	3,680,434
Miscellaneous revenues	5,592,817	6,492,765	3,762,016	5,721,787
Total revenues	<u>351,357,449</u>	<u>355,267,788</u>	<u>352,532,300</u>	<u>396,184,963</u>
Expenditures				
General government	48,475,689	51,684,126	55,336,107	60,334,999
Public safety	151,679,366	156,909,385	135,679,162	138,713,544
Physical environment	6,261,997	10,119,842	27,073,361	7,058,487
Transportation	29,354,116	27,029,014	35,488,607	38,123,061
Economic environment	19,880,353	18,835,821	18,433,459	20,390,318
Human services	21,114,037	22,409,517	21,768,440	22,505,460
Culture/recreation	41,879,676	46,584,420	41,838,212	41,678,673
Debt service:				
Principal	16,379,136	14,954,139	22,782,150	25,552,000
Interest	6,630,957	8,318,461	8,730,395	9,155,384
Payment to refunded bond escrow agent	41,887,359	5,237,340	-	-
Refunding bond issuance costs	64,412	36,129	-	-
Capital outlay	12,121,456	16,723,190	14,305,099	17,053,765
Total expenditures	<u>395,728,554</u>	<u>378,841,384</u>	<u>381,434,992</u>	<u>380,565,691</u>
Excess of revenues over (under) expenditures	<u>(44,371,105)</u>	<u>(23,573,596)</u>	<u>(28,902,692)</u>	<u>15,619,272</u>
Other Financing Sources (Uses)				
Transfers in	48,562,922	41,396,991	51,135,532	66,947,315
Transfers (out)	(52,979,762)	(48,661,794)	(64,260,335)	(75,312,446)
Bonds/notes issued	-	-	22,010,000	-
Refunding bonds issued	41,505,000	4,780,000	-	-
Premium on notes/bonds payable	-	-	-	-
Discount on notes/bonds payable	-	-	-	-
Payments to escrow agent	-	-	(16,389,000)	-
Total other financing sources (uses)	<u>37,088,160</u>	<u>(2,484,803)</u>	<u>(7,503,803)</u>	<u>(8,365,131)</u>
Net change in fund balances	<u>\$ (7,282,945)</u>	<u>\$ (26,058,399)</u>	<u>\$ (36,406,495)</u>	<u>\$ 7,254,141</u>
Debt service as a percentage of noncapital expenditures	6.16%	8.19%	9.52%	10.16%

Note: This schedule reports financial information using the modified accrual basis of accounting

Source: County of Volusia, Financial and Administrative Services

<u>Fiscal Year 2009</u>	<u>Fiscal Year 2008</u>	<u>Fiscal Year 2007</u>	<u>Fiscal Year 2006</u>	<u>Fiscal Year 2005</u>	<u>Fiscal Year 2004</u>
\$ 275,169,710	\$ 270,383,700	\$ 276,387,844	\$ 263,983,820	\$ 233,541,683	\$ 204,654,441
1,958,965	2,220,396	2,452,062	3,127,191	3,171,295	2,527,549
67,494,581	61,913,487	66,436,648	72,788,119	72,619,417	72,946,471
44,544,279	44,174,849	45,014,422	47,022,429	40,808,180	34,046,837
5,008,904	5,057,155	5,519,667	6,726,124	4,697,128	5,571,142
11,077,092	15,410,562	22,961,056	17,361,386	7,399,800	2,780,869
3,849,849	9,933,323	8,902,493	9,957,930	14,226,572	11,348,546
6,731,706	12,838,381	6,144,137	6,457,645	4,665,788	7,716,075
<u>415,835,086</u>	<u>421,931,853</u>	<u>433,818,329</u>	<u>427,424,644</u>	<u>381,129,863</u>	<u>341,591,930</u>
62,613,896	64,039,056	67,479,972	62,450,397	56,895,277	57,609,004
144,159,170	144,618,476	141,370,697	140,125,376	126,654,876	118,408,978
7,526,680	6,431,589	5,869,682	6,160,387	6,333,724	11,847,076
38,013,877	39,305,369	49,520,724	41,763,843	48,655,089	32,684,613
19,926,346	24,820,634	22,537,707	27,071,388	19,876,146	19,371,188
20,004,912	21,597,464	22,821,137	20,732,762	19,740,593	19,188,471
48,774,202	46,951,305	47,816,949	46,629,412	41,222,441	37,792,957
18,191,000	19,186,869	16,254,320	15,124,236	13,858,737	13,324,463
9,819,162	10,612,779	11,217,426	11,649,336	10,142,692	7,155,881
-	-	-	-	-	-
-	-	-	-	-	-
<u>41,453,867</u>	<u>67,162,395</u>	<u>66,808,598</u>	<u>42,400,461</u>	<u>12,164,860</u>	<u>2,732,750</u>
<u>410,483,112</u>	<u>444,725,936</u>	<u>451,697,212</u>	<u>414,107,598</u>	<u>355,544,435</u>	<u>320,115,381</u>
<u>5,351,974</u>	<u>(22,794,083)</u>	<u>(17,878,883)</u>	<u>13,317,046</u>	<u>25,585,428</u>	<u>21,476,549</u>
50,584,720	60,198,809	82,188,137	60,244,506	56,121,375	42,332,714
(60,596,550)	(69,237,000)	(92,525,849)	(70,854,690)	(63,036,523)	(48,593,862)
22,403,000	-	13,400,000	47,634,000	71,380,000	72,460,000
5,812,000	42,605,000	-	-	-	-
-	4,398,128	-	123,353	2,335,227	174,105
-	-	-	-	-	(9,258,664)
<u>(7,184,687)</u>	<u>(46,951,318)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>11,018,483</u>	<u>(8,986,381)</u>	<u>3,062,288</u>	<u>37,147,169</u>	<u>66,800,079</u>	<u>57,114,293</u>
<u>\$ 16,370,457</u>	<u>\$ (31,780,464)</u>	<u>\$ (14,816,595)</u>	<u>\$ 50,464,215</u>	<u>\$ 92,385,507</u>	<u>\$ 78,590,842</u>
8.18%	8.49%	7.87%	7.90%	7.77%	7.07%

**SCHEDULE 5
COUNTY OF VOLUSIA, FLORIDA
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

Fiscal Year	Real Property				
	Residential	Commercial	Manufacturing	Agricultural	Other
2013	\$ 24,861,945,621	\$ 3,485,923,181	\$ 648,474,099	\$ 772,622,462	\$ 3,476,269,159
2012	23,924,643,273	3,446,073,341	645,543,394	832,496,290	3,390,586,996
2011	24,155,354,138	3,581,689,428	666,700,634	884,325,176	3,446,015,479
2010	26,747,040,930	3,895,808,090	718,240,416	998,330,644	3,634,539,433
2009	31,250,005,415	4,825,291,351	892,470,341	1,465,428,179	4,195,640,593
2008	41,353,457,283	5,501,339,097	955,148,945	1,887,990,759	4,906,827,492
2007	46,186,478,039	5,466,227,650	964,023,020	2,004,053,746	4,930,724,569
2006	43,210,629,814	5,221,364,295	888,343,385	1,897,047,842	4,656,581,862
2005	31,708,403,891	4,124,623,355	724,758,738	967,717,741	3,424,700,006
2004	25,045,730,164	3,472,069,084	647,362,538	791,275,569	2,891,990,396

Sources: County of Volusia, Property Appraiser's Office
County of Volusia, Financial and Administrative Services

<u>Personal Property</u>	<u>Centrally Assessed Property</u>	<u>Total</u>	<u>Direct Tax Rate</u>
\$ 2,950,682,236	\$ 75,256,736	\$ 36,271,173,494	6.88090
2,913,902,837	44,230,758	35,197,476,889	6.77910
2,926,719,941	47,616,812	35,708,421,608	6.30250
2,988,529,982	41,005,429	39,023,494,924	6.37434
3,039,004,503	49,409,346	45,717,249,728	5.40373
3,121,575,534	60,794,680	57,787,133,790	4.70334
2,950,223,431	48,157,003	62,549,887,458	5.13330
2,824,246,237	42,622,990	58,740,836,425	6.29400
2,687,197,220	38,987,947	43,676,388,898	6.60400
2,569,352,100	44,757,397	35,462,537,248	6.60400

**SCHEDULE 6
COUNTY OF VOLUSIA, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

	Year Taxes Are Payable			
	2013	2012	2011	2010
School Board	7.88800	8.06300	8.2370	7.80500
County - Wide:				
General Fund	5.87890	5.77710	5.3005	5.36829
Library Fund	0.60200	0.60200	0.6020	0.60605
Volusia Forever	0.05130	0.05350	0.06320	0.08187
Volusia Forever Debt	0.14870	0.20000	0.13680	0.11813
Volusia Echo	0.20000	0.14650	0.20000	0.20000
Total County - Wide	6.88090	6.77910	6.3025	6.37434
Municipalities:				
Daytona Beach	7.03040	6.73960	6.7467	5.79829
Daytona Beach Shores	8.46190	8.69000	7.8220	6.39720
DeBary	3.09350	2.99000	2.8707	2.57279
DeLand	7.36410	6.95750	6.2846	6.23940
Deltona	7.99000	8.29950	6.3776	5.43755
Edgewater	6.56120	6.53040	6.6385	6.39820
Flagler Beach	5.12440	4.85000	4.2023	3.46430
Holly Hill	7.35000	6.95000	6.5595	5.72580
Lake Helen	6.28330	5.98700	5.2180	5.21800
New Smyrna Beach	4.05750	4.10110	4.0740	3.99990
Oak Hill	5.96690	6.39270	6.4579	5.79900
Orange City	7.51000	7.07570	6.3445	5.19530
Ormond Beach	4.32620	4.20140	3.8096	3.80968
Pierson	5.80000	5.80000	5.3414	4.80240
Ponce Inlet	5.50000	4.76180	4.4555	4.03000
Port Orange	5.37200	5.51450	5.5109	5.10020
South Daytona	5.90000	5.90000	5.9000	5.77810
Unincorporated Areas:				
Municipal Service District	2.03990	2.01550	1.8610	1.87829
Special Other Districts:				
Independent:				
Low	1.61580	2.11580	2.4503	2.19530
High	3.39580	3.66730	3.7003	4.04900
Dependent:				
Low	3.63150	3.63150	3.6315	3.66510
High	3.94780	3.94870	3.9487	3.98568

Note: The tax rates apply to each \$1,000 of taxable valuation

Source: County of Volusia, Financial and Administrative Services

Year Taxes Are Payable					
2009	2008	2007	2006	2005	2004
7.45900	7.46700	7.68500	8.25900	8.51700	8.69900
4.50310	3.89564	4.25630	5.30000	5.60000	5.60000
0.50064	0.43698	0.47700	0.59400	0.60400	0.60400
0.10223	0.09711	0.10610	0.20000	0.20000	0.20000
0.09776	0.09055	0.09390	-	-	-
0.20000	0.18306	0.20000	0.20000	0.20000	0.20000
5.40373	4.70334	5.13330	6.29400	6.60400	6.60400
5.73347	5.46952	6.29458	7.08746	7.11333	6.70279
4.97985	4.02230	3.83700	3.83700	4.08231	4.08231
2.57279	2.57279	3.00000	2.50746	2.50746	2.50746
5.25118	4.75549	5.78770	6.03770	6.46900	6.46900
4.15329	3.28370	4.01451	4.15000	4.19800	4.19800
5.93304	5.22710	5.73170	6.51000	6.45000	6.95000
3.01990	2.64200	3.00000	3.00000	3.00000	3.00000
4.88720	3.68177	4.08000	4.08002	4.08002	4.08002
4.20000	4.20000	5.20000	5.20000	5.20000	5.20000
3.51304	3.47811	3.74303	4.81189	5.10000	5.10000
4.57400	4.74950	5.06260	5.26790	5.26790	4.68590
4.48000	4.38237	4.87506	4.87506	4.87508	4.87506
3.80968	3.44350	3.88224	4.15316	3.89438	3.33842
3.60575	2.83586	3.06694	3.80904	4.34024	4.70124
4.17500	3.74400	4.09500	4.37800	4.57800	4.57800
5.02140	4.41780	5.08508	4.85850	4.86479	4.37904
4.92003	4.24930	4.80000	5.54659	5.65000	4.63900
1.40228	1.21825	1.33880	1.69100	1.69100	1.69100
1.91754	1.71220	1.76240	2.05050	2.30050	2.30050
3.30324	2.95030	3.00050	3.50050	3.50050	2.82050
3.20577	2.78361	3.00000	3.24200	3.36680	2.86680
3.50185	3.04139	3.27330	3.58730	3.71780	3.22100

**SCHEDULE 7
COUNTY OF VOLUSIA, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Fiscal Year 2013</u>	
		<u>2012 Taxable Value</u>	<u>Percent of Total Taxable Value</u>
Florida Power and Light Co.	Electric Utility	\$ 851,821,067	3.48
Florida Power Corporation	Electric Utility	244,939,872	1.00
BellSouth Telecommunication, Inc.	Telephone	104,480,822	0.43
Wal-Mart Stores East LP	Retail Sales	90,887,981	0.37
Bright House Networks, LLC	Entertainment/Cablevision	81,036,007	0.33
Covidien, LTD	Manufacturing	63,979,398	0.26
Ocean Walk II Condo Assoc.	Timeshare Sales	58,750,005	0.24
International Speedway Corp.	Recreation	49,854,579	0.20
Volusia Mall LLC	Retail Sales/Mall	45,721,960	0.19
MSCI 2007 IQ16 Lodging 100, LLC	Real Estate Developer	43,498,301	0.18
Subtotal Principal Taxpayers		1,634,969,992	6.68
All Other Taxpayers		22,825,550,304	93.32
Total		\$ 24,460,520,296	100.00

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Fiscal Year 2004</u>	
		<u>2003 Taxable Value</u>	<u>Percent of Total Taxable Value</u>
Florida Power and Light Co.	Electric Utility	\$ 590,252,193	2.74
Florida Power Corporation	Electric Utility	190,312,077	0.88
BellSouth Telecommunication, Inc.	Telephone	167,403,504	0.78
Bray & Gillespie	Timeshare Investments	65,660,394	0.30
International Speedway Corp.	Recreation	55,981,772	0.26
Highway 92 L.L.C.	Retail Sales/Mall	51,378,048	0.24
Wal-Mart Stores, Inc.	Retail Sales	50,307,465	0.23
TWEAN Subsidiary LLD	Entertainment/Cablevision	45,086,019	0.21
Tyco Healthcare Group LP	Medical Supply Manufacturer	40,651,171	0.19
Publix Super Markets, Inc.	Retail Sales	31,687,440	0.15
Subtotal Principal Taxpayers		1,288,720,083	5.98
All Other Taxpayers		20,251,987,711	94.02
Total		\$ 21,540,707,794	100.00

Source: County of Volusia, Financial and Administrative Services

**SCHEDULE 8
COUNTY OF VOLUSIA, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year	Total Tax Levy	Collected to End of Tax Year			Collected in Fiscal Year	
		Current Tax Collections	Percent of Levy	Delinquent Collections	Total Collections	Percent of Levy
2013	\$ 199,370,428	\$ 191,947,692	96.28	\$ 968,827	\$ 192,916,519	96.76
2012	200,117,280	192,563,133	96.23	366,868	192,930,001	96.41
2011	204,425,940	196,921,200	96.33	1,064,029	197,985,229	96.85
2010	237,183,811	228,642,969	96.40	1,362,202	230,005,171	96.97
2009	243,643,712	234,187,285	96.12	961,876	235,149,161	96.51
2008	237,143,262	227,403,569	95.89	1,328,398	228,731,967	96.45
2007	241,533,309	231,812,977	95.98	466,083	232,279,060	96.17
2006	228,806,778	220,120,009	96.20	497,418	220,617,427	96.42
2005	198,273,250	190,705,652	96.18	760,442	191,466,094	96.57
2004	170,494,466	163,876,307	96.12	790,960	164,667,267	96.58

Note: Taxes may be paid at a discount that starts at four percent on November 1, and declines by one percent per month until the discount period ends on the last day of February.

Source: County of Volusia, Financial and Administrative Services

**SCHEDULE 9
COUNTY OF VOLUSIA, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

GOVERNMENTAL ACTIVITIES			
Fiscal Year	General Obligation Bonds	Total Revenue Bonds	Notes Payable
2013	\$ 25,482,807	\$ 155,834,935	\$ 17,823,236
2012	27,810,897	162,907,333	19,921,376
2011	29,790,737	171,227,196	22,010,000
2010	31,926,562	179,478,929	25,230,000
2009	33,986,696	194,493,979	33,829,000
2008	35,976,186	201,616,394	22,005,000
2007	37,895,054	211,325,167	29,488,343
2006	39,529,016	219,893,223	20,951,189
2005	-	227,956,464	17,411,425
2004	-	170,549,560	14,905,162

Source: County of Volusia, Financial and Administrative Services

Note: Beginning with fiscal year 2012, debt issuance costs are no longer included in the calculation of long-term debt in accordance with GASB Statement No.65, Items Previously as Assets and Liabilities

BUSINESS-TYPE ACTIVITIES

Airport System Revenue Bonds	Water/Sewer Revenue Bonds	Parking Facility Bonds	Notes Payable	Total Primary Government	Percentage of Personal Income	Per Capita
\$ 24,766,131	\$ 5,450,000	\$ 8,300,000	\$ 13,730,173	\$ 251,387,282	2.09	\$ 502.69
26,199,398	5,450,000	8,820,000	15,086,599	266,195,603	2.23	533.85
27,804,259	6,382,789	9,287,168	16,106,438	282,608,587	2.41	569.73
29,535,717	6,930,842	9,750,342	15,078,801	297,931,193	2.44	585.43
31,099,583	7,447,911	9,968,515	9,405,880	320,231,564	2.48	621.13
32,562,556	7,938,983	10,391,689	10,677,506	321,168,314	2.44	620.59
33,928,861	8,408,707	-	11,930,352	332,976,484	2.64	655.45
35,209,672	8,837,546	-	13,164,979	337,585,625	2.37	670.02
36,409,430	9,255,914	-	12,082,933	303,116,166	2.26	612.79
37,533,945	9,654,183	-	17,872,877	250,515,727	2.01	517.51

**SCHEDULE 10
COUNTY OF VOLUSIA, FLORIDA
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST EIGHT FISCAL YEARS**

LIMITED TAX GENERAL OBLIGATION BONDS

Fiscal Year	GENERAL BONDED DEBT OUTSTANDING			Percentage of Personal Income	Percentage of Assessed Value of Taxable Property	Per Capita
	General Obligation Bonds	Less: Amounts Restricted to Principal Payments	Net General Bonded Debt Outstanding			
2013	\$ 25,482,807	\$ 2,405,000	\$ 23,077,807	0.20	0.06	\$ 46.15
2012	27,810,897	2,320,000	25,490,897	0.22	0.07	51.12
2011	29,790,737	2,235,000	27,555,737	0.24	0.08	55.55
2010	31,926,562	2,160,000	29,766,562	0.25	0.08	58.49
2009	33,986,696	2,085,000	31,901,696	0.25	0.07	61.88
2008	35,976,186	2,015,000	33,961,186	0.26	0.06	65.62
2007	37,895,054	1,945,000	35,950,054	0.29	0.06	70.77
2006	39,529,016	1,685,000	37,844,016	0.27	0.06	75.11

Note: During fiscal year 2006, the County of Volusia issued \$39,875,000 Volusia Forever Limited Tax general obligation bonds to provide resources to acquire environmentally sensitive lands. This bond issue was approved in a referendum in November 2000, providing for a tax levy of up to \$0.20 per \$1,000 of taxable value for a twenty year period.

Source: County of Volusia, Financial and Administrative Services

**SCHEDULE 11
COUNTY OF VOLUSIA, FLORIDA
LEGAL DEBT MARGIN INFORMATION
SEPTEMBER 30, 2013**

The Constitution of the State of Florida, Florida Statute 200.181, and the Charter of the County of Volusia set no legal debt margin.

Source: County of Volusia, Financial and Administrative Services

**SCHEDULE 12
COUNTY OF VOLUSIA, FLORIDA
PLEGDED REVENUE COVERAGES
LAST TEN FISCAL YEARS**

Governmental Activities	Fiscal Year 2013	Fiscal Year 2012	Fiscal Year 2011
Revenue Bonds-Sales Tax Improvement			
Local government half-cent sales tax	\$ 14,909,149	\$ 14,055,092	\$ 13,557,185
Interest revenue	48,460	43,973	70,578
Available revenue	<u>\$ 14,957,609</u>	<u>\$ 14,099,065</u>	<u>\$ 13,627,763</u>
Debt service:			
Principal-scheduled payments	\$ 4,500,000	\$ 3,900,000	\$ 4,210,000
Interest	1,782,509	1,923,186	2,119,669
Total debt service	<u>\$ 6,282,509</u>	<u>\$ 5,823,186</u>	<u>\$ 6,329,669</u>
Coverage	2.38	2.42	2.15
Revenue Bonds-Capital Improvement			
Local government half-cent sales tax	\$ 1,985,150	\$ 1,984,891	\$ 1,818,563
Available revenue	<u>\$ 1,985,150</u>	<u>\$ 1,984,891</u>	<u>\$ 1,818,563</u>
Debt service:			
Principal	1,669,000	1,626,000	1,437,000
Interest	135,682	178,446	216,239
Total debt service	<u>\$ 1,804,682</u>	<u>\$ 1,804,446</u>	<u>\$ 1,653,239</u>
Coverage	1.10	1.10	1.10
Revenue Bonds-Tourist Development Bonds			
Resort Tax	\$ 7,748,880	\$ 7,335,535	\$ 6,854,101
Interest revenue	16,965	19,174	24,155
Available revenue	<u>\$ 7,765,845</u>	<u>\$ 7,354,709</u>	<u>\$ 6,878,256</u>
Debt service:			
Principal	\$ 2,340,000	\$ 2,265,000	\$ 2,190,000
Interest	2,374,438	2,450,732	2,521,756
Total debt service	<u>\$ 4,714,438</u>	<u>\$ 4,715,732</u>	<u>\$ 4,711,756</u>
Coverage	1.65	1.56	1.46
Revenue Bonds-Gas Tax Bonds			
Ninth Cent Gas Tax	\$ -	\$ -	\$ -
Six Cent Local Option Fuel Tax	7,171,807	7,247,818	7,190,064
Interest revenue	(136,726)	301,835	204,964
Available revenue	<u>\$ 7,035,081</u>	<u>\$ 7,549,653</u>	<u>\$ 7,395,028</u>
Debt service:			
Principal	\$ 3,350,000	\$ 2,785,000	\$ 2,705,000
Interest	518,696	2,104,348	2,185,498
Total debt service	<u>\$ 3,868,696</u>	<u>\$ 4,889,348</u>	<u>\$ 4,890,498</u>
Coverage	1.82	1.54	1.51
Revenue Bonds-Guaranteed Entitlement			
Guaranteed entitlement-State revenue sharing	\$ -	\$ -	\$ -
Moving violations surcharge	-	-	-
Interest revenue	-	-	-
Available revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Debt service:			
Principal	\$ -	\$ -	\$ -
Interest	-	-	-
Total debt service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Coverage	-	-	-
Special Assessment Bonds-Bethune Beach Wastewater Project			
Special assessments levied	\$ -	\$ -	\$ -
Interest revenue	-	-	-
Available revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Debt service:			
Principal-scheduled payments	\$ -	\$ -	\$ -
Principal-optional redemptions	-	-	-
Interest	-	-	-
Total debt service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Coverage	-	-	-

Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
\$ 13,536,269	\$ 15,477,060	\$ 17,199,118	\$ 18,709,880	\$ 19,741,407	\$ 19,603,709	\$ 17,817,913
43,873	140,156	141,371	189,818	196,719	73,596	21,845
<u>\$ 13,580,142</u>	<u>\$ 15,617,216</u>	<u>\$ 17,340,489</u>	<u>\$ 18,899,698</u>	<u>\$ 19,938,126</u>	<u>\$ 19,677,305</u>	<u>\$ 17,839,758</u>
\$ 2,520,000	\$ 4,625,000	\$ 5,320,000	\$ 4,935,000	\$ 4,870,000	\$ 4,995,000	\$ 4,570,000
2,457,127	2,856,557	2,443,479	3,620,693	3,808,566	4,003,675	4,181,072
<u>\$ 4,977,127</u>	<u>\$ 7,481,557</u>	<u>\$ 7,763,479</u>	<u>\$ 8,555,693</u>	<u>\$ 8,678,566</u>	<u>\$ 8,998,675</u>	<u>\$ 8,751,072</u>
2.73	2.09	2.23	2.21	2.30	2.19	2.04
\$ 1,714,503	\$ 16,083	\$ -	\$ -	\$ -	\$ -	\$ -
<u>\$ 1,714,503</u>	<u>\$ 16,083</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
1,308,000	-	-	-	-	-	-
250,639	14,621	-	-	-	-	-
<u>\$ 1,558,639</u>	<u>\$ 14,621</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
1.10	1.10	-	-	-	-	-
\$ 6,792,353	\$ 6,853,970	\$ 7,666,321	\$ 8,033,455	\$ 7,737,905	\$ 7,442,327	\$ 7,619,905
25,016	61,056	89,923	128,743	124,371	61,008	42,729
<u>\$ 6,817,369</u>	<u>\$ 6,915,026</u>	<u>\$ 7,756,244</u>	<u>\$ 8,162,198</u>	<u>\$ 7,862,276</u>	<u>\$ 7,503,335</u>	<u>\$ 7,662,634</u>
\$ 2,125,000	\$ 2,070,000	\$ 2,015,000	\$ 1,970,000	\$ 1,915,000	\$ 1,700,000	\$ 1,645,000
2,587,850	2,648,188	2,701,838	2,747,956	2,788,513	2,255,233	615,288
<u>\$ 4,712,850</u>	<u>\$ 4,718,188</u>	<u>\$ 4,716,838</u>	<u>\$ 4,717,956</u>	<u>\$ 4,703,513</u>	<u>\$ 3,955,233</u>	<u>\$ 2,260,288</u>
1.45	1.47	1.64	1.73	1.67	1.90	3.39
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,499,566	\$ 2,355,884
7,287,264	7,317,476	7,348,084	7,811,794	7,805,466	7,897,027	-
283,391	58,343	77,985	102,107	102,819	38,355	1,834
<u>\$ 7,570,655</u>	<u>\$ 7,375,819</u>	<u>\$ 7,426,069</u>	<u>\$ 7,913,901</u>	<u>\$ 7,908,285</u>	<u>\$ 10,434,948</u>	<u>\$ 2,357,718</u>
\$ 2,630,000	\$ 2,550,000	\$ 2,485,000	\$ 2,410,000	\$ 2,435,000	\$ 2,505,000	\$ 480,000
2,264,398	2,340,898	2,409,235	2,481,535	2,554,120	2,403,994	41,899
<u>\$ 4,894,398</u>	<u>\$ 4,890,898</u>	<u>\$ 4,894,235</u>	<u>\$ 4,891,535</u>	<u>\$ 4,989,120</u>	<u>\$ 4,908,994</u>	<u>\$ 521,899</u>
1.55	1.51	1.52	1.62	1.59	2.13	4.52
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,224,000
-	-	-	-	-	-	720,183
-	-	-	-	-	-	3,194
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,947,377</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,770,000
-	-	-	-	-	-	90,042
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,860,042</u>
-	-	-	-	-	-	1.58
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,378
-	-	-	-	-	-	4,653
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,031</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60,000
-	-	-	-	-	-	-
-	-	-	-	-	-	4,862
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,862</u>
-	-	-	-	-	-	0.46

**SCHEDULE 12
COUNTY OF VOLUSIA, FLORIDA
PLEDGED REVENUE COVERAGES
LAST TEN FISCAL YEARS**

Business-Type Activities	Fiscal Year 2013	Fiscal Year 2012	Fiscal Year 2011
Revenue Bonds-Airport System			
Revenues available (A) & (B)			
Net operating income (loss)	\$ (3,827,795)	\$ (3,683,306)	\$ (3,125,140)
Add:			
Operating grants	662,035	345,756	2,744,030
Non-cash expenses:			
Depreciation	5,436,321	5,470,196	4,548,487
Cash balance from prior year:			
Operating fund	8,465,116	10,730,966	9,133,930
Debt service fund	3,130,828	2,365,982	3,026,121
Total available revenue	<u>\$ 13,866,505</u>	<u>\$ 15,229,594</u>	<u>\$ 16,327,428</u>
Debt service:			
Principal	\$ 1,545,000	\$ 1,440,000	\$ 1,925,000
Interest	1,345,050	1,407,172	1,758,840
Total debt service	<u>\$ 2,890,050</u>	<u>2,847,172</u>	<u>3,683,840</u>
Operations and maintenance reserve fund	55,165	39,153	(177,204)
Total requirement (A)*	*	<u>\$ 2,847,172</u>	<u>\$ 3,683,840</u>
Total requirement (B)	<u>\$ 2,945,215</u>	<u>\$ 2,886,325</u>	<u>\$ 3,506,636</u>
Coverage (A)*	*	5.35	4.43
Coverage (B)	4.71	5.28	4.66
Revenue Bonds-Water and Sewer			
Revenues available (A)			
Net operating income (loss)	\$ 1,857,284	\$ 2,601,634	\$ 1,281,341
Add:			
Non-cash expenses: depreciation	2,889,021	2,821,538	2,770,769
Total available revenue (A)	<u>\$ 4,746,305</u>	<u>\$ 5,423,172</u>	<u>\$ 4,052,110</u>
Revenues available (B)*			
Net operating income (loss)	*	\$ 2,601,634	\$ 1,281,341
Add:			
Non-cash expenses: depreciation	-	2,821,538	2,770,769
Connection fees & CIAC	-	85,451	169,333
Total available revenue (B)*	<u>\$ -</u>	<u>\$ 5,508,623</u>	<u>\$ 4,221,443</u>
Debt service:			
Principal	\$ 740,000	\$ -	\$ 645,000
Interest	81,788	49,722	246,454
Total debt service	<u>\$ 821,788</u>	<u>\$ 49,722</u>	<u>\$ 891,454</u>
Coverage (A)	5.78	109.07	4.55
Coverage (B)*	*	110.79	4.74
Revenue Bonds-Parking Facility			
Operating revenue	\$ 2,362,520	\$ 2,389,183	\$ 2,305,237
Interest revenue	(4,585)	3,797	(746)
Revenue	<u>\$ 2,357,935</u>	<u>2,392,980</u>	<u>2,304,491</u>
Less:			
Operating expense	(2,275,844)	(1,697,412)	(1,625,559)
Add:			
Transfers in	-	-	-
Non-operating expense:			
Depreciation	435,660	456,056	454,100
Available revenue	<u>\$ 517,751</u>	<u>\$ 1,151,624</u>	<u>\$ 1,133,032</u>
Debt service:			
Principal	\$ 550,000	\$ 520,000	\$ 475,000
Interest	418,456	445,491	483,159
Total debt service	<u>\$ 968,456</u>	<u>\$ 965,491</u>	<u>\$ 958,159</u>
Coverage	0.53	1.19	1.18

Source: County of Volusia, Financial and Administrative Services

*Due to refinancing at the end of fiscal year 2012, coverage requirements changed for 2013.

Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
\$ (4,620,025)	\$ (5,535,228)	\$ (5,112,555)	\$ (5,128,004)	\$ (4,639,014)	\$ (4,433,359)	\$ (3,650,679)
2,173,936	2,947,738	1,311,453	2,875,577	2,856,047	4,059,575	2,744,739
5,123,200	4,784,017	4,608,467	4,720,275	4,547,813	5,049,444	4,310,189
9,862,904	8,397,133	8,219,228	12,387,890	11,905,672	4,211,559	3,134,683
2,746,013	2,703,738	2,657,587	2,613,712	2,576,623	2,542,166	2,510,213
<u>\$ 15,286,028</u>	<u>\$ 13,297,398</u>	<u>\$ 11,684,180</u>	<u>\$ 17,469,450</u>	<u>\$ 17,247,141</u>	<u>\$ 11,429,385</u>	<u>\$ 9,049,145</u>
\$ 1,815,000	\$ 1,725,000	\$ 1,635,000	\$ 1,550,000	\$ 1,475,000	\$ 1,405,000	\$ 1,340,000
1,862,025	1,954,475	2,045,175	2,127,425	2,203,245	2,274,333	2,340,425
3,677,025	3,679,475	3,680,175	3,677,425	3,678,245	3,679,333	3,680,425
(65,618)	30,079	(20,013)	288,166	84,229	(72,005)	146,803
<u>\$ 3,677,025</u>	<u>\$ 3,679,475</u>	<u>\$ 3,680,175</u>	<u>\$ 3,677,425</u>	<u>\$ 3,678,245</u>	<u>\$ 3,679,333</u>	<u>\$ 3,680,425</u>
<u>\$ 3,611,407</u>	<u>\$ 3,709,554</u>	<u>\$ 3,660,162</u>	<u>\$ 3,965,591</u>	<u>\$ 3,762,474</u>	<u>\$ 3,607,328</u>	<u>\$ 3,827,228</u>
4.16	3.61	3.17	4.75	4.69	3.11	2.46
4.23	3.58	3.19	4.41	4.58	3.17	2.36
\$ 1,080,453	\$ (296,960)	\$ 116,843	\$ 1,668,565	\$ 2,219,702	\$ 1,156,525	\$ 2,079,510
2,853,233	2,906,826	2,769,974	2,602,050	2,377,699	2,135,859	1,868,857
<u>\$ 3,933,686</u>	<u>\$ 2,609,866</u>	<u>\$ 2,886,817</u>	<u>\$ 4,270,615</u>	<u>\$ 4,597,401</u>	<u>\$ 3,292,384</u>	<u>\$ 3,948,367</u>
\$ 1,080,453	\$ (296,960)	\$ 116,843	\$ 1,668,565	\$ 2,219,702	\$ 1,156,525	\$ 2,079,510
2,853,233	2,906,826	2,769,974	2,602,050	2,377,699	2,135,859	1,868,857
282,627	300,565	736,174	1,771,776	1,993,419	828,566	2,635,445
<u>\$ 4,216,313</u>	<u>\$ 2,910,431</u>	<u>\$ 3,622,991</u>	<u>\$ 6,042,391</u>	<u>\$ 6,590,820</u>	<u>\$ 4,120,950</u>	<u>\$ 6,583,812</u>
\$ 625,000	\$ 600,000	\$ 580,000	\$ 565,000	\$ 540,000	\$ 525,000	\$ 510,000
270,354	292,559	312,934	332,594	351,026	368,666	385,566
<u>\$ 895,354</u>	<u>\$ 892,559</u>	<u>\$ 892,934</u>	<u>\$ 897,594</u>	<u>\$ 891,026</u>	<u>\$ 893,666</u>	<u>\$ 895,566</u>
4.39	2.92	3.23	4.76	5.16	3.68	4.41
4.71	3.26	4.06	6.73	7.40	4.61	7.35
\$ 2,267,595	\$ 2,023,642	\$ 2,037,245	\$ -	\$ -	\$ -	\$ -
10,603	8,317	37,159	-	-	-	-
2,278,198	2,031,959	2,074,404	-	-	-	-
(1,607,113)	(1,775,609)	(1,791,205)	-	-	-	-
-	400,000	280,000	-	-	-	-
453,823	456,094	369,573	-	-	-	-
<u>\$ 1,124,908</u>	<u>\$ 1,112,444</u>	<u>\$ 932,772</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 465,000	\$ 425,000	\$ 395,000	\$ -	\$ -	\$ -	\$ -
506,606	528,644	549,272	-	-	-	-
<u>\$ 971,606</u>	<u>\$ 953,644</u>	<u>\$ 944,272</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
1.16	1.17	0.99	-	-	-	-

**SCHEDULE 13
COUNTY OF VOLUSIA, FLORIDA
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Personal Income (in Thousands) (1)	Per Capita Income (1)	Median Age (1)	School Enrollment (2)	Unemployment Rate (percent) (3)
2013	500,081	\$ 12,059,453	\$ 24,115	46.1	61,360	6.8
2012	498,634	11,969,211	24,004	45.8	61,124	8.4
2011	496,042	11,769,092	23,726	45.4	61,636	10.3
2010	508,913	12,224,599	24,021	46.6	62,416	12.0
2009	515,563	12,940,631	25,100	46.3	63,271	11.8
2008	517,520	13,206,075	25,518	46.0	64,083	7.2
2007	508,014	12,621,100	24,844	45.4	64,140	3.4
2006	503,844	14,282,466	28,347	43.8	65,407	3.1
2005	494,649	13,459,894	27,211	*	65,537	3.4
2004	484,080	12,509,255	26,118	43.6	64,968	5.0

* Not available

Sources: (1) Bureau of Economic & Business Research, University of Florida
(2) School Board of Volusia County (school enrollment figures are as of the second month of each school year)
(3) Florida Department of Economic Opportunity

**SCHEDULE 14
COUNTY OF VOLUSIA, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Fiscal Year 2013			Fiscal Year 2004		
Employer	Number of Employees	Percent of Total Employment	Employer	Number of Employees	Percent of Total Employment
Volusia County School Board	7,503	3.00	Volusia County School Board	8,998	3.88
Halifax Health	4,709	1.88	Halifax Community Health System	6,330	2.35
County of Volusia	3,341	1.33	County of Volusia	3,354	1.63
Florida Hospital - All Divisions	3,256	1.30	Publix Supermarkets Incorporated	2,798	1.30
Publix Supermarkets Incorporated	3,029	1.21	Wal-Mart Stores Incorporated	2,206	0.95
Wal-Mart Stores Incorporated	2,275	0.91	Vision Hr Inc.	1,667	0.72
State of Florida	2,112	0.84	Embry-Riddle Aeronautical University	1,513	0.65
Daytona State College	1,568	0.63	Florida Hospital Ormond Memorial	1,403	0.60
U.S. Government	1,423	0.57	Daytona Beach Community College	1,334	0.57
Embry-Riddle Aeronautical University	1,270	0.51	Winn Dixie Stores Incorporated	1,290	0.55
Total	<u>30,486</u>	<u>12.18</u>	Total	<u>30,893</u>	<u>13.21</u>
Estimated total workforce	250,403		Estimated total workforce	232,682	

Sources: County of Volusia, Department of Economic Development
Labor Market Statistics, Florida Research and Economic Database

**SCHEDULE 15
COUNTY OF VOLUSIA, FLORIDA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	FISCAL YEAR			
	2013	2012	2011	2010
Governmental Activities				
General government	540.2	543.2	533.8	547.5
Public safety	1,643.7	1,653.7	1,471.0	1,472.5
Physical environment	105.3	105.3	105.8	97.3
Transportation	268.3	268.4	269.8	263.8
Economic environment	22.0	22.0	21.0	21.0
Human services	60.3	60.3	60.3	64.3
Culture/recreation	454.7	453.0	458.8	470.5
Business-Type Activities				
Refuse disposal	71.8	73.8	73.8	74.8
Daytona Beach International Airport	39.0	39.0	40.0	40.0
Water and sewer utilities	61.0	61.0	60.0	64.9
Parking garage	6.0	6.0	6.0	6.0
Total Full-Time Equivalent Employees	<u>3,272.3**</u>	<u>3,285.7*</u>	<u>3,100.3</u>	<u>3,122.6</u>

Note: Budgeted positions are reflected in this schedule

Source: County of Volusia, Office of Management and Budget

* Staffing increased from prior year due to addition of consolidated dispatch and emergency medical services divisions.

** Of this amount, 235 positions are unfunded, unfilled.

FISCAL YEAR					
<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
518.5	541.5	552.5	549.5	534.5	543.5
1,525.0	1,519.0	1,569.0	1,523.5	1,492.0	1,383.0
92.5	71.0	75.0	75.0	73.0	72.0
251.0	248.0	242.0	241.0	238.0	238.0
21.0	22.0	22.0	22.0	22.0	21.0
78.5	79.5	79.5	79.5	78.5	78.5
474.5	486.0	500.0	493.0	485.0	452.4
73.8	73.8	73.8	73.8	75.8	75.8
39.0	38.0	38.0	38.0	38.0	39.0
62.0	58.0	58.0	58.0	56.0	55.0
3.0	3.0	-	-	-	-
<u>3,138.8</u>	<u>3,139.8</u>	<u>3,209.8</u>	<u>3,153.3</u>	<u>3,092.8</u>	<u>2,958.2</u>

**SCHEDULE 16
COUNTY OF VOLUSIA, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST NINE FISCAL YEARS**

	FISCAL YEAR		
	2013	2012	2011
Governmental Activities			
General Government			
Number of municipal elections conducted	2	17	10
Number of invoices/vouchers processed*	116,611	118,988	120,791
Number of vehicles maintained	2,306	2,310	2,275
Number of employment applications processed*	32,840	27,084	24,957
Public Safety			
Number of animal licenses sold	4,153	4,201	4,933
Number of dogs & cats picked up by Animal Control	2,109	2,505	2,564
Number of inmates oriented, classified and counseled	15,515	15,750	15,450
Annual call load for Volusia County Fire Services (calendar year statistics)	15,727	16,335	16,318
Number of Advanced Life Support ambulance transports**	39,864	41,326	-
Number of Basic Life Support ambulance transports**	9,545	7,292	-
Number of deaths investigated by Medical Examiner	950	1,021	1,067
Number of E-911 calls received in Office of the Sheriff	315,421	318,525	313,635
Physical Environment			
Number of building permits issued	6,105	5,188	4,908
Transportation			
Miles of paved roads	978	982	984
Miles of dirt roads	88	93	97
Bascule bridges	3	3	3
Miles of bike paths and sidewalks	282	281	284
Number of traffic signals & other electronic traffic control devices maintained***	459	593	566
Human Services			
Number of clients receiving general fund direct emergency assistance	2,505	2,379	2,769
Culture/Recreation			
Number of visitors to the Marine Science Center	82,306	73,825	62,081
Total library circulation	4,108,609	4,308,812	4,451,028
Number of library users of electronic resources	4,205,513	4,207,164	2,653,801
Number of events held at Ocean Center	97	103	90
Number of attendees of events at Ocean Center	268,389	307,060	304,030
Business-type Activities			
Refuse Disposal			
Tons of solid waste processed per year	476,526	467,461	486,305
Number of unincorporated residential units served per year	44,973	44,701	44,351
Daytona Beach International Airport			
Number of scheduled flights	2,831	2,846	3,058
Enplanements (passengers)	301,556	297,441	277,751
Deplanements (passengers)	296,364	281,355	260,821
Air Freight (pounds)	213,943	203,755	212,776
Air Express (pounds)	115,009	31,552	8,269
Water and Sewer Utilities			
Number of customers: water	15,003	14,958	14,485
Number of customers: sewer	10,962	10,913	10,849
Number of new meter installations	111	49	38
Volusia Transportation Authority			
Number of fixed route passengers	3,734,117	3,574,952	3,373,974
Number of fixed route miles traveled	2,606,497	2,591,266	2,338,145
Number of fixed routes	38	38	38
Percent of on-time performance	88%	89%	88%

*The method used to count the number of documents changed in 2010.

**On October 1, 2011 EVAC Ambulance service began operating as a division of the County.

***In 2013, single crossing school flashers counted as one device.

Sources: Various County of Volusia departments

FISCAL YEAR					
2010	2009	2008	2007	2006	2005
12	8	21	20	23	7
115,041	78,147	74,835	81,005	86,056	86,500
2,250	2,215	2,252	2,165	2,087	2,170
14,343	32,432	29,394	24,327	21,354	14,500
4,499	5,414	3,933	4,502	4,506	5,112
2,817	2,659	2,976	3,161	1,237	2,725
15,050	15,250	15,500	15,074	15,110	14,820
16,079	17,327	18,171	17,735	18,526	17,115
-	-	-	-	-	-
-	-	-	-	-	-
1,046	1,075	1,093	1,112	913	935
298,569	277,082	260,525	263,835	242,508	212,610
5,096	5,985	6,964	7,290	9,030	9,507
978	983	1,000	964	944	925
105	109	94	101	113	125
3	3	3	3	3	3
279	289	156	157	157	159
358	505	499	486	419	540
2,674	2,171	3,404	6,898	6,574	5,677
51,400	49,249	46,552	50,132	45,686	41,105
4,331,934	4,278,391	4,150,161	4,094,829	3,860,571	4,487,964
2,122,063	568,047	578,752	469,545	763,050	729,015
82	62	66	85	86	111
301,014	274,252	275,685	365,687	452,900	471,331
504,884	539,702	606,548	629,087	728,748	709,528
44,447	44,406	44,221	43,678	43,503	42,444
3,604	3,490	4,728	5,280	5,057	6,306
240,939	212,191	322,120	341,018	275,997	320,089
235,349	210,660	316,621	337,666	274,053	320,156
171,985	165,302	261,108	294,407	179,961	146,257
5,373	25,127	13,904	47,780	206,993	293,266
14,877	14,428	14,391	14,753	14,666	14,871
10,823	10,834	10,793	10,635	10,594	10,147
48	64	75	155	1,407	645
3,238,004	2,904,358	3,299,829	2,936,139	3,021,643	2,897,111
2,403,125	2,296,271	2,715,433	2,726,075	2,746,881	2,727,625
38	38	40	39	26	26
90%	91%	86%	88%	90%	88%

**SCHEDULE 17
COUNTY OF VOLUSIA, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTIONAL DEPARTMENT
LAST NINE FISCAL YEARS**

	FISCAL YEAR		
	2013	2012	2011
Governmental Activities			
General Government			
Number of administrative/office facilities	84	84	100
Number of warehouse/industrial facilities	78	79	70
Total number of facilities operated & maintained	162	163	170
Square footage of facilities operated & maintained	3,004,745	2,992,204	2,971,181
Number of light-duty vehicles	141	146	164
Number of medium-duty vehicles	465	474	478
Number of heavy-duty vehicles	1,063	1,005	1,055
Public Safety			
Number of ladder trucks	1	1	1
Number of pumper trucks	26	28	29
Number of fire stations	22	22	22
Number of ambulances*	52	52	-
Number of sheriff vehicles	610	604	600
Average age of sheriff vehicles (years)	7	7	5
Average annual mileage per sheriff patrol vehicle	34,000	34,000	34,000
Transportation			
Total paved miles	978	982	984
Total unpaved miles	88	93	97
Culture/Recreation			
Park acres	11,220	11,220	11,220
Park acreage - developed	800	800	800
Recreation/community centers	5	5	5
Baseball/softball diamonds	28	28	28
Playgrounds	24	24	24
Tennis courts	6	6	6
Basketball courts	14	14	14
Soccer/football fields	5	5	5
Business-type Activities			
Water and Sewer Utilities			
Treatment capacity (peak - million gallons/day)	4.27	4.44	4.82
Storage capacity (million gallons)	8.37	8.37	8.37
Distribution mains (miles)	233	233	233
Supply wells	27	27	27
Sewer lines	187	187	187
Lift stations	118	118	110
Treatment capacity (million gallons per day)	3.13	3.13	3.13
Volusia Transportation Authority			
Number of fixed route Votran buses	56	56	56

*On October 1, 2011, EVAC Ambulance service began operating as a division of the County.

Sources: Various County of Volusia departments

FISCAL YEAR

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
100	100	95	94	128	128
70	71	71	71	67	67
170	171	166	165	195	195
2,971,181	2,983,931	1,819,520	1,784,652	1,813,608	1,813,608
180	186	173	163	146	105
451	414	450	455	441	447
1,006	940	963	885	766	769
0	0	0	1	1	1
30	30	32	33	28	28
23	24	24	24	24	23
-	-	-	-	-	-
591	581	565	569	567	554
5	6	4	5	3	3
36,000	33,000	33,000	36,000	36,000	36,000
978	983	1,000	964	944	925
105	109	94	101	113	125
11,220	11,210	11,210	11,210	11,210	11,210
800	793	793	793	793	785
5	5	5	5	5	5
28	28	28	28	26	26
24	24	24	24	24	24
6	6	6	6	6	6
14	14	14	14	14	14
5	5	5	5	5	5
4.42	3.85	4.93	4.58	4.57	3.86
8.37	8.37	8.37	8.37	8.37	8.37
233	233	233	233	231	231
28	28	28	27	25	26
187	187	187	187	185	185
107	107	107	107	109	104
3.13	2.93	2.87	2.39	2.35	2.42
56	53	53	56	56	56



Volusia County
FLORIDA

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Honorable County Council Members
of the County of Volusia, Florida:

We have audited, in accordance with the 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, the 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 County of Volusia, Florida (the County) as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 18, 2014.

Our report includes a reference to other auditors who audited the financial statements of the Clerk of the Circuit Court, County of Volusia, Florida as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

121 Executive Circle
Daytona Beach, FL 32114-1180
Telephone: 386/257-4100
Fax: 386/255-3261
dab@jmco.com

5931 NW 1st Place
Gainesville, FL 32607-2063
Telephone: 352/378-1331
Fax: 352/372-3741
gmv@jmco.com

2477 Tim Gamble Place, Suite 200
Tallahassee, FL 32308-4386
Telephone: 850/386-6184
Fax: 850/422-2074
tlh@jmco.com

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Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control that we consider to be significant deficiencies, as described in the accompanying schedule of findings and questioned costs as items 2013-001 and 2013-002.

Compliance and Other Matters

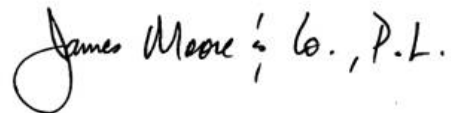
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards*, and which is described in the accompanying schedule of findings and questioned costs as item 2013-003.

County of Volusia, Florida's Response to Findings

The County's response to the findings identified in our audit is described in the accompanying Management Responses to the Auditors' Report on Internal Control. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large initial 'J'.

Daytona Beach, Florida
March 18, 2014

**SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS
AND
STATE FINANCIAL ASSISTANCE**

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2013

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
FEDERAL AGENCY				
Department of Agriculture				
Passed through Florida Department of Education:				
Summer Food Service Program for Children	10.559	04-0879	\$ 457,405	\$ 0
Total Child Nutrition Cluster			<u>457,405</u>	<u>0</u>
Total Department of Agriculture			<u>457,405</u>	<u>0</u>
Department of Energy				
Direct:				
ARRA- Energy and Efficiency Conservation Program (Recovery Act Funded)	81.128	ARRA- DE-EE0000799	145,056	0
Total Department of Energy			<u>145,056</u>	<u>0</u>
Department of Housing and Urban Development				
Direct:				
Community Development Block Grant / Entitlement Grants	14.218	B-10-UC-12-0008	414,538	144,328
Community Development Block Grant / Entitlement Grants	14.218	B-11-UC-12-0008	1,738,406	867,191
Community Development Block Grant / Entitlement Grants	14.218	B-12-UC-12-0008	0	0
Neighborhood Stabilization Program	14.218	B-08-UN-12-0019	271,955	10,510
Neighborhood Stabilization Program	14.218	B-11-UN-12-0019	1,189,866	320
Total Community Development Block Grant/Entitlement Grants			<u>3,614,765</u>	<u>1,022,349</u>
Community Development Block Grant / State's Program Cluster	14.228	10DB-KA-06-74-01-K36	2,004,864	0
Community Development Block Grant / State's Program Cluster	14.228	12DB-P5-06-74-01-K45	221,991	0
Total Community Development Block Grant/State's Program Cluster			<u>2,226,855</u>	<u>0</u>
Emergency Shelter Program	14.231	E-11-UC-12-0021	14,595	14,595
Emergency Shelter Program	14.231	S-10-UC-12-0021	0	0
Total Emergency Shelter Program			<u>14,595</u>	<u>14,595</u>
HOME Investment Partnership Program	14.239	M06-UC-12-0221	13,064	0
HOME Investment Partnership Program	14.239	M07-UC-12-0221	35,986	0
HOME Investment Partnership Program	14.239	M08-UC-12-0221	26,995	26,995
HOME Investment Partnership Program	14.239	M09-UC-12-0221	300,152	70,114
HOME Investment Partnership Program	14.239	M10-UC-12-0221	367,504	196,730
HOME Investment Partnership Program	14.239	M11-UC-12-0221	255,312	72,536
HOME Investment Partnership Program	14.239	M12-UC-12-0221	586	0
Total HOME Investment Partnership Program			<u>999,599</u>	<u>366,375</u>
ARRA- Homeless Prevention Program (Recovery Act Funded)	14.262	ARRA- S-09-UY-12-0021	0	0
Section 8 Housing Choice Vouchers	14.871	FL-113/S-8 ADMIN	252,898	0
Section 8 Housing Choice Vouchers	14.871	FL-113/S-8 VCHR	1,641,461	0
Section 8 Housing Choice Vouchers	14.871	FL-113/PORT-INS	0	0
Total Housing Choice Voucher Cluster			<u>1,894,359</u>	<u>0</u>
Total Department of Housing and Urban Development			<u>8,750,173</u>	<u>1,403,319</u>
Department of the Interior				
Direct:				
Payment in Lieu of Taxes (PILT)	15.226	PILT 08, 09	111,746	0
Total Department of the Interior			<u>111,746</u>	<u>0</u>
Department of Health and Human Services				
Passed through Florida Department of Economic Opportunity:				
Low Income Home Energy Assistance Program	93.568	12EA-0F-06-74-01-031	1,942,799	0
Low Income Home Energy Assistance Program	93.568	13EA-0F-06-74-01-031	0	0
Total Low Income Home Energy Assistance Program			<u>1,942,799</u>	<u>0</u>
Community Services Block Grant Program	93.569	12SB-9Y-06-74-01-028	0	0
Community Services Block Grant Program	93.569	13SB-FZ-06-74-01-028	464,362	0
Total Community Service Block Grant Program			<u>464,362</u>	<u>0</u>
Total Department of Health and Human Services			<u>2,407,161</u>	<u>0</u>

The notes to the schedule of expenditures of federal awards describes the significant accounting policies and other financial standards used in preparation of this schedule.

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2013

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Department of Justice				
Direct:				
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0160	\$ 36,259	\$ 0
State Criminal Alien Assistance Program	16.606	2008-AP-BX-1261	94,001	0
State Criminal Alien Assistance Program	16.606	2009-AP-BX-0522	37,094	0
State Criminal Alien Assistance Program	16.606	2010-AP-BX-0645	23,922	0
Total State Criminal Alien Assistance Program			<u>191,276</u>	<u>0</u>
Bulletproof Vest Partnership	16.607	1121-0235	<u>1,700</u>	<u>0</u>
COPS Technology Program Grant- Evidence Photo Management System	16.710	2010CKWX0111	<u>42,200</u>	<u>0</u>
Passed through Florida Department of Law Enforcement:				
Paul Coverdell Forensic Sciences Improvement Grant	16.742	2011-CD-BX-0026	5,813	0
Paul Coverdell Forensic Sciences Improvement Grant	16.742	2012-CD-BX-0018	1,184	0
Total Paul Coverdell Forensic Sciences Improvement Grant			<u>6,997</u>	<u>0</u>
Edward Byrne Memorial Justice Assistance Grant	16.738	2012-DJ-BX-0786	64,559	0
Edward Byrne Memorial Justice Assistance Grant	16.738	2013-JAGC-VOLU-1-D7-089	17,210	0
Edward Byrne Memorial Justice Assistance Grant	16.738	2013-JAGC-VOLU-2-D7-090	32,185	32,185
Edward Byrne Memorial Justice Assistance Grant	16.738	2013-JAGC-VOLU-3-D7-091	93,514	93,514
Edward Byrne Memorial Justice Assistance Grant	16.738	2013-JAGC-VOLU-4-D7-092	29,196	29,196
Non-ARRA Total Edward Byrne Memorial Justice Assistance Grant			<u>236,664</u>	<u>154,895</u>
ARRA-Edward Byrne Memorial Justice Assistance Program (Recovery Act Funded)	16.803	ARRA- 2010-ARRC-ST-3-W7-133	216,124	0
Total JAG Cluster			<u>452,788</u>	<u>154,895</u>
Passed through Florida Department of Juvenile Justice				
Juvenile Justice and Delinquency Prevention	16.540	X1709	<u>80,439</u>	<u>0</u>
Passed through Florida Office of the Attorney General:				
Crime Victim Assistance - Victims Advocate	16.575	V12015	82,697	0
Total Department of Justice			<u>858,097</u>	<u>154,895</u>
Election Assistance Commission (EAC)				
Direct:				
Help America Vote Act - Voter Education	90.401	MOA # 2008-2009-0001	0	0
Help America Vote Act - Voter Education	90.401	MOA # 2009-2010-0001	0	0
Help America Vote Act - Voter Education	90.401	MOA # 2010-2011-0001	0	0
Help America Vote Act - Voter Education	90.401	MOA # 2011-2012-0001	55,592	0
Help America Vote Act - Voter Education	90.401	MOA # 2012-2013-0001	0	0
Total Election Assistance Commission (EAC)			<u>55,592</u>	<u>0</u>
Environmental Protection Agency				
Direct:				
Capitalization Grant for Clean Water - State Revolving Funds	66.458	WW167110	<u>0</u>	<u>0</u>
Passed through St. John's River Water Management District:				
National Estuary Program-Water Quality Monitoring Mosquito Lagoon	66.456	27173, Renewal 1	<u>11,700</u>	<u>0</u>
Total Environmental Protection Agency			<u>11,700</u>	<u>0</u>
Federal Department of Transportation				
Division: Federal Highway Administration				
Passed through Florida Department of Transportation::				
Highway Planning & Construction - Construction Spring to Spring Phase 3	20.205	AQA60	0	0
Highway Planning & Construction - ECFRRT Overpass at SR 415	20.205	AQO85	0	0
Highway Planning & Construction - ECFRRT Overpass at SR 442	20.205	AQO86	0	0
Highway Planning & Construction - Design North Boston Ave Sidewalks	20.205	AQF25	421	0
Highway Planning & Construction - Design Enterprise Road Sidewalks	20.205	AQD78	275	0
Highway Planning & Construction - Construction Enterprise Road Sidewalks	20.205	AQV10	55,838	0
Highway Planning & Construction - Veterans Memorial Bridge Replacement	20.205	AQK94	651,144	0
Highway Planning & Construction - Pioneer Trail at Turnbull R/W Acquisition	20.205	AQ779	136,070	0
Highway Planning & Construction - Pioneer Trail over Turnbull Creek Bridge-design	20.205	AQI21	257,632	0
Highway Planning & Construction - Pioneer Trail over Turnbull Creek Bridge-ROW	20.205	AQI22	0	0
Highway Planning & Construction - SR421 Fiber Optic Addition	20.205	AQD96	747	0
Total Division: Federal Highway Administration			<u>1,102,127</u>	<u>0</u>

The notes to the schedule of expenditures of federal awards describes the significant accounting policies and other financial standards used in preparation of this schedule.

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2013

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Division: Federal Transit Administration				
Direct:				
VOTRAN Federal Transit Formula Grants	20.507	FL90-X474	\$ 90,825	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X498	190,041	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X555	99,339	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X594	189,894	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X615	1,037,492	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X663	643,328	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X697	231,639	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X713	94,319	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X788	1,807,841	0
VOTRAN Federal Transit Formula Grants	20.507	FL37-4047	132,810	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X018	1,591,200	0
VOTRAN Federal Transit Formula Grants	20.507	FL95-X020	2,005,483	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-X751	4,465,255	0
VOTRAN Federal Transit Formula Grants	20.507	FL95-X029	734,516	0
Non-ARRA Total VOTRAN Federal Transit Formula Grants			13,313,982	0
ARRA- VOTRAN Federal Transit Formula Grants (Recovery Act Funded)	20.500	ARRA- FL96-X016	1,478,659	0
Total Federal Transit Cluster			14,792,641	0
Total Division: Federal Transit Administration Cluster			14,792,641	0
Passed through Florida Department of Transportation:				
Formula Grants for Other Than Urbanized Areas	20.509	AQQ67	188,611	0
Alcohol Impaired Driving Countermeasures Incentive Grants I - DUI Program	20.601	AQR98	62,117	0
Total Federal Department of Transportation			16,145,496	0
Executive Office of the President				
Passed through Florida HIDTA:				
High Intensity Drug Trafficking Area Grants-VBI	95.001	G12CF0003A	76,712	0
High Intensity Drug Trafficking Area Grants-VBI	95.001	G13CF0003A	145,070	0
Total Executive Office of the President			221,782	0
Department of Homeland Security				
Direct:				
Law Enforcement Officer Reimbursement Agreement Program	97.090	HSTS0208HSLR307	72,800	0
Passed through Department of Economic Opportunity:				
Flood Mitigation Assistance	97.029	12FM-4N-06-74-01-242	20,143	0
Flood Mitigation Assistance	97.029	11FM-4N-06-74-01-498	32,883	0
Total Flood Mitigation Assistance			53,026	0
Emergency Management Performance Grant	97.042	13-FG-86-06-74-01-131	128,246	0
Emergency Management Performance Grant	97.042	14-FG-1M-06-74-01-131	0	0
Total Emergency Management Performance Grants			128,246	0
Homeland Security Grant	97.067	11-DS-9Z-06-74-01-459	7,498	0
Homeland Security Grant	97.067	13-DS-20-06-74-01-245	15,000	0
Homeland Security Grant	97.067	13-DS-97-06-74-01-449	0	0
Homeland Security Grant	97.067	13-CC-24-06-74-01-334	1,518	0
Homeland Security Grant	97.067	11-DS-9Z-13-00-16-436	10,235	0
Homeland Security Grant	97.067	12-DS-20-13-00-16-HazMat	34,148	0
Total Homeland Security Cluster			68,399	0
Repetitive Flood Claims	97.092	12RF-4X-06-74-01-243	155,000	0
Repetitive Flood Claims	97.092	13RF-95-06-74-01-321	0	0
Total Repetitive Flood Claims			155,000	0
Severe Loss Repetitive Program	97.110	12SL-04-06-74-01-492	5,100	0
Total Department of Homeland Security			482,571	0

The notes to the schedule of expenditures of federal awards describes the significant accounting policies and other financial standards used in preparation of this schedule.

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2013

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Federal Aviation Authority				
Direct:				
Airport Improvement Program- Innovative Financing - Retire Terminal Debt 5	20.106	3-12-0017-063-2012	\$ 2,062,460	\$ 0
Airport Improvement Program- Cutover Taxiway - Design (RSAT)	20.106	3-12-0017-064-2012	1,072,345	0
Airport Improvement Program- Innovative Financing	20.106	3-12-0017-065-2013	0	0
Airport Improvement Program- Implementation of Wildlife Hazard Mgmt Program	20.106	3-12-0017-066-2013	0	0
Airport Improvement Program- Relocation of ARFF Building	20.106	3-12-0017-067-2013	0	0
Total Federal Aviation Authority			3,134,805	0
TOTAL EXPENDITURES FEDERAL AWARDS			\$ 32,781,584	\$ 1,558,214
STATE AGENCY				
Executive Office of the Governor				
Emergency Management Preparedness and Assistance Trust Fund Grant	31.063	13BG-83-06-74-01-064	\$ 105,806	\$ 0
Emergency Management Preparedness and Assistance Trust Fund Grant	31.063	14BG-83-06-74-01-064	16,754	0
Total Emergency Management Preparedness and Assistance Grants			122,560	0
Hazardous Material Planning Grant	31.067	13-CP-11-06-74-01-246	8,355	0
Total Executive Office of the Governor			130,915	0
Florida Department of Agriculture and Consumer Service				
Mosquito Control	42.003	017218	18,500	0
Total Florida Department of Agriculture and Consumer Service			18,500	0
Florida Department of Children & Families				
Substance Abuse Treatment Grant	60.115	LHZ04	0	0
Total Florida Department of Children & Families			0	0
Florida Department of State				
Division of Library and Information Services:				
State Aid to Library Grant	45.030	13-ST-90	425,985	0
Total Florida Department of State			425,985	0
Florida Department of Environmental Protection				
Storage Tank System Compliance Verification Program '10	37.023	GC706-TA#3	0	0
Storage Tank System Compliance Verification Program '11	37.023	GC706-TA#4	0	0
Storage Tank System Compliance Verification Program '11	37.023	GC706-TA#5	0	0
Total Storage Tank System Compliance Verification Program			0	0
Local Government Cleanup Contracting -Super ACT Administration '90	37.024	GC60	1,325	0
Local Government Cleanup Contracting -Super ACT Administration '12	37.024	S0490-4	258,358	0
Local Government Cleanup Contracting -Super ACT Administration '13	37.024	S0490-5	77,276	0
Total Local Government Cleanup Contracting - Super Act Administrative			336,959	0
Passed through St. John's River Water Management District:				
Surface Water Restoration & Wastewater Projects -				
Rehabilitation of Coastal Wetlands	37.039	SJ413FO	0	0
Rehabilitation of Coastal Wetlands	37.039	27173	0	0
Total Surface Water Restoration & Wastewater Projects			0	0
Total Florida Department of Environmental Protection			336,959	0
Florida Department of Health				
EMS Trust Fund	64.005	C0064	89,526	0
Total Florida Department of Health			89,526	0
Florida Department of Highway Safety & Motor Vehicles				
Florida Arts License Plate Program	76.041	Florida Arts License Plate	21,471	0
Passed through St. John's River Water Management District:				
Indian River Lagoon License Plate Program				
River Road Sanitary Improvements	76.010	25160	0	0
Passed through Sea Turtle Conservancy				
Florida Sea Turtle License Plate Program				
Streetlight Shielding Program	76.070	12-039C	8,925	0
Total Florida Department of Highway Safety & Motor Vehicles			30,396	0

The notes to the schedule of expenditures of federal awards describes the significant accounting policies and other financial standards used in preparation of this schedule.

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2013

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Florida Housing Finance Corporation				
State Housing Incentive Program (S.H.I.P.)	52.901	SHIP FY10	\$ 945	\$ 945
State Housing Incentive Program (S.H.I.P.)	52.901	SHIP FY11	0	0
State Housing Incentive Program (S.H.I.P.)	52.901	SHIP FY12	161,205	1,865
State Housing Incentive Program (S.H.I.P.)	52.901	SHIP FY13	0	0
Total Florida Housing Finance Corporation			162,150	2,810
Florida Department of Law Enforcement				
Violent Crime and Drug Control	71.005	VCDC 07/08-02	0	0
Total Florida Department of Law Enforcement			0	0
Florida Department of Transportation				
VOTRAN Commission for the Transportation Disadvantaged	55.001	AQ001	838,967	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	ANF36/415592-1-84-01	0	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	AL127/411999-1-54-01	28,810	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	APT69	0	0
Total VOTRAN Commuter Assistance/Rideshare Grants			28,810	0
VOTRAN Transit Corridor Program	55.013	AQX10	167,508	0
VOTRAN Public Transit Block Grant Program	55.010	AQT97	1,974,985	0
VOTRAN Public Transportation Systems Operations	55.020	APP86	0	0
VOTRAN State Infrastructure Bank- Commuter Rail Loan	55.020	AOI72	0	0
Total VOTRAN Public Transportation Systems Operations			0	0
County Incentive Grant Program - Construction Six-Laning of Saxon Blvd	55.008	AQM24	551,126	0
Transportation Regional Incentive Program - Construction Six-Laning of Saxon Blvd	55.026	AQM24	0	0
Aviation Development Grants -				
Construction of Aircraft Parking Ramp and Associated Elements	55.004	API41/418493-1-94-01	416,147	0
Design & Construction of Aircraft Parking Ramp and Associated Elements	55.004	API42/418498-1-94-01	305,723	0
Operational/Maintenance Costs-Enhanced Federal Security	55.004	AP504/418499-2-94-01	2,445,157	0
Airport Perimeter Fence	55.004	AQP04/429794-1-94-01	5,293	0
Airport Roof Replacement	55.004	AQU36/431538-1-94-01	350,626	0
Total Aviation Development Grants			3,522,946	0
Total Florida Department of Transportation			7,084,342	0
TOTAL STATE FINANCIAL ASSISTANCE			\$ 8,278,773	\$ 2,810

The notes to the schedule of expenditures of federal awards describes the significant accounting policies and other financial standards used in preparation of this schedule.

COUNTY OF VOLUSIA, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2013

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards include federal grant activity of the County of Volusia, Florida, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. Sub-recipients

The County provided a total of \$1,558,214 in federal awards and \$2,810 in state awards to sub-recipients during the fiscal year ended September 30, 2013. Details are provided in the accompanying Schedule of Expenditures of Federal Awards.

3. Loans Outstanding

The accompanying Schedule of Expenditures of Federal Awards includes several loans between the County and the U.S. Department of Environmental Protection, under CFDA 66.458. There were no expenditures incurred in the fiscal year ended September 30, 2013. The total outstanding loan amount owed as of the end of the year is \$12,794,173.

As part of the partnership agreement for the Commuter Rail Project, the County also has a State loan included in the Schedule of Expenditures through the Florida Department of Transportation, under CSFA 55.020. The total loan authorized is \$10,200,000. As of September 30, 2013, the County has received \$5,621,000 of the total amount authorized.

**COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED**

I. Summary of Auditors' Results:

- A. Type of audit report issued on the basic financial statements: *Unmodified*
- B. Two significant deficiencies related to internal control over financial reporting were disclosed by the audit of the basic financial statements, neither of which was considered a material weakness.
- C. No instances of noncompliance material to the financial statements were disclosed during the audit. One instance of noncompliance and other matters was disclosed during the audit.
- D. There was one significant deficiency reported in internal control over major federal programs and one reported in internal control over major state financial assistance projects. The significant deficiencies were not considered material weaknesses.
- E. Type of report issued on compliance for major federal programs and state projects: *Unmodified*
- F. The audit disclosed one audit finding which is required to be reported under OMB Circular A-133 and one audit finding which is required under Chapter 10.557, Rules of the Florida Auditor General.
- G. Major program/project identification:
 - Federal awards programs:
 - ARRA** – Edward Byrne Memorial Justice Assistance Program (JAG) Cluster, CFDA 16.803/16.738
 - ARRA** – Federal Transit Formula Grants, CFDA 20.507
 - ARRA** – Energy and Efficiency Conservation Program, CFDA 81.128
 - Home Investment Partnerships Program, CFDA 14.239
 - Section 8 Housing Choice Vouchers, CFDA 14.871
 - Highway Planning and Construction Grant, CFDA 20.205
 - Low-Income Home Energy Assistance Program, CFDA 93.568
 - State financial assistance projects:
 - Local Government Cleanup Contracting, CSFA 37.024
 - Aviation Development Grant, CSFA 55.004
 - County Incentive Grant Program, CSFA 55.008
 - Public Transit Block Grant Program, CSFA 55.010
- H. Dollar thresholds used to distinguish between Type A and Type B programs or projects were \$983,448 for major federal programs and \$300,000 for major state projects.
- I. The , Florida qualified as a low-risk auditee as defined in OMB Circular A-133.

II. Findings Relating to the Financial Statements Which are Required to be Reported in Accordance with *Government Auditing Standards*:

2013-001 Tracking of Construction in Process

Criteria: Generally accepted accounting principles require that incremental costs of significant capital projects be accumulated as construction in progress. Once construction of a particular asset is complete and placed in service, it should be transferred from construction in process to the proper capital asset account, and then depreciated over its estimated useful life.

Condition: During our analysis of construction in process, we identified two projects totaling approximately \$5.8 million which were placed in service before year-end but still remained in construction in process at year-end. An adjustment was required to reclassify these projects to completed items and record related depreciation for fiscal year 2013.

Cause: Procedures were not adequate to ensure all completed projects were properly identified and reclassified from construction in progress to a depreciable capital asset.

Effect: Had the reclassification not been made and depreciation recorded, capital assets could have been overstated and related depreciation expense understated.

Recommendation: We recommend management develop a policy regarding construction in process activity to assist those involved in the financial reporting process in assessing when a project is complete and placed in service, along with an associated review process. We recommend such a policy also include certain items such as discussions with project managers, department directors, discussions with vendors or staff performing the project, and analysis of project activity to total project contract.

2013-002 Votran Fund Prior Period Adjustment

Criteria: Generally accepted accounting principles require that expenses be recognized in the period in which they are incurred.

Condition: During our testing of Votran expenses, we noted a \$1.23 million payment, funded with grant dollars, was made in late fiscal year 2012 for a software upgrade and 5-year prepaid maintenance plan that was erroneously recorded as an expense rather than capitalized. This required a journal entry to correct beginning net position, recognize current-year expenses, and record the related prepaid and intangible assets as of year-end.

Cause: The initial expenditure was erroneously coded to an expense and not properly identified as a prepaid/capital item.

Effect: Had the correcting entry not been recorded, current-year assets and expenses in the Votran fund would have been understated by approximately \$925,000 and \$206,000, respectively.

Recommendation: We recommend management review all significant transactions during the year funded from grant dollars, to ensure items are appropriately recorded in the general ledger and capitalized when appropriate.

III. Noncompliance and Other Matters Which are Required to be Reported in Accordance with *Government Auditing Standards*:

2013-003 Timeliness of Landfill Escrow Account Deposits

Criteria: Florida Statutes require calculated minimum amounts be held by landfill operators in a separate escrow account to cover the long-term landfill closure and post-closure costs.

Condition: The balance in the landfill escrow account of approximately \$9.45 million fell short of the minimum requirements at year-end, which totaled approximately \$9.90 million.

Cause: Required deposits to the landfill escrow account were not made in advance of year-end, resulting in the shortfall.

Effect: As of year-end, the County was not in compliance with state statutes related to the landfill closure and post-closure cost escrow account. However, the County did have sufficient funds in the Solid Waste fund to cover the cash requirement, and such funds were transferred into the escrow account shortly after year-end.

Recommendation: We recommend the escrow account be actively monitored for compliance and all future transfers for any balance shortfalls be completed prior to year-end.

IV. Findings and Questioned Costs for Major Federal Programs:

2013-004 Eligibility Application under Section 8 Housing Choice Voucher Program (CFDA 14.871)

Criteria: The County's internal control procedures over Section 8 Housing Choice Voucher Program eligibility determination require the admitting caseworker to review and approve the completed Section 8 application submitted by the potential client.

Condition: Out of sixty tenant clients selected for testing, one client's application was not appropriately signed by a caseworker to indicate review and approval of the application for the Section 8 Housing Choice Voucher Program.

Cause: A caseworker did not sign off for approval on a program application and the lack of approval was not detected during routine review of the files.

Effect: Without appropriate review, an application could be approved for an ineligible tenant and Federal funds could subsequently be used for an unallowable purpose.

Recommendation: We recommend management strengthen review procedures by implementing a formal review checklist to ensure no unapproved and potentially ineligible applications are processed.

V. Findings and Questioned Costs for Major State Projects:

2013-005 Program Reporting under Local Government Cleanup Contracting (CSFA 37.024)

Criteria: The Local Government Cleanup Contract with the Florida Department of Environmental Protection (FDEP) requires the recipient to submit all originals or scanned copies of documents to FDEP's central file within 60 calendar days of receipt or initiation of an event.

Condition: The Local Government Cleanup Contracting grant was awarded to the County on January 1, 2010, with contract identification number S0490. Expenditures totaling over \$398,958 were made under the current year awards, but out of forty events selected for testing, two cleanup site inspections were performed for which no inspection report or supporting documents were submitted to FDEP.

Cause: The report submissions were not subjected to a thorough supervisory review to ensure accuracy and completeness.

Effect: Incomplete or inaccurate submissions could result in the grantor lowering the grantee's rating on performance for Document Management which could lead to forfeiture of 10% of the Total Task Assignment amount.

Recommendation: We recommend management strengthen review procedures by implementing a formal review process over required monthly reports to ensure all submission are accurate, complete, and timely.

VI. **Summary Schedule of Prior Audit Findings:**

2012-01 Landfill Liability: Corrective action taken.

2012-02 Prior Period Adjustments and Federal Reporting under ARRA Federal Highway Planning & Construction Grant (CFDA 20.205): Corrective action taken.

2012-03 Household Quarterly Program Reporting under Low-Income Home Energy Assistance Program (CFDA 93.568): Corrective action taken.

VII. **Corrective Action Plan:** See Management Responses to Internal Control and Management Comments as listed in the table of contents.

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF PASSENGER FACILITY CHARGES (PFC) COLLECTED AND EXPENDED
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	<u>Quarter Ended</u> <u>December 31, 2012</u>	<u>Quarter Ended</u> <u>March 31, 2013</u>	<u>Quarter Ended</u> <u>June 30, 2013</u>	<u>Quarter Ended</u> <u>September 30, 2013</u>	<u>Year Ended</u> <u>September 30, 2013</u>
PFC Revenues Received	\$ 279,424	\$ 274,081	\$ 323,387	\$ 299,375	\$ 1,176,267
Interest Earned	2,143	2,165	2,431	2,800	9,539
Total PFC Revenues Received	<u>\$ 281,567</u>	<u>\$ 276,246</u>	<u>\$ 325,818</u>	<u>\$ 302,175</u>	1,185,806
Expenditures	<u>\$ (281,567)</u>	<u>\$ (276,246)</u>	<u>\$ (325,818)</u>	<u>\$ (302,175)</u>	(1,185,806)
PFC Cash Available at September 30, 2012					1,400,000
PFC Cash Available at September 30, 2013				<u>\$</u>	<u>1,400,000</u>

Reconciliation to Restricted Net Assets for PFC Program as of September 30, 2013:

PFC Cash Available	\$ 1,400,000
PFC Due From Airlines	195,644
Restricted Net Assets for PFC Program	<u>\$ 1,595,644</u> *

* The restricted net assets is comprised of \$1,595,644 and can be used for debt service on the terminal facility. Of the total approved expenditures as of September 30, 2012 of \$29,469,817, \$10,815,342 remains to be spent for financing and interest. under applications 2 and 3 (96-02-C-03-DAB).

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND PASSENGER FACILITY CHARGE PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133, CHAPTER 10.550, RULES OF THE AUDITOR GENERAL, AND PASSENGER FACILITY CHARGE AUDIT GUIDE FOR PUBLIC AGENCIES

To the Honorable County Council Members
of the County of Volusia , Florida:

Compliance

We have audited the , Florida's (the County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement*, the *Florida Department of Financial Services State Projects Compliance Supplement*, and the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration (the Guide) that could have a direct and material effect on each of the County's major federal programs, major state projects, or the passenger facility charge program, for the year ended . The County's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs, state projects, and its passenger facility charge program.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs, major state projects, and the passenger facility charge program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; Chapter 10.550, Rules of the Florida Auditor General; and the Guide. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program, major state project, or the passenger facility charge program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

121 Executive Circle
Daytona Beach, FL 32114-1180
Telephone: 386/257-4100
Fax: 386/255-3261
dab@jmco.com

5931 NW 1st Place
Gainesville, FL 32607-2063
Telephone: 352/378-1331
Fax: 352/372-3741
gmv@jmco.com

2477 Tim Gamble Place, Suite 200
Tallahassee, FL 32308-4386
Telephone: 850/386-6184
Fax: 850/422-2074
tlh@jmco.com

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We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program, each major state project, and the passenger facility charge program. However, our audit does not provide a legal determination of the County's compliance.

Opinion

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs, major state projects, and the passenger facility charge program for the year ended .

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2013-004 and 2013-005.

Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program, major state project, or the passenger facility charge program as a basis for designing our compliance auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133; Chapter 10.550, Rules of the Florida Auditor General; and the Guide; but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

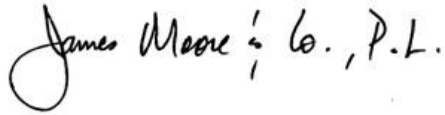
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as identified above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies in internal control over compliance as described in the accompanying schedule of findings and questioned costs as items 2013-004 and 2013-005. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program, state project, or the passenger facility charge program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

County of Volusia, Florida's Response to Findings

The County's response to the findings identified in our compliance audit is described in the accompanying Management Responses to the Auditors' Report on Internal Control. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

Restricted Use

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133; Chapter 10.550, Rules of the Florida Auditor General; and the Guide. Accordingly, this report is not suitable for any other purpose

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive style with a large initial "J" and "M".

Daytona Beach, Florida
March 18, 2014

**INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED
BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA
OFFICE OF THE AUDITOR GENERAL**

To the Honorable County Council Members
of the County of Volusia, Florida:

We have audited the basic financial statements of the , Florida (the County), as of and for the fiscal year ended , and have issued our report thereon dated March 18, 2014. We did not audit the financial statements of the Clerk of the Circuit Court, County of Volusia, Florida which represents ninety-five percent and ninety-seven percent of the assets and revenues, respectively, of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for Clerk of the Circuit Court, County of Volusia, Florida, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*; Chapter 10.550, Rules of the Florida Auditor General; and *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration. We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance in Accordance with OMB Circular A-133, Chapter 10.550, Rules of the Auditor General, and Passenger Facility Charge Audit Guide for Public Agencies; and Schedule of Findings and Questioned Costs Disclosures in those reports and schedule, which are dated March 18, 2014, should be considered in conjunction with this management letter.

In addition, separate audits were performed on the Halifax Area Advertising Authority, Southeast Volusia Advertising Authority, and West Volusia Advertising Authority, which comprise the nonmajor Convention Development Tax special revenue fund. Management comments in those reports should be considered in conjunction with this management letter.

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

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. No finding or recommendations remain uncorrected from the second preceding fiscal year. The following is a summary of prior year recommendations:

Comments 2012-01, 2012-02, 2012-03 – See Schedule of Findings and Questioned Costs.

2012-04 Impact Fee Credits – Corrective action taken.

121 Executive Circle
Daytona Beach, FL 32114-1180
Telephone: 386/257-4100
Fax: 386/255-3261
dab@jmco.com

5931 NW 1st Place
Gainesville, FL 32607-2063
Telephone: 352/378-1331
Fax: 352/372-3741
gnv@jmco.com

2477 Tim Gamble Place, Suite 200
Tallahassee, FL 32308-4386
Telephone: 850/386-6184
Fax: 850/422-2074
tlh@jmco.com

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Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the County complied with Section 218.415, Florida Statutes.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we noted the following recommendation:

2013-006 Utility Service for Orange City Customers: During our audit, we noted the County is unable to shut off services due to non-payment for approximately 20 Orange City customers to whom the County only provides sewer-related services. These customers reside in a privately-owned, 168-unit mobile home community that receives water service from the City of Orange City and are billed for the water service by the City through a master meter located at the entrance to the mobile home park. The individual meters for each residence are owned by the park to register individual water use and read by the County to bill for sewer service. While the City has the ability to shut off the master meter for non-payment of water service, the County is unable to discontinue sewer service for non-payment. We recommend the County establish an agreement with the City of Orange City so the collection of the County's sewer charges for these Orange City customers can be more effectively enforced.

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

Section 10.554(1)(i)5., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The legal authority for the primary government and component units of the reporting entity is disclosed in Note 1 of the basic financial statements.

Section 10.554 (1)(i)6.a., Rules of the Auditor General, requires a statement be included as to whether or not the local governmental entity has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific conditions met. In connection with our audit, we determined that the County did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

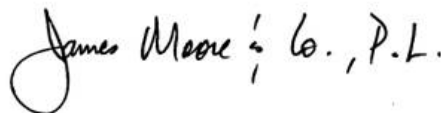
Section 10.554(1)(i)6.b., Rules of the Auditor General, requires that we determine whether the annual financial report for the County for the fiscal year ended , filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended . In connection with our audit, we determined these two reports were in agreement.

Pursuant to Sections 10.554(1)(i)6.c. and 10.556(7), Rules of the Auditor General, we applied financial condition assessment procedures. It is management's responsibility to monitor the County's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same. This assessment was made as of the fiscal year ended .

The County's response to the findings identified in our audit is described in the accompanying Management Responses to the Auditors' Report on Internal Control. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Our management letter is intended solely for the information and use of the Florida Auditor General, County Council, management, others within the County, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Daytona Beach, Florida
March 18, 2014



**COUNTY OF VOLUSIA
MANAGEMENT RESPONSES TO
THE AUDITOR'S REPORT ON
INTERNAL CONTROL OVER FINANCIAL REPORTING**

2013-001 Tracking of Construction in Process

As part of the analysis in the recording of capital assets, procedures are in place to review the accounting records to identify and compute the amounts to be capitalized. Procedures will be amended to include a more in-depth review of progress payments on long-term capital projects. In addition, a more rigorous approach will be used in inquiries of management to ensure the time that an asset is put into service is more clearly identified.

2013-002 Votran Fund Prior Period Adjustment

The recording of software maintenance and implementation costs as an expense rather than as assets was an oversight that occurred in the prior fiscal year. However, additional procedures will be put into place to more thoroughly review the components of grant-funded multi-year contracts to ensure that amortization of the costs are spread over the term of the contract for financial reporting purposes, though the grant requires those cost to be recognized in the year paid.

2013-003 Timeliness of Landfill Escrow Account Deposits

An additional procedure has been implemented to include the landfill closure cost funding deadline on accounting's cash management calendar. This will assist in avoiding missed deadlines for depositing these funds in the County's money market account established for this purpose.

2013-004 Eligibility Application under Section 8 Housing Choice Voucher Program (CFDA 14.871)

Our review procedures will be strengthened by implementing a formal review checklist to ensure no unapproved and potentially ineligible applications are processed.

2013-005 Program Reporting under Local Government Cleanup Contracting (CSEA 37.024)

Management acknowledges the audit finding and an additional layer of review will be added to the monthly report process to ensure accuracy and completeness of reports.

2013-006 Utility Service for Orange City Customers

Volusia County Water Resources and Utilities is currently working on an agreement with Orange City that will resolve this issue.