

COUNTY OF VOLUSIA, FLORIDA



COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017



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# **COUNTY OF VOLUSIA, FLORIDA**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FISCAL YEAR ENDED  
SEPTEMBER 30, 2017**

Prepared By:

**DONNA de PEYSTER, CPA  
DEPUTY COUNTY MANAGER /  
CHIEF FINANCIAL OFFICER**

**RYAN OSSOWSKI, 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.

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Tiffany Alvarez, Administrative Coordinator  
Jaime Osipower, Senior Accounting Clerk

### **Additional Acknowledgements:**

Rhonda Orr, CGFO, Department Director of Business Services  
Tammy Bong, Department Director of Budget and Administrative Services  
Roger Wittenberg, Special Projects Coordinator, Finance  
Wanda Lindberg, Fiscal Resource Manager, Revenue  
Robert Ehrhardt, Division Director, Economic Development

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

# COUNTY OF VOLUSIA, FLORIDA COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

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## **INTRODUCTORY SECTION:**

This section contains the following subsections:

- Letter of Transmittal
- Certificate of Achievement for Excellence in Financial Reporting
- Principal County Officials
- Organizational Chart

# INTRODUCTORY SECTION



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March 16, 2018

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, 2017.

#### **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, 2017.

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.

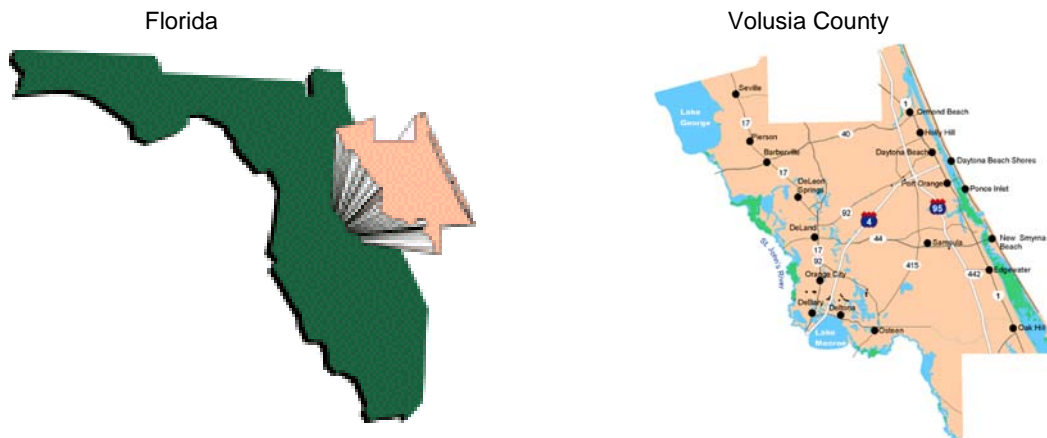
The County's financial statements have been audited by an independent firm of certified public accountants, James Moore & Co., P.L., Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2017, 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, 2017, 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.



Volusia County was established in 1854 and became the 30<sup>th</sup> 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 services; 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.

## 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 the County continued to improve in fiscal year 2017 with gross domestic product for the Deltona-Daytona Beach-Ormond Beach Metropolitan Statistical Area (MSA) having grown by almost 15 percent from its pre-recession level in 2007. The number of unemployed residents decreased to 10,015 for November 2017 compared to 12,648 for November 2016, while the number employed over the same period increased by almost 14,823 to 250,098. The unemployment rate stood at 4.0 percent for November 2017, down from 5.2 percent one year prior.

Residential new construction permit activity increased 10.7 percent over fiscal year 2016, totaling \$573,867,913. Commercial new construction permits declined in number as compared to the prior fiscal year, but totaled \$434,574,784 in value, a 46.7 percent increase over fiscal year 2016.

Tourism leaders estimate the County attracted 9.8 million visitors in calendar year 2016 and forecast that number to remain stable in calendar year 2017 despite the negative impacts of Hurricanes Matthew and Irma on Florida's tourism industry. According to the Lodging & Hospitality Association of Volusia County, room occupancy in the County for

November 2017 was 60 percent, or three percent higher compared to the same month a year prior. Countywide, average daily hotel room rates for November 2017 increased two percent year-over-year to \$109.55, and revenue per available room increased seven percent over the same period to \$65.67.

### **Business Expansion and Recruitment Projects**

During the fiscal year ended September 30, 2017, the International Speedway Corporation (ISC) neared completion of the ONE DAYTONA shopping/dining/entertainment complex across the street from the Daytona International Speedway. Phase one of the development exceeds \$120 million and includes a Cobb Theatre multiplex, a Daytona-themed Bass Pro Shops, two hotels, and more than 250,000 square feet of retail, dining and entertainment space. The North American Development Group, of Toronto, Ontario has begun construction of a 300,000 square foot retail center in the Tomoka Town Center adjacent to the recently completed Tanger Outlet Mall in Daytona Beach.

Halifax Health completed construction of a \$12.9 million free standing Emergency Room (ER) on 30 acres in Deltona at the Interstate 4 and State Road 472 interchange and has begun construction of a new 95-bed hospital tower adjacent to the ER at an estimated cost of \$105 million. B. Braun Medical, Inc. is nearing completion of a \$100 million expansion of their existing manufacturing facility in Daytona Beach and construction of their new \$40 million distribution center/warehouse. The manufacturer has committed to create more than 200 new, high wage jobs.

The County approved performance-based financial support for business headquarter expansion projects by several local companies including TopBuild Corporation, the newest publicly traded company headquartered in the County which moved to a newly constructed \$10 million, 67,000 square foot facility in Daytona Beach. DaVita Labs, moved into their new \$30 million corporate headquarters facility in DeLand, and Magnolia River Services moved into their new regional headquarters facility in Orange City. Other local companies include: Security First Managers (Ormond Beach), Boston Whaler (Edgewater), 3D Material Technologies (Daytona Beach) and Brown & Brown (Daytona Beach). Combined capital investment by these firms is projected to exceed \$125 million, and job creation could exceed 900 new, higher wage positions (combined).

The Summit Hospitality Group is nearing completion of a \$35 million project to redevelop the former Desert Inn in Daytona Beach as a Hard Rock hotel and restaurant property, and the Hilton Daytona Beach Oceanfront Resort has completed a \$30 million renovation of its beachfront property. The Protogroup has completed a six-story parking garage in Daytona Beach on the west side of State Road A1A and has begun construction of the \$200 million Daytona Beach Convention Hotel & Condominiums which includes two 300 foot towers on the east side of State Road A1A. The \$6 million renovation of the historic Streamline Hotel in Daytona Beach is finished, and a new five-story Courtyard by Marriott Hotel is nearing completion of more than 100 new rooms in downtown DeLand. In addition, a new \$24 million, four-story Springhill Suites by Marriott has opened in New Smyrna Beach, including 114 oceanview rooms.

### **Housing Development Projects**

Minto Communities, a Canadian residential developer began building Latitude Margaritaville, an age restricted master planned community with up to 6,900 homes in western Daytona Beach. Nearby, ICI Homes has begun construction on the 1,200-home Mosaic community and has announced plans to build a second 'full-life community' with 2,500-homes between Daytona Beach and Ormond Beach. ICI Homes is also developing the Woodhaven community in Port Orange to include 1,200-homes and a 650,000 square foot commercial center on the west side of I-95.

Geosam Capital is preparing to construct the Coastal Woods community in New Smyrna Beach east of Interstate 95 to include 1,400 homes and another shopping center. The Victoria Park housing development in DeLand continues its planned growth, and D.R. Horton is planning Victoria Oaks, a new 200 home project. Integra 289 Exchange is planning a 289-unit multi-family apartment complex near the County's SunRail station in DeBary, with plans for future retail, restaurants, and additional residential units.

### **Higher Education Expansion**

Embry Riddle Aeronautical University (ERAU) opened the John Mica Engineering and Aerospace Innovation complex at its \$30 million 17-acre Research Park West next to the Daytona Beach International Airport (DBIA). Construction of a new wind tunnel facility is underway next to the complex. DBIA is planning to extend Taxiway Sierra 'thru the fence' in order to provide ERAU with direct airfield access from the research park. This project is considered a first of its kind joint venture between the Florida Department of Transportation (FDOT), ERAU, and the County. ERAU's investment of more than \$65 million in a new 4-story 177,000-square-foot student center is nearing completion. Daytona State College began construction of its new 84,000 square-foot \$32 million student and workforce transition center on their Daytona Beach campus.

## **Transportation Programs and Initiatives**

Passenger traffic at Daytona Beach International Airport (DBIA) through November 2017 increased three percent over 2016. It is also at its highest point in 21 years and shows an increase of 70 percent compared to passenger traffic in 2009. JetBlue continued to make progress in 2017 - its passenger traffic increased seven percent over their inaugural year in 2016. Airline load factors, or the percentage of seats filled, for Delta, American and JetBlue increased in 2017 to 90 percent on average for all three airlines, a three percent increase over 2016.

Major interstate transportation construction improvements in the County continued during 2017. FDOT completed the six-laning project on Interstate 4 and construction continues on \$205 million improvements to the Interstate 4 - Interstate 95 interchange and the Interstate 95 - US 92 interchange. Other transportation projects that were completed include Orange Avenue in Daytona Beach (\$43 million) and the extension of Williamson Boulevard to Pioneer Trail (\$15 million). Construction is underway on the new \$38 million Veterans Memorial Bridge over the Halifax River in Daytona Beach.

## **RELEVANT FINANCIAL INFORMATION**

### **Long-term Financial Planning**

The long-term financial planning process includes an examination of new capital and/or operating initiatives and their 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 with initial and continued funding during fiscal year 2017 included:

- Public works service center
- Elections warehouse
- Sheriff's office evidence facility and forensic lab
- Court/central services warehouse
- Off-beach parking development

Budgeted CIP for fiscal year 2017 included \$40.9 million in projects funded through a mix of property taxes, gas taxes, impact fees, grants, user fees, and other miscellaneous revenues. Prior year carry-forwards of \$7.1 million and new funding allocations of \$33.8 million provided the resources to cover project costs.

Long-term planning also incorporates multi-year projections for operating funds including the general fund, library, municipal services district, fire service, and other funds that have significant impact on the county's budget, such as debt service and enterprise 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.

### **Budget Development**

The development, approval, and execution of the annual budget is essentially a year-round process that involves understanding financial forecasts, legislative and property valuation impacts and aligning them with the County Council's policies and priorities. As the country continues to rebound from one of the deepest and longest economic downturns in history, the County's focus can now be directed toward providing services to its citizens beyond the basics. Reductions in unemployment, increases in retail sales and building permit activity, job growth and increased property values are the indicators that confirm the County's economy has been improving.

Included in the adopted budget was \$2.8 million to continue the efforts of job creation through incentives within the economic development fund. As major infrastructure is added to the tax rolls with ONE DAYTONA, Tanger Outlet and various hotel developments, the financial outlook will continue to improve with increased property values, job creation and consumer spending.

## 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 2017, 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 and added three Florida Local Government Investment Pools (LGIPs) to its investment portfolio. 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 0.55 percent to 2.375 percent. In December 2015, the Federal Reserve's Federal Open Market Committee (FOMC) raised interest rates for the first time in seven years and kept them at the 0.25 percent to 0.50 percent target range for another year. The three interest rate increases during fiscal year 2017 (December 2016, March 2017, and June 2017) brought the federal funds rate to the range of 1.00 percent to 1.25 percent. In this slowly rising interest rate environment, the County's average annual rate of return correspondingly began to rise from 0.87 percent for 2016 to 1.23 percent for 2017. For additional information concerning the investment of county funds, refer to Note 2 of the Notes to the Financial Statements.

## 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 cost savings.

## 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 resources. The County experienced two hurricanes during fiscal year 2017, Hurricane Matthew in October 2016 and Hurricane Irma in September 2017. Consequently, with County Council approval, money was moved from the emergency reserves in several funds to bridge the delay between expenditure of funds for clean-up/repair and reimbursement from the Federal Emergency Management Agency (FEMA) and the State of Florida. To the extent possible, emergency reserves that fall below the five percent threshold will be replenished during the following fiscal year. For fiscal year 2017, the status of those reserves, is as follows:

<b>Fund</b>	<b>Beginning Reserve Amount</b>	<b>Beginning Reserve Percentage of Budgeted Revenue</b>	<b>Ending Reserve Amount</b>	<b>Ending Reserve Percentage of Budgeted Revenue</b>
General	\$ 20,401,031	10.0%	\$ 19,755,846	9.7%
Fire services	2,586,017	10.0%	2,607,228	10.1%
Municipal service district	2,500,243	5.9%	1,149,348	2.7%
Library	1,249,461	7.4%	1,242,791	7.3%
East Volusia Mosquito Control district	395,550	10.0%	97,677	2.5%
Ponce Inlet Port Authority	269,608	10.0%	4,985	0.2%



## **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, 2016, 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.

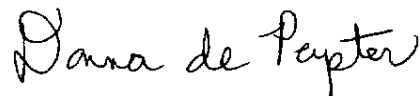
### **Acknowledgements**

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 each member of the Accounting Division, the Department Director of Budget and Administrative Services, the Economic Development Business Manager, and Department Director of Business 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, Finance Department may be found on the County's website at <http://www.volusia.org/finance>.

Sincerely,



Donna de Peyster, 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, 2016**

*Christopher P. Morill*

Executive Director/CEO

# **COUNTY OF VOLUSIA, FLORIDA**

## **PRINCIPAL COUNTY OFFICIALS**

**September 30, 2017**

### **COUNTY COUNCIL**

Ed Kelley, County Chair

Deborah Denys  
Joyce M. Cusack  
Pat Patterson  
Billie Wheeler  
Heather Post  
Dr. Fred Lowry

District No. 3, Vice Chair  
Council Member At-Large  
District No. 1  
District No. 2  
District No. 4  
District No. 5

### **COUNTY MANAGER**

James Dinneen

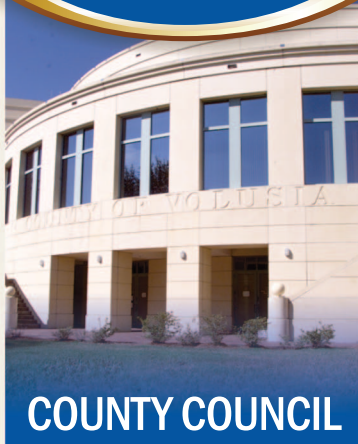
### **ELECTED COUNTY OFFICIALS**

Michael J. Chitwood  
Lisa Lewis  
Larry Bartlett, J.D.

Sheriff  
Supervisor of Elections  
Property Appraiser



**ED KELLEY**  
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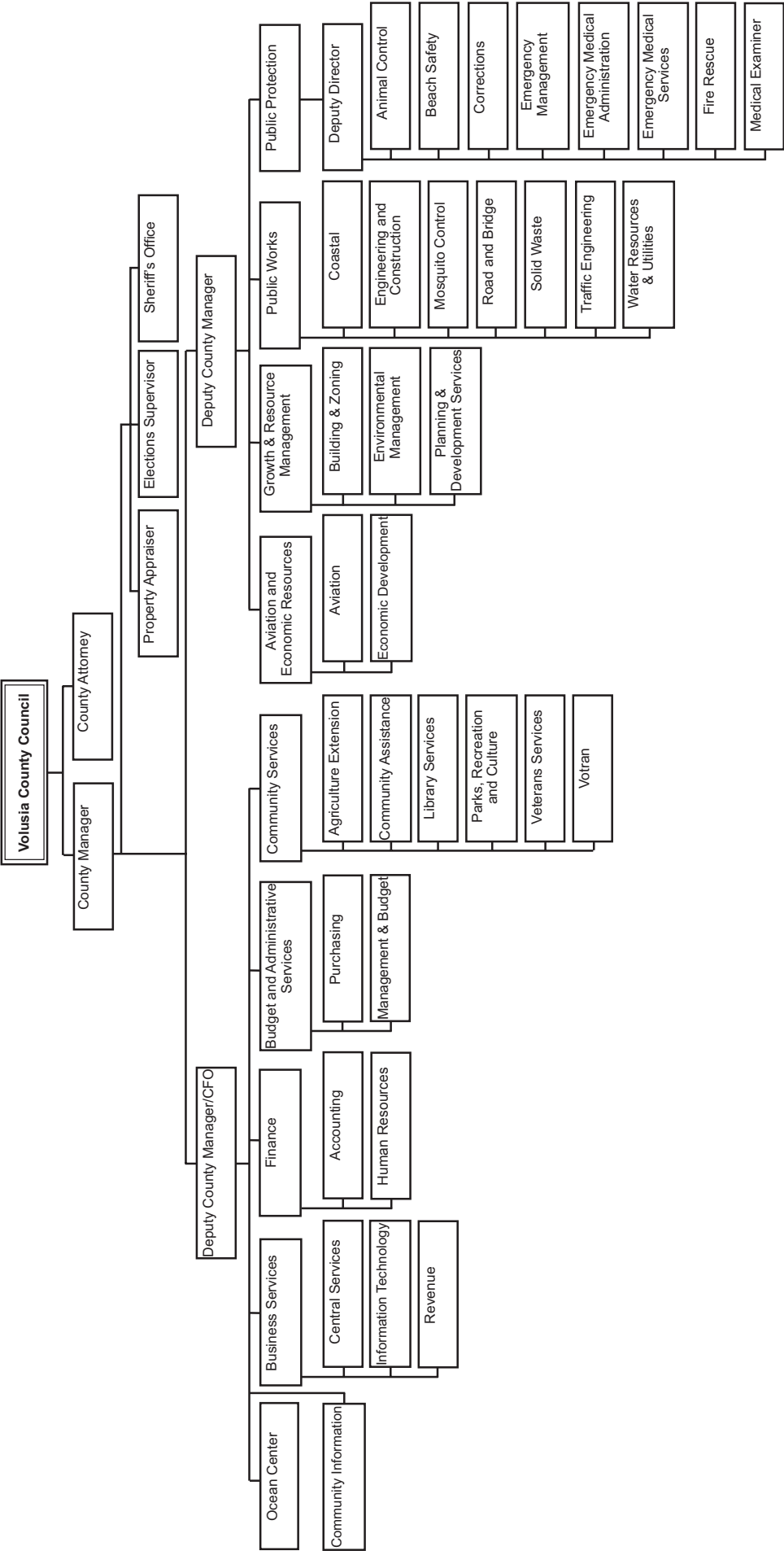


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# Volusia County Organizational Chart



## **FINANCIAL SECTION:**

This section contains the following subsections:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Notes to the Financial Statements
- Required Supplementary Information
- Supplementary Information

# FINANCIAL SECTION



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## 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, 2017, 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-four and ninety-six 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, Florida, as of September 30, 2017, and the respective changes in financial position and, where applicable, cash flows and the respective budgetary comparisons for the General, Municipal Service District, Federal and State Grants, County Transportation Trust, and Volusia Forever funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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## ***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***

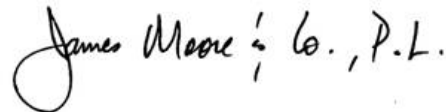
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and other schedules, fiduciary fund schedules, statistical section, schedule of passenger facility charges, and schedule of expenditures of federal awards and state financial assistance as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and the other auditors. In our opinion, 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 16, 2018 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 16, 2018

# 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, 2017. Please read it in conjunction with the letter of transmittal, beginning on page 3, and the County's financial statements beginning on page 31.

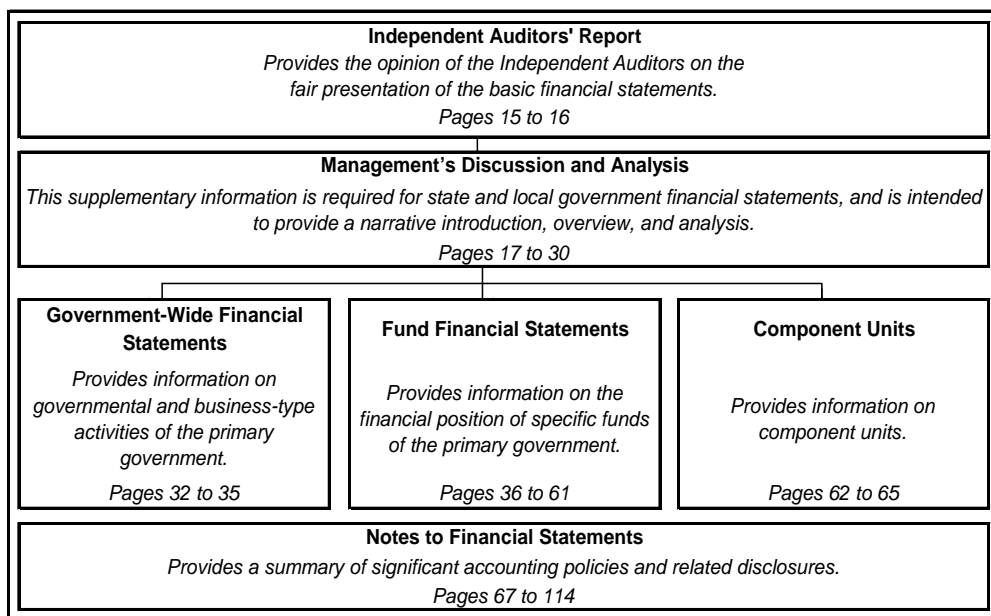
## Financial Highlights

- The assets and deferred outflows of the County exceeded its liabilities and deferred inflows at the close of fiscal year 2017 by \$1,010,230,214 (*net position*). Of this amount, \$2,013,311 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors. This was the third year in which the amount reported as unrestricted net position was significantly lower than historical averages, due to the implementation of Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*.
- At September 30, 2017, the County's governmental funds reported combined ending fund balances of \$289,580,887, an increase of \$12,474,717.
- At September 30, 2017, spendable fund balance, which includes restricted, assigned, and unassigned components, for the General Fund was \$65,274,529, a decrease of 13.2 percent from the prior fiscal year.
- Governmental funds revenues increased \$34,732,793 or 8.1 percent over the prior fiscal year.
- The County's net outstanding notes payable and bonded debt decreased by \$16,635,311 or 9.2 percent during fiscal year 2017. Principal retirements of notes payable and bonded debt totaling \$24,635,311 were offset by proceeds from new notes payable in the amount of \$8,000,000.

## 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



**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
September 30, 2017

**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 about 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 the fiscal year. 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 32-35 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 53 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, and Volusia Forever, which are considered to be major funds. Data from the other 48 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 36-49 of this report.

**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
September 30, 2017

***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, fleet replacement, 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 50-59 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 60-61 of this report.

**Notes to the financial statements**

The notes provide additional information that is essential for 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 67-114 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 pension plans and Other Post Employment Benefit (OPEB) obligations. Required supplementary information can be found on pages 115-121 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 123-215 of this report.

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

The County's net position increased from \$970,166,761 a year ago to \$1,010,230,214. The increase of \$40,063,453 is slightly more than last year's increase of \$38,226,117. Looking at the net position of the governmental and business-type activities separately, the net position of the County's governmental activities increased by \$24,251,692 or 3.3 percent (\$754,477,501 compared to \$730,225,809). In the prior year, the County reported net position of \$239,940,952 for its business-type activities, which increased in the current fiscal year by \$15,811,761 (6.6 percent), and ended the year with \$255,752,713 in net position. The following analysis focuses on the changes in net position of both the County's governmental and business-type activities.

**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
September 30, 2017

**County of Volusia, Florida**  
**Net Position**  
As of September 30, 2017, and 2016

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 399,928,907	\$ 372,767,137	\$ 88,766,300	\$ 80,325,823	\$ 488,695,207	\$ 453,092,960
Capital assets	767,125,305	750,589,228	236,669,709	232,084,921	1,003,795,014	982,674,149
Total assets	<u>1,167,054,212</u>	<u>1,123,356,365</u>	<u>325,436,009</u>	<u>312,410,744</u>	<u>1,492,490,221</u>	<u>1,435,767,109</u>
Deferred outflows of resources	<u>111,344,322</u>	<u>90,857,515</u>	<u>3,730,075</u>	<u>2,961,909</u>	<u>115,074,397</u>	<u>93,819,424</u>
Current liabilities	47,680,188	39,804,358	7,197,049	6,369,215	54,877,237	46,173,573
Noncurrent liabilities:						
Due within 1 year	20,676,957	20,913,335	2,643,944	2,923,333	23,320,901	23,836,668
Due in more than 1 year	438,787,553	413,185,349	62,606,615	65,382,781	501,394,168	478,568,130
Total liabilities	<u>507,144,698</u>	<u>473,903,042</u>	<u>72,447,608</u>	<u>74,675,329</u>	<u>579,592,306</u>	<u>548,578,371</u>
Deferred inflows of resources	<u>16,776,335</u>	<u>10,085,029</u>	<u>965,763</u>	<u>756,372</u>	<u>17,742,098</u>	<u>10,841,401</u>
Net position:						
Net investment in capital assets	644,953,348	611,431,198	207,906,546	198,227,958	852,859,894	809,659,156
Restricted	148,157,045	144,845,741	7,199,964	7,375,895	155,357,009	152,221,636
Unrestricted	(38,632,892)	(26,051,130)	40,646,203	34,337,099	2,013,311	8,285,969
Total net position	<u>\$ 754,477,501</u>	<u>\$ 730,225,809</u>	<u>\$ 255,752,713</u>	<u>\$ 239,940,952</u>	<u>\$ 1,010,230,214</u>	<u>\$ 970,166,761</u>

The largest portion of the County's net position (84.4 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 (15.4 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 was \$148,157,045 (19.6 percent) of its total net position. The restricted portion of the County's business-type activities net position was \$7,199,964 (2.8 percent).

The remaining balance of unrestricted net position, \$2,013,311 (0.2 percent), for both governmental and business-type activities may be used to finance its day-to-day operations and meet the ongoing obligation to citizens and creditors without constraints by debt covenants, enabling legislation, or other legal requirements.

At the end of the current fiscal year, the County is able to report positive balances in all reported categories of net position for both governmental and business-type activities with the exception of the unrestricted net position in governmental activities. For governmental activities, a \$38,632,892 deficit was reported in unrestricted net position. Deficit unrestricted net position is caused by long-term obligations exceeding currently available resources. The County's deficit is caused primarily by \$251,047,540 in governmental activities net pension liabilities for the County's proportionate share of the two cost-sharing defined-benefit pension plans in which the County participates (Florida Retirement System (FRS) and the separate FRS Health Insurance Subsidy Program). Reporting the amount is required by Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*. However, these plans are administered by the State of Florida, and this amount is not a direct liability of the County. The County's only required outlay for these plans are those percentages of future earnings of active employees that are required to be contributed per Florida Statutes. Positive amounts (except governmental activities unrestricted) for net position were also reported for the prior fiscal year.

**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
September 30, 2017

**County of Volusia, Florida**  
**Changes in Net Position**  
For the Fiscal Years Ended September 30, 2017, and 2016

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	2017	2016	2017	2016	2017	2016
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 66,562,239	\$ 63,681,481	\$ 62,088,447	\$ 58,003,781	\$ 128,650,686	\$ 121,685,262
Operating grants and contributions	44,898,702	26,075,727	16,383,978	16,607,248	61,282,680	42,682,975
Capital grants and contributions	28,473,001	23,113,716	14,267,800	5,412,079	42,740,801	28,525,795
General revenues:						
Property taxes	242,121,424	232,986,267	-	-	242,121,424	232,986,267
Other taxes	70,593,805	69,044,121	-	-	70,593,805	69,044,121
Other general revenues	14,376,973	14,124,395	378,632	669,704	14,755,605	14,794,099
<b>Total revenues</b>	<b>467,026,144</b>	<b>429,025,707</b>	<b>93,118,857</b>	<b>80,692,812</b>	<b>560,145,001</b>	<b>509,718,519</b>
<b>Expenses:</b>						
General government	64,555,130	60,204,732	-	-	64,555,130	60,204,732
Public safety	191,227,851	179,761,302	-	-	191,227,851	179,761,302
Physical environment	7,050,152	7,044,921	-	-	7,050,152	7,044,921
Transportation	36,872,240	33,899,450	-	-	36,872,240	33,899,450
Economic environment	53,855,309	34,660,029	-	-	53,855,309	34,660,029
Human services	20,726,644	19,470,761	-	-	20,726,644	19,470,761
Culture/recreation	54,900,610	51,482,331	-	-	54,900,610	51,482,331
Interest on long-term debt	5,078,110	6,058,703	-	-	5,078,110	6,058,703
Refuse disposal	-	-	14,633,257	12,978,296	14,633,257	12,978,296
Daytona Beach International Airport	-	-	19,159,481	16,861,726	19,159,481	16,861,726
Volusia Transportation Authority	-	-	27,095,041	26,156,607	27,095,041	26,156,607
Water and sewer utilities	-	-	14,135,144	12,660,415	14,135,144	12,660,415
Parking garage	-	-	2,025,168	1,849,773	2,025,168	1,849,773
Garbage collection	-	-	8,767,411	8,403,356	8,767,411	8,403,356
<b>Total expenses</b>	<b>434,266,046</b>	<b>392,582,229</b>	<b>85,815,502</b>	<b>78,910,173</b>	<b>520,081,548</b>	<b>471,492,402</b>
Change in net position before transfers	32,760,098	36,443,478	7,303,355	1,782,639	40,063,453	38,226,117
Transfers in (out)	(8,508,406)	(7,010,653)	8,508,406	7,010,653	-	-
Change in net position	24,251,692	29,432,825	15,811,761	8,793,292	40,063,453	38,226,117
Net position - beginning	730,225,809	700,792,984	239,940,952	231,147,660	970,166,761	931,940,644
Net position - ending	<b>\$ 754,477,501</b>	<b>\$ 730,225,809</b>	<b>\$ 255,752,713</b>	<b>\$ 239,940,952</b>	<b>\$ 1,010,230,214</b>	<b>\$ 970,166,761</b>

The combined revenues of both the County's governmental and business-type activities increased by 9.9 percent (\$50,426,482) when compared to last year. The total cost of all programs and services increased by approximately 10.3 percent (\$48,589,146) when compared to last year.

The following analysis separately considers the operations of governmental and business-type activities.



**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
September 30, 2017

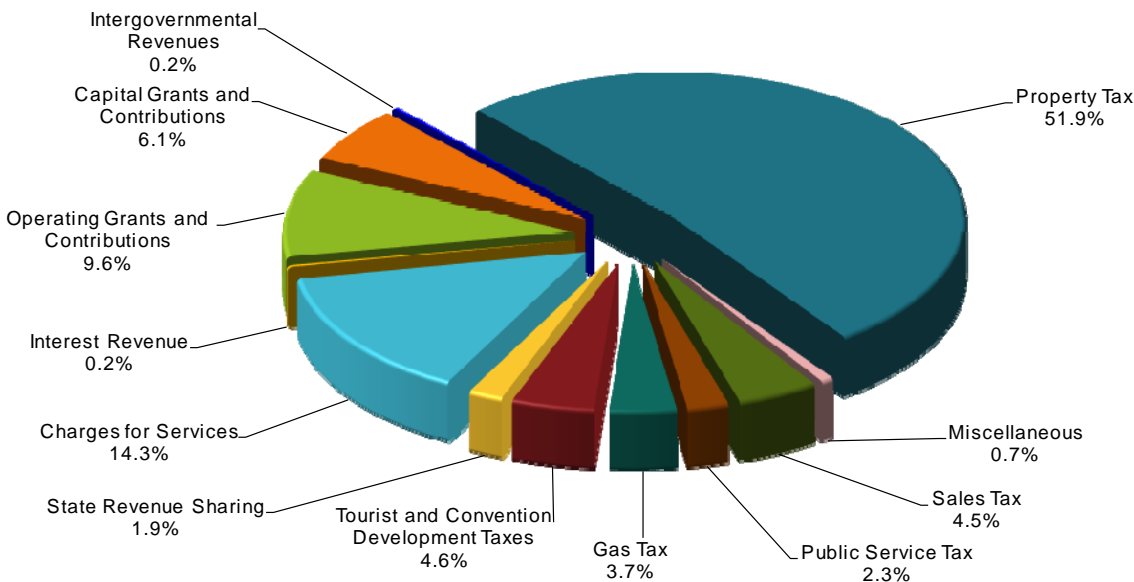
**Governmental activities**

Revenues for the governmental activities increased by \$38,000,437 (8.9 percent). Increases in operating grants and contributions (approximately \$18.8 million), property tax revenue (approximately \$9.1 million), capital grants and contributions (approximately \$5.4 million), and charges for services (approximately \$2.9 million) were the primary reasons for the increase in revenues.

The increase in operating grants and contributions was primarily related to FEMA and related reimbursements for hurricane recovery efforts during fiscal year 2017 (approximately \$17.0 million). The second largest increase in operating grants and contributions was attributable to growth in State Housing Incentives Partnership (SHIP) grants (approximately \$1.0 million).

The increase in capital grants and contributions was primarily from grants to construct recreational trails (approximately \$2.9 million) as well as the contribution of conservation lands from the St. Johns River Water Management District (approximately \$2.4 million).

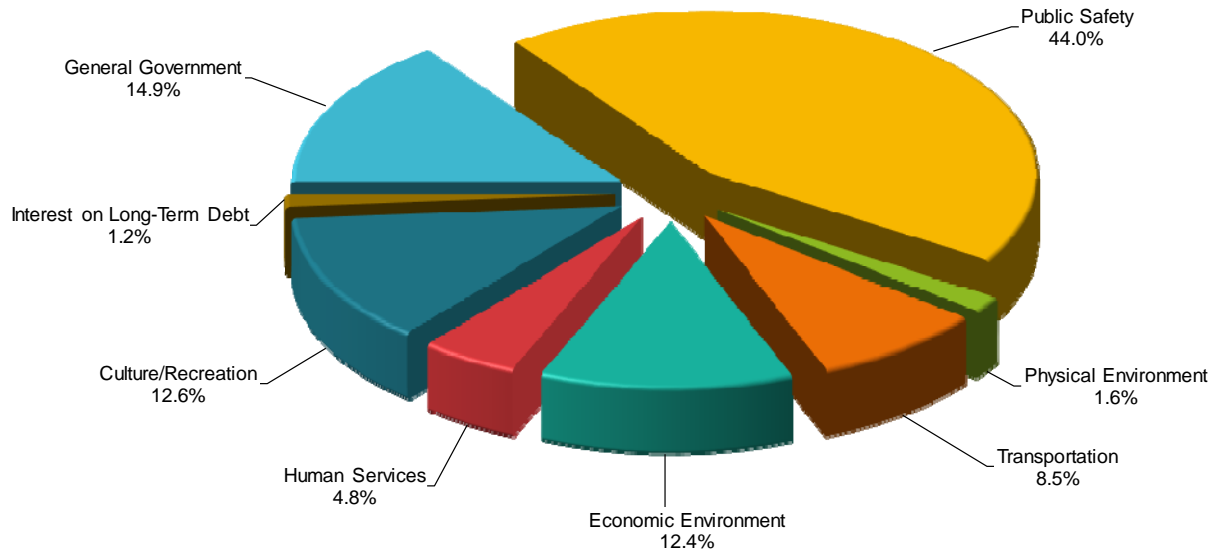
**Revenue by Source – Governmental Activities**



The cost of all governmental activities this year was \$434,266,046 compared to \$392,582,229 last year. As presented in the Statement of Activities on pages 34-35, \$139,933,942 was financed either through user fees paid 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 and other sources. As a result, the remaining amount of \$294,332,104 was covered by taxes and other general revenues.

**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
September 30, 2017

**Expenses by Function/Program – Governmental Activities**



The cost of all governmental activities for fiscal year 2017 increased by \$41,683,817 (10.6 percent) when compared to the prior year. When compared to the previous year, increases of approximately \$8.2 million were spread across all activities, which was attributable to increased pension expenses as calculated in the parameters of GASB Statement No. 68. In addition, all activities experienced an increase related to pay adjustments of 3.0 percent (approximately \$3.6 million), and changes in required contributions to the County's medical insurance program (approximately \$2.3 million). After considering the change in pension expense, pay adjustments, and changes in medical insurance contributions, the remaining change in governmental activities expenses was an increase of approximately \$27.6 million versus the prior year. The \$27.6 million variance was a result of the following:

- \$19.2 million increase reported in the economic environment activity, all of which is attributable to Hurricanes Matthew and Irma response and recovery efforts.
- \$3.5 million increase reported in the public safety activity, primarily attributable to a large reroofing and fire alarm replacement project at the branch jail that started in the current fiscal year (approximately \$1.8 million) and increased medical expenses for inmates (approximately \$1.7 million).
- \$2.3 million increase reported in the transportation activity, all of which was caused by increased road resurfacing.
- \$2.1 million increase reported in the general government activity, primarily due to the following items:
  - Increased expenses for court facility renovations and repairs (approximately \$820,000)
  - Increased expenses for professional services, maintenance, and security on County-owned facilities (approximately \$560,000)
  - Increased Tax Increment Financing (TIF) payments to other governments (approximately \$550,000)
  - Increased subsidy to the Clerk of the Circuit Court for technology (approximately \$230,000)
- \$1.6 million increase reported in the culture and recreation activity, primarily due to the following items:
  - Commencement of the Ocean Center air handler replacement project (approximately \$3.0 million increase)
  - Decreased payments on ECHO grants (approximately \$2.2 million decrease)
  - Increased expenses for contracted beach maintenance (approximately \$0.8 million increase)
- All of the above were also offset by a \$1.0 million decrease in interest on long-term general debt, due to decreasing principal balances of the County's long-term general debt.

**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
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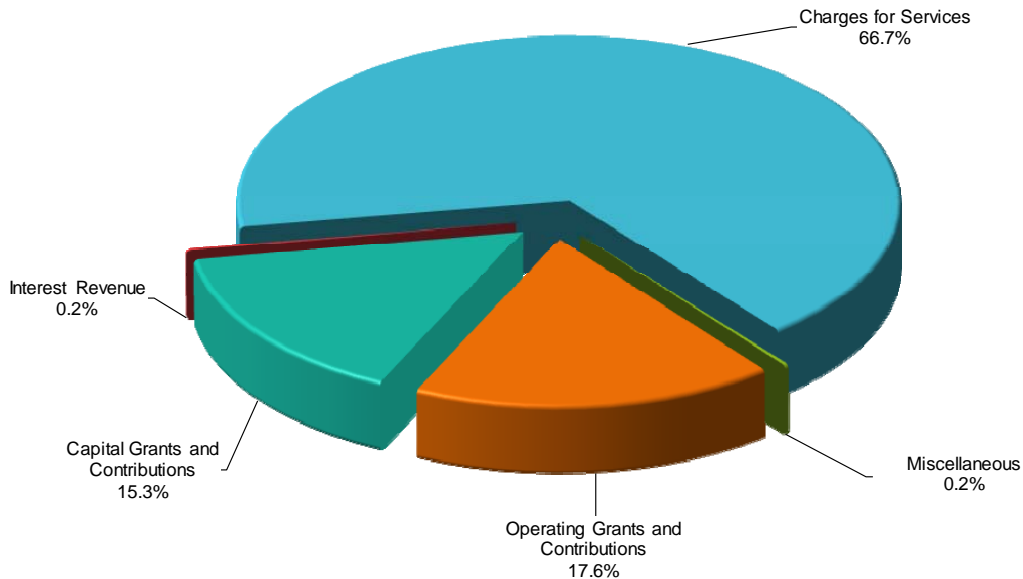
**Business-type activities**

Revenues for the County's business-type activities increased by \$12,426,045 (15.4 percent), when compared to the prior fiscal year. This increase is comprised mostly of an approximate \$8.9 million increase in capital grants and contributions and \$4.1 million increase in charges for services.

The increase in capital grants and contributions are due primarily to increased Daytona Beach International Airport (DBIA) construction grants of approximately \$5.6 million, the majority of which related to the construction of the Airport Rescue and Firefighting (ARFF) facility. Water and sewer construction grants also increased by approximately \$2.2 million for construction of an expansion of the Southwest Regional Water Reclamation Facility. Volusia Transportation Authority (VOTRAN) capital grants also increased by approximately \$1.1 million when compared to the prior year because four full-size and five paratransit buses were purchased in fiscal year 2017 compared to only eight paratransit buses in the prior fiscal year.

The increase in charges for services, primarily reported in the refuse disposal activity, was approximately \$2.8 million due to increased usage of the County landfill, a large amount of which was caused by debris from Hurricanes Matthew and Irma. Charges for service for the water and sewer activity also increased by approximately \$1.1 million due in part to rate increases (approximately \$0.3 million or 1.8 percent) with the remainder from new housing development activity. The new housing development activity resulted in more connection and capacity reservation fee collections as well as new service charges related to these new users.

**Revenues by Source – Business-type Activities**



Operating expenses of business-type activities overall increased by \$6,905,329 (8.8 percent), when compared to the prior fiscal year.

Refuse disposal expenses increased by approximately \$1.7 million when compared to the prior fiscal year. The change in expenses resulted from the combination of increased landfill closure costs (approximately \$550,000), maintenance and repair costs (approximately \$540,000), personnel service costs (approximately \$320,000), and contractual services costs (approximately \$230,000). All of these increases are related to more usage of the landfill during fiscal year 2017.

DBIA experienced an approximate \$2.3 million increase in operating expenses when compared to the prior fiscal year. Increased maintenance and repair costs related to roof repairs and replacement of the terminal air handlers accounted for approximately \$1.3 million of the increase. The remaining increase of approximately \$1.0 million was related to architectural and design engineering work previously capitalized, but deemed by management to not have future capital value, therefore expensed in the current year.

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VOTRAN's expenses increased by approximately \$0.9 million when compared to the prior fiscal year, due to an increase in run frequency on a cross-county service route.

Water and sewer utilities experienced an approximate \$2.3 million increase in operating expenses when compared to the prior fiscal year. The primary source of the increase is related to professional engineering services previously capitalized, but deemed by management to not have future capital value, therefore expensed in the current year (approximately \$840,000). The remaining increase was a combination of increased personnel services expense (approximately \$290,000), increased depreciation expense (approximately \$150,000), and indirect cost increases (approximately \$120,000).

Garbage collection expenses increased by approximately \$0.4 million when compared to the prior fiscal year primarily due to an increase in the collection rate charged to the County by its contracted garbage collection provider.

## **Financial Analysis of the County's Funds**

### **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. Specifically, unrestricted fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance that has not been limited to a particular purpose by an external party.

The combined total fund balances of governmental funds increased during the current fiscal year by \$12,474,717 (4.5 percent). The total governmental fund balance at September 30, 2017, was \$289,580,887, of which 38.2 percent, or \$110,668,722, is unrestricted and uncommitted, therefore available for spending at the County's discretion. However, the entire amount has already been assigned for particular purposes, including capital projects already in progress and various reserves the County appropriates annually, as described in the County's budget. The remainder of the fund balance is nonspendable, restricted, or committed, which indicates that it is 1) not in spendable form (\$9,006,599), 2) restricted for particular purposes (\$169,591,011), or 3) committed for particular purposes (\$314,555).

### **Major governmental funds**

#### *General fund*

The general fund is the chief operating fund of the County. The general fund ended the year with a fund balance of \$71,448,176. Of this amount, \$6,173,647 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 a particular purpose (\$380,156) or assigned to fund the fiscal year 2018 budget (\$64,894,373). As a measure of the general fund's liquidity, it may be useful to compare the total assigned and unassigned fund balances to general fund total expenditures. The total assigned and unassigned fund balance is approximately 29 percent of the total general fund expenditures, while total fund balance represents approximately 32 percent of total general fund expenditures.

The fund balance of the general fund decreased \$11,362,198 from the prior fiscal year. Revenues and expenditures of the general fund increased by approximately the same amount versus the prior fiscal year. The decrease in fund balance was almost exclusively caused by transfers out (\$31,491,918) in exceeding transfers in (\$13,056,843) as well as proceeds from debt issuance (\$8,000,000). See Note 4 to the financial statements for information on the interfund transfers. The proceeds from debt issuance are described in more detail later in management's discussion and analysis.

Revenues increased \$5,336,267 (2.5 percent) over the prior year, with tax revenues comprising \$5,287,857 of this increase primarily due to increased property values.

Expenditures of the general fund increased by \$5,488,980 (2.5 percent) from the prior year. All functional areas experienced increases from a 3.0 percent pay adjustment (approximately \$2.4 million), changes in required contributions to the County's medical insurance program (approximately \$1.5 million) and an increase in retirement contribution rates (approximately \$0.3 million).

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The remaining approximately \$1.3 million in increased expenditures is explained as follows:

- The general government function reported a \$2.1 million increase in expenditures versus the prior year from the following:
  - Increased expenses on court facility renovations and repairs (approximately \$820,000)
  - Increased expenses for professional services, maintenance, and security on County-owned facilities (approximately \$560,000)
  - Increased Tax Increment Financing (TIF) payments to other governments (approximately \$550,000)
  - Increased subsidy to the Clerk of the Circuit Court for technology (approximately \$230,000)
- The next largest single cause of the remaining increase in expenditures was reported in the public safety function (approximately \$2.0 million), which included \$3.6 million in increased expenditures for the corrections functional area. The increases were primarily attributable to large reroofing and fire alarm replacement project at the branch jail (approximately \$1.8 million) and increased medical expenses for inmates (approximately \$1.7 million). The increase in the corrections functional area was offset with a decrease in the Sheriff's Office functional area of \$1.6 million due to one-time purchases of new and replacement vehicles in the prior fiscal year that did not recur in the current fiscal year.
- The largest single decrease in expenditures, approximately \$3.6 million, occurred in the economic development functional area, primarily due to a decrease in economic development incentive payments, when compared to the prior year.
- The culture and recreation function included increased expenses in the coastal functional area for contracted beach maintenance (approximately \$0.8 million).

*Municipal services district fund*

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 \$42,583,754 exceeded its expenditures of \$40,292,529 by \$2,291,225, which was offset by net transfers out of \$490,352. As a result, the municipal service district fund balance increased by \$1,800,873 to \$13,086,948 at the end of the fiscal year.

The municipal service district fund revenues increased \$1,541,706 (3.8 percent) from the previous year primarily due to approximately \$1.0 million of increased charges for services as well as higher collections of building permit fees (approximately \$0.4 million). Total expenditures increased \$304,781 (0.7 percent) over the previous year, primarily in the public safety function. Most of the increase in expenditures for the function were related to the building, zoning and code enforcement functional area, including increased use of contractors for plan and design review (approximately \$97,000), increased use of contractors for demolitions (approximately \$89,000), a 3.0 percent pay adjustment (approximately \$58,000), and adjustments to required contributions to the County's medical insurance program (approximately \$63,000). The fund decreased its annual transfer out to the County transportation trust fund to help fund road maintenance projects for the unincorporated areas to \$4,200,000 for the current fiscal year.

*Federal and state grants fund*

The federal and state grants fund accounts for the fiscal activity relating to funds received from various federal and state grant programs. The federal and state grants fund balance of \$6,101,878 represents a decrease of \$3,804,467 from the prior fiscal year end. Total revenues increased by \$20,399,769 (80.6 percent), and expenditures increased by \$19,098,673 (59.0 percent). The majority of the changes in revenues and expenditures for the federal and state grants fund pertain to costs incurred related to Hurricanes Matthew and Irma, which the County ultimately expects FEMA or the County's property insurance carrier to reimburse. Of the reported increase in revenue in the fund, approximately \$17.7 million is related to Hurricanes Matthew and Irma. Of the reported increase in expenditures in the fund, approximately \$19.9 million is related to Hurricanes Matthew and Irma.

When the variance from Hurricanes Matthew and Irma is excluded, the remaining variance in revenue of the federal and state grants fund is an increase of \$2.7 million when compared to the prior fiscal year. This variance in revenue is attributable to increases in recreational trail grant revenues (\$3.5 million) offset by a net decrease in smaller grant program revenues. When the variance from Hurricanes Matthew and Irma is excluded, the remaining variance in expenditures of the federal and state grants fund is a decrease of \$0.8 million when compared to the prior fiscal year. These changes in expenditures resulted from decreased road improvement grant expenditures (\$2.4 million) which were offset by a net increase in smaller grant program expenditures.

**COUNTY OF VOLUSIA, FLORIDA**  
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*County transportation trust fund*

The County transportation trust fund accounts for the fiscal activity for road and bridge maintenance and construction. The fund balance increased by \$5,802,642 during the fiscal year to \$45,669,803. When compared to the prior year decrease in fund balance of \$9,240,565, the change in fund balance was \$15,043,207 more than the prior year. The difference in the fund balance change is primarily attributed to a decrease in net interfund transfers out versus the prior year of \$16,937,016. This change in net transfers out was combined with an increase in revenues of \$1,052,398 and was then offset by an increase in expenditures of \$2,946,207. Increases in gas taxes collected and intergovernmental charges for services account for the majority of the change in revenue. The decrease in net transfers out was primarily caused by a \$15,000,000, one-time prior year transfer out to the public works service center capital projects fund, with no such transfer recorded in the current year. The increase in expenditures was primarily due to an increase in road resurfacing during the current fiscal year.

*Volusia Forever 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 4,806 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 \$6.7 million.

**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 is shown below.

**County of Volusia, Florida**  
**Proprietary Funds**  
**Unrestricted Net Position**  
As of September 30, 2017, and 2016

<b>Proprietary Fund</b>	<b>2017</b>	<b>2016</b>
Enterprise funds:		
Refuse disposal	\$ 8,694,845	\$ 5,721,719
Daytona Beach International Airport (DBIA)	15,082,512	13,649,605
Volusia Transportation Authority (VOTRAN)	(118,137)	(562,698)
Water and sewer utilities	10,058,175	8,658,756
Parking garage	840,318	884,308
Garbage collection	1,734,557	1,945,143
Total enterprise funds	<u>\$ 36,292,270</u>	<u>\$ 30,296,833</u>
Internal service funds	\$ 21,925,147	\$ 17,562,919

The changes in unrestricted net position of the enterprise funds were primarily due to combined operating income before depreciation expense of the refuse disposal and water and sewer utilities funds of approximately \$13.0 million, net non-operating revenues of the VOTRAN and DBIA funds of approximately \$15.4 million, and net transfers into the VOTRAN fund of approximately \$8.4 million. These items were offset by combined operating losses before depreciation expenses of the VOTRAN and DBIA funds of approximately \$20.2 million as well as consumption of unrestricted net position for capital assets of the DBIA, refuse disposal, and water and sewer utilities funds of approximately \$10.6 million. Changes in the amounts reported for revenues and expenses versus the prior year are the same as those previously listed in the discussion of business-type activities.

The changes in unrestricted net position of the internal service funds were primarily due to combined operating income before depreciation expense of approximately \$7.9 million, net non-operating revenues of approximately \$0.5 million and net transfers in of approximately \$0.1 million, offset by consumption of unrestricted net position for capital assets of \$4.1 million.

**COUNTY OF VOLUSIA, FLORIDA**  
**Management's Discussion and Analysis**  
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**General Fund Budgetary Highlights**

Final budgeted expenditures in the general fund were \$78,926 more than originally budgeted. The final budget amount for additions to fund reserves decreased by \$6,611,876 which correlates to the increased expenditures for housing and urban development of \$6,482,000 between the original and final budget. The budget for housing and urban development was increased due to two new agreements (\$4,500,000 for First Step Shelter in Daytona Beach and \$1,255,000 for Neighborhood Center in DeLand) and one amendment to a prior agreement (\$727,000 for Hope Place in Daytona Beach) approved by County Council for three different homeless shelter initiatives. The remaining changes in budgeted expenditures were small and attributable to the remaining 35 functional areas, which are presented on pages 44-45 of this report.

Actual expenditures in the general fund were \$42,897,775 less than budgeted. The majority of the variances in budget expenditures, as compared to actual, for the general fund were reported as reserves as well as in the housing and urban development and economic development functional areas. Budgeted reserves of \$10,401,887 remain unspent at the close of the fiscal year. These reserves are used to fund unanticipated expenditures or are accumulated for anticipated future projects. Budgeted yet unspent funds reported in economic development include \$3,339,735 of remaining unallocated funds for job creation programs, \$1,221,152 in committed funds for job creation programs as well as \$750,000 remaining on a grant to Embry Riddle Aeronautical University for construction of a research park. Budgeted yet unspent funds reported in housing and urban development include \$7,982,000 committed to the three agreements for homeless shelter initiatives previously discussed as variances between the original and final budget.

After consideration of amounts unspent already explained above, the remaining amount of actual expenditures less than budgeted is \$19,203,001. This variance is spread across the remaining 34 functional areas as presented on pages 44-45 of this report. The variance includes several one-time capital and noncapital outlays, which while unspent in the current fiscal year, are almost all reappropriated in the next fiscal year. This includes \$1,112,152 for replacement of the Property Appraiser's computerized appraisal information system, \$380,156 for Dori Slosberg driver's education, and \$7,877,302 in other capital budgets. The final amount remaining of \$8,107,449 (3.0 percent of the final general fund budget) was a result of salaries (\$3,923,779) and operating (\$5,909,612) expenditures coming in at less than the amount budgeted.

**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, 2017 amounted to \$1,003,795,014 (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 current fiscal year net increase in the County's investment in capital assets net of accumulated depreciation was \$21,120,865 or 2.1 percent (\$16,536,077 or a 2.2 percent increase for governmental activities and \$4,584,788 or a 2.0 percent increase for business-type activities).

**County of Volusia, Florida**  
**Capital Assets**  
(net of accumulated depreciation and amortization)  
As of September 30, 2017, and 2016

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	2017	2016	2017	2016	2017	2016
Land	\$ 228,590,593	\$ 225,200,710	\$ 54,935,349	\$ 53,220,499	\$ 283,525,942	\$ 278,421,209
Easements	1,176,233	1,176,233	108,509	-	1,284,742	1,176,233
Intangibles	26,667,374	27,041,887	3,058,046	3,058,046	29,725,420	30,099,933
Buildings	186,505,223	194,239,776	13,125,392	14,038,671	199,630,615	208,278,447
Improvements other than buildings	30,835,722	28,332,838	117,396,072	124,929,287	148,231,794	153,262,125
Leasehold improvements	2,695,649	2,845,950	454,750	481,482	3,150,399	3,327,432
Equipment	57,221,512	59,009,193	24,145,840	23,925,487	81,367,352	82,934,680
Infrastructure	179,734,929	175,312,798	-	-	179,734,929	175,312,798
Construction in progress	53,698,070	37,429,843	23,445,751	12,431,449	77,143,821	49,861,292
<b>Total</b>	<b>\$ 767,125,305</b>	<b>\$ 750,589,228</b>	<b>\$ 236,669,709</b>	<b>\$ 232,084,921</b>	<b>\$ 1,003,795,014</b>	<b>\$ 982,674,149</b>



**COUNTY OF VOLUSIA, FLORIDA**  
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Major capital asset events during the current fiscal year included the following:

- Work commenced on new phases of the Spring-to-Spring Trail and the East Coast Regional Rail Trail as well as a new Sheriff's Office evidence facility. Work has been completed in the fiscal year 2017 totaling \$5,892,505 on the trails and \$810,731 on the evidence facility. The projects are reported as construction in progress at year-end.
- Construction continued on the renovation to New Smyrna Dunes Park and replacement of a generator at the branch jail. Work completed during fiscal year 2017 totaled \$2,510,812 for the park and \$1,297,176 for the generator. Both are reported as construction in progress at fiscal year-end.
- The Atlantic Avenue sidewalk project was completed during the fiscal year at a value of \$2,450,998.
- Conservation lands at Gemini Springs Park were donated to the County from the St. Johns River Water Management, valued at \$2,352,560.
- Land for additional parking at the Ocean Center was purchased for \$965,027.
- Infrastructure assets increased by \$12,067,220 due to the completion of road projects, most notably including four-laning Howland Boulevard from State Road 415 to Courtland Boulevard and Doyle Road shoulder paving. Of the \$12,067,220 completed during fiscal year 2017, \$9,530,332 was already in construction in progress at the beginning of the year, with the final \$2,536,888 being paid in the current fiscal year.
- Construction of infrastructure assets not yet completed totaled \$15,064,372, most notably including current year spending on the Veteran's Memorial Bridge replacement (\$8,941,855), Turnbull Bay Bridge replacement (\$1,782,284) and South Williamson Boulevard extension (\$1,883,496).
- Sixty-eight new Sheriff's Office vehicles (\$2,142,991), thirteen ambulances (\$2,058,732), one fire truck (\$449,595), twenty-seven pieces of heavy equipment (\$1,310,475), and twenty-five other vehicles (\$749,547) were purchased by governmental activities.
- New electronic voting equipment (\$618,000), IT infrastructure (\$981,778), library self-checkout equipment (\$234,759), fourteen cardiac monitors (\$424,738), 954 computers (\$1,340,029) and 172 two-way radios (\$716,765) were purchased by governmental activities.
- Equipment purchases for business-type activities included four full-size and five paratransit buses for the Volusia Transportation Authority (VOTRAN) (\$2,458,258) and eleven pieces of heavy equipment in the solid waste activity (\$2,497,281).
- Construction on business-type activities capital projects not yet completed included \$8,785,407 in the water and sewer utilities activity and \$6,799,646 at the Daytona Beach International Airport (DBIA). Both amounts are reported as additions to construction in progress for fiscal year 2017. The most notable project for the water and sewer activity was expansion of the Southwest Regional Water Reclamation facility with current year outlays of \$8,348,580. The most notable projects for DBIA were construction of a new Airfield Rescue and Firefighting Facility (ARFF) and rehabilitation of Taxiway November, with current year outlays of \$4,729,119, and \$2,028,610, respectively.

Additional information on the County's capital assets can be found in Note 6 on pages 87-88 of this report.

**Long-term bonded debt and note payable**

At the end of fiscal year 2017, the County's total long-term debt outstanding, before issuance premiums, amounted to \$164,237,264. This amount includes 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**  
As of September 30, 2017, and 2016

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
Revenue bonds	\$ 90,854,840	\$ 104,908,689	\$ 14,180,000	\$ 17,695,000	\$ 105,034,840	\$ 122,603,689
General obligation bonds	12,525,000	15,510,000	-	-	12,525,000	15,510,000
Notes payable	32,687,000	26,610,000	13,990,424	16,148,886	46,677,424	42,758,886
<b>Total</b>	<b>\$ 136,066,840</b>	<b>\$ 147,028,689</b>	<b>\$ 28,170,424</b>	<b>\$ 33,843,886</b>	<b>\$ 164,237,264</b>	<b>\$ 180,872,575</b>

**COUNTY OF VOLUSIA, FLORIDA**  
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In the last fiscal year, the County issued Capital Improvement Revenue Note, Series 2016, in the amount of \$15 million to fund certain infrastructure costs for the One Daytona Community Development District project. The County made an initial draw of \$7 million at issuance. The remaining \$8 million in proceeds were drawn on March 2, 2017, allowing the County to save \$61,667 in interest costs when compared to receiving the entire principal amount at the time of closing. Overall, the County's outstanding debt, before issuance premium, decreased by \$16,635,311 (9.2 percent), during fiscal year 2017. The key factor in this decrease was required principal retirements in the amount of \$24,635,311 which were offset by \$8 million in borrowing activity.

Additional information on the County's debt can be found in Note 7 on pages 89-92 of this report.

### **Other Matters of Significance**

In developing the fiscal year 2018 budget, the County Council considered many factors including the following major components:

- General fund property values increased 7.7 percent to \$31.2 billion with 6.2 percent of this increase from reassessments and 1.5 percent from new construction. The taxable value has recovered to the 2009 values; however, the cost of goods has continued to increase at an average of 2 percent per year since then.
- All of the taxing funds' millage rates remained flat.
- Economic indicators, such as retail sales and housing starts, continue to improve and the unemployment rate continues to drop. Consumer confidence is strengthening as demonstrated by the growth of 4.1 percent in sales tax, 1.9 percent in tourist and convention development taxes, and 4.0 percent in gas taxes.
- The personnel services portion of the budget reflects a pay adjustment of 3.0 percent for all eligible County employees and state-mandated increases in the Florida Retirement System (FRS) rates.

### **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>.

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## **BASIC FINANCIAL STATEMENTS**

**COUNTY OF VOLUSIA, FLORIDA**

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**Statement of Net Position**

September 30, 2017

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 338,266,396	\$ 50,761,521	\$ 389,027,917	\$ 8,229,447
Restricted:				
Cash and cash equivalents	-	17,868,295	17,868,295	-
Receivable	-	229,016	229,016	-
Prepaid items	-	2,652,000	2,652,000	-
Accounts receivable, net	7,575,093	3,756,447	11,331,540	3,453
Accrued interest receivable	1,070,196	-	1,070,196	-
Employee receivable	41,017	-	41,017	-
Taxes receivable	2,398,961	-	2,398,961	-
Notes receivable, net	4,185,370	-	4,185,370	-
Special assessments receivable - delinquent	151,642	-	151,642	-
Special assessments receivable - interest	79,291	-	79,291	-
Due from component units	216,269	-	216,269	-
Due from primary government	-	-	-	2,740
Due from other governments	40,119,707	9,292,564	49,412,271	748,891
Internal balances	(2,574,737)	2,574,737	-	-
Inventories	2,909,217	1,017,731	3,926,948	-
Prepaid items	2,233,613	613,989	2,847,602	122,328
Deposits	30,000	-	30,000	-
Real estate held for sale	328,223	-	328,223	-
Net pension asset	2,898,649	-	2,898,649	-
Capital assets:				
Nondepreciable:				
Land	228,590,593	54,935,349	283,525,942	-
Easements	1,176,233	108,509	1,284,742	-
Intangibles	26,292,603	3,058,046	29,350,649	-
Construction in progress	53,698,070	23,445,751	77,143,821	-
Depreciable:				
Buildings	351,818,183	36,221,698	388,039,881	-
Improvements other than buildings	58,886,917	296,031,510	354,918,427	-
Equipment	177,256,517	70,158,525	247,415,042	6,258,439
Leasehold improvements	3,518,628	535,000	4,053,628	39,436
Infrastructure	498,783,824	-	498,783,824	-
Intangibles	1,124,313	-	1,124,313	-
Less: accumulated depreciation	(634,020,576)	(247,824,679)	(881,845,255)	(5,322,695)
<b>Total assets</b>	<b>1,167,054,212</b>	<b>325,436,009</b>	<b>1,492,490,221</b>	<b>10,082,039</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows related to pensions	108,217,129	3,527,542	111,744,671	4,306,329
Deferred charges on debt refundings	3,127,193	202,533	3,329,726	-
<b>Total deferred outflows of resources</b>	<b>111,344,322</b>	<b>3,730,075</b>	<b>115,074,397</b>	<b>4,306,329</b>
<b>LIABILITIES</b>				
Accounts and contracts payable	24,126,060	5,222,128	29,348,188	83,009
Accrued liabilities	11,712,429	410,462	12,122,891	424,156
Due to component units	2,702	38	2,740	-
Due to primary government	-	-	-	216,269
Due to other governments	874,050	166,343	1,040,393	1,621,976
Accrued interest payable	5,911,303	-	5,911,303	-
Current liabilities payable from restricted assets:				
Accrued interest payable	-	69,058	69,058	-
Deposits	292,022	615,359	907,381	966,848
Unearned revenue	4,761,622	713,661	5,475,283	-

(continued)

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Net Position (continued)**  
September 30, 2017

Page 2 of 2

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>LIABILITIES (continued)</b>				
Non-current liabilities:				
Due within one year:				
Advance rents	-	79,045	79,045	-
Notes payable	1,121,000	1,851,642	2,972,642	-
Compensated absences payable	7,804,507	622,039	8,426,546	711,829
Estimated claims payable	8,838,000	-	8,838,000	-
Bonds payable	1,533,425	-	1,533,425	-
Pollution remediation payable	64,142	21,597	85,739	-
Net pension liability	1,315,883	69,621	1,385,504	58,782
Due in more than one year:				
Advance rents	-	2,134,215	2,134,215	-
Notes payable	31,566,000	12,138,782	43,704,782	-
Compensated absences payable	20,720,735	1,651,498	22,372,233	915,952
Estimated claims payable	9,587,000	-	9,587,000	-
Bonds payable	101,915,233	14,180,000	116,095,233	-
Pollution remediation payable	37,522	215,971	253,493	-
Landfill closure costs payable	-	23,994,920	23,994,920	-
Net OPEB obligation	25,229,406	-	25,229,406	584,551
Net pension liability	249,731,657	8,291,229	258,022,886	10,947,040
<b>Total liabilities</b>	<b>507,144,698</b>	<b>72,447,608</b>	<b>579,592,306</b>	<b>16,530,412</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows related to pensions	16,776,335	965,763	17,742,098	1,244,837
<b>Total deferred inflows of resources</b>	<b>16,776,335</b>	<b>965,763</b>	<b>17,742,098</b>	<b>1,244,837</b>
<b>NET POSITION</b>				
Net investment in capital assets	644,953,348	207,906,546	852,859,894	975,180
Restricted:				
General government	31,622	-	31,622	-
Law enforcement and fire safety	9,291,403	-	9,291,403	-
Conservation and environmental programs	2,163,592	-	2,163,592	-
Transportation construction and operation	93,660,766	-	93,660,766	-
Housing, tourism and economic programs	7,587,595	-	7,587,595	-
Social services and community programs	3,251,815	-	3,251,815	-
Library, parks and cultural programs	28,724,472	-	28,724,472	-
Debt service principal and interest	606,699	712,682	1,319,381	-
Passenger facility charges program	-	1,629,016	1,629,016	-
Equipment replacement	-	350,000	350,000	4,387,787
Maintenance and operations	-	4,508,266	4,508,266	-
Payment of pension benefits	2,839,081	-	2,839,081	-
Unrestricted	(38,632,892)	40,646,203	2,013,311	(8,749,848)
<b>Total net position</b>	<b>\$ 754,477,501</b>	<b>\$ 255,752,713</b>	<b>\$1,010,230,214</b>	<b>\$ (3,386,881)</b>

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Activities**  
For the Fiscal Year Ended September 30, 2017

Page 1 of 2

FUNCTIONS / PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 64,555,130	\$ 10,846,960	\$ 29,488	\$ 15,967
Public safety	191,227,851	41,090,960	3,212,971	223,157
Physical environment	7,050,152	1,226,719	524,351	2,352,560
Transportation	36,872,240	1,390,298	12,776,429	20,920,349
Economic environment	53,855,309	1,291,624	23,661,185	-
Human services	20,726,644	-	3,326,843	-
Culture/recreation	54,900,610	10,715,678	1,204,761	4,960,968
Interest on long-term debt	5,078,110	-	162,674	-
Total governmental activities	<u>434,266,046</u>	<u>66,562,239</u>	<u>44,898,702</u>	<u>28,473,001</u>
Business-type activities:				
Refuse disposal	14,633,257	17,959,246	15,000	-
Daytona Beach International Airport	19,159,481	12,098,659	5,205,825	6,557,757
Volusia Transportation Authority	27,095,041	3,725,547	11,123,163	2,585,119
Water and sewer utilities	14,135,144	17,489,166	-	5,124,924
Parking garage	2,025,168	2,321,008	-	-
Garbage collection	8,767,411	8,494,821	39,990	-
Total business-type activities	<u>85,815,502</u>	<u>62,088,447</u>	<u>16,383,978</u>	<u>14,267,800</u>
Total primary government	<u>\$ 520,081,548</u>	<u>\$ 128,650,686</u>	<u>\$ 61,282,680</u>	<u>\$ 42,740,801</u>
Component units:				
Clerk of the Circuit Court	\$ 17,081,518	\$ 12,857,773	\$ 4,075,373	\$ -
Volusia County Law Library	710,734	32,694	-	-
Total component units	<u>\$ 17,792,252</u>	<u>\$ 12,890,467</u>	<u>\$ 4,075,373</u>	<u>\$ -</u>

(continued)

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Activities (continued)**  
For the Fiscal Year Ended September 30, 2017

Page 2 of 2

	Net (Expense) Revenue and Changes in Net Position			
	Primary Government			Component Units
FUNCTIONS / PROGRAMS	Governmental Activities	Business-type Activities	Total	
Primary government:				
Governmental activities:				
General government	\$ (53,662,715)	\$ -	\$ (53,662,715)	
Public safety	(146,700,763)	-	(146,700,763)	
Physical environment	(2,946,522)	-	(2,946,522)	
Transportation	(1,785,164)	-	(1,785,164)	
Economic environment	(28,902,500)	-	(28,902,500)	
Human services	(17,399,801)	-	(17,399,801)	
Culture/recreation	(38,019,203)	-	(38,019,203)	
Interest on long-term debt	(4,915,436)	-	(4,915,436)	
Total governmental activities	(294,332,104)	-	(294,332,104)	
Business-type activities:				
Refuse disposal	-	3,340,989	3,340,989	
Daytona Beach International Airport	-	4,702,760	4,702,760	
Volusia Transportation Authority	-	(9,661,212)	(9,661,212)	
Water and sewer utilities	-	8,478,946	8,478,946	
Parking garage	-	295,840	295,840	
Garbage collection	-	(232,600)	(232,600)	
Total business-type activities	-	6,924,723	6,924,723	
Total primary government	(294,332,104)	6,924,723	(287,407,381)	
Component units:				
Clerk of the Circuit Court				\$ (148,372)
Volusia County Law Library				(678,040)
Total component units				(826,412)
General revenues:				
Property tax	242,121,424	-	242,121,424	-
Sales tax	20,995,101	-	20,995,101	-
Public service tax	10,843,980	-	10,843,980	-
Gas tax	17,222,788	-	17,222,788	-
Tourist and convention development taxes	21,531,936	-	21,531,936	-
State revenue sharing	9,046,268	-	9,046,268	-
not restricted to specific programs				
Intergovernmental revenues	1,080,685	-	1,080,685	686,552
not restricted to specific programs				
Interest revenue	1,137,330	195,206	1,332,536	13,758
Miscellaneous	3,112,690	183,426	3,296,116	9,868
Transfers	(8,508,406)	8,508,406	-	
Total general revenues and transfers	318,583,796	8,887,038	327,470,834	710,178
Change in net position	24,251,692	15,811,761	40,063,453	(116,234)
Net position - beginning	730,225,809	239,940,952	970,166,761	(3,270,647)
Net position - ending	\$ 754,477,501	\$ 255,752,713	\$ 1,010,230,214	\$ (3,386,881)

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Balance Sheet**  
**Governmental Funds**  
September 30, 2017

Page 1 of 2

	General Fund	Municipal Service District	Federal and State Grants	County Transportation Trust
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 50,478,329	\$ 11,850,962	\$ 4,725,364	\$ 40,822,445
Accounts receivable, net	4,362,079	845,760	716,908	-
Accrued interest receivable	1,070,196	-	-	-
Employee receivable	41,017	-	-	-
Taxes receivable	909,334	60,016	-	-
Notes receivable, net	-	-	1,407,151	-
Special assessments receivable - delinquent	-	151,642	-	-
Special assessments receivable - interest	-	79,291	-	-
Due from other funds	28,082,840	-	-	-
Due from component units	216,269	-	-	-
Due from other governments	1,364,033	669,174	29,607,916	4,598,195
Advances to other funds	5,587,973	-	-	-
Inventories	514,657	-	-	1,628,406
Prepaid items	-	-	109,585	-
Deposits	30,000	-	-	-
Real estate held for sale	-	-	328,223	-
<b>Total assets</b>	<u>\$ 92,656,727</u>	<u>\$ 13,656,845</u>	<u>\$ 36,895,147</u>	<u>\$ 47,049,046</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 8,129,239	\$ 119,661	\$ 7,669,223	\$ 1,375,440
Accrued liabilities	11,712,429	-	-	-
Due to other funds	-	68,640	21,872,910	-
Due to component units	1,312	843	10	354
Due to other governments	542,896	23,414	135,962	3,449
Deposits	5,350	-	37,134	-
Unearned revenue	-	-	1,078,030	-
Advances from other funds	-	69,271	-	-
<b>Total liabilities</b>	<u>20,391,226</u>	<u>281,829</u>	<u>30,793,269</u>	<u>1,379,243</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	817,325	57,135	-	-
Unavailable revenues - special assessments	-	230,933	-	-
Unavailable revenues - other	-	-	-	-
<b>Total deferred inflows of resources</b>	<u>817,325</u>	<u>288,068</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	514,657	-	-	1,628,406
Prepaid items	-	-	109,585	-
Advances	5,587,973	-	-	-
Deposits	30,000	-	-	-
Employee receivables	41,017	-	-	-
Restricted for:				
General government	-	-	31,622	-
Law enforcement and fire safety	-	-	45,901	-
Conservation and environmental programs	-	-	153,341	-
Transportation construction and operation	-	1,290,290	3,376,581	44,041,397
Housing, tourism and economic programs	-	-	3,136,204	-
Social services and community programs	380,156	-	134,884	-
Library, parks and cultural programs	-	-	517,779	-
Debt service principal and interest	-	-	-	-
Committed for:				
Library, parks and cultural programs	-	-	-	-
Assigned to:				
Next fiscal year budget	64,894,373	11,796,658	-	-
Capital projects	-	-	-	-
Unassigned	-	-	(1,404,019)	-
<b>Total fund balances</b>	<u>71,448,176</u>	<u>13,086,948</u>	<u>6,101,878</u>	<u>45,669,803</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 92,656,727</u>	<u>\$ 13,656,845</u>	<u>\$ 36,895,147</u>	<u>\$ 47,049,046</u>

(continued)

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



**COUNTY OF VOLUSIA, FLORIDA**  
**Balance Sheet (continued)**  
**Governmental Funds**  
September 30, 2017

Page 2 of 2

	Volusia Forever	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Equity in pooled cash and investments	\$ 8,476,545	\$ 154,716,808	\$ 271,070,453
Accounts receivable, net	-	301,045	6,225,792
Accrued interest receivable	-	-	1,070,196
Employee receivable	-	-	41,017
Taxes receivable	11,023	1,418,588	2,398,961
Notes receivable, net	-	2,778,219	4,185,370
Special assessments receivable - delinquent	-	-	151,642
Special assessments receivable - interest	-	-	79,291
Due from other funds	-	563,462	28,646,302
Due from component units	-	-	216,269
Due from other governments	-	3,801,900	40,041,218
Advances to other funds	-	-	5,587,973
Inventories	-	372,078	2,515,141
Prepaid items	-	722,883	832,468
Deposits	-	-	30,000
Real estate held for sale	-	-	328,223
<b>Total assets</b>	<u>\$ 8,487,568</u>	<u>\$ 164,674,983</u>	<u>\$ 363,420,316</u>
<b>LIABILITIES</b>			
Accounts and contracts payable	\$ 21,284	\$ 4,889,598	\$ 22,204,445
Accrued liabilities	-	-	11,712,429
Due to other funds	1,336,845	3,738,041	27,016,436
Due to component units	-	183	2,702
Due to other governments	-	141,405	847,126
Deposits	-	249,538	292,022
Unearned revenue	13,994	3,669,598	4,761,622
Advances from other funds	5,369,372	-	5,438,643
<b>Total liabilities</b>	<u>6,741,495</u>	<u>12,688,363</u>	<u>72,275,425</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues - property taxes	9,779	263,103	1,147,342
Unavailable revenues - special assessments	-	-	230,933
Unavailable revenues - other	-	185,729	185,729
<b>Total deferred inflows of resources</b>	<u>9,779</u>	<u>448,832</u>	<u>1,564,004</u>
<b>FUND BALANCES</b>			
Non-spendable:			
Inventories	-	372,078	2,515,141
Prepaid items	-	722,883	832,468
Advances	-	-	5,587,973
Deposits	-	-	30,000
Employee receivables	-	-	41,017
Restricted for:			
General government	-	-	31,622
Law enforcement and fire safety	-	17,193,893	17,239,794
Conservation and environmental programs	1,736,294	366,075	2,255,710
Transportation construction and operation	-	51,001,525	99,709,793
Housing, tourism and economic programs	-	4,507,738	7,643,942
Social services and community programs	-	3,263,804	3,778,844
Library, parks and cultural programs	-	35,126,050	35,643,829
Debt service principal and interest	-	3,287,477	3,287,477
Committed for:			
Library, parks and cultural programs	-	314,555	314,555
Assigned to:			
Next fiscal year budget	-	-	76,691,031
Capital projects	-	35,381,710	35,381,710
Unassigned	-	-	(1,404,019)
<b>Total fund balances</b>	<u>1,736,294</u>	<u>151,537,788</u>	<u>289,580,887</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 8,487,568</u>	<u>\$ 164,674,983</u>	<u>\$ 363,420,316</u>

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Reconciliation of the Balance Sheet of the Governmental Funds**  
**to the Statement of Net Position**  
September 30, 2017

Page 1 of 2

<b>Total fund balances of governmental funds</b>	<b>\$</b>	<b>289,580,887</b>
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.

Nondepreciable capital assets	\$ 309,384,701		
Depreciable capital assets	1,049,249,991		
Less: Accumulated depreciation	<u>(608,959,488)</u>		749,675,204

Because some revenues 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, are reported as deferred inflows 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.

Property taxes	1,147,342		
Special assessment	230,933		
Other	<u>185,729</u>		1,564,004

In the fund statements, a net pension liability is not recorded until an amount due and payable and the pension plan's fiduciary net position is not sufficient for payment benefits (no such liability exists at the end of the current fiscal year). In the Statement of Net Position, the County's proportionate share of the net pension liability of the cost-sharing defined benefit pension plans in which the County participates is reported as a liability. In addition, the County's net pension asset for the Volunteer Firefighters Pension Plan is reported as an asset in the Statement of Net Position that is not reported on the fund statements. Finally, deferred outflows and deferred inflows related to pensions are also reported in the Statement of Net Position that are not reported in the fund statements.

Net pension asset	2,898,649		
Net pension liability	(248,189,903)		
Deferred outflows related to pensions	107,095,865		
Deferred inflows related to pensions	<u>(16,371,701)</u>		(154,567,090)

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Reconciliation of the Balance Sheet of the Governmental Funds**  
**to the Statement of Net Position (continued)**  
September 30, 2017

Page 2 of 2

Long-term liabilities, including bonds payables and notes payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. These liabilities and other debt-related deferred charges consist of the following:

Bonds payable	(103,379,840)	
Less: Deferred charge on refunding		
(to be amortized as interest expense		
and reported as a deferred outflow)	3,127,193	
Plus: issuance premium		
(to be amortized as interest expense)	(68,818)	
Notes payable	(32,687,000)	
Accrued interest payable	(5,911,303)	
Compensated absences payable	(27,808,279)	
Pollution remediation payable	<u>(68,772)</u>	(166,796,819)

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 the governmental activities in the Statement of Net Position.

Total net position	39,375,248	
Less: Amount attributable to business-type activities	<u>(4,353,933)</u>	35,021,315

<b>Total net position of governmental activities</b>		<u><u>\$ 754,477,501</u></u>
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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 Fiscal Year Ended September 30, 2017

Page 1 of 2

	General Fund	Municipal Service District	Federal and State Grants	County Transportation Trust
<b>REVENUES</b>				
Taxes	\$ 171,179,707	\$ 24,572,473	\$ -	\$ 17,222,788
Licenses and permits	520,402	1,981,250	-	299,843
Intergovernmental revenues	11,238,341	180,978	44,355,793	8,305,559
Charges for services	34,111,274	15,359,806	632,601	758,546
Fines and forfeitures	2,374,756	150,847	-	-
Interest revenues	677,366	(58,076)	1,957	59,585
Special assessments/impact fees	-	303,440	-	-
Miscellaneous revenues	2,181,816	93,036	728,349	307,765
<b>Total revenues</b>	<b>222,283,662</b>	<b>42,583,754</b>	<b>45,718,700</b>	<b>26,954,086</b>
<b>EXPENDITURES</b>				
Current:				
General government	56,502,574	2,861,501	35,501	-
Public safety	115,431,482	33,785,585	776,816	-
Physical environment	5,811,660	477,571	450,829	-
Transportation	-	151,401	16,505,631	24,345,523
Economic environment	14,038,963	-	24,858,698	-
Human services	12,215,979	1,466,002	3,415,015	-
Culture/recreation	19,210,127	1,550,469	5,393,651	-
Total current	223,210,785	40,292,529	51,436,141	24,345,523
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total debt service	-	-	-	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>223,210,785</b>	<b>40,292,529</b>	<b>51,436,141</b>	<b>24,345,523</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(927,123)</b>	<b>2,291,225</b>	<b>(5,717,441)</b>	<b>2,608,563</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	13,056,843	5,661,470	4,443,471	5,118,688
Transfers out	(31,491,918)	(6,151,822)	(2,530,497)	(1,924,609)
Issuance of notes/bonds payable	8,000,000	-	-	-
<b>Total other financing sources (uses)</b>	<b>(10,435,075)</b>	<b>(490,352)</b>	<b>1,912,974</b>	<b>3,194,079</b>
<b>Net change in fund balances</b>	<b>(11,362,198)</b>	<b>1,800,873</b>	<b>(3,804,467)</b>	<b>5,802,642</b>
<b>FUND BALANCES</b>				
Beginning	82,810,374	11,286,075	9,906,345	39,867,161
Ending	<u>\$ 71,448,176</u>	<u>\$ 13,086,948</u>	<u>\$ 6,101,878</u>	<u>\$ 45,669,803</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**  
**Governmental Funds**  
For the Fiscal Year Ended September 30, 2017

Page 2 of 2

	Volusia Forever	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>			
Taxes	\$ 2,606,109	\$ 76,632,619	\$ 292,213,696
Licenses and permits	-	308,703	3,110,198
Intergovernmental revenues	571	25,783,591	89,864,833
Charges for services	140,942	5,090,382	56,093,551
Fines and forfeitures	-	991,827	3,517,430
Interest revenues	111,661	778,240	1,570,733
Special assessments/impact fees	-	10,332,721	10,636,161
Miscellaneous revenues	67,110	2,506,316	5,884,392
<b>Total revenues</b>	<u>2,926,393</u>	<u>122,424,399</u>	<u>462,890,994</u>
<b>EXPENDITURES</b>			
Current:			
General government	-	-	59,399,576
Public safety	-	26,758,142	176,752,025
Physical environment	349,332	-	7,089,392
Transportation	-	5,310,752	46,313,307
Economic environment	-	14,781,627	53,679,288
Human services	-	3,720,137	20,817,133
Culture/recreation	-	25,839,992	51,994,239
Total current	<u>349,332</u>	<u>76,410,650</u>	<u>416,044,960</u>
Debt service:			
Principal retirement	-	18,062,849	18,062,849
Interest and fiscal charges	-	5,058,922	5,058,922
Total debt service	<u>-</u>	<u>23,121,771</u>	<u>23,121,771</u>
Capital outlay	-	10,639,312	10,639,312
<b>Total expenditures</b>	<u>349,332</u>	<u>110,171,733</u>	<u>449,806,043</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>2,577,061</u>	<u>12,252,666</u>	<u>13,084,951</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	51,543,405	79,823,877
Transfers out	-	(46,335,265)	(88,434,111)
Issuance of notes/bonds payable	-	-	8,000,000
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>5,208,140</u>	<u>(610,234)</u>
<b>Net change in fund balances</b>	<u>2,577,061</u>	<u>17,460,806</u>	<u>12,474,717</u>
<b>FUND BALANCES</b>			
Beginning	(840,767)	134,076,982	277,106,170
Ending	<u>\$ 1,736,294</u>	<u>\$ 151,537,788</u>	<u>\$ 289,580,887</u>

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Reconciliation of the Statement of Revenue, Expenditures, and Changes**  
**in Fund Balances of Governmental Funds to the Statement of Activities**  
For the Fiscal Year Ended September 30, 2017

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**Net change in fund balances of governmental funds** **\$ 12,474,717**

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

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.

Expenditures for capital assets	\$ 42,762,477	
Less: Current year depreciation	<u>(29,623,410)</u>	13,139,067

In the Statement of Activities, only the gain/loss on the disposition of capital assets is reported, whereas 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 disposed. (744,236)

Donations/contributions of capital assets increase net position on the Statement of Activities but do not appear in the governmental funds because they are not financial resources. 4,222,243

Because some revenues 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. In the Statement of Activities, presented on the accrual basis, these revenues are recognized without consideration for when the revenues are available.

Property taxes	(134,045)	
Special assessment	18,053	
Other	<u>(15,701)</u>	(131,693)

Governmental funds report contributions to defined benefit pension plans as expenditures. However, in the Statement of Activities, these amounts are not reported as expenses. Instead, contributions reduce net pension liability for amounts contributed before the plan measurement date and contributions after the plan measurement date are reported as deferred outflows. 19,120,986

In the Statement of Activities, pension expense is reported relating to the Volunteer Firefighters Pension Plan as well as the County's proportionate share of collective pension expense of the cost-sharing defined benefit plans in which the County participates. Also included in pension expense are amounts required to amortized in accordance with GASB Statement No. 68. However, pension expense is not reported in governmental funds. (36,705,067)

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Reconciliation of the Statement of Revenue, Expenditures, and Changes**  
**in Fund Balances of Governmental Funds to the Statement of Activities (continued)**  
For the Fiscal Year Ended September 30, 2017

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The issuance of long-term debt (e.g., bonds, notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on 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.

Debt issued or incurred:		
Notes payable	(8,000,000)	
Principal repayments:		
Bonds payable	16,139,849	
Notes payable	<u>1,923,000</u>	10,062,849

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.

Change in compensated absences payable	(1,136,327)	
Change in accrued interest payable	412,399	
Change in pollution remediation payable	776	
Amortization of bonds payable premiums	94,078	
Amortization of deferred charges on refunding	<u>(525,664)</u>	(1,154,738)

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 change in net position of the internal service funds are reported with governmental activities.

Change in net position	4,281,231	
Less: Amount attributable to business-type activities	<u>(313,667)</u>	3,967,564

**Change in net position of governmental activities**

**\$ 24,251,692**

**COUNTY OF VOLUSIA, FLORIDA**

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

For the Fiscal Year Ended September 30, 2017

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Taxes	\$ 170,817,455	\$ 170,817,455	\$ 171,179,707	\$ 362,252
Licenses and permits	595,197	595,197	520,402	(74,795)
Intergovernmental revenues	11,011,225	11,011,225	11,238,341	227,116
Charges for services	34,810,452	34,894,687	34,111,274	(783,413)
Fines and forfeitures	2,283,171	2,283,171	2,374,756	91,585
Interest revenues	978,001	978,001	677,366	(300,635)
Miscellaneous revenues	1,587,532	1,587,532	2,181,816	594,284
<b>Total revenues</b>	<b>222,083,033</b>	<b>222,167,268</b>	<b>222,283,662</b>	<b>116,394</b>
<b>EXPENDITURES</b>				
Current:				
General government				
County council	630,219	630,219	603,188	27,031
County manager	1,768,289	1,779,852	1,721,637	58,215
County attorney	2,482,298	2,482,298	2,276,373	205,925
Elections	4,274,446	4,262,446	3,551,495	710,951
Property appraiser	8,596,574	8,834,911	7,364,204	1,470,707
Growth management commission	273,237	163,401	117,697	45,704
Judicial	14,841,386	14,833,886	12,358,729	2,475,157
Financial services	9,566,497	9,666,497	9,159,179	507,318
Central services	10,065,663	10,073,163	6,587,843	3,485,320
Planning and development	134,221	134,221	132,814	1,407
Construction engineering	556,050	556,050	547,773	8,277
Information technology	8,054,345	7,825,844	7,183,968	641,876
Nondepartmental	4,940,226	4,940,226	4,897,674	42,552
Total general government	66,183,451	66,183,014	56,502,574	9,680,440
Public safety				
Sheriff	44,381,374	44,465,609	42,439,840	2,025,769
Corrections	47,467,789	47,846,889	46,225,764	1,621,125
Ambulance services	21,810,173	21,836,801	21,538,163	298,638
Emergency management	746,139	770,654	693,332	77,322
Fire services	2,272,670	2,162,270	1,316,997	845,273
Medical examiner	2,156,396	2,031,596	1,915,211	116,385
Emergency medical administration	303,436	303,436	288,017	15,419
Public protection administration	759,574	737,724	721,706	16,018
Building, zoning, and code administration	299,089	299,089	292,452	6,637
Total public safety	120,196,640	120,454,068	115,431,482	5,022,586
Physical environment				
Environmental management	4,747,448	4,856,681	4,016,643	840,038
Parks and recreation land management	626,916	629,516	545,911	83,605
Growth and resource management	416,753	322,520	252,703	69,817
Agriculture	833,867	833,867	739,125	94,742
Conservation and resource management	969,368	644,368	257,278	387,090
Total physical environment	7,594,352	7,286,952	5,811,660	1,475,292
Economic environment				
Economic development	18,390,471	18,390,471	12,415,248	5,975,223
Veterans services	696,420	696,420	623,715	72,705
Housing and urban development	2,500,000	8,982,000	1,000,000	7,982,000
Total economic environment	21,586,891	28,068,891	14,038,963	14,029,928

(continued)

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



**COUNTY OF VOLUSIA, FLORIDA**

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**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (continued)**

**General Fund**

For the Fiscal Year Ended September 30, 2017

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>EXPENDITURES (continued)</b>				
Current (continued):				
Human services				
Public health	\$ 2,487,910	\$ 2,487,910	\$ 2,474,805	\$ 13,105
Mental health and substance abuse	3,796,643	3,796,643	3,673,122	123,521
Children's services	2,458,168	2,458,168	2,362,453	95,715
Community assistance	4,790,045	4,860,045	3,705,599	1,154,446
Total human services	13,532,766	13,602,766	12,215,979	1,386,787
Culture/recreation				
Parks and recreation	7,798,362	7,826,683	7,275,343	551,340
Coastal	3,892,601	4,217,601	4,070,432	147,169
Beach management	8,230,808	8,066,698	7,864,352	202,346
Total culture/recreation	19,921,771	20,110,982	19,210,127	900,855
Reserves	17,013,763	10,401,887	-	10,401,887
<b>Total expenditures</b>	<b>266,029,634</b>	<b>266,108,560</b>	<b>223,210,785</b>	<b>42,897,775</b>
<b>Deficiency of revenues under expenditures</b>	<b>(43,946,601)</b>	<b>(43,941,292)</b>	<b>(927,123)</b>	<b>43,014,169</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	15,044,465	15,671,636	13,056,843	(2,614,793)
Transfers out	(30,214,256)	(31,491,918)	(31,491,918)	-
Issuance of notes/bonds payable	-	-	8,000,000	8,000,000
<b>Total other financing uses</b>	<b>(15,169,791)</b>	<b>(15,820,282)</b>	<b>(10,435,075)</b>	<b>5,385,207</b>
<b>Net change in fund balances</b>	<b>(59,116,392)</b>	<b>(59,761,574)</b>	<b>(11,362,198)</b>	<b>48,399,376</b>
<b>FUND BALANCES</b>				
Beginning	79,517,423	79,517,423	82,810,374	3,292,951
Ending	<u>\$ 20,401,031</u>	<u>\$ 19,755,849</u>	<u>\$ 71,448,176</u>	<u>\$ 51,692,327</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 - Budget and Actual**  
**Municipal Service District**  
For the Fiscal Year Ended September 30, 2017

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Taxes	\$ 24,926,348	\$ 24,926,348	\$ 24,572,473	\$ (353,875)
Licenses and permits	1,472,315	1,472,315	1,981,250	508,935
Intergovernmental revenues	162,598	162,598	180,978	18,380
Charges for services	15,238,727	15,238,727	15,359,806	121,079
Fines and forfeitures	125,300	125,300	150,847	25,547
Interest revenues	117,423	117,423	(58,076)	(175,499)
Special assessments/impact fees	421,282	421,282	303,440	(117,842)
Miscellaneous revenues	63,200	63,200	93,036	29,836
<b>Total revenues</b>	<b>42,527,193</b>	<b>42,527,193</b>	<b>42,583,754</b>	<b>56,561</b>
<b>EXPENDITURES</b>				
Current:				
General government				
Financial services	48,425	48,425	40,695	7,730
Planning and development	2,070,324	2,044,064	1,981,121	62,943
Construction engineering	539,132	539,132	401,591	137,541
Nondepartmental	447,301	447,301	438,094	9,207
Total general government	3,105,182	3,078,922	2,861,501	217,421
Public safety				
Sheriff	31,778,840	31,778,773	30,122,639	1,656,134
Building, zoning, and code administration	3,733,965	3,751,029	3,662,946	88,083
Total public safety	35,512,805	35,529,802	33,785,585	1,744,217
Physical environment				
Environmental management	950,542	1,009,802	477,571	532,231
Total physical environment	950,542	1,009,802	477,571	532,231
Transportation				
Road and bridge maintenance	177,623	177,623	151,401	26,222
Total transportation	177,623	177,623	151,401	26,222
Human services				
Animal control	1,511,926	1,511,926	1,323,579	188,347
Mosquito control	300,000	300,000	142,423	157,577
Total human services	1,811,926	1,811,926	1,466,002	345,924
Culture/recreation				
Parks and recreation	1,550,469	1,550,469	1,550,469	-
Total culture/recreation	1,550,469	1,550,469	1,550,469	-
Reserves	7,941,446	7,891,382	-	7,891,382
<b>Total expenditures</b>	<b>51,049,993</b>	<b>51,049,926</b>	<b>40,292,529</b>	<b>10,757,397</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(8,522,800)</b>	<b>(8,522,733)</b>	<b>2,291,225</b>	<b>10,813,958</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	6,137,798	6,186,903	5,661,470	(525,433)
Transfers out	(5,721,664)	(7,121,731)	(6,151,822)	969,909
<b>Total other financing sources (uses)</b>	<b>416,134</b>	<b>(934,828)</b>	<b>(490,352)</b>	<b>444,476</b>
<b>Net change in fund balances</b>	<b>(8,106,666)</b>	<b>(9,457,561)</b>	<b>1,800,873</b>	<b>11,258,434</b>
<b>FUND BALANCES</b>				
Beginning	10,606,909	10,606,909	11,286,075	679,166
Ending	\$ 2,500,243	\$ 1,149,348	\$ 13,086,948	\$ 11,937,600

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 - Budget and Actual**  
**Federal and State Grants**  
For the Fiscal Year Ended September 30, 2017

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Intergovernmental revenues	\$ 81,689,954	\$ 119,076,001	\$ 44,355,793	\$ (74,720,208)
Charges for services	12,000	521,432	632,601	111,169
Interest revenues	-	5,500	1,957	(3,543)
Miscellaneous revenues	15,000	15,000	728,349	713,349
<b>Total revenues</b>	<b>81,716,954</b>	<b>119,617,933</b>	<b>45,718,700</b>	<b>(73,899,233)</b>
<b>EXPENDITURES</b>				
Current:				
General government	-	332,287	35,501	296,786
Public safety	636,057	1,495,503	776,816	718,687
Physical environment	415,765	2,331,740	450,829	1,880,911
Transportation	54,490,693	57,770,549	16,505,631	41,264,918
Economic environment	8,188,688	36,825,274	24,858,698	11,966,576
Human services	1,285,014	5,478,966	3,415,015	2,063,951
Culture/recreation	18,172,084	19,999,724	5,393,651	14,606,073
Reserves	511,899	1,359,416	-	1,359,416
<b>Total expenditures</b>	<b>83,700,200</b>	<b>125,593,459</b>	<b>51,436,141</b>	<b>74,157,318</b>
<b>Deficiency of revenues under expenditures</b>	<b>(1,983,246)</b>	<b>(5,975,526)</b>	<b>(5,717,441)</b>	<b>258,085</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	1,765,705	5,077,234	4,443,471	(633,763)
Transfers out	(834,526)	(4,166,905)	(2,530,497)	1,636,408
<b>Total other financing sources</b>	<b>931,179</b>	<b>910,329</b>	<b>1,912,974</b>	<b>1,002,645</b>
<b>Net change in fund balances</b>	<b>(1,052,067)</b>	<b>(5,065,197)</b>	<b>(3,804,467)</b>	<b>1,260,730</b>
<b>FUND BALANCES</b>				
Beginning	1,052,067	5,065,197	9,906,345	4,841,148
Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,101,878</u>	<u>\$ 6,101,878</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 - Budget and Actual**  
**County Transportation Trust**  
For the Fiscal Year Ended September 30, 2017

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Taxes	\$ 15,830,171	\$ 15,830,171	\$ 17,222,788	\$ 1,392,617
Licenses and permits	-	-	299,843	299,843
Intergovernmental revenues	7,592,346	7,592,346	8,305,559	713,213
Charges for services	470,887	470,887	758,546	287,659
Interest revenues	250,000	250,000	59,585	(190,415)
Miscellaneous revenues	160,000	160,000	307,765	147,765
<b>Total revenues</b>	<b>24,303,404</b>	<b>24,303,404</b>	<b>26,954,086</b>	<b>2,650,682</b>
<b>EXPENDITURES</b>				
Current:				
Transportation				
Road and bridge maintenance	32,574,507	39,231,577	24,345,523	14,886,054
Total transportation	32,574,507	39,231,577	24,345,523	14,886,054
Reserves	17,766,432	13,591,531	-	13,591,531
<b>Total expenditures</b>	<b>50,340,939</b>	<b>52,823,108</b>	<b>24,345,523</b>	<b>28,477,585</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(26,037,535)</b>	<b>(28,519,704)</b>	<b>2,608,563</b>	<b>31,128,267</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	4,700,000	6,536,469	5,118,688	(1,417,781)
Transfers out	(2,592,185)	(1,946,485)	(1,924,609)	21,876
<b>Total other financing sources</b>	<b>2,107,815</b>	<b>4,589,984</b>	<b>3,194,079</b>	<b>(1,395,905)</b>
<b>Net change in fund balances</b>	<b>(23,929,720)</b>	<b>(23,929,720)</b>	<b>5,802,642</b>	<b>29,732,362</b>
<b>FUND BALANCES</b>				
Beginning	23,929,720	23,929,720	39,867,161	15,937,441
Ending	\$ -	\$ -	\$ 45,669,803	\$ 45,669,803

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 - Budget and Actual**  
**Volusia Forever**  
For the Fiscal Year Ended September 30, 2017

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Taxes	\$ 2,591,225	\$ 2,591,225	\$ 2,606,109	\$ 14,884
Intergovernmental revenues	-	-	571	571
Charges for services	120,000	120,000	140,942	20,942
Interest revenues	50,537	50,537	111,661	61,124
Miscellaneous revenues	64,000	64,000	67,110	3,110
<b>Total revenues</b>	<b>2,825,762</b>	<b>2,825,762</b>	<b>2,926,393</b>	<b>100,631</b>
<b>EXPENDITURES</b>				
Current:				
Physical environment				
Environmental management	1,558,601	1,598,870	349,332	1,249,538
Total physical environment	1,558,601	1,598,870	349,332	1,249,538
Reserves	6,872,728	6,832,459	-	6,832,459
<b>Total expenditures</b>	<b>8,431,329</b>	<b>8,431,329</b>	<b>349,332</b>	<b>8,081,997</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(5,605,567)</b>	<b>(5,605,567)</b>	<b>2,577,061</b>	<b>8,182,628</b>
<b>OTHER FINANCING USES</b>				
Transfers out	(1,145,780)	(1,145,780)	-	1,145,780
<b>Total other financing sources (uses)</b>	<b>(1,145,780)</b>	<b>(1,145,780)</b>	<b>-</b>	<b>1,145,780</b>
<b>Net change in fund balances</b>	<b>(6,751,347)</b>	<b>(6,751,347)</b>	<b>2,577,061</b>	<b>9,328,408</b>
<b>FUND BALANCES</b>				
Beginning	6,751,347	6,751,347	(840,767)	(7,592,114)
Ending	\$ -	\$ -	\$ 1,736,294	\$ 1,736,294

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, 2017

Page 1 of 4

<b>Business-type Activities - Enterprise Funds</b>				
	<b>Refuse Disposal</b>	<b>Daytona Beach International Airport</b>	<b>Volusia Transportation Authority</b>	<b>Water and Sewer Utilities</b>
<b>ASSETS</b>				
Current assets:				
Equity in pooled cash and investments	\$ 20,212,704	\$ 15,972,089	\$ 86,518	\$ 10,726,628
Restricted cash and cash equivalents	-	-	-	378,697
Accounts receivable, net	972,439	773,862	144,857	1,830,653
Due from other governments	980,890	5,266,094	2,039,049	966,541
Inventories	-	8,024	1,009,707	-
Prepaid items	573,464	26,936	13,589	-
<b>Total current assets</b>	<b>22,739,497</b>	<b>22,047,005</b>	<b>3,293,720</b>	<b>13,902,519</b>
Noncurrent assets:				
Restricted:				
Cash and cash equivalents	12,884,061	3,506,266	-	1,099,271
Receivable	-	229,016	-	-
Prepaid items	-	-	2,652,000	-
Capital assets:				
Land	10,125,267	36,456,862	1,047,524	7,305,696
Easements	-	-	-	108,509
Buildings	7,530,060	7,561,922	9,961,446	687,887
Improvements other than buildings	36,496,322	163,054,777	2,145,362	94,335,049
Equipment	15,263,880	5,786,654	46,107,218	2,510,667
Leasehold improvements	-	-	535,000	-
Intangibles	-	-	2,839,417	218,629
Construction in progress	1,081,715	8,498,131	209,385	13,656,520
Less: accumulated depreciation	(40,700,149)	(114,624,306)	(39,540,721)	(49,000,702)
<b>Total capital assets, net of accumulated depreciation</b>	<b>29,797,095</b>	<b>106,734,040</b>	<b>23,304,631</b>	<b>69,822,255</b>
<b>Total noncurrent assets</b>	<b>42,681,156</b>	<b>110,469,322</b>	<b>25,956,631</b>	<b>70,921,526</b>
<b>Total assets</b>	<b>65,420,653</b>	<b>132,516,327</b>	<b>29,250,351</b>	<b>84,824,045</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows related to pensions	1,054,693	1,403,114	-	974,204
Deferred charges on debt refundings	-	165,857	-	36,676
<b>Total deferred outflows of resources</b>	<b>1,054,693</b>	<b>1,568,971</b>	<b>-</b>	<b>1,010,880</b>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Net Position (continued)**  
**Proprietary Funds**  
September 30, 2017

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	Business-type Activities - Enterprise Funds			Governmental Activities
	Nonmajor Enterprise Fund			
	Parking Garage	Garbage Collection	Total	Internal Service Funds
<b>ASSETS</b>				
Current assets:				
Equity in pooled cash and investments	\$ 1,189,265	\$ 2,574,317	\$ 50,761,521	\$ 67,195,943
Restricted cash and cash equivalents	-	-	378,697	-
Accounts receivable, net	31,732	2,904	3,756,447	1,349,301
Due from other governments	-	39,990	9,292,564	78,489
Inventories	-	-	1,017,731	394,076
Prepaid items	-	-	613,989	1,401,145
<b>Total current assets</b>	<b>1,220,997</b>	<b>2,617,211</b>	<b>65,820,949</b>	<b>70,418,954</b>
Noncurrent assets:				
Restricted:				
Cash and cash equivalents	-	-	17,489,598	-
Receivable	-	-	229,016	-
Prepaid items	-	-	2,652,000	-
Capital assets:				
Land	-	-	54,935,349	-
Easements	-	-	108,509	-
Buildings	10,480,383	-	36,221,698	1,839,665
Improvements other than buildings	-	-	296,031,510	458,733
Equipment	490,106	-	70,158,525	39,839,993
Leasehold improvements	-	-	535,000	-
Intangibles	-	-	3,058,046	372,798
Construction in progress	-	-	23,445,751	-
Less: accumulated depreciation	(3,958,801)	-	(247,824,679)	(25,061,088)
<b>Total capital assets, net of accumulated depreciation</b>	<b>7,011,688</b>	<b>-</b>	<b>236,669,709</b>	<b>17,450,101</b>
<b>Total noncurrent assets</b>	<b>7,011,688</b>	<b>-</b>	<b>257,040,323</b>	<b>17,450,101</b>
<b>Total assets</b>	<b>8,232,685</b>	<b>2,617,211</b>	<b>322,861,272</b>	<b>87,869,055</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows related to pensions	67,250	28,281	3,527,542	1,121,264
Deferred charges on debt refundings	-	-	202,533	-
<b>Total deferred outflows of resources</b>	<b>67,250</b>	<b>28,281</b>	<b>3,730,075</b>	<b>1,121,264</b>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Net Position (continued)**  
**Proprietary Funds**  
September 30, 2017

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**Business-type Activities - Enterprise Funds**

	<b>Refuse Disposal</b>	<b>Daytona Beach International Airport</b>	<b>Volusia Transportation Authority</b>	<b>Water and Sewer Utilities</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts and contracts payable	\$ 455,787	\$ 1,682,574	\$ 641,828	\$ 1,553,244
Accrued liabilities	-	-	410,462	-
Due to other funds	-	-	1,600,000	-
Due to component units	-	-	-	38
Due to other governments	1,250	31,191	4,661	97,881
Advance rents	-	79,045	-	-
Notes payable	-	-	-	812,003
Compensated absences payable	121,229	135,655	165,502	187,356
Estimated claims payable	-	-	-	-
Deposits	17,661	-	-	-
Unearned revenue	-	563,661	150,000	-
Pollution remediation payable	21,597	-	-	-
Net pension liability	22,327	23,031	-	22,621
Payable from restricted assets:				
Accrued interest payable	-	-	-	69,058
Notes payable	-	-	-	309,639
<b>Total current liabilities</b>	<u>639,851</u>	<u>2,515,157</u>	<u>2,972,453</u>	<u>3,051,840</u>
Noncurrent liabilities:				
Deposits	-	1,470	-	596,228
Advances from other funds	-	-	-	-
Advance rents	-	2,134,215	-	-
Notes payable	-	-	-	7,248,782
Compensated absences payable	321,860	360,161	439,404	497,425
Estimated claims payable	-	-	-	-
Bonds payable	-	12,555,000	-	1,625,000
Pollution remediation payable	215,971	-	-	-
Landfill closure costs payable	23,994,920	-	-	-
Net OPEB obligation	-	-	-	-
Net pension liability	2,509,968	3,264,545	-	2,343,930
<b>Total noncurrent liabilities</b>	<u>27,042,719</u>	<u>18,315,391</u>	<u>439,404</u>	<u>12,311,365</u>
<b>Total liabilities</b>	<u>27,682,570</u>	<u>20,830,548</u>	<u>3,411,857</u>	<u>15,363,205</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows related to pensions	325,562	289,137	-	310,824
<b>Total deferred inflows of resources</b>	<u>325,562</u>	<u>289,137</u>	<u>-</u>	<u>310,824</u>
<b>NET POSITION</b>				
Net investment in capital assets	29,772,369	94,147,819	23,304,631	59,290,039
Restricted:				
Debt service	-	-	-	712,682
Passenger facility charges program	-	1,629,016	-	-
Equipment replacement	-	250,000	-	100,000
Maintenance and operations	-	1,856,266	2,652,000	-
Unrestricted	8,694,845	15,082,512	(118,137)	10,058,175
<b>Total net position</b>	<u>\$ 38,467,214</u>	<u>\$ 112,965,613</u>	<u>\$ 25,838,494</u>	<u>\$ 70,160,896</u>

(continued)

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



**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Net Position (continued)**  
**Proprietary Funds**  
September 30, 2017

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	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities</b>
	<b>Nonmajor Enterprise Fund</b>			
	<b>Parking Garage</b>	<b>Garbage Collection</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts and contracts payable	\$ 88,191	\$ 800,504	\$ 5,222,128	\$ 1,921,615
Accrued liabilities	-	-	410,462	-
Due to other funds	29,866	-	1,629,866	-
Due to component units	-	-	38	-
Due to other governments	31,360	-	166,343	26,924
Advance rents	-	-	79,045	-
Notes payable	730,000	-	1,542,003	-
Compensated absences payable	6,458	5,839	622,039	196,162
Estimated claims payable	-	-	-	8,838,000
Deposits	-	-	17,661	-
Unearned revenue	-	-	713,661	-
Pollution remediation payable	-	-	21,597	32,892
Net pension liability	1,007	635	69,621	26,252
Payable from restricted assets:				
Accrued interest payable	-	-	69,058	-
Notes payable	-	-	309,639	-
<b>Total current liabilities</b>	<b>886,882</b>	<b>806,978</b>	<b>10,873,161</b>	<b>11,041,845</b>
Noncurrent liabilities:				
Deposits	-	-	597,698	-
Advances from other funds	149,330	-	149,330	-
Advance rents	-	-	2,134,215	-
Notes payable	4,890,000	-	12,138,782	-
Compensated absences payable	17,146	15,502	1,651,498	520,801
Estimated claims payable	-	-	-	9,587,000
Bonds payable	-	-	14,180,000	-
Pollution remediation payable	-	-	215,971	-
Landfill closure costs payable	-	-	23,994,920	-
Net OPEB obligation	-	-	-	25,229,406
Net pension liability	103,488	69,298	8,291,229	2,831,385
<b>Total noncurrent liabilities</b>	<b>5,159,964</b>	<b>84,800</b>	<b>63,353,643</b>	<b>38,168,592</b>
<b>Total liabilities</b>	<b>6,046,846</b>	<b>891,778</b>	<b>74,226,804</b>	<b>49,210,437</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows related to pensions	21,083	19,157	965,763	404,634
<b>Total deferred inflows of resources</b>	<b>21,083</b>	<b>19,157</b>	<b>965,763</b>	<b>404,634</b>
<b>NET POSITION</b>				
Net investment in capital assets	1,391,688	-	207,906,546	17,450,101
Restricted:				
Debt service	-	-	712,682	-
Passenger facility charges program	-	-	1,629,016	-
Equipment replacement	-	-	350,000	-
Maintenance and operations	-	-	4,508,266	-
Unrestricted	840,318	1,734,557	36,292,270	21,925,147
<b>Total net position</b>	<b>\$ 2,232,006</b>	<b>\$ 1,734,557</b>	<b>251,398,780</b>	<b>\$ 39,375,248</b>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			4,353,933	
Net position of business-type activities			<u>\$ 255,752,713</u>	

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
For the Fiscal Year Ended September 30, 2017

Page 1 of 2

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Refuse Disposal</b>	<b>Daytona Beach International Airport</b>	<b>Volusia Transportation Authority</b>	<b>Water and Sewer Utilities</b>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 17,353,904	\$ 12,026,317	\$ 3,578,516	\$ 17,271,614
Miscellaneous revenues	605,342	72,342	147,031	217,552
<b>Total operating revenues</b>	<u>17,959,246</u>	<u>12,098,659</u>	<u>3,725,547</u>	<u>17,489,166</u>
<b>OPERATING EXPENSES</b>				
Personnel services	4,006,504	3,603,731	14,788,527	3,681,532
Contracted services	1,943,915	5,048,401	2,465,827	2,555,093
Supplies and materials	1,096,324	192,651	2,602,450	651,336
Repairs and maintenance	2,037,226	2,255,283	2,223,214	1,441,052
Utilities	149,773	967,092	228,649	1,820,167
Other services and charges	2,719,518	946,277	666,352	353,097
Depreciation	2,969,447	5,161,421	4,069,992	3,389,056
Claims and other accrued expenses	-	-	-	-
<b>Total operating expenses</b>	<u>14,922,707</u>	<u>18,174,856</u>	<u>27,045,011</u>	<u>13,891,333</u>
<b>Operating income (loss)</b>	<u>3,036,539</u>	<u>(6,076,197)</u>	<u>(23,319,464)</u>	<u>3,597,833</u>
<b>NON OPERATING REVENUES (EXPENSES)</b>				
Operating grants	15,000	3,773,912	11,123,163	-
Passenger facility charges	-	1,431,913	-	-
Interest revenues	119,566	17,085	26,434	443
Interest expense	-	(958,048)	-	(348,772)
Net gain (loss) on disposal of capital assets	215,310	(2,667)	(28,889)	(28,227)
Miscellaneous revenues	-	-	27,899	-
<b>Total non operating revenues (expenses)</b>	<u>349,876</u>	<u>4,262,195</u>	<u>11,148,607</u>	<u>(376,556)</u>
<b>Income (loss) before contributions and transfers</b>	<u>3,386,415</u>	<u>(1,814,002)</u>	<u>(12,170,857)</u>	<u>3,221,277</u>
Capital contributions and grants	-	6,557,757	2,585,119	5,124,924
Transfers in	40,592	14,108	8,460,322	81,225
Transfers out	(7,500)	(40,000)	(15,141)	(25,000)
<b>Change in net position</b>	<u>3,419,507</u>	<u>4,717,863</u>	<u>(1,140,557)</u>	<u>8,402,426</u>
<b>NET POSITION</b>				
Beginning	35,047,707	108,247,750	26,979,051	61,758,470
Ending	<u>\$ 38,467,214</u>	<u>\$ 112,965,613</u>	<u>\$ 25,838,494</u>	<u>\$ 70,160,896</u>

(continued)

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Revenues, Expenses and Changes in Fund Net Position (continued)**  
**Proprietary Funds**  
For the Fiscal Year Ended September 30, 2017

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	Business-type Activities - Enterprise Funds			Governmental Activities
	Nonmajor Enterprise Fund			
	Parking Garage	Garbage Collection	Total	Internal Service Funds
OPERATING REVENUES				
Charges for services	\$ 2,320,777	\$ 8,450,109	\$ 61,001,237	\$ 69,322,683
Miscellaneous revenues	231	44,712	1,087,210	41,525
Total operating revenues	2,321,008	8,494,821	62,088,447	69,364,208
OPERATING EXPENSES				
Personnel services	219,240	164,815	26,464,349	4,239,255
Contracted services	957,978	8,501,157	21,472,371	2,279,729
Supplies and materials	11,692	73,499	4,627,952	4,186,567
Repairs and maintenance	226,608	19,528	8,202,911	3,886,978
Utilities	79,353	-	3,245,034	41,176
Other services and charges	21,563	15,166	4,721,973	4,267,459
Depreciation	358,625	-	15,948,541	4,318,468
Claims and other accrued expenses	-	-	-	42,563,368
Total operating expenses	1,875,059	8,774,165	84,683,131	65,783,000
Operating income (loss)	445,949	(279,344)	(22,594,684)	3,581,208
NON OPERATING REVENUES (EXPENSES)				
Operating grants	-	39,990	14,952,065	-
Passenger facility charges	-	-	1,431,913	-
Interest revenues	2,910	28,768	195,206	299,040
Interest expense	(139,218)	-	(1,446,038)	-
Net gain (loss) on disposal of capital assets	-	-	155,527	202,084
Miscellaneous revenues	-	-	27,899	-
Total non operating revenues (expenses)	(136,308)	68,758	15,316,572	501,124
Income (loss) before contributions and transfers	309,641	(210,586)	(7,278,112)	4,082,332
Capital contributions and grants	-	-	14,267,800	97,071
Transfers in	-	-	8,596,247	102,128
Transfers out	(200)	-	(87,841)	(300)
Change in net position	309,441	(210,586)	15,498,094	4,281,231
NET POSITION				
Beginning	1,922,565	1,945,143	235,900,686	35,094,017
Ending	\$ 2,232,006	\$ 1,734,557	\$ 251,398,780	\$ 39,375,248
Change in enterprise funds net position			\$ 15,498,094	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			313,667	
Change in net position of business-type activities			\$ 15,811,761	

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

**COUNTY OF VOLUSIA, FLORIDA**

Page 1 of 4

**Statement of Cash Flows**

**Proprietary Funds**

For the Fiscal Year Ended September 30, 2017

<b>Business-type Activities - Enterprise Funds</b>				
	<b>Refuse Disposal</b>	<b>Daytona Beach International Airport</b>	<b>Volusia Transportation Authority</b>	<b>Water and Sewer Utilities</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers and users	\$ 17,218,271	\$ 13,134,323	\$ 3,470,133	\$ 17,318,726
Receipts from interfund services provided	-	-	-	-
Payments to suppliers	(6,812,819)	(8,624,962)	(7,818,844)	(6,771,554)
Payments to employees	(3,877,343)	(3,388,233)	(14,681,547)	(3,515,775)
Payments of insurance claims	-	-	-	-
Other operating receipts	605,342	72,342	147,031	217,552
<b>Net cash provided by (used for) operating activities</b>	<b>7,133,451</b>	<b>1,193,470</b>	<b>(18,883,227)</b>	<b>7,248,949</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Subsidy from federal/state grants	15,000	4,509,346	10,775,319	-
Proceeds of loans from other funds	-	-	1,600,000	-
Repayment of interfund loans received	-	-	(2,400,000)	-
Transfers from other funds	40,592	14,108	8,460,322	81,225
Transfers to other funds	(7,500)	(40,000)	(15,141)	(25,000)
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>48,092</b>	<b>4,483,454</b>	<b>18,420,500</b>	<b>56,225</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition and construction of capital assets	(3,257,021)	(5,685,492)	(2,648,834)	(9,008,821)
Proceeds from the sale of capital assets	223,617	4,042	-	10,784
Proceeds from insurance	-	-	27,899	-
Receipts of capital grants	-	5,480,031	2,862,950	6,737,749
Principal paid on capital debt	-	(2,970,000)	-	(1,993,462)
Interest and other costs paid on capital debt	-	(883,390)	-	(321,837)
<b>Net cash provided by (used for) and related financing activities</b>	<b>(3,033,404)</b>	<b>(4,054,809)</b>	<b>242,015</b>	<b>(4,575,587)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest receipts	119,566	17,085	26,434	443
<b>Net cash provided by investing activities</b>	<b>119,566</b>	<b>17,085</b>	<b>26,434</b>	<b>443</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>4,267,705</b>	<b>1,639,200</b>	<b>(194,278)</b>	<b>2,730,030</b>
Cash and cash equivalents, beginning	28,829,060	17,839,155	280,796	9,474,566
Cash and cash equivalents, ending	<u><b>\$ 33,096,765</b></u>	<u><b>\$ 19,478,355</b></u>	<u><b>\$ 86,518</b></u>	<u><b>\$ 12,204,596</b></u>
<b>CASH AND CASH EQUIVALENTS CLASSIFIED ON STATEMENT OF NET POSITION AS:</b>				
Current assets	\$ 20,212,704	\$ 15,972,089	\$ 86,518	\$ 10,726,628
Current restricted assets	-	-	-	378,697
Noncurrent restricted assets	12,884,061	3,506,266	-	1,099,271
<b>Total cash and cash equivalents</b>	<u><b>\$ 33,096,765</b></u>	<u><b>\$ 19,478,355</b></u>	<u><b>\$ 86,518</b></u>	<u><b>\$ 12,204,596</b></u>

(continued)

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Cash Flows (continued)**  
**Proprietary Funds**

Page 2 of 4

For the Fiscal Year Ended September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities
	Nonmajor Enterprise Fund			
	Parking Garage	Garbage Collection	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 2,305,369	\$ 8,451,563	\$ 61,898,385	\$ -
Receipts from interfund services provided	-	-	-	68,456,787
Payments to suppliers	(1,292,448)	(9,114,224)	(40,434,851)	(14,370,143)
Payments to employees	(212,335)	(147,442)	(25,822,675)	(4,036,450)
Payments of insurance claims	-	-	-	(39,584,746)
Other operating receipts	231	44,712	1,087,210	41,525
Net cash provided by (used for) operating activities	800,817	(765,391)	(3,271,931)	10,506,973
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Subsidy from federal/state grants	-	-	15,299,665	-
Proceeds of loans from other funds	-	-	1,600,000	-
Repayment of interfund loans received	(29,866)	-	(2,429,866)	-
Transfers from other funds	-	-	8,596,247	102,128
Transfers to other funds	(200)	-	(87,841)	(300)
Net cash provided by (used for) noncapital financing activities	(30,066)	-	22,978,205	101,828
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(2,056)	-	(20,602,224)	(3,623,114)
Proceeds from the sale of capital assets	-	-	238,443	318,577
Proceeds from insurance	-	-	27,899	-
Receipts of capital grants	-	-	15,080,730	-
Principal paid on capital debt	(710,000)	-	(5,673,462)	-
Interest and other costs paid on capital debt	(139,218)	-	(1,344,445)	-
Net cash provided by (used for) and related financing activities	(851,274)	-	(12,273,059)	(3,304,537)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest receipts	2,910	28,768	195,206	299,040
Net cash provided by investing activities	2,910	28,768	195,206	299,040
Net increase (decrease) in cash and cash equivalents	(77,613)	(736,623)	7,628,421	7,603,304
Cash and cash equivalents, beginning	1,266,878	3,310,940	61,001,395	59,592,639
Cash and cash equivalents, ending	\$ 1,189,265	\$ 2,574,317	\$ 68,629,816	\$ 67,195,943
CASH AND CASH EQUIVALENTS CLASSIFIED ON STATEMENT OF NET POSITION AS:				
Current assets	\$ 1,189,265	\$ 2,574,317	\$ 50,761,521	\$ 67,195,943
Current restricted assets	-	-	378,697	-
Noncurrent restricted assets	-	-	17,489,598	-
Total cash and cash equivalents	\$ 1,189,265	\$ 2,574,317	\$ 68,629,816	\$ 67,195,943

(continued)

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Cash Flows (continued)**  
**Proprietary Funds**

Page 3 of 4

For the Fiscal Year Ended September 30, 2017

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Refuse Disposal</b>	<b>Daytona Beach International Airport</b>	<b>Volusia Transportation Authority</b>	<b>Water and Sewer Utilities</b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 3,036,539	\$ (6,076,197)	\$ (23,319,464)	\$ 3,597,833
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:				
Depreciation	2,969,447	5,161,421	4,069,992	3,389,056
Change in assets, deferred outflows, liabilities and deferred inflows:				
Accounts receivable	(16,638)	625,970	(108,383)	85,060
Due from other governments	(134,366)	(2,580)	-	(86,831)
Inventories	-	(5,527)	(34,300)	-
Prepaid items	(200,774)	6,734	296,411	-
Deferred outflows related to pensions	(277,767)	(295,820)	-	(276,357)
Accounts and contracts payable	(109,880)	819,926	105,277	55,546
Accrued liabilities	-	-	48,073	-
Due to component units	-	-	-	38
Due to other governments	(6,119)	(17,657)	260	(6,393)
Advance rents	-	(79,045)	-	-
Compensated absences payable	10,148	8,849	58,907	48,439
Estimated claims payable	-	-	-	-
Deposit liabilities	15,371	-	-	48,883
Unearned revenue	-	563,661	-	-
Pollution remediation payable	10,957	(18,734)	-	-
Landfill closure costs payable	1,439,753	-	-	-
Net OPEB obligation	-	-	-	-
Net pension liability	344,145	417,356	-	333,337
Deferred inflows related to pensions	52,635	85,113	-	60,338
<b>Total adjustments</b>	<b>4,096,912</b>	<b>7,269,667</b>	<b>4,436,237</b>	<b>3,651,116</b>
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 7,133,451</b>	<b>\$ 1,193,470</b>	<b>\$ (18,883,227)</b>	<b>\$ 7,248,949</b>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>				
Contributions of capital assets	\$ -	\$ 4,083	\$ -	\$ 187,955
Capital asset purchases on account, beginning	9,256	612,573	83,655	1,569,368
Capital asset purchases on account, ending	201,096	661,285	19,940	1,214,514
Grant receipts on account, beginning	-	3,467,353	1,969,036	2,590,531
Grant receipts on account, ending	-	5,247,524	2,039,049	789,751

(continued)

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Cash Flows (continued)**  
**Proprietary Funds**

Page 4 of 4

For the Fiscal Year Ended September 30, 2017

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities</b>
	<b>Nonmajor Enterprise Fund</b>		<b>Total</b>	<b>Internal Service Funds</b>
	<b>Parking Garage</b>	<b>Garbage Collection</b>		
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 445,949	\$ (279,344)	\$ (22,594,684)	\$ 3,581,208
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:				
Depreciation	358,625	-	15,948,541	4,318,468
Change in assets, deferred outflows, liabilities and deferred inflows:				
Accounts receivable	(15,408)	1,454	572,055	(649,987)
Due from other governments	-	-	(223,777)	(12,149)
Inventories	-	-	(39,827)	58,471
Prepaid items	-	-	102,371	12,517
Deferred outflows related to pensions	(30,902)	80	(880,766)	(224,437)
Accounts and contracts payable	(13,148)	(504,874)	352,847	189,083
Accrued liabilities	-	-	48,073	-
Due to component units	-	-	38	-
Due to other governments	17,894	-	(12,015)	(1,197)
Advance rents	-	-	(79,045)	-
Compensated absences payable	2,646	13,505	142,494	72,222
Estimated claims payable	-	-	-	1,335,773
Deposit liabilities	-	-	64,254	-
Unearned revenue	-	-	563,661	(203,760)
Pollution remediation payable	-	-	(7,777)	32,892
Landfill closure costs payable	-	-	1,439,753	-
Net OPEB obligation	-	-	-	1,642,849
Net pension liability	34,088	(6,444)	1,122,482	300,217
Deferred inflows related to pensions	1,073	10,232	209,391	54,803
<b>Total adjustments</b>	<b>354,868</b>	<b>(486,047)</b>	<b>19,322,753</b>	<b>6,925,765</b>
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 800,817</b>	<b>\$ (765,391)</b>	<b>\$ (3,271,931)</b>	<b>\$ 10,506,973</b>

**NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:**

Contributions of capital assets	\$ -	\$ -	\$ 192,038	\$ 97,071
Capital asset purchases on account, beginning	-	-	2,274,852	594,791
Capital asset purchases on account, ending	-	-	2,096,835	1,228,570
Grant receipts on account, beginning	-	-	8,026,920	-
Grant receipts on account, ending	-	39,990	8,116,314	-

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
September 30, 2017

	<b>Pension Trust Fund</b>	
	<b>Volunteer Firefighters</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
Equity in pooled cash and investments	\$ 3,039,279	\$ 8,475,114
Accounts receivable, net	-	611,456
Special assessments receivable - delinquent	-	27,599
Special assessments receivable - interest	-	26,630
Due from other governments	-	18,028
Investments - domestic equities	1,608,247	-
<b>Total assets</b>	<u>4,647,526</u>	<u>9,158,827</u>
<b>LIABILITIES</b>		
Accounts and contracts payable	-	974
Due to other governments	-	8,797,584
Deposits	-	360,269
<b>Total liabilities</b>	<u>-</u>	<u>9,158,827</u>
<b>NET POSITION</b>		
Restricted:		
Pension benefits and administration	4,647,526	-
<b>Total net position</b>	<u><u>\$ 4,647,526</u></u>	<u><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 Fiscal Year Ended September 30, 2017

	<b>Pension Trust Fund Volunteer Firefighters</b>
<b>ADDITIONS</b>	
Investment income:	
Net increase in fair value of investments	\$ 318,602
Interest	58,195
Total investment income	<u>376,797</u>
Less investment expenses	<u>(287)</u>
Net investment income	<u>376,510</u>
<b>Total additions</b>	<u>376,510</u>
<b>DEDUCTIONS</b>	
Pension benefit payments	105,972
Administrative expenses	3,021
<b>Total deductions</b>	<u>108,993</u>
<b>Net increase in net position</b>	267,517
<b>NET POSITION RESTRICTED FOR PENSIONS</b>	
Beginning	4,380,009
Ending	<u><u>\$ 4,647,526</u></u>

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Net Position**  
**Component Units**  
September 30, 2017

	Clerk of the Circuit Court	Volusia County Law Library	Total
<b>ASSETS</b>			
Equity in pooled cash and investments	\$ 7,650,119	\$ 579,328	\$ 8,229,447
Accounts receivable, net	3,453	-	3,453
Due from primary government	2,740	-	2,740
Due from other governments	748,891	-	748,891
Prepaid items	122,328	-	122,328
Capital assets:			
Depreciable:			
Equipment	6,163,926	94,513	6,258,439
Leasehold improvements	-	39,436	39,436
Less: accumulated depreciation	(5,223,632)	(99,063)	(5,322,695)
<b>Total assets</b>	<b>9,467,825</b>	<b>614,214</b>	<b>10,082,039</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	4,200,979	105,350	4,306,329
<b>Total deferred outflows of resources</b>	<b>4,200,979</b>	<b>105,350</b>	<b>4,306,329</b>
<b>LIABILITIES</b>			
Accounts and contracts payable	82,457	552	83,009
Accrued liabilities	424,156	-	424,156
Due to primary government	216,269	-	216,269
Due to other governments	1,621,976	-	1,621,976
Deposits	966,848	-	966,848
Non-current liabilities:			
Due within one year:			
Compensated absences payable	711,829	-	711,829
Net pension liability	57,275	1,507	58,782
Due in more than one year:			
Compensated absences payable	915,952	-	915,952
Net OPEB obligation	584,551	-	584,551
Net pension liability	10,666,396	280,644	10,947,040
<b>Total liabilities</b>	<b>16,247,709</b>	<b>282,703</b>	<b>16,530,412</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to pensions	1,226,110	18,727	1,244,837
<b>Total deferred inflows of resources</b>	<b>1,226,110</b>	<b>18,727</b>	<b>1,244,837</b>
<b>NET POSITION</b>			
Net investment in capital assets	940,294	34,886	975,180
Restricted:			
Public record modernization	4,387,787	-	4,387,787
Unrestricted	(9,133,096)	383,248	(8,749,848)
<b>Total net position</b>	<b>\$ (3,805,015)</b>	<b>\$ 418,134</b>	<b>\$ (3,386,881)</b>

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Activities**  
**Component Units**  
For the Fiscal Year Ended September 30, 2017

	<b>Clerk of the Circuit Court</b>	<b>Volusia County Law Library</b>	<b>Total</b>
<b>EXPENSES</b>			
General government	\$ 6,666,396	\$ -	\$ 6,666,396
Court operations	10,415,122	-	10,415,122
Law library operations	-	710,734	710,734
Total expenses	<u>17,081,518</u>	<u>710,734</u>	<u>17,792,252</u>
<b>PROGRAM REVENUES</b>			
Charges for services	12,857,773	32,694	12,890,467
Operating grants and contributions	4,075,373	-	4,075,373
Total program revenues	<u>16,933,146</u>	<u>32,694</u>	<u>16,965,840</u>
Net program expense	<u>148,372</u>	<u>678,040</u>	<u>826,412</u>
<b>GENERAL REVENUES</b>			
Intergovernmental revenues			
not restricted to specific programs	-	686,552	686,552
Interest revenue	13,690	68	13,758
Miscellaneous	4,855	5,013	9,868
Total general revenues	<u>18,545</u>	<u>691,633</u>	<u>710,178</u>
Change in net position	<u>(129,827)</u>	<u>13,593</u>	<u>(116,234)</u>
<b>NET POSITION</b>			
Beginning	<u>(3,675,188)</u>	<u>404,541</u>	<u>(3,270,647)</u>
Ending	<u>\$ (3,805,015)</u>	<u>\$ 418,134</u>	<u>\$ (3,386,881)</u>

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Activities**  
**Component Units**  
**Clerk of the Circuit Court**  
For the Fiscal Year Ended September 30, 2017

FUNCTIONS / PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Clerk of the Circuit Court:					
General government	\$ 6,666,396	\$ 3,328,235	\$ 2,485,451	\$ -	\$ (852,710)
Court operations	10,415,122	9,529,538	1,589,922	-	704,338
<b>Total Clerk of the Circuit Court</b>	<u>\$ 17,081,518</u>	<u>\$ 12,857,773</u>	<u>\$ 4,075,373</u>	<u>\$ -</u>	<u>(148,372)</u>
General revenues:					
Interest revenue					13,690
Miscellaneous					4,855
Total general revenues					<u>18,545</u>
Change in net position					<u>(129,827)</u>
Net position - beginning					<u>(3,675,188)</u>
Net position - ending					<u>\$ (3,805,015)</u>

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Activities**  
**Component Units**  
**Volusia County Law Library**  
For the Fiscal Year Ended September 30, 2017

FUNCTIONS / PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Volusia County Law Library:					
Law library operations	\$ 710,734	\$ 32,694	\$ -	\$ -	\$ (678,040)
<b>Total Volusia County Law Library</b>	<u>\$ 710,734</u>	<u>\$ 32,694</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(678,040)</u>
General revenues:					
Payment from County of Volusia					686,552
Interest revenue					68
Miscellaneous					5,013
Transfers					
Total general revenues					<u>691,633</u>
Change in net position					<u>13,593</u>
Net position - beginning					404,541
Net position - ending					<u>\$ 418,134</u>

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



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**COUNTY OF VOLUSIA, FLORIDA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2017**

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**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**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 Business Services Department, Revenue Division. 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



**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**2. Related Organizations**

The County is responsible for appointing members of boards to other organizations, but is not accountable for these organizations. The related organizations that are not included in the reporting entity are the Housing Finance Authority of Volusia County, Volusia County Industrial Development Authority and Volusia County Educational Facilities Authority.

**3. Dependent Special Districts**

Included within the financial report are the Ponce Inlet and Port Authority, Growth Management Commission 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**

The basic financial statements include both the government-wide and fund financial statements. These basic statements categorize activities as either governmental or business type.

**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. 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. However, for government-wide reporting, transfers between the funds included in governmental and business-type activities are eliminated so that only the net amount is included as transfers in the governmental and business-type activities column, respectively. 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.

*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.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or activity is offset by program revenues. Program revenues must be directly associated with the function (general government, public safety, physical environment, etc.). *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 county imposed gas taxes which are reported as program revenue, and other items not properly included among program revenues are reported instead as *general revenues*. *Direct expenses* are those that are clearly identifiable with a specific function. However, the direct expenses may also include elements of allocated, incidental indirect costs.

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**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 state and local gas taxes.
- 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 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.

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

The governmental funds' major fund statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the page following each statement, which explains the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation.

Internal service funds (which traditionally provide services primarily to other funds of the government) are presented, in summary form, as part of the proprietary fund financial statements. Since the principal users of the internal services are the County's governmental activities, the financial position of internal service funds are consolidated into the governmental activities column on the Statement of Net Position when presented at the government-wide level. Surpluses or deficits in the internal service funds resulting from their fiscal operations are allocated back to each governmental functional and business-type activity at the government-wide level and are included in the Statement of Activities. This creates a reconciling item between the business-type activities column at the government-wide level and the proprietary fund statements at the fund level as reflected on the bottom of each statement.

The County's fiduciary funds are presented in the fund financial statements by type (pension and agency). Since, by definition, these assets are being held for the benefit of a third party (pension participants and other local governments) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

### **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. The County considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. All other taxes, licenses and permits, intergovernmental revenues (except grant resources), charges for services, fines and forfeitures, special assessments, impact fees, interest and miscellaneous revenues are considered to be available if they are collected within 90 days of the end of the current fiscal period.

When grant terms provide that an expenditure of resources is the prime factor for determining eligibility for federal, state, and other grant resources, revenue is recognized at the time the expenditure is made.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences, pollution remediation, pension liabilities, 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.

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- 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. County contributions to the pension trust fund is recognized when due and the employer has made a formal commitment to provide them. Benefits and refunds are recognized when due and payable in accordance with terms of the plan.

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, and unspent amounts are reappropriated annually. 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. The County's legal level of budgetary control is the fund level, and 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**

For accounting and investment purposes, a pooled cash and investments account is maintained for all funds. This gives the County the ability to invest larger amounts of idle cash for short periods of time and to maximize earnings potential. The "equity in pooled cash and investments" represents the amount owned by each fund, including restricted assets.

Cash and cash equivalents include cash on hand, demand deposits and cash with fiscal agent. Additionally, each fund's equity in the County's investment pool is considered to be a cash equivalent since the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

**COUNTY OF VOLUSIA, FLORIDA**  
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**G. INVESTMENTS**

All of the County's investments are reported at fair value, with the exception of (1) money market mutual funds regulated by Rule 2a-7 of the Investment Company Act of 1940 and are registered with the Securities and Exchange Commission and (2) 2a-7-like local government investments pools, both of which are stated at cost or amortized value. Investments within the Pension Trust Fund made through financial brokers are held with trustees and are stated at fair value as determined in an active market. 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 will be recognized as revenue in the fiscal year they are earned. Unearned revenue presented on the government-wide, governmental fund, and proprietary fund statements represents advance collection of funds for services to be provided in future reporting periods, consisting primarily of 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 and notes 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. Notes receivable are considered to be fifty percent uncollectible if no payments have been received on the account during the fiscal year.

**I. INVENTORIES**

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.

**J. PREPAID ITEMS**

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. Prepaid items are recognized as expenses when the related expenses are incurred.

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**K. CAPITAL ASSETS**

Capital assets, which include: land, easements, 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 acquisition 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.

Intangible assets consist of software licenses, which usually have an indefinite life, unless the County discontinues use of the software, in which case the license is amortized over its remaining useful life (usually less than 5 years at such point). Buildings, improvements, leasehold improvements, equipment, and infrastructure assets of the government are depreciated using the straight-line method based upon the following estimated useful lives:

<b>Estimated Use Lives</b>	
<b>Assets</b>	<b>Years</b>
Buildings	15 - 40
Improvements other than buildings	10 - 30
Leasehold improvements	20
Equipment	5 - 20
Infrastructure	35

**L. 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 accrued leave pay is reported including salary related payments (for example, social security tax).

**M. 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.

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**N. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

In addition to assets, the statement of financial position will report, when applicable, a separate section for deferred outflows of resources. This separate financial statement element, 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.

The County has two items that qualify for reporting as deferred outflows of resources reported in the government-wide and proprietary funds; deferred charges on refunding and deferred outflows related to pensions. A deferred charge on refunding results from debt refinancing, whereby the reacquisition price of the refunding debt instruments exceed their net carrying amount and is amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows related to pensions are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The deferred outflows related to pensions will be recognized as either pension expense or a reduction in the net pension liability in future reporting years. Details on the composition of the deferred outflows related to pensions are discussed further in Note 9 to the financial statements.

In addition to liabilities, the statement of financial position will report, when applicable, a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. The County has four items that qualify for reporting as deferred inflows of resources.

The first deferred inflows of resources are reported in the government-wide and proprietary funds, deferred inflows related to pensions. Deferred inflows related to pensions are an aggregate of items related to pensions calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The deferred inflows related to pensions will be recognized as a reduction to pension expense in future reporting years. Details on the composition of the deferred inflows related to pensions are discussed further in Note 9 to the financial statements.

The final three deferred inflows of resources arise only under the modified accrual basis of accounting. The items, unavailable revenues – property taxes, unavailable revenues – special assessments, and unavailable revenues – other, are reported only in the governmental funds balance sheet and represent amount receivable but not available. The unavailable revenue amounts are deferred as of the balance sheet date because they were not collected within County's period of availability (see Note 1.C.2 for the County's availability period). The deferred amounts will be recognized as an inflow of resources in the period that the amounts become available.

**O. PENSIONS, NET PENSION ASSET AND NET PENSION LIABILITY**

The County is the administrator of a single-employer defined benefit pension plan for the benefit of Volunteer Firefighters. In the government-wide statement of net position, net pension asset represents an accumulation of fiduciary net position greater than the present value of projected benefits payments to be provided through the pension plan to current active and inactive volunteers that is attributed to those volunteers' past periods of service (total pension liability).

The County participates in two cost-sharing pension plans, the Florida Retirement System (FRS) and the Health Insurance Subsidy Program provided in conjunction with the FRS. In the government-wide and proprietary fund statements of net position, net pension liability represents the County's proportionate share of the net pension liability of the cost-sharing pension plans in which it participates. This proportionate amount represents a share of the present value of projected benefit payments to be provided through the cost-sharing pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the cost-sharing pension plan's fiduciary net position.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the each plan and additions to/deductions from each plans fiduciary net position have been determined on the same basis as they are reported by each plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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**P. OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

Pursuant to Section 112.0801, Florida Statutes, the County is mandated to permit participation in the health insurance program by retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. The rates provide for an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the Plan on average than those of active employees. The County is financing the post-employment benefits on a pay-as-you-go basis. As determined by an actuarial valuation, the County records a net OPEB obligation in its proprietary and government-wide financial statements related to the implicit subsidy. See Note 10 for further information.

**Q. 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.
- **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 unrestricted 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, when spending unrestricted funds, the County would use its committed fund balance first, assigned fund balance second, and unassigned fund balance last, 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.

**R. 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 for the following purposes:

- Funding for general government; law enforcement and fire safety; conservation and environmental programs; transportation construction and operation; tourism development and housing programs; social services and community development programs; and library, parks, and cultural programs; based upon specific federal, state, and local legislative requirements.



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- To accumulate funds necessary to meet debt service obligations.
- To fund allowable expenditures from passenger facility charges.
- To accumulate the necessary funds, as required by bond covenants, to cover the cost of replacement of capital assets (buildings and equipment).
- To accumulate the necessary funds, as required by bond covenants, to cover the cost of future maintenance and operating expenses.
- Payment of future pension benefits for volunteer firefighters.

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to determine amounts reported as restricted and unrestricted net position, it is the County's policy to consider restricted net position to have been used before unrestricted net position is applied.

**S. 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.

**T. USE OF ESTIMATES**

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates assumed in preparing the financial statements.

**U. IMPLEMENTATION OF NEW ACCOUNTING STANDARDS**

At September 30, 2017 and for the year then ended, the County has implemented two new Governmental Accounting Standards Board (GASB) Statements, as follows:

- GASB Statement No. 74, *Financial Reporting for Postemployment Benefits Plans Other than Pension Plans* - The implementation of this statement did not result in any change in the County's financial statements, as the County does not have a formal trust arrangement for its Other Postemployment Benefits (OPEB) plan.
- GASB Statement No. 77, *Tax Abatement Disclosures* - The implementation of this statement did not result in any change in the County's financial statements, as the County does not have any material GASB Statement No. 77 tax abatements.

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**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 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 the fund's 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. County investment policies permit the County to enter into reverse repurchase agreements; however, there were no such investments in fiscal year 2017.

The County measures and records its investments, assets whose use is limited, and restricted assets using fair value measurement guidelines established by GASB Statement No. 72, *Fair Value Measurement and Application*. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- **Level 1:** Quoted prices for identical investments in active markets;
- **Level 2:** Observable inputs other than quoted market prices; and,
- **Level 3:** Unobservable inputs.

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As of September 30, 2017, the County's cash and investments, including equity investments held exclusively by the Volunteer Firefighters Pension fund, were composed of the following:

Investment Type	Credit Quality (S&P)	Carrying Value	Weighted Average Investment Maturities (In Years)			Fair Value Measurement		
			Less Than 1	1 – 5	5 – 10	Level 1	Level 2	Level 3
US government securities	AA+	\$ 9,935,938	\$ 4,982,422	\$ 4,953,516	\$ -	\$ -	\$ 9,935,938	\$ -
Federal instrumentalities	AA+	310,297,103	80,875,063	220,567,496	8,854,544	-	310,297,103	-
Money market funds	AAAm	70,662,934	70,662,934	-	-	n/a	n/a	n/a
Intergovernmental investment pools	AAAm	12,011,855	12,011,855	-	-	n/a	n/a	n/a
Carrying value of cash	N/A	15,502,775	15,502,775	-	-	n/a	n/a	n/a
Equities	N/A	1,608,247	n/a	n/a	n/a	1,608,247	-	-
<b>Total</b>		<b>\$ 420,018,852</b>	<b>\$ 184,035,049</b>	<b>\$ 225,521,012</b>	<b>\$ 8,854,544</b>	<b>\$ 1,608,247</b>	<b>\$ 320,233,041</b>	<b>\$ -</b>

**Interest Rate Risk:** The risk that the fair 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. Unless matched to a specific cash flows, the County's investment policy limits investments to those having a maturity, at the time of purchase, of less than ten years. There are no investments in the County's portfolio that exceeded this maximum maturity.

**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. The Standard and Poor's (S&P) ratings of the investments held at year end are shown above; all are rated within the investment policy guidelines.

**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 attempts 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. There are no investments in the County's portfolio that exceeded the maximum concentration percentages.

**Foreign Currency Risk:** Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The investment policy does not permit general obligations issued by a foreign government; therefore, the County is not exposed to foreign currency risk.

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**NOTE 3.**  
**RECEIVABLES**

**1. 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, 2017, including the applicable allowances for doubtful accounts:

	Accounts/ Employee Receivables	Allowance for Doubtful Accounts	Accounts/ Employee Receivables, Net
<b>Governmental funds:</b>			
<b>Major funds:</b>			
General fund	\$ 9,531,443	\$ 5,128,347	\$ 4,403,096
Municipal service district	845,760	-	845,760
Federal and state grants	895,408	178,500	716,908
<b>Nonmajor funds:</b>			
Special revenue funds:			
Library	114,033	-	114,033
East Volusia mosquito control district	55	-	55
Convention development tax	18,668	-	18,668
Ponce Inlet Port Authority	38,632	-	38,632
Ocean Center	196,075	98,454	97,621
Capital projects funds:			
Beach	32,036	-	32,036
<b>Total governmental funds</b>	<b>11,672,110</b>	<b>5,405,301</b>	<b>6,266,809</b>
<b>Proprietary funds:</b>			
<b>Major funds:</b>			
Refuse disposal	1,019,134	46,695	972,439
Daytona Beach International Airport	840,443	66,581	773,862
Volusia Transportation Authority	144,857	-	144,857
Water and sewer utilities	2,196,142	365,489	1,830,653
Parking garage	31,732	-	31,732
<b>Nonmajor funds:</b>			
Enterprise funds:			
Garbage collection	2,904	-	2,904
Internal service funds:			
Insurance	636,150	-	636,150
Employee group insurance	713,151	-	713,151
<b>Total proprietary funds</b>	<b>5,584,513</b>	<b>478,765</b>	<b>5,105,748</b>
<b>Fiduciary funds:</b>			
Agency funds:			
State of Florida agency funds	30,806	-	30,806
Tax collector's transfer	580,650	-	580,650
<b>Total fiduciary funds</b>	<b>611,456</b>	<b>-</b>	<b>611,456</b>
<b>Total</b>	<b>\$ 17,868,079</b>	<b>\$ 5,884,066</b>	<b>\$ 11,984,013</b>

**2. Notes receivable**

Amounts are aggregated into a single notes receivable line (net of allowance for uncollectible amounts) for certain funds. Below is the detail of these receivables, as of September 30, 2017, including allowances for doubtful accounts:

	Notes Receivable	Allowance for Doubtful Accounts	Notes Receivable, Net
<b>Governmental funds:</b>			
<b>Major funds:</b>			
Federal and state grants	\$ 1,478,977	\$ 71,826	\$ 1,407,151
<b>Nonmajor special revenue funds:</b>			
State Housing Incentive Program (S.H.I.P.)	2,880,879	102,660	2,778,219
<b>Total</b>	<b>\$ 4,359,856</b>	<b>\$ 174,486</b>	<b>\$ 4,185,370</b>

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**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, 2017 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>
<b>Governmental funds:</b>				
<b>Major funds:</b>				
General fund	\$ 28,082,840	\$ 5,587,973	\$ -	\$ -
Municipal service district	-	-	68,640	69,271
Federal and state grants	-	-	21,872,910	-
Volusia Forever	-	-	1,336,845	5,369,372
<b>Nonmajor funds:</b>				
Special revenue funds:				
Resort tax	-	-	563,462	-
Sales tax trust	-	-	3,174,579	-
Ocean Center	563,462	-	-	-
<b>Proprietary funds:</b>				
<b>Major funds:</b>				
Volusia Transportation Authority	-	-	1,600,000	-
Parking garage	-	-	29,866	149,330
<b>Total</b>	<u><u>\$ 28,646,302</u></u>	<u><u>\$ 5,587,973</u></u>	<u><u>\$ 28,646,302</u></u>	<u><u>\$ 5,587,973</u></u>

Interfund balances at September 30, 2017 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 shortfall due to adjustments in the communication services tax received from the State of Florida. The remaining amount owed is \$137,911 and the final repayment is scheduled to occur in fiscal year 2019.
- 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 \$6,706,217 and the final repayment is scheduled to occur in fiscal year 2021.
- an advance of \$597,311 from the general fund to the parking garage fund 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 \$179,196 and the final repayment is scheduled to occur in fiscal year 2023.
- interfund loans in the amount of \$23,472,910 to cover cash deficits due to timing of grant reimbursements and other amounts due from other governments. The loan is repaid as grants and other amounts outstanding from other governments are received, with the majority expected to be repaid by the end of the next fiscal year.
- other interfund transactions distributing sales tax and resort tax collections to the appropriate receiving funds.

**COUNTY OF VOLUSIA, FLORIDA**  
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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
<b>Governmental funds:</b>				
<b>Major funds:</b>				
General fund	\$ 216,269	\$ -	\$ 1,312	\$ -
Municipal service district	-	-	843	-
Federal and state grants	-	-	10	-
County transportation trust	-	-	354	-
Water & sewer utilities	-	-	38	-
<b>Nonmajor funds:</b>				
Special revenue funds:				
Law/beach enforcement trust	-	-	22	-
State Housing Incentive Program (S.H.I.P.)	-	-	161	-
<b>Component units:</b>				
Clerk of the Circuit Court	-	2,740	-	216,269
<b>Total</b>	<b>\$ 216,269</b>	<b>\$ 2,740</b>	<b>\$ 2,740</b>	<b>\$ 216,269</b>

**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:

<u>TRANSFERS IN</u>		<u>TRANSFERS OUT</u>	
<b>Governmental funds:</b>			
<b>Major funds:</b>			
General fund:			
from Sales tax trust	\$ 11,196,351	to Capital projects funds	\$ 17,304,876
from E-911 emergency telephone system	1,337,363	to Volusia Transportation Authority	8,440,131
from Federal and state grants	392,049	to Debt service funds	4,366,787
from Library	128,372	to Federal and state grants	1,277,662
from Manatee conservation	2,708	to Internal service funds	100,000
		to Silver Sands/Bethune Beach	
		Municipal Service District	2,462
Total general fund	<u>13,056,843</u>		<u>31,491,918</u>
Municipal service district:			
from Sales tax trust	5,645,066	to County transportation trust	4,200,000
from Federal and state grants	16,404	to Federal and state grants	1,422,621
		to Capital projects funds	276,900
		to Debt service funds	252,301
Total municipal service district	<u>5,661,470</u>		<u>6,151,822</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

<b>TRANSFERS IN</b>		<b>TRANSFERS OUT</b>	
<b>Governmental funds - continued:</b>			
<b>Major funds - continued:</b>			
Federal and state grants:			
from Municipal service district	1,422,621	to County transportation trust	918,688
from General fund	1,277,662	to Ponce Inlet Port Authority	659,503
from Ponce Inlet Port Authority	621,054	to General fund	392,049
from Stormwater utility	369,407	to Stormwater utility	256,872
from County transportation trust	283,822	to Water and sewer utilities	81,225
from East Volusia mosquito control district	224,224	to Capital projects funds	80,730
from Trails	88,712	to Refuse disposal	40,592
from Daytona Beach International Airport	40,000	to East Volusia mosquito control district	21,621
from Fire services	25,000	to Fire services	20,902
from Water and sewer utilities	25,000	to Volusia Transportation Authority	20,191
from Library	21,500	to Municipal service district	16,404
from Law/beach enforcement trust	16,200	to Daytona Beach International Airport	14,108
from Volusia Transportation Authority	15,141	to Ocean Center	4,984
from Refuse disposal	7,500	to Internal service funds	2,128
from Ocean Center	5,128	to Library	500
from Vehicle maintenance	300		
from Parking garage	200		
Total federal and state grants	<u>4,443,471</u>		<u>2,530,497</u>
County transportation trust:			
from Municipal service district	4,200,000	to Debt service funds	1,640,787
from Federal and state grants	918,688	to Federal and state grants	283,822
Total county transportation trust	<u>5,118,688</u>		<u>1,924,609</u>
<b>Total major governmental funds</b>	<b><u>28,280,472</u></b>		<b><u>42,098,846</u></b>
<b>Nonmajor funds:</b>			
Special revenue funds:			
Library:			
from Library endowment	50,000	to General fund	128,372
from Federal and state grants	500	to Federal and state grants	21,500
East Volusia mosquito control district:			
from Federal and state grants	21,621	to Capital projects funds	18,250
		to Federal and state grants	224,224
Resort tax:			
		to Ocean Center	7,044,048
		to Debt service funds	4,251,173
Sales tax trust:			
		to Debt service funds	4,194,213
		to General fund	11,196,351
		to Municipal service district	5,645,066
Ponce Inlet Port Authority:			
from Federal and state grants	659,503	to Capital projects funds	433,997
		to Federal and state grants	621,054
E-911 emergency telephone system:			
		to General fund	1,337,363
Ocean Center:			
from Resort tax	7,044,048	to Capital projects funds	2,432,179
from Federal and state grants	4,984	to Debt service funds	659,114
		to Federal and state grants	5,128
Manatee conservation:			
		to General fund	2,708

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

<b>TRANSFERS IN</b>		<b>TRANSFERS OUT</b>	
<b>Governmental funds - continued:</b>			
<b>Nonmajor funds - continued:</b>			
Special revenue funds - continued:			
Road impact fees:			
		to Debt service funds	3,849,180
Fire services:			
from Federal and state grants	20,902	to Capital projects funds	208,447
		to Federal and state grants	25,000
Silver Sands/Bethune Beach municipal service district:			
from General fund	2,462		
Stormwater utility:			
from Federal and state grants	256,872	to Federal and state grants	369,407
Volusia ECHO:			
		to Capital projects funds	2,881,823
Law/beach enforcement trust:			
		to Federal and state grants	16,200
Library endowment:			
		to Library	50,000
Total special revenue funds	<u>8,060,892</u>		<u>45,614,797</u>
Debt service funds:			
Subordinate lien sales tax revenue bonds:			
from Sales tax trust	3,406,171		
from General fund	4,366,787		
Sales tax refunding revenue bond:			
from Sales tax trust	580,528		
Gas tax refunding revenue bonds:			
from Road impact fees	3,849,180		
from County transportation trust	629,044		
Tourist development tax refunding revenue bonds:			
from Resort tax	4,251,173		
Capital improvement revenue notes and refunding revenue bonds:			
from County transportation trust	1,011,743		
from Sales tax trust	207,514		
Installment purchase agreements:			
from Ocean Center	659,114		
from Trails	505,191		
from Municipal service district	252,301		
Total debt service funds	<u>19,718,746</u>		<u>-</u>
Capital projects funds:			
Ocean Center expansion:			
from Ocean Center	2,432,179		
Beach:			
from Ponce Inlet Port Authority	433,997		
from General fund	5,100,000		
Trails:			
from Volusia ECHO	1,000,000	to Federal and state grants	88,712
		to Debt service funds	505,191



**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

<b>TRANSFERS IN</b>		<b>TRANSFERS OUT</b>	
<b>Governmental funds - continued:</b>			
<b>Nonmajor funds - continued:</b>			
Capital projects funds - continued:			
Capital improvement projects:		to Capital projects funds	126,565
Parks:			
from Federal and state grants	80,730		
800 MHz system improvements:			
from General fund	2,504,876		
from Municipal service district	276,900		
from Fire services	208,447		
from East Volusia mosquito control district	18,250		
Elections warehouse:			
from General fund	1,300,000		
from Capital improvement projects	126,565		
Sheriff's Office evidence and forensics lab:			
from General fund	5,000,000		
Court/central services facilities warehouse:			
from General fund	3,400,000		
Boardwalk development:			
from Volusia ECHO	1,881,823		
Total capital projects funds	<u>23,763,767</u>		<u>720,468</u>
<b>Total nonmajor governmental funds</b>	<b><u>51,543,405</u></b>		<b><u>46,335,265</u></b>
<b>Total governmental funds</b>	<b><u>79,823,877</u></b>		<b><u>88,434,111</u></b>
<b>Proprietary funds:</b>			
<b>Major funds:</b>			
Refuse disposal:			
from Federal and state grants	40,592	to Federal and state grants	7,500
Daytona Beach International Airport:			
from Federal and state grants	14,108	to Federal and state grants	40,000
Volusia Transportation Authority:			
from General fund	8,440,131	to Federal and state grants	15,141
from Federal and state grants	20,191		
Total Volusia Transportation Authority	<u>8,460,322</u>		<u>15,141</u>
Water and sewer utilities:			
from Federal and state grants	81,225	to Federal and state grants	25,000
Parking garage:			
		to Federal and state grants	200
<b>Total major proprietary funds</b>	<b><u>8,596,247</u></b>		<b><u>87,841</u></b>
<b>Nonmajor funds:</b>			
Internal Service Funds:			
Computer replacement:			
from General fund	100,000		
Vehicle maintenance:			
from Federal and state grants	2,128	to Federal and state grants	300
<b>Total nonmajor proprietary funds</b>	<b><u>102,128</u></b>		<b><u>300</u></b>
<b>Total proprietary funds</b>	<b><u>8,698,375</u></b>		<b><u>88,141</u></b>
<b>Total transfers</b>	<b><u>\$ 88,522,252</u></b>		<b><u>\$ 88,522,252</u></b>

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
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**NOTE 5.**  
**SPECIAL ASSESSMENTS RECEIVABLE**

Special assessments receivable at September 30, 2017 consist of the following:

	Interest Rate %	Principal		Interest Receivable
		Current Receivable	Delinquent Receivable	
<b>Governmental funds:</b>				
<b>Major funds:</b>				
Municipal service district:				
Corbin Park	10.0	\$ -	\$ 249	\$ 626
Mobile Home Village	10.0	-	19,568	43,823
Corbin Park Unit 3 Napier Hull	8.0	-	24,133	30,063
Pine Island	8.0	-	1,927	1,873
West Highlands/Highlands Park Subdivision	5.5	-	105,765	2,906
<b>Total governmental funds</b>		<b>-</b>	<b>151,642</b>	<b>79,291</b>
<b>Fiduciary funds:</b>				
Agency funds:				
General trust:				
Waterway Park	8.0	-	23,582	23,066
Hazelwood River Road	8.0	-	4,017	3,564
<b>Total fiduciary funds</b>		<b>-</b>	<b>27,599</b>	<b>26,630</b>
<b>Total</b>		<b>\$ -</b>	<b>\$ 179,241</b>	<b>\$ 105,921</b>

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**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**NOTE 6.**  
**CAPITAL ASSETS**

Capital asset activity for the fiscal year ended September 30, 2017 is as follows:

<b>Primary Government</b>	<b>Balance 09/30/16</b>	<b>Additions</b>	<b>Transfers</b>	<b>Reductions</b>	<b>Balance 09/30/17</b>
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 225,200,710	\$ 3,433,385	\$ -	\$ (43,502)	\$ 228,590,593
Easements	1,176,233	-	-	-	1,176,233
Intangibles	26,292,603	-	-	-	26,292,603
Construction in progress	37,429,843	32,223,376	(15,955,149)	-	53,698,070
Total capital assets, not being depreciated	290,099,389	35,656,761	(15,955,149)	(43,502)	309,757,499
Capital assets, being depreciated:					
Buildings	351,708,663	-	264,147	(154,627)	351,818,183
Improvements other than buildings	53,638,573	1,624,562	3,623,782	-	58,886,917
Equipment	173,216,534	13,825,857	44,502	(9,830,376)	177,256,517
Leasehold improvements	3,518,628	-	-	-	3,518,628
Infrastructure	486,582,170	134,434	12,067,220	-	498,783,824
Intangibles	1,124,313	-	-	-	1,124,313
Total capital assets being depreciated	1,069,788,881	15,584,853	15,999,651	(9,985,003)	1,091,388,382
Less accumulated depreciation for:					
Buildings	(157,468,887)	(7,998,700)	-	154,627	(165,312,960)
Improvements other than buildings	(25,305,735)	(2,745,460)	-	-	(28,051,195)
Equipment	(114,207,341)	(14,893,381)	(18,522)	9,084,239	(120,035,005)
Leasehold improvements	(672,678)	(150,301)	-	-	(822,979)
Infrastructure	(311,269,372)	(7,779,523)	-	-	(319,048,895)
Intangibles	(375,029)	(374,513)	-	-	(749,542)
Total accumulated depreciation	(609,299,042)	(33,941,878)	(18,522)	9,238,866	(634,020,576)
Total capital assets, being depreciated, net	460,489,839	(18,357,025)	15,981,129	(746,137)	457,367,806
<b>Governmental activities capital assets, net</b>	<b>\$ 750,589,228</b>	<b>\$ 17,299,736</b>	<b>\$ 25,980</b>	<b>\$ (789,639)</b>	<b>\$ 767,125,305</b>
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 53,220,499	\$ 76,850	\$ 1,638,000	\$ -	\$ 54,935,349
Easements	-	108,509	-	-	108,509
Intangibles	3,058,046	-	-	-	3,058,046
Construction in progress	12,431,449	16,791,991	(3,848,976)	(1,928,713)	23,445,751
Total capital assets, not being depreciated	68,709,994	16,977,350	(2,210,976)	(1,928,713)	81,547,655
Capital assets, being depreciated:					
Buildings	36,221,698	-	-	-	36,221,698
Improvements other than buildings	293,912,008	-	2,210,976	(91,474)	296,031,510
Equipment	65,950,050	5,563,525	(44,502)	(1,310,548)	70,158,525
Leasehold improvements	535,000	-	-	-	535,000
Total capital assets being depreciated	396,618,756	5,563,525	2,166,474	(1,402,022)	402,946,733
Less accumulated depreciation for:					
Buildings	(22,183,027)	(913,279)	-	-	(23,096,306)
Improvements other than buildings	(168,982,721)	(9,709,187)	-	56,470	(178,635,438)
Equipment	(42,024,563)	(5,299,343)	18,522	1,292,699	(46,012,685)
Leasehold improvements	(53,518)	(26,732)	-	-	(80,250)
Total accumulated depreciation	(233,243,829)	(15,948,541)	18,522	1,349,169	(247,824,679)
Total capital assets, being depreciated, net	163,374,927	(10,385,016)	2,184,996	(52,853)	155,122,054
<b>Business-type activities capital assets, net</b>	<b>\$ 232,084,921</b>	<b>\$ 6,592,334</b>	<b>\$ (25,980)</b>	<b>\$ (1,981,566)</b>	<b>\$ 236,669,709</b>

**COUNTY OF VOLUSIA, FLORIDA**  
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Depreciation expense charged to functions/programs is as follows:

<b>Governmental Activities</b>	<b>Depreciation Expense</b>
General government	\$ 4,515,219
Public safety	8,732,906
Physical environment	163,691
Transportation	9,153,297
Economic environment	203,952
Human services	917,017
Culture/recreation	5,937,328
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	4,318,468
<b>Total</b>	<b><u>\$ 33,941,878</u></b>

<b>Business-type Activities</b>	<b>Depreciation Expense</b>
Refuse disposal	\$ 2,969,447
Daytona Beach International Airport	5,161,421
Volusia Transportation Authority	4,069,992
Water and sewer utilities	3,389,056
Parking garage	358,625
<b>Total</b>	<b><u>\$ 15,948,541</u></b>

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**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**NOTE 7.**  
**LONG-TERM DEBT**

**A. SUMMARY OF BONDED DEBT**

The following is a summary of bonded debt that is reflected on the September 30, 2017 financial statements:

<b>Governmental Activities</b>	<b>Purpose</b>	<b>Interest Rates (%)</b>	<b>Revenue Pledged</b>	<b>Remaining Annual Principal Payments (thousands)</b>	<b>Amount Outstanding</b>	<b>Final Maturity</b>
<b>Revenue bonds:</b>						
\$55,451,336 Tourist Development Tax Revenue Bonds, Series 2004	Expand and renovate the Ocean Center	3.00 to 5.00	Tourist development tax, operating revenues, and investment earnings thereof	\$1,042 to 1,328	\$ 5,919,840	12/1/2021
\$21,380,000 Tourist Development Tax Refunding Revenue Bond, Series 2014A	Advance refund a portion of the Tourist Development Tax Revenue Bonds, Series 2004	3.51	Tourist development tax, operating revenues, and investment earnings thereof	\$85 to 1,965	21,215,000	12/1/2034
\$25,000,000 Tourist Development Tax Refunding Revenue Bond, Series 2014B	Advance refund a portion of the Tourist Development Tax Revenue Bonds, Series 2004	3.51	Tourist development tax, operating revenues, and investment earnings thereof	\$120 to 2,275	24,775,000	12/1/2034
\$41,505,000 Gas Tax Refunding Revenue Bond, Series 2013	Refund a portion of the Gas Tax Revenue Bonds, Series 2004	2.04	Six Cent Local Option Fuel Tax and investment earnings thereof	\$3,915 to 4,415	29,145,000	10/1/2024
\$42,605,000 Subordinate Lien Sales Tax Refunding Revenue Bonds, Series 2008	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	\$7,555	7,555,000	10/1/2018
\$4,780,000 Capital Improvement Refunding Revenue Bond, Series 2012	Refund the Subordinate Lien Sales Tax Refunding Revenue Bonds, Series 2003	1.955	Local Government Half-cent Sales Tax and investment earnings thereof	\$545 to 580	2,245,000	10/1/2021
<b>Total revenue bonds</b>					<b>\$ 90,854,840</b>	
<b>General obligation bonds:</b>						
\$18,695,000 Limited Tax General Obligation Refunding Bond, Series 2014	Advance refund a portion of Limited Tax General Obligation Bonds, Series 2005	1.92	Limited property tax assessed and levied, not to exceed 0.20 mil on taxable property and investment earnings thereof	\$3,045 to 3,220	12,525,000	10/1/2021
<b>Total general obligation bonds</b>					<b>12,525,000</b>	
<b>Total governmental activities</b>					<b>\$ 103,379,840</b>	

**COUNTY OF VOLUSIA, FLORIDA**  
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<b>Business-type Activities</b>	<b>Purpose</b>	<b>Interest Rates</b>	<b>Revenue Pledged</b>	<b>Remaining Annual Principal Payments (thousands)</b>	<b>Amount Outstanding</b>	<b>Final Maturity</b>
<b>Revenue bonds:</b>						
\$30,795,000 Airport System Revenue Refunding Bonds, Series 2000	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	\$2,165 to 2,650	\$ 9,610,000	10/1/2021
\$6,335,000 Airport System Refunding Revenue Bond, Series 2012	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	\$715 to 760	2,945,000	10/1/2021
\$5,450,000 Water & Sewer Refunding Revenue Bond, Series 2012	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	\$790 to 820	1,625,000	10/1/2019
<b>Total business-type activities</b>					<b><u>\$ 14,180,000</u></b>	

**B. NOTES PAYABLE**

Notes payable outstanding as of September 30, 2017 is comprised of the following:

<b>Note, Series</b>	<b>Purpose</b>	<b>Interest Rate (%)</b>	<b>Remaining Annual Principal Payments (thousands)</b>	<b>Amount Outstanding</b>	<b>Final Maturity</b>
<b>Governmental activities:</b>					
Capital Improvement Revenue Note, Series 2010	Construct pedestrian and bike trails	3.02	\$441-497	\$ 2,342,000	12/1/2021
Capital Improvement Revenue Note, Series 2010	Construct road and drainage improvements	3.02	\$154-158	312,000	12/1/2018
Capital Improvement Revenue Note, Series 2010	Ocean Center improvements	3.02	\$439-646	7,506,000	12/1/2030
Capital Improvement Revenue Note, Series 2010	Fund road and utility improvements	3.02	\$87-90	177,000	12/1/2018
Capital Improvement Revenue Note, Series 2015	South Williamson Boulevard extension	2.17	\$850-990	7,350,000	10/1/2025
Capital Improvement Revenue Note, Series 2016	One Daytona infrastructure economic development	1.85	\$1,550-1,790	15,000,000	11/1/2026
<b>Total governmental activities</b>				<b><u>\$ 32,687,000</u></b>	
<b>Business-type activities:</b>					
State of Florida revolving loan	Construct and improve the Southwest Regional Water Reclamation Facility	3.05	\$183-194	\$ 566,144	5/15/2020
State of Florida revolving loan	Expand the Southwest Reclamation Facility	3.05	\$411-592	6,455,873	6/15/2030
State of Florida revolving loan	Construct and improve the Southeast Wastewater Facility	3.24	\$278-543	1,348,407	2/15/2020
Capital Improvement Revenue Note, Series 2013	Refund the Parking Facility Revenue Bonds, Series 2007	2.33	\$730-880	5,620,000	4/1/2024
<b>Total business-type activities</b>				<b><u>\$ 13,990,424</u></b>	

**COUNTY OF VOLUSIA, FLORIDA**  
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**C. DEBT SERVICE TO MATURITY**

The annual requirements to amortize all government-wide debt outstanding as of September 30, 2017, including interest payments of \$36,948,049, are as follows:

<b>Governmental Activities</b>							
<b>Fiscal Year</b>	<b>Revenue Bonds</b>		<b>General Obligation Bonds</b>		<b>Notes Payable</b>		<b>Total</b>
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	
2018	\$ 1,533,425	\$ 3,244,596	\$ -	\$ 120,240	\$ 1,121,000	\$ 652,498	\$ 6,671,759
2019	13,479,211	3,584,861	3,045,000	211,248	3,554,000	674,333	24,548,653
2020	5,952,279	3,369,134	3,100,000	152,256	3,379,000	595,236	16,547,905
2021	5,987,753	3,337,651	3,160,000	92,160	3,457,000	518,095	16,552,659
2022	6,017,172	3,305,037	3,220,000	30,912	3,536,000	439,105	16,548,226
2023-2027	27,855,000	7,011,217	-	-	15,168,000	1,156,016	51,190,233
2028-2032	17,755,000	3,756,665	-	-	2,472,000	152,087	24,135,752
2033-2037	12,275,000	656,633	-	-	-	-	12,931,633
<b>Total</b>	<b>90,854,840</b>	<b>28,265,794</b>	<b>12,525,000</b>	<b>606,816</b>	<b>32,687,000</b>	<b>4,187,370</b>	<b>169,126,820</b>
Unamortized issuance premiums	68,818	-	-	-	-	-	68,818
<b>Total</b>	<b>\$ 90,923,658</b>	<b>\$ 28,265,794</b>	<b>\$ 12,525,000</b>	<b>\$ 606,816</b>	<b>\$ 32,687,000</b>	<b>\$ 4,187,370</b>	<b>\$ 169,195,638</b>

<b>Business-type Activities</b>						<b>Government-wide</b>
<b>Fiscal Year</b>	<b>Revenue Bonds</b>		<b>Notes Payable</b>		<b>Total</b>	<b>Total Principal and Interest</b>
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>		
2018	\$ -	\$ 375,200	\$ 1,851,642	\$ 312,365	\$ 2,539,207	\$ 9,210,966
2019	3,685,000	661,888	1,906,146	326,324	6,579,358	31,128,011
2020	3,870,000	479,189	1,689,544	273,280	6,312,013	22,859,918
2021	3,215,000	291,899	1,250,601	232,962	4,990,462	21,543,121
2022	3,410,000	99,400	1,289,449	200,474	4,999,323	21,547,549
2023-2027	-	-	4,280,326	541,978	4,822,304	56,012,537
2028-2032	-	-	1,722,716	93,110	1,815,826	25,951,578
2033-2037	-	-	-	-	-	12,931,633
<b>Total</b>	<b>14,180,000</b>	<b>1,907,576</b>	<b>13,990,424</b>	<b>1,980,493</b>	<b>32,058,493</b>	<b>201,185,313</b>
Unamortized issuance premiums	-	-	-	-	-	68,818
<b>Total</b>	<b>\$ 14,180,000</b>	<b>\$ 1,907,576</b>	<b>\$ 13,990,424</b>	<b>\$ 1,980,493</b>	<b>\$ 32,058,493</b>	<b>\$ 201,254,131</b>

**D. PLEDGED REVENUES**

The County has pledged certain revenues to repay bonds outstanding as of September 30, 2017. The following table reports information on the pledged revenues by type:

<b>Bond Type</b>	<b>Current Year Pledged Resource Amount</b>	<b>Current Year Bond Debt Service</b>	<b>Estimated Percent of Revenues Pledged</b>	<b>Pledged Through</b>	<b>Remaining Debt Service Including Interest</b>
<b>Governmental activities:</b>					
Tourist development tax	\$ 10,817,205	\$ 4,274,417	39.5%	12/1/2034	\$ 77,266,912
Gas tax	8,429,060	4,506,143	53.5%	10/1/2024	31,565,124
Sales tax & capital improvement	21,108,641	8,525,334	40.4%	10/1/2021	10,288,598
Limited general obligation	5,746,304	3,282,636	57.1%	10/1/2021	13,131,816
<b>Business-type Activities:</b>					
Airport	18,651,225	3,526,237	18.9%	10/1/2021	14,423,212
Water and sewer utilities	6,986,889	822,522	11.8%	10/1/2019	1,664,364

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**E. 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 county issued governmental and business-type tax-exempt bonds and notes. As of fiscal year end 2017, no amounts are subject to rebate.

**F. CHANGES IN LONG-TERM LIABILITIES**

Long-term liability activity for the year ended September 30, 2017, is as follows:

<b>Governmental Activities</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
Bonds payable:					
Revenue bonds	\$ 104,908,689	\$ -	\$ (14,053,849)	\$ 90,854,840	\$ 1,533,425
General obligation bonds	15,510,000	-	(2,985,000)	12,525,000	-
Plus: issuance premiums	162,896	-	(94,078)	68,818	-
Total bonds payable	120,581,585	-	(17,132,927)	103,448,658	1,533,425
Notes payable	26,610,000	8,000,000	(1,923,000)	32,687,000	1,121,000
Compensated absences payable	27,316,693	12,316,863	(11,108,314)	28,525,242	7,804,507
Pollution remediation payable	69,548	64,355	(32,239)	101,664	64,142
Estimated claims payable	17,089,227	40,920,519	(39,584,746)	18,425,000	8,838,000
<b>Total</b>	<b>\$ 191,667,053</b>	<b>\$ 61,301,737</b>	<b>\$ (69,781,226)</b>	<b>\$ 183,187,564</b>	<b>\$ 19,361,074</b>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for these are included as part of the above totals for governmental activities. At year-end, these liabilities for the internal service funds include \$18,425,000 in estimated claims payable, \$716,963 in compensated absences payable and \$32,892 in pollution remediation payable.

The liability for compensated absences is primarily liquidated by the resources of the general and municipal service district funds, which account for 76 percent of the amount owed. The pollution remediation liability will be liquidated by federal and state grants and the vehicle maintenance internal service fund. Estimated claims payable is reported in the insurance and employee group insurance internal service funds and will be liquidated by service fees charged by these funds.

<b>Business-type Activities</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
Revenue bonds payable	\$ 17,695,000	\$ -	\$ (3,515,000)	\$ 14,180,000	\$ -
Notes payable	16,148,886	-	(2,158,462)	13,990,424	1,851,642
Compensated absences payable	2,131,043	1,234,681	(1,092,187)	2,273,537	622,039
Pollution remediation payable	245,345	48,692	(56,469)	237,568	21,597
Landfill closure costs	22,555,167	1,439,753	-	23,994,920	-
<b>Total</b>	<b>\$ 58,775,441</b>	<b>\$ 2,723,126</b>	<b>\$ (6,822,118)</b>	<b>\$ 54,676,449</b>	<b>\$ 2,495,278</b>

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**COUNTY OF VOLUSIA, FLORIDA**  
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**NOTE 8.**  
**CONDUIT DEBT OBLIGATIONS**

Three 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 three entities and their purposes are:

- **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, 2017 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	4	\$ 31,465,000	\$ 22,595,000
Volusia County Industrial Development Authority	3	11,810,000	8,020,156
Volusia County Educational Facilities Authority	6	315,065,000	300,265,000

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**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
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**NOTE 9.**  
**PENSION PLANS**

**A. THE COUNTY'S PENSION PLANS**

The County follows GASB Statement No. 67, *Financial Reporting for Pension Plans* and GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, for reporting financial statement amounts related to pensions.

The County participates in the following pension plans:

	<b>Defined Benefit Pension Plans</b>	<b>Defined Contribution Pension Plan</b>
<b>Administered by the State of Florida:</b>	<ul style="list-style-type: none"><li>• Florida Retirement System (FRS)</li><li>• Retiree Health Insurance Subsidy (HIS) Program</li></ul>	<ul style="list-style-type: none"><li>• FRS Investment Plan</li></ul>
<b>Administered by the County:</b>	<ul style="list-style-type: none"><li>• Volunteer Firefighters Pension Plan</li></ul>	

The County includes on its financial statements a net pension asset related to the Volunteer Firefighter Pension Plan and the employers' proportionate share of the net pension liabilities for the FRS and HIS defined benefit pension plans.

**B. GENERAL INFORMATION ABOUT THE FLORIDA RETIREMENT SYSTEM (FRS)**

The Florida Retirement System (FRS) was created by Chapter 121, Florida Statutes. The FRS was created to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan to assist retired members of any state-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the County are eligible to enroll as members of the State administered Florida Retirement System (FRS). Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and Florida Retirement System Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature.

The FRS is a cost sharing, multiple employer public-employee retirement system with two defined benefit plans and other nonintegrated programs administered by the Department of Management Services, Division of Retirement. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services, Division of Retirement. The comprehensive annual financial report of the FRS is available by mail at P.O. Box 9000, Tallahassee, Florida 32315-9000; by e-mail at [rep@dms.myflorida.com](mailto:rep@dms.myflorida.com); at the Division's website ([http://www.dms.myflorida.com/workforce\\_operations/retirement/publications/annual\\_reports](http://www.dms.myflorida.com/workforce_operations/retirement/publications/annual_reports)); or by telephone at (877) 377-1737 (toll-free) or (850) 488-5706 (local).

The FRS Investment Plan is administered by the Florida State Board of Administration (SBA), and is reported in an SBA annual financial statement and in the State of Florida Comprehensive Annual Financial Report. The State of Florida Comprehensive Annual Financial Report is available from the Florida Department of Financial Services, Bureau of Financial Reporting, Statewide Financial Reporting Section by mail at 200 E. Gaines Street, Tallahassee, Florida 32399-0364; at the Department's website (<http://www.myfloridacfo.com/Division/AA/Reports/>) or by telephone at (850) 413-5511 (local).

**COUNTY OF VOLUSIA, FLORIDA**  
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**C. DEFINED BENEFIT PENSION PLANS**

**1. Florida Retirement System (FRS) Defined Benefit Pension Plan**

**Plan Description.** The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

- Regular Class – Members of the FRS who do not qualify for membership in the other classes.
- Senior Management Service Class – Members in senior management level positions.
- Special Risk Class – Members employed as law enforcement officers, firefighters, or correctional officers.
- Elected Officers' Class – Elected county officials.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service. Members of the Plan may include up to four years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

**Benefits Provided.** Benefits under the FRS Pension Plan are computed on the basis of age, average final compensation, creditable years of service, and accrual value by membership class. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. Pension benefits of retirees and annuitants are increased each July 1 by a cost-of-living adjustment. As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of three percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. FRS Pension Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement. Terms of the benefits provided by the Plan may be amended only by the State Legislature with a change in the Statutes governing the Plan.

**Contributions.** The State of Florida establishes contribution rates for participating employers and employees. The County's employer and employee contribution rates are established in Section 121.71, Florida Statutes. Employer contribution rates under the uniform rate structure (a blending of both the FRS Pension Plan and Investment Plan rates) are recommended by the Plan actuary but set by the Legislature. Statutes require any unfunded actuarial liability be amortized over 30 plan years. Contribution rates during the fiscal year were as follows:

Class	Oct 1, 2016 - June 30, 2017		July 1, 2017 - Sept 30, 2017	
	Percent of Gross Salary		Percent of Gross Salary	
	Employee	Employer (A)	Employee	Employer (A)
Florida Retirement System, Regular	3.00	7.52	3.00	7.92
Florida Retirement System, Senior Management Service	3.00	21.77	3.00	22.71
Florida Retirement System, Special Risk	3.00	22.57	3.00	23.27
Florida Retirement System, Elected County Officers	3.00	42.47	3.00	45.50
Deferred Retirement Option Program - Applicable to Members from All of the Above Classes	0.00	12.99	0.00	13.26
Florida Retirement System, Reemployed Retiree	(B)	(B)	(B)	(B)

(A) Employer rates include a rate for the retiree health insurance subsidy program of 1.66 percent. Also, employer rates, other than for DROP participants, include a rate for administrative costs of the Investment Plan of 0.06 percent.

(B) Contribution rates are dependent upon the retirement class in which the employee was reemployed.

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The County's contributions to the FRS Pension Plan (not including the 1.66 percent HIS Program Contributions or employee contributions) totaled \$17,509,441 for the fiscal year ended September 30, 2017. Employee contributions totaled \$3,486,096 for the same period.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At September 30, 2017, the County reported a liability of \$207,910,199 for its proportionate share of the FRS Pension Plan net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The County's proportionate share of the net pension liability was based on accrued retirement contributions for employers that were members of the FRS Pension Plan during the plan year ended June 30, 2017. At June 30, 2017, the County's proportionate share was 0.7029 percent, which was an increase of 0.0224 percent from its proportionate share of 0.6805 percent measured as of June 30, 2016.

For the fiscal year ended September 30, 2017, the County recognized pension expense of \$34,071,415 for the FRS Pension Plan. At September 30, 2017 the County reported deferred outflows of resources and deferred inflows of resources related to pensions for the FRS Pension Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 19,081,153	\$ 1,151,716
Changes in assumptions	69,872,505	-
Net difference between projected and actual earnings on pension plan investments	-	5,152,534
Changes in proportion and differences between County contributions and proportionate share of contributions	8,597,870	5,891,976
County contributions subsequent to the measurement date	4,205,411	-
<b>Total</b>	<u><u>\$101,756,939</u></u>	<u><u>\$ 12,196,226</u></u>

The deferred outflows of resources related to pensions totaling \$4,205,411 resulting from County contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2018. Other amounts reported for the FRS Pension plan as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ended</u>	<u>Amount Recognized</u>
9/30/2018	\$ 361,636
9/30/2019	18,247,143
9/30/2020	11,111,063
9/30/2021	(4,107,501)
9/30/2022	4,993,284
Thereafter	54,749,677

**Actuarial Assumptions.** The total pension liability for the FRS Pension Plan was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below.

Valuation date	July 1, 2017
Measurement date	June 30, 2017
Discount rate	7.10%
Long-term expected rate of return, net of investment expense	7.10%
Municipal bond rate	N/A
Inflation	2.60%
Salary increase, including inflation	3.25%
Mortality	Generational RP-2000 with Projection Scale BB
Actuarial cost method	Individual Entry Age Normal

**COUNTY OF VOLUSIA, FLORIDA**  
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The actuarial assumptions that determined the total pension liability of the FRS Pension Plan as of June 30, 2017, were based on the results of an actuarial experience study for the period July 1, 2008 through June 30, 2013.

The only change in actuarial assumptions since the previous valuation date was to decrease the discount rate and long-term expected rate of return by 0.50 percent, from the prior 7.60 percent down to 7.10 percent. The change was made in order to align the rates with the total of (1) the annual inflation assumption of 2.60 percent and (2) the articulated real return target in the current Florida State Board of Administration's investment policy of 4.50 percent.

**Discount Rate.** The discount rate used to measure the total pension liability for the FRS Pension Plan disclosed above is based on a projection of cash flows that assumed that employee contributions will be made at the current contribution rate and that contributions from participating members will be made at statutorily required rates, actuarially determined. Based on those assumptions, the FRS Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Long-Term Expected Rate of Return.** The long-term expected rate of return assumption of 7.10 percent consists of two building block components: 1) a real (in excess of inflation) return of 4.50 percent, consistent with the currently articulated real return target in the current Florida State Board of Administration's investment policy, developed using capital market assumptions calculated by Aon Hewitt Investment Consulting; and 2) a long-term average annual inflation assumption of 2.60 percent as adopted in October 2017 by the FRS Actuarial Assumption Conference. For reference, the table below contains a summary of assumptions for each of the asset classes in which the plan was invested at that time based on the long-term target asset allocation. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1%	3.0%	3.0%	1.8%
Fixed income	18%	4.5%	4.4%	4.2%
Global equity	53%	7.8%	6.6%	17.0%
Real estate (property)	10%	6.6%	5.9%	12.8%
Private equity	6%	11.5%	7.8%	30.0%
Strategic investments	12%	6.1%	5.6%	9.7%
<b>Total</b>	<b>100%</b>			
Assumed Inflation - Mean			2.6%	1.9%

**Sensitivity of the County's Proportionate Share of the Net Position Liability to Changes in the Discount Rate.**

The following presents the County's proportionate share of the net pension liability of the FRS Pension Plan calculated using the discount rate of 7.10 percent. Also presented is what the County's proportionate share of the FRS Pension Plan net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
County's proportionate share of the FRS Pension Plan net pension liability	\$376,304,903	\$207,910,199	\$ 68,104,014

**Pension Plan Fiduciary Net Position.** Detailed information about FRS Pension Plan's fiduciary net position is available in the separately issued FRS Comprehensive Annual Financial Report. The comprehensive annual financial report of the FRS is available by mail at P.O. Box 9000, Tallahassee, Florida 32315-9000; by telephone at (877) 377-1737 (toll-free) or (850) 488-5706 (local); by e-mail at rep@dms.myflorida.com; or at the Division's website ([http://www.dms.myflorida.com/workforce\\_operations/retirement/publications/annual\\_reports](http://www.dms.myflorida.com/workforce_operations/retirement/publications/annual_reports)).

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**2. Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan**

**Plan Description.** The HIS Pension Plan is a cost-sharing multiple-employer defined benefit pension plan established to provide a monthly subsidy payment to retired members of any state-administered retirement system in order to assist such retired members in paying the costs of health insurance. Persons are eligible for health insurance subsidy payments who are retired under a state-administered retirement system, or a beneficiary who is a spouse or financial dependent entitled to receive benefits under a state-administered retirement system except those individuals who are pension recipients under Section 121.40, 237.08(18)(a) and 250.22, Florida Statutes, or recipients of health insurance coverage under Section 110.1232, Florida Statutes or any other special pension or relief act are not eligible for such pension payments. A person is deemed retired from a state-administered retirement system when he or she terminates employment with all employers participating in the Florida Retirement System and:

- For a member of the FRS investment plan, the participant meets the age or service requirements to qualify for normal retirement per Section 121.021(29), Florida Statutes and meets the definition of retiree in Section 121.4501(2), Florida Statutes.
- For a member of the FRS defined benefit pension plan, or any employee who maintains creditable service under the pension plan and the investment plan, the member begins drawing retirement benefits from the pension plan.

Any person retiring on or after July 1, 2001, as a member of the Florida Retirement System, including a member of the investment plan, must satisfy the vesting requirements for his or her membership class under the pension plan as administered under Chapter 121, Florida Statutes. Any person retiring due to disability must qualify for a regular or in-line-of-duty disability benefit per provisions under Chapter 112, Florida Statutes.

**Benefits Provided.** The benefit of the HIS Pension Plan is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs and is administered by the Department of Management Services, Division of Retirement. HIS benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

For the fiscal year ended September 30, 2017, eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of creditable service completed at the time of retirement multiplied by \$5. The payments are at least \$30 but not more than \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can include Medicare. Terms of the benefits provided by the Plan may be amended only by the State Legislature with a change in the Statutes governing the Plan.

**Contributions.** The HIS Pension Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2017, the contribution rate of payroll pursuant to section 112.363, Florida Statutes was 1.66 percent. There are no employee contributions required for the HIS Pension Plan. HIS Pension Plan contributions are deposited in a separate trust fund from which HIS payments are authorized.

The County's contributions to the HIS Pension Plan totaled \$2,467,584 for the fiscal year ended September 30, 2017.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At September 30, 2017, the County reported a liability of \$51,498,191 for its proportionate share of the HIS Pension Plan net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. Liabilities originally calculated as of the actuarial valuation date were recalculated as of the measurement date using a standard actuarial roll-forward technique. The County's proportionate share of the net pension liability was based on accrued retirement contributions for employers that were members of the HIS Pension Plan during the plan year ended June 30, 2017. At June 30, 2017, the County's proportionate share was 0.4816 percent, which was an increase of 0.0161 percent from its proportionate share of 0.4655 measured as of June 30, 2016.

For the fiscal year ended September 30, 2017, the County recognized pension expense of \$4,039,275 for the HIS Pension Plan.

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At September 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions for the HIS Pension Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 107,228
Changes in assumptions	7,238,875	4,453,103
Net difference between projected and actual earnings on pension plan investments	28,560	-
Changes in proportion and differences between County contributions and proportionate share of contributions	2,078,960	847,301
County contributions subsequent to the measurement date	562,665	-
<b>Total</b>	<u><b>\$ 9,909,060</b></u>	<u><b>\$ 5,407,632</b></u>

The deferred outflows of resources related to pensions totaling \$562,665 resulting from County contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2018. Other amounts reported for the HIS Pension plan as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ended</u>	<u>Amount Recognized</u>
9/30/2018	\$ 966,168
9/30/2019	960,763
9/30/2020	958,169
9/30/2021	901,085
9/30/2022	555,528
Thereafter	(402,950)

**Current Portion of Net Pension Liability.** Because the HIS Pension Plan is funded on a pay-as-you-go basis, the plan does not have sufficient assets to pay the benefits coming due in the next plan year. As such, there is a current portion reported for the net pension liability HIS Pension Plan. The current portion of the net pension liability is the County's proportionate share of benefit payments expected to be paid within one year, net of the County's proportionate share of the pension plan's fiduciary net position available to pay that amount.

**Actuarial Assumptions.** The total pension liability for the HIS Pension Plan was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected to the measurement date.

Valuation date	July 1, 2016
Measurement date	June 30, 2017
Discount rate	3.58%
Long-term expected rate of return, net of investment expense	N/A
Municipal bond rate	3.58%
Inflation	2.60%
Salary increase, including inflation	3.25%
Mortality	Generational RP-2000 with Projection Scale BB
Actuarial cost method	Individual Entry Age Normal

The actuarial assumptions that determined the total pension liability of the HIS Pension Plan as of June 30, 2017, were based on the results of an actuarial experience study of the FRS Pension Plan for the period July 1, 2008 through June 30, 2013.

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**Discount Rate.** In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS Pension Plan is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate changes since the previous measurement date are due to changes in the applicable municipal bond rate.

**Long-Term Expected Rate of Return.** As stated above, the HIS Pension Plan is essentially funded on a pay-as-you-go basis. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumptions for cash flows into and out of the pension plan, or assumed asset allocation.

**Sensitivity of the County's Proportionate Share of the Net Position Liability to Changes in the Discount Rate.** The following presents the County's proportionate share of the net pension liability of the HIS Pension Plan calculated using the discount rate of 3.58 percent. Also presented is what the County's proportionate share of the HIS Pension Plan net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.58 percent) or 1-percentage-point higher (4.58 percent) than the current rate:

	1% Decrease (2.58%)	Current Discount Rate (3.58%)	1% Increase (4.58%)
County's proportionate share of the HIS Pension Plan net pension liability	\$ 58,766,255	\$ 51,498,191	\$ 45,444,294

**Pension Plan Fiduciary Net Position.** Detailed information about HIS Pension Plan's fiduciary net position is available in the separately issued FRS Comprehensive Annual Financial Report. The comprehensive annual financial report of the FRS is available by mail at P.O. Box 9000, Tallahassee, Florida 32315-9000; by telephone toll free at (844) 377-1888 or (850) 907-6500; by e-mail at [rep@dms.myflorida.com](mailto:rep@dms.myflorida.com); or at the Division's Web site ([http://www.dms.myflorida.com/workforce\\_operations/retirement/publications/annual\\_reports](http://www.dms.myflorida.com/workforce_operations/retirement/publications/annual_reports)).

### 3. Volunteer Firefighters Defined Benefit Pension Plan

**Plan Description.** The Volunteer Firefighters Pension Plan (VFPP) is a single-employer defined benefit pension plan administered by the County of Volusia. The VFPP 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).

**Pension Board.** The County Council appoints the Volunteer Firefighters Retirement Advisory Board. Members include the Chief Financial Officer, the Fire Services Director, the Human Resources Director, and two volunteers appointed by the County Council to represent the volunteer firefighters. The Board is also the Plan Administrator and has delegated day-to-day duties to County staff.

**Benefits Provided.** 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 VFPP 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 County 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 cost-of-living adjustments. Authority to establish and amend benefits rests with the County Council, and no changes in benefits provided were made during the fiscal year.



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**Plan Membership.** Membership in the plan consisted of the following at October 1, 2017, the most recent actuarial valuation date:

Retirees and beneficiaries receiving benefits	38
Terminated plan members entitled to, but not yet receiving benefits	6
Active plan members:	
Vested	1
Non-vested	28
<b>Total plan members</b>	<b><u>73</u></b>
Number of participating employers	1

**Contributions.** 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. Authority to establish and amend contribution requirement rests with the County Council. The County did not make any contributions to the VFPP for the fiscal year ended September 30, 2017, nor was it actuarially required to do so. Volunteers do not contribute to the plan.

**Plan Investment Policies.** The VFPP's investment policy is included in the County's investment policy requiring County Council approval for any amendments. In addition to participating in the County's pool of investments, the VFPP is permitted to invest in bonds, stocks, or other evidence of indebtedness issued or guaranteed by a corporation organized under the laws of the United States provided the corporation is listed on any one or more of the recognized national stock exchanges and has an unsecured, uninsured, and unguaranteed obligation rating within the "A" category by a major rating service. In addition, the plan is permitted to invest in mutual funds regulated by the Securities and Exchange Commission and whose portfolios consist only of domestic securities receiving a minimum rating of three stars by Morningstar, and index mutual funds that have a portfolio matching that of a broad-based index such as Standard and Poor's. No investment policy changes were made during the fiscal year.

In order to provide diversification, the VFPP's investment policy provides that no more than 30 percent of the value of the pension system's assets be invested in the securities of any single issuer or instrument with the exception of U.S. Government securities and agencies or the County's investment pool. No other policies have been established with respect to asset allocation.

Plan investments are reported at fair value. Securities and equities traded on a national exchange are valued at the last reported sales price.

**Money-Weighted Rate of Return.** The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. External cash inflows are netted with external cash outflows, resulting in a net external cash outflow for each month. For the fiscal year ended September 30, 2017, the annual money-weighted rate of return on pension plan investments was 8.71 percent.

**Allocation of Investments.** Other than the single issuer limitation previous described, there are no policies established with respect to asset allocation for the VFPP. As such, there is no assumed asset allocation for the plan's portfolio.

Pension funds are currently invested in the County's investment pool and selected equities. As of September 30, 2017 the assets of the plan were allocated as follows:

<u>Investment</u>	<u>Percent of Pension Portfolio</u>
Domestic Equities	34.60
County's Investment Pool	65.40
<b>Total</b>	<b><u>100.00</u></b>

The VFPP has one equity investment in a single organization that exceeds five percent of the plan's fiduciary net position, which is a Brown and Brown Inc. common stock, which had a market value of \$1,397,510 or 30% of plan net position at September 30, 2017.

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**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** The County's net pension liability (asset) for the VFPP was measured as of September 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The components of the VFPP's net pension liability (asset) at September 30, 2017, along with the changes from the prior year were as follows:

	<b>Increase / (Decrease)</b>		
	<b>Total Pension Liability</b>	<b>Plan Fiduciary Net Position</b>	<b>Net Pension Liability / (Asset)</b>
	<b>(a)</b>	<b>(b)</b>	<b>(a) - (b)</b>
Balances at September 30, 2016	\$ 1,647,997	\$ 4,380,009	\$ (2,732,012)
Changes for the year:			
Service cost	55,908	-	55,908
Interest on total pension liability	70,164	-	70,164
Differences between expected and actual experience	80,780	-	80,780
Net investment income	-	376,510	(376,510)
Benefits payments	(105,972)	(105,972)	-
Administrative expense	-	(3,021)	3,021
Net changes	100,880	267,517	(166,637)
<b>Balances at September 30, 2017</b>	<b>\$ 1,748,877</b>	<b>\$ 4,647,526</b>	<b>\$ (2,898,649)</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>			<b>265.74%</b>

For the fiscal year ended September 30, 2017, the County recognized pension expense of \$32,105 for the VFPP.

At September 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions for the VFPP from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 63,758	\$ -
Changes in assumptions	14,914	-
Net difference between projected and actual earnings on pension plan investments	-	138,240
<b>Total</b>	<b>\$ 78,672</b>	<b>\$ 138,240</b>

Amounts reported for the VFPP as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Fiscal Year Ended</b>	<b>Amount Recognized</b>
9/30/2018	\$ 18,347
9/30/2019	1,224
9/30/2020	(44,451)
9/30/2021	(34,688)
9/30/2022	-
Thereafter	-

**Discount Rate.** The discount rate used to measure the total pension liability for the VFPP disclosed above is based on a projection of cash flows that assumed that employer contributions will be made at rates equal to actuarially determined contribution rates. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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**Actuarial Assumptions.** The total pension liability for the VFPP was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below. Since the membership of the plan is comprised of volunteers, no estimates for wage adjustments are included.

Valuation date	September 30, 2017
Measurement date	September 30, 2017
Discount rate	4.25%
Long-term expected rate of return, net of investment expense	4.25%
Municipal bond rate	N/A
Inflation	2.50%
Salary increase, including inflation	N/A
Mortality	Generational RP-2000 with Projection Scale BB
Actuarial cost method	Individual Entry Age Normal

While no formal experience study was performed, the mortality tables and investment return assumption were studied and updated in connection with the September 30, 2017 actuarial valuation which resulted in the total pension liability for the VFPP.

**Long-Term Expected Rate of Return.** As previously stated, the plan does not have an assumed asset allocation; therefore there is also no expected rate of return for each major asset class in the portfolio. The long-term expected rate of return for the VFPP was selected at the top level of the plan only. The expected rate of return was selected based on expected future returns considering long-term historical performance of the plan.

**Sensitivity of the Net Pension Liability to the Single Discount Rate Assumption.** The following presents the net pension liability of the County, calculated using the discount rate of 4.25 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.25 percent) or 1-percentage-point higher (5.25 percent) than the current rate:

	<b>1% Decrease (3.25%)</b>	<b>Current Discount Rate (4.25%)</b>	<b>1% Increase (5.25%)</b>
VFPP net pension liability	(\$2,677,490)	(\$2,898,649)	(\$3,079,528)

**Pension Plan Fiduciary Net Position.** Detailed information about VFPP's fiduciary net position is included in the basic financial statements.

#### **D. DEFINED CONTRIBUTION PENSION PLAN**

The County contributes to the FRS Investment Plan (Investment Plan), a defined contribution pension plan, for its eligible employees electing to participate in the Investment Plan. The Investment Plan is administered by the SBA, and is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report. As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through required employer contributions and by forfeited benefits of plan members. The required employer contribution rate 0.06 percent. County employees already participating in DROP are not eligible to participate in this program.

Service retirement benefits are based upon the value of the member's account upon retirement. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of invested funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Allocations to the investment member's accounts during the fiscal year were as follows:

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<b>Class</b>	<b>Percent of Gross Salary</b>	
	<b>Employee</b>	<b>Employer</b>
Florida Retirement System, Regular	3.00	3.30
Florida Retirement System, Senior Management Service	3.00	4.67
Florida Retirement System, Special Risk	3.00	11.00
Florida Retirement System, Elected County Officers	3.00	8.34

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2017, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the County.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The County's FRS Investment Plan contributions and pension expense (not including the 1.66 percent HIS Program Contributions or employee contributions) totaled \$1,324,189 for the fiscal year ended September 30, 2017. Employee contributions totaled \$619,101 for the same period.

**E. PENSION EXPENSE SUMMARY**

The total of the County's pension expense for the fiscal year ended September 30, 2017 is as follows:

<b>Defined Benefit Plans:</b>	
Florida Retirement System	\$ 34,071,415
Retiree Health Insurance Subsidy Program	4,039,275
Volusia Firefighters Pension Plan	32,105
Total defined benefit pension expense	38,142,795
<b>Defined Contribution Plan:</b>	
FRS Investment Plan	1,324,189
<b>Total pension expense</b>	<b>\$ 39,466,984</b>

**F. PAYABLES TO PENSION PLAN**

Due to remittance of contributions for the plan month ended September 2017 before September 30, 2017, there is no payable to the pension plan reported at September 30, 2017.

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**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 Postemployment Health Plan is a single-employer defined benefit plan administered by the County. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees and eligible dependents who retire from the County may continue to participate in the County's health and hospitalization plans for medical and prescription drug coverage. 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. The County subsidizes the premium rates paid by retirees by allowing them to participate in the plans at reduced or blend group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees.

All healthcare benefits are provided through the County's self-insured health plan, and benefit changes are governed by the County and can be amended by the County through management recommendations to, and approval by, County Council. To be eligible for benefits, an employee must be vested in the Florida Retirement System (FRS) and receiving pension benefits at termination. The benefit levels are the same as those afforded to active employees. Retirees who meet certain criteria are eligible to apply a portion of their leave balance towards medical costs for up to five years. Upon a retired employee reaching 65 years of age, Medicare becomes the primary insurer and the County's plan will not pay benefits already paid by Medicare. Effective January 1, 2017, post-65 retirees are provided coverage in separate fully insured plan. Retirees are charged the full premium so the County is no longer providing implicitly subsidized benefit on these post-65 retirees.

In future years, contributions are assumed to increase at the same rate as premiums. 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. FUNDING POLICY**

The employee, retiree, 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. 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 County has not advance-funded or established a funding methodology for the annual Other Postemployment Benefit (OPEB) costs or the net OPEB obligation and the OPEB plan is financed on a pay-as-you-go basis. For the fiscal year ended September 30, 2017, retired employees contributed \$2,719,152 to the plan. For those employees, through its self-insured Employee Group Insurance fund, the County paid \$4,573,219 in claims and administrative costs resulting in a net contribution of \$1,854,067 or 1.21 percent of covered payroll. The amount paid by retirees represents 1.78 percent of covered payroll. Active employees do not contribute to the plan until retirement.

**C. MEMBERSHIP**

At October 1, 2016, the most recent actuarial valuation date, membership consisted of:

Active employees	2,951
Inactive employees	421
<b>Total members</b>	<b><u>3,372</u></b>

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**D. 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 ending September 30, 2017. 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.

Normal cost (service cost)	\$ 1,428,395
Amortization of Unfunded actuarial accrued liability	1,869,240
Interest on normal cost and amortization	131,906
Annual required contribution	<u>3,429,541</u>
Interest on net OPEB obligation	943,462
Adjustment to annual required contribution	<u>(876,087)</u>
Annual OPEB cost	3,496,916
Less: contributions made	<u>1,854,067</u>
Increase in net OPEB obligation	1,642,849
Net OPEB obligation beginning of year	23,586,557
<b>Net OPEB obligation end of year</b>	<b><u><u>\$ 25,229,406</u></u></b>

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:

<b>Fiscal Year Ended</b>	<b>Annual OPEB Cost</b>	<b>Employer Contributions</b>	<b>Percentage of Annual OPEB Cost Contributed</b>	<b>Net OPEB Obligation</b>
09/30/17	\$ 3,496,916	\$ 1,854,067	53.02	\$ 25,229,406
09/30/16	4,324,344	1,880,185	43.48	23,586,557
09/30/15	4,107,462	2,864,051	69.73	21,142,398

**E. FUNDED STATUS AND FUNDING PROGRESS**

The funded status of the plan as of September 30, 2017 is as follows:

Actuarial accrued liability (AAL)	\$ 33,543,596
Actuarial value of plan assets	N/A
Unfunded actuarial accrued liability (UAAL)	\$ 33,543,596
Funded ratio (actuarial value of plan assets/AAL)	N/A
Covered payroll (active plan members)	\$ 153,162,308
UAAL as a percentage of covered payroll	21.90

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 trends. 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.

**COUNTY OF VOLUSIA, FLORIDA**  
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**F. 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 ARC for other post-employment benefits was determined as part of the actuarial valuation using the following methods and assumptions:

Actuarial Cost Method	Entry age
Amortization Method	Level percent of payroll, closed
Amortization Period, Original	30 years
Amortization Period, Remaining	19 years
Asset Valuation Method	N/A
Mortality	RP2000 Generational, Scale BB
Investment Return (Discount Rate)	4.0%
General Inflation	2.5%
Salary Increase Rate	4.5%
Payroll Growth Rate	3.5%
Post-retirement Benefit Increases	N/A
Percentage of Actives Assumed to Utilized	
Leave Balance Subsidy at Retirement	20%

**Participation Rates**

<u>Category</u>	<u>Using Leave Balance</u>	<u>Without Leave Balance</u>
(1) Pre-65	50%	35%
(2) Post-65	40%	N/A

**Marital Status and Age of Spouse**

<u>Assumption</u>	<u>Male</u>	<u>Female</u>
(1) Married	85%	65%
(2) Elect Spouse Coverage	70%	30%
(3) Spouse Age Difference	3 years older	3 years younger

**Healthcare Cost Trend Rates**

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2017	8.75%	2026	5.75%
2018	8.50%	2027-2038	5.50%
2019	8.00%	2039-2041	5.25%
2020	7.75%	2042-2049	5.00%
2021	7.25%	2050-2065	4.75%
2022	7.00%	2066-2068	4.50%
2023	6.75%	2069-2072	4.25%
2024	6.25%	2073+	4.00%
2025	6.00%		

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
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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:

<b>Minimum Future Rentals as of September 30, 2017</b>	
2018	\$ 8,654,227
2019	8,440,509
2020	8,362,984
2021	8,187,764
2022	8,243,793
2023-2027	21,740,757
2028-2032	7,760,334
2033-2037	4,641,812
2038-2042	2,402,273
2043-2047	627,934
2048-2052	23,750
2053-2057	10,292
<b>Total</b>	<b>\$ 79,096,429</b>

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, 2017, of the Airport's investment in lease property and property held for lease by major classes.

<b>Investment in Property on Operating Leases and Property Held for Lease as of September 30, 2017</b>	
Land	\$ 4,278,696
Buildings	4,022,491
Improvements other than buildings	20,467,624
<b>Subtotal</b>	<b>28,768,811</b>
Less: Accumulated depreciation	(13,926,437)
<b>Total</b>	<b>\$ 14,842,374</b>



**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
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**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 7 and 21.2 years, respectively. The Plymouth Avenue site and the South Cell of the Tomoka Road site are closed.

Although closure and postclosure 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 postclosure care is \$33.6 million, of which \$24.0 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 of the Tomoka Road site, 76.71 percent of the estimated capacity of the combined Tomoka North and East Class I Cell, and 48.94 percent of the estimated capacity of the Tomoka Class III Cell. In future years, the County will recognize the remaining portion of \$9.6 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 \$24.0 million reported as landfill closure and postclosure care liability in the refuse disposal fund represents the estimated cost for closure and postclosure care, net of all closure expenses as of September 30, 2017.

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, 2017, cash and investments of \$12.9 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 postclosure care requirements are determined, these costs may need to be covered by increased landfill user charges.

**NOTE 13.**  
**NET POSITION DEFICIT**

The Employee Group Health Insurance Fund deficit net position of \$5,533,913 occurs only after recognition of costs for other post-employment benefits (OPEB) required by generally accepted accounting principles. Due to the long-term nature of the OPEB liability, as described in Note 10, the County pays these costs on a pay-as-you-go basis which, therefore, has little or no effect on the County's overall net position.

**NOTE 14.**  
**DUE FROM FEDERAL EMERGENCY MANAGEMENT AGENCY (FEMA) AND FLORIDA STATE DIVISION OF EMERGENCY MANAGEMENT (FDEM)**

During the fiscal year ended September 30, 2017, the County incurred substantial costs related to Hurricane Matthew and Hurricane Irma. The County has applied for assistance from the Federal Emergency Management Agency (FEMA) Public Assistance Program authorized by the Robert T. Stafford Disaster Relief and Emergency Assistance Act, Public Law 93-288, 42 U.S.C 5121-5206. The Public Assistance Program requires a non-federal match for all assistance, which is generally 25 percent of allowable costs, although special programs exist that lower this requirement. As prescribed in Florida Statutes § 252.37(1), the State of Florida Division of Emergency Management (FDEM) provides half of the non-federal match, and the County provides the remainder.

As of September 30, 2017, the County has accrued revenue from FEMA and FDEM of \$15,453,979 and \$1,582,868, respectively, for cost reimbursements related to Hurricane Matthew. These amounts are included as due from other governments in the federal and state grants fund. As of September 30, 2017, the County has not accrued revenue from FEMA or FDEM for cost reimbursements related to Hurricane Irma, as there was not yet a contractual agreement in place authorizing assistance to the County for Hurricane Irma, due to a change in contracting procedures by FDEM. A contractual agreement is required by generally accepted accounting principles before revenue can be accrued from such agreement. The County expects a contractual agreement to be entered into with FDEM once the first project worksheet for Hurricane Irma is approved by FEMA.

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
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**NOTE 15.**  
**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, general 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.

The insurance fund provides coverage for up to a maximum of \$650,000 for each workers' compensation and \$500,000 for each general, automobile, public official or law enforcement 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 workers' compensation and general, automobile, law enforcement and public official liability claims for incidents that exceed the self-insured retention. For workers' compensation claims, this coverage reimburses for all eligible claims costs that exceed the fund's \$650,000 self-insured retention up to statutory limits. For general, automobile and law enforcement liability claims, the limits of commercial coverage are \$5,000,000 per occurrence/\$10,000,000 aggregate, while public official limits are \$2,000,000 per occurrence/\$2,000,000 aggregate.

The insurance fund also provides coverage for property damage claims up to a certain amount. The self-insured retention for named storm damage is three percent of the value of the damaged property, subject to a minimum of \$100,000. Other than named storms, the self-insured retention is \$100,000 for wind and hail events and \$25,000 for all other perils, except other perils related to vacant buildings, for which the self-insured retention is \$50,000. Commercial insurance has been secured for property damage claims that exceed the self-insured retentions. The limits of the commercial insurance are \$40,000,000 for named storm wind damage, \$20,000,000 for named storm flood damage and \$150,000,000 for all other perils.

For medical malpractice insurance, the County is not self-insured and has secured policies that cover the County in a tiered fashion. The base level of the tier is comprised of two policies (one for ambulatory medical services and the second for non-ambulatory medical services) that provide coverage up to a \$5,000,000 per occurrence/\$5,000,000 aggregate. These policies do not have a deductible or retention. A third policy is an additional tier that covers any claims (both ambulatory and non-ambulatory) in excess of the limits of the base tier up to \$5,000,000 per claimant/\$5,000,000 aggregate. Commercial insurance is also purchased for other risks not covered by the fund; this includes 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.

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 estimates of the insurance claims payable also include allocated loss adjustment expenses (incremental claims adjustment expenses). Allocated loss adjustment expense provides for all expenses associated with the handling and settling of claims that can be directly attributable to a particular claim. Such expenses typically include legal fees, investigatory expenses, expert witness fees, etc. No other costs associated with the County's insurance program have been considered in determining the insurance claims payable. 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.

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The present value of the liabilities for workers' compensation, general liability, and property damage claims, based upon expected losses of \$15,230,000 discounted at four percent, is \$12,857,000. Changes in the fund's claims liability amount in fiscal years 2016 and 2017 were:

<b>Changes in Claims Liability</b>	<b>2016</b>	<b>2017</b>
Beginning fiscal year liability	\$ 13,354,352	\$ 12,351,399
Incurred claims and changes in estimates	3,396,780	5,143,746
Claim payments	(4,399,733)	(4,638,145)
<b>Balance at fiscal year end</b>	<b>\$ 12,351,399</b>	<b>\$ 12,857,000</b>

## 2. Employee Group Insurance Fund

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 are assessed a bi-weekly amount of \$40 to help offset program costs and pay an additional premium to cover their dependents. 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 \$5,568,000 has been reported as a current liability. Changes in the fund's claims liability amount in fiscal years 2016 and 2017 were:

<b>Changes in Claims Liability</b>	<b>2016</b>	<b>2017</b>
Beginning fiscal year liability	\$ 4,784,370	\$ 4,737,828
Incurred claims and changes in estimates	40,750,148	35,776,773
Claim payments	(40,796,690)	(34,946,601)
<b>Balance at fiscal year end</b>	<b>\$ 4,737,828</b>	<b>\$ 5,568,000</b>

## 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, 2017, the sites that pose a probable liability include:

**Site 1:** The County has commenced pollution remediation activities due to petroleum contamination that occurred at a central fueling terminal. The cost elements associated with this site 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 2014, a Site Rehabilitation Funding Allocation Agreement (SRFA) was executed between Florida Department of Environmental Protection (FDEP) and the County of Volusia. The agreement covers 100 percent of the cost of the remediation and funding is split between FDEP and the County's storage tank pollution liability insurance carrier. While commencing the remediation in December 2016, four additional underground tanks were discovered. Because the County was previously unaware of the presence of these tanks, they were not covered by the County's storage tank insurance policy and were not included as part of the agreement with FDEP. Therefore, the County funded the excavation and removal of the four tanks. There is no future liability to the County since any future monitoring of the site is still covered under the agreement between the County and FDEP. The County's pollution liability insurance coverage covers the County's portion of this cost and as a result, no amounts are accrued for this site.

**COUNTY OF VOLUSIA, FLORIDA**  
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**Site 2:** In accordance with the 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 that there might have been 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 2017, the expected cash flow increased by \$31,332 bringing the total adjusted expected cash flow to \$1,393,575 with no expected recoveries. The total amount expended through September 30, 2017 was \$1,156,007. The remaining estimated liability is \$237,568.

**Site 3:** Petroleum contamination occurred at a fire station. FDEP contracted with a professional environmental engineering firm, which provided FDEP with an estimate of a reasonable range of potential outlays of the costs elements. In fiscal year 2015, FDEP submitted correspondence to Volusia County regarding the Petroleum Cleanup Participation Program (PCPP) agreement associated with this site. The PCPP agreement was signed by both the County and FDEP. In fiscal year 2015, the agreement was approved and assignment of a contractor of the County's choice was issued on a task assignment for the County's portion. Prior to the execution of the PCPP between FDEP and the County, FDEP expended \$23,984 on remediation activities. The total expected cash flow for all remediation activities is \$325,000, resulting in \$301,016 of expected cash flow under the PCPP agreement. The PCPP agreement calls for subsequent costs to be shared 75% by FDEP and 25% by the County. Since the execution of the PCPP agreement, total costs of \$25,928 have been incurred, \$19,446 of which were recovered from FDEP. As a result, the County's remaining estimated liability for this site is \$68,772.

**Site 4:** In June 2017, a county fuel truck malfunctioned; resulting in petroleum spill at one of the County's fueling stations. Due to imminent rain, County staff excavated and disposed the 15 cubic yards of polluted area, preventing further contamination. The County contracted with a professional environmental engineering firm, which collected and analyzed groundwater samples from the area. Based on the results of the groundwater sample analysis, the County has requested that no further assessment or remediation be required by FDEP. Subsequent to September 30, 2017, the County submitted a Limited Site Assessment Addendum Report to FDEP and FDEP concurred there is no need for any additional assessments or remediation around the fuel discharge location. A liability of \$32,892 is reported as of September 30, 2017 for remediation and engineering activities occurring after the close of the fiscal year.

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. ENCUMBRANCES AND CONSTRUCTION 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:

	<b>Major Construction</b>	<b>Other Purchase Orders</b>	<b>Total</b>
Major governmental funds:			
General	\$ -	\$ 14,231,346	\$ 14,231,346
Municipal service district	-	141,723	141,723
Federal and state grants	50,000,626	13,445,239	63,445,865
County transportation trust	5,348,834	1,286,273	6,635,107
Volusia Forever	-	50,005	50,005
Nonmajor governmental funds	6,161,343	8,834,342	14,995,685
<b>Total</b>	<b>\$ 61,510,803</b>	<b>\$ 37,988,928</b>	<b>\$ 99,499,731</b>

**COUNTY OF VOLUSIA, FLORIDA**  
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Details on the major construction commitments as of September 30, 2017 are as follows:

<u>Projects</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
<b>Governmental funds:</b>		
Veterans Memorial Bridge replacement	\$ 16,993,366	\$ 29,232,377
ECCRT Phase 5 - Brevard County to Cow Creek	3,436,804	6,797,918
Turnbull Bay Bridge replacement	2,488,001	6,786,739
ECCRT Phase 4B - Gobblers Lodge Road to Maytown	1,088,299	6,053,190
Countywide resurfacing	936,107	2,593,107
Smyrna Dunes boardwalk	2,440,270	2,541,609
Ocean Center air handler replacement	3,177,790	1,872,695
Williamson Blvd extension	13,570,833	1,729,167
LPGA Blvd widening	1,910,678	1,263,554
Main Street Bridge fender replacement	135,431	1,156,217
Spring-to-Spring trail Phase VII-B	922,753	939,033
Hiles Blvd off-beach parking	38,105	545,197
Total governmental funds	<u>47,138,437</u>	<u>61,510,803</u>
<b>Proprietary funds:</b>		
Solid waste administration building	574,593	2,802,416
Airport air handler replacement	1,123,531	1,668,958
Airport Rescue and Firefighting (ARFF) construction	5,938,097	949,771
Airport taxiway sierra extension	126,505	899,763
Normandy Blvd reclaimed water main extension	102,468	815,725
Total proprietary funds	<u>7,865,194</u>	<u>7,136,633</u>
<b>Total</b>	<u><b>\$ 55,003,631</b></u>	<u><b>\$ 68,647,436</b></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 (Commission). The purpose of the 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. Volusia County has pledged \$26.5 million, which will pay for two west side train stations, train sets, and track improvements. The County has already paid its Phase I share of the project. The County has a remaining commitment to pay related to Phase II of the project if it moves forward.

**F. COMMITMENT TO LOAN**

On March 3, 2016, the County contracted with the Volusia County School Board to purchase Hurst Elementary School (School) for \$210,700 and to provide a loan to the School Board in the amount of \$800,000 due October 1, 2019. The purchase of the School was completed during the fiscal year, however the loan has not yet been made to the School Board. The loan is to be used toward construction of a training and professional development center.

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Financial Statements**  
September 30, 2017

**NOTE 16.**  
**SUBSEQUENT EVENTS**

**A. LOAN AGREEMENT**

On December 7, 2017, County Council approved a loan agreement for a portion of the cost of a new Sheriff's evidence facility. The loan agreement for \$7,000,000 with CenterState Bank was entered into on December 14, 2017. The loan carries a fixed interest rate of 2.87 percent for twenty years. Transfers from the municipal service district fund will fund the debt service on this obligation.

**B. CONSTRUCTION COMMITMENTS**

On December 7, 2017, County Council approved a contract to rehabilitate the Daytona Beach International Airport taxiway November in the amount of \$8,358,275. On February 6, 2018, County Council approved a contract to construct a new Sheriff's Office evidence facility and forensics lab in the amount of \$11,795,504.

**NOTE 17.**  
**RECENT ACCOUNTING PRONOUNCEMENTS**

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the County's financial statements:

- GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, in June 2015, which establishes standards for recognizing and measuring liabilities, deferred outflows or resources, deferred inflows of resources, and expense/expenditures. GASB Statement No. 75 seeks to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions. The provisions in GASB Statement No. 75 are effective for fiscal years beginning after June 15, 2017.
- GASB issued Statement No. 83, *Certain Asset Retirement Obligations*, in November 2016, which addresses accounting and financial reporting for certain asset retirement obligations, which are legally enforceable liabilities associated with the retirement of a tangible capital asset. The provisions in GASB Statement No. 83 are effective for periods beginning after June 15, 2018.
- GASB issued Statement No. 84, *Fiduciary Activities*, in January 2017, which is intended to improve guidance regarding the identification and reporting of fiduciary activities. The provisions in GASB Statement No. 84 are effective for periods beginning after December 15, 2018.
- GASB issued Statement No. 85, *Omnibus 2017*, in March 2017, which improves guidance addressing several different accounting and financial reporting issues identified during the implementation and application of certain GASB pronouncements. The provisions in GASB Statement No. 85 are effective for periods beginning after June 15, 2017.
- GASB issued Statement No. 86, *Certain Debt Extinguishment Issues*, in May 2017, which improves consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources. The provisions in GASB Statement No. 86 are effective for periods beginning after June 15, 2017.
- GASB issued Statement No. 87, *Leases*, in June 2017, which aims to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. The provisions in GASB Statement No. 87 are effective for periods beginning after December 15, 2019.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**COUNTY OF VOLUSIA, FLORIDA**  
**Required Supplementary Information**  
**Florida Retirement System (FRS) Defined Benefit Pension Plan**

**Schedule of the County's Proportionate Share of the Net Pension Liability**  
Last Ten Fiscal Years (\*)

County Fiscal Year Ended September 30	Plan Sponsor Measurement Date June 30	County's Proportion of the FRS Net Pension Liability	County's Proportionate Share of the FRS Net Pension Liability	County's Covered Payroll	County's Proportionate Share of the FRS Net Pension Liability as a Percentage of Covered Payroll	FRS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2017	2017	0.7029%	\$ 207,910,199	\$ 132,477,431	156.94%	83.89%
2016	2016	0.6805%	171,831,787	123,828,544	138.77%	84.88%
2015	2015	0.6276%	81,065,939	119,722,230	67.71%	92.00%
2014	2014	0.6331%	38,630,178	116,670,810	33.11%	96.09%

**Schedule of County Contributions**  
Last Ten Fiscal Years (\*)

Fiscal Year Ended September 30	FRS Contractually Required Contribution	FRS Contributions in Relation to the Contractually Required Contribution	FRS Contribution Deficiency (Excess)	County's Covered Payroll	FRS Contributions as a Percentage of Covered Payroll
2017	\$ 17,509,441	\$ 17,509,441	\$ -	\$ 128,058,610	13.67%
2016	17,276,037	17,276,037	-	124,864,579	13.84%
2015	15,606,325	15,606,325	-	120,791,746	12.92%
2014	14,553,972	14,553,972	-	117,465,618	12.39%

(\*) The County implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015, including a restatement as of September 30, 2014. Information for prior years is not available.

The notes to the required supplementary information are an integral part of the schedules.



**COUNTY OF VOLUSIA, FLORIDA**  
**Required Supplementary Information**  
**Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan**

**Schedule of the County's Proportionate Share of the Net Pension Liability**  
Last Ten Fiscal Years (\*)

County Fiscal Year Ended September 30	Plan Sponsor Measurement Date June 30	County's Proportion of the HIS Net Pension Liability	County's Proportionate Share of the HIS Net Pension Liability	County's Covered Payroll	County's Proportionate Share of the HIS Net Pension Liability as a Percentage of Covered Payroll	HIS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2017	2017	0.4816%	\$ 51,498,191	\$ 153,642,779	33.52%	1.64%
2016	2016	0.4655%	54,251,655	143,736,905	37.74%	0.97%
2015	2015	0.4588%	46,795,117	139,524,314	33.54%	0.50%
2014	2014	0.4584%	42,865,587	136,394,389	31.43%	0.99%

**Schedule of County Contributions**  
Last Ten Fiscal Years (\*)

Fiscal Year Ended September 30	HIS Contractually Required Contribution	HIS Contributions in Relation to the Contractually Required Contribution	HIS Contribution Deficiency (Excess)	County's Covered Payroll	HIS Contributions as a Percentage of Covered Payroll
2017	\$ 2,467,584	\$ 2,467,584	\$ -	\$ 148,723,508	1.66%
2016	2,407,063	2,407,063	-	144,950,517	1.66%
2015	1,917,391	1,917,391	-	140,612,962	1.36%
2014	1,663,465	1,663,465	-	137,074,385	1.21%

(\*) The County implemented GASB Statement No. 68 for the fiscal year ended September 30, 2015, including a restatement as of September 30, 2014. Information for prior years is not available.

The notes to the required supplementary information are an integral part of the schedules.

**COUNTY OF VOLUSIA, FLORIDA**  
**Required Supplementary Information**  
**Volunteer Firefighters Pension Plan**

**Schedule of Changes in the County's Net Pension Liability and Related Ratios**  
Last Ten Fiscal Years (\*\*)

	<b>Fiscal Year Ended September 30,</b>			
	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
<b>Total pension liability</b>				
Service cost	\$ 55,908	\$ 55,908	\$ 35,975	\$ 39,007
Interest on total pension liability	70,164	69,207	73,852	76,192
Differences between expected and actual experience	80,780	-	35,367	-
Assumption changes	-	-	238,630	-
Benefit payments	(105,972)	(99,227)	(137,006)	(172,409)
<b>Net change in total pension liability</b>	<b>100,880</b>	<b>25,888</b>	<b>246,818</b>	<b>(57,210)</b>
<b>Total pension liability - beginning</b>	<b>1,647,997</b>	<b>1,622,109</b>	<b>1,375,291</b>	<b>1,432,501</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 1,748,877</b>	<b>\$ 1,647,997</b>	<b>\$ 1,622,109</b>	<b>\$ 1,375,291</b>
<b>Plan fiduciary net position</b>				
Net investment income	\$ 376,510	\$ 301,401	\$ 5,712	\$ 48,543
Benefit payments	(105,972)	(99,227)	(137,006)	(172,409)
Administrative expense	(3,021)	(9,346)	(12,374)	(4,372)
<b>Net change in plan fiduciary net position</b>	<b>267,517</b>	<b>192,828</b>	<b>(143,668)</b>	<b>(128,238)</b>
<b>Plan fiduciary net position - beginning</b>	<b>4,380,009</b>	<b>4,187,181</b>	<b>4,330,849</b>	<b>4,459,087</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 4,647,526</b>	<b>\$ 4,380,009</b>	<b>\$ 4,187,181</b>	<b>\$ 4,330,849</b>
<b>County's net pension liability - ending (a) - (b)</b>	<b>\$ (2,898,649)</b>	<b>\$ (2,732,012)</b>	<b>\$ (2,565,072)</b>	<b>\$ (2,955,558)</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	<b>265.74%</b>	<b>265.78%</b>	<b>258.13%</b>	<b>314.90%</b>
<b>Covered payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>County's net pension liability as a percentage of covered payroll</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Valuation date	10/1/2017	10/1/2015	10/1/2015	10/1/2014
Rollforward valuation date	N/A	10/1/2016	N/A	N/A

(\*\*) The County implemented GASB Statement No. 67 for fiscal year ended September 30, 2014. Information for prior years is not available.

**COUNTY OF VOLUSIA, FLORIDA**  
**Required Supplementary Information**  
**Volunteer Firefighters Pension Plan**

**Schedule of County Contributions**  
Last Ten Fiscal Years (\*\*)

<b>Fiscal Year Ended</b>	<b>Actuarial Valuation Date</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Actual Contributions as a Percentage of Covered Payroll</b>
9/30/2017	10/1/2015	\$ -	\$ -	\$ -	N/A	N/A
9/30/2016	10/1/2015	-	-	-	N/A	N/A
9/30/2015	10/1/2014	-	-	-	N/A	N/A
9/30/2014	10/1/2012	-	-	-	N/A	N/A

**Schedule of Money-Weighted Investment Return**  
Last Ten Fiscal Years (\*\*)

<b>Fiscal Year Ended September 30</b>	<b>Money-Weighted Rate of Return</b>
2017	8.71%
2016	7.30%
2015	0.13%
2014	1.10%

(\*\*) The County implemented GASB Statement No. 67 for fiscal year ended September 30, 2014.  
Information for prior years is not available.

The notes to the required supplementary information are an integral part of the schedules.

**COUNTY OF VOLUSIA, FLORIDA**  
**Required Supplementary Information**  
**Other Post-Employment Benefit Plan**

**Schedule of Funding Progress**  
Last Three Actuarial Valuations

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Plan Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) Entry Age (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll [(b-a)/c]</b>
09/30/2017	N/A	\$ 33,543,596	\$ 33,543,596	0.00%	\$ 153,162,308	21.90%
09/30/2016	N/A	30,343,604	30,343,604	0.00%	148,369,312	20.45%
09/30/2015	N/A	44,143,062	44,143,062	0.00%	149,784,280	29.47%

The notes to the required supplementary information are an integral part of the schedules.

**COUNTY OF VOLUSIA, FLORIDA**  
**Notes to the Required Supplementary Information**  
September 30, 2017

**NOTE 1.**  
**ACTUARIAL ASSUMPTION CHANGES**

**A. Florida Retirement System (FRS) Defined Benefit Pension Plan**

On the Schedule of the County's Proportionate Share of the Net Pension Liability, the only significant actuarial assumption changes affecting the trend of the amount reported for total pension liability for the FRS Pension Plan were changes in the long-term expected rate of return and discount rate. These rates were decreased from 7.65% to 7.60% between September 30, 2015 and September 30, 2016. The rates were further decreased from 7.60% to 7.10% for the fiscal year ended September 30, 2017. These decreases in rates were made to better align the rates with expected future investment returns.

**B. Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan**

On the Schedule of the County's Proportionate Share of the Net Pension Liability, the only significant actuarial assumption changes affecting the trend of the amount reported for total pension liability for the HIS Pension Plan were changes in the municipal bond rate and discount rate. These rates were decreased from 3.80% to 2.85% between September 30, 2015 and September 30, 2016. The rates were then increased from 2.85% to 3.58% for the fiscal year ended September 30, 2017. These changes were done in conformance with generally accepted accounting standards, which require unfunded plans to be discounted at the current municipal bond rate at each measurement date.

**C. Volunteer Firefighters Pension Plan**

On the Schedule of Changes in the County's Net Pension Liability and Related Ratios, the following significant actuarial assumption changes affect the trend of the amount reported for total pension liability as of September 30, 2015 from September 30, 2014:

- The investment return assumption was reduced from 5.50% to 4.25% following the Actuarial Standards of Practice as required under the Governmental Accounting Standards Board accounting standards. The consensus rate of return on a portfolio with an asset allocation similar to that of the Volunteer Firefighters Pension Plan falls between the geometric mean of 4.23% and the arithmetic mean of 4.40%. The County and its actuary chose the more conservative 4.25% rate of return, which includes an inflation component of 2.50%.
- The mortality table was updated from the RP 2000 Generational Mortality Tables for males and females with mortality improvement projected for all future years after 2000 using Scale AA to the same mortality assumptions used by the Florida Retirement System (FRS) as required by Florida Statutes. The mortality assumption used by the FRS for special risk members is the RP 2000 Generational Mortality Table with 100% Annuity White Collar rates for females and 10% Annuity White Collar/90% Annuitant Blue Collar rates for males with mortality improvement projected to all future years after 2000 using Scale BB. The mortality table is used to measure the probabilities of members dying before retirement and the probabilities of each benefit payment being made after retirement.



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## **SUPPLEMENTARY INFORMATION**

## **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 Fund**

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 to various special lighting districts throughout the County.

#### **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.



## **Nonmajor Governmental Funds**

### **Special Revenue Funds (continued)**

#### **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 stormwater 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 a voter approved special property tax dedicated for 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 facility inmates. Profits from these sales are used to purchase recreational equipment for the inmates.

### **Debt Service Funds**

The Debt Service Funds are used to account for the accumulation of resources for and payment of principal, interest, and related costs of governmental long-term debt.

#### **Limited Tax General Obligation Bond**

The Limited Tax General Obligation Bond Fund accounts for debt service activity related to the Limited Tax General Obligation Refunding Bond, Series 2014.

#### **Subordinate Lien Sales Tax Revenue Bonds**

The Subordinate Lien Sales Tax Revenue Bonds Fund accounts for debt service activity related to the Subordinate Lien Sales Tax Revenue Bonds, Series 2008.

## **Nonmajor Governmental Funds**

### **Debt Service Funds (continued)**

#### **Sales Tax Refunding Revenue Bond**

The Sales Tax Refunding Revenue Bond Fund accounts for debt service activity related to the Capital Improvement Refunding Revenue Bond, Series 2012.

#### **Gas Tax Refunding Revenue Bond**

The Gas Tax Refunding Revenue Bond Fund accounts for debt service activity related to the Gas Tax Refunding Revenue Bond, Series 2013.

#### **Tourist Development Tax Refunding Revenue Bonds**

The Tourist Development Tax Refunding Revenue Bonds Fund accounts for debt service activity related to the Tourist Development Tax Refunding Revenue Bonds, Series 2004 and Tourist Development Tax Refunding Revenue Bond, Series 2014A and Series 2014B.

#### **Capital Improvement Revenue Notes and Refunding Revenue Bond**

The Capital Improvement Revenue Notes and Refunding Revenue Bond Fund accounts for debt service activity related to the Capital Improvement Refunding Revenue Bond, Series 2009B, Capital Improvement Revenue Note, Series 2015 and Series 2016.

#### **Installment Purchase Agreements**

The Installment Purchase Agreements Fund accounts for debt service activity related to the governmental funds portions of the Capital Improvement Revenue Note, Series 2010.

### **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 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).

## **Nonmajor Governmental Funds**

### **Capital Projects Funds (continued)**

#### **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 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.

#### **South Williamson Blvd Extension**

The South Williamson Blvd Extension Fund accounts for the financial resources used to extend Williamson Blvd from Airport Road to Pioneer Trail.

#### **Public Works Service Center**

The Public Works Service Center Fund accounts for the financial resources used to design, construct and equip a consolidated Public Works Service Center.

#### **Elections Warehouse**

The Elections Warehouse Fund accounts for the financial resources used to design, construct and equip a replacement Elections Warehouse.

#### **Sheriff's Office Evidence and Forensics Lab**

The Sheriff's Office Evidence and Forensics Lab Fund accounts for the financial resources used to design, construct and equip a replacement Sheriff's Office Evidence Facility. The new facility will also include a forensics lab to replace a discontinued Florida Department of Law Enforcement lab.

#### **Boardwalk Development**

The Boardwalk Development Fund accounts for the financial resources used to develop a boardwalk along the County's Opportunity Zone, a 2.25 mile stretch along the Atlantic Ocean from University Boulevard to Silver Beach Avenue.

#### **Court/Central Services Warehouse**

The Court/Central Services Warehouse Fund accounts for the financial resources used to design, construct and equip a new Court Records and Central Services Warehouse.

#### **Capital Economic Development**

The Capital Economic Development Fund accounts for the financial resources used to fund major infrastructure improvements designed to enhance economic development incentive projects.

#### **Other**

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

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
September 30, 2017

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	Library	East Volusia Mosquito Control District	Resort Tax	Sales Tax Trust
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 5,771,605	\$ 3,446,362	\$ -	\$ -
Accounts receivable, net	114,033	55	-	-
Taxes receivable	89,976	16,840	566,368	-
Notes receivable, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	12,611	-	3,174,579
Inventories	-	372,078	-	-
Prepaid items	-	-	-	-
<b>Total assets</b>	<b>\$ 5,975,614</b>	<b>\$ 3,847,946</b>	<b>\$ 566,368</b>	<b>\$ 3,174,579</b>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 277,264	\$ 195,872	\$ -	\$ -
Due to other funds	-	-	563,462	3,174,579
Due to component units	-	-	-	-
Due to other governments	12,764	1,222	-	-
Deposits	-	-	-	-
Unearned revenue	-	679	-	-
<b>Total liabilities</b>	<b>290,028</b>	<b>197,773</b>	<b>563,462</b>	<b>3,174,579</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	81,520	14,291	-	-
Unavailable revenues - other	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>81,520</b>	<b>14,291</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	-	372,078	-	-
Prepaid items	-	-	-	-
Restricted for:				
Law enforcement and fire safety	-	-	-	-
Conservation and environmental programs	-	-	-	-
Transportation construction and operation	-	-	-	-
Housing, tourism and economic programs	-	-	2,906	-
Social services and community programs	-	3,263,804	-	-
Library, parks and cultural programs	5,604,066	-	-	-
<b>Total fund balances</b>	<b>5,604,066</b>	<b>3,635,882</b>	<b>2,906</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 5,975,614</b>	<b>\$ 3,847,946</b>	<b>\$ 566,368</b>	<b>\$ 3,174,579</b>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
September 30, 2017

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	Convention Development Tax	Ponce Inlet Port Authority	E-911 Emergency Telephone System	Special Lighting Districts
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 2,317,494	\$ 2,445,098	\$ 1,166,423	\$ 83,745
Accounts receivable, net	18,668	38,632	-	-
Taxes receivable	566,368	7,925	-	-
Notes receivable, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	-	-	559,700	-
Inventories	-	-	-	-
Prepaid items	264,949	-	175,597	-
<b>Total assets</b>	<u>\$ 3,167,479</u>	<u>\$ 2,491,655</u>	<u>\$ 1,901,720</u>	<u>\$ 83,745</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 1,175,917	\$ 7,659	\$ 1,425	\$ 42,587
Due to other funds	-	-	-	-
Due to component units	-	-	-	-
Due to other governments	-	5,398	-	63
Deposits	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<u>1,175,917</u>	<u>13,057</u>	<u>1,425</u>	<u>42,650</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	-	6,705	-	-
Unavailable revenues - other	-	-	185,729	-
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>6,705</u>	<u>185,729</u>	<u>-</u>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	-	-	-	-
Prepaid items	264,949	-	175,597	-
Restricted for:				
Law enforcement and fire safety	-	-	1,538,969	-
Conservation and environmental programs	-	-	-	-
Transportation construction and operation	-	2,471,893	-	41,095
Housing, tourism and economic programs	1,726,613	-	-	-
Social services and community programs	-	-	-	-
Library, parks and cultural programs	-	-	-	-
<b>Total fund balances</b>	<u>1,991,562</u>	<u>2,471,893</u>	<u>1,714,566</u>	<u>41,095</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 3,167,479</u>	<u>\$ 2,491,655</u>	<u>\$ 1,901,720</u>	<u>\$ 83,745</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
September 30, 2017

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	<u>Ocean Center</u>	<u>Manatee Conservation</u>	<u>Road Impact Fees</u>	<u>Park Impact Fees</u>
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 3,219,016	\$ 366,075	\$ 10,819,721	\$ 2,037,441
Accounts receivable, net	97,621	-	-	-
Taxes receivable	-	-	-	-
Notes receivable, net	-	-	-	-
Due from other funds	563,462	-	-	-
Due from other governments	-	-	-	-
Inventories	-	-	-	-
Prepaid items	-	-	-	-
<b>Total assets</b>	<u>\$ 3,880,099</u>	<u>\$ 366,075</u>	<u>\$ 10,819,721</u>	<u>\$ 2,037,441</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 394,964	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Due to component units	-	-	-	-
Due to other governments	31,079	-	-	-
Deposits	-	-	-	-
Unearned revenue	387,191	-	-	-
<b>Total liabilities</b>	<u>813,234</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	-	-	-	-
Unavailable revenues - other	-	-	-	-
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Restricted for:				
Law enforcement and fire safety	-	-	-	-
Conservation and environmental programs	-	366,075	-	-
Transportation construction and operation	-	-	10,819,721	-
Housing, tourism and economic programs	-	-	-	-
Social services and community programs	-	-	-	-
Library, parks and cultural programs	3,066,865	-	-	2,037,441
<b>Total fund balances</b>	<u>3,066,865</u>	<u>366,075</u>	<u>10,819,721</u>	<u>2,037,441</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 3,880,099</u>	<u>\$ 366,075</u>	<u>\$ 10,819,721</u>	<u>\$ 2,037,441</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
September 30, 2017

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	<b>Fire Services</b>	<b>Fire Impact Fees</b>	<b>Silver Sands / Bethune Beach Municipal Service District</b>	<b>Gemini Springs</b>
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 8,765,733	\$ 692,715	\$ 2,793	\$ 72,925
Accounts receivable, net	-	-	-	-
Taxes receivable	120,024	-	6	-
Notes receivable, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	14,260	-	-	-
Inventories	-	-	-	-
Prepaid items	-	-	-	-
<b>Total assets</b>	<b>\$ 8,900,017</b>	<b>\$ 692,715</b>	<b>\$ 2,799</b>	<b>\$ 72,925</b>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 335,814	\$ 3,450	\$ -	\$ -
Due to other funds	-	-	-	-
Due to component units	-	-	-	-
Due to other governments	64,021	-	1,127	-
Deposits	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>399,835</b>	<b>3,450</b>	<b>1,127</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	114,420	-	6	-
Unavailable revenues - other	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>114,420</b>	<b>-</b>	<b>6</b>	<b>-</b>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	-	-	-	-
Prepaid items	-	-	-	-
Restricted for:				
Law enforcement and fire safety	8,385,762	689,265	-	-
Conservation and environmental programs	-	-	-	-
Transportation construction and operation	-	-	1,666	-
Housing, tourism and economic programs	-	-	-	-
Social services and community programs	-	-	-	-
Library, parks and cultural programs	-	-	-	72,925
<b>Total fund balances</b>	<b>8,385,762</b>	<b>689,265</b>	<b>1,666</b>	<b>72,925</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 8,900,017</b>	<b>\$ 692,715</b>	<b>\$ 2,799</b>	<b>\$ 72,925</b>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
September 30, 2017

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	<b>Stormwater Utility</b>	<b>Volusia ECHO</b>	<b>Law / Beach Enforcement Trust</b>	<b>Federal Forfeiture Sharing</b>
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 6,509,624	\$ 11,005,756	\$ 1,528,758	\$ 194,114
Accounts receivable, net	-	-	-	-
Taxes receivable	-	30,480	-	-
Notes receivable, net	-	-	-	-
Due from other funds	-	-	-	-
Due from other governments	30,319	-	10,028	-
Inventories	-	-	-	-
Prepaid items	-	-	282,337	-
<b>Total assets</b>	<b>\$ 6,539,943</b>	<b>\$ 11,036,236</b>	<b>\$ 1,821,123</b>	<b>\$ 194,114</b>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 23,874	\$ 343,864	\$ 385,790	\$ 196
Due to other funds	-	-	-	-
Due to component units	-	-	22	-
Due to other governments	567	164	-	-
Deposits	-	-	249,538	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>24,441</b>	<b>344,028</b>	<b>635,350</b>	<b>196</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	-	27,398	-	-
Unavailable revenues - other	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>27,398</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	-	-	-	-
Prepaid items	-	-	282,337	-
Restricted for:				
Law enforcement and fire safety	-	-	903,436	193,918
Conservation and environmental programs	-	-	-	-
Transportation construction and operation	6,515,502	-	-	-
Housing, tourism and economic programs	-	-	-	-
Social services and community programs	-	-	-	-
Library, parks and cultural programs	-	10,664,810	-	-
<b>Total fund balances</b>	<b>6,515,502</b>	<b>10,664,810</b>	<b>1,185,773</b>	<b>193,918</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 6,539,943</b>	<b>\$ 11,036,236</b>	<b>\$ 1,821,123</b>	<b>\$ 194,114</b>

(continued)



**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
September 30, 2017

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	State Housing Incentive Program (S.H.I.P.)	Library Endowment	Corrections - Welfare Trust	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 3,380,991	\$ 634,898	\$ 3,867,241	\$ 68,328,528
Accounts receivable, net	-	-	-	269,009
Taxes receivable	-	-	-	1,397,987
Notes receivable, net	2,778,219	-	-	2,778,219
Due from other funds	-	-	-	563,462
Due from other governments	-	-	-	3,801,497
Inventories	-	-	-	372,078
Prepaid items	-	-	-	722,883
<b>Total assets</b>	<u>\$ 6,159,210</u>	<u>\$ 634,898</u>	<u>\$ 3,867,241</u>	<u>\$ 78,233,663</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 74,102	\$ -	\$ 154,660	\$ 3,417,438
Due to other funds	-	-	-	3,738,041
Due to component units	161	-	-	183
Due to other governments	25,000	-	-	141,405
Deposits	-	-	-	249,538
Unearned revenue	3,281,728	-	-	3,669,598
<b>Total liabilities</b>	<u>3,380,991</u>	<u>-</u>	<u>154,660</u>	<u>11,216,203</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	-	-	-	244,340
Unavailable revenues - other	-	-	-	185,729
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>430,069</u>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	-	-	-	372,078
Prepaid items	-	-	-	722,883
Restricted for:				
Law enforcement and fire safety	-	-	3,712,581	15,423,931
Conservation and environmental programs	-	-	-	366,075
Transportation construction and operation	-	-	-	19,849,877
Housing, tourism and economic programs	2,778,219	-	-	4,507,738
Social services and community programs	-	-	-	3,263,804
Library, parks and cultural programs	-	634,898	-	22,081,005
<b>Total fund balances</b>	<u>2,778,219</u>	<u>634,898</u>	<u>3,712,581</u>	<u>66,587,391</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 6,159,210</u>	<u>\$ 634,898</u>	<u>\$ 3,867,241</u>	<u>\$ 78,233,663</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Debt Service Funds**  
September 30, 2017

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	Limited Tax General Obligation Bond	Subordinate Lien Sales Tax Revenue Bonds	Sales Tax Refunding Revenue Bond	Gas Tax Refunding Revenue Bond
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 209,597	\$ 205,667	\$ -	\$ -
Taxes receivable	20,601	-	-	-
<b>Total assets</b>	<u>\$ 230,198</u>	<u>\$ 205,667</u>	<u>\$ -</u>	<u>\$ -</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	18,763	-	-	-
<b>Total deferred inflows of resources</b>	<u>18,763</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted for:				
Debt service principal and interest	211,435	205,667	-	-
<b>Total fund balances</b>	<u>211,435</u>	<u>205,667</u>	<u>-</u>	<u>-</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 230,198</u>	<u>\$ 205,667</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Debt Service Funds**  
September 30, 2017

Page 8 of 14

	Tourist Development Tax Refunding Revenue Bonds	Capital Improvement Revenue Notes and Bond	Installment Purchase Agreements	Total Nonmajor Debt Service Funds
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 2,754,750	\$ 115,625	\$ -	\$ 3,285,639
Taxes receivable	-	-	-	20,601
<b>Total assets</b>	<u>\$ 2,754,750</u>	<u>\$ 115,625</u>	<u>\$ -</u>	<u>\$ 3,306,240</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	-	-	-	18,763
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,763</u>
<b>FUND BALANCES</b>				
Restricted for:				
Debt service principal and interest	2,754,750	115,625	-	3,287,477
<b>Total fund balances</b>	<u>2,754,750</u>	<u>115,625</u>	<u>-</u>	<u>3,287,477</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 2,754,750</u>	<u>\$ 115,625</u>	<u>\$ -</u>	<u>\$ 3,306,240</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Capital Projects Funds**  
September 30, 2017

Page 9 of 14

	<b>Ocean Center Expansion</b>	<b>Bond Funded Road Program</b>	<b>Beach</b>	<b>Trails</b>
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 4,500,062	\$ 12,224,882	\$ 10,087,147	\$ 6,215,352
Accounts receivable, net	-	-	32,036	-
Due from other governments	-	-	-	-
<b>Total assets</b>	<u><u>\$ 4,500,062</u></u>	<u><u>\$ 12,224,882</u></u>	<u><u>\$ 10,119,183</u></u>	<u><u>\$ 6,215,352</u></u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 543,841	\$ 1,956	\$ 520,981	\$ 199,477
<b>Total liabilities</b>	<u><u>543,841</u></u>	<u><u>1,956</u></u>	<u><u>520,981</u></u>	<u><u>199,477</u></u>
<b>FUND BALANCES</b>				
Restricted for:				
Law enforcement and fire safety	-	-	-	-
Transportation construction and operation	-	12,222,926	-	-
Library, parks and cultural programs	3,948,315	-	-	5,052,836
Committed for:				
Library, parks and cultural programs	-	-	314,555	-
Assigned to:				
Capital projects	7,906	-	9,283,647	963,039
<b>Total fund balances</b>	<u><u>3,956,221</u></u>	<u><u>12,222,926</u></u>	<u><u>9,598,202</u></u>	<u><u>6,015,875</u></u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u><u>\$ 4,500,062</u></u>	<u><u>\$ 12,224,882</u></u>	<u><u>\$ 10,119,183</u></u>	<u><u>\$ 6,215,352</u></u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Capital Projects Funds**  
September 30, 2017

Page 10 of 14

	Information Technology	Library Construction	Capital Improvement Projects	Branch Jail Expansion
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 1,297,821	\$ 203,446	\$ 296,467	\$ 168,219
Accounts receivable, net	-	-	-	-
Due from other governments	-	-	-	-
<b>Total assets</b>	<u><u>\$ 1,297,821</u></u>	<u><u>\$ 203,446</u></u>	<u><u>\$ 296,467</u></u>	<u><u>\$ 168,219</u></u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 1,710	\$ 74,697	\$ -	\$ -
<b>Total liabilities</b>	<u><u>1,710</u></u>	<u><u>74,697</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
<b>FUND BALANCES</b>				
Restricted for:				
Law enforcement and fire safety	-	-	-	-
Transportation construction and operation	-	-	-	-
Library, parks and cultural programs	-	89,335	-	-
Committed for:				
Library, parks and cultural programs	-	-	-	-
Assigned to:				
Capital projects	1,296,111	39,414	296,467	168,219
<b>Total fund balances</b>	<u><u>1,296,111</u></u>	<u><u>128,749</u></u>	<u><u>296,467</u></u>	<u><u>168,219</u></u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u><u>\$ 1,297,821</u></u>	<u><u>\$ 203,446</u></u>	<u><u>\$ 296,467</u></u>	<u><u>\$ 168,219</u></u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Capital Projects Funds**  
September 30, 2017

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	<b>Parks</b>	<b>800 MHz System Improvements</b>	<b>South Williamson Blvd Extension</b>	<b>Public Works Service Center</b>
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 2,095,813	\$ 10,234,795	\$ 43,888	\$ 18,928,722
Accounts receivable, net	-	-	-	-
Due from other governments	403	-	-	-
<b>Total assets</b>	<u>\$ 2,096,216</u>	<u>\$ 10,234,795</u>	<u>\$ 43,888</u>	<u>\$ 18,928,722</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 15,000	\$ 65,609	\$ -	\$ -
<b>Total liabilities</b>	<u>15,000</u>	<u>65,609</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted for:				
Law enforcement and fire safety	-	1,078,682	-	-
Transportation construction and operation	-	-	-	18,928,722
Library, parks and cultural programs	599,404	-	-	-
Committed for:				
Library, parks and cultural programs	-	-	-	-
Assigned to:				
Capital projects	1,481,812	9,090,504	43,888	-
<b>Total fund balances</b>	<u>2,081,216</u>	<u>10,169,186</u>	<u>43,888</u>	<u>18,928,722</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 2,096,216</u>	<u>\$ 10,234,795</u>	<u>\$ 43,888</u>	<u>\$ 18,928,722</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Capital Projects Funds**  
September 30, 2017

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	<b>Elections Warehouse</b>	<b>Sheriff's Office Evidence and Forensics Lab</b>	<b>Boardwalk Development</b>	<b>Court / Central Services Warehouse</b>
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 4,238,175	\$ 5,735,322	\$ 3,371,852	\$ 3,409,339
Accounts receivable, net	-	-	-	-
Due from other governments	-	-	-	-
<b>Total assets</b>	<u>\$ 4,238,175</u>	<u>\$ 5,735,322</u>	<u>\$ 3,371,852</u>	<u>\$ 3,409,339</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ -	\$ 29,457	\$ 19,432	\$ -
<b>Total liabilities</b>	<u>-</u>	<u>29,457</u>	<u>19,432</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted for:				
Law enforcement and fire safety	-	691,280	-	-
Transportation construction and operation	-	-	-	-
Library, parks and cultural programs	-	-	3,352,420	-
Committed for:				
Library, parks and cultural programs	-	-	-	-
Assigned to:				
Capital projects	4,238,175	5,014,585	-	3,409,339
<b>Total fund balances</b>	<u>4,238,175</u>	<u>5,705,865</u>	<u>3,352,420</u>	<u>3,409,339</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 4,238,175</u>	<u>\$ 5,735,322</u>	<u>\$ 3,371,852</u>	<u>\$ 3,409,339</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**Nonmajor Governmental Funds - Capital Projects Funds**  
September 30, 2017

Page 13 of 14

	<b>Capital Economic Development</b>	<b>Other</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>ASSETS</b>			
Equity in pooled cash and investments	\$ 48,604	\$ 2,735	\$ 83,102,641
Accounts receivable, net	-	-	32,036
Due from other governments	-	-	403
<b>Total assets</b>	<u><u>\$ 48,604</u></u>	<u><u>\$ 2,735</u></u>	<u><u>\$ 83,135,080</u></u>
<b>LIABILITIES</b>			
Accounts and contracts payable	\$ -	\$ -	\$ 1,472,160
<b>Total liabilities</b>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>1,472,160</u></u>
<b>FUND BALANCES</b>			
Restricted for:			
Law enforcement and fire safety	-	-	1,769,962
Transportation construction and operation	-	-	31,151,648
Library, parks and cultural programs	-	2,735	13,045,045
Committed for:			
Library, parks and cultural programs	-	-	314,555
Assigned to:			
Capital projects	48,604	-	35,381,710
<b>Total fund balances</b>	<u><u>48,604</u></u>	<u><u>2,735</u></u>	<u><u>81,662,920</u></u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u><u>\$ 48,604</u></u>	<u><u>\$ 2,735</u></u>	<u><u>\$ 83,135,080</u></u>

(continued)



**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Balance Sheet (continued)**  
**All Nonmajor Governmental Funds**  
September 30, 2017

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	<b>Total Nonmajor Special Revenue Funds</b>	<b>Total Nonmajor Debt Service Funds</b>	<b>Total Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 68,328,528	\$ 3,285,639	\$ 83,102,641	\$ 154,716,808
Accounts receivable, net	269,009	-	32,036	301,045
Taxes receivable	1,397,987	20,601	-	1,418,588
Notes receivable	2,778,219	-	-	2,778,219
Due from other funds	563,462	-	-	563,462
Due from other governments	3,801,497	-	403	3,801,900
Inventories	372,078	-	-	372,078
Prepaid items	722,883	-	-	722,883
<b>Total assets</b>	<b>\$ 78,233,663</b>	<b>\$ 3,306,240</b>	<b>\$ 83,135,080</b>	<b>\$ 164,674,983</b>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 3,417,438	\$ -	\$ 1,472,160	\$ 4,889,598
Due to other funds	3,738,041	-	-	3,738,041
Due to component units	183	-	-	183
Due to other governments	141,405	-	-	141,405
Deposits	249,538	-	-	249,538
Unearned revenue	3,669,598	-	-	3,669,598
<b>Total liabilities</b>	<b>11,216,203</b>	<b>-</b>	<b>1,472,160</b>	<b>12,688,363</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues - property taxes	244,340	18,763	-	263,103
Unavailable revenues - other	185,729	-	-	185,729
<b>Total deferred inflows of resources</b>	<b>430,069</b>	<b>18,763</b>	<b>-</b>	<b>448,832</b>
<b>FUND BALANCES</b>				
Non-spendable:				
Inventories	372,078	-	-	372,078
Prepaid items	722,883	-	-	722,883
Restricted for:				
Law enforcement and fire safety	15,423,931	-	1,769,962	17,193,893
Conservation and environmental programs	366,075	-	-	366,075
Transportation construction and operation	19,849,877	-	31,151,648	51,001,525
Housing, tourism and economic programs	4,507,738	-	-	4,507,738
Social services and community programs	3,263,804	-	-	3,263,804
Library, parks and cultural programs	22,081,005	-	13,045,045	35,126,050
Debt service principal and interest	-	3,287,477	-	3,287,477
Committed for:				
Library, parks and cultural programs	-	-	314,555	314,555
Assigned to:				
Capital projects	-	-	35,381,710	35,381,710
<b>Total fund balances</b>	<b>66,587,391</b>	<b>3,287,477</b>	<b>81,662,920</b>	<b>151,537,788</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 78,233,663</b>	<b>\$ 3,306,240</b>	<b>\$ 83,135,080</b>	<b>\$ 164,674,983</b>

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
For the Fiscal Year Ended September 30, 2017

Page 1 of 14

	<b>Library</b>	<b>East Volusia Mosquito Control District</b>	<b>Resort Tax</b>	<b>Sales Tax Trust</b>
<b>REVENUES</b>				
Taxes	\$ 15,474,763	\$ 3,817,778	\$ 10,765,968	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	434,486	91,668	-	20,995,101
Charges for services	169,772	26,816	-	-
Fines and forfeitures	271,018	-	-	-
Interest revenues	50,828	18,848	25,866	40,529
Special assessments/impact fees	-	-	-	-
Miscellaneous revenues	452,856	41,004	-	-
<b>Total revenues</b>	<u>16,853,723</u>	<u>3,996,114</u>	<u>10,791,834</u>	<u>21,035,630</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	150,707	-
Human services	-	3,720,137	-	-
Culture/recreation	16,626,064	-	-	-
Total current	<u>16,626,064</u>	<u>3,720,137</u>	<u>150,707</u>	<u>-</u>
<b>Total expenditures</b>	<u>16,626,064</u>	<u>3,720,137</u>	<u>150,707</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>227,659</u>	<u>275,977</u>	<u>10,641,127</u>	<u>21,035,630</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	50,500	21,621	-	-
Transfers out	(149,872)	(242,474)	(11,295,221)	(21,035,630)
<b>Total other financing sources (uses)</b>	<u>(99,372)</u>	<u>(220,853)</u>	<u>(11,295,221)</u>	<u>(21,035,630)</u>
<b>Net change in fund balances</b>	<u>128,287</u>	<u>55,124</u>	<u>(654,094)</u>	<u>-</u>
<b>FUND BALANCES</b>				
Beginning	5,475,779	3,580,758	657,000	-
Ending	<u>\$ 5,604,066</u>	<u>\$ 3,635,882</u>	<u>\$ 2,906</u>	<u>\$ -</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
For the Fiscal Year Ended September 30, 2017

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	<b>Convention Development Tax</b>	<b>Ponce Inlet Port Authority</b>	<b>E-911 Emergency Telephone System</b>	<b>Special Lighting Districts</b>
<b>REVENUES</b>				
Taxes	\$ 10,765,968	\$ 1,885,978	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	173	2,088,268	-
Charges for services	-	922,432	-	-
Fines and forfeitures	-	-	-	-
Interest revenues	14,458	7,956	7,399	-
Special assessments/impact fees	-	-	-	325,823
Miscellaneous revenues	81,902	6	-	-
<b>Total revenues</b>	<u>10,862,328</u>	<u>2,816,545</u>	<u>2,095,667</u>	<u>325,823</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	-	-	1,151,375	-
Transportation	-	773,265	-	299,865
Economic environment	12,113,717	-	-	-
Human services	-	-	-	-
Culture/recreation	-	624,048	-	-
Total current	<u>12,113,717</u>	<u>1,397,313</u>	<u>1,151,375</u>	<u>299,865</u>
<b>Total expenditures</b>	<u>12,113,717</u>	<u>1,397,313</u>	<u>1,151,375</u>	<u>299,865</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(1,251,389)</u>	<u>1,419,232</u>	<u>944,292</u>	<u>25,958</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	659,503	-	-
Transfers out	-	(1,055,051)	(1,337,363)	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(395,548)</u>	<u>(1,337,363)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(1,251,389)</u>	<u>1,023,684</u>	<u>(393,071)</u>	<u>25,958</u>
<b>FUND BALANCES</b>				
Beginning	3,242,951	1,448,209	2,107,637	15,137
Ending	<u>\$ 1,991,562</u>	<u>\$ 2,471,893</u>	<u>\$ 1,714,566</u>	<u>\$ 41,095</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
For the Fiscal Year Ended September 30, 2017

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	<u>Ocean Center</u>	<u>Manatee Conservation</u>	<u>Road Impact Fees</u>	<u>Park Impact Fees</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	147,750	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	1,847,289	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenues	(16,525)	876	26,106	4,222
Special assessments/impact fees	-	-	5,241,985	205,470
Miscellaneous revenues	678,476	-	-	-
<b>Total revenues</b>	<u>2,509,240</u>	<u>148,626</u>	<u>5,268,091</u>	<u>209,692</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture/recreation	7,144,342	-	-	38,088
Total current	<u>7,144,342</u>	<u>-</u>	<u>-</u>	<u>38,088</u>
<b>Total expenditures</b>	<u>7,144,342</u>	<u>-</u>	<u>-</u>	<u>38,088</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(4,635,102)</u>	<u>148,626</u>	<u>5,268,091</u>	<u>171,604</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	7,049,032	-	-	-
Transfers out	(3,096,421)	(2,708)	(3,849,180)	-
<b>Total other financing sources (uses)</b>	<u>3,952,611</u>	<u>(2,708)</u>	<u>(3,849,180)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(682,491)</u>	<u>145,918</u>	<u>1,418,911</u>	<u>171,604</u>
<b>FUND BALANCES</b>				
Beginning	3,749,356	220,157	9,400,810	1,865,837
Ending	<u>\$ 3,066,865</u>	<u>\$ 366,075</u>	<u>\$ 10,819,721</u>	<u>\$ 2,037,441</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
For the Fiscal Year Ended September 30, 2017

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	<b>Fire Services</b>	<b>Fire Impact Fees</b>	<b>Silver Sands / Bethune Beach Municipal Service District</b>	<b>Gemini Springs</b>
<b>REVENUES</b>				
Taxes	\$ 25,302,457	\$ -	\$ 12,262	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	76,014	-	-	-
Charges for services	607,715	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenues	80,262	1,565	34	128
Special assessments/impact fees	-	101,855	-	-
Miscellaneous revenues	10,147	-	-	-
<b>Total revenues</b>	<b>26,076,595</b>	<b>103,420</b>	<b>12,296</b>	<b>128</b>
<b>EXPENDITURES</b>				
Current:				
Public safety	24,107,300	52,427	-	-
Transportation	-	-	13,923	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture/recreation	-	-	-	5,000
Total current	24,107,300	52,427	13,923	5,000
<b>Total expenditures</b>	<b>24,107,300</b>	<b>52,427</b>	<b>13,923</b>	<b>5,000</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,969,295</b>	<b>50,993</b>	<b>(1,627)</b>	<b>(4,872)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	20,902	-	2,462	-
Transfers out	(233,447)	-	-	-
<b>Total other financing sources (uses)</b>	<b>(212,545)</b>	<b>-</b>	<b>2,462</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>1,756,750</b>	<b>50,993</b>	<b>835</b>	<b>(4,872)</b>
<b>FUND BALANCES</b>				
Beginning	6,629,012	638,272	831	77,797
Ending	<u>\$ 8,385,762</u>	<u>\$ 689,265</u>	<u>\$ 1,666</u>	<u>\$ 72,925</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
For the Fiscal Year Ended September 30, 2017

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	<u>Stormwater Utility</u>	<u>Volusia ECHO</u>	<u>Law / Beach Enforcement Trust</u>	<u>Federal Forfeiture Sharing</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ 5,606,747	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	80,000	1,228	-	-
Charges for services	21,787	-	-	-
Fines and forfeitures	-	-	262,843	134,715
Interest revenues	24,788	41,866	3,487	716
Special assessments/impact fees	4,457,588	-	-	-
Miscellaneous revenues	46,189	-	7,699	-
<b>Total revenues</b>	<u>4,630,352</u>	<u>5,649,841</u>	<u>274,029</u>	<u>135,431</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	-	-	898,440	64,167
Transportation	4,223,699	-	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture/recreation	-	1,402,450	-	-
Total current	<u>4,223,699</u>	<u>1,402,450</u>	<u>898,440</u>	<u>64,167</u>
<b>Total expenditures</b>	<u>4,223,699</u>	<u>1,402,450</u>	<u>898,440</u>	<u>64,167</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>406,653</u>	<u>4,247,391</u>	<u>(624,411)</u>	<u>71,264</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	256,872	-	-	-
Transfers out	(369,407)	(2,881,823)	(16,200)	-
<b>Total other financing sources (uses)</b>	<u>(112,535)</u>	<u>(2,881,823)</u>	<u>(16,200)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>294,118</u>	<u>1,365,568</u>	<u>(640,611)</u>	<u>71,264</u>
<b>FUND BALANCES</b>				
Beginning	6,221,384	9,299,242	1,826,384	122,654
Ending	<u>\$ 6,515,502</u>	<u>\$ 10,664,810</u>	<u>\$ 1,185,773</u>	<u>\$ 193,918</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**

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**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**

**Nonmajor Governmental Funds - Special Revenue Funds**

For the Fiscal Year Ended September 30, 2017

	<b>State Housing Incentive Program (S.H.I.P.)</b>	<b>Library Endowment</b>	<b>Corrections - Welfare Trust</b>	<b>Total Nonmajor Special Revenue Funds</b>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ 73,631,921
Licenses and permits	-	-	-	147,750
Intergovernmental revenues	2,015,996	-	-	25,782,934
Charges for services	571,627	-	-	4,167,438
Fines and forfeitures	-	-	-	668,576
Interest revenues	13,070	1,489	7,175	355,143
Special assessments/impact fees	-	-	-	10,332,721
Miscellaneous revenues	-	-	1,184,137	2,502,416
<b>Total revenues</b>	<u>2,600,693</u>	<u>1,489</u>	<u>1,191,312</u>	<u>117,588,899</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	-	-	484,433	26,758,142
Transportation	-	-	-	5,310,752
Economic environment	2,517,203	-	-	14,781,627
Human services	-	-	-	3,720,137
Culture/recreation	-	-	-	25,839,992
Total current	<u>2,517,203</u>	<u>-</u>	<u>484,433</u>	<u>76,410,650</u>
<b>Total expenditures</b>	<u>2,517,203</u>	<u>-</u>	<u>484,433</u>	<u>76,410,650</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>83,490</u>	<u>1,489</u>	<u>706,879</u>	<u>41,178,249</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	8,060,892
Transfers out	-	(50,000)	-	(45,614,797)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(50,000)</u>	<u>-</u>	<u>(37,553,905)</u>
<b>Net change in fund balances</b>	<u>83,490</u>	<u>(48,511)</u>	<u>706,879</u>	<u>3,624,344</u>
<b>FUND BALANCES</b>				
Beginning	2,694,729	683,409	3,005,702	62,963,047
Ending	<u>\$ 2,778,219</u>	<u>\$ 634,898</u>	<u>\$ 3,712,581</u>	<u>\$ 66,587,391</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**

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**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**

**Nonmajor Governmental Funds - Debt Service Funds**

For the Fiscal Year Ended September 30, 2017

	Limited Tax General Obligation Bond	Subordinate Lien Sales Tax Revenue Bonds	Sales Tax Refunding Revenue Bond	Gas Tax Refunding Revenue Bond
<b>REVENUES</b>				
Taxes	\$ 3,000,698	\$ -	\$ -	\$ -
Intergovernmental revenues	657	-	-	-
Interest revenues	35,455	68,165	3,723	27,919
<b>Total revenues</b>	<u>3,036,810</u>	<u>68,165</u>	<u>3,723</u>	<u>27,919</u>
<b>EXPENDITURES</b>				
Debt service:				
Principal retirement	2,985,000	7,185,000	530,000	3,835,000
Interest and fiscal charges	297,636	756,083	54,251	671,143
<b>Total expenditures</b>	<u>3,282,636</u>	<u>7,941,083</u>	<u>584,251</u>	<u>4,506,143</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(245,826)</u>	<u>(7,872,918)</u>	<u>(580,528)</u>	<u>(4,478,224)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	7,772,958	580,528	4,478,224
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>7,772,958</u>	<u>580,528</u>	<u>4,478,224</u>
<b>Net change in fund balances</b>	<u>(245,826)</u>	<u>(99,960)</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Beginning	457,261	305,627	-	-
Ending	<u>\$ 211,435</u>	<u>\$ 205,667</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)



## Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)

## Nonmajor Governmental Funds - Debt Service Funds

For the Fiscal Year Ended September 30, 2017

	Tourist Development Tax Refunding Revenue Bonds	Capital Improvement Revenue Notes and Bond	Installment Purchase Agreements	Total Nonmajor Debt Service Funds
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ 3,000,698
Intergovernmental revenues	-	-	-	657
Interest revenues	25,371	2,041	-	162,674
<b>Total revenues</b>	<u>25,371</u>	<u>2,041</u>	<u>-</u>	<u>3,164,029</u>
<b>EXPENDITURES</b>				
Debt service:				
Principal retirement	1,604,849	835,000	1,088,000	18,062,849
Interest and fiscal charges	2,669,568	281,635	328,606	5,058,922
<b>Total expenditures</b>	<u>4,274,417</u>	<u>1,116,635</u>	<u>1,416,606</u>	<u>23,121,771</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(4,249,046)</u>	<u>(1,114,594)</u>	<u>(1,416,606)</u>	<u>(19,957,742)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	4,251,173	1,219,257	1,416,606	19,718,746
<b>Total other financing sources (uses)</b>	<u>4,251,173</u>	<u>1,219,257</u>	<u>1,416,606</u>	<u>19,718,746</u>
<b>Net change in fund balances</b>	<u>2,127</u>	<u>104,663</u>	<u>-</u>	<u>(238,996)</u>
<b>FUND BALANCES</b>				
Beginning	2,752,623	10,962	-	3,526,473
Ending	<u>\$ 2,754,750</u>	<u>\$ 115,625</u>	<u>\$ -</u>	<u>\$ 3,287,477</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**

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**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**

**Nonmajor Governmental Funds - Capital Projects Funds**

For the Fiscal Year Ended September 30, 2017

	<b>Ocean Center Expansion</b>	<b>Bond Funded Road Program</b>	<b>Beach</b>	<b>Trails</b>
<b>REVENUES</b>				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	922,944	-
Fines and forfeitures	-	-	-	-
Interest revenues	23,384	35,746	41,522	17,595
Miscellaneous revenues	-	-	-	1,565
<b>Total revenues</b>	<u>23,384</u>	<u>35,746</u>	<u>964,466</u>	<u>19,160</u>
<b>EXPENDITURES</b>				
Capital outlay	<u>3,043,913</u>	<u>129,195</u>	<u>4,226,213</u>	<u>1,342,148</u>
<b>Total expenditures</b>	<u>3,043,913</u>	<u>129,195</u>	<u>4,226,213</u>	<u>1,342,148</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(3,020,529)</u>	<u>(93,449)</u>	<u>(3,261,747)</u>	<u>(1,322,988)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,432,179	-	5,533,997	1,000,000
Transfers out	-	-	-	(593,903)
<b>Total other financing sources (uses)</b>	<u>2,432,179</u>	<u>-</u>	<u>5,533,997</u>	<u>406,097</u>
<b>Net change in fund balances</b>	<u>(588,350)</u>	<u>(93,449)</u>	<u>2,272,250</u>	<u>(916,891)</u>
<b>FUND BALANCES</b>				
Beginning	4,544,571	12,316,375	7,325,952	6,932,766
Ending	<u>\$ 3,956,221</u>	<u>\$ 12,222,926</u>	<u>\$ 9,598,202</u>	<u>\$ 6,015,875</u>

(continued)

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)

## Nonmajor Governmental Funds - Capital Projects Funds

For the Fiscal Year Ended September 30, 2017

	Information Technology	Library Construction	Capital Improvement Projects	Branch Jail Expansion
<b>REVENUES</b>				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenues	7,966	1,777	-	288
Miscellaneous revenues	-	-	-	-
<b>Total revenues</b>	<u>7,966</u>	<u>1,777</u>	<u>-</u>	<u>288</u>
<b>EXPENDITURES</b>				
Capital outlay	<u>173,812</u>	<u>307,010</u>	<u>-</u>	<u>12,603</u>
<b>Total expenditures</b>	<u>173,812</u>	<u>307,010</u>	<u>-</u>	<u>12,603</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(165,846)</u>	<u>(305,233)</u>	<u>-</u>	<u>(12,315)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	(126,565)	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(126,565)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(165,846)</u>	<u>(305,233)</u>	<u>(126,565)</u>	<u>(12,315)</u>
<b>FUND BALANCES</b>				
Beginning	1,461,957	433,982	423,032	180,534
Ending	<u>\$ 1,296,111</u>	<u>\$ 128,749</u>	<u>\$ 296,467</u>	<u>\$ 168,219</u>

(continued)

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)

## Nonmajor Governmental Funds - Capital Projects Funds

For the Fiscal Year Ended September 30, 2017

	<b>Parks</b>	<b>800 MHz System Improvements</b>	<b>South Williamson Blvd Extension</b>	<b>Public Works Service Center</b>
<b>REVENUES</b>				
Licenses and permits	\$ 160,953	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines and forfeitures	-	323,251	-	-
Interest revenues	6,474	32,059	91	51,872
Miscellaneous revenues	-	-	-	-
<b>Total revenues</b>	<u>167,427</u>	<u>355,310</u>	<u>91</u>	<u>51,872</u>
<b>EXPENDITURES</b>				
Capital outlay	<u>65,812</u>	<u>478,678</u>	<u>-</u>	<u>15,690</u>
<b>Total expenditures</b>	<u>65,812</u>	<u>478,678</u>	<u>-</u>	<u>15,690</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>101,615</u>	<u>(123,368)</u>	<u>91</u>	<u>36,182</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	80,730	3,008,473	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>80,730</u>	<u>3,008,473</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>182,345</u>	<u>2,885,105</u>	<u>91</u>	<u>36,182</u>
<b>FUND BALANCES</b>				
Beginning	1,898,871	7,284,081	43,797	18,892,540
Ending	<u>\$ 2,081,216</u>	<u>\$ 10,169,186</u>	<u>\$ 43,888</u>	<u>\$ 18,928,722</u>

(continued)

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)

## Nonmajor Governmental Funds - Capital Projects Funds

For the Fiscal Year Ended September 30, 2017

	Elections Warehouse	Sheriff's Office Evidence and Forensics Lab	Boardwalk Development	Court / Central Services Warehouse
<b>REVENUES</b>				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenues	11,610	16,596	4,104	9,339
Miscellaneous revenues	-	-	-	-
<b>Total revenues</b>	<u>11,610</u>	<u>16,596</u>	<u>4,104</u>	<u>9,339</u>
<b>EXPENDITURES</b>				
Capital outlay	-	810,731	33,507	-
<b>Total expenditures</b>	<u>-</u>	<u>810,731</u>	<u>33,507</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>11,610</u>	<u>(794,135)</u>	<u>(29,403)</u>	<u>9,339</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	1,426,565	5,000,000	1,881,823	3,400,000
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>1,426,565</u>	<u>5,000,000</u>	<u>1,881,823</u>	<u>3,400,000</u>
<b>Net change in fund balances</b>	<u>1,438,175</u>	<u>4,205,865</u>	<u>1,852,420</u>	<u>3,409,339</u>
<b>FUND BALANCES</b>				
Beginning	2,800,000	1,500,000	1,500,000	-
Ending	<u>\$ 4,238,175</u>	<u>\$ 5,705,865</u>	<u>\$ 3,352,420</u>	<u>\$ 3,409,339</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**  
**Nonmajor Governmental Funds - Capital Projects Funds**  
For the Fiscal Year Ended September 30, 2017

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	Capital Economic Development	Other	Total Nonmajor Capital Projects Funds
<b>REVENUES</b>			
Licenses and permits	\$ -	\$ -	\$ 160,953
Charges for services	-	-	922,944
Fines and forfeitures	-	-	323,251
Interest revenues	-	-	260,423
Miscellaneous revenues	-	2,335	3,900
<b>Total revenues</b>	<u>-</u>	<u>2,335</u>	<u>1,671,471</u>
<b>EXPENDITURES</b>			
Capital outlay	-	-	10,639,312
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>10,639,312</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>2,335</u>	<u>(8,967,841)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	23,763,767
Transfers out	-	-	(720,468)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>23,043,299</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>2,335</u>	<u>14,075,458</u>
<b>FUND BALANCES</b>			
Beginning	48,604	400	67,587,462
Ending	<u>\$ 48,604</u>	<u>\$ 2,735</u>	<u>\$ 81,662,920</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**

Page 14 of 14

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)**

**All Nonmajor Governmental Funds**

For the Fiscal Year Ended September 30, 2017

	<b>Total Nonmajor Special Revenue Funds</b>	<b>Total Nonmajor Debt Service Funds</b>	<b>Total Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>				
Taxes	\$ 73,631,921	\$ 3,000,698	\$ -	\$ 76,632,619
Licenses and permits	147,750	-	160,953	308,703
Intergovernmental revenues	25,782,934	657	-	25,783,591
Charges for services	4,167,438	-	922,944	5,090,382
Fines and forfeitures	668,576	-	323,251	991,827
Interest revenues	355,143	162,674	260,423	778,240
Special assessments/impact fees	10,332,721	-	-	10,332,721
Miscellaneous revenues	2,502,416	-	3,900	2,506,316
<b>Total revenues</b>	<b>117,588,899</b>	<b>3,164,029</b>	<b>1,671,471</b>	<b>122,424,399</b>
<b>EXPENDITURES</b>				
Current:				
Public safety	26,758,142	-	-	26,758,142
Transportation	5,310,752	-	-	5,310,752
Economic environment	14,781,627	-	-	14,781,627
Human services	3,720,137	-	-	3,720,137
Culture/recreation	25,839,992	-	-	25,839,992
Total current	76,410,650	-	-	76,410,650
Debt service:				
Principal retirement	-	18,062,849	-	18,062,849
Interest and fiscal charges	-	5,058,922	-	5,058,922
Total debt service	-	23,121,771	-	23,121,771
Capital outlay	-	-	10,639,312	10,639,312
<b>Total expenditures</b>	<b>76,410,650</b>	<b>23,121,771</b>	<b>10,639,312</b>	<b>110,171,733</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>41,178,249</b>	<b>(19,957,742)</b>	<b>(8,967,841)</b>	<b>12,252,666</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	8,060,892	19,718,746	23,763,767	51,543,405
Transfers out	(45,614,797)	-	(720,468)	(46,335,265)
<b>Total other financing sources (uses)</b>	<b>(37,553,905)</b>	<b>19,718,746</b>	<b>23,043,299</b>	<b>5,208,140</b>
<b>Net change in fund balances</b>	<b>3,624,344</b>	<b>(238,996)</b>	<b>14,075,458</b>	<b>17,460,806</b>
<b>FUND BALANCES</b>				
Beginning	62,963,047	3,526,473	67,587,462	134,076,982
Ending	\$ 66,587,391	\$ 3,287,477	\$ 81,662,920	\$ 151,537,788

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Library Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Taxes	\$ 15,420,162	\$ 15,474,763	\$ 54,601
Intergovernmental revenues	455,385	434,486	(20,899)
Charges for services	172,000	169,772	(2,228)
Fines and forfeitures	380,000	271,018	(108,982)
Interest revenues	80,000	50,828	(29,172)
Miscellaneous revenues	447,250	452,856	5,606
<b>Total revenues</b>	<u>16,954,797</u>	<u>16,853,723</u>	<u>(101,074)</u>
<b>EXPENDITURES</b>			
Current:			
Culture/recreation	17,947,160	16,626,064	1,321,096
Reserves	2,343,666	-	2,343,666
<b>Total expenditures</b>	<u>20,290,826</u>	<u>16,626,064</u>	<u>3,664,762</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(3,336,029)</u>	<u>227,659</u>	<u>3,563,688</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	50,830	50,500	(330)
Transfers out	(149,872)	(149,872)	-
<b>Total other financing uses</b>	<u>(99,042)</u>	<u>(99,372)</u>	<u>(330)</u>
<b>Net change in fund balances</b>	<u>(3,435,071)</u>	<u>128,287</u>	<u>3,563,358</u>
<b>FUND BALANCES</b>			
Beginning	4,677,862	5,475,779	797,917
Ending	<u>\$ 1,242,791</u>	<u>\$ 5,604,066</u>	<u>\$ 4,361,275</u>



**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**East Volusia Mosquito Control District Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Taxes	\$ 3,800,257	\$ 3,817,778	\$ 17,521
Intergovernmental revenues	15,000	91,668	76,668
Charges for services	31,200	26,816	(4,384)
Interest revenues	65,000	18,848	(46,152)
Miscellaneous revenues	57,700	41,004	(16,696)
<b>Total revenues</b>	<u>3,969,157</u>	<u>3,996,114</u>	<u>26,957</u>
<b>EXPENDITURES</b>			
Current:			
Human services	4,316,811	3,720,137	596,674
Reserves	1,797,630	-	1,797,630
<b>Total expenditures</b>	<u>6,114,441</u>	<u>3,720,137</u>	<u>2,394,304</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(2,145,284)</u>	<u>275,977</u>	<u>2,421,261</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	80,202	21,621	(58,581)
Transfers out	(396,325)	(242,474)	153,851
<b>Total other financing uses</b>	<u>(316,123)</u>	<u>(220,853)</u>	<u>95,270</u>
<b>Net change in fund balances</b>	<u>(2,461,407)</u>	<u>55,124</u>	<u>2,516,531</u>
<b>FUND BALANCES</b>			
Beginning	2,559,084	3,580,758	1,021,674
Ending	<u>\$ 97,677</u>	<u>\$ 3,635,882</u>	<u>\$ 3,538,205</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Resort Tax Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Taxes	\$ 10,789,254	\$ 10,765,968	\$ (23,286)
Interest revenues	6,918	25,866	18,948
<b>Total revenues</b>	<u>10,796,172</u>	<u>10,791,834</u>	<u>(4,338)</u>
<b>EXPENDITURES</b>			
Current:			
Economic environment	147,736	150,707	(2,971)
<b>Total expenditures</b>	<u>147,736</u>	<u>150,707</u>	<u>(2,971)</u>
<b>Excess of revenues over expenditures</b>	<u>10,648,436</u>	<u>10,641,127</u>	<u>(7,309)</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(11,305,436)	(11,295,221)	10,215
<b>Total other financing uses</b>	<u>(11,305,436)</u>	<u>(11,295,221)</u>	<u>10,215</u>
<b>Net change in fund balances</b>	<u>(657,000)</u>	<u>(654,094)</u>	<u>2,906</u>
<b>FUND BALANCES</b>			
Beginning	657,000	657,000	-
Ending	<u>\$ -</u>	<u>\$ 2,906</u>	<u>\$ 2,906</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Sales Tax Trust Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Intergovernmental revenues	\$ 23,127,374	\$ 20,995,101	\$ (2,132,273)
Interest revenues	11,000	40,529	29,529
<b>Total revenues</b>	<u>23,138,374</u>	<u>21,035,630</u>	<u>(2,102,744)</u>
<b>EXPENDITURES</b>			
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of revenues over expenditures</b>	<u>23,138,374</u>	<u>21,035,630</u>	<u>(2,102,744)</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(23,138,374)	(21,035,630)	2,102,744
<b>Total other financing uses</b>	<u>(23,138,374)</u>	<u>(21,035,630)</u>	<u>2,102,744</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>			
Beginning	-	-	-
Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Convention Development Tax Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Taxes	\$ 11,233,827	\$ 10,765,968	\$ (467,859)
Interest revenues	17,321	14,458	(2,863)
Miscellaneous revenues	89,790	81,902	(7,888)
<b>Total revenues</b>	<u>11,340,938</u>	<u>10,862,328</u>	<u>(478,610)</u>
<b>EXPENDITURES</b>			
Current:			
Economic environment	12,995,656	12,113,717	881,939
<b>Total expenditures</b>	<u>12,995,656</u>	<u>12,113,717</u>	<u>881,939</u>
<b>Deficiency of revenues under         expenditures</b>	<u>(1,654,718)</u>	<u>(1,251,389)</u>	<u>403,329</u>
<b>Net change in fund balances</b>	<u>(1,654,718)</u>	<u>(1,251,389)</u>	<u>403,329</u>
<b>FUND BALANCES</b>			
Beginning	3,242,951	3,242,951	-
Ending	<u>\$ 1,588,233</u>	<u>\$ 1,991,562</u>	<u>\$ 403,329</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Ponce Inlet Port Authority Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Taxes	\$ 1,878,967	\$ 1,885,978	\$ 7,011
Intergovernmental revenues	150	173	23
Charges for services	787,694	922,432	134,738
Interest revenues	35,000	7,956	(27,044)
Miscellaneous revenues	-	6	6
<b>Total revenues</b>	<u>2,701,811</u>	<u>2,816,545</u>	<u>114,734</u>
<b>EXPENDITURES</b>			
Current:			
Transportation	1,230,168	773,265	456,903
Culture/recreation	1,021,971	624,048	397,923
Reserves	863,200	-	863,200
<b>Total expenditures</b>	<u>3,115,339</u>	<u>1,397,313</u>	<u>1,718,026</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(413,528)</u>	<u>1,419,232</u>	<u>1,832,760</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	659,511	659,503	(8)
Transfers out	(1,141,122)	(1,055,051)	86,071
<b>Total other financing uses</b>	<u>(481,611)</u>	<u>(395,548)</u>	<u>86,063</u>
<b>Net change in fund balances</b>	<u>(895,139)</u>	<u>1,023,684</u>	<u>1,918,823</u>
<b>FUND BALANCES</b>			
Beginning	900,124	1,448,209	548,085
Ending	<u>\$ 4,985</u>	<u>\$ 2,471,893</u>	<u>\$ 2,466,908</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**E-911 Emergency Telephone System Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Intergovernmental revenues	\$ 2,330,000	\$ 2,088,268	\$ (241,732)
Interest revenues	15,000	7,399	(7,601)
<b>Total revenues</b>	<u>2,345,000</u>	<u>2,095,667</u>	<u>(249,333)</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	1,642,959	1,151,375	491,584
Reserves	1,207,069	-	1,207,069
<b>Total expenditures</b>	<u>2,850,028</u>	<u>1,151,375</u>	<u>1,698,653</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(505,028)</u>	<u>944,292</u>	<u>1,449,320</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(1,337,363)	(1,337,363)	-
<b>Total other financing uses</b>	<u>(1,337,363)</u>	<u>(1,337,363)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(1,842,391)</u>	<u>(393,071)</u>	<u>1,449,320</u>
<b>FUND BALANCES</b>			
Beginning	1,842,391	2,107,637	265,246
Ending	<u>\$ -</u>	<u>\$ 1,714,566</u>	<u>\$ 1,714,566</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Special Lighting Districts Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Special assessments/impact fees	\$ 334,378	\$ 325,823	\$ (8,555)
<b>Total revenues</b>	<u>334,378</u>	<u>325,823</u>	<u>(8,555)</u>
<b>EXPENDITURES</b>			
Current:			
Transportation	301,841	299,865	1,976
Reserves	33,690	-	33,690
<b>Total expenditures</b>	<u>335,531</u>	<u>299,865</u>	<u>35,666</u>
<b>Excess (deficiency) of revenues         over (under) expenditures</b>	<u>(1,153)</u>	<u>25,958</u>	<u>27,111</u>
<b>Net change in fund balances</b>	<u>(1,153)</u>	<u>25,958</u>	<u>27,111</u>
<b>FUND BALANCES</b>			
Beginning	1,153	15,137	13,984
Ending	<u>\$ -</u>	<u>\$ 41,095</u>	<u>\$ 41,095</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Ocean Center Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Charges for services	\$ 1,766,023	\$ 1,847,289	\$ 81,266
Interest revenues	50,000	(16,525)	(66,525)
Miscellaneous revenues	826,997	678,476	(148,521)
<b>Total revenues</b>	<u>2,643,020</u>	<u>2,509,240</u>	<u>(133,780)</u>
<b>EXPENDITURES</b>			
Current:			
Culture/recreation	8,315,670	7,144,342	1,171,328
Reserves	748,116	-	748,116
<b>Total expenditures</b>	<u>9,063,786</u>	<u>7,144,342</u>	<u>1,919,444</u>
<b>Deficiency of revenues under expenditures</b>	<u>(6,420,766)</u>	<u>(4,635,102)</u>	<u>1,785,664</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	7,049,892	7,049,032	(860)
Transfers out	(3,569,293)	(3,096,421)	472,872
<b>Total other financing sources</b>	<u>3,480,599</u>	<u>3,952,611</u>	<u>472,012</u>
<b>Net change in fund balances</b>	<u>(2,940,167)</u>	<u>(682,491)</u>	<u>2,257,676</u>
<b>FUND BALANCES</b>			
Beginning	2,940,167	3,749,356	809,189
Ending	<u>\$ -</u>	<u>\$ 3,066,865</u>	<u>\$ 3,066,865</u>



**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Manatee Conservation Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Licenses and permits	\$ 5,000	\$ 147,750	\$ 142,750
Interest revenues	1,125	876	(249)
<b>Total revenues</b>	<u>6,125</u>	<u>148,626</u>	<u>142,501</u>
<b>EXPENDITURES</b>			
Current:			
Physical environment	3,179	-	3,179
Reserves	156,655	-	156,655
<b>Total expenditures</b>	<u>159,834</u>	<u>-</u>	<u>159,834</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(153,709)</u>	<u>148,626</u>	<u>302,335</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(3,000)	(2,708)	292
<b>Total other financing uses</b>	<u>(3,000)</u>	<u>(2,708)</u>	<u>292</u>
<b>Net change in fund balances</b>	<u>(156,709)</u>	<u>145,918</u>	<u>302,627</u>
<b>FUND BALANCES</b>			
Beginning	156,709	220,157	63,448
Ending	<u>\$ -</u>	<u>\$ 366,075</u>	<u>\$ 366,075</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Road Impact Fees Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ 49,100	\$ 26,106	\$ (22,994)
Special assessments/impact fees	3,386,850	5,241,985	1,855,135
<b>Total revenues</b>	<u>3,435,950</u>	<u>5,268,091</u>	<u>1,832,141</u>
<b>EXPENDITURES</b>			
Current:			
Transportation	7,000,000	-	7,000,000
Reserves	1,979,647	-	1,979,647
<b>Total expenditures</b>	<u>8,979,647</u>	<u>-</u>	<u>8,979,647</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(5,543,697)</u>	<u>5,268,091</u>	<u>10,811,788</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(3,849,180)	(3,849,180)	-
<b>Total other financing uses</b>	<u>(3,849,180)</u>	<u>(3,849,180)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(9,392,877)</u>	<u>1,418,911</u>	<u>10,811,788</u>
<b>FUND BALANCES</b>			
Beginning	9,392,877	9,400,810	7,933
Ending	<u>\$ -</u>	<u>\$ 10,819,721</u>	<u>\$ 10,819,721</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Park Impact Fees Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ 13,697	\$ 4,222	\$ (9,475)
Special assessments/impact fees	127,600	205,470	77,870
<b>Total revenues</b>	<u>141,297</u>	<u>209,692</u>	<u>68,395</u>
<b>EXPENDITURES</b>			
Current:			
Culture/recreation	602,940	38,088	564,852
Reserves	1,225,592	-	1,225,592
<b>Total expenditures</b>	<u>1,828,532</u>	<u>38,088</u>	<u>1,790,444</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(1,687,235)</u>	<u>171,604</u>	<u>1,858,839</u>
<b>Net change in fund balances</b>	<u>(1,687,235)</u>	<u>171,604</u>	<u>1,858,839</u>
<b>FUND BALANCES</b>			
Beginning	1,687,235	1,865,837	178,602
Ending	<u>\$ -</u>	<u>\$ 2,037,441</u>	<u>\$ 2,037,441</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Fire Services Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Taxes	\$ 25,181,804	\$ 25,302,457	\$ 120,653
Intergovernmental revenues	61,280	76,014	14,734
Charges for services	530,050	607,715	77,665
Interest revenues	90,000	80,262	(9,738)
Miscellaneous revenues	7,300	10,147	2,847
<b>Total revenues</b>	<u>25,870,434</u>	<u>26,076,595</u>	<u>206,161</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	26,818,516	24,107,300	2,711,216
Reserves	2,381,196	-	2,381,196
<b>Total expenditures</b>	<u>29,199,712</u>	<u>24,107,300</u>	<u>5,092,412</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(3,329,278)</u>	<u>1,969,295</u>	<u>5,298,573</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	46,211	20,902	(25,309)
Transfers out	(233,447)	(233,447)	-
<b>Total other financing uses</b>	<u>(187,236)</u>	<u>(212,545)</u>	<u>(25,309)</u>
<b>Net change in fund balances</b>	<u>(3,516,514)</u>	<u>1,756,750</u>	<u>5,273,264</u>
<b>FUND BALANCES</b>			
Beginning	6,123,742	6,629,012	505,270
Ending	<u>\$ 2,607,228</u>	<u>\$ 8,385,762</u>	<u>\$ 5,778,534</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Fire Impact Fees Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ 2,350	\$ 1,565	\$ (785)
Special assessments/impact fees	40,870	101,855	60,985
<b>Total revenues</b>	<u>43,220</u>	<u>103,420</u>	<u>60,200</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	499,104	52,427	446,677
Reserves	153,309	-	153,309
<b>Total expenditures</b>	<u>652,413</u>	<u>52,427</u>	<u>599,986</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(609,193)</u>	<u>50,993</u>	<u>660,186</u>
<b>Net change in fund balances</b>	<u>(609,193)</u>	<u>50,993</u>	<u>660,186</u>
<b>FUND BALANCES</b>			
Beginning	609,193	638,272	29,079
Ending	<u>\$ -</u>	<u>\$ 689,265</u>	<u>\$ 689,265</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Silver Sands / Bethune Beach Municipal Service District Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Taxes	\$ 12,202	\$ 12,262	\$ 60
Interest revenues	18	34	16
<b>Total revenues</b>	<u>12,220</u>	<u>12,296</u>	<u>76</u>
<b>EXPENDITURES</b>			
Current:			
Transportation	15,078	13,923	1,155
<b>Total expenditures</b>	<u>15,078</u>	<u>13,923</u>	<u>1,155</u>
<b>Deficiency of revenues under expenditures</b>	<u>(2,858)</u>	<u>(1,627)</u>	<u>1,231</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	2,462	2,462	-
<b>Total other financing sources</b>	<u>2,462</u>	<u>2,462</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(396)</u>	<u>835</u>	<u>1,231</u>
<b>FUND BALANCES</b>			
Beginning	396	831	435
Ending	<u>\$ -</u>	<u>\$ 1,666</u>	<u>\$ 1,666</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Gemini Springs Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ 620	\$ 128	\$ (492)
<b>Total revenues</b>	<u>620</u>	<u>128</u>	<u>(492)</u>
<b>EXPENDITURES</b>			
Current:			
Culture/recreation	5,000	5,000	-
Reserves	72,538	-	72,538
<b>Total expenditures</b>	<u>77,538</u>	<u>5,000</u>	<u>72,538</u>
<b>Deficiency of revenues under expenditures</b>	<u>(76,918)</u>	<u>(4,872)</u>	<u>72,046</u>
<b>Net change in fund balances</b>	<u>(76,918)</u>	<u>(4,872)</u>	<u>72,046</u>
<b>FUND BALANCES</b>			
Beginning	76,918	77,797	879
Ending	<u>\$ -</u>	<u>\$ 72,925</u>	<u>\$ 72,925</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Stormwater Utility Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Intergovernmental revenues	\$ -	\$ 80,000	\$ 80,000
Charges for services	18,500	21,787	3,287
Interest revenues	68,500	24,788	(43,712)
Special assessments/impact fees	4,470,000	4,457,588	(12,412)
Miscellaneous revenues	-	46,189	46,189
<b>Total revenues</b>	<u>4,557,000</u>	<u>4,630,352</u>	<u>73,352</u>
<b>EXPENDITURES</b>			
Current:			
Transportation	7,523,906	4,223,699	3,300,207
Reserves	1,898,401	-	1,898,401
<b>Total expenditures</b>	<u>9,422,307</u>	<u>4,223,699</u>	<u>5,198,608</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(4,865,307)</u>	<u>406,653</u>	<u>5,271,960</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	329,830	256,872	(72,958)
Transfers out	(563,187)	(369,407)	193,780
<b>Total other financing uses</b>	<u>(233,357)</u>	<u>(112,535)</u>	<u>120,822</u>
<b>Net change in fund balances</b>	<u>(5,098,664)</u>	<u>294,118</u>	<u>5,392,782</u>
<b>FUND BALANCES</b>			
Beginning	5,098,664	6,221,384	1,122,720
Ending	<u>\$ -</u>	<u>\$ 6,515,502</u>	<u>\$ 6,515,502</u>



**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Volusia ECHO Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Taxes	\$ 5,587,527	\$ 5,606,747	\$ 19,220
Intergovernmental revenues	100	1,228	1,128
Interest revenues	115,000	41,866	(73,134)
<b>Total revenues</b>	<u>5,702,627</u>	<u>5,649,841</u>	<u>(52,786)</u>
<b>EXPENDITURES</b>			
Current:			
Culture/recreation	7,905,688	1,402,450	6,503,238
Reserves	2,281,533	-	2,281,533
<b>Total expenditures</b>	<u>10,187,221</u>	<u>1,402,450</u>	<u>8,784,771</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(4,484,594)</u>	<u>4,247,391</u>	<u>8,731,985</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(4,784,748)	(2,881,823)	1,902,925
<b>Total other financing uses</b>	<u>(4,784,748)</u>	<u>(2,881,823)</u>	<u>1,902,925</u>
<b>Net change in fund balances</b>	<u>(9,269,342)</u>	<u>1,365,568</u>	<u>10,634,910</u>
<b>FUND BALANCES</b>			
Beginning	9,269,342	9,299,242	29,900
Ending	<u>\$ -</u>	<u>\$ 10,664,810</u>	<u>\$ 10,664,810</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Law / Beach Enforcement Trust Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Fines and forfeitures	\$ 515,000	\$ 262,843	\$ (252,157)
Interest revenues	20,000	3,487	(16,513)
Miscellaneous revenues	15,000	7,699	(7,301)
<b>Total revenues</b>	<u>550,000</u>	<u>274,029</u>	<u>(275,971)</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	1,245,373	898,440	346,933
Reserves	1,239,970	-	1,239,970
<b>Total expenditures</b>	<u>2,485,343</u>	<u>898,440</u>	<u>1,586,903</u>
<b>Deficiency of revenues under expenditures</b>	<u>(1,935,343)</u>	<u>(624,411)</u>	<u>1,310,932</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(16,200)	(16,200)	-
<b>Total other financing uses</b>	<u>(16,200)</u>	<u>(16,200)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(1,951,543)</u>	<u>(640,611)</u>	<u>1,310,932</u>
<b>FUND BALANCES</b>			
Beginning	1,951,543	1,826,384	(125,159)
Ending	<u>\$ -</u>	<u>\$ 1,185,773</u>	<u>\$ 1,185,773</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Federal Forfeiture Sharing Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Fines and forfeitures	\$ 70,000	\$ 134,715	\$ 64,715
Interest revenues	670	716	46
<b>Total revenues</b>	<u>70,670</u>	<u>135,431</u>	<u>64,761</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	159,118	64,167	94,951
Reserves	6,538	-	6,538
<b>Total expenditures</b>	<u>165,656</u>	<u>64,167</u>	<u>101,489</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(94,986)</u>	<u>71,264</u>	<u>166,250</u>
<b>Net change in fund balances</b>	<u>(94,986)</u>	<u>71,264</u>	<u>166,250</u>
<b>FUND BALANCES</b>			
Beginning	94,986	122,654	27,668
Ending	<u>\$ -</u>	<u>\$ 193,918</u>	<u>\$ 193,918</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**State Housing Incentive Program (S.H.I.P.) Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Intergovernmental revenues	\$ 2,812,930	\$ 2,015,996	\$ (796,934)
Charges for services	481,148	571,627	90,479
Interest revenues	41,431	13,070	(28,361)
<b>Total revenues</b>	<u>3,335,509</u>	<u>2,600,693</u>	<u>(734,816)</u>
<b>EXPENDITURES</b>			
Current:			
Economic environment	5,029,917	2,517,203	2,512,714
Reserves	755,308	-	755,308
<b>Total expenditures</b>	<u>5,785,225</u>	<u>2,517,203</u>	<u>3,268,022</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(2,449,716)</u>	<u>83,490</u>	<u>2,533,206</u>
<b>Net change in fund balances</b>	<u>(2,449,716)</u>	<u>83,490</u>	<u>2,533,206</u>
<b>FUND BALANCES</b>			
Beginning	2,449,716	2,694,729	245,013
Ending	<u>\$ -</u>	<u>\$ 2,778,219</u>	<u>\$ 2,778,219</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Library Endowment Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ 5,000	\$ 1,489	\$ (3,511)
<b>Total revenues</b>	<u>5,000</u>	<u>1,489</u>	<u>(3,511)</u>
<b>EXPENDITURES</b>			
Current:			
Reserves	632,675	-	632,675
<b>Total expenditures</b>	<u>632,675</u>	<u>-</u>	<u>632,675</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(627,675)</u>	<u>1,489</u>	<u>629,164</u>
<b>OTHER FINANCING USES</b>			
Transfers out	(50,000)	(50,000)	-
<b>Total other financing uses</b>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(677,675)</u>	<u>(48,511)</u>	<u>629,164</u>
<b>FUND BALANCES</b>			
Beginning	677,675	683,409	5,734
Ending	<u>\$ -</u>	<u>\$ 634,898</u>	<u>\$ 634,898</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Corrections - Welfare Trust Special Revenue Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ 14,000	\$ 7,175	\$ (6,825)
Miscellaneous revenues	530,000	1,184,137	654,137
<b>Total revenues</b>	<u>544,000</u>	<u>1,191,312</u>	<u>647,312</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	1,089,822	484,433	605,389
Reserves	1,578,786	-	1,578,786
<b>Total expenditures</b>	<u>2,668,608</u>	<u>484,433</u>	<u>2,184,175</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(2,124,608)</u>	<u>706,879</u>	<u>2,831,487</u>
<b>Net change in fund balances</b>	<u>(2,124,608)</u>	<u>706,879</u>	<u>2,831,487</u>
<b>FUND BALANCES</b>			
Beginning	2,124,608	3,005,702	881,094
Ending	<u>\$ -</u>	<u>\$ 3,712,581</u>	<u>\$ 3,712,581</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Limited Tax General Obligation Bond Debt Service Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Taxes	\$ 2,981,302	\$ 3,000,698	\$ 19,396
Intergovernmental revenues	-	657	657
Interest revenues	-	35,455	35,455
<b>Total revenues</b>	<u>2,981,302</u>	<u>3,036,810</u>	<u>55,508</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	2,985,000	2,985,000	-
Interest and fiscal charges	298,542	297,636	906
Reserves	101,129	-	101,129
<b>Total expenditures</b>	<u>3,384,671</u>	<u>3,282,636</u>	<u>102,035</u>
<b>Deficiency of revenues under expenditures</b>	<u>(403,369)</u>	<u>(245,826)</u>	<u>157,543</u>
<b>Net change in fund balances</b>	<u>(403,369)</u>	<u>(245,826)</u>	<u>157,543</u>
<b>FUND BALANCES</b>			
Beginning	403,369	457,261	53,892
Ending	<u>\$ -</u>	<u>\$ 211,435</u>	<u>\$ 211,435</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Subordinate Lien Sales Tax Revenue Bonds Debt Service Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 68,165	\$ 68,165
<b>Total revenues</b>	<u>-</u>	<u>68,165</u>	<u>68,165</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	7,185,000	7,185,000	-
Interest and fiscal charges	755,264	756,083	(819)
Reserves	140,000	-	140,000
<b>Total expenditures</b>	<u>8,080,264</u>	<u>7,941,083</u>	<u>139,181</u>
<b>Deficiency of revenues under expenditures</b>	<u>(8,080,264)</u>	<u>(7,872,918)</u>	<u>207,346</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	7,772,958	7,772,958	-
<b>Total other financing sources</b>	<u>7,772,958</u>	<u>7,772,958</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(307,306)</u>	<u>(99,960)</u>	<u>207,346</u>
<b>FUND BALANCES</b>			
Beginning	307,306	305,627	(1,679)
Ending	<u>\$ -</u>	<u>\$ 205,667</u>	<u>\$ 205,667</u>



**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Sales Tax Refunding Revenue Bond Debt Service Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 3,723	\$ 3,723
<b>Total revenues</b>	<u>-</u>	<u>3,723</u>	<u>3,723</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	530,000	530,000	-
Interest and fiscal charges	57,002	54,251	2,751
<b>Total expenditures</b>	<u>587,002</u>	<u>584,251</u>	<u>2,751</u>
<b>Deficiency of revenues under expenditures</b>	<u>(587,002)</u>	<u>(580,528)</u>	<u>6,474</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	585,358	580,528	(4,830)
<b>Total other financing sources</b>	<u>585,358</u>	<u>580,528</u>	<u>(4,830)</u>
<b>Net change in fund balances</b>	<u>(1,644)</u>	<u>-</u>	<u>1,644</u>
<b>FUND BALANCES</b>			
Beginning	1,644	-	(1,644)
Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Gas Tax Refunding Revenue Bond Debt Service Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 27,919	\$ 27,919
<b>Total revenues</b>	<u>-</u>	<u>27,919</u>	<u>27,919</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	3,835,000	3,835,000	-
Interest and fiscal charges	671,893	671,143	750
<b>Total expenditures</b>	<u>4,506,893</u>	<u>4,506,143</u>	<u>750</u>
<b>Deficiency of revenues under expenditures</b>	<u>(4,506,893)</u>	<u>(4,478,224)</u>	<u>28,669</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	4,502,391	4,478,224	(24,167)
<b>Total other financing sources</b>	<u>4,502,391</u>	<u>4,478,224</u>	<u>(24,167)</u>
<b>Net change in fund balances</b>	<u>(4,502)</u>	<u>-</u>	<u>4,502</u>
<b>FUND BALANCES</b>			
Beginning	4,502	-	(4,502)
Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Tourist Development Tax Refunding Revenue Bonds Debt Service Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 25,371	\$ 25,371
<b>Total revenues</b>	<u>-</u>	<u>25,371</u>	<u>25,371</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	1,604,850	1,604,849	1
Interest and fiscal charges	2,670,161	2,669,568	593
Reserves	2,729,426	-	2,729,426
<b>Total expenditures</b>	<u>7,004,437</u>	<u>4,274,417</u>	<u>2,730,020</u>
<b>Deficiency of revenues under expenditures</b>	<u>(7,004,437)</u>	<u>(4,249,046)</u>	<u>2,755,391</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	4,261,388	4,251,173	(10,215)
<b>Total other financing sources</b>	<u>4,261,388</u>	<u>4,251,173</u>	<u>(10,215)</u>
<b>Net change in fund balances</b>	<u>(2,743,049)</u>	<u>2,127</u>	<u>2,745,176</u>
<b>FUND BALANCES</b>			
Beginning	2,743,049	2,752,623	9,574
Ending	<u>\$ -</u>	<u>\$ 2,754,750</u>	<u>\$ 2,754,750</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Capital Improvement Revenue Notes and Refunding Revenue Bond Debt Service Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 2,041	\$ 2,041
<b>Total revenues</b>	<u>-</u>	<u>2,041</u>	<u>2,041</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	1,081,370	835,000	246,370
Interest and fiscal charges	<u>1,033,421</u>	<u>281,635</u>	<u>751,786</u>
<b>Total expenditures</b>	<u>2,114,791</u>	<u>1,116,635</u>	<u>998,156</u>
<b>Deficiency of revenues under expenditures</b>	<u>(2,114,791)</u>	<u>(1,114,594)</u>	<u>1,000,197</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	2,113,549	1,219,257	(894,292)
<b>Total other financing sources</b>	<u>2,113,549</u>	<u>1,219,257</u>	<u>(894,292)</u>
<b>Net change in fund balances</b>	<u>(1,242)</u>	<u>104,663</u>	<u>105,905</u>
<b>FUND BALANCES</b>			
Beginning	1,242	10,962	9,720
Ending	<u>\$ -</u>	<u>\$ 115,625</u>	<u>\$ 115,625</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Installment Purchase Agreements Debt Service Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
<b>Total revenues</b>	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>			
Debt service:			
Principal retirement	1,088,000	1,088,000	-
Interest and fiscal charges	328,608	328,606	2
<b>Total expenditures</b>	1,416,608	1,416,606	2
<b>Deficiency of revenues under expenditures</b>	(1,416,608)	(1,416,606)	2
<b>OTHER FINANCING SOURCES</b>			
Transfers in	1,416,608	1,416,606	(2)
<b>Total other financing sources</b>	1,416,608	1,416,606	(2)
<b>Net change in fund balances</b>	-	-	-
<b>FUND BALANCES</b>			
Beginning	-	-	-
Ending	\$ -	\$ -	\$ -

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Ocean Center Expansion Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 23,384	\$ 23,384
<b>Total revenues</b>	<u>-</u>	<u>23,384</u>	<u>23,384</u>
<b>EXPENDITURES</b>			
Capital outlay	6,832,114	3,043,913	3,788,201
<b>Total expenditures</b>	<u>6,832,114</u>	<u>3,043,913</u>	<u>3,788,201</u>
<b>Deficiency of revenues under expenditures</b>	<u>(6,832,114)</u>	<u>(3,020,529)</u>	<u>3,811,585</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	2,432,179	2,432,179	-
<b>Total other financing sources</b>	<u>2,432,179</u>	<u>2,432,179</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(4,399,935)</u>	<u>(588,350)</u>	<u>3,811,585</u>
<b>FUND BALANCES</b>			
Beginning	4,399,935	4,544,571	144,636
Ending	<u>\$ -</u>	<u>\$ 3,956,221</u>	<u>\$ 3,956,221</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Bond Funded Road Program Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 35,746	\$ 35,746
<b>Total revenues</b>	<u>-</u>	<u>35,746</u>	<u>35,746</u>
<b>EXPENDITURES</b>			
Capital outlay	11,245,090	129,195	11,115,895
<b>Total expenditures</b>	<u>11,245,090</u>	<u>129,195</u>	<u>11,115,895</u>
<b>Deficiency of revenues under expenditures</b>	<u>(11,245,090)</u>	<u>(93,449)</u>	<u>11,151,641</u>
<b>Net change in fund balances</b>	<u>(11,245,090)</u>	<u>(93,449)</u>	<u>11,151,641</u>
<b>FUND BALANCES</b>			
Beginning	11,245,090	12,316,375	1,071,285
Ending	<u>\$ -</u>	<u>\$ 12,222,926</u>	<u>\$ 12,222,926</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Beach Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Charges for services	\$ 870,861	\$ 922,944	\$ 52,083
Interest revenues	-	41,522	41,522
<b>Total revenues</b>	<u>870,861</u>	<u>964,466</u>	<u>93,605</u>
<b>EXPENDITURES</b>			
Capital outlay	14,277,295	4,226,213	10,051,082
<b>Total expenditures</b>	<u>14,277,295</u>	<u>4,226,213</u>	<u>10,051,082</u>
<b>Deficiency of revenues under expenditures</b>	<u>(13,406,434)</u>	<u>(3,261,747)</u>	<u>10,144,687</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	6,636,922	5,533,997	(1,102,925)
<b>Total other financing sources</b>	<u>6,636,922</u>	<u>5,533,997</u>	<u>(1,102,925)</u>
<b>Net change in fund balances</b>	<u>(6,769,512)</u>	<u>2,272,250</u>	<u>9,041,762</u>
<b>FUND BALANCES</b>			
Beginning	6,769,512	7,325,952	556,440
Ending	<u>\$ -</u>	<u>\$ 9,598,202</u>	<u>\$ 9,598,202</u>



**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Trails Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 17,595	\$ 17,595
Miscellaneous revenues	-	1,565	1,565
<b>Total revenues</b>	<u>-</u>	<u>19,160</u>	<u>19,160</u>
<b>EXPENDITURES</b>			
Capital outlay	7,199,688	1,342,148	5,857,540
<b>Total expenditures</b>	<u>7,199,688</u>	<u>1,342,148</u>	<u>5,857,540</u>
<b>Deficiency of revenues under expenditures</b>	<u>(7,199,688)</u>	<u>(1,322,988)</u>	<u>5,876,700</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,000,000	1,000,000	-
Transfers out	(593,904)	(593,903)	1
<b>Total other financing sources</b>	<u>406,096</u>	<u>406,097</u>	<u>1</u>
<b>Net change in fund balances</b>	<u>(6,793,592)</u>	<u>(916,891)</u>	<u>5,876,701</u>
<b>FUND BALANCES</b>			
Beginning	6,793,592	6,932,766	139,174
Ending	<u>\$ -</u>	<u>\$ 6,015,875</u>	<u>\$ 6,015,875</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Information Technology Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 7,966	\$ 7,966
<b>Total revenues</b>	<u>-</u>	<u>7,966</u>	<u>7,966</u>
<b>EXPENDITURES</b>			
Capital outlay	1,931,284	173,812	1,757,472
<b>Total expenditures</b>	<u>1,931,284</u>	<u>173,812</u>	<u>1,757,472</u>
<b>Deficiency of revenues under expenditures</b>	<u>(1,931,284)</u>	<u>(165,846)</u>	<u>1,765,438</u>
<b>Net change in fund balances</b>	<u>(1,931,284)</u>	<u>(165,846)</u>	<u>1,765,438</u>
<b>FUND BALANCES</b>			
Beginning	1,931,284	1,461,957	(469,327)
Ending	<u>\$ -</u>	<u>\$ 1,296,111</u>	<u>\$ 1,296,111</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Library Construction Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 1,777	\$ 1,777
<b>Total revenues</b>	<u>-</u>	<u>1,777</u>	<u>1,777</u>
<b>EXPENDITURES</b>			
Capital outlay	426,671	307,010	119,661
<b>Total expenditures</b>	<u>426,671</u>	<u>307,010</u>	<u>119,661</u>
<b>Deficiency of revenues under expenditures</b>	<u>(426,671)</u>	<u>(305,233)</u>	<u>121,438</u>
<b>Net change in fund balances</b>	<u>(426,671)</u>	<u>(305,233)</u>	<u>121,438</u>
<b>FUND BALANCES</b>			
Beginning	426,671	433,982	7,311
Ending	<u>\$ -</u>	<u>\$ 128,749</u>	<u>\$ 128,749</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Capital Improvement Projects Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
<b>Total revenues</b>	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>			
<b>Total expenditures</b>	-	-	-
<b>Excess of revenues over expenditures</b>	-	-	-
<b>OTHER FINANCING USES</b>			
Transfers out	(126,565)	(126,565)	-
<b>Total other financing uses</b>	(126,565)	(126,565)	-
<b>Net change in fund balances</b>	(126,565)	(126,565)	-
<b>FUND BALANCES</b>			
Beginning	126,565	423,032	296,467
Ending	\$ -	\$ 296,467	\$ 296,467

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Branch Jail Expansion Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 288	\$ 288
<b>Total revenues</b>	<u>-</u>	<u>288</u>	<u>288</u>
<b>EXPENDITURES</b>			
Capital outlay	12,604	12,603	1
<b>Total expenditures</b>	<u>12,604</u>	<u>12,603</u>	<u>1</u>
<b>Deficiency of revenues under expenditures</b>	<u>(12,604)</u>	<u>(12,315)</u>	<u>289</u>
<b>Net change in fund balances</b>	<u>(12,604)</u>	<u>(12,315)</u>	<u>289</u>
<b>FUND BALANCES</b>			
Beginning	12,604	180,534	167,930
Ending	<u>\$ -</u>	<u>\$ 168,219</u>	<u>\$ 168,219</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Parks Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Licenses and permits	\$ -	\$ 160,953	\$ 160,953
Intergovernmental revenues	140,000	-	(140,000)
Interest revenues	-	6,474	6,474
<b>Total revenues</b>	<u>140,000</u>	<u>167,427</u>	<u>27,427</u>
<b>EXPENDITURES</b>			
Capital outlay	2,181,299	65,812	2,115,487
<b>Total expenditures</b>	<u>2,181,299</u>	<u>65,812</u>	<u>2,115,487</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(2,041,299)</u>	<u>101,615</u>	<u>2,142,914</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	980,000	80,730	(899,270)
<b>Total other financing sources</b>	<u>980,000</u>	<u>80,730</u>	<u>(899,270)</u>
<b>Net change in fund balances</b>	<u>(1,061,299)</u>	<u>182,345</u>	<u>1,243,644</u>
<b>FUND BALANCES</b>			
Beginning	1,061,299	1,898,871	837,572
Ending	<u>\$ -</u>	<u>\$ 2,081,216</u>	<u>\$ 2,081,216</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**800 MHz System Improvements Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Fines and forfeitures	\$ 386,589	\$ 323,251	\$ (63,338)
Interest revenues	-	32,059	32,059
<b>Total revenues</b>	<u>386,589</u>	<u>355,310</u>	<u>(31,279)</u>
<b>EXPENDITURES</b>			
Capital outlay	4,408,133	478,678	3,929,455
<b>Total expenditures</b>	<u>4,408,133</u>	<u>478,678</u>	<u>3,929,455</u>
<b>Deficiency of revenues under expenditures</b>	<u>(4,021,544)</u>	<u>(123,368)</u>	<u>3,898,176</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	3,008,473	3,008,473	-
<b>Total other financing sources</b>	<u>3,008,473</u>	<u>3,008,473</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(1,013,071)</u>	<u>2,885,105</u>	<u>3,898,176</u>
<b>FUND BALANCES</b>			
Beginning	1,013,071	7,284,081	6,271,010
Ending	<u>\$ -</u>	<u>\$ 10,169,186</u>	<u>\$ 10,169,186</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**South Williamson Blvd Extension Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 91	\$ 91
<b>Total revenues</b>	<u>-</u>	<u>91</u>	<u>91</u>
<b>EXPENDITURES</b>			
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of revenues over expenditures</b>	<u>-</u>	<u>91</u>	<u>91</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>91</u>	<u>91</u>
<b>FUND BALANCES</b>			
Beginning	-	43,797	43,797
Ending	<u>\$ -</u>	<u>\$ 43,888</u>	<u>\$ 43,888</u>



**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Public Works Service Center Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 51,872	\$ 51,872
<b>Total revenues</b>	<u>-</u>	<u>51,872</u>	<u>51,872</u>
<b>EXPENDITURES</b>			
Capital outlay	18,892,540	15,690	18,876,850
<b>Total expenditures</b>	<u>18,892,540</u>	<u>15,690</u>	<u>18,876,850</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(18,892,540)</u>	<u>36,182</u>	<u>18,928,722</u>
<b>Net change in fund balances</b>	<u>(18,892,540)</u>	<u>36,182</u>	<u>18,928,722</u>
<b>FUND BALANCES</b>			
Beginning	18,892,540	18,892,540	-
Ending	<u>\$ -</u>	<u>\$ 18,928,722</u>	<u>\$ 18,928,722</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Elections Warehouse Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 11,610	\$ 11,610
<b>Total revenues</b>	<u>-</u>	<u>11,610</u>	<u>11,610</u>
<b>EXPENDITURES</b>			
Capital outlay	1,426,565	-	1,426,565
<b>Total expenditures</b>	<u>1,426,565</u>	<u>-</u>	<u>1,426,565</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(1,426,565)</u>	<u>11,610</u>	<u>1,438,175</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	1,426,565	1,426,565	-
<b>Total other financing sources</b>	<u>1,426,565</u>	<u>1,426,565</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>1,438,175</u>	<u>1,438,175</u>
<b>FUND BALANCES</b>			
Beginning	-	2,800,000	2,800,000
Ending	<u>\$ -</u>	<u>\$ 4,238,175</u>	<u>\$ 4,238,175</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Sheriff's Office Evidence and Forensics Lab Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 16,596	\$ 16,596
<b>Total revenues</b>	<u>-</u>	<u>16,596</u>	<u>16,596</u>
<b>EXPENDITURES</b>			
Capital outlay	13,178,363	810,731	12,367,632
<b>Total expenditures</b>	<u>13,178,363</u>	<u>810,731</u>	<u>12,367,632</u>
<b>Deficiency of revenues under expenditures</b>	<u>(13,178,363)</u>	<u>(794,135)</u>	<u>12,384,228</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	5,000,000	5,000,000	-
<b>Total other financing sources</b>	<u>5,000,000</u>	<u>5,000,000</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(8,178,363)</u>	<u>4,205,865</u>	<u>12,384,228</u>
<b>FUND BALANCES</b>			
Beginning	8,178,363	1,500,000	(6,678,363)
Ending	<u>\$ -</u>	<u>\$ 5,705,865</u>	<u>\$ 5,705,865</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Boardwalk Development Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 4,104	\$ 4,104
<b>Total revenues</b>	<u>-</u>	<u>4,104</u>	<u>4,104</u>
<b>EXPENDITURES</b>			
Capital outlay	1,881,823	33,507	1,848,316
<b>Total expenditures</b>	<u>1,881,823</u>	<u>33,507</u>	<u>1,848,316</u>
<b>Deficiency of revenues under expenditures</b>	<u>(1,881,823)</u>	<u>(29,403)</u>	<u>1,852,420</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	1,881,823	1,881,823	-
<b>Total other financing sources</b>	<u>1,881,823</u>	<u>1,881,823</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>1,852,420</u>	<u>1,852,420</u>
<b>FUND BALANCES</b>			
Beginning	-	1,500,000	1,500,000
Ending	<u>\$ -</u>	<u>\$ 3,352,420</u>	<u>\$ 3,352,420</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Court / Central Services Warehouse Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Interest revenues	\$ -	\$ 9,339	\$ 9,339
<b>Total revenues</b>	<u>-</u>	<u>9,339</u>	<u>9,339</u>
<b>EXPENDITURES</b>			
Capital outlay	3,400,000	-	3,400,000
<b>Total expenditures</b>	<u>3,400,000</u>	<u>-</u>	<u>3,400,000</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(3,400,000)</u>	<u>9,339</u>	<u>3,409,339</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	3,400,000	3,400,000	-
<b>Total other financing sources</b>	<u>3,400,000</u>	<u>3,400,000</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>3,409,339</u>	<u>3,409,339</u>
<b>FUND BALANCES</b>			
Beginning	-	-	-
Ending	<u>\$ -</u>	<u>\$ 3,409,339</u>	<u>\$ 3,409,339</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Capital Economic Development Capital Projects Fund**  
For the Fiscal Year Ended September 30, 2017

	Budget	Actual	Variance with Budget - Positive (Negative)
<b>REVENUES</b>			
Total revenues	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>			
Total expenditures	-	-	-
Excess of revenues over expenditures	-	-	-
<b>Net change in fund balances</b>	-	-	-
<b>FUND BALANCES</b>			
Beginning	-	48,604	48,604
Ending	\$ -	\$ 48,604	\$ 48,604

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Other Capital Projects Funds**  
For the Fiscal Year Ended September 30, 2017

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>REVENUES</b>			
Miscellaneous revenues	\$ -	\$ 2,335	\$ 2,335
<b>Total revenues</b>	<u>-</u>	<u>2,335</u>	<u>2,335</u>
<b>EXPENDITURES</b>			
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of revenues over expenditures</b>	<u>-</u>	<u>2,335</u>	<u>2,335</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>2,335</u>	<u>2,335</u>
<b>FUND BALANCES</b>			
Beginning	-	400	400
Ending	<u>\$ -</u>	<u>\$ 2,735</u>	<u>\$ 2,735</u>



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## **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**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
September 30, 2017

Page 1 of 2

	Computer Replacement	Vehicle Maintenance	Insurance
<b>ASSETS</b>			
Current assets:			
Equity in pooled cash and investments	\$ 4,082,503	\$ 19,334,670	\$ 19,196,234
Accounts receivable, net	-	-	636,150
Due from other governments	-	61,906	16,583
Inventories	-	394,076	-
Prepaid items	-	-	1,401,145
<b>Total current assets</b>	<u>4,082,503</u>	<u>19,790,652</u>	<u>21,250,112</u>
Noncurrent assets:			
Capital assets:			
Buildings	-	1,839,665	-
Improvements other than buildings	-	458,733	-
Equipment	5,315,708	34,372,549	69,151
Intangibles	-	-	372,798
Less: accumulated depreciation	(3,222,154)	(21,771,852)	(56,356)
<b>Total capital assets, net of accumulated depreciation</b>	<u>2,093,554</u>	<u>14,899,095</u>	<u>385,593</u>
<b>Total noncurrent assets</b>	<u>2,093,554</u>	<u>14,899,095</u>	<u>385,593</u>
<b>Total assets</b>	<u>6,176,057</u>	<u>34,689,747</u>	<u>21,635,705</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	-	905,269	198,138
<b>Total deferred outflows of resources</b>	<u>-</u>	<u>905,269</u>	<u>198,138</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts and contracts payable	334,491	1,424,717	101,393
Due to other governments	-	175	26,749
Compensated absences payable	-	149,699	43,532
Estimated claims payable	-	-	3,270,000
Pollution remediation payable	-	32,892	-
Net pension liability	-	20,835	5,003
<b>Total current liabilities</b>	<u>334,491</u>	<u>1,628,318</u>	<u>3,446,677</u>
Noncurrent liabilities:			
Compensated absences payable	-	397,445	115,575
Estimated claims payable	-	-	9,587,000
Net OPEB obligation	-	-	-
Net pension liability	-	2,281,848	504,341
<b>Total noncurrent liabilities</b>	<u>-</u>	<u>2,679,293</u>	<u>10,206,916</u>
<b>Total liabilities</b>	<u>334,491</u>	<u>4,307,611</u>	<u>13,653,593</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to pensions	-	301,384	98,676
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>301,384</u>	<u>98,676</u>
<b>NET POSITION</b>			
Net investment in capital assets	2,093,554	14,899,095	385,593
Unrestricted	3,748,012	16,086,926	7,695,981
<b>Total net position</b>	<u>\$ 5,841,566</u>	<u>\$ 30,986,021</u>	<u>\$ 8,081,574</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Net Position (continued)**  
**Internal Service Funds**  
September 30, 2017

Page 2 of 2

	<b>Employee Group Insurance</b>	<b>Total</b>
<b>ASSETS</b>		
Current assets:		
Equity in pooled cash and investments	\$ 24,582,536	\$ 67,195,943
Accounts receivable, net	713,151	1,349,301
Due from other governments	-	78,489
Inventories	-	394,076
Prepaid items	-	1,401,145
<b>Total current assets</b>	<u>25,295,687</u>	<u>70,418,954</u>
Noncurrent assets:		
Capital assets:		
Buildings	-	1,839,665
Improvements other than buildings	-	458,733
Equipment	82,585	39,839,993
Intangibles	-	372,798
Less: accumulated depreciation	(10,726)	(25,061,088)
<b>Total capital assets, net of accumulated depreciation</b>	<u>71,859</u>	<u>17,450,101</u>
<b>Total noncurrent assets</b>	<u>71,859</u>	<u>17,450,101</u>
<b>Total assets</b>	<u>25,367,546</u>	<u>87,869,055</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflows related to pensions	17,857	1,121,264
<b>Total deferred outflows of resources</b>	<u>17,857</u>	<u>1,121,264</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts and contracts payable	61,014	1,921,615
Due to other governments	-	26,924
Compensated absences payable	2,931	196,162
Estimated claims payable	5,568,000	8,838,000
Pollution remediation payable	-	32,892
Net pension liability	414	26,252
<b>Total current liabilities</b>	<u>5,632,359</u>	<u>11,041,845</u>
Noncurrent liabilities:		
Compensated absences payable	7,781	520,801
Estimated claims payable	-	9,587,000
Net OPEB obligation	25,229,406	25,229,406
Net pension liability	45,196	2,831,385
<b>Total noncurrent liabilities</b>	<u>25,282,383</u>	<u>38,168,592</u>
<b>Total liabilities</b>	<u>30,914,742</u>	<u>49,210,437</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows related to pensions	4,574	404,634
<b>Total deferred inflows of resources</b>	<u>4,574</u>	<u>404,634</u>
<b>NET POSITION</b>		
Net investment in capital assets	71,859	17,450,101
Unrestricted	(5,605,772)	21,925,147
<b>Total net position</b>	<u>\$ (5,533,913)</u>	<u>\$ 39,375,248</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Internal Service Funds**  
For the Fiscal Year Ended September 30, 2017

Page 1 of 2

	<b>Computer Replacement</b>	<b>Vehicle Maintenance</b>	<b>Insurance</b>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 1,170,983	\$ 18,088,516	\$ 8,523,819
Miscellaneous revenues	297	17,498	23,730
<b>Total operating revenues</b>	<u>1,171,280</u>	<u>18,106,014</u>	<u>8,547,549</u>
<b>OPERATING EXPENSES</b>			
Personnel services	-	3,371,838	800,429
Contracted services	-	69,374	923,093
Supplies and materials	179,902	4,000,568	6,097
Repairs and maintenance	-	3,862,848	24,130
Utilities	-	41,176	-
Other services and charges	-	126,064	4,104,832
Depreciation	1,072,687	3,236,118	3,164
Claims and other accrued expenses	-	-	5,143,746
<b>Total operating expenses</b>	<u>1,252,589</u>	<u>14,707,986</u>	<u>11,005,491</u>
<b>Operating income (loss)</b>	<u>(81,309)</u>	<u>3,398,028</u>	<u>(2,457,942)</u>
<b>NON OPERATING REVENUES</b>			
Interest revenues	11,843	69,169	55,410
Net gain on disposal of capital assets	3,759	198,325	-
<b>Total non operating revenues</b>	<u>15,602</u>	<u>267,494</u>	<u>55,410</u>
<b>Income (loss) before contributions and transfers</b>	<u>(65,707)</u>	<u>3,665,522</u>	<u>(2,402,532)</u>
Capital contributions and grants	7,263	89,808	-
Transfers in	100,000	2,128	-
Transfers out	-	(300)	-
<b>Change in net position</b>	<u>41,556</u>	<u>3,757,158</u>	<u>(2,402,532)</u>
<b>NET POSITION</b>			
Beginning	5,800,010	27,228,863	10,484,106
Ending	<u>\$ 5,841,566</u>	<u>\$ 30,986,021</u>	<u>\$ 8,081,574</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position (continued)**  
**Internal Service Funds**  
For the Fiscal Year Ended September 30, 2017

Page 2 of 2

	<b>Employee Group Insurance</b>	<b>Total Internal Service Funds</b>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 41,539,365	\$ 69,322,683
Miscellaneous revenues	-	41,525
<b>Total operating revenues</b>	<u>41,539,365</u>	<u>69,364,208</u>
<b>OPERATING EXPENSES</b>		
Personnel services	66,988	4,239,255
Contracted services	1,287,262	2,279,729
Supplies and materials	-	4,186,567
Repairs and maintenance	-	3,886,978
Utilities	-	41,176
Other services and charges	36,563	4,267,459
Depreciation	6,499	4,318,468
Claims and other accrued expenses	37,419,622	42,563,368
<b>Total operating expenses</b>	<u>38,816,934</u>	<u>65,783,000</u>
<b>Operating income (loss)</b>	<u>2,722,431</u>	<u>3,581,208</u>
<b>NON OPERATING REVENUES</b>		
Interest revenues	162,618	299,040
Net gain on disposal of capital assets	-	202,084
<b>Total non operating revenues</b>	<u>162,618</u>	<u>501,124</u>
<b>Income (loss) before contributions and transfers</b>	<u>2,885,049</u>	<u>4,082,332</u>
Capital contributions and grants	-	97,071
Transfers in	-	102,128
Transfers out	-	(300)
<b>Change in net position</b>	<u>2,885,049</u>	<u>4,281,231</u>
<b>NET POSITION</b>		
Beginning	(8,418,962)	35,094,017
Ending	<u>\$ (5,533,913)</u>	<u>\$ 39,375,248</u>

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
For the Fiscal Year Ended September 30, 2017

Page 1 of 4

	Computer Replacement	Vehicle Maintenance	Insurance
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from interfund services provided	\$ 1,170,983	\$ 18,092,950	\$ 8,271,116
Payments to suppliers	(179,902)	(7,897,432)	(4,948,347)
Payments to employees	-	(3,216,667)	(743,885)
Payments of insurance claims	-	-	(4,638,145)
Other operating receipts	297	17,498	23,730
<b>Net cash provided by (used for) operating activities</b>	991,378	6,996,349	(2,035,531)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from other funds	100,000	2,128	-
Transfers to other funds	-	(300)	-
<b>Net cash provided by noncapital financing activities</b>	100,000	1,828	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Acquisition and construction of capital assets	(950,596)	(2,658,178)	-
Proceeds from the sale of capital assets	12,283	306,294	-
<b>Net cash provided by (used for) and related financing activities</b>	(938,313)	(2,351,884)	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest receipts	11,843	69,169	55,410
<b>Net cash provided by investing activities</b>	11,843	69,169	55,410
<b>Net increase (decrease) in cash and cash equivalents</b>	164,908	4,715,462	(1,980,121)
Cash and cash equivalents, beginning	3,917,595	14,619,208	21,176,355
Cash and cash equivalents, ending	<u>\$ 4,082,503</u>	<u>\$ 19,334,670</u>	<u>\$ 19,196,234</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Cash Flows (continued)**  
**Internal Service Funds**  
For the Fiscal Year Ended September 30, 2017

Page 2 of 4

	<b>Employee Group Insurance</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from interfund services provided	\$ 40,921,738	\$ 68,456,787
Payments to suppliers	(1,344,462)	(14,370,143)
Payments to employees	(75,898)	(4,036,450)
Payments of insurance claims	(34,946,601)	(39,584,746)
Other operating receipts	-	41,525
<b>Net cash provided by (used for) operating activities</b>	<b>4,554,777</b>	<b>10,506,973</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Transfers from other funds	-	102,128
Transfers to other funds	-	(300)
<b>Net cash provided by noncapital financing activities</b>	<b>-</b>	<b>101,828</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Acquisition and construction of capital assets	(14,340)	(3,623,114)
Proceeds from the sale of capital assets	-	318,577
<b>Net cash provided by (used for) and related financing activities</b>	<b>(14,340)</b>	<b>(3,304,537)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest receipts	162,618	299,040
<b>Net cash provided by investing activities</b>	<b>162,618</b>	<b>299,040</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>4,703,055</b>	<b>7,603,304</b>
Cash and cash equivalents, beginning	19,879,481	59,592,639
Cash and cash equivalents, ending	<u><u>\$ 24,582,536</u></u>	<u><u>\$ 67,195,943</u></u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Cash Flows (continued)**  
**Internal Service Funds**  
For the Fiscal Year Ended September 30, 2017

Page 3 of 4

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ (81,309)	\$ 3,398,028	\$ (2,457,942)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:			
Depreciation	1,072,687	3,236,118	3,164
Change in assets, deferred outflows, liabilities and deferred inflows:			
Accounts receivable	-	-	(236,120)
Due from other governments	-	4,434	(16,583)
Inventories	-	58,471	-
Prepaid items	-	-	12,517
Deferred outflows related to pensions	-	(181,831)	(39,237)
Accounts and contracts payable	-	111,260	98,460
Due to other governments	-	(25)	(1,172)
Compensated absences payable	-	42,601	41,167
Estimated claims payable	-	-	505,601
Unearned revenue	-	-	-
Pollution remediation payable	-	32,892	-
Net OPEB obligation	-	-	-
Net pension liability	-	243,831	51,737
Deferred inflows related to pensions	-	50,570	2,877
<b>Total adjustments</b>	<u>1,072,687</u>	<u>3,598,321</u>	<u>422,411</u>
<b>Net cash provided by (used for) operating activities</b>	<u>\$ 991,378</u>	<u>\$ 6,996,349</u>	<u>\$ (2,035,531)</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>			
Contributions of capital assets	\$ 7,263	\$ 89,808	\$ -
Capital asset purchases on account, beginning	378,780	216,011	-
Capital asset purchases on account, ending	334,491	890,238	-

(continued)



**COUNTY OF VOLUSIA, FLORIDA**  
**Combining Statement of Cash Flows (continued)**  
**Internal Service Funds**  
For the Fiscal Year Ended September 30, 2017

Page 4 of 4

	<u>Employee Group Insurance</u>	<u>Total</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ 2,722,431	\$ 3,581,208
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:		
Depreciation	6,499	4,318,468
Change in assets, deferred outflows, liabilities and deferred inflows:		
Accounts receivable	(413,867)	(649,987)
Due from other governments	-	(12,149)
Inventories	-	58,471
Prepaid items	-	12,517
Deferred outflows related to pensions	(3,369)	(224,437)
Accounts and contracts payable	(20,637)	189,083
Due to other governments	-	(1,197)
Compensated absences payable	(11,546)	72,222
Estimated claims payable	830,172	1,335,773
Unearned revenue	(203,760)	(203,760)
Pollution remediation payable	-	32,892
Net OPEB obligation	1,642,849	1,642,849
Net pension liability	4,649	300,217
Deferred inflows related to pensions	1,356	54,803
<b>Total adjustments</b>	<u>1,832,346</u>	<u>6,925,765</u>
<b>Net cash provided by (used for) operating activities</b>	<u>\$ 4,554,777</u>	<u>\$ 10,506,973</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>		
Contributions of capital assets	\$ -	\$ 97,071
Capital asset purchases on account, beginning	-	594,791
Capital asset purchases on account, ending	3,841	1,228,570

## **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.

### **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, tourist development taxes and business tax receipts 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 Fiscal Year Ended September 30, 2017

Page 1 of 2

	Ending Balance 9/30/2016	Additions	Deductions	Ending Balance 9/30/2017
<b>Inmate Trust</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 78,269	\$ 3,095,662	\$ 3,095,938	\$ 77,993
<b>Total assets</b>	<u>\$ 78,269</u>	<u>\$ 3,095,662</u>	<u>\$ 3,095,938</u>	<u>\$ 77,993</u>
<b>LIABILITIES</b>				
Deposits	\$ 78,269	\$ 3,095,662	\$ 3,095,938	\$ 77,993
<b>Total liabilities</b>	<u>\$ 78,269</u>	<u>\$ 3,095,662</u>	<u>\$ 3,095,938</u>	<u>\$ 77,993</u>
<b>General Trust</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 239,856	\$ 16,198	\$ 35,084	\$ 220,970
Special assessments receivable - delinquent	27,599	-	-	27,599
Special assessments receivable - interest	24,422	2,208	-	26,630
<b>Total assets</b>	<u>\$ 291,877</u>	<u>\$ 18,406</u>	<u>\$ 35,084</u>	<u>\$ 275,199</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ -	\$ 36,057	\$ 36,057	\$ -
Due to other governments	70,977	7,137	23,815	54,299
Deposits	220,900	10,282	10,282	220,900
<b>Total liabilities</b>	<u>\$ 291,877</u>	<u>\$ 53,476</u>	<u>\$ 70,154</u>	<u>\$ 275,199</u>
<b>Impact Fee - Other Governments</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 353,975	\$ 6,481,185	\$ 6,557,992	\$ 277,168
<b>Total assets</b>	<u>\$ 353,975</u>	<u>\$ 6,481,185</u>	<u>\$ 6,557,992</u>	<u>\$ 277,168</u>
<b>LIABILITIES</b>				
Due to other governments	\$ 353,975	\$ 6,481,185	\$ 6,557,992	\$ 277,168
<b>Total liabilities</b>	<u>\$ 353,975</u>	<u>\$ 6,481,185</u>	<u>\$ 6,557,992</u>	<u>\$ 277,168</u>
<b>Stone Island Utility</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ -	\$ 235,377	\$ 235,377	\$ -
<b>Total assets</b>	<u>\$ -</u>	<u>\$ 235,377</u>	<u>\$ 235,377</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Due to other governments	\$ -	\$ 235,377	\$ 235,377	\$ -
<b>Total liabilities</b>	<u>\$ -</u>	<u>\$ 235,377</u>	<u>\$ 235,377</u>	<u>\$ -</u>
<b>State of Florida Agency Funds</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 1,082,791	\$ 47,732,597	\$ 48,157,377	\$ 658,011
Accounts receivable, net	31,730	3,462,762	3,463,686	30,806
<b>Total assets</b>	<u>\$ 1,114,521</u>	<u>\$ 51,195,359</u>	<u>\$ 51,621,063</u>	<u>\$ 688,817</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 7,895	\$ 45,744	\$ 53,639	\$ -
Due to other governments	1,106,626	47,666,903	48,084,712	688,817
<b>Total liabilities</b>	<u>\$ 1,114,521</u>	<u>\$ 47,712,647</u>	<u>\$ 48,138,351</u>	<u>\$ 688,817</u>

(continued)

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Changes in Assets and Liabilities (continued)**  
**All Agency Funds**  
For the Fiscal Year Ended September 30, 2017

Page 2 of 2

	Ending Balance 9/30/2016	Additions	Deductions	Ending Balance 9/30/2017
<b>Sheriff's Civil</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 62,333	\$ 114,261	\$ 114,244	\$ 62,350
<b>Total assets</b>	<u>\$ 62,333</u>	<u>\$ 114,261</u>	<u>\$ 114,244</u>	<u>\$ 62,350</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 4,190	\$ 118,047	\$ 121,263	\$ 974
Deposits	58,143	122,280	119,047	61,376
<b>Total liabilities</b>	<u>\$ 62,333</u>	<u>\$ 240,327</u>	<u>\$ 240,310</u>	<u>\$ 62,350</u>
<b>Tax Collector's Transfer</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 6,778,202	\$ 716,235,459	\$ 715,835,039	\$ 7,178,622
Accounts receivable, net	351,059	72,571,873	72,342,282	580,650
Due from other governments	125,600	6,960	114,532	18,028
<b>Total assets</b>	<u>\$ 7,254,861</u>	<u>\$ 788,814,292</u>	<u>\$ 788,291,853</u>	<u>\$ 7,777,300</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 3,100	\$ 155,129	\$ 158,229	\$ -
Due to other governments	7,251,761	701,324,266	700,798,727	7,777,300
<b>Total liabilities</b>	<u>\$ 7,254,861</u>	<u>\$ 701,479,395</u>	<u>\$ 700,956,956</u>	<u>\$ 7,777,300</u>
<b>Total - All Agency Funds</b>				
<b>ASSETS</b>				
Equity in pooled cash and investments	\$ 8,595,426	\$ 773,910,739	\$ 774,031,051	\$ 8,475,114
Accounts receivable, net	382,789	76,034,635	75,805,968	611,456
Special assessments receivable - delinquent	27,599	-	-	27,599
Special assessments receivable - interest	24,422	2,208	-	26,630
Due from other governments	125,600	6,960	114,532	18,028
<b>Total assets</b>	<u>\$ 9,155,836</u>	<u>\$ 849,954,542</u>	<u>\$ 849,951,551</u>	<u>\$ 9,158,827</u>
<b>LIABILITIES</b>				
Accounts and contracts payable	\$ 15,185	\$ 354,977	\$ 369,188	\$ 974
Due to other governments	8,783,339	755,714,868	755,700,623	8,797,584
Deposits	357,312	3,228,224	3,225,267	360,269
<b>Total liabilities</b>	<u>\$ 9,155,836</u>	<u>\$ 759,298,069</u>	<u>\$ 759,295,078</u>	<u>\$ 9,158,827</u>

## **STATISTICAL SECTION:**

Statistical schedules differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These schedules reflect social data, economic data, and financial trends of the County of Volusia, Florida.



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## 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.

<b>Contents</b>	<b>Page</b>
Financial Trends	220
<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	230
<i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	
Debt Capacity	236
<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	244
<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	246
<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**  
**(Accrual Basis of Accounting)**

	Fiscal Year Ended September 30,			
	2017 (3)	2016 (3)	2015 (3)	2014
<b>Governmental activities</b>				
Net investment in capital assets	\$ 644,953,348	\$ 611,431,198	\$ 586,555,103	\$ 555,420,539
Restricted for:				
General government	31,622	96,780	-	-
Law enforcement and fire safety	9,291,403	10,104,230	9,546,954	13,888,952
Conservation and environmental programs	2,163,592	220,157	158,330	183,747
Transportation construction and operation	93,660,766	87,777,784	68,871,357	63,855,483
Housing, tourism and economic programs (1), (2)	7,587,595	7,967,225	-	-
Social services and community programs (1)	3,251,815	3,516,809	10,232,981	17,557,987
Library, parks, and cultural programs (2)	28,724,472	30,443,681	-	-
Library, parks, and tourism programs (2)	-	-	30,672,246	37,383,945
Debt service principal and interest	606,699	1,847,889	14,505,858	10,794,289
Capital projects	-	-	-	-
Payment of pension benefits	2,839,081	2,871,186	2,936,147	-
Other purposes	-	-	-	2,617,579
Unrestricted	(38,632,892)	(26,051,130)	(22,685,992)	91,859,248
<b>Total governmental activities net position</b>	<b>754,477,501</b>	<b>730,225,809</b>	<b>700,792,984</b>	<b>793,561,769</b>
<b>Business-type activities</b>				
Net investment in capital assets	207,906,546	198,227,958	193,842,002	181,566,767
Restricted for:				
Debt service principal and interest	712,682	779,032	4,066,631	3,126,191
Passenger facility charges program	1,629,016	1,639,065	1,592,813	1,599,305
Equipment replacement	350,000	350,000	350,000	350,000
Maintenance and operations	4,508,266	4,607,798	4,435,741	1,590,589
Unrestricted	40,646,203	34,337,099	26,860,473	40,635,715
<b>Total business-type activities net position</b>	<b>255,752,713</b>	<b>239,940,952</b>	<b>231,147,660</b>	<b>228,868,567</b>
<b>Primary government</b>				
Net investment in capital assets	852,859,894	809,659,156	780,397,105	736,987,306
Restricted for:				
General government	31,622	96,780	-	-
Law enforcement and fire safety	9,291,403	10,104,230	9,546,954	13,888,952
Conservation and environmental programs	2,163,592	220,157	158,330	183,747
Transportation construction and operation	93,660,766	87,777,784	68,871,357	63,855,483
Housing, tourism and economic programs (1), (2)	7,587,595	7,967,225	-	-
Social services and community programs (1)	3,251,815	3,516,809	10,232,981	17,557,987
Library, parks, and cultural programs (2)	28,724,472	30,443,681	-	-
Library, parks, and tourism programs (2)	-	-	30,672,246	37,383,945
Debt service principal and interest	1,319,381	2,626,921	18,572,489	13,920,480
Capital projects	-	-	-	-
Passenger facility charges program	1,629,016	1,639,065	1,592,813	1,599,305
Equipment replacement	350,000	350,000	350,000	350,000
Maintenance and operations	4,508,266	4,607,798	4,435,741	1,590,589
Payment of pension benefits	2,839,081	2,871,186	2,936,147	-
Other purposes	-	-	-	2,617,579
Unrestricted	2,013,311	8,285,969	4,174,481	132,494,963
<b>Total primary government net position</b>	<b>\$ 1,010,230,214</b>	<b>\$ 970,166,761</b>	<b>\$ 931,940,644</b>	<b>\$ 1,022,430,336</b>

Source: County of Volusia, Accounting Division

Notes:

- (1) Starting with fiscal year ended September 30, 2016, net position restricted for housing programs was regrouped in a new category of net position; moving from *social services and community programs* to *housing, tourism and economic programs*.
- (2) Starting with fiscal year ended September 30, 2016, net position restricted for tourism development was regrouped in a new category of net position; moving from *library, parks and tourism programs* to *housing, tourism and economic programs*.
- (3) Starting with fiscal year ended September 30, 2015, the County was required to implement GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which required the County to record a liability for its proportionate share of the two cost sharing defined benefit pension plans in which the County participates (Florida Retirement System (FRS) and the separate FRS Health Insurance Subsidy Program). Recording this liability drastically reduced the County's net position in the year of implementation and moving forward and while significant, readers of the financial statements should note that this liability is not a direct liability of the County. The County's only required payment related to the pension is a percentage of payroll set by Florida Statutes.



Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
\$ 536,148,693	\$ 529,475,957	\$ 509,847,280	\$ 463,237,238	\$ 435,198,853	\$ 406,810,610
-	-	-	-	-	-
11,719,911	14,083,389	20,446,939	6,700,394	6,967,647	5,411,176
156,944	114,582	77,657	35,792,673	31,436,444	31,388,201
62,146,934	60,474,657	55,280,943	57,599,465	56,923,705	51,259,416
-	-	-	-	-	-
11,045,258	9,592,442	9,767,387	8,329,608	-	-
-	-	-	-	-	-
37,955,102	39,094,459	41,489,975	6,673,882	5,798,319	5,140,729
15,965,608	15,439,436	15,401,791	12,705,320	14,391,535	12,691,660
-	-	-	9,819,305	12,046,937	5,217,022
-	-	-	-	-	-
3,603,154	5,239,446	5,514,732	5,262,960	12,594,847	10,166,245
97,602,530	101,556,388	125,899,036	168,625,727	156,172,093	141,179,375
<u>776,344,134</u>	<u>775,070,756</u>	<u>783,725,740</u>	<u>774,746,572</u>	<u>731,530,380</u>	<u>669,264,434</u>
176,222,199	168,500,750	172,389,706	158,488,441	158,318,044	151,210,354
3,001,191	2,263,500	3,891,844	3,761,844	3,474,326	3,344,969
1,595,644	1,589,698	1,583,267	1,576,045	1,511,311	1,510,260
850,000	850,000	850,000	850,000	850,000	850,000
1,492,708	1,437,543	1,398,390	1,575,594	1,641,211	1,611,133
30,728,811	30,621,904	23,717,269	23,053,251	18,199,779	30,714,116
<u>213,890,553</u>	<u>205,263,395</u>	<u>203,830,476</u>	<u>189,305,175</u>	<u>183,994,671</u>	<u>\$ 189,240,832</u>
712,370,892	697,976,707	682,236,986	621,725,679	593,516,897	558,020,964
-	-	-	-	-	-
11,719,911	14,083,389	20,446,939	6,700,394	6,967,647	5,411,176
156,944	114,582	77,657	35,792,673	31,436,444	31,388,201
62,146,934	60,474,657	55,280,943	57,599,465	56,923,705	51,259,416
-	-	-	-	-	-
11,045,258	9,592,442	9,767,387	8,329,608	-	-
-	-	-	-	-	-
37,955,102	39,094,459	41,489,975	6,673,882	5,798,319	5,140,729
18,966,799	17,702,936	19,293,635	16,467,164	17,865,861	16,036,629
-	-	-	9,819,305	12,046,937	5,217,022
1,595,644	1,589,698	1,583,267	1,576,045	1,511,311	1,510,260
850,000	850,000	850,000	850,000	850,000	850,000
1,492,708	1,437,543	1,398,390	1,575,594	1,641,211	1,611,133
-	-	-	-	-	-
3,603,154	5,239,446	5,514,732	5,262,960	12,594,847	10,166,245
128,331,341	132,178,292	149,616,305	191,678,978	174,371,872	171,893,491
<u>\$ 990,234,687</u>	<u>\$ 980,334,151</u>	<u>\$ 987,556,216</u>	<u>\$ 964,051,747</u>	<u>\$ 915,525,051</u>	<u>\$ 858,505,266</u>

**SCHEDULE 2**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>Expenses</b>				
Governmental activities:				
General government	\$ 64,555,130	\$ 60,204,732	\$ 58,548,530	\$ 55,943,939
Public safety	191,227,851	179,761,302	158,055,670	161,645,787
Physical environment	7,050,152	7,044,921	5,906,298	5,681,213
Transportation	36,872,240	33,899,450	33,406,368	33,394,370
Economic environment	53,855,309	34,660,029	19,741,393	20,840,798
Human services	20,726,644	19,470,761	21,537,485	21,823,122
Culture/recreation	54,900,610	51,482,331	46,943,428	49,609,170
Interest on long-term debt	5,078,110	6,058,703	5,848,805	6,857,386
Total governmental activities expenses	<u>434,266,046</u>	<u>392,582,229</u>	<u>349,987,977</u>	<u>355,795,785</u>
Business-type activities:				
Refuse disposal	14,633,257	12,978,296	12,386,627	12,824,551
Daytona Beach International Airport	19,159,481	16,861,726	17,433,801	16,505,926
Volusia Transportation Authority	27,095,041	26,156,607	25,348,362	24,380,566
Water and sewer utilities	14,135,144	12,660,415	13,929,786	12,852,476
Parking garage	2,025,168	1,849,773	1,828,171	2,026,062
Garbage collection	8,767,411	8,403,356	8,255,040	8,262,381
Total business-type activities expenses	<u>85,815,502</u>	<u>78,910,173</u>	<u>79,181,787</u>	<u>76,851,962</u>
<b>Total primary government expenses</b>	<u><u>\$ 520,081,548</u></u>	<u><u>\$ 471,492,402</u></u>	<u><u>\$ 429,169,764</u></u>	<u><u>\$ 432,647,747</u></u>
<b>Program revenues</b>				
Governmental activities:				
Charges for services:				
General government	\$ 10,846,960	\$ 10,703,648	\$ 12,382,816	\$ 11,198,941
Public safety	41,090,960	39,607,370	36,659,107	35,040,768
Physical environment	1,226,719	1,228,185	1,204,048	1,119,693
Transportation	1,390,298	863,530	790,309	5,596,649
Economic environment	1,291,624	571,789	1,639,198	2,101,533
Human services	-	70,519	122,019	206,160
Culture/recreation	10,715,678	10,636,440	9,001,542	6,526,008
Operating grants and contributions	44,898,702	26,075,727	26,896,501	26,261,936
Capital grants and contributions	28,473,001	23,113,716	14,338,241	9,488,534
Total governmental activities program revenues	<u>139,933,942</u>	<u>112,870,924</u>	<u>103,033,781</u>	<u>97,540,222</u>
Business-type activities:				
Charges for services:				
Refuse disposal	17,959,246	15,187,576	15,078,489	14,271,877
Daytona Beach International Airport	12,098,659	11,803,835	10,753,077	10,589,473
Volusia Transportation Authority	3,725,547	3,747,630	3,951,569	3,801,332
Water and sewer utilities	17,489,166	16,358,888	14,770,503	14,577,173
Parking garage	2,321,008	2,490,909	2,357,639	2,445,535
Garbage collection	8,494,821	8,414,943	8,390,920	8,451,751
Operating grants and contributions	16,383,978	16,607,248	13,226,910	11,176,615
Capital grants and contributions	14,267,800	5,412,079	13,139,853	17,640,384
Total business-type activities program revenues	<u>92,740,225</u>	<u>80,023,108</u>	<u>81,668,960</u>	<u>82,954,140</u>
<b>Total primary government program revenues</b>	<u><u>\$ 232,674,167</u></u>	<u><u>\$ 192,894,032</u></u>	<u><u>\$ 184,702,741</u></u>	<u><u>\$ 180,494,362</u></u>
<b>Net (expense)/revenue</b>				
Governmental activities	\$ (294,332,104)	\$ (279,711,305)	\$ (246,954,196)	\$ (258,255,563)
Business-type activities	6,924,723	1,112,935	2,487,173	6,102,178
<b>Total primary government net (expense)</b>	<u><u>\$ (287,407,381)</u></u>	<u><u>\$ (278,598,370)</u></u>	<u><u>\$ (244,467,023)</u></u>	<u><u>\$ (252,153,385)</u></u>

Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
\$ 54,302,636	\$ 58,564,506	\$ 59,471,178	\$ 68,474,891	\$ 66,181,105	\$ 65,706,978
153,560,255	156,218,093	138,420,443	138,711,417	142,200,482	141,825,138
5,618,704	7,251,235	4,755,602	6,623,263	6,508,365	4,844,235
33,343,480	32,463,478	34,966,084	28,992,740	28,633,671	32,280,300
19,949,066	18,893,276	17,121,483	20,469,936	19,973,864	24,765,595
21,513,304	22,776,251	22,262,198	22,913,545	20,750,157	21,539,157
46,463,195	51,169,466	46,672,687	51,613,063	52,581,962	48,117,236
7,236,856	8,353,382	9,293,008	9,653,950	10,232,969	10,234,858
<u>341,987,496</u>	<u>355,689,687</u>	<u>332,962,683</u>	<u>347,452,805</u>	<u>347,062,575</u>	<u>349,313,497</u>
14,751,400	12,566,636	14,301,386	15,382,143	20,022,046	16,806,398
16,301,669	15,458,041	14,870,531	15,298,781	15,952,429	16,517,443
24,743,381	23,359,216	27,520,764	21,936,449	20,511,281	21,420,408
12,640,562	12,222,990	12,324,243	12,035,452	12,354,869	12,127,737
2,711,681	2,155,379	2,112,649	2,115,123	2,303,761	2,333,966
8,215,845	7,692,793	7,034,130	7,042,577	7,026,079	6,839,157
<u>79,364,538</u>	<u>73,455,055</u>	<u>78,163,703</u>	<u>73,810,525</u>	<u>78,170,465</u>	<u>76,045,109</u>
<u>\$ 421,352,034</u>	<u>\$ 429,144,742</u>	<u>\$ 411,126,386</u>	<u>\$ 421,263,330</u>	<u>\$ 425,233,040</u>	<u>\$ 425,358,606</u>
\$ 11,436,646	\$ 11,597,655	\$ 12,351,788	\$ 13,343,619	\$ 13,820,164	\$ 14,965,646
32,801,679	32,203,052	20,758,090	20,717,027	21,205,555	22,030,802
848,581	294,934	583,482	596,465	5,122,650	5,392,455
5,544,589	5,667,905	6,066,988	5,613,379	2,073,765	1,840,607
1,594,574	1,822,252	1,229,006	512,897	385,305	327,139
285,205	340,338	381,997	615,021	1,277,072	1,284,408
6,149,754	6,869,212	7,221,609	6,827,531	6,635,285	6,100,676
26,376,989	28,669,063	26,978,909	30,108,237	27,608,244	30,682,179
3,192,587	4,360,020	12,840,617	16,535,782	26,322,290	21,059,366
<u>88,230,604</u>	<u>91,824,431</u>	<u>88,412,486</u>	<u>94,869,958</u>	<u>104,450,330</u>	<u>103,683,278</u>
13,813,103	13,119,871	12,864,348	13,679,763	15,662,243	17,755,422
10,917,000	10,074,360	9,657,573	8,837,966	8,422,591	9,316,359
3,535,101	3,234,735	3,280,502	3,215,803	3,123,768	3,871,781
13,941,259	14,175,136	12,642,705	12,597,332	11,527,237	11,718,440
2,362,520	2,389,183	2,305,237	2,267,595	2,023,642	2,037,245
8,480,575	8,464,976	8,383,299	8,377,968	6,026,019	6,259,355
10,575,463	9,342,500	10,363,546	9,469,186	8,720,566	6,906,691
15,712,225	6,420,936	19,814,949	11,217,672	6,089,166	10,698,278
<u>79,337,246</u>	<u>67,221,697</u>	<u>79,312,159</u>	<u>69,663,285</u>	<u>61,595,232</u>	<u>68,563,571</u>
<u>\$ 167,567,850</u>	<u>\$ 159,046,128</u>	<u>\$ 167,724,645</u>	<u>\$ 164,533,243</u>	<u>\$ 166,045,562</u>	<u>\$ 172,246,849</u>
\$ (253,756,892)	\$ (263,865,256)	\$ (244,550,197)	\$ (252,582,847)	\$ (242,612,245)	\$ (245,630,219)
(27,292)	(6,233,358)	1,148,456	(4,147,240)	(16,575,233)	(7,481,538)
<u>\$ (253,784,184)</u>	<u>\$ (270,098,614)</u>	<u>\$ (243,401,741)</u>	<u>\$ (256,730,087)</u>	<u>\$ (259,187,478)</u>	<u>\$ (253,111,757)</u>

(continued)

**SCHEDULE 2**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Changes in Net Position (continued)**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>General revenues and other changes in net position</b>				
Governmental activities:				
Property tax	\$ 242,121,424	\$ 232,986,267	\$ 219,000,088	\$ 207,324,816
Sales tax	20,995,101	20,167,829	19,115,761	17,861,072
Public service tax	10,843,980	11,185,586	11,295,347	11,508,745
Gas tax	17,222,788	16,559,519	15,492,098	14,897,974
Tourist and convention development taxes	21,531,936	21,131,187	19,293,853	17,304,447
State revenue sharing not restricted to specific programs	9,046,268	8,614,833	8,364,992	7,568,479
Intergovernmental revenues not restricted to specific programs	1,080,685	1,091,124	1,066,884	927,085
Interest revenue	1,137,330	1,877,079	3,440,698	2,183,320
Miscellaneous	3,112,690	2,541,359	3,560,931	4,136,550
Transfers	(8,508,406)	(7,010,653)	(7,035,653)	(8,239,290)
Total governmental activities	<u>318,583,796</u>	<u>309,144,130</u>	<u>293,594,999</u>	<u>275,473,198</u>
Business-type activities:				
Interest revenue	195,206	463,542	694,432	387,560
Miscellaneous	183,426	206,162	180,227	248,986
Transfers	8,508,406	7,010,653	7,035,653	8,239,290
Total business-type activities	<u>8,887,038</u>	<u>7,680,357</u>	<u>7,910,312</u>	<u>8,875,836</u>
<b>Total primary government general revenues and other changes in net position</b>	<u><u>\$ 327,470,834</u></u>	<u><u>\$ 316,824,487</u></u>	<u><u>\$ 301,505,311</u></u>	<u><u>\$ 284,349,034</u></u>
<b>Change in net position</b>				
Governmental activities	\$ 24,251,692	\$ 29,432,825	\$ 46,640,803	\$ 17,217,635
Business-type activities	15,811,761	8,793,292	10,397,485	14,978,014
<b>Total primary government</b>	<u><u>\$ 40,063,453</u></u>	<u><u>\$ 38,226,117</u></u>	<u><u>\$ 57,038,288</u></u>	<u><u>\$ 32,195,649</u></u>

Source: County of Volusia, Accounting Division

Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
\$ 192,902,184	\$ 192,923,283	\$ 197,901,152	\$ 228,686,586	\$ 236,246,448	\$ 229,442,548
16,894,299	16,039,983	15,375,748	15,250,772	15,493,143	17,199,118
11,183,193	10,735,104	11,308,758	12,069,457	11,178,942	11,056,723
14,822,466	14,954,166	14,793,484	14,977,943	15,138,028	15,069,088
15,497,377	14,669,623	13,708,186	13,584,657	13,575,138	15,184,641
7,295,689	6,771,514	6,635,951	6,434,236	6,493,676	7,307,990
728,004	910,834	1,072,179	893,026	886,911	2,760,493
(793,801)	3,602,899	2,956,730	4,672,090	12,941,682	17,407,890
4,011,015	4,226,530	2,789,980	3,123,133	2,936,053	2,376,560
(7,510,156)	(7,391,803)	(13,012,803)	(8,346,811)	(10,011,830)	(9,038,191)
255,030,270	257,442,133	253,529,365	291,345,089	304,878,191	308,766,860
(196,907)	415,326	278,968	470,424	1,240,857	2,061,421
109,590	70,409	85,074	424,203	76,385	295,761
7,510,156	7,391,803	13,012,803	8,346,811	10,011,830	9,038,191
7,422,839	7,877,538	13,376,845	9,241,438	11,329,072	11,395,373
\$ 262,453,109	\$ 265,319,671	\$ 266,906,210	\$ 300,586,527	\$ 316,207,263	\$ 320,162,233
\$ 1,273,378	\$ (6,423,123)	\$ 8,979,168	\$ 38,762,242	\$ 62,265,946	\$ 63,136,641
7,395,547	1,644,180	14,525,301	5,094,198	(5,246,161)	3,913,835
\$ 8,668,925	\$ (4,778,943)	\$ 23,504,469	\$ 43,856,440	\$ 57,019,785	\$ 67,050,476

**SCHEDULE 3**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>General fund</b>				
Reserved for:				
Encumbrances	\$ -	\$ -	\$ -	\$ -
Inventories	-	-	-	-
Advances	-	-	-	-
Employee receivables	-	-	-	-
Unreserved:				
Designated	-	-	-	-
Undesignated	-	-	-	-
Nonspendable	6,173,647	7,616,898	8,734,285	9,798,171
Restricted	380,156	482,887	521,338	612,038
Assigned	64,894,373	72,345,502	61,565,356	60,962,399
Unassigned	-	2,365,087	9,787,126	2,063,475
<b>Total general fund</b>	<b>\$ 71,448,176</b>	<b>\$ 82,810,374</b>	<b>\$ 80,608,105</b>	<b>\$ 73,436,083</b>
<b>Other governmental funds</b>				
Reserved for:				
Encumbrances	\$ -	\$ -	\$ -	\$ -
Inventories	-	-	-	-
Advances	-	-	-	-
Debt service - principal	-	-	-	-
Debt service - interest	-	-	-	-
Long-term notes receivable	-	-	-	-
Unreserved:				
Designated:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Undesignated (deficit):				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Nonspendable	2,832,952	7,010,886	6,921,765	7,731,689
Restricted	169,210,855	159,141,618	148,574,578	148,617,838
Committed	314,555	1,706,666	764,849	-
Assigned	47,178,368	27,454,072	22,585,292	23,105,176
Unassigned	(1,404,019)	(1,017,446)	(2,321,910)	(3,749,339)
<b>Total other governmental funds</b>	<b>\$ 218,132,711</b>	<b>\$ 194,295,796</b>	<b>\$ 176,524,574</b>	<b>\$ 175,705,364</b>

Source: County of Volusia, Accounting Division

Note:

- (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.

Fiscal Year Ended September 30,					
2013	2012	2011 (1)	2010	2009	2008
\$ -	\$ -	\$ -	\$ 5,009,663	\$ 5,322,416	\$ 3,762,983
-	-	-	106,316	83,450	121,468
-	-	-	1,134,134	1,198,516	3,512,969
-	-	-	92,478	115,536	137,106
-	-	-	15,616,023	13,962,248	13,426,802
-	-	-	49,637,557	51,373,789	37,053,712
10,686,287	11,445,009	12,172,178	-	-	-
685,501	720,649	789,387	-	-	-
48,379,551	46,412,074	45,602,938	-	-	-
6,995,371	1,433,844	5,867,773	-	-	-
<u>\$ 66,746,710</u>	<u>\$ 60,011,576</u>	<u>\$ 64,432,276</u>	<u>\$ 71,596,171</u>	<u>\$ 72,055,955</u>	<u>\$ 58,015,040</u>
\$ -	\$ -	\$ -	\$ 28,223,449	\$ 32,963,796	\$ 64,002,753
-	-	-	2,004,119	1,911,192	1,593,398
-	-	-	495,901	-	-
-	-	-	2,852,624	3,926,821	1,725,000
-	-	-	1,234,696	1,204,714	1,146,660
-	-	-	4,269,466	4,122,710	3,425,300
-	-	-	6,392,592	7,608,259	6,581,754
-	-	-	88,725,258	82,803,592	89,659,326
-	-	-	111,749,457	103,692,553	83,061,019
-	-	-	-	-	(15,291,115)
7,103,826	6,826,774	6,877,361	-	-	-
152,150,557	158,944,058	165,846,140	-	-	-
-	-	-	-	-	-
27,463,790	35,885,324	48,961,941	-	-	-
(4,959,937)	(5,879,841)	(4,980,480)	-	-	-
<u>\$ 181,758,236</u>	<u>\$ 195,776,315</u>	<u>\$ 216,704,962</u>	<u>\$ 245,947,562</u>	<u>\$ 238,233,637</u>	<u>\$ 235,904,095</u>

**SCHEDULE 4**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Changes in Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>Revenues</b>				
Taxes	\$ 292,213,696	\$ 282,165,653	\$ 265,461,348	\$ 251,937,824
Licenses and permits	3,110,198	2,520,865	1,462,235	1,308,648
Intergovernmental revenue	89,864,833	68,184,843	59,813,250	57,155,098
Charges for services	56,093,551	53,640,266	51,724,831	50,016,816
Fines and forfeitures	3,517,430	4,122,863	4,296,724	5,933,213
Interest revenues	1,570,733	2,800,089	4,827,080	2,851,529
Special assessments/impact fees	10,636,161	9,006,778	8,676,404	6,785,013
Miscellaneous revenues	5,884,392	5,716,844	5,768,658	6,223,195
<b>Total revenues</b>	<b>462,890,994</b>	<b>428,158,201</b>	<b>402,030,530</b>	<b>382,211,336</b>
<b>Expenditures</b>				
General government	59,399,576	55,693,152	56,360,620	51,509,032
Public safety	176,752,025	174,312,960	157,409,563	153,855,162
Physical environment	7,089,392	7,530,146	5,996,253	5,980,143
Transportation	46,313,307	48,779,146	38,283,307	33,477,518
Economic environment	53,679,288	35,121,616	18,190,658	20,665,473
Human services	20,817,133	20,539,278	23,752,747	21,355,172
Culture/recreation	51,994,239	46,725,008	52,984,195	44,474,162
Debt service:				
Principal	18,062,849	17,768,980	17,379,377	17,056,389
Interest	5,058,922	5,405,940	5,664,948	5,443,905
Bond issuance costs	-	70,619	47,378	89,170
Capital outlay	10,639,312	5,127,212	10,988,993	17,822,248
<b>Total expenditures</b>	<b>449,806,043</b>	<b>417,074,057</b>	<b>387,058,039</b>	<b>371,728,374</b>
<b>Excess of revenues over (under) expenditures</b>	<b>13,084,951</b>	<b>11,084,144</b>	<b>14,972,491</b>	<b>10,482,962</b>
<b>Other financing sources (uses)</b>				
Transfers in	79,823,877	93,524,200	47,327,567	53,888,716
Transfers (out)	(88,434,111)	(100,634,853)	(54,363,220)	(62,905,975)
Bonds/notes issued	8,000,000	16,000,000	-	-
Refunding bonds issued	-	-	18,695,000	46,380,000
Premium on notes/bonds payable	-	-	-	-
Payments to escrow agent	-	-	(18,640,606)	(47,209,202)
<b>Total other financing sources (uses)</b>	<b>(610,234)</b>	<b>8,889,347</b>	<b>(6,981,259)</b>	<b>(9,846,461)</b>
<b>Net change in fund balances</b>	<b>\$ 12,474,717</b>	<b>\$ 19,973,491</b>	<b>\$ 7,991,232</b>	<b>\$ 636,501</b>
Debt service as a percentage of noncapital expenditures	5.68%	6.23%	6.70%	6.68%

Source: County of Volusia, Accounting Division



Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
\$ 235,161,603	\$ 234,059,111	\$ 238,669,336	\$ 270,956,206	\$ 275,169,710	\$ 270,383,700
1,063,449	980,212	1,109,543	1,546,966	1,958,965	2,220,396
52,473,659	52,958,763	56,421,658	63,740,759	67,494,581	61,913,487
47,839,976	47,450,729	43,041,396	42,152,509	44,544,279	44,174,849
3,757,121	3,518,894	5,160,014	4,382,167	5,008,904	5,057,155
(591,780)	2,925,746	2,487,506	4,004,135	11,077,092	15,410,562
6,060,604	6,881,568	1,880,831	3,680,434	3,849,849	9,933,323
5,592,817	6,492,765	3,762,016	5,721,787	6,731,706	12,838,381
<u>351,357,449</u>	<u>355,267,788</u>	<u>352,532,300</u>	<u>396,184,963</u>	<u>415,835,086</u>	<u>421,931,853</u>
48,475,689	51,684,126	55,336,107	60,334,999	62,613,896	64,039,056
151,679,366	156,909,385	135,679,162	138,713,544	144,159,170	144,618,476
6,261,997	10,119,842	27,073,361	7,058,487	7,526,680	6,431,589
29,354,116	27,029,014	35,488,607	38,123,061	38,013,877	39,305,369
19,880,353	18,835,821	18,433,459	20,390,318	19,926,346	24,820,634
21,114,037	22,409,517	21,768,440	22,505,460	20,004,912	21,597,464
41,879,676	46,584,420	41,838,212	41,678,673	48,774,202	46,951,305
16,379,136	14,954,139	22,782,150	25,552,000	18,191,000	19,186,869
6,630,957	8,318,461	8,730,395	9,155,384	9,819,162	10,612,779
64,412	36,129	-	-	-	-
12,121,456	16,723,190	14,305,099	17,053,765	41,453,867	67,162,395
<u>353,841,195</u>	<u>373,604,044</u>	<u>381,434,992</u>	<u>380,565,691</u>	<u>410,483,112</u>	<u>444,725,936</u>
(44,371,105)	(18,336,256)	(28,902,692)	15,619,272	5,351,974	(22,794,083)
48,562,922	41,396,991	51,135,532	66,947,315	50,584,720	60,198,809
(52,979,762)	(48,661,794)	(64,260,335)	(75,312,446)	(60,596,550)	(69,237,000)
-	-	22,010,000	-	22,403,000	-
41,505,000	4,780,000	-	-	5,812,000	42,605,000
-	-	-	-	-	4,398,128
(41,887,359)	(5,237,340)	(16,389,000)	-	(7,184,687)	(46,951,318)
<u>(4,799,199)</u>	<u>(7,722,143)</u>	<u>(7,503,803)</u>	<u>(8,365,131)</u>	<u>11,018,483</u>	<u>(8,986,381)</u>
<u>\$ (7,282,945)</u>	<u>\$ (26,058,399)</u>	<u>\$ (36,406,495)</u>	<u>\$ 7,254,141</u>	<u>\$ 16,370,457</u>	<u>\$ (31,780,464)</u>
6.97%	6.78%	9.52%	10.16%	8.18%	8.49%

**SCHEDULE 5**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Assessed Value And Actual Value Of Taxable Property**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Real Property</b>				
	<b>Residential</b>	<b>Commercial</b>	<b>Manufacturing</b>	<b>Agricultural</b>	<b>Other</b>
2017	\$ 35,626,874,271	\$ 4,617,996,240	\$ 826,380,182	\$ 1,129,587,756	\$ 4,655,487,318
2016	32,489,043,028	4,288,114,284	777,124,283	1,100,448,264	4,127,006,900
2015	29,955,147,925	3,953,862,410	709,451,404	1,121,406,364	3,851,827,729
2014	27,366,791,290	3,721,041,244	684,885,802	1,081,918,683	3,684,694,552
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

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Source: County of Volusia, Property Appraiser

<b>Personal Property</b>	<b>Centrally Assessed Property</b>	<b>Total</b>	<b>Direct Tax Rate</b>
\$ 3,197,879,774	\$ 66,135,223	\$ 50,120,340,764	7.05200
3,105,188,346	63,645,578	45,950,570,683	7.27090
3,000,537,729	57,456,310	42,649,689,871	7.27090
2,984,673,361	55,728,534	39,579,733,466	7.27090
2,950,682,236	45,256,736	36,241,173,494	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

**SCHEDULE 6**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
**(Per \$1,000 Assessed Valuation)**

	Fiscal Year Taxes Are Payable			
	2017	2016	2015	2014
County:				
General Fund	6.10000	6.31890	6.31890	6.31890
Library Fund	0.55200	0.55200	0.55200	0.55200
Volusia Forever	0.09300	0.07390	0.06270	0.05470
Volusia Forever Debt	0.10700	0.12610	0.13730	0.14530
Volusia Echo	0.20000	0.20000	0.20000	0.20000
Total County Direct	7.05200	7.27090	7.27090	7.27090
Other County-wide:				
School Board	6.84800	7.19700	7.33600	7.35800
St. Johns River Water Management District	0.28850	0.30230	0.31640	0.32830
Florida Inland Navigation District	0.03200	0.03200	0.03450	0.03450
Total County-wide	14.22050	14.80220	14.95780	14.99170
Municipalities:				
Daytona Beach	7.00960	7.33340	7.35170	7.68310
Daytona Beach Shores	7.18900	7.65300	8.17330	8.72000
DeBary	2.92470	2.92470	2.92470	3.05500
DeLand	7.15790	7.25350	7.40000	7.58370
Deltona	7.95000	7.99000	7.99000	7.99000
Edgewater	6.95090	6.74860	6.75300	6.93400
Flagler Beach	5.21000	4.70740	5.05730	5.33500
Holly Hill	6.89490	7.13040	7.13040	7.53000
Lake Helen	7.80000	9.80000	6.36850	6.36850
New Smyrna Beach	3.96990	3.99990	4.02830	4.17630
Oak Hill	5.68200	5.81310	5.81310	5.97060
Orange City	7.45000	7.45000	7.49000	7.59000
Ormond Beach	4.53620	4.55700	4.40600	4.42410
Pierson	5.83580	5.80000	5.80000	5.57030
Ponce Inlet	5.79000	5.79220	6.15360	6.50000
Port Orange	4.79440	4.82700	4.92090	5.19010
South Daytona	7.40000	7.40000	7.40000	7.40000
Unincorporated Areas:				
Municipal Service District	2.23990	2.23990	2.23990	2.23990
Special Other Districts:				
Fire District	4.08150	4.08150	3.63150	3.63150
Hospital Districts:				
Halifax Hospital	0.75610	0.95500	1.00000	1.36280
Southeast Volusia Hospital	2.40000	2.63400	2.78420	3.30190
West Volusia Hospital	1.59000	1.66790	1.92370	2.37590
East Volusia Mosquito Control	0.18800	0.18800	0.18800	0.20800
Ponce Inlet Port Authority	0.09290	0.09290	0.09290	0.09290
Silver Sands / Bethune Beach				
Municipal Service District	0.01500	0.01500	0.01500	0.01500
Daytona Beach Downtown Development	1.00000	1.00000	1.00000	1.00000

Source: County of Volusia, Property Appraiser

Fiscal Year Taxes Are Payable					
2013	2012	2011	2010	2009	2008
5.87890	5.77710	5.30050	5.36829	4.50310	3.89564
0.60200	0.60200	0.60200	0.60605	0.50064	0.43698
0.05130	0.05350	0.06320	0.08187	0.10223	0.09711
0.14870	0.20000	0.13680	0.11813	0.09776	0.09055
0.20000	0.14650	0.20000	0.20000	0.20000	0.18306
6.88090	6.77910	6.30250	6.37434	5.40373	4.70334
7.88800	8.06300	8.23700	7.80500	7.45900	7.46700
0.33130	0.33130	0.41580	0.41580	0.41580	0.41580
0.03450	0.03450	0.03450	0.03450	0.03450	0.03450
15.13470	15.20790	14.98980	14.62964	13.31303	12.62064
7.03040	6.73960	6.74670	5.79829	5.73347	5.46952
8.46190	8.69000	7.82200	6.39720	4.97985	4.02230
3.09350	2.99000	2.87070	2.57279	2.57279	2.57279
7.36410	6.95750	6.28460	6.23940	5.25118	4.75549
7.99000	8.29950	6.37760	5.43755	4.15329	3.28370
6.56120	6.53040	6.63850	6.39820	5.93304	5.22710
5.12440	4.85000	4.20230	3.46430	3.01990	2.64200
7.35000	6.95000	6.55950	5.72580	4.88720	3.68177
6.28330	5.98700	5.21800	5.21800	4.20000	4.20000
4.05750	4.10110	4.07400	3.99990	3.51304	3.47811
5.96690	6.39270	6.45790	5.79900	4.57400	4.74950
7.51000	7.07570	6.34450	5.19530	4.48000	4.38237
4.32620	4.20140	3.80960	3.80968	3.80968	3.44350
5.80000	5.80000	5.34140	4.80240	3.60575	2.83586
5.50000	4.76180	4.45550	4.03000	4.17500	3.74400
5.37200	5.51450	5.51090	5.10020	5.02140	4.41780
5.90000	5.90000	5.90000	5.77810	4.92003	4.24930
2.03990	2.01550	1.86100	1.87829	1.40228	1.21825
3.63150	3.63150	3.63150	3.66510	3.20577	2.78361
1.61580	2.11580	2.45030	2.19530	1.91754	1.71220
3.39580	3.66730	3.70030	4.04900	3.30324	2.95030
2.46660	2.38490	2.08180	1.74500	1.46724	1.26190
0.20800	0.20800	0.20800	0.20966	0.20556	0.17856
0.09290	0.09290	0.09290	0.09360	0.07771	0.06750
0.01540	0.01630	0.01630	0.01732	0.01281	0.01172
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000

**SCHEDULE 7**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>Fiscal Year Ended September 30, 2017</b>	
		<b>2016 Taxable Value</b>	<b>Percent of Total Taxable Value</b>
Florida Power and Light Co.	Electric Utility	\$ 1,046,134,695	3.21
Duke Energy Florida, Inc.	Electric Utility	247,458,131	0.76
BellSouth Telecommunication, LLC	Telephone	91,419,754	0.28
Bright House Networks, LLC	Entertainment	81,279,025	0.25
Starwood Capital Group	Investments	78,635,310	0.24
Wal-Mart Stores, Inc.	Retail	74,256,034	0.23
Publix Super Markets, Inc.	Retail Sales/Grocery	64,944,308	0.20
International Speedway Corp	Entertainment	60,558,508	0.19
Ocean Walk II	Timeshare Sales	58,750,005	0.18
Covidien	Manufacturing	52,428,359	0.16
<b>Subtotal Principal Taxpayers</b>		<b>1,855,864,129</b>	<b>5.70</b>
All Other Taxpayers		30,713,041,083	94.30
<b>Total</b>		<b>\$ 32,568,905,212</b>	<b>100.00</b>

<b>Taxpayer</b>	<b>Type of Business</b>	<b>Fiscal Year Ended September 30, 2008</b>	
		<b>2007 Taxable Value</b>	<b>Percent of Total Taxable Value</b>
Florida Power and Light Co.	Electric Utility	\$ 907,063,857	2.23
Florida Power Corp/Progress Energy	Electric Utility	206,934,370	0.51
Bray & Gillespie, Inc.	Timeshare Investments	204,645,354	0.50
BellSouth Telecommunication	Telecommunication	150,435,275	0.37
Tyco Healthcare Group LP	Medical Supply Manufacturer	102,103,413	0.25
Wal-Mart Stores, Inc.	Retail	92,894,074	0.23
International Speedway Corp.	Entertainment	76,071,917	0.19
Bright House Networks, LLC	Entertainment	71,007,632	0.17
Volusia Mall LLC	Retail Sales/Mall	66,557,576	0.16
Publix Super Markets, Inc.	Retail Sales/Grocery	30,956,225	0.08
<b>Subtotal Principal Taxpayers</b>		<b>1,908,669,693</b>	<b>4.69</b>
All Other Taxpayers		38,840,751,867	95.31
<b>Total</b>		<b>\$ 40,749,421,560</b>	<b>100.00</b>

Source: County of Volusia, Revenue Division

**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		Delinquent Collections	Collected in Fiscal Year	
		Current Tax Collections	Percent of Levy		Total Collections	Percent of Levy
2017	\$ 250,157,758	\$ 241,433,627	96.51	\$ 797,561	\$ 242,231,188	96.83
2016	240,585,734	232,118,353	96.48	812,002	232,930,355	96.82
2015	225,739,467	217,859,761	96.51	855,843	218,715,604	96.89
2014	214,332,368	206,532,680	96.36	888,042	207,420,722	96.78
2013	199,475,643	191,947,692	96.23	968,827	192,916,519	96.71
2012	200,117,280	192,563,133	96.23	366,868	192,930,001	96.41
2011	204,425,850	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

Source: County of Volusia, Revenue Division

Notes:

- (1) 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.
- (2) Information above pertains to the following County Taxing Authorities:
  - Volusia County General Fund
  - Volusia County Municipal Service District
  - Volusia County Forever
  - Volusia County Library
  - Volusia County East Volusia Mosquito Control District
  - Volusia County Ponce Inlet Port Authority
  - Volusia County Fire District
  - Volusia County Silver Sands / Bethune Beach Municipal Service District
  - Volusia County ECHO
  - Volusia County Forever 2014 Limited Tax Obligation Bond

**SCHEDULE 9**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Governmental Activities</b>		
	<b>General Obligation Bonds</b>	<b>Revenue Bonds</b>	<b>Notes Payable</b>
2017	\$ 12,525,000	\$ 90,923,658	\$ 32,687,000
2016	15,510,000	105,071,585	26,610,000
2015	21,314,242	128,207,486	13,486,711
2014	23,050,626	139,939,919	15,679,100
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

Source: County of Volusia, Accounting Division

Note:

- (1) 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
\$	12,555,000	\$ 1,625,000	\$ -	\$ 13,990,424	\$ 164,306,082	0.78	\$ 313.92
	15,280,000	2,415,000	-	16,148,886	181,035,471	0.90	349.57
	20,305,000	3,960,000	-	18,238,509	205,511,948	1.05	402.57
	22,577,864	4,710,000	-	20,266,361	226,223,870	1.23	448.99
	24,766,131	5,450,000	8,300,000	13,730,173	251,387,282	1.43	503.80
	26,199,398	5,450,000	8,820,000	15,086,599	266,195,603	1.53	535.45
	27,804,259	6,382,789	9,287,168	16,106,438	282,608,587	1.65	570.47
	29,535,717	6,930,842	9,750,342	15,078,801	297,931,193	1.80	602.38
	31,099,583	7,447,911	9,968,515	9,405,880	320,231,564	2.01	645.04
	32,562,556	7,938,983	10,391,689	10,677,506	321,168,314	1.89	643.27

**SCHEDULE 10**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Ratios Of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Limited Tax General Obligation Bonds</b>	<b>Less: Amounts Restricted to Principal Payments</b>	<b>Net General Bonded Debt Outstanding</b>	<b>Percentage of Personal Income</b>	<b>Percentage of Assessed Value of Taxable Property</b>	<b>Per Capita</b>
2017	\$ 12,525,000	\$ -	\$ 12,525,000	0.06	0.02	\$ 23.93
2016	15,510,000	-	15,510,000	0.08	0.03	29.98
2015	21,314,242	2,860,000	18,454,242	0.10	0.04	36.15
2014	23,050,626	2,500,000	20,550,626	0.11	0.05	40.79
2013	25,482,807	2,405,000	23,077,807	0.13	0.06	46.25
2012	27,810,897	2,320,000	25,490,897	0.15	0.07	51.27
2011	29,790,737	2,235,000	27,555,737	0.16	0.08	55.62
2010	31,926,562	2,160,000	29,766,562	0.18	0.08	60.18
2009	33,986,696	2,085,000	31,901,696	0.20	0.07	64.26
2008	35,976,186	2,015,000	33,961,186	0.20	0.06	68.02

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Source: County of Volusia, Accounting Division

Note:

- (1) 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.

**SCHEDULE 11**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Legal Debt Margin**

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

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Source: County of Volusia, Accounting Division

**SCHEDULE 12**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Pledged Revenue Coverages**  
**Last Ten Fiscal Years**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>Governmental activities</b>				
Revenue bonds - Sales Tax Improvement:				
Local government half-cent sales tax	\$ 20,993,451	\$ 19,152,921	\$ 18,097,510	\$ 15,873,606
Interest revenue	113,540	82,782	55,619	64,522
Available revenue	<u>\$ 21,106,991</u>	<u>\$ 19,235,703</u>	<u>\$ 18,153,129</u>	<u>\$ 15,938,128</u>
Debt service:				
Principal	\$ 7,715,000	\$ 6,640,000	\$ 6,355,000	\$ 4,685,000
Interest and fiscal charges	810,334	1,125,515	1,428,040	1,651,717
Total debt service	<u>\$ 8,525,334</u>	<u>\$ 7,765,515</u>	<u>\$ 7,783,040</u>	<u>\$ 6,336,717</u>
Coverage	2.48	2.48	2.33	2.52
Revenue bonds - Capital Improvement:				
Local government half-cent sales tax	\$ 1,650	\$ 1,014,908	\$ 1,018,251	\$ 1,987,466
Available revenue	<u>\$ 1,650</u>	<u>\$ 1,014,908</u>	<u>\$ 1,018,251</u>	<u>\$ 1,987,466</u>
Debt service:				
Principal	\$ -	\$ 899,000	\$ 876,000	\$ 1,715,000
Interest and fiscal charges	1,500	23,644	49,683	91,787
Total debt service	<u>\$ 1,500</u>	<u>\$ 922,644</u>	<u>\$ 925,683</u>	<u>\$ 1,806,787</u>
Coverage	1.10	1.10	1.10	1.10
Revenue bonds - Tourist Development:				
Resort tax	\$ 10,765,968	\$ 10,565,593	\$ 9,646,927	\$ 8,651,907
Interest revenue	51,237	28,698	14,944	19,201
Available revenue	<u>\$ 10,817,205</u>	<u>\$ 10,594,291</u>	<u>\$ 9,661,871</u>	<u>\$ 8,671,108</u>
Debt service:				
Principal	\$ 1,604,849	\$ 1,674,980	\$ 1,571,666	\$ 2,425,000
Interest and fiscal charges	2,669,568	2,595,448	2,513,597	1,376,177
Total debt service	<u>\$ 4,274,417</u>	<u>\$ 4,270,428</u>	<u>\$ 4,085,263</u>	<u>\$ 3,801,177</u>
Coverage	2.53	2.48	2.37	2.28
Revenue Bonds - Gas Tax:				
Six cent local option fuel tax	\$ 8,382,611	\$ 8,048,244	\$ 7,536,450	\$ 7,228,695
Interest revenue	46,449	99,085	213,456	116,826
Available revenue	<u>\$ 8,429,060</u>	<u>\$ 8,147,329</u>	<u>\$ 7,749,906</u>	<u>\$ 7,345,521</u>
Debt service:				
Principal	\$ 3,835,000	\$ 3,760,000	\$ 3,685,000	\$ 3,570,000
Interest and fiscal charges	671,143	747,659	824,649	935,038
Total debt service	<u>\$ 4,506,143</u>	<u>\$ 4,507,659</u>	<u>\$ 4,509,649</u>	<u>\$ 4,505,038</u>
Coverage	1.87	1.81	1.72	1.63

Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
\$ 14,909,149	\$ 14,055,092	\$ 13,557,185	\$ 13,536,269	\$ 15,477,060	\$ 17,199,118
48,460	43,973	70,578	43,873	140,156	141,371
<u>\$ 14,957,609</u>	<u>\$ 14,099,065</u>	<u>\$ 13,627,763</u>	<u>\$ 13,580,142</u>	<u>\$ 15,617,216</u>	<u>\$ 17,340,489</u>
\$ 4,500,000	\$ 3,900,000	\$ 4,210,000	\$ 2,520,000	\$ 4,625,000	\$ 5,320,000
1,782,509	1,923,186	2,119,669	2,457,127	2,856,557	2,443,479
<u>\$ 6,282,509</u>	<u>\$ 5,823,186</u>	<u>\$ 6,329,669</u>	<u>\$ 4,977,127</u>	<u>\$ 7,481,557</u>	<u>\$ 7,763,479</u>
2.38	2.42	2.15	2.73	2.09	2.23
\$ 1,985,150	\$ 1,984,891	\$ 1,818,563	\$ 1,714,503	\$ 16,083	\$ -
<u>\$ 1,985,150</u>	<u>\$ 1,984,891</u>	<u>\$ 1,818,563</u>	<u>\$ 1,714,503</u>	<u>\$ 16,083</u>	<u>\$ -</u>
\$ 1,669,000	\$ 1,626,000	\$ 1,437,000	\$ 1,308,000	\$ -	\$ -
135,682	178,446	216,239	250,639	14,621	-
<u>\$ 1,804,682</u>	<u>\$ 1,804,446</u>	<u>\$ 1,653,239</u>	<u>\$ 1,558,639</u>	<u>\$ 14,621</u>	<u>\$ -</u>
1.10	1.10	1.10	1.10	1.10	-
\$ 7,748,880	\$ 7,335,535	\$ 6,854,101	\$ 6,792,353	\$ 6,853,970	\$ 7,666,321
16,965	19,174	24,155	25,016	61,056	89,923
<u>\$ 7,765,845</u>	<u>\$ 7,354,709</u>	<u>\$ 6,878,256</u>	<u>\$ 6,817,369</u>	<u>\$ 6,915,026</u>	<u>\$ 7,756,244</u>
\$ 2,340,000	\$ 2,265,000	\$ 2,190,000	\$ 2,125,000	\$ 2,070,000	\$ 2,015,000
2,374,438	2,450,732	2,521,756	2,587,850	2,648,188	2,701,838
<u>\$ 4,714,438</u>	<u>\$ 4,715,732</u>	<u>\$ 4,711,756</u>	<u>\$ 4,712,850</u>	<u>\$ 4,718,188</u>	<u>\$ 4,716,838</u>
1.65	1.56	1.46	1.45	1.47	1.64
\$ 7,171,807	\$ 7,247,818	\$ 7,190,064	\$ 7,287,264	\$ 7,317,476	\$ 7,348,084
(136,726)	301,835	204,964	283,391	58,343	77,985
<u>\$ 7,035,081</u>	<u>\$ 7,549,653</u>	<u>\$ 7,395,028</u>	<u>\$ 7,570,655</u>	<u>\$ 7,375,819</u>	<u>\$ 7,426,069</u>
\$ 3,350,000	\$ 2,785,000	\$ 2,705,000	\$ 2,630,000	\$ 2,550,000	\$ 2,485,000
518,696	2,104,348	2,185,498	2,264,398	2,340,898	2,409,235
<u>\$ 3,868,696</u>	<u>\$ 4,889,348</u>	<u>\$ 4,890,498</u>	<u>\$ 4,894,398</u>	<u>\$ 4,890,898</u>	<u>\$ 4,894,235</u>
1.82	1.54	1.51	1.55	1.51	1.52

(continued)

**SCHEDULE 12**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Pledged Revenue Coverages (continued)**  
**Last Ten Fiscal Years**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>Business-Type activities</b>				
Revenue Bonds - Airport System:				
Revenues available (A) * & (B)				
Net operating income (loss)	\$ (6,076,197)	\$ (3,916,183)	\$ (5,231,201)	\$ (4,237,402)
Add:				
Operating grants	3,773,912	5,262,809	3,807,360	801,205
Non-cash expenses:				
Depreciation	5,161,421	5,218,467	5,235,509	4,830,630
Cash balance from prior year:				
Operating fund	15,792,089	14,335,357	6,179,986	7,753,528
Debt service fund	-	-	3,028,883	3,199,811
Total available revenue	<u>\$ 18,651,225</u>	<u>\$ 20,900,450</u>	<u>\$ 13,020,537</u>	<u>\$ 12,347,772</u>
Debt service:				
Principal	\$ 2,725,000	\$ 2,580,000	\$ 2,445,000	\$ 2,320,000
Interest	801,237	950,425	1,090,338	1,221,675
Total debt service	3,526,237	3,530,425	3,535,338	3,541,675
Operations and maintenance reserve fund	2,469	274,057	(10,848)	97,881
Total requirement (A) *	<u>\$ *</u>	<u>\$ *</u>	<u>\$ *</u>	<u>\$ *</u>
Total requirement (B)	<u>\$ 3,528,706</u>	<u>\$ 3,804,482</u>	<u>\$ 3,524,490</u>	<u>\$ 3,639,556</u>
Coverage (A)*	<u>*</u>	<u>*</u>	<u>*</u>	<u>*</u>
Coverage (B)	5.29	5.49	3.69	3.39
Revenue Bonds - Water and Sewer:				
Revenues available (A)				
Net operating income (loss)	\$ 3,597,833	\$ 4,070,095	\$ 1,370,650	\$ 1,865,672
Add non-cash expenses:				
Depreciation	3,389,056	3,241,190	3,175,259	2,956,354
Total available revenue (A)	<u>\$ 6,986,889</u>	<u>\$ 7,311,285</u>	<u>\$ 4,545,909</u>	<u>\$ 4,822,026</u>
Revenues available (B) *				
Net operating income (loss)	\$ *	\$ *	\$ *	\$ *
Add:				
Non-cash expenses: depreciation	-	-	-	-
Connection fees & CIAC	-	-	-	-
Total available revenue (B) *	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Debt service:				
Principal	\$ 790,000	\$ 780,000	\$ 765,000	\$ 750,000
Interest	32,522	45,161	63,756	69,794
Total debt service	<u>\$ 822,522</u>	<u>\$ 825,161</u>	<u>\$ 828,756</u>	<u>\$ 819,794</u>
Coverage (A)	8.49	8.86	5.49	5.88
Coverage (B) *	*	*	*	*

Source: County of Volusia, Accounting Division

Note:

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

Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
\$ (3,827,795)	\$ (3,683,306)	\$ (3,125,140)	\$ (4,620,025)	\$ (5,535,228)	\$ (5,112,555)
662,035	345,756	2,744,030	2,173,936	2,947,738	1,311,453
5,436,321	5,470,196	4,548,487	5,123,200	4,784,017	4,608,467
8,465,116	10,730,966	9,133,930	9,862,904	8,397,133	8,219,228
3,130,828	2,365,982	3,026,121	2,746,013	2,703,738	2,657,587
<u>\$ 13,866,505</u>	<u>\$ 15,229,594</u>	<u>\$ 16,327,428</u>	<u>\$ 15,286,028</u>	<u>\$ 13,297,398</u>	<u>\$ 11,684,180</u>
\$ 1,545,000	\$ 1,440,000	\$ 1,925,000	\$ 1,815,000	\$ 1,725,000	\$ 1,635,000
1,345,050	1,407,172	1,758,840	1,862,025	1,954,475	2,045,175
2,890,050	2,847,172	3,683,840	3,677,025	3,679,475	3,680,175
55,165	39,153	(177,204)	(65,618)	30,079	(20,013)
<u>\$ *</u>	<u>\$ 2,847,172</u>	<u>\$ 3,683,840</u>	<u>\$ 3,677,025</u>	<u>\$ 3,679,475</u>	<u>\$ 3,680,175</u>
<u>\$ 2,945,215</u>	<u>\$ 2,886,325</u>	<u>\$ 3,506,636</u>	<u>\$ 3,611,407</u>	<u>\$ 3,709,554</u>	<u>\$ 3,660,162</u>
*	5.35	4.43	4.16	3.61	3.17
4.71	5.28	4.66	4.23	3.58	3.19
\$ 1,857,284	\$ 2,601,634	\$ 1,281,341	\$ 1,080,453	\$ (296,960)	\$ 116,843
2,889,021	2,821,538	2,770,769	2,853,233	2,906,826	2,769,974
<u>\$ 4,746,305</u>	<u>\$ 5,423,172</u>	<u>\$ 4,052,110</u>	<u>\$ 3,933,686</u>	<u>\$ 2,609,866</u>	<u>\$ 2,886,817</u>
\$ *	\$ 2,601,634	\$ 1,281,341	\$ 1,080,453	\$ (296,960)	\$ 116,843
-	2,821,538	2,770,769	2,853,233	2,906,826	2,769,974
-	85,451	169,333	282,627	300,565	736,174
<u>\$ -</u>	<u>\$ 5,508,623</u>	<u>\$ 4,221,443</u>	<u>\$ 4,216,313</u>	<u>\$ 2,910,431</u>	<u>\$ 3,622,991</u>
\$ 740,000	\$ -	\$ 645,000	\$ 625,000	\$ 600,000	\$ 580,000
81,788	49,722	246,454	270,354	292,559	312,934
<u>\$ 821,788</u>	<u>\$ 49,722</u>	<u>\$ 891,454</u>	<u>\$ 895,354</u>	<u>\$ 892,559</u>	<u>\$ 892,934</u>
5.78	109.07	4.55	4.39	2.92	3.23
*	110.79	4.74	4.71	3.26	4.06

**SCHEDULE 13**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Demographic Statistics**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Per Capita Income (2)</b>	<b>Personal Income (in thousands) (3)</b>	<b>Median Age (4)</b>	<b>School Enrollment (5)</b>	<b>Unemployment Rate (percent) (6)</b>
2017	523,405	\$ 40,011	\$ 20,941,957	46.8	62,948	4.7
2016	517,411	38,807	20,079,169	47.0	63,043	5.0
2015	510,494	38,179	19,490,150	46.5	62,850	6.0
2014	503,851	36,641	18,461,604	46.6	61,829	7.1
2013	498,978	35,302	17,614,921	46.0	61,234	8.6
2012	497,145	35,081	17,440,344	45.9	61,124	9.9
2011	495,400	34,473	17,077,924	45.3	61,636	11.7
2010	494,593	33,384	16,511,493	44.1	61,684	12.0
2009	496,456	32,115	15,943,684	42.3	62,416	10.1
2008	499,273	33,964	16,957,308	42.3	63,271	5.9

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Sources: (1) Florida Office of Economic & Demographic Research  
(2) 2017 - Calculated based on 2016 amount multiplied by statewide personal income change as estimated by the Florida Economic Estimating Conference  
2016-2008 - U.S. Department of Commerce, Bureau of Economic Analysis  
(3) Calculated (population multiplied by per capita income)  
(4) U.S. Census Bureau, American Fact Finder, SO101 Table, American Community Survey 1-Year Estimates  
(5) School Board of Volusia County (school enrollment figures are as of the second month of each school year)  
(6) Florida Department of Economic Opportunity - Local Area Unemployment Statistics



**SCHEDULE 14**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Principal Employers**  
**Current Year and Nine Years Ago**

Fiscal Year Ended September 30, 2017			Fiscal Year Ended September 30, 2008		
Employer	Number of Employees	Percent of Total Employment	Employer	Number of Employees	Percent of Total Employment
Volusia County School Board	7,458	3.06	Volusia County School Board	8,351	3.28
Florida Hospital - All Divisions	5,147	2.11	Halifax Community Health System	4,327	1.70
Halifax Health	4,314	1.77	Florida Hospital Memorial Division	3,547	1.39
County of Volusia	3,355	1.38	County of Volusia	3,202	1.26
Publix Supermarkets Incorporated	3,179	1.30	State of Florida	3,038	1.19
State of Florida	2,974	1.22	Walmart Associates Incorporated	2,908	1.14
Walmart Stores Incorporated	2,970	1.22	Publix Supermarkets Incorporated	2,758	1.08
Daytona State College	1,649	0.68	Daytona State College	1,933	0.76
Embry-Riddle Aeronautical University	1,589	0.65	U.S. Government	1,437	0.56
U.S. Government	1,285	0.53	Embry-Riddle Aeronautical University	1,225	0.48
<b>Total</b>	<b>33,920</b>	<b>13.92</b>	<b>Total</b>	<b>32,726</b>	<b>12.84</b>
Estimated total workforce	243,641		Estimated total workforce	254,750	

Sources: County of Volusia, Economic Development Division  
Florida Department of Economic Opportunity  
Local Area Unemployment Statistics

**SCHEDULE 15**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Full-Time Equivalent County Government Employees By Function/Program**  
**Last Ten Fiscal Years**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>Governmental activities</b>				
General government	554.75	557.75	556.75	558.25
Public safety	1,663.10	1,650.10	1,634.68	1,631.68
Physical environment	73.47	73.47	73.32	74.32
Transportation	264.35	264.35	264.35	264.35
Economic environment	22.00	22.00	22.00	22.00
Human services	60.75	59.75	59.75	60.75
Culture/recreation	470.64	469.04	469.19	469.19
<b>Business-type activities</b>				
Refuse disposal	66.00	66.00	66.00	67.00
Daytona Beach International Airport	46.00	46.00	46.00	46.00
Water and sewer utilities	61.00	61.00	62.00	61.00
Parking garage	6.00	6.00	6.00	6.00
Garbage collection	3.00	3.00	3.00	3.00
<b>Positions budgeted in the government's internal service funds are charged to the various functions based on their usage of the service</b>				
Vehicle maintenance	51.00	51.00	51.00	51.00
Risk management	12.00	12.00	13.00	13.00
Group insurance	1.00	1.00	1.00	1.00
<b>Total full-time equivalent employees</b>	<b>3,355.06</b>	<b>3,342.46</b>	<b>3,328.04</b>	<b>3,328.54</b>

Source: County of Volusia, Adopted Budget

Notes:

- (1) Only positions budgeted in the adopted budget are reported on this schedule; therefore, grant funded positions are not included above. In addition, no amount for Volusia Transportation Authority is reported in business-type activities above because these positions are not direct employees of the County.
- (2) Staffing increased by 195 full-time equivalents from 2011 to 2012 due to addition of the emergency medical services division and associated accounting section for emergency medical services billing.

Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
557.25	549.87	551.75	553.50	549.50	551.50
1,635.68	1,633.00	1,447.00	1,468.50	1,500.00	1,510.00
73.32	75.32	75.29	74.75	73.00	71.00
264.35	264.75	264.75	264.75	261.50	263.50
22.00	22.00	21.00	21.00	21.00	22.00
59.75	59.75	59.75	62.75	62.50	62.50
470.19	478.25	475.75	480.50	480.50	476.50
69.75	73.75	73.75	74.75	73.80	73.80
46.00	46.00	49.00	50.00	49.00	48.00
61.00	61.00	60.00	59.00	62.00	58.00
6.00	6.00	6.00	6.00	6.00	3.00
2.00	-	-	-	-	-
51.00	51.00	49.00	49.00	49.00	49.00
14.00	13.00	13.00	13.00	12.00	12.00
1.00	1.00	1.00	1.00	1.00	1.00
<b>3,333.29</b>	<b>3,334.69</b>	<b>3,147.04</b>	<b>3,178.50</b>	<b>3,200.80</b>	<b>3,201.80</b>
	(2)				

**SCHEDULE 16**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Operating Indicators By Function/Program**  
**Last Ten Fiscal Years**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>Governmental activities</b>				
General government				
Number of municipal elections conducted	1	11	3	1
Number of invoices/vouchers processed (1)	108,789	112,134	116,207	116,054
Number of employment applications processed (1)	22,169	27,029	34,691	35,702
Public safety				
Number of E-911 calls received in the Office of the Sheriff	353,936	364,899	357,400	331,263
Average daily inmate population for Corrections (2)	1,477	1,328	1,379	1,480
Annual call load for Fire Services (3)	18,396	18,089	17,051	16,695
Number of emergency medical services transports (4)	55,390	56,426	54,642	51,468
Number of deaths investigated by Medical Examiner	1,364	1,407	1,101	916
Number of building permits issued	10,808	7,888	6,599	6,880
Physical environment				
Number of visitors to the Marine Science Center	95,836	106,914	99,310	88,125
Transportation				
Miles of paved roads	969	967	968	973
Miles of dirt roads	86	86	86	87
Bascule bridges	2	2	3	3
Miles of bike paths and sidewalks	277	273	274	271
Signalized intersections maintained	474	461	457	464
Human services				
Number of clients receiving general fund assistance	2,302	1,881	3,099	3,366
Number of animal licenses sold	3,295	3,451	2,949	3,470
Number of dogs and cats picked up by Animal Control	1,000 <sup>(6)</sup>	1,084 <sup>(6)</sup>	1,103 <sup>(6)</sup>	1,899
Culture/recreation				
Total library circulation	3,452,307	4,064,690	4,130,550	4,116,575
Number of library users of electronic resources	2,765,370	2,925,590	2,873,399	2,856,346
Number of events held at Ocean Center	123	104	115	101
Number of attendees of events at Ocean Center	286,223	258,146	238,510	247,440
<b>Business-type activities</b>				
Refuse Disposal				
Tons of solid waste processed	601,919	501,643	482,989	472,571
Daytona Beach International Airport				
Number of scheduled flights	3,182	3,173	2,919	2,843
Enplanements (passengers)	357,213	346,312	312,483	318,060
Deplanements (passengers)	354,739	343,274	309,811	314,035
Air Freight (pounds)	168,835	164,718	170,873	174,386
Air Express (pounds)	109,880	104,976	115,452	114,586
Water and Sewer Utilities				
Number of customers: water	15,480	15,353	15,062	14,990
Number of customers: sewer	11,264	11,145	10,980	10,943
Number of new meter installations	248	170	155	123
Volusia Transportation Authority				
Number of fixed route passengers	3,189,082	3,248,466	3,457,344	3,744,921
Number of fixed route miles traveled	2,791,630	2,634,065	2,615,583	2,351,763
Number of fixed routes	27	27	27	25
Percent of on-time performance	91%	92%	92%	95%
Garbage collection				
Number of unincorporated residential units served annually	45,717	45,400	45,259	44,981

Sources: County of Volusia, various departments

Notes:

- (1) The method used to count the number of documents changed in 2010.
- (2) The operating indicator presented for corrections was changed and years prior to 2010 are not available.
- (3) Figures are for calendar year ending December 31st, rather than September 30th for each year presented.
- (4) On October 1, 2011, EVAC Ambulance service began operating as a division of the County.
- (5) Starting with figures for fiscal year ended September 30, 2013, single crossing school flashers counted as one device.
- (6) Includes cats picked up, spayed/neutered, and returned to field.

Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
2	17	10	12	8	21
116,611	118,988	120,791	115,041	78,147	74,835
32,840	27,084	24,957	14,343	32,432	29,394
315,421	318,525	313,635	298,569	277,082	260,525
1,510	1,466	1,390	1,385	(2)	(2)
15,727	16,335	16,318	16,079	17,327	18,171
49,409	48,618	n/a	n/a	n/a	n/a
950	1,021	1,067	1,046	1,075	1,093
6,105	5,188	4,908	5,096	5,985	6,964
82,306	73,825	62,081	51,400	49,249	46,552
978	982	984	978	983	1,000
88	93	97	105	109	94
3	3	3	3	3	3
282	281	284	279	289	156
459	593	566	358	505	499
2,505	2,379	2,769	2,674	2,171	3,404
4,153	4,201	4,933	4,499	5,414	3,933
2,109	2,505	2,564	2,817	2,659	2,976
4,108,609	4,308,812	4,451,028	4,331,934	4,278,391	4,150,161
3,205,513	3,207,164	2,653,801	2,122,063	568,047	578,752
97	103	90	82	62	66
268,389	307,060	304,030	301,014	274,252	275,685
476,526	467,461	486,305	504,884	539,702	606,548
2,831	2,846	3,058	3,604	3,490	4,728
301,556	297,441	277,751	240,939	212,191	322,120
296,364	281,355	260,821	235,349	210,660	316,621
213,943	203,755	212,776	171,985	165,302	261,108
115,009	31,552	8,269	5,373	25,127	13,904
15,003	14,958	14,485	14,877	14,428	14,391
10,962	10,913	10,849	10,823	10,834	10,793
111	49	38	48	64	75
3,734,117	3,574,952	3,373,974	3,238,004	2,904,358	3,299,829
2,606,497	2,591,266	2,338,145	2,403,125	2,296,271	2,715,433
38	38	38	38	38	40
88%	89%	88%	90%	91%	86%
44,973	44,701	44,351	44,447	44,406	44,221

**SCHEDULE 17**  
**COUNTY OF VOLUSIA, FLORIDA**  
**Capital Asset Statistics By Functional Department**  
**Last Ten Fiscal Years**

	Fiscal Year Ended September 30,			
	2017	2016	2015	2014
<b>Governmental activities</b>				
General government				
Number of administrative/office facilities	83	81	84	84
Number of warehouse/industrial facilities	69	78	78	77
Square footage of facilities operated & maintained	3,054,743	3,066,889	3,071,609	3,069,096
Number of light-duty vehicles (1)	595	573	603	594
Number of medium and heavy duty vehicles (1)	214	201	232	217
Public safety				
Number of ladder trucks	1	1	1	1
Number of pumper trucks	27	27	27	27
Number of fire stations	21	21	21	21
Number of ambulances (2)	50	47	47	44
Number of sheriff vehicles	640	630	620	615
Average age of sheriff vehicles (years)	8	8	8	7
Average annual mileage per sheriff patrol vehicle (thousands)	34	34	34	34
Physical environment				
Number of environmental learning centers	2	2	2	2
Transportation				
Total paved miles	969	967	968	973
Total unpaved miles	86	86	86	87
Culture/recreation				
Park acres	11,822	11,822	11,822	11,822
Park acreage - developed (3)	1,671	1,671	1,671	1,671
Number of libraries in operation - owned	7	7	7	7
Number of libraries in operation - leased	6	6	6	6
Number of recreation/community centers	6	6	6	6
Number of baseball/softball diamonds	27	27	27	27
Number of playgrounds	26	26	25	25
Number of tennis courts	11	11	11	11
Number of basketball courts	14	14	14	14
Number of soccer/football fields	13	13	13	13
<b>Business-type activities</b>				
Refuse disposal				
Acres of open Class I landfill	77.85	77.85	77.85	65.65
Acres of open Class III landfill	88.06	88.06	88.06	88.06
Airport				
Number of gates under lease	4	4	3	3
Number of gates available for lease	2	2	3	3
Water and sewer utilities				
Water storage capacity (million gallons)	8.37	8.37	8.37	8.37
Miles of distribution mains	254	248	248	248
Number of supply wells	26	26	26	26
Sewer treatment capacity (million gallons per day)	3.49	3.49	3.53	3.53
Miles of sewer lines	194	191	191	191
Number of lift stations	121	120	120	120
Volusia Transportation Authority				
Number of fixed route Votran buses	78	78	78	67
Parking garage				
Number of spaces in parking garage (4)	1,374	1,374	1,374	1,374
Number of spaces in surface lots	676	679	679	679

Sources: County of Volusia, various departments

Notes:

- (1) Vehicle and equipment count revised for fiscal year ended September 30, 2011 and onward to reflect classifications set forth by the American Public Works Association.
- (2) On October 1, 2011, EVAC Ambulance service began operating as a division of the County.
- (3) Acreage numbers revised with use of geographic information systems (GIS) for fiscal year ended September 30, 2014 and onward.
- (4) Amounts were restated from prior years.

Fiscal Year Ended September 30,					
2013	2012	2011	2010	2009	2008
84	84	100	100	100	95
78	79	70	70	71	71
3,004,745	2,992,204	2,971,181	2,971,181	2,983,931	1,819,520
621	617	642	180	186	173
202	213	231	1,457	1,354	1,413
1	1	1	0	0	0
26	28	29	30	30	32
21	21	21	23	24	24
52	52	n/a	n/a	n/a	n/a
610	604	600	591	581	565
7	7	5	5	6	4
34	34	34	36	33	33
2	2	2	2	1	1
978	982	984	978	983	1,000
88	93	97	105	109	94
11,220	11,220	11,220	11,220	11,210	11,210
800	800	800	800	793	793
7	7	7	7	7	7
6	6	6	7	8	8
5	5	5	5	5	5
28	28	28	28	28	28
24	24	24	24	24	24
6	6	6	6	6	6
14	14	14	14	14	14
5	5	5	5	5	5
65.65	65.65	65.65	65.65	65.65	65.65
88.06	88.06	88.06	88.06	88.06	88.06
3	3	3	3	3	3
3	3	3	3	3	3
8.37	8.37	8.37	8.37	8.37	8.37
233	233	233	233	233	233
27	27	27	28	28	28
3.13	3.13	3.13	3.13	2.93	2.87
187	187	187	187	187	187
118	118	110	107	107	107
56	56	56	56	53	53
1,374	1,374	1,374	1,374	1,374	1,374
679	679	679	679	672	672



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## COMPLIANCE SECTION:

This section contains the following subsections:

- Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*
- Schedule of Expenditures of Federal Awards and State Financial Assistance
- Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance
- Schedule of Findings and Questioned Costs
- Schedule of Passenger Facility Charges Collected and Expended
- 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 the Uniform Guidance, Chapter 10.550, Rules of the Auditor General, and Passenger Facility Charge Audit Guide for Public Agencies
- Independent Auditors' Management Letter Required by Chapter 10.550, Rules of the State of Florida Office of the Auditor General
- Management Responses to the Auditors' Report on Internal Control over Financial Reporting
- Independent Accountants' Examination Report

# COMPLIANCE SECTION



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**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, 2017, 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 16, 2018. 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 and 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.

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 over financial reporting that might be material weaknesses or significant deficiencies. 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.

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### ***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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **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 results 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, looping initial "J".

Daytona Beach, Florida  
March 16, 2018

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
For the Fiscal Year Ended September 30, 2017

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
<b>FEDERAL AGENCY</b>				
<b>Department of Agriculture</b>				
Child Nutrition Cluster:				
Passed through Florida Department of Agriculture and Consumer Services:				
Summer Food Service Program for Children	10.559	18630	\$ 622,950	\$ -
Total Child Nutrition Cluster			<u>622,950</u>	<u>-</u>
Direct:				
Emergency Watershed Protection	10.923	64-4209-17-203	601,626	-
<b>Total Department of Agriculture</b>			<u><b>1,224,576</b></u>	<u><b>-</b></u>
<b>Department of Commerce</b>				
Passed through Florida Department of Environmental Protection:				
Coastal Zone Management Administration Awards	11.419	CM515	10,600	-
<b>Total Department of Commerce</b>			<u><b>10,600</b></u>	<u><b>-</b></u>
<b>Department of Housing and Urban Development</b>				
CDBG - Entitlement Grants Cluster:				
Direct:				
Community Development Block Grant / Entitlement Grants	14.218	B-10-UC-12-0008	14,550	-
Community Development Block Grant / Entitlement Grants	14.218	B-14-UC-12-0008	309,906	125,081
Community Development Block Grant / Entitlement Grants	14.218	B-15-UC-12-0008	746,294	591,171
Community Development Block Grant / Entitlement Grants	14.218	B-16-UC-12-0008	738,284	309,945
Neighborhood Stabilization Program	14.218	B-08-UN-12-0019	72,988	-
Neighborhood Stabilization Program	14.218	B-11-UN-12-0019	139,446	-
Total CDBG - Entitlement Grants Cluster			<u>2,021,468</u>	<u>1,026,197</u>
Direct:				
Emergency Solutions Grant Program	14.231	E-15-UC-12-0008	152,882	152,882
Emergency Solutions Grant Program	14.231	E-16-UC-12-0008	125,471	125,471
Total Emergency Solutions Grant Program			<u>278,353</u>	<u>278,353</u>
Passed through Florida Housing Finance Corporation:				
Home Investment Partnerships Program - Tenant Based Rental Assistance	14.239	036-2016	35,892	-
Direct:				
Home Investment Partnerships Program	14.239	M-13-UC-12-0221	121,283	-
Home Investment Partnerships Program	14.239	M-14-UC-12-0221	103,069	-
Home Investment Partnerships Program	14.239	M-15-UC-12-0221	242,040	-
Home Investment Partnerships Program	14.239	M-16-UC-12-0221	244,160	-
Total Home Investment Partnerships Program			<u>746,444</u>	<u>-</u>
Housing Voucher Cluster:				
Direct:				
Section 8 Housing Choice Vouchers	14.871	FL-113/S-8 ADMIN	301,146	-
Section 8 Housing Choice Vouchers	14.871	FL-113/S-8 PORT-INS	2,621	-
Section 8 Housing Choice Vouchers	14.871	FL-113/S-8 VCHR	1,645,603	-
Total Housing Voucher Cluster			<u>1,949,370</u>	<u>-</u>
<b>Total Department of Housing and Urban Development</b>			<u><b>4,995,635</b></u>	<u><b>1,304,550</b></u>
<b>Department of the Interior</b>				
Direct:				
Payments in Lieu of Taxes (PILT)	15.226	N/A	134,711	-
<b>Total Department of the Interior</b>			<u><b>134,711</b></u>	<u><b>-</b></u>
<b>Department of Justice</b>				
Passed through Florida Department of Legal Affairs, Office of the Attorney General:				
Crime Victim Assistance - Victims Advocate	16.575	VOCA-2016-County of Volusia-00254	86,497	-
Direct:				
State Criminal Alien Assistance Program	16.606	2013-AP-BX-0247	21,510	-
State Criminal Alien Assistance Program	16.606	2014-AP-BX-0299	24,450	-
Total State Criminal Alien Assistance Program			<u>45,960</u>	<u>-</u>
Direct:				
Bulletproof Vest Partnership Program	16.607	N/A	61	-

(continued)

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 (continued)**  
For the Fiscal Year Ended September 30, 2017

<b>FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT</b>	<b>CFDA/ CSFA NUMBER</b>	<b>CONTRACT GRANT IDENTIFICATION NUMBER</b>	<b>EXPENDITURES</b>	<b>AMOUNT PROVIDED TO SUBRECIPIENTS</b>
Direct:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-DJ-BX-0046	\$ 38,591	\$ -
Passed through Florida Department of Law Enforcement:				
Edward Byrne Memorial Justice Assistance Grant Program - SMA	16.738	2017-JAGC-VOLU-2-F9-148	123,170	123,170
Edward Byrne Memorial Justice Assistance Grant Program - House Next Door	16.738	2017-JAGC-VOLU-1-F9-153	26,831	26,831
Total Edward Byrne Memorial Justice Assistance Grant Program			<u>188,592</u>	<u>150,001</u>
Passed through Florida Department of Law Enforcement:				
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	D0136	3,000	-
Direct:				
Equitable Sharing Program	16.922	N/A	64,676	-
<b>Total Department of Justice</b>			<u><b>388,786</b></u>	<u><b>150,001</b></u>
<b>Department of Transportation</b>				
Direct:				
Airport Improvement Program - Runway 7L-25R Yellowing Paint	20.106	3-12-0017-060-2011	172,921	-
Airport Improvement Program - Update Airport Master Plan	20.106	3-12-0017-071-2015	4,267,127	-
Airport Improvement Program - Taxiway November Design	20.106	3-12-0017-073-2016	236,440	-
Airport Improvement Program - Airport Rescue and Firefighting Building	20.106	3-12-0017-074-2016	1,850,635	-
Airport Improvement Program - Innovative Financing	20.106	3-12-0017-075-2017	2,373,072	-
Total Airport Improvement Program			<u>8,900,195</u>	<u>-</u>
Highway Planning and Construction Cluster:				
Passed through Florida Department of Transportation:				
Highway Planning & Construction - Doyle Road Shoulders - Courtland to SR415	20.205	ARS51	88,727	-
Highway Planning & Construction - Doyle Road Shoulders - Providence to Saxon	20.205	G0D35	1,469,899	-
Highway Planning & Construction - ECFRRT Guise to Gobbler's Lodge	20.205	ARB61	75,312	-
Highway Planning & Construction - ECFRRT Brevard County Line to Cow Creek	20.205	ARU61	3,371,514	-
Highway Planning & Construction - ECFRRT Gobbler's Lodge to Maytown Spur	20.205	ARU60	1,088,299	-
Highway Planning & Construction - Pioneer Trail at Turnbull Bay Improvements	20.205	ARC99	44,240	-
Highway Planning & Construction - Spring to Spring Trail - 17/92 to Detroit Terrace	20.205	G0L86	18,373	-
Highway Planning & Construction - Turnbull Creek Bridge - Construction	20.205	G0B26	1,736,133	-
Highway Planning & Construction - Veterans Memorial Bridge - Construction	20.205	G0256	8,941,855	-
Total Highway Planning & Construction			<u>16,834,352</u>	<u>-</u>
Passed through University of South Florida:				
Highway Planning & Construction - Pedestrian & Bicycle Safety	20.205	G0E08	29,664	-
Total Highway Planning and Construction Cluster			<u>16,864,016</u>	<u>-</u>
Federal Transit Cluster:				
Direct:				
Federal Transit Formula Grants - VOTRAN	20.507	FL-2017-057	4,480,660	-
Federal Transit Formula Grants - VOTRAN	20.507	FL-90-X697	39,460	-
Federal Transit Formula Grants - VOTRAN	20.507	FL-90-X788	583,946	-
Federal Transit Formula Grants - VOTRAN	20.507	FL-90-X840	2,391,567	-
Federal Transit Formula Grants - VOTRAN	20.507	FL-95-X095	977,281	-
Total Federal Transit Cluster			<u>8,472,914</u>	<u>-</u>
Passed through Florida Department of Transportation:				
Formula Grants for Rural Areas - VOTRAN	20.509	AQQ67	480,595	-
Transit Service Program Cluster:				
Direct:				
Job Access and Reverse Commute Program - VOTRAN	20.516	FL-37-X079	91,348	-
Formula Grants for Rural Areas - VOTRAN	20.521	FL-57-X048	168,829	-
Total Transit Service Program Cluster			<u>260,177</u>	<u>-</u>
<b>Total Department of Transportation</b>			<u><b>34,977,897</b></u>	<u><b>-</b></u>
<b>Department of Treasury:</b>				
Direct:				
Equitable Sharing Program	21.000	N/A	91	-
<b>Total Department of Treasury</b>			<u><b>91</b></u>	<u><b>-</b></u>

(continued)

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 (continued)**  
For the Fiscal Year Ended September 30, 2017

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
<b>General Services Administration:</b>				
Passed through Florida Department of Management Services:				
Noncash Award - Donation of Federal Surplus Property	39.003	12-7-9989-13	\$ 48,756	\$ -
<b>Total General Services Administration</b>			<b>48,756</b>	<b>-</b>
<b>National Endowment for the Humanities</b>				
Passed through Arts Midwest:				
Big Read Program	45.024	00017783	10,331	-
Big Read Program	45.024	00019785	958	-
<b>Total National Endowment for the Humanities</b>			<b>11,289</b>	<b>-</b>
<b>Environmental Protection Agency</b>				
Passed through St. John's River Water Management District:				
National Estuary Program - Water Quality Monitoring Indian River Lagoon	66.456	28025	19,505	-
Passed through Indian River Lagoon Council:				
National Estuary Program - Water Quality Monitoring Indian River Lagoon	66.456	2016-001	80,000	-
<b>Total Environmental Protection Agency</b>			<b>99,505</b>	<b>-</b>
<b>Election Assistance Commission</b>				
Passed through Florida Department of State:				
Help America Vote Act Requirements Payments	90.401	MOA #2012-2013-0001	29,586	-
<b>Total Election Assistance Commission</b>			<b>29,586</b>	<b>-</b>
<b>Department of Health and Human Services</b>				
Passed through Florida Department of Revenue:				
Child Support Enforcement	93.563	CSS64	45,995	-
Passed through Florida Department of Economic Opportunity:				
Low-Income Home Energy Assistance	93.568	16EA0F067401031	607,985	-
Low-Income Home Energy Assistance	93.568	17EA0F067401031	698,018	-
Passed through Area Agency on Aging of Northeast Florida:				
Low-Income Home Energy Assistance - Emergency Assistance for the Elderly	93.568	P016CV	52,881	-
Low-Income Home Energy Assistance - Emergency Assistance for the Elderly	93.568	P017CV	24,014	-
Total Low-Income Home Energy Assistance Program			1,382,898	-
Passed through Florida Department of Economic Opportunity:				
Community Services Block Grant	93.569	16SB0D067401028	123,062	-
Community Services Block Grant	93.569	17SB0D067401128	336,197	-
Total Community Services Block Grant			459,259	-
<b>Total Department of Health and Human Services</b>			<b>1,888,152</b>	<b>-</b>
<b>Executive Office of the President</b>				
Direct:				
High Intensity Drug Trafficking Areas Program	95.001	G16CF0003A	70,434	-
High Intensity Drug Trafficking Areas Program	95.001	G17CF0003A	135,666	-
<b>Total Executive Office of the President</b>			<b>206,100</b>	<b>-</b>
<b>Department of Homeland Security</b>				
Passed through Florida Division of Emergency Management:				
Flood Mitigation Assistance - Rio Way	97.029	DEM-11-FM-4N-06-74-01-498	628	-
Passed through Florida Division of Emergency Management:				
Emergency Management Performance Grants	97.042	DEM-17-FG-P9-06-74-01-138	80,098	-
Emergency Management Performance Grants	97.042	DEM-18-FG-7A-06-74-01-117	39,039	-
Total Emergency Management Performance Grants			119,137	-
Passed through Florida Division of Emergency Management:				
Homeland Security Grant - Local Planning, Training & Exercise	97.067	DEM-17-DS-V4-06-74-23-244	42,500	-
Passed through Orange County Sheriff's Office:				
Homeland Security Grant - Urban Areas Security Initiative	97.067	CFIX MOU	34,165	-
Total Homeland Security Grant			76,665	-
<b>Total Department of Homeland Security</b>			<b>196,430</b>	<b>-</b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b>\$ 44,212,114</b>	<b>\$ 1,454,551</b>

(continued)

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 (continued)**  
For the Fiscal Year Ended September 30, 2017

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
<b>STATE AGENCY</b>				
<b>Executive Office of the Governor</b>				
Emergency Management Programs	31.063	DEM-17-BG-83-06-74-01-071	\$ 115,806	\$ -
Emergency Management Programs	31.063	DEM-18-BG-W9-06-74-01-112	10,977	-
Total Emergency Management Programs			126,783	-
Emergency Management Projects	31.067	DEM-17-CP-11-06-74-01-175	3,620	-
<b>Total Executive Office of the Governor</b>			<b>130,403</b>	<b>-</b>
<b>Florida Department of Environmental Protection</b>				
Beach Management Funding Assistance Program	37.003	17VO2	57,190	-
Local Government Cleanup Contracting	37.024	S0490	7,956	-
Passed Through St. Johns River Water Management District: Florida Springs Grant Program - Blue Springs	37.052	28459	3,094,816	-
<b>Total Florida Department of Environmental Protection</b>			<b>3,159,962</b>	<b>-</b>
<b>Florida Department of State</b>				
State Aid to Libraries	45.030	17-ST-88	431,097	-
<b>Total Florida Department of State</b>			<b>431,097</b>	<b>-</b>
<b>Florida Housing Finance Corporation</b>				
State Housing Incentives Partnership (SHIP) Program	52.901	SHIP FY14	82	-
State Housing Incentives Partnership (SHIP) Program	52.901	SHIP FY15	636,358	3,250
State Housing Incentives Partnership (SHIP) Program	40.901	SHIP FY16	903,609	9,220
State Housing Incentives Partnership (SHIP) Program	40.901	SHIP FY17	977,155	12,400
<b>Total Florida Housing Finance Corporation</b>			<b>2,517,204</b>	<b>24,870</b>
<b>Florida Department of Transportation</b>				
Equipment Grant Program - VOTRAN	55.001	G0C12	892,602	-
Equipment Grant Program - VOTRAN	55.001	G0201	326,121	-
Total Equipment Grant Program			1,218,723	-
Highway Beautification Grants - Keep Florida Beautiful	55.003	G0I35	15,000	-
Aviation Grant Programs - Aircraft Rescue Firefighting Facility	55.004	AR339	237,009	-
Aviation Grant Programs - Airport Roof Replacement	55.004	AQU36	219,882	-
Aviation Grant Programs - Environmental Cleanup of Airport Property	55.004	AP503	17,360	-
Aviation Grant Programs - Fuel Farm System Improvements	55.004	ARG64	10,705	-
Aviation Grant Programs - Parking Lot Improvements	55.004	ARG68	5,538	-
Aviation Grant Programs - Terminal Air Handler Replacement	55.004	ARH61	524,189	-
Aviation Grant Programs - Taxiway November Rehabilitation	55.004	AS369	101,431	-
Aviation Grant Programs - Taxiway Sierra	55.004	G0B65	11,200	-
Aviation Grant Programs - Terminal Emergency Generators	55.004	ARG67	4,205	-
Aviation Grant Programs - Update Airport Master Plan	55.004	AS344	12,961	-
Aviation Grant Programs - Innovative Financing	55.004	AS075	131,967	-
Total Aviation Grant Programs			1,276,447	-
County Incentive Grant Program - Construction Four-Laning of LPGA	55.008	ARC50	173,418	-
County Incentive Grant Program - Orange Avenue Reconstruction	55.008	ARB31	555,609	555,609
Total County Incentive Grant Program			729,027	555,609
Public Transit Block Grant Program - VOTRAN	55.010	AQT97	1,970,989	-
Public Transit Service Development Program - VOTRAN	55.012	ARD76	337,990	-
Transit Corridor Development Program - VOTRAN	55.013	AQX10	633,367	-
Transit Corridor Development Program - VOTRAN	55.013	ARD75	333,527	-
Total Transit Corridor Development Program			966,894	-
Transportation Regional Incentive Program - Construction Four-Laning of LPGA	55.026	ARC50	555,657	-
Transportation Regional Incentive Program - Construction Four-Laning of Howland	55.026	AR054	70,177	-
Total Transportation Regional Incentive Program			625,834	-
Florida Shared-Use Nonmotorized (Sun) Trail Network Program	55.038	G0N96	6,879	-
<b>Total Florida Department of Transportation</b>			<b>7,147,783</b>	<b>555,609</b>

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.

(continued)



**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)**  
For the Fiscal Year Ended September 30, 2017

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
<b>Florida Department of Health</b>				
County Grant Awards - EMS Trust Fund	64.005	C8064	\$ 10,723	\$ -
County Grant Awards - EMS Trust Fund	64.005	C9064	13,748	-
<b>Total Florida Department of Health</b>			<b>24,471</b>	<b>-</b>
<b>Florida Department of Highway Safety &amp; Motor Vehicles</b>				
Florida Arts License Plate Project	76.041	N/A	5,684	-
<b>Total Florida Department of Highway Safety &amp; Motor Vehicles</b>			<b>5,684</b>	<b>-</b>
<b>Florida Fish and Wildlife Conservation Commission</b>				
Derelict Vessel Removal Grant	77.005	16177	45,675	-
Bear Resistant Equipment	77.034	N/A	39,990	-
<b>Total Florida Fish and Wildlife Conservation Commission</b>			<b>85,665</b>	<b>-</b>
<b>TOTAL STATE FINANCIAL ASSISTANCE</b>			<b>\$ 13,502,269</b>	<b>\$ 580,479</b>

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**  
September 30, 2017

**NOTE 1.**  
**BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (Schedule) includes federal award and state financial assistance activity of the County of Volusia, Florida, under programs of the federal and state governments for the year ended September 30, 2017. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and Section 215.97, Florida Statutes. Because the Schedule presents only a selected portion of the operations of the County of Volusia, Florida, it is not intended to and does not present the financial position, changes in net assets or cash flows of the County of Volusia, Florida.

**NOTE 2.**  
**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations or the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Pass-through entity identifying numbers are presented where available. Amounts passed through by the County to its subrecipients during the fiscal year ended September 30, 2017 are reported on the Schedule in a separate column.

The County of Volusia, Florida, has not elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE 3.**  
**FEDERAL LOAN PROGRAMS**

The accompanying Schedule includes a Federal loan the County has through the U.S. Department of Environmental Protection, under CFDA Number 66.458. There were no expenditures incurred during the fiscal year ended September 30, 2017 and the County has a total outstanding loan amount of \$8,370,424 as of September 30, 2017.

**NOTE 4.**  
**DEFERRED REPORTING OF FEMA EXPENDITURES**

During the fiscal year ended September 30, 2017, the County incurred substantial costs related to Hurricane Matthew and Hurricane Irma. Per the Office of Management and Budget (OMB) Compliance Supplement, any reimbursements from the Federal Emergency Management Agency (FEMA) under CFDA 97.036 are not to be recognized as expenditures for purposes of the Schedule until the respective Project Worksheets (PW) have been approved. At September 30, 2017, none of the County's PWs from these storms had been approved by FEMA.

As of September 30, 2017, for costs related to Hurricane Matthew, \$15,453,979 of expenditures and the related revenues have been recorded for financial statement purposes and will be recognized on the Schedule in future years once the PWs approved by FEMA.

As of September 30, 2017, no revenues have been recorded for financial statement purposes for costs related to Hurricane Irma, as there is not yet a contractual agreement in place authorizing assistance to the County for Hurricane Irma, due to a change in contracting procedures by the Florida Division of Emergency Management (FDEM). The County expects a contractual agreement to be entered into with FDEM once the first PW for Hurricane Irma is approved by FEMA. Revenue will be recorded for financial statement purposes once the agreement is finalized. Expenditures will be recognized on the Schedule in future years once the PWs approved by FEMA.

**COUNTY OF VOLUSIA, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2017**

**I. Summary of Auditors' Results:**

***Financial Statements:***

Type of audit report issued on the financial statements: *Unmodified*

Internal control over financial reporting:

Material weakness(es) identified? \_\_\_\_\_ yes   X   no

Significant deficiency(ies) identified? \_\_\_\_\_ yes   X   none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes   X   no

***Federal Awards:***

Internal control over major Federal programs:

Material weakness(es) identified? \_\_\_\_\_ yes   X   no

Significant deficiency(ies) identified? \_\_\_\_\_ yes   X   none reported

Type of auditor's report issued on compliance for major Federal programs: *Unmodified*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? \_\_\_\_\_ yes   X   none reported

Auditee qualified as a low-risk auditee?   X   yes \_\_\_\_\_ no

Dollar threshold used to distinguish between type A and type B programs:   \$1,326,363  

Identification of major Federal programs:

<b>CFDA Number</b>	<b>Program Name</b>
14.218	CDBG - Entitlement Grants Cluster
14.871	Housing Voucher Cluster
20.205	Highway Planning and Construction

***State Financial Assistance:***

Internal control over major State projects:

Material weakness(es) identified? \_\_\_\_\_ yes      X   no

Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   none reported

Type of auditor's report issued on compliance for major State projects: *Unmodified*

Any audit findings disclosed that are required to be reported for state financial assistance projects in accordance with Chapter 10.550? \_\_\_\_\_ yes      X   none reported

Dollar threshold used to distinguish between type A and type B programs: \$405,068

Identification of major State projects:

<u>CSFA Number</u>	<u>Project Name</u>
37.052	Florida Springs Grant Program
45.030	State Aid to Libraries
55.001	Florida Commission for the Transportation Disadvantaged Trip and Equipment Grant Program
55.004	Aviation Development Grants
55.010	Public Transit Block Grant Program

II. **Financial Statement Findings:** None

III. **Federal Awards Programs Findings and Questioned Costs:** None

IV. **State Financial Assistance Projects Findings and Questioned Costs:** None

V. **Prior Audit Findings:** Not applicable as no prior year findings have been reported.

VI. **Corrective Action Plan:** Not applicable as no current year findings have been reported.

**COUNTY OF VOLUSIA, FLORIDA**  
**Schedule of Passenger Facility Charges (PFC) Collected and Expended**  
For the Fiscal Year Ended September 30, 2017

	<u>Quarter Ended</u> <u>12/31/16</u>	<u>Quarter Ended</u> <u>03/31/17</u>	<u>Quarter Ended</u> <u>06/30/17</u>	<u>Quarter Ended</u> <u>09/30/17</u>	<u>Year Ended</u>
PFC Revenues Received	\$ 341,732	\$ 333,388	\$ 387,277	\$ 356,626	\$ 1,419,023
Interest Earned	4,197	4,150	6,869	5,189	20,405
Total	<u>\$ 345,929</u>	<u>\$ 337,538</u>	<u>\$ 394,146</u>	<u>\$ 361,815</u>	1,439,428
Expenditures	<u>\$ (345,929)</u>	<u>\$ (337,538)</u>	<u>\$ (394,146)</u>	<u>\$ (361,815)</u>	(1,439,428)
PFC Cash Available at September 30, 2016					1,400,000
PFC Cash Available at September 30, 2017					<u>\$ 1,400,000</u>

**Reconciliation to Restricted Net Assets for PFC Program as of September 30, 2017:**

PFC Cash Available	\$ 1,400,000
PFC Due From Airlines	229,016
Restricted Net Assets for PFC Program *	<u>\$ 1,629,016</u>

\* The restricted net assets totaling \$1,629,016 can be used for debt service on the terminal facility. Of the total approved expenditures as of September 30, 2017 of \$29,469,817, \$5,503,099 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 THE UNIFORM GUIDANCE, 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:

**Report on Compliance for Each Major Federal Program, Each Major State Project, and the Passenger Facility Charge Program**

We have audited the County of Volusia, Florida's (the County) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *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 September 30, 2017. 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; the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); Chapter 10.550, Rules of the Florida Auditor General; and the Guide. Those standards, the Uniform Guidance, Chapter 10.550, and the Guide 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.

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.

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***Opinion on Each Major Federal Program, Each Major State Project, and the Passenger Facility Charge Program***

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 September 30, 2017.

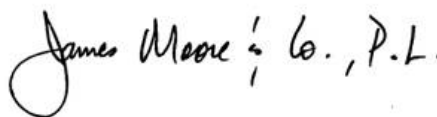
**Report on Internal Control over Compliance**

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 auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program, major state project, and the passenger facility charge program and to test and report on internal control over compliance in accordance with the Uniform Guidance; 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. 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.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 the Uniform Guidance; 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, Jr., P.L." The signature is written in a cursive style with a large, looping initial "J".

Daytona Beach, Florida  
March 16, 2018

**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:

**Report on the Financial Statements**

We have audited the basic financial statements of the County of Volusia, Florida (the County), as of and for the fiscal year ended September 30, 2017, and have issued our report thereon dated March 16, 2018. We did not audit the financial statements of the Clerk of the Circuit Court, County of Volusia, Florida which represents ninety-four percent and ninety-six 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.

**Auditors' Responsibility**

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; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); Chapter 10.550, Rules of the Florida Auditor General; and *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration.

**Other Reports and Schedule**

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 Passenger Facility Charges Program and Report on Internal Control over Compliance in accordance with the Uniform Guidance and Chapter 10.500 Rules of the Auditor General, and Passenger Facility Charge Audit Guide for Public Agencies; Schedule of Findings and Questioned Costs; and Independent Accountant's Examination Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 16, 2018, 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.

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## **Prior Audit Findings**

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 findings or recommendations remain uncorrected from the second preceding fiscal year. The following is a summary of prior year recommendations:

### **2016-001 Volunteer Firefighters' Pension Plan Investments – Corrective action taken.**

## **Official Title and Legal Authority**

Section 10.554(1)(i)4., 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.

## **Financial Condition and Management**

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report the results of our determination as to whether or not the County 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.

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), 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 be same.

Section 10.554(1)(i)2., 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 did not have any such recommendations.

## **Annual Financial Report**

Sections 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report the results of our determination as to whether the annual financial report for the County for the fiscal year ended September 30, 2017, 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 September 30, 2017. In connection with our audit, we determined these two reports were in agreement.

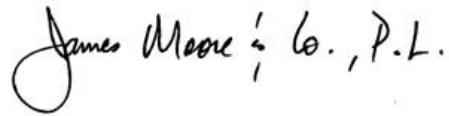
## **Additional Matters**

Section 10.554(1)(i)3., 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 which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

**Purpose of this Letter**

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, County Council, management, others within the County, 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 16, 2018

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive style with a large, looping initial "J". The text is contained within a rectangular box.

**COUNTY OF VOLUSIA**  
**Management Responses to the Auditors' Management**  
**Letter Required by Chapter 10.550, Rules of the State of**  
**Florida Office of the Auditor General**

Not applicable as no comments were reported by the auditors for fiscal year ended September 30, 2017.

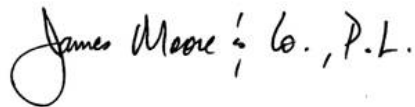
## INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

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

We have examined the County of Volusia, Florida's (the County) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies*, Section 365.172, Florida Statutes, *Emergency Communications Number "E911"*, and Section 365.173, Florida Statutes, *Communications Number E911 System Fund* for the year ended September 30, 2017. Management is responsible for the County's compliance with those requirements. Our responsibility is to express an opinion on the County's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the County complied with Section 218.415, Florida Statutes, *Local Government Investment Policies*, Section 365.172, Florida Statutes, *Emergency Communications Number "E911"*, and Section 365.173, Florida Statutes, *Communications Number E911 System Fund*, for the year ended September 30, 2017, in all material respects. An examination involves performing procedures to obtain evidence about the County's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the County of Volusia, Florida complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2017.



Daytona Beach, Florida  
March 16, 2018

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