

COUNTY OF VOLUSIA, FLORIDA

WATER
CONSERVATION

PRODUCTION OF ENERGY
FROM METHANE GAS

RECYCLING



VOLUSIA COUNTY GOVERNMENT

Green Volusia

VOLUSIA FOREVER

PUBLIC
TRANSPORTATION

HYBRID-ELECTRIC CARS

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR FISCAL YEAR ENDED SEPTEMBER 30, 2008

VOLUSIA COUNTY GOVERNMENT IS COMMITTED TO THE PRESERVATION OF OUR ENVIRONMENT AND NATURAL RESOURCES. AS PART OF A NEW "GREEN" INITIATIVE APPROVED BY THE COUNTY COUNCIL, THE COUNTY IS TAKING A LEADERSHIP ROLE TO REDUCE ENERGY CONSUMPTION AND SET A GOOD EXAMPLE.

COUNTY OF VOLUSIA, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED
SEPTEMBER 30, 2008

Prepared By:

CHARLENE WEAVER, CPA
DEPUTY COUNTY MANAGER /
CHIEF FINANCIAL OFFICER

DONNA de PEYSTER, CPA
ACCOUNTING DIRECTOR

ACKNOWLEDGEMENTS

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

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

Mary Felton, Assistant Accounting Director
Melinda Edwards, Senior Accountant
Patricia Kehr, Senior Accountant
Richard McGarity, Senior Accountant
Natalia Eckroth, Accountant
Brittany Hardin, Accountant
Myriam Lemay, Activity Project Manager
Joan Fisher, Administrative Coordinator II

Other Acknowledgements:

Rhonda Orr, CGFO, Deputy Director, Financial and Administrative Services
Tammy Bong, Management and Budget Director
Sally Bruner, Fiscal Resource Manager
Peggy Flomerfelt, Revenue Director
Rick Michael, Economic Development Director

COUNTY OF VOLUSIA, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2008

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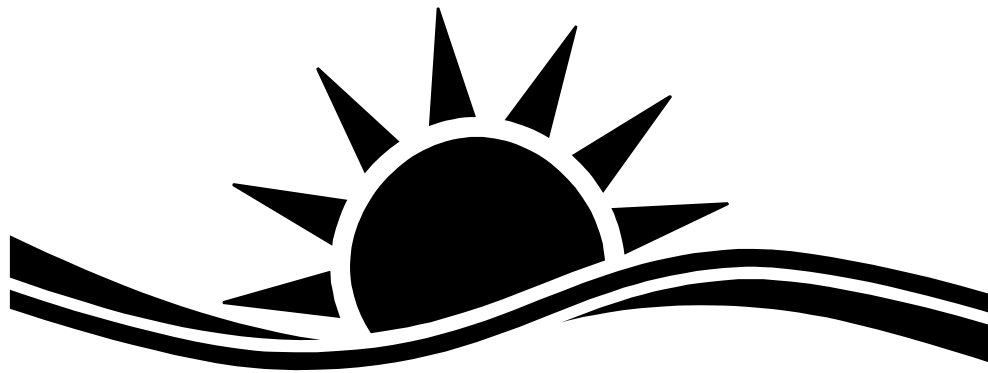
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Volusia County
FLORIDA



Financial and Administrative Services

March 6, 2009

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, 2008.

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, 2008.

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, 2008, 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 unqualified opinion that the County's financial statements for the fiscal year ended September 30, 2008, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

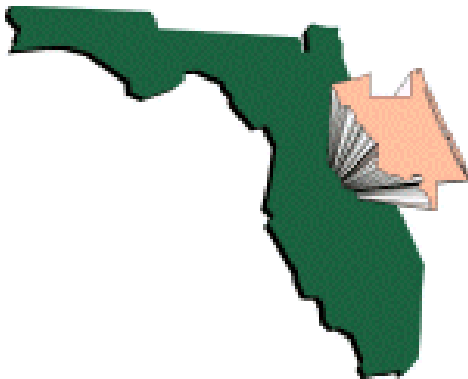
The independent audit of the financial statements of the County was part of a broader, federal and state mandated single audit and passenger facility charge audit designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent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

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

PROFILE OF THE COUNTY OF VOLUSIA, FLORIDA

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

Florida



Volusia County



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

The Reporting Entity

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

INFORMATION USEFUL IN ASSESSING THE COUNTY'S ECONOMIC CONDITION

During most of 2008, the Volusia County economy mirrored the weakening regional and national economic trends in housing, construction, employment, and overall growth. The general slow down in construction activity has been exacerbated by a similar decline in in-migration and falling home values.

The number of new residents relocating or migrating to Volusia County has slowed while the number of families leaving has significantly increased. This trend has weakened the demand for new housing. New residential housing permits issued in 2008 fell by just over 40 percent. However, commercial and industrial permit values rose during the same period strengthening the overall anticipated future taxable values.

Volusia County's housing market has also been impacted by a rising number of home foreclosures. This trend has added to the number of residential homes for sale. This trend is not unique to Volusia County or the regional economy and is being experienced nationwide.

Those Volusia County industry sectors that experienced overall declines during 2008 included construction, manufacturing, banking, professional and business services, retail trade, education, and government. The only industry sectors posting positive gains for the year were transportation, wholesale trades, and healthcare.

Unemployment for 2008 rose from a low of under 4.0 percent to a year end level of 7.2 percent. This trend is expected to continue well into 2009 and could exceed 10 percent.

The 2009 year promises to be more of the same. While most trends appeared to be leveling off or even moving upward during the first nine months of 2008, the numbers for housing and employment posted during the October, November and December months suggest downward movement for at least the first half of 2009.

However, several major projects are underway accounting for more than \$600 million in new construction. These projects include Daytona Live: a mixed use corporate office, hotel, retail and entertainment center. When completed, this \$450 million project will be home to an estimated 2,000 jobs. A similar retail development, the Pavilion at Port Orange, is under construction and scheduled to be completed in late 2009 or early 2010. This project will provide nearly 800,000 square feet of new retail, restaurant, and entertainment venues with the potential of creating close to 1,000 new jobs.

Volusia County government's completion of a \$76 million addition to the area's convention center will be fully completed and opened in early 2009. This expanded state-of-the-art facility more than doubles the size of the existing convention and meeting space making the center the fifth largest such facility in the State of Florida capable of servicing conventions of up to 10,000 participants or more. The thrust of this development of convention space will support expanded air passenger services at the Daytona Beach International Airport, area hotels, and hospitality venues beginning in mid 2009. The economic impact of this initiative should have both short and long-term implications to the number of business travelers to the marketplace and the infusion of spendable income to support a wide array of business opportunities.

LONG-TERM FINANCIAL PLANNING

The County takes a planned approach to the management of debt, funding from internally generated capital, where appropriate, and financing when appropriate. Conservative financial strategies and management practices help to minimize exposure to sudden economic shocks or unexpected volatility. Quarterly monitoring and evaluation of factors that can affect the financial condition of the County help to identify any emerging financial concerns. The practice of multi-year forecasting enables management to take corrective action long before budgetary gaps develop into a crisis. The planning process also includes an examination of new capital and/or operating initiatives in relationship to their related impact on the County's financial position and, each year, the County publishes a Five Year Capital Improvement Program (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. Financing of the capital program is provided by a number of funding sources. In fiscal year 2008-09, issuances of bonds and loans for major construction projects are the largest source of funding, comprising 26 percent of the CIP budget. User fees fund the next largest percentage at 21 percent, ad valorem taxes at 14 percent, and gas taxes at 12 percent. The remaining budget is funded through a mix of capital project carryover, road and fire impact fees, and federal, state, and local grants.

The largest project on the horizon is the branch jail expansion. The general overcrowding and management of special populations has become increasingly difficult and an expansion is needed. This 100,000 square foot project includes a 500 bed dormitory and is estimated to cost \$43 million.

Budgetary System and Controls

The County maintains budgetary controls which are designed to ensure compliance with legal provisions of the annual budget adopted by County Council. An operating budget is adopted each year for the general, certain special revenue, and debt service funds. The level of legal budget control is by fund.

After adoption of the budget, the Council may make changes, but may not increase the budgets total except in the areas permitted by State law or County ordinance. Throughout the year, the County Council may appropriate additional funds for emergency-related events, grant awards, and other necessary expenditures it deems necessary.

RELEVANT FINANCIAL INFORMATION

Cash Management Policies And Practices

Cash balances of all County funds are pooled and invested pursuant to the following criteria: safety, liquidity, yield, and term. The County's investment policy permits the County to invest in negotiable direct obligations which are unconditionally guaranteed by the United States Government; bonds, debentures, notes, and other indebtedness guaranteed by United States Government agencies; money market mutual funds regulated by the Securities and Exchange Commission; bankers acceptances; commercial paper; non-negotiable interest-bearing time certificates of deposit or saving accounts; repurchase agreements; intergovernmental investment pools that are authorized pursuant to the Florida Interlocal Cooperative Act; and state and/or local government taxable and tax-exempt debt. Additionally, the County may invest Volunteer Firefighters Pension funds in equities.

During fiscal year 2008, the County's cash resources were primarily invested in U.S. Treasury and Agency issues and government money market mutual funds regulated by the Securities and Exchange Commission. The County did not invest in any derivatives or similar debt and investment instruments. The interest rates received from individual securities for the fiscal year ranged from 2.25 percent to 6.00 percent. For additional information concerning the investment of surplus funds, refer to Notes 5 and 18 of the Notes to the Financial Statements on pages 75 and 109.

Risk Management

The Personnel Division manages the self-insurance and loss-control programs of the County. The County self-insures its worker's compensation, general liability, and physical damage risks. To meet potential losses related to these risks, funding is generated from user charges to the various funds that participate in the program. Each year, an actuarial review is conducted to estimate claims costs and funding levels to cover these costs. These funds are accumulated in the Insurance Fund. In addition, the County sponsors a loss-control program requiring frequent inspections of County buildings to identify hazards and on-going loss prevention training classes to lessen the frequency and severity of accident-related losses.

Group Insurance

The County provides medical, dental, pharmaceutical, and behavioral health services to its employees and their dependants through a self-insured program called the Health Partnership Plan. The plan's goal is to provide quality services at the lowest price. The County has contracted with various hospital, pharmaceutical, and health networks to meet this goal. In addition, the plan's design is regularly reviewed to find ways to improve efficiency and lower or stabilize costs. Funding to pay claims associated with the plan comes from both the County and its employees. Employees pay \$5.00 per pay period towards their own premium costs and the County contributes the remainder. Employees pay their dependent premium costs. Premiums are accumulated in the Employee Group Insurance fund. Excess reserves continue to grow within the Employee Group Insurance fund at least equal to two months of claims, as required by Section 112.08 Florida Statutes. Unrestricted net assets have increased in each of the past five fiscal years, ensuring continued coverage of County employees during times of rising medical costs. For additional information concerning the Employee Group Insurance fund, refer to Note 17 of the Notes to the Financial Statements on page 107.

Pension Plan

The County contributes to the Volunteer Firefighters Pension Plan, a single employer defined benefit plan. Each year, an independent actuary, engaged by the pension plan, calculates the amount of the annual contribution the County must make to the pension plan to ensure the plan will be able to fully meet its obligations to retired volunteers. As a matter of policy, the County fully funds each year's annual required contribution to the pension plan as determined by the actuary. As a result of its funding policy, the actuarial value of the plan's assets exceeds the accrued value of the projected benefits by 109 percent. The overfunded amount is being systematically amortized over a 14-year period as part of the annual required contribution calculated by the actuary.

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, 2007. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements

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

USE OF THIS REPORT

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

Sincerely,



Charlene Weaver, CPA
Deputy County Manager/Chief Financial Officer

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, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "K. L. R.", positioned above the title "President".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer", positioned above the title "Executive Director".

Executive Director

COUNTY OF VOLUSIA, FLORIDA

PRINCIPAL COUNTY OFFICIALS

September 30, 2008

COUNTY COUNCIL

Frank T. Bruno, Jr., County Chair

Joie Alexander, Vice-Chair

Andy Kelly

Arthur E. Giles

Jack Hayman

Carl G. Persis

Patricia Northey

Council Member At-Large

District No. 1

District No. 2

District No. 3

District No. 4

District No. 5

COUNTY MANAGER

James Dinneen

ELECTED COUNTY OFFICIALS

Ben F. Johnson

Ann McFall

Morgan B. Gilreath, Jr.

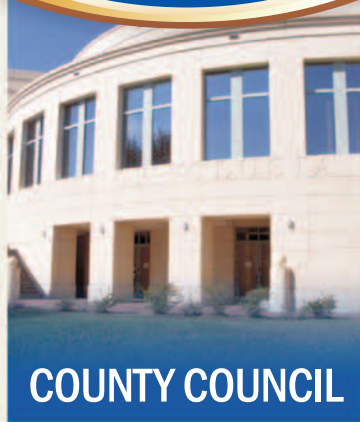
Sheriff

Supervisor of Elections

Property Appraiser



FRANK BRUNO JR.
COUNTY CHAIR



COUNTY COUNCIL



JOIE ALEXANDER
VICE-CHAIR, AT LARGE



ANDY KELLY
DISTRICT 1



ART GILES
DISTRICT 2



JACK H. HAYMAN
DISTRICT 3



CARL G. PERSIS
DISTRICT 4

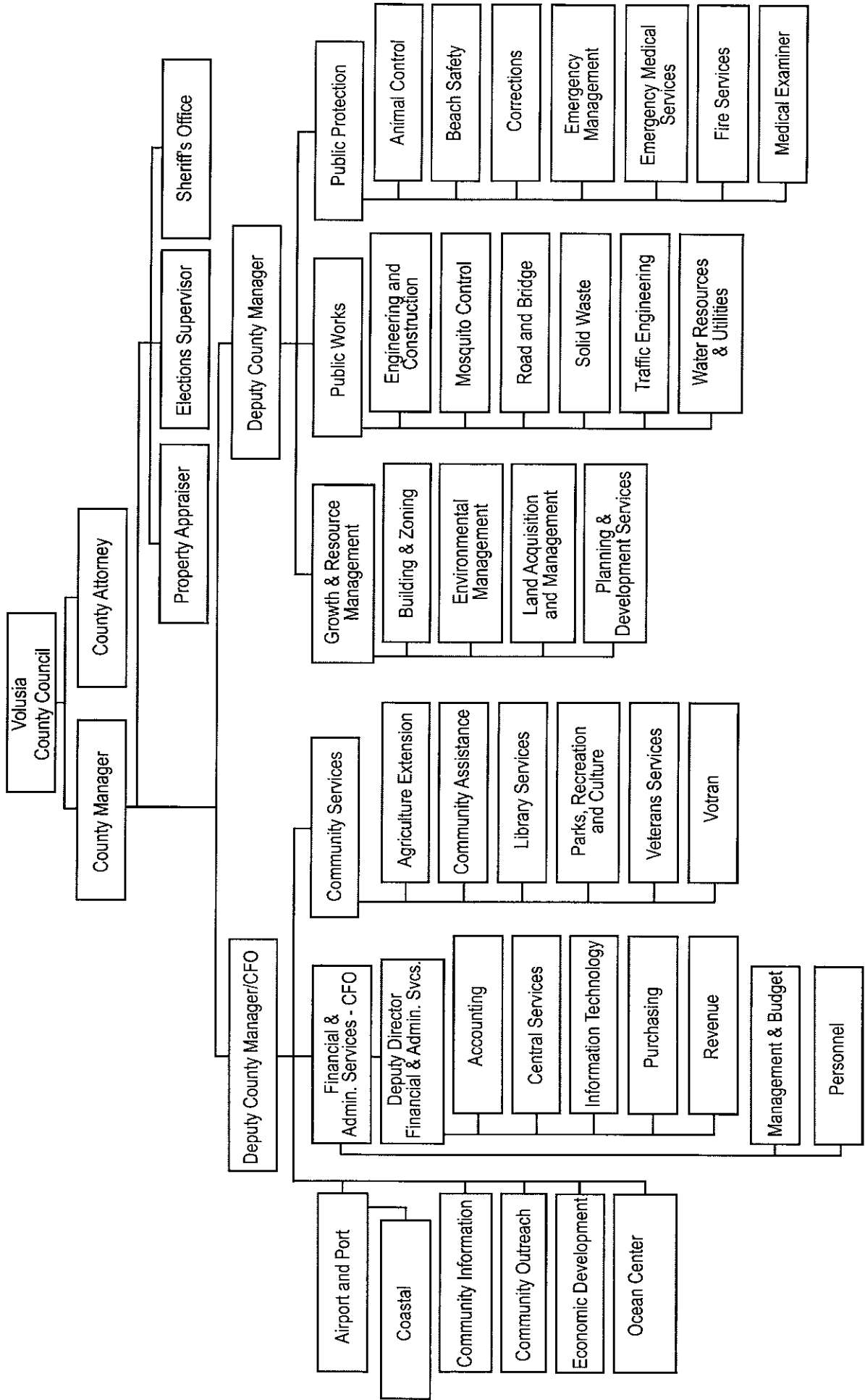


PATRICIA NORTHEY
DISTRICT 5



JAMES DINNEEN
COUNTY MANAGER

Volusia County Organizational Chart



JAMES MOORE & CO., P.L.

CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

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

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, as of and for the year ended September 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County of Volusia, Florida's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Clerk of the Circuit Court, County of Volusia, Florida or Emergency Medical Foundation, Inc., which represent ninety-eight percent and ninety-eight 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 and Emergency Medical Foundation, Inc., is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County of Volusia, Florida's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes 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, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Volusia, Florida, as of September 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General, Municipal Service District, and Federal and State Grants funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

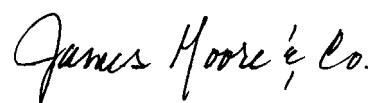
As discussed in Note 2 to the financial statements, the fiscal year ended September 30, 2007 financial statements have been restated to correct the application of the County's revenue recognition policy for intergovernmental revenues in the governmental funds as well as to correct the application of capitalization of infrastructure assets.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 6, 2009, on our consideration of the County of Volusia, Florida'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* and should be considered in assessing the results of our audit.

The management's discussion and analysis and the required supplementary information, as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Volusia, Florida's basic financial statements. The combining statements and individual fund financial schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance and schedule of passenger facility charges are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Section 215.97, Florida Statutes, *Florida Single Audit Act*, and the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration, and are not a required part of the basic financial statements. The combining statements and individual fund financial schedules, schedule of expenditures of federal awards and state financial assistance, and schedule of passenger facility charges have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and statistical section are presented for additional analysis and are not a required part of the basic financial statements. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

A handwritten signature in black ink that reads "James Moore & Co." in a cursive script.

Daytona Beach, Florida
March 6, 2009

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, 2008. Please read it in conjunction with the letter of transmittal, beginning on page 1, and the County's financial statements beginning on page 28.

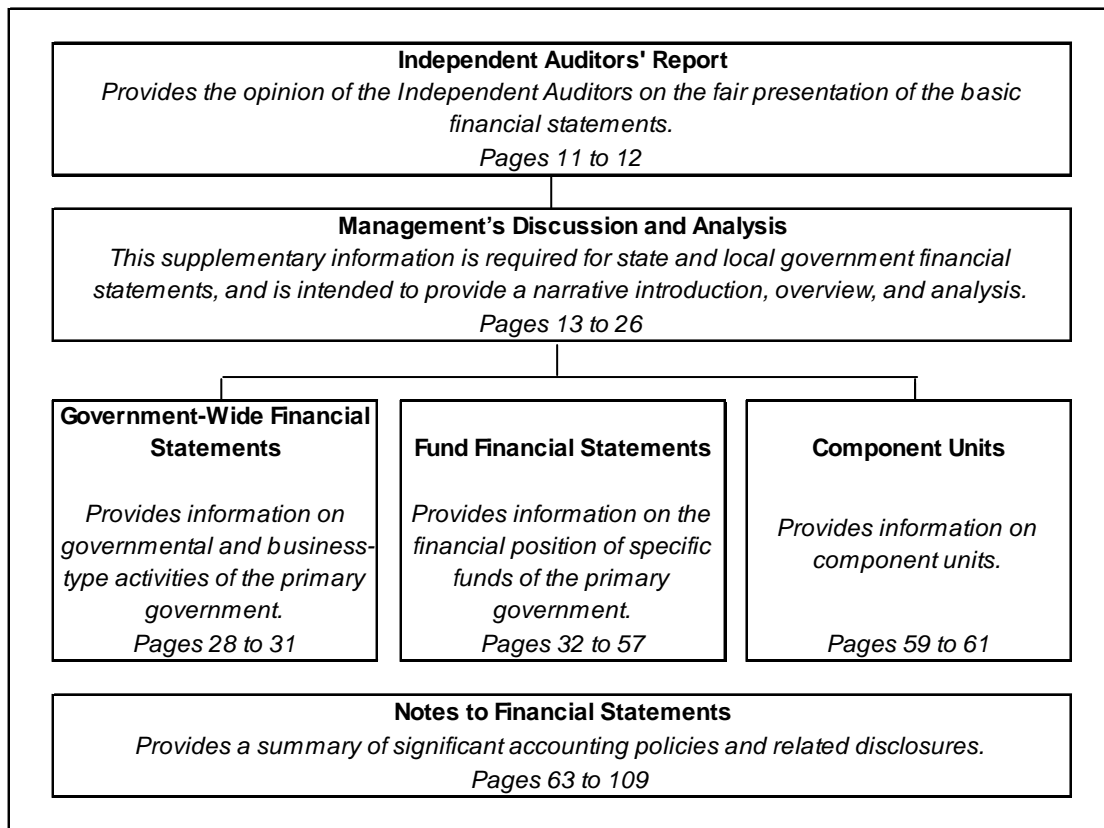
Financial Highlights

- The assets of the County exceeded its liabilities at the close of fiscal year 2008 by \$858,505,266 (*net assets*). Of this amount, \$171,893,491 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- At September 30, 2008, the County's governmental funds reported combined ending fund balances of \$293,919,135, a decrease of \$31,780,464.
- At September 30, 2008, unreserved fund balance for the General Fund was \$50,480,514, an increase of 2.4 percent from the prior fiscal year.
- Governmental funds revenues decreased \$11,886,476 or 2.7 percent less than the prior fiscal year.
- The County's outstanding notes payable, capital lease, and bonded debt decreased by \$14,068,322 or 4.1 percent during fiscal year 2008. The principal retirements of its notes payable, capital lease, and bonded debt totaling \$68,143,333 offset increases in its notes payable, capital lease, and bonded debt totaling \$54,075,011.

Overview Of The Financial Statements

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

Organization and Flow of Financial Section Information



Government-wide financial statements

The *government-wide financial statements*, which consist of the following two statements, are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the County's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets 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 assets changed during fiscal year 2008. All changes in net assets 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).

Both of these 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, Volusia County

Law Library, and Emergency Medical Foundation, Inc. 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 28-31 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 maintains 43 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, subordinate lien sales tax revenue bonds, and bond funded road program, which are considered to be major funds. Data from the other 38 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, budgeted 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 32-44 of this report.

Proprietary funds

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

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

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

Fiduciary funds

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

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

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 63-109 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's progress in funding its obligation to provide pension benefits to its volunteer firefighters. Required supplementary information can be found on pages 112-113 of this report.

The combining statements referred to earlier in connection with nonmajor governmental, major debt service and 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 115-195 of this report.

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

The County's net assets increased from a year ago – growing from \$791,454,790 to \$858,505,266. The increase of \$67,050,476 is less than last year's change of \$91,030,272. Looking at the net assets of the governmental and business-type activities separately, both contributed to the overall increase in net assets for 2008 though the business-type activities experienced a drop in its change in net assets – decreasing from \$9,977,884 reported in 2007 to \$3,913,835 in 2008. The analysis below focuses on the changes in net assets of the County's governmental and business-type activities.

County of Volusia, Florida						
Net Assets						
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$ 406,875,770	\$ 426,934,860	\$ 66,988,275	\$ 70,371,814	\$ 473,864,045	\$ 497,306,674
Capital assets	619,521,374	552,138,378	212,781,088	201,006,171	832,302,462	753,144,549
Total assets	1,026,397,144	979,073,238	279,769,363	271,377,985	1,306,166,507	1,250,451,223
Long-term liabilities outstanding	304,885,485	321,086,507	85,629,827	79,504,597	390,515,312	400,591,104
Other liabilities	52,247,225	51,858,938	4,898,704	6,546,391	57,145,929	58,405,329
Total liabilities	357,132,710	372,945,445	90,528,531	86,050,988	447,661,241	458,996,433
Net Assets:						
Invested in capital assets, net of related debt	406,810,610	364,891,075	151,210,354	146,738,251	558,020,964	511,629,326
Restricted	121,274,449	118,848,271	7,316,362	6,778,505	128,590,811	125,626,776
Unrestricted	141,179,375	122,388,447	30,714,116	31,810,241	171,893,491	154,198,688
Total net assets	\$ 669,264,434	\$ 606,127,793	\$ 189,240,832	\$ 185,326,997	\$ 858,505,266	\$ 791,454,790

The net assets of the County's governmental activities increased by 10.4 percent (\$669,264,434 compared to \$606,127,793). Unrestricted net assets – the part used to finance day-to-day operations and meet the ongoing obligation to citizens and creditors without constraints by debt covenants, enabling legislation, or other legal requirements – changed from \$122,388,447 to \$141,179,375. The net assets of the business-type activities increased by 2.1 percent over last year (\$189,240,832 compared to \$185,326,997). Unrestricted net assets changed from \$31,810,241 to \$30,714,116.

The largest portion of the County's net assets (65.0 percent) reflects its investment in capital assets (e.g., land, buildings, and equipment), less any related outstanding debt used to acquire those assets. 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 assets (15.0 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 assets increased \$2,426,178 over last year primarily due to an increase in funds for road construction and repair and E-911 public safety programs, all of which were offset by decreases in the Ocean Center construction project as that program began to wind down. The restricted net assets of the County's business-type activities increased by \$537,857 primarily due to the upward adjustment of the airport fund's maintenance and operations reserve amount in order to comply with bond covenants. The remaining balance of *unrestricted net assets* (\$171,893,491) for both governmental and business-type activities may be used to finance its day-to-day operations.

County of Volusia, Florida Changes in Net Assets						
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program Revenues:						
Charges for services	\$ 51,941,733	\$ 51,144,010	\$ 50,958,602	\$ 50,939,894	\$ 102,900,335	\$ 102,083,904
Operating grants and contributions	30,682,179	29,950,519	6,906,691	8,435,992	37,588,870	38,386,511
Capital grants and contributions	21,059,366	25,518,670	10,698,278	12,380,427	31,757,644	37,899,097
General Revenues:						
Property taxes	229,442,548	232,285,247	-	-	229,442,548	232,285,247
Other taxes	58,509,570	62,420,750	-	-	58,509,570	62,420,750
Grants and contributions not restricted to specific programs	1,887,180	-	-	-	1,887,180	-
Other	27,965,753	36,572,600	2,357,182	3,294,282	30,322,935	39,866,882
Total revenues	421,488,329	437,891,796	70,920,753	75,050,595	492,409,082	512,942,391
Expenses:						
General government	65,706,978	70,228,570	-	-	65,706,978	70,228,570
Public safety	141,825,138	138,869,352	-	-	141,825,138	138,869,352
Physical environment	4,844,235	4,788,992	-	-	4,844,235	4,788,992
Transportation	32,280,300	28,270,664	-	-	32,280,300	28,270,664
Economic environment	24,765,595	22,771,836	-	-	24,765,595	22,771,836
Human services	21,539,157	22,402,203	-	-	21,539,157	22,402,203
Culture/recreation	48,117,236	48,458,527	-	-	48,117,236	48,458,527
Interest on long-term debt	10,234,858	11,886,552	-	-	10,234,858	11,886,552
Refuse disposal	-	-	16,806,398	17,984,653	16,806,398	17,984,653
Daytona Beach International Airport	-	-	16,517,443	16,174,175	16,517,443	16,174,175
Volusia Transportation Authority	-	-	21,420,408	22,396,148	21,420,408	22,396,148
Water and sewer utilities	-	-	12,127,737	11,076,104	12,127,737	11,076,104
Parking garage	-	-	2,333,966	-	2,333,966	-
Garbage collection	-	-	6,839,157	6,604,343	6,839,157	6,604,343
Total expenses	349,313,497	347,676,696	76,045,109	74,235,423	425,358,606	421,912,119
Increase in net assets before transfers	72,174,832	90,215,100	(5,124,356)	815,172	67,050,476	91,030,272
Transfers in (out)	(9,038,191)	(9,162,712)	9,038,191	9,162,712	-	-
Increase in net assets	63,136,641	81,052,388	3,913,835	9,977,884	67,050,476	91,030,272
Net assets - beginning of year, restated	606,127,793	538,409,695	185,326,997	175,349,113	791,454,790	713,758,808
Net assets - end of year	\$ 669,264,434	\$ 619,462,083	\$ 189,240,832	\$ 185,326,997	\$ 858,505,266	\$ 804,789,080

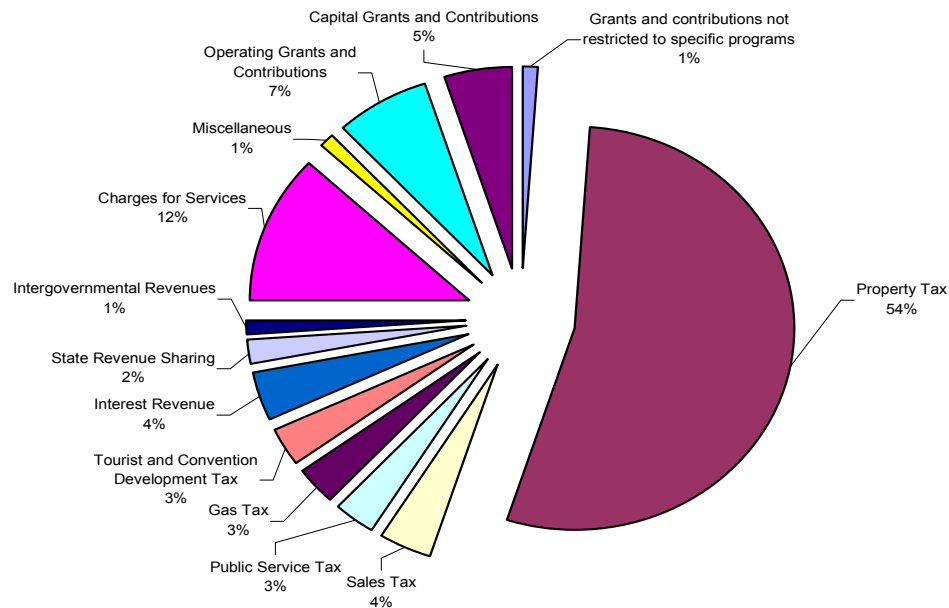
Total revenues for both the county's governmental and business-type activities decreased by 4.0 percent (\$20,533,309). However, the total cost of all programs and services remained about the same, increasing by less than 1 percent (\$3,446,487) when compared to last year. While these decreases did not contribute to a reduction in net assets, they do explain why the change in net assets for 2008 did not grow at the same rate when compared to last year. The analysis below separately considers the operations of governmental and business-type activities.

Governmental activities

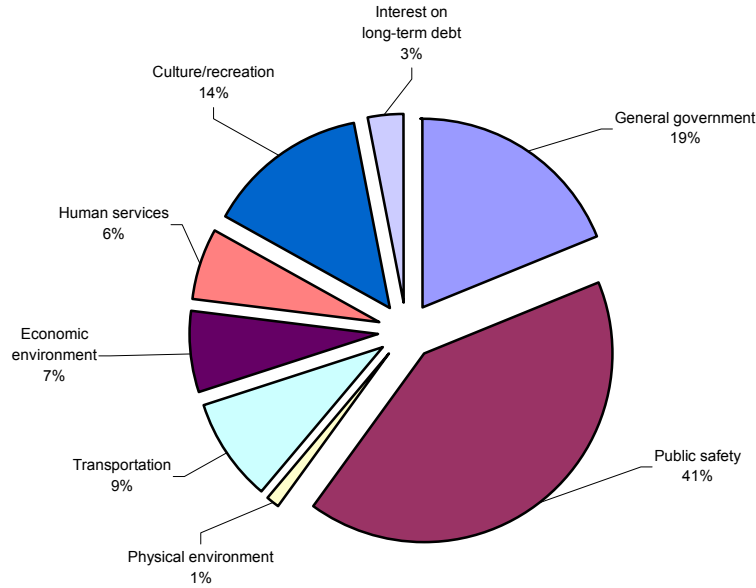
Revenues for the governmental activities decreased by \$16,403,467 or 3.7 percent when compared to fiscal year 2007, while expenses increased by less than 1 percent. A decrease in property tax collections contributed to this reduction. For the 2007-08 budget year, County Council adopted the rollback millage rate (general, library, Volusia ECHO, and Volusia Forever funds) of 4.70334, reduced from the prior year rate of 5.13330, resulting in reduced property tax revenues of approximately \$2.8 million. Due to the slowdown in the economy, sales, gas, public service, and resort taxes were down approximately \$3.9 million. Because of declines in the financial markets, investment interest rates declined from an average of 5.05 percent a year ago to an average of 3.27 percent at fiscal year end causing a \$7.8 million drop in interest revenue compared to last year. In response to anticipated reductions in revenues, expenditures were curtailed. The County reduced staff levels by eliminating 65 full-time and 82 part-time positions. In addition, various capital projects were either eliminated or delayed. As a result of these actions, net assets grew by \$63,136,641.

The cost of all governmental activities this year was \$349,313,497 compared to \$347,676,696 last year. However, as shown in the Statement of Activities on pages 30-31, \$103,683,278 was financed through user fees by those who directly benefited from the programs or by other governments and organizations that subsidized certain programs with grants and contributions. The statement presents the cost of each of the County's seven largest programs – general government, public safety, physical environment, transportation, economic environment, human services, and culture/recreation – as well as each programs net cost (total cost less revenues generated by the activities). The net cost shows the amount needed to be financed by taxes or other sources. As a result, the remaining amount of \$245,630,219 was covered by taxes and other general revenues such as interest.

Revenue by Source – Governmental Activities



Expenses by Function/Program – Governmental Activities



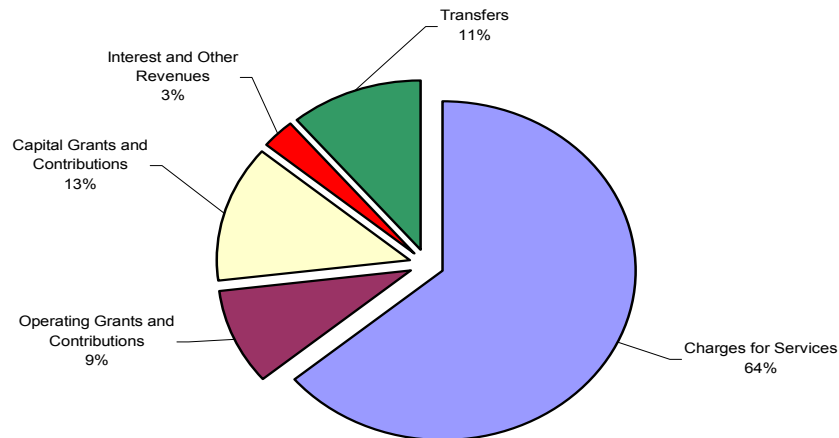
Business-type activities

Revenues for the County's business-type activities decreased by \$4,129,842 or 5.5 percent compared to last year and expenses increased \$1,809,686 or 2.4 percent.

While overall charges for services revenue remained approximately the same as last year, the acquisition of the parking garage near the Ocean Center added approximately \$2.0 million in charges for services revenue. However, this additional revenue was offset by reductions in other business-type activities. Both Daytona Beach International Airport and garbage collection saw increases in their charges for services totaling approximately \$847,000. These gains were offset by reduced charges for services revenues in Volusia Transportation Authority of approximately \$1.1 million due to discontinuance of Medicaid transport services; in refuse disposal of approximately \$1.3 million due to an overall reduction in the amount (tonnage) of refuse processed by the landfill; and in water and sewer utilities of approximately \$460,000 due to a reduction in residential hook-ups resulting from the housing market slowdown and a reduction in consumption due to Tropical Storm Fay flooding. Also, operating and capital grant revenues were \$3,211,450 lower when compared to last year. Operating grants and contributions for the Daytona Beach International Airport were lower by nearly \$1.5 million. Capital grants and contributions for Daytona Beach International Airport were lower by approximately \$2.4 million and water and sewer utilities were lower by approximately \$1.0 million. However, Volusia Transportation Authority received an additional amount of approximately \$1.7 million in capital grant funds. Finally, the remainder of \$918,392 in revenue reductions related primarily to lower interest revenues.

Operating expenses increased by \$1,353,828 primarily due to the addition of the parking garage activity in fiscal year 2008. Parking garage expenses were approximately \$1.7 million. As a result, the remaining business-type activities experienced an overall reduction in operating expenses by approximately \$400,000 when compared to the previous fiscal year. Non-operating expenses increased by \$262,529 related primarily, again, to the addition of the parking garage activity.

Revenues by Source – Business-type Activities



Financial Analysis Of The County's Funds

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

Governmental funds

The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of fiscal year 2008, the County's governmental funds reported combined ending fund balances of \$293,919,135, a decrease of \$31,780,464 from the prior year. *Unreserved, undesignated fund balance* of \$104,823,616 is available for spending at the County's discretion; \$20,008,556 is designated as emergency reserves and \$89,659,326 is designated for capital projects. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed: 1) to liquidate contracts and purchase orders of the prior period (\$67,765,736), 2) for inventories (\$1,714,866), 3) for advances to other funds (\$3,512,969), 4) to pay debt service (\$2,871,660), 5) for employee receivables (\$137,106), and 6) for long-term notes receivable (\$3,425,300). The general, municipal service district, federal and state grants, subordinate lien sales tax revenue bonds, and bond funded road program are reported as major funds in the basic financial statements.

The general fund is the chief operating fund of the County. At the end of fiscal year 2008, unreserved fund balance of the general fund was \$50,480,514, while total fund balance reached \$58,015,040. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 28.4 percent of the total general fund expenditures, while total fund balance represents 32.7 percent of that same amount.

Although a reduction in property taxes and interest revenues resulted in a decrease in total revenues of \$2,273,738 from the prior year, the fund balance of the County's general fund actually increased by \$1,674,348 during the current fiscal year. This increase was due to the following:

- The County was able to maintain the total expenditures across its departments at or near the same levels as the prior year.
- There was a significant reduction in the amount of transfers to other funds from \$41,320,685 last fiscal year to \$25,769,485 in the current fiscal year. The main factors in this decrease were 1) the amount transferred to support Volusia Transportation Authority operations was decreased by \$1,133,241; and 2) the amount transferred from the general fund to the capital outlay funds to support various capital projects and improvements during the past year was reduced by \$14,418,012.

The municipal service district fund accounts for the fiscal activity of the resources generated by any municipal-type services rendered to the citizens and taxpayers of the County's unincorporated areas. Its expenditures of \$45,048,275 exceeded its revenues of \$38,440,587 by \$6,607,688 which was offset by net transfers of \$2,967,863. As a result, its fund balance decreased by \$3,639,825 to the amount of \$3,578,617 at the end of the fiscal year.

Each of the municipal service district's major revenue sources were less than amounts budgeted and less than the amounts from the previous year with the exception of its charges for services. This revenue increased over the previous year by \$1.3 million primarily due to its service contracts with some of its cities. This increase in charges for services was mostly offset by a decrease in taxes. Total revenues increased marginally by less than \$300,000 from the previous year. The municipal service district's total expenditures increased by \$742,164 over the previous year. The decrease in transportation expenditures of \$1,731,354 was offset by an increase in public safety expenditures of \$1,728,347. The transportation expenditures represent the completion of a special assessment project. Most of the increase in public safety expenditures related to additional costs for fuel, dispatch services, and aircraft maintenance, and costs associated with capital asset purchases.

The federal and state grants fund balance of \$3,221,135 represents a decrease of \$860,545 from last fiscal year. This 21.1 percent decrease is mainly attributed to the reduction of transportation related grants.

The subordinate lien sales tax revenue bonds' fiscal activity included an advance refunding that reduced the annual debt service payments over the next ten years by \$2.3 million.

The bond funded road program fund represents a portion of the County's 5-Year Road Program. Its projects were selected based on input from the cities with emphasis on those projects that support or could enhance economic development. During the fiscal year, the fund received interest revenues of \$1,794,720 and incurred \$12,939,877 in project costs. The ending fund balance is \$38,319,979, a reduction of \$11,982,395 from the previous fiscal year.

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 assets of proprietary funds at the end of the year amounted to:

Proprietary Funds		
Unrestricted Net Assets (deficit)		
Proprietary Fund	2008	2007
Enterprise Funds		
Refuse disposal	\$ 2,663,620	\$ 557,410
Daytona Beach International Airport	9,002,572	11,872,338
Volusia Transportation Authority	2,165,149	2,876,488
Water and sewer utilities	14,092,689	13,564,852
Parking garage	(682,867)	-
Garbage collection	437,492	741,503
Total	\$ 27,678,655	\$ 29,612,591
Internal Service Funds	\$ 32,375,595	\$ 23,867,430

The decrease in unrestricted net assets of the enterprise funds is mainly due to an increase in restrictions of \$500,000 for equipment replacement for the newly acquired parking garage and overall reductions in net assets of the enterprise funds as a whole. Other factors concerning the enterprise funds have already been addressed in the discussion of the County's business-type activities.

Unrestricted net assets of the internal service funds increased by \$8,508,165. This increase was due to a surplus in the insurance and group insurance funds. This surplus resulted from lower than anticipated claims costs which are used to determine user charges for the funds.

General Fund Budgetary Highlights

During the year, the County Council authorized amendments to the original general fund budget for supplemental appropriations whose values were unknown during the initial budget process. The original 2008 budget was increased by \$8,539,580 for projects that were budgeted, but not initiated or completed during fiscal year 2007. The original budget was also increased for end of year encumbrances in the amount of \$2,628,996.

The variance between the final budget and actual expenditures for the general fund for the year was \$37,613,113. A large portion of this variance is for emergency reserves in the amount of \$13,426,802. General government non-departmental expenditures were \$7,279,615 less than budgeted which represents reserves for future periods. In addition, facilities services expenditures were \$6,627,992 less than budgeted due to delays in repairs and renovations at the branch jail, the DeLand administration building, and court facilities buildings. Economic development expenditures were \$5,604,791 less than budgeted. Unspent funds for the development of the Tomoka Industrial Park (\$2.4 million) and grants-in-aid available for county businesses which have been granted (\$2.7 million), account for the majority of this variance. Parks, recreation, and culture expenditures were \$2,578,393 less than budget. This variance was mainly due to delays in off-beach parking land acquisition, beach restroom renovations, dune walkover renovations, and delaying of filling vacant personnel positions.

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, 2008 amounts to \$832,302,462 (net of accumulated depreciation). This investment in capital assets includes land, easement, buildings, improvements other than buildings, leasehold improvements, equipment, infrastructure, and construction in progress. The total increase in the County's investment in capital assets for the current fiscal year was 10.5 percent (a 12.2 percent increase for governmental activities and a 5.9 percent increase for business-type activities).

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

- The construction of the Ocean Center expansion and the Beach Patrol Headquarters were substantially completed during the fiscal year and moved from construction in progress. The total capitalized construction cost of the Ocean Center expansion, which began in fiscal year 2004, was \$70,369,323. Of that amount, \$34,620,405 was spent in fiscal year 2008. The total capitalized construction cost of the Beach Patrol Headquarters was \$5,917,947, of which, \$4,463,087 was spent during fiscal year 2008. The Beach Patrol Headquarters project began in fiscal year 2007.
- Construction began on the Environmental Learning Center of the Deltona Library and the Historic Courthouse Park Plaza in DeLand. The Environmental Learning Center will include two classrooms, exhibition space, a visiting scientist's workroom, and a coffee and gift shop. An outdoor amphitheater will be constructed next to the library for community gatherings and education instruction. The Historic Courthouse Park Plaza will create an inter-block pedestrian connector through an inner-city park setting, containing a series of outdoor rooms, leading to a performing stage with a waterfall feature.
- Completion of: 1) Pioneer Trail between Turnbull Road and Williamson Boulevard in southeast Volusia County, 2) Capri Drive north of Ormond Beach, 3) Tymber Creek Road and Airport Road in northern Volusia County, and 4) Interstate 4 Frontage Road from Orange Camp Road to Highway 472 were among the road projects increasing infrastructure assets by \$8,623,100.
- Construction continued on several of the County's capital projects including the Green Springs Park development, Ponce Inlet lifeguard tower, Sugar Mill Ruins renovation, off-beach parking, and Spring to Spring Trail development. When combined, construction in progress for governmental activities, not related to infrastructure, totaled \$21,874,488.
- The County acquired the parking garage adjacent to the Ocean Center from the Volusia Redevelopment Parking Corporation valued at \$10,480,383.
- The Hugh West residential treatment facility, valued at \$2.8 million, was donated to Serenity House, a not-for-profit residential mental health and substance abuse facility.

County of Volusia, Florida Capital Assets (net of depreciation, restated)						
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$ 113,159,048	\$ 111,388,939	\$ 48,203,943	\$ 48,203,943	\$ 161,362,991	\$ 159,592,882
Land - infrastructure	41,256,512	37,224,644	-	-	41,256,512	37,224,644
Easement	1,176,233	-	-	-	1,176,233	-
Buildings	216,668,795	143,902,745	22,489,978	12,854,509	239,158,773	156,757,254
Improvements other than buildings	15,220,918	10,524,885	114,934,598	118,152,762	130,155,516	128,677,647
Leasehold improvements	105,000	131,610	-	-	105,000	131,610
Equipment	45,140,183	42,537,882	20,582,403	16,989,629	65,722,586	59,527,511
Infrastructure	114,295,728	110,055,175	-	-	114,295,728	110,055,175
Construction in progress	21,874,488	57,220,310	6,570,166	4,805,328	28,444,654	62,025,638
Construction in progress - infrastructure	50,624,469	39,152,188	-	-	50,624,469	39,152,188
Total	\$ 619,521,374	\$ 552,138,378	\$ 212,781,088	\$ 201,006,171	\$ 832,302,462	\$ 753,144,549

Additional information on the County's capital assets can be found in Note 7 on pages 83-85 of this report.

Long-term bonded debt

At the end of fiscal year 2008, the County's total bonded debt outstanding amounted to \$298,325,000. This amount represents bonds secured by specified revenue sources (i.e., revenue bonds), and bonds secured by a property tax levy of 0.20 mills on all taxable property in the County (general obligation bonds).

County of Volusia, Florida						
Outstanding Bonded Debt						
Revenue and General Obligation Bonds						
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenue bonds	\$209,265,000	\$220,950,000	\$52,815,000	\$44,510,000	\$262,080,000	\$265,460,000
General obligation bonds	36,245,000	38,190,000	-	-	36,245,000	38,190,000
Total	\$245,510,000	\$259,140,000	\$52,815,000	\$44,510,000	\$298,325,000	\$303,650,000

The County issued \$10,815,000 in revenue bonds to acquire the parking garage adjacent to the Ocean Center. It also issued \$42,605,000 in revenue bonds to advance refund \$44,930,000 of an older series. Overall, the County's outstanding bonded debt decreased by \$5,325,000 or 1.8 percent during fiscal year 2008. The key factor in this decrease was scheduled principal retirements in the amount of \$13,815,000.

Additional information on the County's debt can be found in Note 8 on pages 86-96 of this report.

Economic Factors And Next Year's Budgets And Rates

The County's elected and appointed officials considered many factors when establishing its 2008-09 budget and tax rates. One of these factors is the state of the economy. The unemployment rate at fiscal year end grew from 3.4 percent from a year ago to 7.2 percent. This is higher than the national average of 6.2 percent and state average of 6.6 percent for the same time period. Population grew approximately 2 percent from the prior fiscal year to 517,520. Retail sales and building permit activity are also vital factors. Building permit activity has been steadily declining over the last three years. For fiscal year 2008, 6,964 permits were issued compared to 7,290 in 2007. Taxable sales for 2008 were approximately \$7.1 billion compared to \$7.7 billion for fiscal year 2007.

The ripple effect caused by the downturn in the economy is having an affect on sales and gas tax revenues. Gas tax collections in 2009 (an estimated \$14.6 million) are expected to be lower than fiscal year 2008 (\$15.6 million). Sales tax revenues are estimated to remain fairly flat in fiscal 2009 compared to 2008. As a result, the amount estimated to be collected in 2009 is \$17.9 million compared to \$17.2 million in 2008. The collection of utility, resort, and communication taxes are also expected to be near or below 2008 amounts.

The effects of Amendment 1 passed by the Florida electorate in January 2008 and the impact of the current turmoil in the nation's economy have attributed to an estimated decrease in the County's tax base from \$40.7 billion in fiscal year 2008 to \$36.5 billion in fiscal year 2009. The most significant reduction occurred in the net reassessment of real estate, falling \$5.066 billion due to declining values and the doubling of homestead exemption from \$25,000 to \$50,000. The fiscal year 2008-09 adopted countywide (general and library funds) millage rate is equal to the rollback rate of 5.00374, an increase over last year's millage of 4.3326. Property tax revenues are expected to increase in fiscal year 2008-09 by \$6.3 million, largely due to the increase in taxable value from new construction.

The County took into account the changes in the economy and revenue trends when budgeting its 2008-09 expenditures. Few new or expanded programs or capital projects are planned. Staffing levels will remain virtually the same and departmental operating budgets will be reduced when compared to 2008. Of the \$37,053,712 in unreserved and undesignated fund balance of the general fund, \$27,402,515 has been appropriated to primarily fund capital projects and emergency reserves for the 2008-09 year. As a general rule, to ensure the County does not become reliant on unreserved and undesignated fund balance to fund on-going operating costs, these excess funds are used for one-time capital purchases or to increase reserves.

Requests For Information

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

BASIC FINANCIAL STATEMENTS

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Assets
September 30, 2008

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Equity in pooled cash and investments	\$ 372,025,308	\$ 34,984,732	\$ 407,010,040	\$ 17,281,123
Restricted:				
Cash and cash equivalents	-	16,894,573	16,894,573	-
Receivable	-	110,260	110,260	-
Receivables:				
Accounts - net	1,383,391	4,201,117	5,584,508	1,088,398
Accrued interest	2,205,227	-	2,205,227	-
Employee - net	137,106	-	137,106	98,950
Taxes	2,250,255	-	2,250,255	-
Notes	3,425,300	-	3,425,300	-
Special assessments:				
Current receivable	298,411	8,724	307,135	-
Deferred receivable	2,096,021	79,277	2,175,298	-
Interest receivable	103,004	3,870	106,874	-
Due from component units	1,879,935	-	1,879,935	-
Due from primary government	-	-	-	102,110
Due from other governments	19,084,535	9,080,541	28,165,076	161,050
Internal balances	(673,631)	673,631	-	-
Inventories	2,060,798	811,457	2,872,255	347,881
Prepaid items/expenses	210,414	140,093	350,507	759,004
Capital assets:				
Land	154,415,560	48,203,943	202,619,503	142,502
Easements	1,176,233	-	1,176,233	-
Buildings	303,901,345	34,932,281	338,833,626	320,633
Improvements other than buildings	25,076,438	211,496,166	236,572,604	-
Leasehold improvements	497,125	-	497,125	677,381
Equipment	121,092,338	44,449,874	165,542,212	14,147,814
Accumulated depreciation	(433,125,553)	(132,871,342)	(565,996,895)	(10,863,010)
Infrastructure	373,988,931	-	373,988,931	-
Construction in progress	21,874,488	6,570,166	28,444,654	-
Construction in progress - Infrastructure	50,624,469	-	50,624,469	-
Deposits	389,696	-	389,696	340
Total assets	1,026,397,144	279,769,363	1,306,166,507	24,264,176

LIABILITIES

Accounts payable	17,330,771	2,418,727	19,749,498	1,641,509
Contracts payable	6,787,843	144,780	6,932,623	-
Accrued interest payable	4,413,688	-	4,413,688	-
Accrued liabilities	13,690,981	392,823	14,083,804	549,802
Due to component units	102,110	-	102,110	-
Due to primary government	-	-	-	1,879,935
Due to other governments	4,856,666	74,939	4,931,605	725,018
Current liabilities payable from restricted assets:				
Landfill closure costs payable	-	86,941	86,941	-
Accrued interest payable	-	1,241,261	1,241,261	-

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Assets
September 30, 2008

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
LIABILITIES - Continued				
Deposits	180,380	359,233	539,613	69,722
Unearned revenue	4,884,786	180,000	5,064,786	-
Non-current liabilities:				
Due within one year:				
Bonds payable	11,890,000	2,425,000	14,315,000	-
Advance rents	-	79,045	79,045	-
Notes payable	6,622,000	1,271,625	7,893,625	-
Compensated absences payable	7,454,940	662,503	8,117,443	375,297
Estimated claims payable	5,854,491	-	5,854,491	-
Due in more than one year:				
Bonds payable	225,702,580	48,468,228	274,170,808	-
Advance rents	-	2,845,620	2,845,620	-
Notes payable	15,383,000	9,405,881	24,788,881	-
Compensated absences payable	19,932,790	1,771,379	21,704,169	1,062,127
Estimated claims payable	8,158,889	-	8,158,889	-
Landfill closure costs payable	-	18,700,546	18,700,546	-
Net OPEB obligation	3,886,795	-	3,886,795	79,803
Total liabilities	357,132,710	90,528,531	447,661,241	6,383,213
NET ASSETS				
Invested in capital assets, net of				
related debt	406,810,610	151,210,354	558,020,964	3,816,072
Restricted for:				
Public safety	5,411,176	-	5,411,176	-
Physical environment	31,388,201	-	31,388,201	-
Transportation	51,259,416	-	51,259,416	-
Culture/recreation	5,140,729	-	5,140,729	-
Debt service	12,691,660	3,344,969	16,036,629	-
Capital projects	5,217,022	-	5,217,022	-
Passenger facility charges program	-	1,510,260	1,510,260	-
Equipment replacement	-	850,000	850,000	11,838,889
Maintenance and operations	-	1,611,133	1,611,133	-
Other purposes	10,166,245	-	10,166,245	-
Unrestricted	141,179,375	30,714,116	171,893,491	2,226,002
Total net assets	\$ 669,264,434	\$ 189,240,832	\$ 858,505,266	\$ 17,880,963

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Activities
For the Year Ended September 30, 2008

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government	\$ 65,706,978	\$ 14,965,646	\$ 5,027,463	\$ -
Public safety	141,825,138	22,030,802	4,216,315	707,478
Physical environment	4,844,235	5,392,455	858,245	-
Transportation	32,280,300	1,840,607	8,593,725	13,858,332
Economic environment	24,765,595	327,139	2,092,967	3,978,207
Human services	21,539,157	1,284,408	8,931,431	66,874
Culture/recreation	48,117,236	6,100,676	962,033	2,448,475
Interest on long-term debt	10,234,858	-	-	-
Total governmental activities	349,313,497	51,941,733	30,682,179	21,059,366
Business-type activities:				
Refuse disposal	16,806,398	17,755,422	-	-
Daytona Beach International Airport	16,517,443	9,316,359	1,311,453	4,882,719
Volusia Transportation Authority	21,420,408	3,871,781	5,578,265	4,930,023
Water and sewer utilities	12,127,737	11,718,440	-	885,536
Parking garage	2,333,966	2,037,245	-	-
Garbage collection	6,839,157	6,259,355	16,973	-
Total business-type activities	76,045,109	50,958,602	6,906,691	10,698,278
Total primary government	\$ 425,358,606	\$ 102,900,335	\$ 37,588,870	\$ 31,757,644
Component Units:				
Clerk of the Circuit Court	\$ 18,905,578	\$ 18,657,160	\$ 615,707	\$ -
Volusia County Law Library	559,569	14,556	-	-
Emergency Medical Foundation, Inc.	15,761,948	16,278,095	41,957	-
Total component units	\$ 35,227,095	\$ 34,949,811	\$ 657,664	\$ -

General Revenues:

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

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

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total		
\$ (45,713,869)	\$ -	\$ (45,713,869)		
(114,870,543)	-	(114,870,543)		
1,406,465	-	1,406,465		
(7,987,636)	-	(7,987,636)		
(18,367,282)	-	(18,367,282)		
(11,256,444)	-	(11,256,444)		
(38,606,052)	-	(38,606,052)		
(10,234,858)	-	(10,234,858)		
<u>(245,630,219)</u>	<u>-</u>	<u>(245,630,219)</u>		
-	949,024	949,024		
-	(1,006,912)	(1,006,912)		
-	(7,040,339)	(7,040,339)		
-	476,239	476,239		
-	(296,721)	(296,721)		
-	(562,829)	(562,829)		
<u>-</u>	<u>(7,481,538)</u>	<u>(7,481,538)</u>		
<u>(245,630,219)</u>	<u>(7,481,538)</u>	<u>(253,111,757)</u>		
			\$	367,289
				(545,013)
				<u>558,104</u>
				<u>380,380</u>
229,442,548	-	229,442,548	-	
17,199,118	-	17,199,118	-	
11,056,723	-	11,056,723	-	
15,069,088	-	15,069,088	-	
15,184,641	-	15,184,641	-	
7,307,990	-	7,307,990	-	
873,313	-	873,313	-	
17,407,890	2,061,421	19,469,311	496,607	
2,376,560	295,761	2,672,321	95,650	
1,887,180	-	1,887,180	539,350	
(9,038,191)	9,038,191	-	-	
<u>308,766,860</u>	<u>11,395,373</u>	<u>320,162,233</u>	<u>1,131,607</u>	
63,136,641	3,913,835	67,050,476	1,511,987	
606,127,793	185,326,997	791,454,790	16,368,976	
<u>\$ 669,264,434</u>	<u>\$ 189,240,832</u>	<u>\$ 858,505,266</u>	<u>\$ 17,880,963</u>	

COUNTY OF VOLUSIA, FLORIDA
Balance Sheet
Governmental Funds
September 30, 2008

	<u>General</u>	<u>Municipal Service District</u>	<u>Federal and State Grants</u>
ASSETS			
Equity in pooled cash and investments	\$ 56,533,075	\$ 4,635,267	\$ 4,946,386
Receivables:			
Accounts - net	328,492	634,807	20,139
Accrued interest	2,205,227	-	-
Employee - net	137,106	-	-
Taxes	1,154,907	61,212	-
Notes	-	-	1,322,131
Special assessments:			
Current receivable	-	298,411	-
Deferred receivable	-	2,096,021	-
Interest receivable	-	103,004	-
Due from other funds	8,434,503	1,443,331	137,464
Due from component units	1,879,935	-	-
Due from other governments	2,944,398	1,084,769	5,665,417
Advances to other funds	3,512,969	-	-
Inventories	121,468	-	-
Deposits	184,099	-	-
Total assets	<u><u>\$ 77,436,179</u></u>	<u><u>\$ 10,356,822</u></u>	<u><u>\$ 12,091,537</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 4,760,301	\$ 136,906	\$ 887,535
Contracts payable	34,074	-	246,467
Accrued liabilities	13,020,108	-	670,873
Due to other funds	137,464	1,048,000	4,982,661
Due to component units	97,211	970	1,248
Due to other governments	217,074	3,435,096	993,742
Bonds payable - current	-	-	-
Accrued interest payable	-	-	-
Deposits	-	-	51,298
Advances from other funds	-	-	-
Deferred revenue	1,154,907	2,157,233	1,036,578
Total liabilities	<u><u>19,421,139</u></u>	<u><u>6,778,205</u></u>	<u><u>8,870,402</u></u>
Fund Balances:			
Reserved for:			
Encumbrances	3,762,983	276,975	12,372,668
Inventories	121,468	-	-
Advances	3,512,969	-	-
Debt service - principal	-	-	-
Debt service - interest	-	-	-
Employee receivables	137,106	-	-
Long-term notes receivable	-	-	1,322,131
Unreserved:			
Designated - reported in:			
General fund	13,426,802	-	-
Special revenue funds	-	3,301,642	-
Capital projects funds	-	-	-
Undesignated (deficit) - reported in:			
General fund	37,053,712	-	-
Special revenue funds	-	-	(10,473,664)
Capital projects funds	-	-	-
Total fund balances	<u><u>58,015,040</u></u>	<u><u>3,578,617</u></u>	<u><u>3,221,135</u></u>
Total liabilities and fund balances	<u><u>\$ 77,436,179</u></u>	<u><u>\$ 10,356,822</u></u>	<u><u>\$ 12,091,537</u></u>

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

Subordinate Lien Sales Tax Revenue Bonds	Bond Funded Road Program	Nonmajor Governmental Funds	Total Governmental Funds
\$ 6,929,576	\$ 40,819,115	\$ 207,450,805	\$ 321,314,224
-	-	399,953	1,383,391
-	-	-	2,205,227
-	-	-	137,106
-	-	1,034,136	2,250,255
-	-	2,103,169	3,425,300
-	-	-	298,411
-	-	-	2,096,021
-	-	-	103,004
-	-	1,200,589	11,215,887
-	-	-	1,879,935
-	-	9,027,680	18,722,264
-	-	-	3,512,969
-	-	1,593,398	1,714,866
-	-	205,597	389,696
<u>\$ 6,929,576</u>	<u>\$ 40,819,115</u>	<u>\$ 223,015,327</u>	<u>\$ 370,648,556</u>
\$ -	\$ 993,675	\$ 10,005,395	\$ 16,783,812
-	1,505,104	5,002,198	6,787,843
-	-	-	13,690,981
-	-	3,283,243	9,451,368
-	357	2,324	102,110
-	-	210,754	4,856,666
5,320,000	-	4,500,000	9,820,000
1,609,576	-	1,912,337	3,521,913
-	-	129,082	180,380
-	-	2,915,658	2,915,658
-	-	4,269,972	8,618,690
<u>6,929,576</u>	<u>2,499,136</u>	<u>32,230,963</u>	<u>76,729,421</u>
-	6,002,705	45,350,405	67,765,736
-	-	1,593,398	1,714,866
-	-	-	3,512,969
-	-	1,725,000	1,725,000
-	-	1,146,660	1,146,660
-	-	-	137,106
-	-	2,103,169	3,425,300
-	-	-	13,426,802
-	-	3,280,112	6,581,754
-	32,317,274	57,342,052	89,659,326
-	-	-	37,053,712
-	-	93,534,683	83,061,019
-	-	(15,291,115)	(15,291,115)
<u>-</u>	<u>38,319,979</u>	<u>190,784,364</u>	<u>293,919,135</u>
<u>\$ 6,929,576</u>	<u>\$ 40,819,115</u>	<u>\$ 223,015,327</u>	<u>\$ 370,648,556</u>

COUNTY OF VOLUSIA, FLORIDA
Reconciliation of the Balance Sheet of the Governmental Funds
to the Statement of Net Assets
as of September 30, 2008

Total fund balances of governmental funds \$ 293,919,135

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$1,031,757,130 and the accumulated depreciation is \$421,514,646. 610,242,484

The cumulative effect of overfunding the actuarial required contributions to a pension fund does not represent a financial asset in the governmental funds. In the statement of net assets, which is presented on the accrual basis, an asset is reported since the adjustment to expense is fully recognized in the statement of activities. 191,311

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

Total net assets	41,654,485	
Less: Amount attributable to business-type activities	(3,035,461)	38,619,024

Because some property taxes (\$1,637,883) and special assessment revenues (\$2,096,021) will not be collected for several months after the close of the County's fiscal year end, they are not considered as "available" revenue in the governmental funds, and therefore, reported as deferred revenues. In the statement of net assets, which is presented on the accrual basis, no deferral is reported since the revenue is fully recognized in the statement of activities. 3,733,904

COUNTY OF VOLUSIA, FLORIDA
Reconciliation of the Balance Sheet of the Governmental Funds
to the Statement of Net Assets
as of September 30, 2008

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

Bonds payable	235,690,000	
Less: Deferred charge on refunding (to be amortized as interest expense)	(2,482,754)	
Less: Deferred charge for issuance costs (to be amortized over life of debt)	(3,747,848)	
Less: Issuance discount (to be amortized as interest expense)	(7,877,378)	
Plus: Issuance premium (to be amortized as interest expense)	6,190,560	
Notes payable	22,005,000	
Compensated absences payable	26,772,069	
Accrued interest payable	891,775	(277,441,424)

Total net assets of governmental activities

\$ 669,264,434

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2008

	General	Municipal Service District	Federal and State Grants
REVENUES			
Taxes	\$ 153,567,576	\$ 22,051,118	\$ -
Licenses and permits	457,299	1,538,597	-
Intergovernmental revenues	11,563,012	157,565	13,357,153
Charges for services	20,818,777	12,870,262	327,137
Fines and forfeitures	4,300,355	301,628	-
Interest revenues	3,792,069	621,747	45,577
Miscellaneous revenues	4,327,954	211,766	357,150
Special assessments			
levied/impact fees	-	687,904	-
Total revenues	<u>198,827,042</u>	<u>38,440,587</u>	<u>14,087,017</u>
EXPENDITURES			
Current:			
General government	55,299,400	8,297,501	339,810
Public safety	84,850,691	31,016,349	1,231,612
Physical environment	3,574,920	866,793	815,558
Transportation	-	798,808	4,960,341
Economic environment	2,257,956	-	6,346,478
Human services	12,745,075	1,321,618	2,065,290
Culture/recreation	18,798,081	2,747,206	686,027
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Bond issuance costs	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>177,526,123</u>	<u>45,048,275</u>	<u>16,445,116</u>
Excess (deficiency) of revenues over (under) expenditures	<u>21,300,919</u>	<u>(6,607,688)</u>	<u>(2,358,099)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	6,142,914	5,548,599	1,497,634
Transfers (out)	(25,769,485)	(2,580,736)	(80)
Refunding bonds issued	-	-	-
Premium on notes/bonds payable	-	-	-
Payment to refunded bond escrow agent	-	-	-
Total other financing sources and (uses)	<u>(19,626,571)</u>	<u>2,967,863</u>	<u>1,497,554</u>
Net change in fund balances	<u>1,674,348</u>	<u>(3,639,825)</u>	<u>(860,545)</u>
Fund balances - beginning, restated	<u>56,340,692</u>	<u>7,218,442</u>	<u>4,081,680</u>
Fund balances - ending	<u>\$ 58,015,040</u>	<u>\$ 3,578,617</u>	<u>\$ 3,221,135</u>

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

Subordinate Lien Sales Tax Revenue Bonds	Bond Funded Road Program	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 94,765,006	\$ 270,383,700
-	-	224,500	2,220,396
-	-	36,835,757	61,913,487
-	-	10,158,673	44,174,849
-	-	455,172	5,057,155
141,372	1,794,720	9,015,077	15,410,562
-	-	7,941,511	12,838,381
-	-	9,245,419	9,933,323
<u>141,372</u>	<u>1,794,720</u>	<u>168,641,115</u>	<u>421,931,853</u>
-	-	102,345	64,039,056
-	-	27,519,824	144,618,476
-	-	1,174,318	6,431,589
-	-	33,546,220	39,305,369
-	-	16,216,200	24,820,634
-	-	5,465,481	21,597,464
-	-	24,719,991	46,951,305
5,320,000	-	13,866,869	19,186,869
2,443,479	-	7,254,566	9,698,045
914,734	-	-	914,734
-	12,939,877	54,222,518	67,162,395
<u>8,678,213</u>	<u>12,939,877</u>	<u>184,088,332</u>	<u>444,725,936</u>
<u>(8,536,841)</u>	<u>(11,145,157)</u>	<u>(15,447,217)</u>	<u>(22,794,083)</u>
8,485,031	-	38,524,631	60,198,809
-	(837,238)	(40,049,461)	(69,237,000)
42,605,000	-	-	42,605,000
4,398,128	-	-	4,398,128
<u>(46,951,318)</u>	<u>-</u>	<u>-</u>	<u>(46,951,318)</u>
<u>8,536,841</u>	<u>(837,238)</u>	<u>(1,524,830)</u>	<u>(8,986,381)</u>
-	(11,982,395)	(16,972,047)	(31,780,464)
-	50,302,374	207,756,411	325,699,599
<u>\$ -</u>	<u>\$ 38,319,979</u>	<u>\$ 190,784,364</u>	<u>\$ 293,919,135</u>

COUNTY OF VOLUSIA, FLORIDA
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For The Year Ended September 30, 2008

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

Net change in fund balances - total governmental funds	\$ (31,780,464)
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Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital purchases (\$93,609,964) exceeds depreciation (\$20,806,378) in the current period.	72,803,586
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In the statement of activities, only the loss on the sale/disposal of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold/disposed.	(6,611,257)
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Donations/contributions of capital assets increase net assets in the statement of activities, but do not appear in the governmental funds because they are not financial resources.	1,194,212
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In the governmental funds, contributions made to a pension fund in excess of the actuarial required contribution amount are reported as an expenditure. In the statement of net assets, this amount is reported as an asset. Thus, the change in net assets differs from the change in fund balance by the amount contributed in excess of the actuary's requirement.	(8,865)
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Because some property taxes and special assessment revenues will not be collected for several months after the close of the County's fiscal year end, they are not considered as "available" revenues in the governmental funds. In the statement of activities, presented on the accrual basis, these revenues are recognized.	1,872,851
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The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amounts of the items that make up these differences in the treatment of long-term debt and related items are:

COUNTY OF VOLUSIA, FLORIDA
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For The Year Ended September 30, 2008

Debt issued or incurred:		
Refunding bonds	(42,605,000)	
Principal repayments:		
Revenue bonds	9,820,000	
General obligation bonds	2,015,000	
Notes payable	7,351,869	
Payment to escrow agent for refunding	<u>44,930,000</u>	21,511,869

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

Compensated absences payable	(1,533,665)	
Accrued interest on debt	16,791	
Amortization of deferred charge on refunding	1,780,850	
Amortization of issuance costs	628,266	
Amortization of issuance discounts	(373,018)	
Amortization of bond premiums	<u>(4,038,457)</u>	(3,519,233)

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

	<u>7,673,942</u>
Change in net assets of governmental activities	<u>\$ 63,136,641</u>

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

COUNTY OF VOLUSIA, FLORIDA
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 153,584,440	\$ 153,584,440	\$ 153,567,576	\$ (16,864)
Licenses and permits	525,676	525,676	457,299	(68,377)
Intergovernmental revenues	11,727,522	11,872,723	11,563,012	(309,711)
Charges for services	21,641,215	22,102,222	20,818,777	(1,283,445)
Fines and forfeitures	4,472,374	4,472,374	4,300,355	(172,019)
Interest revenues	3,375,000	3,375,000	3,792,069	417,069
Miscellaneous revenues	4,542,218	4,690,773	4,327,954	(362,819)
Total revenues	199,868,445	200,623,208	198,827,042	(1,796,166)
EXPENDITURES				
Current:				
General government				
County council	531,349	554,016	482,597	71,419
County manager	1,723,674	1,798,075	1,640,593	157,482
County attorney	1,796,570	1,882,032	1,875,078	6,954
Elections	4,524,478	4,915,639	3,873,162	1,042,477
Property appraiser	7,099,745	7,348,762	7,326,464	22,298
Growth management commission	318,493	360,192	328,141	32,051
Judicial	8,085,918	8,184,709	7,827,356	357,353
Financial services	9,291,003	9,689,176	6,619,763	3,069,413
Facilities services	8,991,361	14,468,417	7,840,425	6,627,992
Information technology	7,563,391	8,620,288	6,539,878	2,080,410
Nondepartmental	26,011,636	18,225,558	10,945,943	7,279,615
Total general government	75,937,618	76,046,864	55,299,400	20,747,464
Public safety				
Building, zoning, and code administration	449,329	495,232	381,559	113,673
Sheriff	41,028,714	40,818,965	38,750,394	2,068,571
Corrections	39,231,292	39,848,688	38,167,852	1,680,836
Emergency management	838,987	1,430,427	707,042	723,385
Fire services	1,370,120	1,463,983	1,195,642	268,341
Medical examiner	1,968,379	1,994,952	1,723,338	271,614
Emergency medical services	3,934,090	3,943,777	3,924,864	18,913
Total public safety	88,820,911	89,996,024	84,850,691	5,145,333
Physical environment				
Environmental management	1,609,516	1,804,066	1,487,609	316,457
Land management/acquisition	1,243,586	1,867,604	1,239,695	627,909
Agriculture	848,243	962,311	803,578	158,733
Nondepartmental	69,236	69,557	44,038	25,519
Total physical environment	3,770,581	4,703,538	3,574,920	1,128,618

COUNTY OF VOLUSIA, FLORIDA

General Fund

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

For the Year Ended September 30, 2008

	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Original	Final	
EXPENDITURES - continued			
Current - continued:			
Economic environment			
Veterans services	616,301	630,388	80,815
Economic development	3,655,168	7,313,174	5,604,791
Total economic environment	4,271,469	7,943,562	5,685,606
Human services			
Children's services	2,080,035	2,197,234	114,163
Community assistance	8,383,052	8,984,785	1,213,238
Public health	2,874,781	2,893,457	3,000
Total human services	13,337,868	14,075,476	1,330,401
Culture/recreation			
Parks, recreation, and culture	11,307,884	12,418,368	2,578,393
Beach management	8,506,477	9,091,058	968,843
Nondepartmental	794,105	864,346	28,455
Total culture/recreation	20,608,466	22,373,772	3,575,691
Total expenditures	206,746,913	215,139,236	37,613,113
Excess (deficiency) of revenues over (under) expenditures	(6,878,468)	(14,516,028)	35,816,947
OTHER FINANCING SOURCES (USES)			
Transfers in	7,239,542	7,199,757	(1,056,843)
Transfers (out)	(27,431,040)	(27,756,616)	1,987,131
Issuance of notes/bonds payable	5,682,459	5,682,459	(5,682,459)
Total other financing sources and (uses)	(14,509,039)	(14,874,400)	(4,752,171)
Net change in fund balances	(21,387,507)	(29,390,428)	31,064,776
Fund balances - beginning	34,814,309	42,817,230	13,523,462
Fund balances - ending	\$ 13,426,802	\$ 13,426,802	\$ 44,588,238

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

COUNTY OF VOLUSIA, FLORIDA
Municipal Service District
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 23,886,759	\$ 23,886,759	\$ 22,051,118	\$ (1,835,641)
Licenses and permits	1,755,119	1,755,119	1,538,597	(216,522)
Intergovernmental revenues	147,500	148,500	157,565	9,065
Charges for services	13,101,883	13,101,883	12,870,262	(231,621)
Fines and forfeitures	213,000	213,000	301,628	88,628
Interest revenues	300,000	300,000	621,747	321,747
Miscellaneous revenues	147,000	147,000	211,766	64,766
Special assessments				
levied/impact fees	-	294,678	687,904	393,226
Total revenues	39,551,261	39,846,939	38,440,587	(1,406,352)
EXPENDITURES				
Current:				
General government				
Growth and resource management	410,921	426,018	418,495	7,523
Building, zoning, and code administration	1,172,437	1,207,130	1,099,726	107,404
Planning and development services	1,827,002	2,436,562	1,866,952	569,610
Financial services	40,051	40,051	40,051	-
Nondepartmental	11,320,859	9,940,375	4,872,277	5,068,098
Total general government	14,771,270	14,050,136	8,297,501	5,752,635
Public safety				
Building, zoning, and code administration	3,185,293	3,913,912	3,524,475	389,437
Sheriff	26,541,976	27,618,467	27,040,423	578,044
Fire services	592,058	611,076	451,451	159,625
Total public safety	30,319,327	32,143,455	31,016,349	1,127,106
Physical environment				
Environmental management	1,042,401	1,253,648	866,793	386,855
Total physical environment	1,042,401	1,253,648	866,793	386,855
Transportation				
Construction	-	1,376,312	798,808	577,504
Total transportation	-	1,376,312	798,808	577,504
Human services				
Animal control services	1,309,934	1,337,791	1,321,618	16,173
Total human services	1,309,934	1,337,791	1,321,618	16,173

COUNTY OF VOLUSIA, FLORIDA

Municipal Service District

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

For the Year Ended September 30, 2008

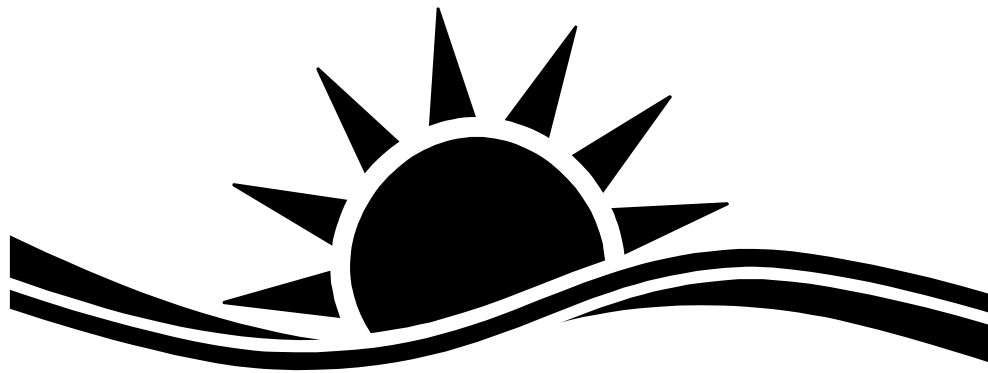
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES - continued				
Current - continued:				
Culture/recreation				
Parks, recreation, and culture	2,747,206	2,753,018	2,747,206	5,812
Total culture/recreation	2,747,206	2,753,018	2,747,206	5,812
Total expenditures	50,190,138	52,914,360	45,048,275	7,866,085
Excess (deficiency) of revenues over (under) expenditures	(10,638,877)	(13,067,421)	(6,607,688)	6,459,733
OTHER FINANCING SOURCES (USES)				
Transfers in	6,383,337	6,783,337	5,548,599	(1,234,738)
Transfers (out)	(2,925,051)	(3,066,112)	(2,580,736)	485,376
Issuance of notes/bonds payable	1,668,519	1,668,519	-	(1,668,519)
Total other financing sources and (uses)	5,126,805	5,385,744	2,967,863	(2,417,881)
Net change in fund balances	(5,512,072)	(7,681,677)	(3,639,825)	4,041,852
Fund balances - beginning, restated	9,444,610	11,614,215	7,218,442	(4,395,773)
Fund balances - ending	<u>\$ 3,932,538</u>	<u>\$ 3,932,538</u>	<u>\$ 3,578,617</u>	<u>\$ (353,921)</u>

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

COUNTY OF VOLUSIA, FLORIDA
Federal and State Grants
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental revenues	\$ 28,223,880	\$ 41,528,102	\$ 13,357,153	\$ (28,170,949)
Charges for services	509,479	509,138	327,137	(182,001)
Interest revenues	2,000	17,845	45,577	27,732
Miscellaneous revenues	-	4,825,672	357,150	(4,468,522)
Total revenues	<u>28,735,359</u>	<u>46,880,757</u>	<u>14,087,017</u>	<u>(32,793,740)</u>
EXPENDITURES				
Current:				
General government	210,250	530,044	339,810	190,234
Public safety	5,653,356	8,778,180	1,231,612	7,546,568
Physical environment	1,076,233	1,752,524	815,558	936,966
Transportation	8,293,493	25,350,957	4,960,341	20,390,616
Economic environment	10,594,916	10,722,868	6,346,478	4,376,390
Human services	2,604,854	3,842,036	2,065,290	1,776,746
Culture/recreation	2,909,030	4,340,247	686,027	3,654,220
Total expenditures	<u>31,342,132</u>	<u>55,316,856</u>	<u>16,445,116</u>	<u>38,871,740</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,606,773)</u>	<u>(8,436,099)</u>	<u>(2,358,099)</u>	<u>6,078,000</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	145,911	5,141,849	1,497,634	(3,644,215)
Transfers (out)	-	(57,658)	(80)	57,578
Total other financing sources and (uses)	<u>145,911</u>	<u>5,084,191</u>	<u>1,497,554</u>	<u>(3,586,637)</u>
Net change in fund balances	<u>(2,460,862)</u>	<u>(3,351,908)</u>	<u>(860,545)</u>	<u>2,491,363</u>
Fund balances - beginning	<u>2,460,862</u>	<u>3,351,908</u>	<u>4,081,680</u>	<u>729,772</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,221,135</u>	<u>\$ 3,221,135</u>

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



Volusia County
FLORIDA

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Assets
Proprietary Funds
September 30, 2008

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Refuse Disposal</u>	<u>Daytona Beach International Airport</u>	<u>Volusia Transportation Authority</u>
ASSETS			
Current assets:			
Equity in pooled cash and investments	\$ 12,152,924	\$ 8,219,228	\$ 4,323
Restricted:			
Cash and cash equivalents	8,447,210	5,918,720	-
Receivable	-	110,260	-
Receivables:			
Accounts - net	2,084,409	524,892	12,876
Special assessments:			
Current receivable	-	-	-
Interest receivable	-	-	-
Due from other funds	3,949	-	-
Due from other governments	101,055	4,426,238	4,542,986
Inventories	-	5,794	805,663
Prepaid expenses	-	-	140,093
Total current assets	<u>22,789,547</u>	<u>19,205,132</u>	<u>5,505,941</u>
Noncurrent assets:			
Receivables:			
Special assessments:			
Deferred receivable	-	-	-
Capital assets:			
Land	10,042,478	34,818,861	1,047,524
Buildings	7,204,969	7,561,922	9,535,681
Improvements other than buildings	24,006,255	120,266,753	953,430
Equipment	12,743,689	5,149,121	24,384,754
Construction in progress	195,067	2,613,902	3,714,386
Less: accumulated depreciation	(20,924,095)	(69,474,854)	(19,358,843)
Total capital assets (net of accumulated depreciation)	<u>33,268,363</u>	<u>100,935,705</u>	<u>20,276,932</u>
Total noncurrent assets	<u>33,268,363</u>	<u>100,935,705</u>	<u>20,276,932</u>
Total assets	<u>56,057,910</u>	<u>120,140,837</u>	<u>25,782,873</u>

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

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

		Nonmajor Proprietary Fund			
Water and Sewer Utilities	Parking Garage	Garbage Collection	Totals	Governmental Activities - Internal Service Funds	
\$ 13,778,380	\$ 12,399	\$ 817,478	\$ 34,984,732	\$ 50,711,084	
2,028,643	500,000	-	16,894,573	-	
-	-	-	110,260	-	
1,535,976	42,964	-	4,201,117	-	
8,724	-	-	8,724	-	
3,870	-	-	3,870	-	
41,532	-	-	45,481	-	
10,262	-	-	9,080,541	362,271	
-	-	-	811,457	345,932	
-	-	-	140,093	19,103	
17,407,387	555,363	817,478	66,280,848	51,438,390	
79,277	-	-	79,277	-	
2,295,080	-	-	48,203,943	-	
149,326	10,480,383	-	34,932,281	1,915,516	
66,269,728	-	-	211,496,166	458,733	
1,648,452	475,847	48,011	44,449,874	18,515,548	
46,811	-	-	6,570,166	-	
(22,698,337)	(369,573)	(45,640)	(132,871,342)	(11,610,907)	
47,711,060	10,586,657	2,371	212,781,088	9,278,890	
47,790,337	10,586,657	2,371	212,860,365	9,278,890	
65,197,724	11,142,020	819,849	279,141,213	60,717,280	

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Assets
Proprietary Funds
September 30, 2008

Business-type Activities - Enterprise Funds

	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
LIABILITIES			
Current liabilities:			
Accounts payable	536,658	417,003	530,290
Contracts payable	8,868	103,195	-
Accrued liabilities	24,924	-	367,553
Due to other funds	-	-	1,810,000
Due to other governments	-	53,851	-
Unearned revenue	-	-	180,000
Advance rents	-	79,045	-
Notes payable	416,000	224,000	-
Compensated absences payable	209,047	174,627	123,293
Estimated claims payable	-	-	-
Payable from restricted assets:			
Notes payable	-	-	-
Revenue bonds payable	-	1,635,000	-
Landfill closure costs payable	86,941	-	-
Accrued interest payable	-	1,022,587	-
Total current liabilities	1,282,438	3,709,308	3,011,136
Noncurrent liabilities:			
Deposits	-	33,325	-
Advances from other funds	-	-	-
Advance rents	-	2,845,620	-
Notes payable	104,000	1,585,000	-
Compensated absences payable	558,943	466,914	329,656
Estimated claims payable	-	-	-
Revenue bonds payable	-	30,927,556	-
Landfill closure costs payable	18,700,546	-	-
Net OPEB obligation	-	-	-
Total noncurrent liabilities	19,363,489	35,858,415	329,656
Total liabilities	20,645,927	39,567,723	3,340,792
NET ASSETS			
Invested in capital assets, net of related debt	32,748,363	66,564,149	20,276,932
Restricted:			
Debt service	-	1,635,000	-
Passenger facility charges program	-	1,510,260	-
Equipment replacement	-	250,000	-
Maintenance and operations	-	1,611,133	-
Unrestricted (deficit)	2,663,620	9,002,572	2,165,149
Total net assets	\$ 35,411,983	\$ 80,573,114	\$ 22,442,081

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

Net assets of business-type activities

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

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

Water and Sewer Utilities	Parking Garage	Nonmajor Proprietary Fund		Totals	Governmental Activities - Internal Service Funds
		Garbage Collection			
431,084	123,706	379,986		2,418,727	546,959
32,717	-	-		144,780	-
346	-	-		392,823	-
-	-	-		1,810,000	-
7,183	13,905	-		74,939	-
-	-	-		180,000	-
-	-	-		79,045	-
-	-	-		640,000	-
154,635	901	-		662,503	140,658
-	-	-		-	5,854,491
631,625	-	-		631,625	-
580,000	210,000	-		2,425,000	-
-	-	-		86,941	-
218,674	-	-		1,241,261	-
<u>2,056,264</u>	<u>348,512</u>	<u>379,986</u>		<u>10,787,644</u>	<u>6,542,108</u>
325,908	-	-		359,233	-
-	597,311	-		597,311	-
-	-	-		2,845,620	-
7,716,881	-	-		9,405,881	-
413,459	2,407	-		1,771,379	475,003
-	-	-		-	8,158,889
7,358,983	10,181,689	-		48,468,228	-
-	-	-		18,700,546	-
-	-	-		-	3,886,795
<u>15,815,231</u>	<u>10,781,407</u>	<u>-</u>		<u>82,148,198</u>	<u>12,520,687</u>
<u>17,871,495</u>	<u>11,129,919</u>	<u>379,986</u>		<u>92,935,842</u>	<u>19,062,795</u>
31,423,571	194,968	2,371		151,210,354	9,278,890
1,709,969	-	-		3,344,969	-
-	-	-		1,510,260	-
100,000	500,000	-		850,000	-
-	-	-		1,611,133	-
14,092,689	(682,867)	437,492		27,678,655	32,375,595
<u>\$ 47,326,229</u>	<u>\$ 12,101</u>	<u>\$ 439,863</u>		<u>186,205,371</u>	<u>\$ 41,654,485</u>
				3,035,461	
				<u>\$ 189,240,832</u>	

COUNTY OF VOLUSIA, FLORIDA
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For The Year Ended September 30, 2008

	Business-type Activities - Enterprise Funds		
	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
Operating Revenues:			
Charges for services	\$ 17,455,608	\$ 9,200,960	\$ 3,798,662
Miscellaneous revenues	299,814	115,399	73,119
Total operating revenues	17,755,422	9,316,359	3,871,781
Operating Expenses:			
Personal services	3,771,091	3,621,165	10,482,313
Contracted services	3,730,547	2,981,401	3,114,140
Supplies and materials	1,840,902	240,370	3,280,555
Repairs and maintenance	1,933,506	717,094	1,520,743
Utilities	104,258	1,089,322	156,445
Other services and charges	2,251,644	1,171,095	537,529
Depreciation	3,637,812	4,608,467	2,313,465
Claims and other accrued expenses	-	-	-
Total operating expenses	17,269,760	14,428,914	21,405,190
Operating income (loss)	485,662	(5,112,555)	(17,533,409)
Nonoperating Revenues (Expenses):			
Operating grants	-	1,311,453	5,578,265
Passenger facility charges	-	1,202,957	-
Interest revenues	758,947	611,221	4,962
Interest expense	(21,664)	(2,099,324)	-
Bond issuance costs	-	(185,310)	-
Net gain (loss) on disposal of capital assets	162,646	15,868	(15,218)
Miscellaneous revenues	-	6,028	70,253
Total nonoperating revenues (expenses)	899,929	862,893	5,638,262
Income (loss) before contributions and transfers	1,385,591	(4,249,662)	(11,895,147)
Capital contributions	-	3,679,762	4,930,023
Transfers in	-	-	8,758,191
Transfers (out)	(135,000)	-	-
Change in net assets	1,250,591	(569,900)	1,793,067
Total net assets - beginning	34,161,392	81,143,014	20,649,014
Total net assets - ending	\$ 35,411,983	\$ 80,573,114	\$ 22,442,081

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

Change in net assets of business-type activities

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

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

		Nonmajor Proprietary Fund			
Water and Sewer Utilities	Parking Garage	Garbage Collection	Totals	Governmental Activities - Internal Service Funds	
\$ 11,352,680	\$ 2,036,543	\$ 5,974,421	\$ 49,818,874	\$ 59,242,671	
365,760	702	284,934	1,139,728	79,602	
11,718,440	2,037,245	6,259,355	50,958,602	59,322,273	
3,349,485	76,119	-	21,300,173	3,632,781	
2,107,887	1,068,236	4,977,897	17,980,108	3,100,809	
904,288	31,196	59	6,297,370	7,208,168	
1,109,726	102,762	3,719	5,387,550	2,714,724	
1,024,735	108,997	-	2,483,757	38,241	
335,502	34,322	1,857,289	6,187,381	3,107,153	
2,769,974	369,573	588	13,699,879	2,664,490	
-	-	-	-	30,362,227	
11,601,597	1,791,205	6,839,552	73,336,218	52,828,593	
116,843	246,040	(580,197)	(22,377,616)	6,493,680	
-	-	16,973	6,906,691	-	
-	-	-	1,202,957	-	
566,473	37,159	82,659	2,061,421	1,997,331	
(576,657)	(549,271)	-	(3,246,916)	(13,321)	
(97,431)	(1,827)	-	(284,568)	-	
-	-	40,966	204,262	(529)	
-	-	-	76,281	6,724	
(107,615)	(513,939)	140,598	6,920,128	1,990,205	
9,228	(267,899)	(439,599)	(15,457,488)	8,483,885	
885,536	-	-	9,495,321	27,868	
-	280,000	135,000	9,173,191	-	
-	-	-	(135,000)	-	
894,764	12,101	(304,599)	3,076,024	8,511,753	
46,431,465	-	744,462		33,142,732	
\$ 47,326,229	\$ 12,101	\$ 439,863		\$ 41,654,485	
			837,811		
			\$ 3,913,835		

COUNTY OF VOLUSIA, FLORIDA
Statement of Cash Flows
Proprietary Funds
For The Year Ended September 30, 2008

	Business-type Activities - Enterprise Funds		
	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
Cash Flows from Operating Activities			
Receipts from customers and users	\$ 17,307,035	\$ 8,905,145	\$ 3,978,662
Payments to suppliers	(11,652,566)	(6,143,767)	(9,870,387)
Payments to employees	(3,819,742)	(3,584,904)	(10,459,893)
Other operating revenue	299,814	115,399	73,119
Net cash provided (used) by operating activities	2,134,541	(708,127)	(16,278,499)
Cash Flows from Noncapital Financing Activities			
Transfers to other funds	(135,000)	-	-
Transfers from other funds	-	-	10,568,191
Subsidy from federal/state grants	-	1,283,947	5,578,265
Net cash provided (used) by noncapital financing activities	(135,000)	1,283,947	16,146,456
Cash Flows from Capital and Related Financing Activities			
Proceeds from capital debt	-	-	-
Capital contributions	-	-	67,258
Acquisition and construction of capital assets	(2,816,464)	(5,536,970)	(4,775,290)
Principal paid on capital debt	(416,000)	(1,774,000)	-
Interest paid on capital debt	(21,664)	(2,142,064)	-
Proceeds from sale of capital assets	741,330	16,094	29,676
Proceeds from insurance	-	6,028	70,253
Receipts from capital grants	-	4,099,071	2,418,605
Net cash provided (used) by capital and related financing activities	(2,512,798)	(5,331,841)	(2,189,498)
Cash Flows from Investing Activities			
Interest revenues	758,947	611,221	4,962
Net cash provided (used) by investing activities	758,947	611,221	4,962
Net increase (decrease) in cash and cash equivalents	245,690	(4,144,800)	(2,316,579)
Cash and cash equivalents at beginning of year	20,354,444	18,282,748	2,320,902
Cash and cash equivalents at end of year	\$ 20,600,134	\$ 14,137,948	\$ 4,323
Cash and Cash Equivalents Classified As:			
Current assets	\$ 12,152,924	\$ 8,219,228	\$ 4,323
Restricted assets	8,447,210	5,918,720	-
Total cash and cash equivalents	\$ 20,600,134	\$ 14,137,948	\$ 4,323

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

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

		Nonmajor Proprietary Fund			
Water and Sewer Utilities	Parking Garage	Garbage Collection	Totals	Governmental Activities - Internal Service Funds	
\$ 11,111,684	\$ 1,993,579	\$ 5,974,421	\$ 49,270,526	\$ 58,944,086	
(5,463,729)	(1,279,590)	(6,833,297)	(41,243,336)	(45,571,990)	
(3,354,084)	(72,811)	-	(21,291,434)	(3,547,221)	
365,760	702	284,934	1,139,728	79,602	
2,659,631	641,880	(573,942)	(12,124,516)	9,904,477	
-	-	-	(135,000)	-	
-	280,000	135,000	10,983,191	-	
-	-	16,973	6,879,185	-	
-	280,000	151,973	17,727,376	-	
-	903,617	-	903,617	-	
903,597	-	-	970,855	-	
(2,050,952)	(404,159)	-	(15,583,835)	(1,737,718)	
(1,177,846)	(395,000)	-	(3,762,846)	(662,144)	
(593,217)	(551,098)	-	(3,308,043)	(13,407)	
-	-	40,966	828,066	55,296	
-	-	-	76,281	6,724	
-	-	-	6,517,676	-	
(2,918,418)	(446,640)	40,966	(13,358,229)	(2,351,249)	
566,473	37,159	82,659	2,061,421	1,997,331	
566,473	37,159	82,659	2,061,421	1,997,331	
307,686	512,399	(298,344)	(5,693,948)	9,550,559	
15,499,337	-	1,115,822	57,573,253	41,160,525	
\$ 15,807,023	\$ 512,399	\$ 817,478	\$ 51,879,305	\$ 50,711,084	
\$ 13,778,380	\$ 12,399	\$ 817,478	\$ 34,984,732	\$ 50,711,084	
2,028,643	500,000	-	16,894,573	-	
\$ 15,807,023	\$ 512,399	\$ 817,478	\$ 51,879,305	\$ 50,711,084	

COUNTY OF VOLUSIA, FLORIDA
Statement of Cash Flows
Proprietary Funds
For The Year Ended September 30, 2008

	Business-type Activities - Enterprise Funds		
	Refuse Disposal	Daytona Beach International Airport	Volusia Transportation Authority
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	\$ 485,662	\$ (5,112,555)	\$ (17,533,409)
Depreciation	3,637,812	4,608,467	2,313,465
Accrual of landfill closure costs	(1,105,157)	-	-
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	(112,885)	(138,565)	22,720
(Increase) in due from other funds	(3,949)	-	-
(Increase) in due from other governments	(31,739)	(78,205)	-
(Increase) in inventories	-	(5,794)	(46,095)
(Increase) decrease in prepaid expenses	-	-	(140,093)
Increase (decrease) in accounts payable	(688,533)	22,928	(117,945)
(Decrease) in due to component units	-	-	-
Increase (decrease) in due to other governments	(18)	38,381	(1,017,760)
Increase (decrease) in accrued liabilities	1,999	-	38,198
(Decrease) in deposits payable	-	-	-
Increase (decrease) in unearned revenue	-	(79,045)	180,000
(Decrease) in estimated claims payable	-	-	-
Increase (decrease) in compensated absences payable	(48,651)	36,261	22,420
Increase in net OPEB obligation	-	-	-
Total adjustments	1,648,879	4,404,428	1,254,910
Net cash provided (used) by operating activities	\$ 2,134,541	\$ (708,127)	\$ (16,278,499)
Noncash Investing, Capital, and Financing Activities:			
Contributions of capital assets from government	\$ -	\$ 3,352	\$ 4,862,765
Bond proceeds and other financing for acquisition of capital assets	-	-	-
Capital asset purchases on account	22,625	187,605	113,400
Borrowing under capital lease	-	-	-

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

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

		Nonmajor Proprietary Fund			
Water and Sewer Utilities	Parking Garage	Garbage Collection	Totals	Governmental Activities - Internal Service Funds	
\$ 116,843	\$ 246,040	\$ (580,197)	\$ (22,377,616)	\$ 6,493,680	
2,769,974	369,573	588	13,699,879	2,664,490	
-	-	-	(1,105,157)	-	
(13,801)	(42,964)	-	(285,495)	-	
(41,532)	-	-	(45,481)	-	
(9,754)	-	-	(119,698)	(298,585)	
-	-	-	(51,889)	(84,260)	
-	-	-	(140,093)	73,776	
16,869	52,018	7,097	(707,566)	(328,054)	
(307)	-	-	(307)	-	
3,809	13,905	(1,430)	(963,113)	-	
(1,962)	-	-	38,235	-	
(175,909)	-	-	(175,909)	-	
-	-	-	100,955	-	
-	-	-	-	(862,919)	
(4,599)	3,308	-	8,739	85,560	
-	-	-	-	2,160,789	
2,542,788	395,840	6,255	10,253,100	3,410,797	
\$ 2,659,631	\$ 641,880	\$ (573,942)	\$ (12,124,516)	\$ 9,904,477	
\$ 5,489	\$ -	\$ -	\$ 4,871,606	\$ 27,868	
-	10,478,984	-	10,478,984	-	
159,918	71,688	-	555,236	-	
-	-	-	-	655,011	

COUNTY OF VOLUSIA, FLORIDA
Statement of Fiduciary Net Assets
Fiduciary Funds
September 30, 2008

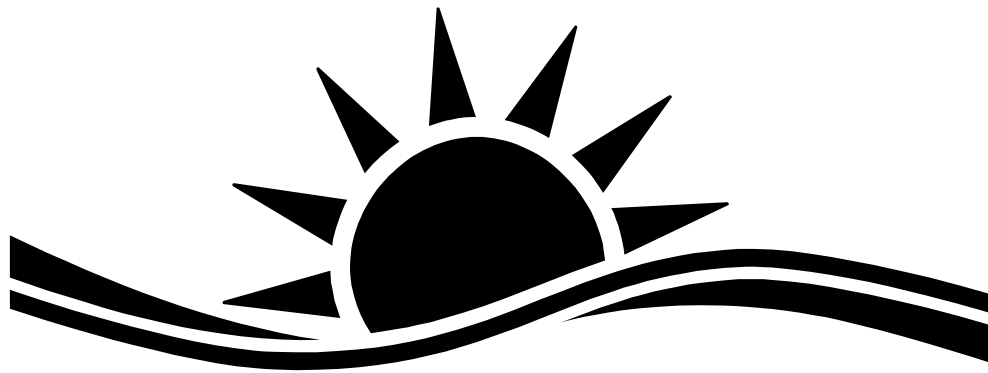
	Volunteer Firefighters Pension Trust Fund	Agency Funds
ASSETS		
Equity in pooled cash and investments	\$ 1,804,286	\$ 11,441,199
Pension investments:		
Mutual funds	1,528,028	-
Common stock	1,020,591	-
Receivables:		
Accounts - net	-	84,589
Special assessments:		
Current receivable	-	45,295
Deferred receivable	-	75,089
Interest receivable	-	22,784
Total assets	4,352,905	11,668,956
LIABILITIES		
Accounts payable	-	13,035
Due to other governments	-	9,769,105
Deposits	-	1,886,816
Total liabilities	-	11,668,956
NET ASSETS		
Held in trust for:		
Pension benefits	4,352,905	-
Total net assets	\$ 4,352,905	\$ -

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended September 30, 2008

	Volunteer Firefighters Pension Trust Fund
ADDITIONS	
Contributions:	
Employer	\$ -
Total contributions	<u>-</u>
Investment earnings:	
Net (decrease) in fair value of investments	(818,337)
Interest	69,890
Dividends	137,464
Total investment earnings	<u>(610,983)</u>
Total additions	<u>(610,983)</u>
 DEDUCTIONS	
Benefits	60,913
Administrative expenses	8,675
Total deductions	<u>69,588</u>
 Change in net assets	 (680,571)
 Net assets - beginning of year	 <u>5,033,476</u>
 Net assets - end of year	 <u><u>\$ 4,352,905</u></u>

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



Volusia County
FLORIDA

COUNTY OF VOLUSIA, FLORIDA
Statement of Net Assets
Component Units
September 30, 2008

	Clerk of the Circuit Court	Volusia County Law Library	Emergency Medical Foundation, Inc.	Total
ASSETS				
Equity in pooled cash and investments	\$ 14,677,847	\$ 454,860	\$ 2,148,416	\$ 17,281,123
Receivables:				
Accounts - net	5,792	-	1,082,606	1,088,398
Employee	-	-	98,950	98,950
Due from primary government	4,741	-	97,369	102,110
Due from other governments	161,050	-	-	161,050
Inventories	-	-	347,881	347,881
Prepaid items/expenses	32,724	-	726,280	759,004
Land	-	-	142,502	142,502
Buildings	-	-	320,633	320,633
Leasehold improvements	-	39,436	637,945	677,381
Equipment	5,209,784	155,928	8,782,102	14,147,814
Accumulated depreciation	(4,045,345)	(169,093)	(6,648,572)	(10,863,010)
Deposits	-	-	340	340
Total assets	16,046,593	481,131	7,736,452	24,264,176
LIABILITIES				
Accounts payable	52,739	9,000	1,579,770	1,641,509
Accrued liabilities	549,802	-	-	549,802
Due to primary government	1,270,687	-	609,248	1,879,935
Due to other governments	725,018	-	-	725,018
Deposits	69,722	-	-	69,722
Non-current liabilities:				
Due within one year:				
Compensated absences payable	375,297	-	-	375,297
Due in more than one year:				
Compensated absences payable	1,062,127	-	-	1,062,127
Net OPEB obligation	79,803	-	-	79,803
Total liabilities	4,185,195	9,000	2,189,018	6,383,213
NET ASSETS				
Invested in capital assets				
(net of related debt)	1,164,439	26,271	2,625,362	3,816,072
Restricted:				
Public record modernization	11,838,889	-	-	11,838,889
Unrestricted (deficit)	(1,141,930)	445,860	2,922,072	2,226,002
Total net assets	\$ 11,861,398	\$ 472,131	\$ 5,547,434	\$ 17,880,963

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

COUNTY OF VOLUSIA, FLORIDA
Statement of Activities
Component Units
For the Year Ended September 30, 2008

		Program Revenues		
		Charges for	Operating	Capital Grants
	Expenses	Services	Grants and	and
			Contributions	Contributions
Clerk of the Circuit Court				
Operations	\$ 18,905,578	\$ 18,657,160	\$ 615,707	\$ -
Total Clerk of the Circuit Court	<u>18,905,578</u>	<u>18,657,160</u>	<u>615,707</u>	<u>-</u>
Volusia County Law Library				
Operations	559,569	14,556	-	-
Total Volusia County Law Library	<u>559,569</u>	<u>14,556</u>	<u>-</u>	<u>-</u>
Emergency Medical Foundation, Inc.				
Operations	15,761,948	16,278,095	41,957	-
Total Emergency Medical Foundation, Inc.	<u>15,761,948</u>	<u>16,278,095</u>	<u>41,957</u>	<u>-</u>
Total component units	<u>\$ 35,227,095</u>	<u>\$ 34,949,811</u>	<u>\$ 657,664</u>	<u>\$ -</u>

General Revenues:

Interest revenue

Miscellaneous

Payment from County of Volusia

Total general revenues and payment from County of Volusia

Change in net assets

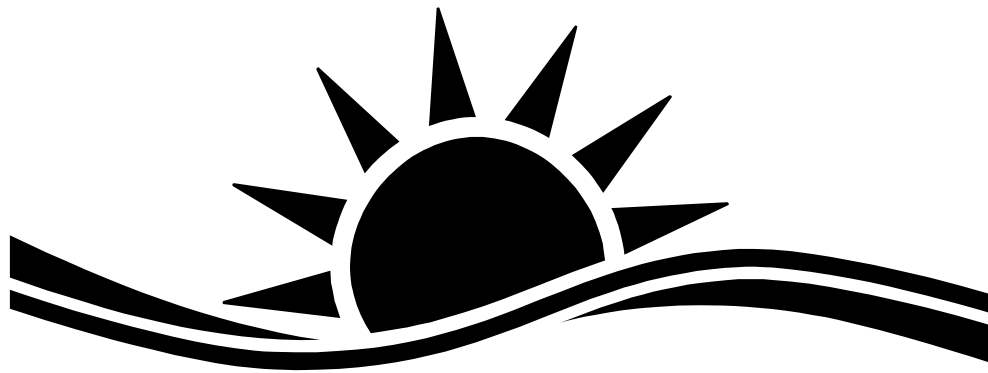
Net assets - beginning

Net assets - ending

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

Net (Expense) Revenue and Changes in Net Assets

Clerk of the Circuit Court	Volusia County Law Library	Emergency Medical Foundation, Inc.	Totals
\$ 367,289	\$ -	\$ -	\$ 367,289
367,289	-	-	367,289
-	(545,013)	-	(545,013)
-	(545,013)	-	(545,013)
-	-	558,104	558,104
-	-	558,104	558,104
367,289	(545,013)	558,104	380,380
437,191	14,341	45,075	496,607
802	5,549	89,299	95,650
-	539,350	-	539,350
437,993	559,240	134,374	1,131,607
805,282	14,227	692,478	1,511,987
11,056,116	457,904	4,854,956	16,368,976
\$ 11,861,398	\$ 472,131	\$ 5,547,434	\$ 17,880,963



Volusia County
FLORIDA

**COUNTY OF VOLUSIA, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS**

SEPTEMBER 30, 2008

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NOTE 1.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. REPORTING ENTITY

The County of Volusia, Florida, is a Home Rule Charter County as provided for by Section 125.60 of the Florida Statutes. The County operates under a Council/Manager form of government and provides various services to its more than 517,520 residents including public safety, transportation, health and social services, culture/recreation, planning, zoning, and other community enrichment and development services.

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

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

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

1. Discretely Presented Component Units

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

- **Clerk of the Circuit Court** – The Volusia County Clerk of the Circuit Court is responsible for the operations of the Clerk's Office, which provides support to the justice system within the County. The Clerk of the Circuit Court is elected by the voters and is a separate legal entity under the Volusia County Home Rule Charter. The Clerk of the Circuit Court 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 three centralized and consolidated law libraries for the County. A Board of Trustees manages the Law Library. However, 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.*)
- **Emergency Medical Foundation, Inc.** – Emergency Medical Foundation, Inc., is a not-for-profit corporation created to provide emergency medical care and transportation services within Volusia County. The foundation is managed by a board of directors, but is included as a component unit

because its exclusion from the financial reporting entity would render the County's financial statements misleading. (*Florida Statutes, Chapter 401; by-laws of the Emergency Medical Foundation, Inc.*)

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, Room 208
Daytona Beach, FL 32114

Emergency Medical Foundation, Inc.
P. O. Box 6045
Daytona Beach, FL 32122

2. Related Organizations

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

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

3. Dependent Special Districts

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

4. Jointly Governed Organizations

The County, in conjunction with all municipalities within the County, has created the Water Authority of Volusia, formally Volusia Water Alliance, whose purpose is to protect the area's future water supply. The Water Authority of Volusia is composed of one member from the governing board of each of the municipalities and the County.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or activity is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or activity. *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. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

1. Government-wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are 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.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes, except those gas taxes imposed by the County in which case they are reported as program revenues.

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

2. Fund Financial Statements

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

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

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

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.
- 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 *Subordinate Lien Sales Tax Revenue Bonds Fund*, a debt service fund, accounts for the fiscal activity relating to funds spent for payment of principal, interest, and related costs of the Series 1998, 2001 A & B, 2003, and 2008 bond issues.
- The *Bond Funded Road Program Fund*, a capital projects fund, accounts for the fiscal activity relating to the construction of roads and transportation improvements with an emphasis on projects that support economic development.

The County reports the following major proprietary funds:

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

The County reports the following non-major proprietary fund:

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

Additionally, the County reports the following fund types:

- *Special Revenue Funds* account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specified purposes.
- *Debt Service Funds* account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.
- *Capital Projects Funds* account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Based on the accounting and reporting standards set forth in GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the County has opted to apply only the accounting and reporting pronouncements issued by the Financial Accounting Standards Board (FASB) on or before November 30, 1989 for business-type activities and enterprise funds.

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. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are Equity in Pooled Cash and Investments and all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased. In addition, investments in money market funds are sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, thus equity in these funds is also deemed to be a cash equivalent.

E. INVESTMENTS

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

F. 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 reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. 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. Deferred/Unearned Revenue

Deferred revenues are recorded on the governmental fund balance sheet in the amount of \$8,618,690. Of this amount, \$3,733,904 represents amounts that are deferred solely because they are not yet considered to be available. Therefore, \$4,884,786 is shown as unearned revenue on the government-wide Statement of Net Assets.

4. Advance Rents

The County entered into a long-term lease agreement with the Volusia County School Board at the Daytona Beach International Airport. As a result of this agreement, advance rents are recorded on the proprietary funds statement of net assets in the total amount of \$2,924,665, of which \$79,045 represents the current portion of this advance.

G. ALLOWANCE FOR DOUBTFUL ACCOUNTS

Accounts receivable have been reported net of the allowance for doubtful accounts. Accounts receivable in excess of 180 days comprises the allowance for uncollectibles. The allowance for doubtful accounts is as follows:

Allowance For Doubtful Accounts	
General fund	\$ 151,316
Special revenue funds	70,034
Enterprise funds	567,291
Internal service funds	16,695
Total	\$ 805,336

H. INVENTORIES AND PREPAID ITEMS

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

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

I. RESTRICTED NET ASSETS

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

- provide a reserve for debt service.
- provide a reserve for passenger facility charges program.
- acquire capital assets (land and equipment replacement).
- provide a reserve for maintenance and operating expenses.
- provide funding for public safety, physical environment, transportation, culture/recreation, and other legally restricted activities, based upon specific state and local legislative requirements.

J. CAPITAL ASSETS

Capital assets, which include property, plant, equipment, 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. Property, plant, 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. Roads, bridges, and sidewalks are capitalized when their initial costs equal or exceed \$125,000 and possess estimated useful lives of more than one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

Estimated Useful Lives	
Assets	Years
Buildings	15 - 40
Improvements other than buildings	5 - 30
Infrastructure	15 - 35
Equipment	3 - 20

K. COMPENSATED ABSENCES

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

L. LONG-TERM OBLIGATIONS

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

The County has adopted the following policy for refundings of debt reported in proprietary funds: The difference between the reacquisition price and the net carrying amount of the old debt, as well as the related bond issuance costs, 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 balance sheet, the deferred amount and bond issuance costs are reported as a deduction from or an addition to the new debt liability.

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.

In the debt service fund financial statements, the County has adopted the policy of recognizing an expenditure and fund liability in the current fiscal period for those debt service principal and interest payments due early in the next fiscal period.

M. FUND BALANCE

In the governmental fund financial statements, fund balance consists of reserved and unreserved amounts. Reservations of fund balance represent that portion which is not appropriable for expenditure or is legally segregated for a specific future use.

Fund balance reservations include:

- Encumbrances – to reflect outstanding contractual obligations for goods and services which have not been received.
- Inventories – to reflect that inventory of consumable supplies does not represent available spendable resources.
- Advances – to reflect amounts due from other funds that are long-term in nature and do not represent available spendable resources.
- Debt service – to reflect resources legally restricted for the payment of long-term debt principal and interest amounts maturing in future years.
- Employee receivables – to reflect balances due from employees that are long-term in nature and do not represent available spendable resources.
- Long-term notes receivable – to reflect balance due from notes receivable that are long-term in nature and do not represent available spendable resources.

The remaining portion is unreserved; however, a portion of unreserved fund balance is designated. Designations include capital projects and emergency reserves in the general and special revenue funds.

N. 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.

O. RECLASSIFICATIONS

Certain September 30, 2007 account balances have been reclassified in this report to conform with the financial statement presentation used in 2008.

NOTE 2. RESTATEMENT OF FUND BALANCES AND NET ASSETS

A. FUND BALANCES

1. Municipal Service District

The beginning fund balance of the Municipal Service District has been restated to reflect an overpayment of the communications service tax received from the State of Florida. The result is reflected as follows:

	Balance 09/30/07	Change	Restated Balance 09/30/07
<u>Liabilities</u>			
Due to other governments	\$ 62,276	\$ 2,869,945	\$ 2,932,221
<u>Fund Balance</u>			
Total	10,088,387	(2,869,945)	7,218,442

2. East Volusia Mosquito Control District

The beginning fund balance of the East Volusia Mosquito Control District has been restated to reflect the accrual of underreported revenues from the St. Johns River Water Management District. The effect of the restatement is as follows:

	Balance 09/30/07	Change	Restated Balance 09/30/07
<u>Assets</u>			
Due from other governments	\$ 48,984	\$ 105,808	\$ 154,792
<u>Fund Balance</u>			
Total	4,337,460	105,808	4,443,268

B. NET ASSETS

The beginning net assets of the governmental activities have been restated to remove certain items from construction in progress – infrastructure assets which will not meet the criteria for capitalization.

	Balance 09/30/07	Change	Restated Balance 09/30/07
<u>Assets</u>			
Construction in Progress- infrastructure	\$ 49,722,341	\$ (10,570,153)	\$ 39,152,188
<u>Net Assets</u>			
Total	619,462,083	(10,570,153)	608,891,930

NOTE 3. BUDGETS AND BUDGETARY ACCOUNTING

- Not later than fifteen days after the certification of value by the Property Appraiser, the County Manager shall have prepared and submit to the County Council, a proposed budget estimate of the revenues and expenditures of all County divisions, departments, offices, agencies, and special and municipal taxing districts for the ensuing fiscal year. The proposed budget estimate of revenue shall include not less than 95 percent of all receipts to be reasonably anticipated from all sources.
- Not earlier than sixty-five days nor later than eighty days after certification of value by the Property Appraiser, the County Council shall hold a public hearing on the tentative budget and proposed millage rates.
- Public hearings are conducted and summary statements are available to obtain taxpayer comments pursuant to Chapters 129 and 200 of the Florida Statutes.
- Prior to October 1, the budget is legally enacted.
- It is unlawful to expend or transfer funds in any fiscal year more than the amount budgeted in each fund's budget pursuant to Volusia County Code of Ordinances, Section 2-241(J), and Chapter 129.07 of the Florida Statutes.
- Transfers of appropriations up to and including \$25,000 among activities within a division need only the division director's or his or her designee's approval if the transfer is not between funds. Transfers over \$25,000 require the approval of the department director. Transfers between two divisions require the approval of both division directors, or the County Manager or Deputy County Manager. Transfers between funds require County Council approval. The Supervisor of Elections, Property Appraiser, Sheriff, Chief Judge, County Attorney, and Internal Auditor have the same transfer authority as the department directors for their budgets.
- The County Council legally adopts budgets for the General, budgeted Special Revenue, and Debt Service funds. Formal budgetary integration is employed as a management control device during the year for all governmental fund types. Capital Projects funds adopt a project-length budget. Formal budgetary integration is not employed for Enterprise or Internal Service funds.

- Budgets for the General, budgeted Special Revenue, and Debt Service funds are adopted on a basis consistent with generally accepted accounting principles. The Gemini Springs Addition, Library Endowment, and Corrections - Welfare Trust Special Revenue funds are not budgeted.
- Every appropriation shall lapse at the close of the fiscal year to the extent that it has not been carried forward. An appropriation for a capital program within the General or Special Revenue funds shall be rebudgeted 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 three years pass without any disbursement or encumbrance of the appropriation.
- If during the fiscal year the County Manager certifies that there are available revenues for appropriations in excess of those estimated in the budget, the County Council may make supplemental appropriations for the year up to the amount of such excess revenues.

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NOTE 4. PROPERTY TAXES

The property tax calendar is as follows:

Date	Process												
January 1, 2007	Valuation date												
July 1, 2007	Property Appraiser prepares the assessment roll with values as of January 1; submits preliminary roll for approval to the State and notifies each taxing authority of its respective valuations.												
September 2007	Each taxing authority holds two required public hearings and adopts a budget and ad valorem tax millage rates(s) for the coming fiscal year.												
November 1, 2007	Property Appraiser certifies the assessment roll and all real and tangible personal property taxes are due and payable. (Levy date)												
November 1, 2007 through March 31, 2008	A notice of taxes is mailed to each owner on the assessment roll. Taxes may be paid with the following applicable discounts. <table> <tr> <th><u>Month</u></th><th><u>Discount Percentage</u></th></tr> <tr> <td>November</td><td>4</td></tr> <tr> <td>December</td><td>3</td></tr> <tr> <td>January</td><td>2</td></tr> <tr> <td>February</td><td>1</td></tr> <tr> <td>March</td><td>0</td></tr> </table>	<u>Month</u>	<u>Discount Percentage</u>	November	4	December	3	January	2	February	1	March	0
<u>Month</u>	<u>Discount Percentage</u>												
November	4												
December	3												
January	2												
February	1												
March	0												
April 1, 2008	All unpaid taxes on real and tangible personal property become delinquent.												
April 2008 and May 2008	A list of unpaid tangible personal property taxes and a list of unpaid real property taxes are advertised.												
May 31, 2008	Tax certificates are sold on all real estate parcels with unpaid real property taxes. (Lien date)												
August 29, 2008	A court order is obtained authorizing the seizure and sale of personal property if the taxpayer fails to pay the delinquent personal property taxes.												

Collections of county, municipal, and independent taxing district taxes and remittances are accounted for in the Tax Collector's Transfer Fund (Agency Fund) prior to distribution to the various taxing authorities.

NOTE 5. CASH AND INVESTMENTS

The County maintains a cash and investment pool that is used by all participating funds. Most of the few funds that do not participate are reimbursable grant funds that would earn negative interest during the time between expenditure and reimbursement. This pool consists of a noninterest-bearing checking account, monthly interest earned on surplus balances, and a zero balance checking account. Each fund's portion of this pool is summarized by

fund type in the combined balance sheet as "Equity in Pooled Cash and Investments." In addition, investments are separately held by two of the County's funds. Certain investments of the Refuse Disposal and Volunteer Firefighters Pension Trust funds are held separately from those of other County funds. 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 establishes investment guidelines for the County. The investment 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 ordinances or policies.

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; 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; and state and/or local government taxable and tax-exempt debt, and intergovernmental investment pools that are authorized pursuant to the Florida Interlocal Cooperative Act. 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 funds investments will be diversified with no more than 30 percent of its value invested in the securities of any single issuer or instrument. This limitation shall not apply to U.S. Government securities and its agencies or the County's investment pool account.

At the close of the fiscal year, the County held investments in United States Government notes and other federal instrumentalities, government money market mutual funds, mutual funds, and stocks. County investment policies permit the County to enter into reverse repurchase agreements; however, there were no such investments in fiscal year 2008.

Based upon reports that the State Board of Administration's Local Government Surplus Funds Trust Fund (SBA), a Securities and Exchange Commission Rule 2a-7 like external investment pool, held asset-backed commercial paper that was subject to sub-prime mortgage risk, on November 21, 2007, the County withdrew all of its investments from the SBA pool. On November 29, 2007, the pool temporarily froze all assets to prevent further participant withdrawals. The pool reopened shortly with two separate pools: the majority of each participant's assets were placed in Pool A and 14 percent of (illiquid) assets were placed in Pool B. During the remainder of fiscal year 2008 Pool B remained frozen but as assets matured, SBA transferred them to Pool A, and Volusia County withdrew its balances for inclusion in its other investment vehicles. The amount held in Pool B is \$18,092 on September 30, 2008.

As of September 30, 2008, the County's cash and investments are as follows:

Investments Type	Maturities	Credit Quality	Fair Value
Federal instrumentalities	October 2008 - July 2013	AAA/Aaa	\$ 231,286,875
Mutual funds	N/A	N/A	1,528,028
Stocks	N/A	N/A	1,020,591
Subtotal			233,835,494
Money Market			
Mutual Funds	N/A	AAAm/Aaa	138,447,210
Local Government Surplus			
Funds Trust Fund Pool B	N/A	N/A	18,092
Carrying value of cash and restricted cash	N/A	N/A	67,397,921
Total			\$ 439,698,717

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

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

Custodial Credit Risk: The County's investment policy requires that all securities purchased and/or collateral obtained by the Chief Financial Officer shall be properly designated as an asset of the County and held in safekeeping by the trust department and no withdrawal of such securities, in whole or in part, shall be made from safekeeping except by an authorized County employee. Treasury and federal agency assets held by the County are held by the Federal Reserve in an account for our bank/custodian. The bank/custodian segregates out assets/investments from those of other bank/custodian clients and their own assets. Commercial Paper is held in a similar fashion at the Depository Trust Corporation (DTC), however the bank /custodian has its own custodian for DTC items.

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

- 100 percent of its cash in the State of Florida's Local Government Surplus Trust Fund and United States government securities.

- 75 percent of its cash in United States government agencies and instrumentalities, and repurchase agreements.
- 50 percent of its cash in commercial paper and intergovernmental investment pools.
- 30 percent in state and local government debt, bankers acceptances, and money market mutual funds.

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. For further information regarding the concentration of credit risk, see Note 18.

NOTE 6. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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, 2008 is as follows:

	Due From Other Funds	Advances To Other Funds	Due To Other Funds	Advances From Other Funds
Governmental funds:				
Major funds:				
General fund	\$ 8,434,503	\$ 3,512,969	\$ 137,464	\$ -
Municipal service district	1,443,331	-	1,048,000	-
Federal and state grants	137,464	-	4,982,661	-
Nonmajor funds:				
Special revenue funds:				
County transportation trust	335,802	-	-	-
Resort tax	-	-	268,375	-
Sales tax trust	-	-	2,488,251	-
Ocean center	268,375	-	-	-
Fire services	53,706	-	526,617	2,915,658
Stormwater utility	542,706	-	-	-
Proprietary funds:				
Major funds:				
Refuse disposal	3,949	-	-	-
Volusia transportation authority	-	-	1,810,000	-
Water and sewer utilities	41,532	-	-	-
Parking garage	-	-	-	597,311
Total	\$ 11,261,368	\$ 3,512,969	\$ 11,261,368	\$ 3,512,969

Interfund balances at September 30, 2008 are primarily related to:

- a loan, originally made to fire services from the Ponce Inlet Port Authority, which subsequently has been assigned in September 2008, to the general fund. The loan, initially established in fiscal year 2004, provided funding for the settlement of a lawsuit. The remaining amount of the outstanding loan of \$3,442,275 is to be repaid by fire services to the general fund by September 2014.
- a \$597,311 advance from the general fund to the parking garage to settle disputed costs incurred by the management group of the parking facility prior to the County's acquisition.
- interfund transactions in the amount of \$6,524,000 to cover cash deficits due to timing of grant reimbursements.
- other interfund transactions distributing resort and sales tax collections to the appropriate receiving funds.

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

	Due From Component Units	Due From Primary Government	Due To Component Units	Due To Primary Government
Governmental funds:				
Major funds:				
General fund	\$ 1,879,935	\$ -	\$ 97,211	\$ -
Municipal service district	-	-	970	-
Federal and state grants	-	-	1,248	-
Bond funded road program	-	-	357	-
Nonmajor funds:				
Special revenue funds:				
County transportation trust	-	-	57	-
Ocean center	-	-	1,262	-
Fire services	-	-	372	-
Law / beach enforcement trust	-	-	633	-
Component units:				
Clerk of the Circuit Court	-	4,741	-	1,270,687
Emergency Medical Foundation, Inc.	-	97,369	-	609,248
Total	\$ 1,879,935	\$ 102,110	\$ 102,110	\$ 1,879,935

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

Interfund transfers consist of the following:

TRANSFERS IN		TRANSFERS OUT	
Governmental funds:			
Major funds:			
General Fund:			
from Municipal service district	\$ 20,416	to Federal and state grants	\$ 56,629
from Library	954,666	to Silver Sands/Bethune Beach MSD	4,297
from Sales tax trust	3,897,792	to Debt service	3,417,521
from Ponce Inlet Port Authority	648,660	to Capital projects	13,532,847
from E-911 emergency telephone	450,000	to Volusia Transportation Authority	8,758,191
from Manatee conservation	132,714		
from Law enforcement trust	6,000		
from Beach capital	32,666		
Total General Fund	<u>6,142,914</u>		<u>25,769,485</u>
Municipal Service District:			
from Sales tax trust	4,816,295	to General fund	20,416
from E-911 emergency telephone	39,572	to Transportation trust	1,750,000
from Fire services	292,732	to Debt service	810,320
from Stormwater management	400,000		
Total Municipal Service District	<u>5,548,599</u>		<u>2,580,736</u>
Federal and State Grants:			
from General fund	56,629	to Transportation trust	80
from Transportation trust	547,045		
from Fire services	47,008		
from Law enforcement trust	9,714		
from Bond funded road program	837,238		
Total Federal and State Grants	<u>1,497,634</u>		<u>80</u>
Subordinate Lien Sales Tax Revenue Bonds:			
from Sales tax trust	8,485,031		
Bond Funded Road Program:			
		to Federal and state grants	837,238
Nonmajor funds:			
Special Revenue funds:			
Transportation Trust:			
from Municipal service district	1,750,000	to Federal and state grants	547,045
from Federal and state grants	80		
Library:			
from Library endowment	36,909	to General fund	954,666
		to Deltona library expansion	1,636,017
Resort Tax :			
		to Debt service	4,673,075
		to Ocean Center expansion	523,050
		to Ocean Center	2,104,970
		to Parking garage	280,000

TRANSFERS IN		TRANSFERS OUT	
Nonmajor funds:			
Sales tax trust:		to General fund	3,897,792
		to Municipal service district	4,816,295
		to Debt service	8,485,031
Ponce Inlet Port Authority:		to General fund	648,660
E-911 Emergency Telephone :		to Municipal service district	39,572
		to General fund	450,000
Ocean Center:			
from Resort tax	2,104,970		
Manatee Conservation:		to General fund	132,714
Library Endowment:		to Library	36,909
Road Impact Fees:		to Debt service	4,816,250
Fire Services:		to Municipal service district	292,732
		to Federal and state grants	47,008
Silver Sands/Bethune Beach MSD:			
from General fund	4,297		
Stormwater Management:		to Municipal service district	400,000
Volusia ECHO:		to Capital projects	1,886,757
Volusia Forever:		to Debt service	2,718,380
Law/Beach Enforcement Trust:		to General fund	6,000
		to Federal and state grants	9,714
Total Special Revenue Funds	<u>3,896,256</u>		<u>39,402,637</u>
Debt Service funds:			
Gas Tax Revenue Bonds:			
from Road impact fees	4,816,250		
Tourist Development Tax Refunding Revenue Bonds:			
from Resort tax	4,673,075		
Lease Purchase Agreements:			
from General fund	3,417,521		
from Municipal service district	810,320		
from Volusia forever	2,718,380		
from Capital projects	614,158		
Total Debt Service funds	<u>17,049,704</u>		<u>-</u>

County of Volusia, Florida
Notes to the Financial Statements
September 30, 2008

TRANSFERS IN		TRANSFERS OUT	
Nonmajor funds:			
Capital Projects funds:			
Ocean Center Expansion:			
from Resort tax	523,050		
Beach:			
from General fund	983,591	to General fund	32,666
Trails Projects:			
from Volusia ECHO	1,376,750	to Debt service	614,158
Deltona Library Expansion:			
from General fund	1,406,800		
from Library	1,636,017		
Other Capital Projects:			
from General fund	11,142,456		
from Volusia ECHO	510,007		
Total Capital Project funds	<u>17,578,671</u>		<u>646,824</u>
Total Governmental funds	60,198,809		69,237,000
Proprietary funds:			
Major funds:			
Refuse Disposal:		to Garbage collection	135,000
Volusia Transportation Authority:			
from General fund	8,758,191		
Parking Garage:			
from Resort tax	280,000		
Nonmajor funds:			
Garbage Collection:			
from Refuse disposal	135,000		
Total Proprietary funds	<u>9,173,191</u>		<u>135,000</u>
Total Transfers	<u>\$ 69,372,000</u>		<u>\$ 69,372,000</u>

A significant transfer to fund other capital projects from the General fund included \$10,000,000 for infrastructure improvements, \$650,000 for 800 MHz communications, \$300,000 for Information Technology projects, and \$192,456 for the Historic Courthouse renovations.

NOTE 7. CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2008 was as follows:

	Governmental Activities			
	Beginning Balance 09/30/07	Increases	Decreases	Ending Balance 09/30/08
Capital assets, not being depreciated:				
Land	\$ 111,388,939	\$ 4,398,956	\$ (2,628,847)	\$ 113,159,048
Land - infrastructure	37,224,644	4,031,868	-	41,256,512
Easement	-	1,176,233	-	1,176,233
Construction in progress	57,220,310	10,387,506	(45,733,328)	21,874,488
Construction in progress - infrastructure	39,152,188	20,219,351	(8,747,070)	50,624,469
Total capital assets, not being depreciated	<u>244,986,081</u>	<u>40,213,914</u>	<u>(57,109,245)</u>	<u>228,090,750</u>
Capital assets, being depreciated:				
Buildings	225,430,799	81,488,994	(3,018,448)	303,901,345
Improvements other than buildings	19,320,102	5,756,336	-	25,076,438
Leasehold improvements	497,125	-	-	497,125
Equipment	114,877,864	15,919,000	(9,704,526)	121,092,338
Infrastructure	365,365,831	8,623,100	-	373,988,931
Total capital assets being depreciated	<u>725,491,721</u>	<u>111,787,430</u>	<u>(12,722,974)</u>	<u>824,556,177</u>
Less accumulated depreciation for:				
Buildings	(81,528,054)	(5,903,441)	198,945	(87,232,550)
Improvements other than buildings	(8,795,217)	(1,060,303)	-	(9,855,520)
Leasehold improvements	(365,515)	(26,610)	-	(392,125)
Equipment	(72,339,982)	(12,097,969)	8,485,796	(75,952,155)
Infrastructure	(255,310,656)	(4,382,547)	-	(259,693,203)
Total accumulated depreciation	<u>(418,339,424)</u>	<u>(23,470,870)</u>	<u>8,684,741</u>	<u>(433,125,553)</u>
Total capital assets, being depreciated, net	<u>307,152,297</u>	<u>88,316,560</u>	<u>(4,038,233)</u>	<u>391,430,624</u>
Governmental activities capital assets, net, restated	\$ 552,138,378	\$ 128,530,474	\$ (61,147,478)	\$ 619,521,374

Business-type Activities				
	Beginning Balance 9/30/07	Increases	Decreases	Ending Balance 09/30/08
Capital assets, not being depreciated:				
Land	\$ 48,203,943	\$ -	\$ -	\$ 48,203,943
Construction in progress	4,805,328	2,013,124	(248,286)	6,570,166
Total capital assets, not being depreciated	<u>53,009,271</u>	<u>2,013,124</u>	<u>(248,286)</u>	<u>54,774,109</u>
Capital assets, being depreciated:				
Buildings	23,953,087	10,979,194	-	34,932,281
Improvements other than buildings	206,164,694	5,331,472	-	211,496,166
Equipment	40,946,711	8,023,101	(4,519,938)	44,449,874
Total capital assets being depreciated	<u>271,064,492</u>	<u>24,333,767</u>	<u>(4,519,938)</u>	<u>290,878,321</u>
Less accumulated depreciation for:				
Buildings	(11,098,578)	(1,343,725)	-	(12,442,303)
Improvements other than buildings	(88,011,932)	(8,549,636)	-	(96,561,568)
Equipment	<u>(23,957,082)</u>	<u>(3,806,518)</u>	<u>3,896,129</u>	<u>(23,867,471)</u>
Total accumulated depreciation	<u>(123,067,592)</u>	<u>(13,699,879)</u>	<u>3,896,129</u>	<u>(132,871,342)</u>
Total capital assets, being depreciated, net	<u>147,996,900</u>	<u>10,633,888</u>	<u>(623,809)</u>	<u>158,006,979</u>
Business-type activities capital assets, net	\$ 201,006,171	\$ 12,647,012	\$ (872,095)	\$ 212,781,088

Depreciation expense was charged to functions/programs as follows:

Governmental Activities	
	Depreciation Expense
General government	\$ 4,092,448
Public safety	6,376,626
Physical environment	394,071
Transportation	6,311,663
Economic environment	26,537
Human services	885,562
Culture/recreation	2,719,473
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>2,664,490</u>
Total	\$ 23,470,870

Business-type Activities		Depreciation Expense
Refuse disposal	\$	3,637,812
Daytona Beach International Airport		4,608,467
Volusia Transportation Authority		2,313,465
Water and sewer utilities		2,769,974
Parking garage		369,573
Garbage collection		588
Total	\$	13,699,879

Construction commitments

The County has active construction projects as of September 30, 2008. At year-end the government's commitments with contractors are as follows:

Projects	Spent-to-Date	Remaining Commitment
Park-related improvements	\$ 611,230	\$ 314,177
Historic courthouse renovation	1,868,827	755,336
Ocean Center expansion	56,027,519	7,182,549
Deltona Library expansion	984,806	8,867,105
Road construction	26,426,562	23,158,056
Beach-related construction/improvements	566,078	127,047
Airport-related construction	3,329,828	1,499,751
Refuse disposal construction/improvements	526,052	1,600,295
Water/sewer utility improvements	2,323,415	1,137,780
Total	\$ 92,664,317	\$ 44,642,096

Commitments for the park-related projects are financed by revenues derived from boat registration renewals, grants, and transfers from the General, Ponce Inlet Port Authority, and Park Impact Fee funds. The commitment for the Historic Courthouse renovation is financed from bond proceeds, interest earnings, and transfers from the General fund. The commitment for the expansion of the Ocean Center facility is financed by the issuance of bonds, transfers from the Resort Tax fund, and interest earnings. The commitment for the expansion of the Deltona Library is financed by transfers from the Library and General funds, donations from the City of Deltona, and interest earnings.

Remaining commitments for the road construction projects are funded by various gas taxes, road impact fees, and the issuance of bonds. Airport improvements are mainly funded by federal and state matching grants. The commitments for refuse disposal improvements and water/sewer utility improvements are financed by revenues generated through user fees.

NOTE 8. LONG-TERM DEBT

A. SUMMARY OF BOND RESOLUTIONS

The following is a summary of revenue bond resolutions pertaining to debt activity during the year reflected on the September 30, 2008 financial statements:

1. Revenue Bonds:

Name	Dated	Final Maturity	Payment Date		Interest Rates	Reserve Requirement	Revenue Pledged	Purpose
			Principal	Interest				
\$5,085,000 Water and Sewer Refunding Revenue Bonds, Series 1998	07/01/1998	10/01/2016	Oct 1	Oct 1 and Apr 1	4.15% to 4.88%	N/A	Net revenues from the operation of the County's water and sewer system, connection fees, and investment earnings.	To provide funds sufficient to advance refund the remaining portion of the County's Water and Sewer Bonds, Series 1989.
\$59,250,000 Subordinate Lien Sales Tax Improvement Revenue Bonds, Series 1998	09/01/1998	10/01/2018	Oct 1	Oct 1 and Apr 1	4.00% to 5.13%	N/A	Local Government Half-Cent Sales Tax and investment earnings.	To finance the cost of acquiring, constructing, and equipping certain capital improvements, including a new court facility and to advance refund the County's Sales Tax Improvement Revenue Bonds, Series 1996.
\$30,795,000 Airport System Revenue Refunding Bonds, Series 2000	08/01/2000	10/01/2021	Oct 1	Oct 1 and Apr 1	6.80% to 7.00%	N/A	Net revenues generated by the operations of the Daytona Beach International Airport and all moneys, including investment earnings.	To provide sufficient funds to advance refund the remaining portion of the County's Airport System Revenue Bonds, Series 1991.

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Name	Dated	Final Maturity	Payment Date		Interest Rates	Reserve Requirement	Revenue Pledged	Purpose
			Principal	Interest				
\$11,930,000 Subordinate Lien Sales Tax Improvement Refunding Revenue Bonds, Series 2001A	06/01/2001	10/01/2014	Oct 1	Oct 1 and Apr 1	4.00% to 5.00%	N/A	Local Government Half-Cent Sales Tax and investment earnings.	To provide funds sufficient to advance refund a portion of the County's Sales Tax Improvement Revenue Bonds, Series 1994.
\$23,985,000 Subordinate Lien Sales Tax Improvement Refunding Revenue Bonds, Series 2001B	06/01/2001	10/01/2010	Oct 1	Oct 1 and Apr 1	4.00% to 4.20%	N/A	Local Government Half-Cent Sales Tax and investment earnings.	To provide funds sufficient to currently refund a portion of the County's Sales Tax Improvement Refunding Revenue Bonds, Series 1991A.
\$22,565,000 Tourist Development Tax Refunding Revenue Bonds, Series 2002	09/15/2002	12/01/2013	Dec 1	Dec 1 and Jun 1	2.50% to 3.50%	N/A	Tourist development tax revenues and all moneys, including investment earnings.	To provide sufficient funds to currently refund all of the County's Tourist Development Tax Bonds, Series 1993.
\$6,975,000 Water and Sewer Refunding Revenue Bonds, Series 2003	07/01/2003	10/01/2019	Oct 1	Oct 1 and Apr 1	2.00% to 4.00%	N/A	Net revenues from the operation of the County's water and sewer system, connection fees, and all moneys, including investment earnings.	To provide funds sufficient to advance refund the remaining portion of the County's Water and Sewer Refunding and Improvement Revenue Bonds, Series 1993.
\$11,110,000 Airport System Refunding Revenue Bonds, Series 2003	07/01/2003	10/01/2021	Oct 1	Oct 1 and Apr 1	2.00% to 4.10%	N/A	Net revenues from the operation of the Daytona Beach International Airport and all moneys, including investment earnings.	To provide sufficient funds to currently refund all of the County's Airport System Revenue Refunding Bonds, Series 1993.

County of Volusia, Florida
Notes to the Financial Statements
September 30, 2008

Name	Dated	Final Maturity	Payment Date		Interest Rates	Reserve Requirement	Revenue Pledged	Purpose
			Principal	Interest				
\$8,255,000 Subordinate Lien Sales Tax Refunding Revenue Bonds, Series 2003	07/01/2003	10/01/2021	Oct 1	Oct 1 and Apr 1	2.00% to 4.00%	N/A	Local Government Half-Cent Sales Tax and investment earnings.	To provide sufficient funds to currently refund all of the County's Sales Tax Improvement Refunding Revenue Bonds, Series 1993.
\$64,710,000 Tourist Development Tax Revenue Bonds, Series 2004	08/04/2004	12/01/2034	Dec 1	Dec 1 and Jun 1	4.40% to 5.00%	N/A	Tourist development tax revenues and all moneys, including investment earnings.	To finance the cost of acquiring, constructing, and equipping the expansion and renovation of the County's Ocean Center including the addition of approximately 100,000 square feet of exhibition space and 30,000 square feet of new meeting rooms.
\$64,215,000 Gas Tax Revenue Bonds, Series 2004	11/02/2004	10/01/2024	Oct 1	Oct 1 and Apr 1	2.75% to 5.00%	N/A	Proceeds of the County's Six Cent Local Option Fuel Tax and investment earnings.	To provide funds sufficient for the acquisition, construction, and reconstruction of roads, bridges, and other transportation improvements.
\$10,815,000 Parking Facility Revenue Bonds, Series 2007	10/01/2007	04/01/2024	Oct 1 and Apr 1	Oct 1 and Apr 1	5.125%	N/A	Net revenues from the operation of the parking facility and all moneys, including investment earnings.	To provide sufficient funds to acquire the parking structure adjacent to the Ocean Center.
\$42,605,000 Subordinate Lien Sales Tax Refunding Revenue Bonds, Series 2008	02/01/2008	12/01/2034	Oct 1	Oct 1 and Apr 1	4.40% to 5.00%	N/A	Local Government Half-Cent Sales Tax and investment earnings.	To provide funds sufficient to currently refund a portion of the County's Subordinate Lien Sales Tax Improvement Revenue Bonds, Series 1998.

2. General Obligation Bonds:

Name	Dated	Final Maturity	Payment Date		Interest Rates	Reserve Requirement	Revenue Pledged	Purpose
			Principal	Interest				
\$39,875,000 Limited Tax General Obligation Bonds, Series 2005	11/10/2005	10/01/2021	Oct 1	Oct 1 and Apr 1	3.50% to 4.25%	N/A	A limited property tax assessed and levied, not to exceed 0.20 mill on all taxable property in the County, and investment earnings.	To provide funds sufficient to finance the costs of acquisition and improvement of environmentally sensitive lands, and certain costs related to the issuance of the bonds.

B. CAPITAL LEASES

The County acquired computer equipment for its computer replacement program, accounted for as an internal service fund, by means of a capital lease. For accounting purposes, a capital lease is considered debt and is recorded, on the statement of net assets as a liability, in an amount equal to the present value of the minimum lease payments as of the inception date of the lease agreement. A capital asset is also recorded for the same amount. At the end of fiscal year 2007, there remained a principal balance of \$7,133. During fiscal year 2008, an additional principal amount of \$655,011 was borrowed under the capital lease. During the year, \$662,144 was paid on the principal amount, with an additional accrued interest amount of \$13,407. There is no remaining balance. The book value of the assets acquired since the inception of the program, net of accumulated depreciation of \$1,444,013, is \$1,480,898.

C. NOTES PAYABLE

Notes payable outstanding as of September 30, 2008, are comprised of the following:

Governmental Activities Debt					
Notes Payable	Interest Rate	Interest Payable	Final Maturity Date	Annual Principal Payment (in thousands)	Amount Outstanding 09/30/08
Installment purchase agreement with Fla. Assn. of Counties for purchase of environmentally sensitive land	Variable ⁽¹⁾	Monthly	12/02/08	\$1,384	\$ 1,384,000
Installment purchase agreement with Fla. Assn. of Counties for purchase of vehicles and equipment	Variable ⁽¹⁾	Monthly	09/08/09	\$486	486,000
Installment purchase agreement with Fla. Assn. of Counties to construct and equip new fire stations	Variable ⁽¹⁾	Monthly	09/08/09	\$149	149,000

Governmental Activities Debt (con't)					
Notes Payable	Interest Rate	Interest Payable	Final Maturity Date	Annual Principal Payment (in thousands)	Amount Outstanding 09/30/08
Installment purchase agreement with Fla. Assn. of Counties to construct and equip upgrade of jail facility	Variable ⁽¹⁾	Monthly	09/08/09	\$1,855	1,855,000
Installment purchase agreement with Fla. Assn. of Counties to construct and equip new fire stations	Variable ⁽¹⁾	Monthly	12/01/09	\$104 – 608	712,000
Installment purchase agreement with Fla. Assn. of Counties to construct and acquire network of pedestrian and bike trails	Variable ⁽¹⁾	Monthly	12/01/09	\$136 – 1,482	1,618,000
Installment purchase agreement with Fla. Assn. of Counties for purchase of vehicles and equipment	Variable ⁽¹⁾	Monthly	12/01/09	\$110 – 360	470,000
Installment purchase agreement with Fla. Assn. of Counties for purchase of computer equipment	Variable ⁽¹⁾	Monthly	12/07/10	\$520 – 533	1,573,000
Installment purchase agreement with Fla. Assn. of Counties for purchase of an aircraft hangar	Variable ⁽¹⁾	Monthly	12/07/10	\$284 – 864	1,432,000
Installment purchase agreement with Fla. Assn. of Counties to construct and acquire network of pedestrian and bike trails	Variable ⁽¹⁾	Monthly	12/07/10	\$120 – 1,220	1,460,000
Installment purchase agreement with Fla. Assn. of Counties to construct and acquire a public safety facility	Variable ⁽¹⁾	Monthly	12/06/11	\$280 – 670	1,510,000
Installment purchase agreement with Fla. Assn. of Counties for purchase of computer equipment for CJIS system	Variable ⁽¹⁾	Monthly	12/04/12	\$668 – 3,360	6,032,000
Installment purchase agreement with Fla. Assn. of Counties to construct and acquire network of pedestrian and bike trails	Variable ⁽¹⁾	Monthly	12/04/12	\$192 – 1,740	2,508,000
Installment purchase agreement with Fla. Assn. of Counties to construct and acquire transportation and utility improvements	Variable ⁽¹⁾	Monthly	12/04/12	\$84 – 480	816,000
Total					\$ 22,005,000
⁽¹⁾ The interest rate is set at 35 basis points above the underlying loan rate(s) incurred by the Florida Association of Counties and is adjusted monthly. The variable interest rate was 6.614% as of the balance sheet date.					

Business-type Activities Debt					
Notes Payable	Interest Rate	Interest Payable	Final Maturity Date	Annual Principal Payment (in thousands)	Amount Outstanding 09/30/08
Installment purchase agreement with Fla. Assn. of Counties for refuse disposal's disposal cell construction	Variable ⁽¹⁾	Monthly	12/01/09	\$104 – 416	\$ 520,000
Installment purchase agreement with Fla. Assn. of Counties for purchase of land adjoining Daytona Beach International Airport	Variable ⁽¹⁾	Monthly	12/07/10	\$224 – 1,361	1,809,000
Deltona North Water Reclamation Facility with the State of Florida's revolving loan program	2.99%	Semi-annual	06/15/17	\$88 – 115	924,196
Southwest Regional Water Reclamation Facility with the State of Florida's revolving loan program	3.05%	Semi-annual	05/15/20	\$135 – 194	1,986,394
Southeast Wastewater Facility with the State of Florida's revolving loan program	3.24%	Semi-annual	08/15/20	\$278 – 543	5,437,916
Total					\$ 10,677,506
⁽¹⁾ The interest rate is set at 35 basis points above the underlying loan rate(s) incurred by the Florida Association of Counties and is adjusted monthly. The variable interest rate was 6.614% as of the balance sheet date.					

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D. DEBT SERVICE TO MATURITY

The annual requirements to amortize all government-wide debt outstanding as of September 30, 2008, including interest payments of \$134,616,576 are as follows:

Governmental Activities Debt							
Fiscal Year	Revenue Bonds		General Obligation Bonds		Notes Payable		Total Principal and Interest
	Principal	Interest	Principal	Interest	Principal	Interest	
2009	\$ 9,875,000	\$ 8,137,628	\$ 2,015,000	\$ 1,416,188	\$ 6,622,000	\$ 1,303,123	\$ 29,368,939
2010	10,200,000	7,792,203	2,085,000	1,345,662	4,348,000	855,025	26,625,890
2011	10,545,000	7,421,009	2,160,000	1,272,688	3,841,000	569,681	25,809,378
2012	10,990,000	7,050,420	2,235,000	1,194,388	1,614,000	419,162	23,502,970
2013	11,345,000	6,677,844	2,320,000	1,113,369	5,580,000	92,265	27,128,478
2014-2018	62,940,000	26,752,432	13,015,000	4,143,068	-	-	106,850,500
2019-2023	41,735,000	15,996,638	12,415,000	1,310,550	-	-	71,457,188
2024-2028	23,850,000	9,257,095	-	-	-	-	33,107,095
2029-2033	18,830,000	4,686,250	-	-	-	-	23,516,250
2034-2035	8,955,000	453,375	-	-	-	-	9,408,375
Total	209,265,000	94,224,894	36,245,000	11,795,913	22,005,000	3,239,256	376,775,063
LESS:							
Unamortized							
bond costs	7,648,606	-	268,814	-	-	-	7,917,420
Total	\$ 201,616,394	\$ 94,224,894	\$ 35,976,186	\$ 11,795,913	\$ 22,005,000	\$ 3,239,256	\$ 368,857,643

Business-type Activities Debt						Total Government-wide Principal and Interest
Fiscal Year	Revenue Bonds		Notes Payable		Total Principal and Interest	
	Principal	Interest	Principal	Interest		
2009	\$ 2,425,000	\$ 2,571,083	\$ 1,271,625	\$ 387,685	\$ 6,655,393	\$ 36,024,332
2010	2,760,000	2,708,959	978,982	321,849	6,769,790	33,395,680
2011	2,905,000	2,563,911	2,031,936	232,712	7,733,559	33,542,937
2012	3,060,000	2,409,982	691,503	189,640	6,351,125	29,854,095
2013	3,215,000	2,247,600	712,705	168,439	6,343,744	33,472,222
2014-2018	18,935,000	8,381,793	3,786,361	501,472	31,604,626	138,455,126
2019-2023	18,520,000	2,592,999	1,204,394	39,951	22,357,344	93,814,532
2024-2028	995,000	38,438	-	-	1,033,438	34,140,533
2029-2033	-	-	-	-	-	23,516,250
2034-2035	-	-	-	-	-	9,408,375
Total	52,815,000	23,514,765	10,677,506	1,841,748	88,849,019	465,624,082
LESS:						
Unamortized bond costs	1,921,772	-	-	-	1,921,772	9,839,192
Total	\$ 50,893,228	\$ 23,514,765	\$ 10,677,506	\$ 1,841,748	\$ 86,927,247	\$ 455,784,890

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 of the related project. If the issuer still has bond funds once this time period expires, the profit is subject to rebate to the federal government and the remaining bond funds should be invested at rates lower than its bond yield.

The County received updated arbitrage rebate determinations on the following bond issues:

- Tourist Development Tax Refunding Revenue Bonds, Series 2002,
- Subordinate Lien Sales Tax Refunding Revenue Bonds, Series 2003,
- Airport System Refunding Revenue Bonds, Series 2003,
- Water and Sewer Refunding Revenue Bonds, Series 1998, and
- Water and Sewer Refunding Revenue Bonds, Series 2003.

In each case, it was determined that no arbitrage rebate liability had accrued.

F. NEW ISSUE

On October 1, 2007, the County issued \$10,815,000 of parking facility bonds to finance the costs of the acquisition of the parking garage adjacent to the Ocean Center. The interest rate is fixed at 5.125 percent and the maturity date is April 1, 2024.

G. ADVANCE REFUNDING

From time to time, governments may take advantage of lower interest rates, revise payment schedules, or modify restrictive language in old debt agreements by issuing new debt to refinance existing debt. On February 27, 2008, the County issued \$42,605,000 of subordinate lien sales tax refunding revenue bonds to refund a portion (\$44,930,000) of the Series 1998 Subordinate Lien Sales Tax Revenue Bonds. The new issue provided sufficient funds to purchase U.S. Government State and Local Government Series securities. These securities were placed in an irrevocable trust to provide for all future debt service payments on the refunded issue. As a result, the outstanding portion of the refunded bonds is considered to be defeased and the liability of those bonds has been removed from the applicable statement of net assets.

The County advance refunded that portion of the Series 1998 bonds to reduce its total debt service payments over the next ten years by \$2,304,845. The economic gain or present value savings over the life of the Series 1998 bonds is \$1,707,037.

H. DEFEASED DEBT

As described in this note's previous section, at September 30, 2008, the County had \$44,930,000 of remaining bonds outstanding that were considered defeased from the Subordinate Lien Sales Tax Improvement Bonds, Series 1998. These bonds were called at 101 percent on October 1, 2008.

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I. CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended September 30, 2008, was as follows:

Governmental Activities Debt					
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds payable:					
Revenue bonds	\$ 220,950,000	\$ 42,605,000	\$ (54,290,000)	\$ 209,265,000	\$ 9,875,000
General obligation bonds	38,190,000	-	(1,945,000)	36,245,000	2,015,000
Deferred amounts:					
Plus: for issuance premiums	2,152,103	4,398,128	(359,671)	6,190,560	-
Less: for issuance discounts	(8,250,396)	-	373,018	(7,877,378)	-
for issuance costs	(3,119,582)	(914,734)	286,468	(3,747,848)	-
on refunding	(701,904)	(2,045,158)	264,308	(2,482,754)	-
Total bonds payable	249,220,221	44,043,236	(55,670,877)	237,592,580	11,890,000
Notes payable	29,488,343	-	(7,483,343)	22,005,000	6,622,000
Capital lease	7,133	655,011	(662,144)	-	-
Compensated absences payable	25,768,505	11,758,729	(10,139,504)	27,387,730	7,454,940
Estimated claims payable	14,876,299	30,362,227	(31,225,146)	14,013,380	5,854,491
Net OPEB obligation	1,726,006	3,105,365	(944,576)	3,886,795	-
Total	\$ 321,086,507	\$ 89,924,568	\$ (106,125,590)	\$ 304,885,485	\$ 31,821,431

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$14,013,380 in estimated claims payable, \$615,661 in compensated absences payable, and \$3,886,795 in net OPEB obligations are included in the above amounts. Also, for the governmental activities, claims payable and compensated absences payable are primarily liquidated by the general and municipal service district funds.

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Business-type Activities Debt					
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds payable:					
Revenue bonds	\$ 44,510,000	\$ 10,815,000	\$ (2,510,000)	\$ 52,815,000	\$ 2,425,000
Less deferred amounts:					
for issuance discounts	(3,287)	-	823	(2,464)	-
for issuance costs	(352,826)	(30,138)	47,883	(335,081)	-
on refunding	(1,816,319)	-	232,092	(1,584,227)	-
Total bonds payable	42,337,568	10,784,862	(2,229,202)	50,893,228	2,425,000
Notes payable	11,930,352	-	(1,252,846)	10,677,506	1,271,625
Compensated absences payable	2,425,143	1,048,213	(1,039,474)	2,433,882	662,503
Landfill closure costs	19,892,644	-	(1,105,157)	18,787,487	86,941
Total	\$ 76,585,707	\$ 11,833,075	\$ (5,626,679)	\$ 82,792,103	\$ 4,446,069

NOTE 9. CONDUIT DEBT OBLIGATIONS

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

- **Volusia County Health Facilities Authority** – provide financing for health care facilities and services available to the citizens of Volusia County.
- **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 with 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, 2008 is comprised of the following:

Entity	Number of Series Outstanding	Original Issued	Aggregate Principal Outstanding
Volusia County Health Facilities Authority	4	\$ 151,360,000	\$ 98,605,000
Housing Finance Authority of Volusia County	15	103,175,000	99,465,000
Volusia County Industrial Development Authority	15	68,980,000	66,306,773
Volusia County Educational Facilities Authority	8	258,775,000	236,965,000

NOTE 10. EMPLOYEE RECEIVABLES

During the fiscal year ended September 30, 1977, and again in fiscal year 1986, the County changed its biweekly pay period ending dates. As a result of these changes, certain employees received double pay for days worked. The amount owed is deducted from the employee's final pay. At September 30, 2008, this receivable amounted to \$93,201. Additionally, the County administers a computer purchase plan as a benefit to its employees. At September 30, 2008, the amount owed to the County under this plan was \$43,905, net of estimated uncollectibles. Both amounts are recorded as Employee Receivables and, since they do not represent an "available spendable resource," the General Fund's fund balance is reserved accordingly in the amount of \$137,106.

NOTE 11. PENSION PLANS

A. FLORIDA RETIREMENT SYSTEM

1. Plan Description

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

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

2. Funding Policy

The County participates in certain classes of FRS membership. Each class has descriptions and contribution rates in effect at September 30, 2008 as follows (contribution rates are in agreement with the actuarially determined rates):

<u>Regular Class</u> – Members who are eligible to participate in the plan, but do not qualify for membership in other classes.	9.85%
<u>Senior Management Service Class</u> – Members of senior management.	13.12%
<u>Special Risk Class</u> – Members employed as law enforcement officers, firefighters, or correctional officers.	20.92%
<u>Special Risk Administrative Support Class</u> – Special risk members who are transferred or reassigned to non-special risk law enforcement, firefighting, or correctional administrative support positions.	12.55%
<u>Elected Officer's Class</u> – Elected county officials.	16.53%
<u>Deferred Retirement Option Program (DROP)</u> – Members who have reached eligible retirement age and have elected to defer the receipt of benefits, allowing them to accumulate benefits within the FRS Trust Fund, while continuing their employment.	10.91%

The contribution rate of current year covered payroll is 14.17 percent. For the years ending September 30, 2008, 2007, and 2006, total contributions were \$18,792,794, \$19,213,891, and \$15,419,750, respectively. The County made 100 percent of its required contributions for each year.

B. VOLUNTEER FIREFIGHTERS PENSION PLAN

1. Plan Description

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

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

2. Summary of Benefits

Eligible participants will receive pension benefits equal to \$20 per month multiplied by each year of credited service, not to exceed 35 years. In addition, the participant will receive a benefit equal to his or her accrued benefit payable at the time he or she becomes disabled. Upon death of the participant, his or her beneficiary will receive an equivalent benefit equal to the actuarial value of the participant's accrued benefit.

3. Plan Membership

Membership in the plan consisted of the following at October 1, 2008, the date of the latest actuarial valuation update:

Retirees and beneficiaries receiving benefits	25
Terminated plan members entitled to, but not yet receiving benefits	10
Active plan members:	
Vested	2
Non-vested	224
Total Plan Members	261
Number of participating employers	1

4. Basis of Accounting

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

5. Method Used to Value

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

6. Funding Policy

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

7. Annual Pension Cost and Net Pension Obligation

The County's actuarial valuation performed on October 1, 2007 and updated for October 1, 2008, determined the annual required contribution (ARC) for the fiscal year ended September 30, 2008. The ARC represents a level of funding that if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

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

Pension Obligation	
Annual required contribution (ARC)	\$ -
Interest accrued on net pension obligation	(14,012)
ARC adjustment	22,877
Annual pension cost	8,865
Contributions made	-
Decrease in net pension obligation	8,865
Net pension obligation 09/30/07	(200,176)
Net pension obligation 09/30/08	\$ (191,311)

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

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/06	\$ 4,587	1853	\$ (208,466)
09/30/07	8,290	0	(200,176)
09/30/08	8,865	0	(191,311)

8. Funded Status and Funding Progress

As of October 1, 2008, the most recent actuarial valuation update, the plan was 109 percent funded. The actuarial accrued liability for benefits was \$4,000,173, and the actuarial value of assets was \$4,352,905 resulting in an unfunded actuarial accrued liability (UAAL) of (\$352,732).

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

9. Actuarial Methods and Assumptions

Contribution for the current year was determined as part of the October 1, 2007 actuarial valuation using the frozen entry age actuarial cost method. The actuarial assumption included a 7.0 percent investment rate of return. Assets are valued at market value. The unfunded actuarial accrued liability is to be amortized by a series of level payments over a 29-year period using the level dollar closed method. The remaining amortization period at September 30, 2008 is 14 years.

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

NOTE 12.

OTHER POST-EMPLOYMENT BENEFITS (OPEB)

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

A. PLAN DESCRIPTION

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

B. BENEFITS PROVIDED

The County provides post-employment health care benefits to its retired employees and their dependents. To be eligible for benefits, an employee must have completed at least six years of service and started receiving pension benefits at termination.

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

C. MEMBERSHIP

At September 30, 2008, membership consisted of:

Membership September 30, 2008	
Active Employees	3,115
Inactive Employees	213
Total	3,328

D. FUNDING POLICY

The County establishes the individual premium to be paid by the retired employees. The State of Florida prohibits the County from separately rating retired employees and active employees. As a result, the County's premium charges to retired employees can be no more than the premium cost applicable to active employees. Generally accepted accounting principles, however, require that the actuarial information presented below be calculated using age adjusted premiums approximating claims costs for retirees separate from the active employees. The use of age

adjusted premiums results in the addition of an implicit rate subsidy into the actuarial accrued liability. For the fiscal year ending September 30, 2008, retired employees contributed \$1,719,469 to the plan. For those employees, through its self-insured Employee Group Insurance fund, the County paid \$2,664,045 in claims and administrative costs resulting in a net contribution of \$944,576. Active employees do not contribute to the plan until retirement.

E. ANNUAL OPEB COSTS AND NET OPEB OBLIGATION

The County's actuarial valuation was performed for the plan as of October 1, 2007 and determined the employer's annual required contribution (ARC) for the fiscal year ended September 30, 2008. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

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

Annual required contribution	\$ 3,089,399
Interest on net OPEB obligation	86,300
Adjustment to annual required contribution	<u>(70,334)</u>
Annual OPEB cost	3,105,365
Contributions made	<u>944,576</u>
Increase in net OPEB obligation	2,160,789
Net OPEB obligation beginning of year	<u>1,726,006</u>
Net OPEB obligation end of year	\$ 3,886,795

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2008 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
09/30/08	\$ 3,105,365	\$ 944,576	30.42%	\$ 3,886,795

F. FUNDED STATUS AND FUNDING PROGRESS

The funded status of the plan as October 1, 2007, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$ 33,317,366
Actuarial value of plan assets	N/A
Unfunded actuarial accrued liability (UAAL)	\$ 33,317,366
Funded ratio (actuarial value of plan assets/AAL)	N/A
Covered payroll (active plan members)	\$ 125,421,715
UAAL as a percentage of covered payroll	26.6%

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

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

G. ACTUARIAL METHODS AND ASSUMPTIONS

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

In the October 1, 2007 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included 5 percent investment rate of return (net of administrative expenses), an annual healthcare cost trend rate of 10 percent decreasing 1 percent each year until it reaches an ultimate rate of 5.5 percent and salary scale growth of 4.5 percent. Past service liability is amortized over a closed 30-year period as a level percentage of projected payroll assumed to grow 3.5 percent per year. Life expectancies were based upon data found in the RP-2000 mortality and disability tables. Thirty five percent of new retirees under age 65 and 5 percent of new retirees over age 65 are assumed to elect medical coverage. Fifteen percent of existing retirees are assumed to continue coverage when they become Medicare-eligible. Eighty-five percent of the male participants and 65 percent of the female participants were assumed married. Of that group, 70 percent of married male participants and 30 percent of married female participants are assumed to elect spousal coverage. The actuarial value of assets was not determined as the County has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at September 30, 2008 was twenty-eight years.

NOTE 13.
SPECIAL ASSESSMENTS RECEIVABLE

Special assessments receivable at September 30, 2008 consist of the following:

Special Assessment Districts	Interest Rate %	Principal		Interest Receivable
		Current Receivable	Deferred Receivable	
Governmental Activities				
Major funds:				
Municipal Service District:				
Corbin Park	10.0	\$ 249	\$ -	\$ 402
South Waterfront Park	10.0	862	-	689
Mobile Home Village	10.0	24,568	-	29,319
Corbin Park Unit 3 Napier Hull	8.0	18,085	7,025	12,853
Bethune Beach 6500 Block Atlantic Ave.	8.0	-	9,906	396
Pine Island	8.0	4,835	1,537	1,212
Bethune Beach 6400 Block Atlantic Ave.	8.0	381	763	65
Silverstone Court	8.0	8,560	18,908	1,099
Capri Drive	7.3	85,742	685,936	27,965
Shell Harbor Road	5.5	12,540	99,292	3,072
West Highlands/Highlands Park Subdivision	5.5	142,589	1,272,654	25,932
Total Municipal Service District		298,411	2,096,021	103,004
Business-type Activities				
Major funds:				
Water and Sewer Utilities:				
Waterfront Park	8.0	2,591	8,140	778
Stone Island Wastewater	8.0	4,301	60,149	2,579
DeBary Plantation Unit 7 Reclaimed Water	8.0	1,832	10,988	513
Total Water and Sewer Utilities		8,724	79,277	3,870
Agency funds				
General Trust:				
Waterway Park	8.0	31,836	45,891	16,979
Hazelwood River Road	8.0	13,459	29,198	5,805
Total General Trust		45,295	75,089	22,784
Total		\$ 352,430	\$ 2,250,387	\$ 129,658

NOTE 14.
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:

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

B. FUTURE RENTALS

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

Minimum Future Rentals as of September 30, 2008		
2009	\$	6,206,217
2010		3,444,966
2011		3,184,402
2012		3,134,436
2013		3,084,707
2014 - 2055		36,410,415
Total	\$	55,465,143

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, 2008, of the Airport's investment in lease property and property held for lease by major classes.

Investment in Property on Operating Leases and Property Held for Lease as of September 30, 2008		
Land	\$	4,344,514
Buildings		4,431,113
Improvements other than buildings		12,694,988
Subtotal		21,470,615
Less: Accumulated depreciation		(6,166,206)
Total	\$	15,304,409

NOTE 15. FUND BALANCE DEFICITS

The \$3,107,371 deficit fund balance in the Ocean Center Expansion capital projects fund was caused, due to poor market conditions at year-end, by a delay in receiving \$10 million from the Florida Association of Counties. The note was subsequently issued in December, 2008. See Note 18 for further discussion.

NOTE 16. 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. In addition, the County must perform certain maintenance and monitoring functions at these sites for 30 years after closure. The Plymouth Avenue site and the South Cell of the Tomoka Road site are closed. 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 7.8 and 9.5 years, respectively.

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 closure and postclosure care cost for the Plymouth Avenue and Tomoka Road sites, as of September 1, 2008, was \$28.2 million. Actual costs may change due to inflation, deflation, changes in technology, or changes in regulation. For fiscal year 2008, the County reported a landfill closure and postclosure liability of \$18.8 million, which included a decrease of \$1.1 million from the prior fiscal year due to a change in estimated capacity. This liability represents the cumulative amount reported to date based on the use of 100 percent of the estimated capacity Plymouth Avenue site and the South Cell, 59.0 percent of the estimated capacity of the combined Tomoka North and East Cell, and 49.6 percent of the estimated capacity of the Tomoka Class III Cell. The County will recognize the remaining \$9.4 million as the estimated cell capacities are filled.

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, 2008, cash and investments of \$8.4 million are held for these purposes. These amounts are reported as restricted assets on the statement of net assets. 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 17.

COMMITMENT 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; injuries to employees; and natural disaster. The County is also exposed to losses related to health, dental, and other medical benefits it provides to its employees. The self insurance programs were created to handle these risks.

1. Insurance Fund

In fiscal year 1976, the County established a self-insurance program and began accounting for and financing these risks in the Insurance fund (internal service fund). Under this program, the Insurance fund provides coverage for up to a maximum of \$400,000 for each workers compensation claim and public liability claim limits of \$100,000 per occurrence and \$200,000 per accident. Property damage deductibles are \$25,000 per incident for non-wind damage. Named storm wind damage requires a 3 percent deductible with a \$100,000 minimum and \$50,000,000 maximum. Non-named storm wind damage requires a \$100,000 deductible and \$150,000,000 limit. The County has secured commercial insurance to cover specific claims for workers compensation, general liability, and physical damage claims for incidents that exceed the self-insured limits. The limits of this coverage are \$1,000,000, \$5,000,000, and \$370,978,895, respectively. Commercial insurance is also purchased for those risks not covered by the fund. 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.

All funds of the County participate in the program and make payments to the Insurance fund based on actuarial estimates of the amounts needed to pay prior and current year claims, claims reserves, and allocated claims adjustments. The present value of the liabilities for workers compensation, general liability, and property damage claims, based upon expected losses of \$11,802,383 discounted at 4.5 percent, is \$10,667,380. A liability for claim is reported if it is probable that a loss has occurred and the amount of the loss can be reasonably estimated.

Changes in the fund's claims liability amount in fiscal years 2007 and 2008 were:

Changes in Claims Liability		
	2007	2008
Beginning fiscal year liability	\$ 13,619,729	\$ 11,283,299
Current year claims		
and changes in estimates	2,300,947	2,632,225
Claim payments	(4,637,377)	(3,248,144)
Balance at fiscal year end	\$ 11,283,299	\$ 10,667,380

2. Employee Group Insurance

In fiscal year 1986, the County established the self-insured Employee Group Insurance fund (internal service fund) to account for medical insurance claims of County employees and their covered dependents. Under this program, the fund provides the employee with a lifetime maximum benefit of \$1,000,000. Retention limits of \$175,000 for specific claims have been set. Commercial insurance for specific loss claims in excess of the coverage provided by the fund is supplied by Sun Life Assurance at a monthly rate of \$42.43 per participating employee. 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 years.

All funds of the County participate in the program and make payments to the Employee Group Insurance fund based upon actuarial estimates of the amounts needed to pay prior and current year claims, claims reserves, and administrative costs.

A liability for claims is reported if it is probable that a liability has occurred and the amount is estimable as a result, a liability of \$3,346,000 is reported in the fund at September 30, 2008.

Changes in the fund's claims liability amount in fiscal years 2007 and 2008 were:

Changes in Claims Liability		
	2007	2008
Beginning fiscal year liability	\$ 2,904,000	\$ 3,593,000
Current year claims		
and changes in estimates	25,373,792	27,730,002
Claim payments	(24,684,792)	(27,977,002)
Balance at fiscal year end	\$ 3,593,000	\$ 3,346,000

B. 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.

C. COMMUTER RAIL PROJECT

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

The funding agreement includes the Florida Department of Transportation (FDOT) as an additional party to provide the funds for a 50 percent match of federal funds for the acquisition and construction of the 61 mile commuter rail system. The local governing partners are responsible for providing 25 percent of the estimated \$615 million of initial capital costs allocated to each partner based on track miles. The County's share is an estimated \$26.5 million that will be funded through two State Infrastructure Bank loans, each repaid over ten years.

The Commission has also entered into an agreement with FDOT to design, permit, acquire, and construct the rail corridor and commuter rail system. FDOT will be responsible for its operation, management, maintenance, and the funding of these costs for the first seven years of operation, the period that generally coincides with the reconstruction of Interstate 4 north of downtown Orlando. After this period, FDOT retains the system assets and the right to operate inter-city passenger rail service within the corridor, but the commission will bear all such costs and/or profits, with each governing partner responsible for costs and/or profits proportional to ridership in the prior year. The commission will also assume responsibility for the repayment of the remaining twenty three years of debt service on bonds issued by the State to finance the rail corridor acquisition and relocate freight activity. This debt

service will be allocated to each governing partner based on track miles. The County's share of this debt service is estimated to be \$2.4 million each year.

NOTE 18.

SUBSEQUENT EVENTS

A. NOTES PAYABLE ISSUED

The County finances the acquisition of equipment and construction of its capital projects from a variety of sources, including the issuance of debt in the form of notes payable. During fiscal year 2008, the County Council approved \$18,685,000 of notes payable through the Florida Association of Counties, secured with a covenant to budget and appropriate legally available non-ad valorem revenues. Due to unfavorable market conditions these notes were not executed by fiscal year-end. The notes were executed and the funds made available to the County on December 30, 2008. The projects financed from the notes issued are:

Acquire computer equipment for a criminal justice information system	\$ 4,500,000
Complete the financing of the Ocean Center Expansion project	10,000,000
Acquire vehicles and communication and computer equipment	2,755,000
Construct transportation improvements for a special assessment district, West Highlands/Highland Park subdivision	1,430,000
Total	<u><u>\$ 18,685,000</u></u>

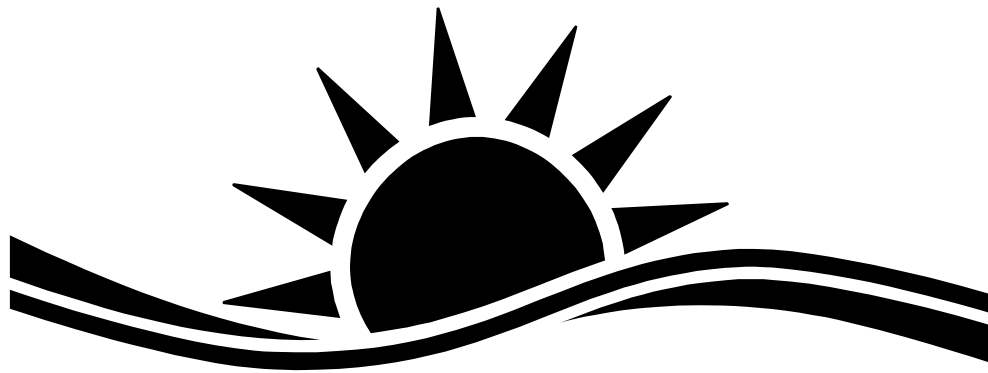
This debt is solely the obligation of the County and must be repaid in the same manner as all other notes issued.

B. BOND SURETY RATING DOWNGRADE

The County's ordinance for sales tax debt issuances requires it to fund the bond reserve in the event the financial rating of the company providing the surety bond drops below specific levels. As of December 15, 2008, the County is required to fund an additional \$2.5 million over the next ten months to satisfy its bond reserve requirement.

C. INVESTMENT POLICY CHANGE

On February 5, 2009, the County adopted investment policy revisions in response to national economic conditions by authorizing investment in the recently created investment vehicles fully guaranteed by the United States Government. The revisions promote further diversification, limit credit and sector exposure, and remove the State Board of Administration's Local Government Surplus Fund as an authorized investment.



Volusia County
FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

**COUNTY OF VOLUSIA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
VOLUNTEER FIREFIGHTERS PENSION PLAN
SEPTEMBER 30, 2008**

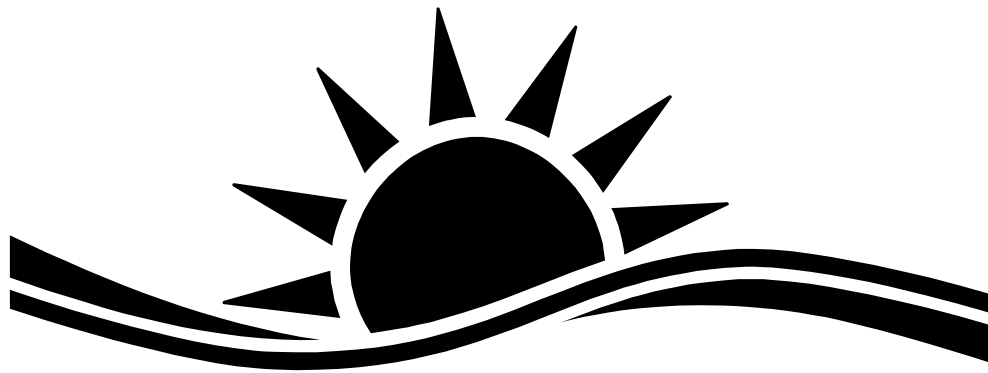
SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
10/1/1999	\$ 2,625,625	\$ 2,184,104	\$ (441,521)	120%	N/A	N/A
10/1/2000	2,998,757	2,565,498	(433,259)	117	N/A	N/A
10/1/2001	3,017,304	2,592,885	(424,419)	116	N/A	N/A
10/1/2002	3,032,519	2,616,517	(416,002)	116	N/A	N/A
10/1/2003	3,440,359	3,033,448	(406,911)	113	N/A	N/A
10/1/2004	4,008,215	3,608,488	(399,727)	111	N/A	N/A
10/1/2005	4,424,040	4,039,662	(384,378)	110	N/A	N/A
10/1/2006	4,884,302	4,512,387	(371,915)	108	N/A	N/A
10/1/2007	5,033,476	4,667,026	(366,450)	108	N/A	N/A
10/1/2008	4,352,905	4,000,173	(352,732)	109	N/A	N/A

SCHEDULE OF EMPLOYER CONTRIBUTIONS		
Year Ended September 30	Annual Required Contribution	Percentage Contributed
1999	\$ 144,115	72%
2000	99,978	100
2001	99,978	100
2002	77,318	132
2003	77,318	132
2004	58,758	174
2005	58,758	174
2006	0	0
2007	0	0
2008	0	0

**COUNTY OF VOLUSIA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST-EMPLOYMENT BENEFIT PLAN
SEPTEMBER 30, 2008**

SCHEDULE OF FUNDING PROGRESS						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
10/1/2006	N/A	\$ 32,077,395	\$ 32,077,395	0.0%	\$118,521,498	27.1%
10/1/2007	N/A	33,317,366	33,317,366	0.0	125,421,715	26.6

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



Volusia County
FLORIDA

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

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

County Transportation Trust

The County Transportation Trust Fund accounts for the fiscal activity relating to County road and bridge maintenance and construction.

Library

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

East Volusia Mosquito Control District

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

Resort Tax

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

Sales Tax Trust

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

Convention Development Tax

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

Ponce Inlet Port Authority

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

E-911 Emergency Telephone System

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

Special Lighting Districts

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

Ocean Center

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

Manatee Conservation

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

Road Impact Fees

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

Park Impact Fees

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

Fire Services

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

Fire Impact Fees

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

Silver Sands/Bethune Beach Municipal Service District

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

Gemini Springs Addition

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

Stormwater Utility

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

Volusia ECHO

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

Volusia Forever

The Volusia Forever Fund accounts for the fiscal activities primarily relating to the management and improvement of environmentally sensitive lands acquired through the Volusia Forever program.

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.

Hurricane Housing Recovery Program (H.H.R.P.)

The Hurricane Housing Recovery Program Fund accounts for the fiscal activity relating to a program for assisting low income residents of manufactured homes damaged by the hurricanes of 2004.

Library Endowment

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

Corrections – Welfare Trust

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

DEBT SERVICE FUNDS

The Limited Tax General Obligation Bonds, Gas Tax Revenue Bonds, Tourist Development Tax Refunding Revenue Bonds, and the Lease Purchase Agreements Debt Service Funds account for the fiscal activities for the accumulation of resources for the payment of principal, interest, and related costs of governmental long-term debt.

CAPITAL PROJECTS FUNDS

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

Volusia Forever

The Volusia Forever Capital Projects Fund accounts for the financial resources used to acquire environmentally sensitive lands.

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.

Volusia County Courthouse Construction

The Volusia County Courthouse Construction Fund accounts for the financial resources used to acquire, install, construct, and equip the County's courthouse, its historic courthouse, and certain other capital improvements.

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

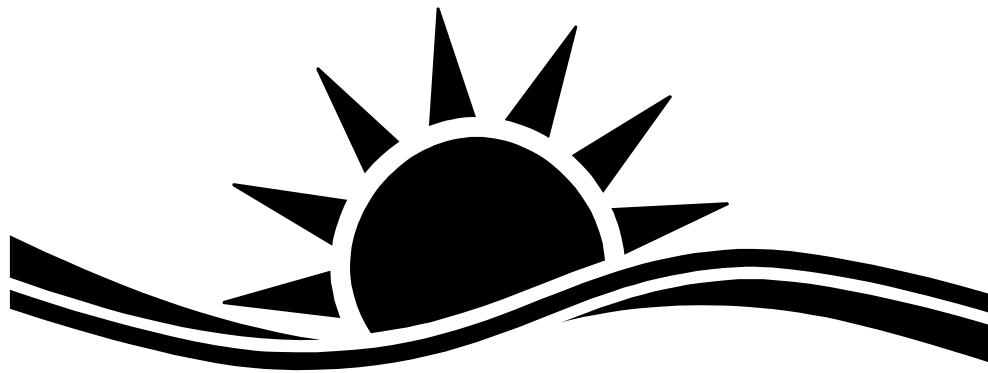
The Information Technology Capital Projects Fund accounts for the financial resources used to acquire, install, upgrade, and equip improvements to the County's electronic information systems.

Deltona Library Expansion

The Deltona Library Expansion Capital Projects Fund accounts for the financial resources used to expand the Deltona Library and add an environmental learning center to the Lyonia Preserve.

Other

The Other Capital Projects Fund accounts for the financial resources used to acquire, construct, and furnish various capital improvements.



Volusia County
FLORIDA

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
September 30, 2008

	County Transportation Trust	Library	East Volusia Mosquito Control District	Resort Tax
ASSETS				
Equity in pooled cash and investments	\$ 22,518,326	\$ 6,694,665	\$ 4,730,799	\$ -
Receivables:				
Accounts - net	156,250	-	-	-
Taxes	-	128,819	38,747	343,996
Notes	-	-	-	-
Due from other funds	335,802	-	-	-
Due from other governments	5,799,300	-	257,283	-
Inventories	1,249,591	-	343,807	-
Deposits	-	-	-	-
Total assets	<u><u>\$ 30,059,269</u></u>	<u><u>\$ 6,823,484</u></u>	<u><u>\$ 5,370,636</u></u>	<u><u>\$ 343,996</u></u>
LIABILITIES				
Accounts payable	\$ 2,651,460	\$ 246,108	\$ 29,141	\$ -
Contracts payable	689,020	-	-	-
Due to other funds	-	-	-	268,375
Due to component units	57	-	-	-
Due to other governments	273	346	-	-
Deposits	72,000	-	-	-
Advances from other funds	-	-	-	-
Deferred revenue	-	128,819	38,924	75,621
Total liabilities	<u><u>3,412,810</u></u>	<u><u>375,273</u></u>	<u><u>68,065</u></u>	<u><u>343,996</u></u>
FUND BALANCES				
Reserved for:				
Encumbrances	3,183,837	41,024	72,997	-
Inventories	1,249,591	-	343,807	-
Long-term notes receivable	-	-	-	-
Unreserved:				
Designated - emergency reserve	-	1,024,179	463,542	-
Undesignated (deficit)	22,213,031	5,383,008	4,422,225	-
Total fund balances	<u><u>26,646,459</u></u>	<u><u>6,448,211</u></u>	<u><u>5,302,571</u></u>	<u><u>-</u></u>
Total liabilities and fund balances	<u><u>\$ 30,059,269</u></u>	<u><u>\$ 6,823,484</u></u>	<u><u>\$ 5,370,636</u></u>	<u><u>\$ 343,996</u></u>

Sales Tax Trust	Convention Development Tax	Ponce Inlet Port Authority	E-911 Emergency Telephone System	Special Lighting Districts	Ocean Center
\$ -	\$ 1,688,375	\$ 8,068,368	\$ 3,473,712	\$ 36,977	\$ 1,840,977
-	91,282	-	-	67	72,301
-	268,375	14,647	-	-	-
-	-	-	-	-	-
-	-	-	-	-	268,375
2,488,251	-	-	401,464	-	-
-	-	-	-	-	-
-	205,597	-	-	-	-
<u>\$ 2,488,251</u>	<u>\$ 2,253,629</u>	<u>\$ 8,083,015</u>	<u>\$ 3,875,176</u>	<u>\$ 37,044</u>	<u>\$ 2,181,653</u>
\$ -	\$ 891,908	\$ 20,202	\$ 195,509	\$ 18,033	\$ 56,029
-	-	18,432	-	-	-
2,488,251	-	-	-	-	-
-	-	-	-	-	1,262
-	-	1,871	-	-	2,565
-	-	-	-	-	-
-	-	-	-	-	-
-	109,263	14,647	-	-	226,736
<u>2,488,251</u>	<u>1,001,171</u>	<u>55,152</u>	<u>195,509</u>	<u>18,033</u>	<u>286,592</u>
-	-	212,238	88,439	-	43,574
-	-	-	-	-	-
-	-	-	-	-	-
-	-	268,378	-	-	-
-	1,252,458	7,547,247	3,591,228	19,011	1,851,487
-	1,252,458	8,027,863	3,679,667	19,011	1,895,061
<u>\$ 2,488,251</u>	<u>\$ 2,253,629</u>	<u>\$ 8,083,015</u>	<u>\$ 3,875,176</u>	<u>\$ 37,044</u>	<u>\$ 2,181,653</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
September 30, 2008

	<u>Manatee Conservation</u>	<u>Road Impact Fees</u>	<u>Park Impact Fees</u>	<u>Fire Services</u>
ASSETS				
Equity in pooled cash and investments	\$ 375,779	\$ 16,213,086	\$ 3,399,996	\$ 12,926,114
Receivables:				
Accounts - net	-	-	-	-
Taxes	-	-	-	144,028
Notes	-	-	-	-
Due from other funds	-	-	-	53,706
Due from other governments	-	24,180	-	9,210
Inventories	-	-	-	-
Deposits	-	-	-	-
Total assets	<u>\$ 375,779</u>	<u>\$ 16,237,266</u>	<u>\$ 3,399,996</u>	<u>\$ 13,133,058</u>
LIABILITIES				
Accounts payable	\$ -	\$ 611,849	\$ 484	\$ 170,651
Contracts payable	-	441,628	-	-
Due to other funds	-	-	-	526,617
Due to component units	-	-	-	372
Due to other governments	-	-	-	125,181
Deposits	-	-	-	-
Advances from other funds	-	-	-	2,915,658
Deferred revenue	-	-	-	144,028
Total liabilities	<u>-</u>	<u>1,053,477</u>	<u>484</u>	<u>3,882,507</u>
FUND BALANCES				
Reserved for:				
Encumbrances	-	2,123,228	27,363	180,904
Inventories	-	-	-	-
Long-term notes receivable	-	-	-	-
Unreserved:				
Designated - emergency reserve	-	-	-	1,524,013
Undesignated (deficit)	375,779	13,060,561	3,372,149	7,545,634
Total fund balances	<u>375,779</u>	<u>15,183,789</u>	<u>3,399,512</u>	<u>9,250,551</u>
Total liabilities and fund balances	<u>\$ 375,779</u>	<u>\$ 16,237,266</u>	<u>\$ 3,399,996</u>	<u>\$ 13,133,058</u>

Fire Impact Fees	Silver Sands / Bethune Beach Municipal Service District	Gemini Springs Addition	Stormwater Utility	Volusia ECHO	Volusia Forever
\$ 1,133,214	\$ 62	\$ 123,144	\$ 2,943,902	\$ 15,658,223	\$ 9,701,382
-	-	-	-	-	-
-	28	-	-	47,332	27,654
-	-	-	-	-	-
-	-	-	542,706	-	-
-	-	-	47,992	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,133,214</u>	<u>\$ 90</u>	<u>\$ 123,144</u>	<u>\$ 3,534,600</u>	<u>\$ 15,705,555</u>	<u>\$ 9,729,036</u>
\$ -	\$ 62	\$ -	\$ 349,351	\$ 222,529	\$ 82,548
-	-	-	-	382,703	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	72,876	-
-	-	-	-	-	-
-	-	-	-	-	-
-	28	-	-	47,332	27,654
<u>-</u>	<u>90</u>	<u>-</u>	<u>349,351</u>	<u>725,440</u>	<u>110,202</u>
-	-	-	997,778	7,222,066	55,272
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,133,214	-	123,144	2,187,471	7,758,049	9,563,562
<u>1,133,214</u>	<u>-</u>	<u>123,144</u>	<u>3,185,249</u>	<u>14,980,115</u>	<u>9,618,834</u>
<u>\$ 1,133,214</u>	<u>\$ 90</u>	<u>\$ 123,144</u>	<u>\$ 3,534,600</u>	<u>\$ 15,705,555</u>	<u>\$ 9,729,036</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
September 30, 2008

	Law/Beach Enforcement Trust	Federal Forfeiture Sharing	State Housing Incentive Program (S.H.I.P.)	Library Endowment
ASSETS				
Equity in pooled cash and investments	\$ 533,419	\$ 162,583	\$ 3,379,901	\$ 318,987
Receivables:				
Accounts - net	-	-	-	-
Taxes	-	-	-	-
Notes	-	-	2,103,169	-
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Inventories	-	-	-	-
Deposits	-	-	-	-
Total assets	<u><u>\$ 533,419</u></u>	<u><u>\$ 162,583</u></u>	<u><u>\$ 5,483,070</u></u>	<u><u>\$ 318,987</u></u>
LIABILITIES				
Accounts payable	\$ 193	\$ -	\$ 39,429	\$ -
Contracts payable	-	-	-	-
Due to other funds	-	-	-	-
Due to component units	633	-	-	-
Due to other governments	-	-	-	-
Deposits	943	-	-	-
Advances from other funds	-	-	-	-
Deferred revenue	95,938	-	3,340,472	-
Total liabilities	<u><u>97,707</u></u>	<u><u>-</u></u>	<u><u>3,379,901</u></u>	<u><u>-</u></u>
FUND BALANCES				
Reserved for:				
Encumbrances	-	-	120,108	-
Inventories	-	-	-	-
Long-term notes receivable	-	-	2,103,169	-
Unreserved:				
Designated - emergency reserve	-	-	-	-
Undesignated (deficit)	435,712	162,583	(120,108)	318,987
Total fund balances	<u><u>435,712</u></u>	<u><u>162,583</u></u>	<u><u>2,103,169</u></u>	<u><u>318,987</u></u>
Total liabilities and fund balances	<u><u>\$ 533,419</u></u>	<u><u>\$ 162,583</u></u>	<u><u>\$ 5,483,070</u></u>	<u><u>\$ 318,987</u></u>

Corrections - Welfare Trust	Total Nonmajor Special Revenue Funds
\$ 1,369,246	\$ 117,291,237
80,053	399,953
-	1,013,626
-	2,103,169
-	1,200,589
-	9,027,680
-	1,593,398
-	205,597
<u>\$ 1,449,299</u>	<u>\$ 132,835,249</u>
\$ 52,331	\$ 5,637,817
-	1,531,783
-	3,283,243
-	2,324
-	203,112
56,139	129,082
-	2,915,658
-	4,249,462
<u>108,470</u>	<u>17,952,481</u>
2,578	14,371,406
-	1,593,398
-	2,103,169
-	3,280,112
1,338,251	93,534,683
<u>1,340,829</u>	<u>114,882,768</u>
<u>\$ 1,449,299</u>	<u>\$ 132,835,249</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Debt Service Funds
September 30, 2008

	Limited Tax General Obligation Bonds	Gas Tax Revenue Bonds	Tourist Development Tax Refunding Revenue Bonds
ASSETS			
Equity in pooled cash and investments	\$ 2,977,979	\$ 3,689,243	\$ 2,616,775
Receivables:			
Taxes	20,510	-	-
Total assets	<u><u>\$ 2,998,489</u></u>	<u><u>\$ 3,689,243</u></u>	<u><u>\$ 2,616,775</u></u>
LIABILITIES			
Bonds payable - current	\$ 2,015,000	\$ 2,485,000	\$ -
Accrued interest payable	708,094	1,204,243	-
Deferred revenue	20,510	-	-
Total liabilities	<u><u>2,743,604</u></u>	<u><u>3,689,243</u></u>	<u><u>-</u></u>
FUND BALANCES			
Reserved for:			
Debt service - principal	-	-	1,725,000
Debt service - interest	254,885	-	891,775
Total fund balances	<u><u>254,885</u></u>	<u><u>-</u></u>	<u><u>2,616,775</u></u>
Total liabilities and fund balances	<u><u>\$ 2,998,489</u></u>	<u><u>\$ 3,689,243</u></u>	<u><u>\$ 2,616,775</u></u>

**Total
Nonmajor
Debt Service
Funds**

\$ 9,283,997

20,510

\$ 9,304,507

\$ 4,500,000

1,912,337

20,510

6,432,847

1,725,000

1,146,660

2,871,660

\$ 9,304,507

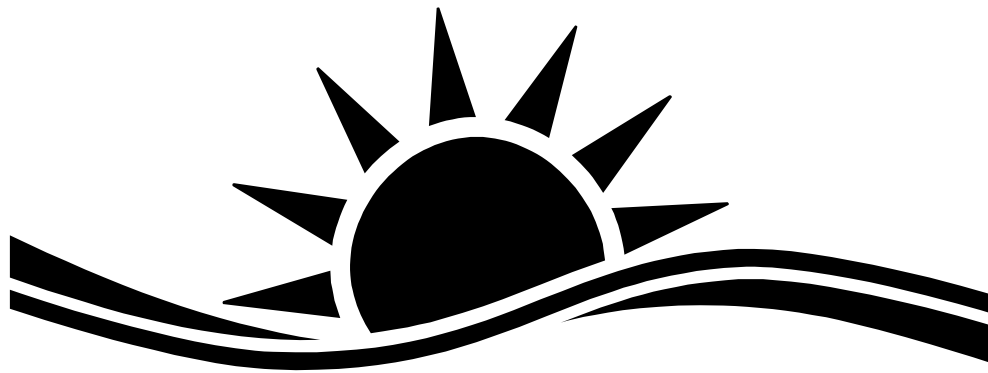
COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds - Capital Projects Funds
September 30, 2008

	<u>Volusia Forever</u>	<u>Ocean Center Expansion</u>	<u>Volusia County Courthouse Construction</u>
ASSETS			
Equity in pooled cash and investments	\$ 12,106,007	\$ 2,356,528	\$ 2,907,133
Total assets	<u>\$ 12,106,007</u>	<u>\$ 2,356,528</u>	<u>\$ 2,907,133</u>
LIABILITIES			
Liabilities:			
Accounts payable	\$ -	\$ 2,368,512	\$ 11,633
Contracts payable	-	3,095,387	68,560
Due to other governments	-	-	-
Total liabilities	<u>-</u>	<u>5,463,899</u>	<u>80,193</u>
FUND BALANCES			
Reserved for encumbrances	-	7,575,271	759,754
Unreserved:			
Designated - capital projects	12,106,007	-	2,067,186
Undesignated (deficit)	-	(10,682,642)	-
Total fund balances	<u>12,106,007</u>	<u>(3,107,371)</u>	<u>2,826,940</u>
Total liabilities and fund balances	<u>\$ 12,106,007</u>	<u>\$ 2,356,528</u>	<u>\$ 2,907,133</u>

Beach	Trails	Information Technology	Deltona Library Expansion	Other	Total Nonmajor Capital Projects Funds
\$ 2,384,762	\$ 6,625,273	\$ 9,592,899	\$ 11,988,893	\$ 32,914,076	\$ 80,875,571
<u>\$ 2,384,762</u>	<u>\$ 6,625,273</u>	<u>\$ 9,592,899</u>	<u>\$ 11,988,893</u>	<u>\$ 32,914,076</u>	<u>\$ 80,875,571</u>
\$ 242,798	\$ 207,496	\$ 815,626	\$ 657,522	\$ 63,991	\$ 4,367,578
-	4,304	232,266	65,523	4,375	3,470,415
-	-	-	-	7,642	7,642
<u>242,798</u>	<u>211,800</u>	<u>1,047,892</u>	<u>723,045</u>	<u>76,008</u>	<u>7,845,635</u>
131,632	431,637	13,153,480	8,867,105	60,120	30,978,999
2,010,332	5,981,836	-	2,398,743	32,777,948	57,342,052
-	-	(4,608,473)	-	-	(15,291,115)
<u>2,141,964</u>	<u>6,413,473</u>	<u>8,545,007</u>	<u>11,265,848</u>	<u>32,838,068</u>	<u>73,029,936</u>
<u>\$ 2,384,762</u>	<u>\$ 6,625,273</u>	<u>\$ 9,592,899</u>	<u>\$ 11,988,893</u>	<u>\$ 32,914,076</u>	<u>\$ 80,875,571</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Balance Sheet
All Nonmajor Governmental Funds
September 30, 2008

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS				
Equity in pooled cash and investments	\$ 117,291,237	\$ 9,283,997	\$ 80,875,571	\$ 207,450,805
Receivables:				
Accounts - net	399,953	-	-	399,953
Taxes	1,013,626	20,510	-	1,034,136
Notes	2,103,169	-	-	2,103,169
Due from other funds	1,200,589	-	-	1,200,589
Due from other governments	9,027,680	-	-	9,027,680
Inventories	1,593,398	-	-	1,593,398
Deposits	205,597	-	-	205,597
Total assets	\$ 132,835,249	\$ 9,304,507	\$ 80,875,571	\$ 223,015,327
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 5,637,817	\$ -	\$ 4,367,578	\$ 10,005,395
Contracts payable	1,531,783	-	3,470,415	5,002,198
Due to other funds	3,283,243	-	-	3,283,243
Due to component units	2,324	-	-	2,324
Due to other governments	203,112	-	7,642	210,754
Bonds payable - current	-	4,500,000	-	4,500,000
Accrued interest payable	-	1,912,337	-	1,912,337
Deposits	129,082	-	-	129,082
Advances from other funds	2,915,658	-	-	2,915,658
Deferred revenue	4,249,462	20,510	-	4,269,972
Total liabilities	17,952,481	6,432,847	7,845,635	32,230,963
Fund Balances:				
Reserved for:				
Encumbrances	14,371,406	-	30,978,999	45,350,405
Inventories	1,593,398	-	-	1,593,398
Debt service - principal	-	1,725,000	-	1,725,000
Debt service - interest	-	1,146,660	-	1,146,660
Long-term notes receivable	2,103,169	-	-	2,103,169
Unreserved:				
Designated - reported in:				
Special revenue funds	3,280,112	-	-	3,280,112
Capital projects funds	-	-	57,342,052	57,342,052
Undesignated (deficit) - reported in:				
Special revenue funds	93,534,683	-	-	93,534,683
Capital projects funds	-	-	(15,291,115)	(15,291,115)
Total fund balances	114,882,768	2,871,660	73,029,936	190,784,364
Total liabilities and fund balances	\$ 132,835,249	\$ 9,304,507	\$ 80,875,571	\$ 223,015,327



Volusia County
FLORIDA

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Special Revenue Funds
For the Year Ended September 30, 2008

	County Transportation Trust	Library	East Volusia Mosquito Control District	Resort Tax
REVENUES				
Taxes	\$ 15,069,088	\$ 17,176,792	\$ 4,852,817	\$ 7,666,321
Licenses and permits	-	-	-	-
Intergovernmental revenues	8,740,244	529,248	312,981	-
Charges for services	1,593,261	170,420	229,827	-
Fines and forfeitures	-	455,172	-	-
Interest revenues	801,845	435,844	222,034	17,119
Miscellaneous revenues	450,438	202,050	190,192	-
Special assessments levied/impact fees	-	-	-	-
Total revenues	<u>26,654,876</u>	<u>18,969,526</u>	<u>5,807,851</u>	<u>7,683,440</u>
EXPENDITURES				
Current:				
General government	-	-	-	102,345
Public safety	-	-	-	-
Physical environment	-	-	-	-
Transportation	25,006,545	-	-	-
Economic environment	-	-	-	-
Human services	-	-	4,948,548	-
Culture/recreation	-	15,503,780	-	-
Total expenditures	<u>25,006,545</u>	<u>15,503,780</u>	<u>4,948,548</u>	<u>102,345</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,648,331</u>	<u>3,465,746</u>	<u>859,303</u>	<u>7,581,095</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,750,080	36,909	-	-
Transfers (out)	(547,045)	(2,590,683)	-	(7,581,095)
Total other financing sources and (uses)	<u>1,203,035</u>	<u>(2,553,774)</u>	<u>-</u>	<u>(7,581,095)</u>
Net change in fund balances	2,851,366	911,972	859,303	-
Fund balances - beginning, restated	<u>23,795,093</u>	<u>5,536,239</u>	<u>4,443,268</u>	<u>-</u>
Fund balances - ending	<u>\$ 26,646,459</u>	<u>\$ 6,448,211</u>	<u>\$ 5,302,571</u>	<u>\$ -</u>

Sales Tax Trust	Convention Development Tax	Ponce Inlet Port Authority	E-911 Emergency Telephone System	Special Lighting Districts	Ocean Center
\$ -	\$ 7,518,320	\$ 1,834,497	\$ -	\$ -	\$ -
-	-	-	-	-	-
17,199,118	-	83	2,742,422	-	-
-	-	-	-	247,333	1,247,045
-	-	-	-	-	-
-	35,509	408,768	128,928	-	40,042
-	181,307	-	-	-	396,508
-	-	-	-	-	-
<u>17,199,118</u>	<u>7,735,136</u>	<u>2,243,348</u>	<u>2,871,350</u>	<u>247,333</u>	<u>1,683,595</u>
-	-	-	-	-	-
-	-	-	1,503,513	-	-
-	-	-	-	-	-
-	-	1,592,941	-	239,944	-
-	8,833,550	-	-	-	-
-	-	-	-	-	-
-	-	112,007	-	-	4,037,485
<u>-</u>	<u>8,833,550</u>	<u>1,704,948</u>	<u>1,503,513</u>	<u>239,944</u>	<u>4,037,485</u>
<u>17,199,118</u>	<u>(1,098,414)</u>	<u>538,400</u>	<u>1,367,837</u>	<u>7,389</u>	<u>(2,353,890)</u>
-	-	-	-	-	2,104,970
<u>(17,199,118)</u>	<u>-</u>	<u>(648,660)</u>	<u>(489,572)</u>	<u>-</u>	<u>-</u>
<u>(17,199,118)</u>	<u>-</u>	<u>(648,660)</u>	<u>(489,572)</u>	<u>-</u>	<u>2,104,970</u>
-	(1,098,414)	(110,260)	878,265	7,389	(248,920)
-	2,350,872	8,138,123	2,801,402	11,622	2,143,981
<u>\$ -</u>	<u>\$ 1,252,458</u>	<u>\$ 8,027,863</u>	<u>\$ 3,679,667</u>	<u>\$ 19,011</u>	<u>\$ 1,895,061</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Special Revenue Funds
For the Year Ended September 30, 2008

	Manatee Conservation	Road Impact Fees	Park Impact Fees	Fire Services
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 26,059,813
Licenses and permits	224,500	-	-	-
Intergovernmental revenues	-	-	-	54,989
Charges for services	-	24,180	-	1,165,644
Fines and forfeitures	-	-	-	-
Interest revenues	16,938	679,236	131,721	744,884
Miscellaneous revenues	-	192,702	-	55,179
Special assessments levied/impact fees	-	8,925,554	193,161	-
Total revenues	<u>241,438</u>	<u>9,821,672</u>	<u>324,882</u>	<u>28,080,509</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	25,397,790
Physical environment	20,901	-	-	-
Transportation	-	3,025,548	-	-
Economic environment	-	-	-	-
Human services	-	-	-	-
Culture/recreation	-	-	37,711	-
Total expenditures	<u>20,901</u>	<u>3,025,548</u>	<u>37,711</u>	<u>25,397,790</u>
Excess (deficiency) of revenues over (under) expenditures	<u>220,537</u>	<u>6,796,124</u>	<u>287,171</u>	<u>2,682,719</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	(132,714)	(4,816,250)	-	(339,740)
Total other financing sources and (uses)	<u>(132,714)</u>	<u>(4,816,250)</u>	<u>-</u>	<u>(339,740)</u>
Net change in fund balances	87,823	1,979,874	287,171	2,342,979
Fund balances - beginning, restated	<u>287,956</u>	<u>13,203,915</u>	<u>3,112,341</u>	<u>6,907,572</u>
Fund balances - ending	<u>\$ 375,779</u>	<u>\$ 15,183,789</u>	<u>\$ 3,399,512</u>	<u>\$ 9,250,551</u>

Fire Impact Fees	Silver Sands / Bethune Beach Municipal Service District	Gemini Springs Addition	Stormwater Utility	Volusia ECHO	Volusia Forever
\$ -	\$ 11,610	\$ -	\$ -	\$ 7,197,420	\$ 3,819,103
-	-	-	-	-	-
-	-	-	-	487	120
-	-	-	4,601,395	-	42,644
-	-	-	-	-	-
42,721	76	4,865	196,255	693,671	395,688
-	-	-	-	-	43,817
126,704	-	-	-	-	-
<u>169,425</u>	<u>11,686</u>	<u>4,865</u>	<u>4,797,650</u>	<u>7,891,578</u>	<u>4,301,372</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	1,153,417
-	16,350	-	3,664,892	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	5,029,008	-
<u>-</u>	<u>16,350</u>	<u>-</u>	<u>3,664,892</u>	<u>5,029,008</u>	<u>1,153,417</u>
<u>169,425</u>	<u>(4,664)</u>	<u>4,865</u>	<u>1,132,758</u>	<u>2,862,570</u>	<u>3,147,955</u>
-	4,297	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>(400,000)</u>	<u>(1,886,757)</u>	<u>(2,718,380)</u>
<u>-</u>	<u>4,297</u>	<u>-</u>	<u>(400,000)</u>	<u>(1,886,757)</u>	<u>(2,718,380)</u>
169,425	(367)	4,865	732,758	975,813	429,575
<u>963,789</u>	<u>367</u>	<u>118,279</u>	<u>2,452,491</u>	<u>14,004,302</u>	<u>9,189,259</u>
<u>\$ 1,133,214</u>	<u>\$ -</u>	<u>\$ 123,144</u>	<u>\$ 3,185,249</u>	<u>\$ 14,980,115</u>	<u>\$ 9,618,834</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Special Revenue Funds
For the Year Ended September 30, 2008

	Law/Beach Enforcement Trust	Federal Forfeiture Sharing	State Housing Incentive Program (S.H.I.P.)	Hurricane Housing Recovery Program (H.H.R.P.)
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	4,804,545	2,284,346
Charges for services	-	-	836,924	-
Fines and forfeitures	-	-	-	-
Interest revenues	24,361	2,332	177,009	44,287
Miscellaneous revenues	341,519	177,748	15	1,346
Special assessments levied/impact fees	-	-	-	-
Total revenues	<u>365,880</u>	<u>180,080</u>	<u>5,818,493</u>	<u>2,329,979</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	393,810	30,842	-	-
Physical environment	-	-	-	-
Transportation	-	-	-	-
Economic environment	-	-	5,312,380	2,070,270
Human services	-	-	257,224	259,709
Culture/recreation	-	-	-	-
Total expenditures	<u>393,810</u>	<u>30,842</u>	<u>5,569,604</u>	<u>2,329,979</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(27,930)</u>	<u>149,238</u>	<u>248,889</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	(15,714)	-	-	-
Total other financing sources and (uses)	<u>(15,714)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(43,644)</u>	<u>149,238</u>	<u>248,889</u>	<u>-</u>
Fund balances - beginning, restated	<u>479,356</u>	<u>13,345</u>	<u>1,854,280</u>	<u>-</u>
Fund balances - ending	<u>\$ 435,712</u>	<u>\$ 162,583</u>	<u>\$ 2,103,169</u>	<u>\$ -</u>

Library Endowment	Corrections - Welfare Trust	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ 91,205,781
-	-	224,500
-	-	36,668,583
-	-	10,158,673
-	-	455,172
12,665	45,966	5,302,764
2,500	378,668	2,613,989
-	-	9,245,419
<u>15,165</u>	<u>424,634</u>	<u>155,874,881</u>
-	-	102,345
-	193,869	27,519,824
-	-	1,174,318
-	-	33,546,220
-	-	16,216,200
-	-	5,465,481
-	-	24,719,991
<u>-</u>	<u>193,869</u>	<u>108,744,379</u>
<u>15,165</u>	<u>230,765</u>	<u>47,130,502</u>
-	-	3,896,256
<u>(36,909)</u>	<u>-</u>	<u>(39,402,637)</u>
<u>(36,909)</u>	<u>-</u>	<u>(35,506,381)</u>
(21,744)	230,765	11,624,121
<u>340,731</u>	<u>1,110,064</u>	<u>103,258,647</u>
<u>\$ 318,987</u>	<u>\$ 1,340,829</u>	<u>\$ 114,882,768</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Debt Service Funds
For the Year Ended September 30, 2008

	Limited Tax General Obligation Bonds	Gas Tax Revenue Bonds	Tourist Development Tax Refunding Revenue Bonds
REVENUES			
Taxes	\$ 3,559,225	\$ -	\$ -
Intergovernmental revenues	379	-	-
Interest revenues	88,077	77,985	72,805
Miscellaneous revenues	-	-	-
Total revenues	<u>3,647,681</u>	<u>77,985</u>	<u>72,805</u>
EXPENDITURES			
Debt service:			
Principal retirement	2,015,000	2,485,000	2,015,000
Interest and fiscal charges	1,416,726	2,409,235	2,701,838
Total expenditures	<u>3,431,726</u>	<u>4,894,235</u>	<u>4,716,838</u>
Excess (deficiency) of revenues over (under) expenditures	<u>215,955</u>	<u>(4,816,250)</u>	<u>(4,644,033)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	4,816,250	4,673,075
Total other financing sources and (uses)	<u>-</u>	<u>4,816,250</u>	<u>4,673,075</u>
Net change in fund balances	215,955	-	29,042
Fund balances - beginning	<u>38,930</u>	<u>-</u>	<u>2,587,733</u>
Fund balances - ending	<u><u>\$ 254,885</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,616,775</u></u>

Lease Purchase Agreements	Total Nonmajor Debt Service Funds
\$ -	\$ 3,559,225
-	379
-	238,867
442,683	442,683
<u>442,683</u>	<u>4,241,154</u>
7,351,869	13,866,869
726,767	7,254,566
<u>8,078,636</u>	<u>21,121,435</u>
<u>(7,635,953)</u>	<u>(16,880,281)</u>
7,560,379	17,049,704
<u>7,560,379</u>	<u>17,049,704</u>
(75,574)	169,423
<u>75,574</u>	<u>2,702,237</u>
<u>\$ -</u>	<u>\$ 2,871,660</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Capital Projects Funds
For the Year Ended September 30, 2008

	<u>Volusia Forever</u>	<u>Ocean Center Expansion</u>	<u>Volusia County Courthouse Construction</u>
REVENUES			
Intergovernmental revenues	\$ -	\$ -	\$ -
Interest revenues	555,590	590,920	130,456
Miscellaneous revenues	2,799,899	-	-
Total revenues	<u>3,355,489</u>	<u>590,920</u>	<u>130,456</u>
EXPENDITURES			
Capital outlay	2,951,897	34,715,671	1,046,896
Total expenditures	<u>2,951,897</u>	<u>34,715,671</u>	<u>1,046,896</u>
Excess (deficiency) of revenues over (under) expenditures	<u>403,592</u>	<u>(34,124,751)</u>	<u>(916,440)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	523,050	192,456
Transfers (out)	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>523,050</u>	<u>192,456</u>
Net change in fund balances	403,592	(33,601,701)	(723,984)
Fund balances - beginning	<u>11,702,415</u>	<u>30,494,330</u>	<u>3,550,924</u>
Fund balances - ending	<u>\$ 12,106,007</u>	<u>\$ (3,107,371)</u>	<u>\$ 2,826,940</u>

Beach	Trails	Information Technology	Deltona Library Expansion	Other	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ -	\$ 166,795	\$ 166,795
108,111	261,391	487,441	321,307	1,018,230	3,473,446
-	84,940	-	2,000,000	-	4,884,839
<u>108,111</u>	<u>346,331</u>	<u>487,441</u>	<u>2,321,307</u>	<u>1,185,025</u>	<u>8,525,080</u>
4,681,457	1,842,291	7,114,405	1,048,574	821,327	54,222,518
<u>4,681,457</u>	<u>1,842,291</u>	<u>7,114,405</u>	<u>1,048,574</u>	<u>821,327</u>	<u>54,222,518</u>
(4,573,346)	(1,495,960)	(6,626,964)	1,272,733	363,698	(45,697,438)
983,591	1,376,750	300,000	3,042,817	11,160,007	17,578,671
<u>(32,666)</u>	<u>(614,158)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(646,824)</u>
950,925	762,592	300,000	3,042,817	11,160,007	16,931,847
(3,622,421)	(733,368)	(6,326,964)	4,315,550	11,523,705	(28,765,591)
<u>5,764,385</u>	<u>7,146,841</u>	<u>14,871,971</u>	<u>6,950,298</u>	<u>21,314,363</u>	<u>101,795,527</u>
<u>\$ 2,141,964</u>	<u>\$ 6,413,473</u>	<u>\$ 8,545,007</u>	<u>\$ 11,265,848</u>	<u>\$ 32,838,068</u>	<u>\$ 73,029,936</u>

COUNTY OF VOLUSIA, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
All Nonmajor Governmental Funds
For the Year Ended September 30, 2008

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ 91,205,781	\$ 3,559,225	\$ -	\$ 94,765,006
Licenses and permits	224,500	-	-	224,500
Intergovernmental revenues	36,668,583	379	166,795	36,835,757
Charges for services	10,158,673	-	-	10,158,673
Fines and forfeitures	455,172	-	-	455,172
Interest revenues	5,302,764	238,867	3,473,446	9,015,077
Miscellaneous revenues	2,613,989	442,683	4,884,839	7,941,511
Special assessments levied/impact fees	9,245,419	-	-	9,245,419
Total revenues	<u>155,874,881</u>	<u>4,241,154</u>	<u>8,525,080</u>	<u>168,641,115</u>
EXPENDITURES				
Current:				
General government	102,345	-	-	102,345
Public safety	27,519,824	-	-	27,519,824
Physical environment	1,174,318	-	-	1,174,318
Transportation	33,546,220	-	-	33,546,220
Economic environment	16,216,200	-	-	16,216,200
Human services	5,465,481	-	-	5,465,481
Culture/recreation	24,719,991	-	-	24,719,991
Debt service:				
Principal retirement	-	13,866,869	-	13,866,869
Interest and fiscal charges	-	7,254,566	-	7,254,566
Capital outlay	-	-	54,222,518	54,222,518
Total expenditures	<u>108,744,379</u>	<u>21,121,435</u>	<u>54,222,518</u>	<u>184,088,332</u>
Excess (deficiency) of revenues over (under) expenditures	<u>47,130,502</u>	<u>(16,880,281)</u>	<u>(45,697,438)</u>	<u>(15,447,217)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,896,256	17,049,704	17,578,671	38,524,631
Transfers (out)	(39,402,637)	-	(646,824)	(40,049,461)
Total other financing sources and (uses)	<u>(35,506,381)</u>	<u>17,049,704</u>	<u>16,931,847</u>	<u>(1,524,830)</u>
Net change in fund balances	<u>11,624,121</u>	<u>169,423</u>	<u>(28,765,591)</u>	<u>(16,972,047)</u>
Fund balances - beginning, restated	<u>103,258,647</u>	<u>2,702,237</u>	<u>101,795,527</u>	<u>207,756,411</u>
Fund balances - ending	<u>\$ 114,882,768</u>	<u>\$ 2,871,660</u>	<u>\$ 73,029,936</u>	<u>\$ 190,784,364</u>

COUNTY OF VOLUSIA, FLORIDA
County Transportation Trust Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Taxes	\$ 15,606,000	\$ 15,069,088	\$ (536,912)
Intergovernmental revenues	11,138,177	8,740,244	(2,397,933)
Charges for services	1,469,380	1,593,261	123,881
Interest revenues	400,000	801,845	401,845
Miscellaneous revenues	171,600	450,438	278,838
Total revenues	28,785,157	26,654,876	(2,130,281)
EXPENDITURES			
Current:			
Transportation	44,759,489	25,006,545	19,752,944
Total expenditures	44,759,489	25,006,545	19,752,944
Excess (deficiency) of revenues over (under) expenditures	(15,974,332)	1,648,331	17,622,663
OTHER FINANCING SOURCES (USES)			
Transfers in	1,750,080	1,750,080	-
Transfers (out)	(547,045)	(547,045)	-
Total other financing sources and (uses)	1,203,035	1,203,035	-
Net change in fund balances	(14,771,297)	2,851,366	17,622,663
Fund balances - beginning	14,771,297	23,795,093	9,023,796
Fund balances - ending	\$ -	\$ 26,646,459	\$ 26,646,459

COUNTY OF VOLUSIA, FLORIDA
Library Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 17,152,195	\$ 17,176,792	\$ 24,597
Intergovernmental revenues	550,500	529,248	(21,252)
Charges for services	155,100	170,420	15,320
Fines and forfeitures	450,000	455,172	5,172
Interest revenues	550,000	435,844	(114,156)
Miscellaneous revenues	251,856	202,050	(49,806)
Total revenues	<u>19,109,651</u>	<u>18,969,526</u>	<u>(140,125)</u>
EXPENDITURES			
Current:			
Culture/recreation	19,672,678	15,503,780	4,168,898
Total expenditures	<u>19,672,678</u>	<u>15,503,780</u>	<u>4,168,898</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(563,027)</u>	<u>3,465,746</u>	<u>4,028,773</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	36,910	36,909	(1)
Transfers (out)	(2,590,683)	(2,590,683)	-
Total other financing sources and (uses)	<u>(2,553,773)</u>	<u>(2,553,774)</u>	<u>(1)</u>
Net change in fund balances	(3,116,800)	911,972	4,028,772
Fund balances - beginning	<u>4,140,979</u>	<u>5,536,239</u>	<u>1,395,260</u>
Fund balances - ending	<u><u>\$ 1,024,179</u></u>	<u><u>\$ 6,448,211</u></u>	<u><u>\$ 5,424,032</u></u>

COUNTY OF VOLUSIA, FLORIDA
East Volusia Mosquito Control District Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 4,846,543	\$ 4,852,817	\$ 6,274
Intergovernmental revenues	277,737	312,981	35,244
Charges for services	250,000	229,827	(20,173)
Interest revenues	66,000	222,034	156,034
Miscellaneous revenues	211,013	190,192	(20,821)
Total revenues	<u>5,651,293</u>	<u>5,807,851</u>	<u>156,558</u>
EXPENDITURES			
Current:			
Human services	<u>7,779,572</u>	<u>4,948,548</u>	<u>2,831,024</u>
Total expenditures	<u>7,779,572</u>	<u>4,948,548</u>	<u>2,831,024</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,128,279)</u>	<u>859,303</u>	<u>2,987,582</u>
 Net change in fund balances	 (2,128,279)	 859,303	 2,987,582
 Fund balances - beginning, restated	 <u>2,591,821</u>	 <u>4,443,268</u>	 <u>1,851,447</u>
 Fund balances - ending	 <u><u>\$ 463,542</u></u>	 <u><u>\$ 5,302,571</u></u>	 <u><u>\$ 4,839,029</u></u>

COUNTY OF VOLUSIA, FLORIDA
Resort Tax Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 8,252,400	\$ 7,666,321	\$ (586,079)
Interest revenues	-	17,119	17,119
Total revenues	<u>8,252,400</u>	<u>7,683,440</u>	<u>(568,960)</u>
EXPENDITURES			
Current:			
General government	110,032	102,345	7,687
Total expenditures	<u>110,032</u>	<u>102,345</u>	<u>7,687</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,142,368</u>	<u>7,581,095</u>	<u>(561,273)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(8,142,368)	(7,581,095)	561,273
Total other financing sources and (uses)	<u>(8,142,368)</u>	<u>(7,581,095)</u>	<u>561,273</u>
Net change in fund balances	-	-	-
Fund balances - beginning	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Sales Tax Trust Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental revenues	\$ 19,582,631	\$ 17,199,118	\$ (2,383,513)
Total revenues	<u>19,582,631</u>	<u>17,199,118</u>	<u>(2,383,513)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>19,582,631</u>	<u>17,199,118</u>	<u>(2,383,513)</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(19,582,631)</u>	<u>(17,199,118)</u>	<u>2,383,513</u>
Total other financing sources and (uses)	<u>(19,582,631)</u>	<u>(17,199,118)</u>	<u>2,383,513</u>
Net change in fund balances	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

COUNTY OF VOLUSIA, FLORIDA
Convention Development Tax Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 8,505,871	\$ 7,518,320	\$ (987,551)
Interest revenues	48,420	35,509	(12,911)
Miscellaneous revenues	231,804	181,307	(50,497)
Total revenues	<u>8,786,095</u>	<u>7,735,136</u>	<u>(1,050,959)</u>
EXPENDITURES			
Current:			
Economic environment	9,538,164	8,833,550	704,614
Total expenditures	<u>9,538,164</u>	<u>8,833,550</u>	<u>704,614</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(752,069)</u>	<u>(1,098,414)</u>	<u>(346,345)</u>
Net change in fund balances	<u>(752,069)</u>	<u>(1,098,414)</u>	<u>(346,345)</u>
Fund balances - beginning	<u>752,069</u>	<u>2,350,872</u>	<u>1,598,803</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 1,252,458</u>	<u>\$ 1,252,458</u>

COUNTY OF VOLUSIA, FLORIDA
Ponce Inlet Port Authority Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 1,831,361	\$ 1,834,497	\$ 3,136
Intergovernmental revenues	100	83	(17)
Interest revenues	200,000	408,768	208,768
Total revenues	<u>2,031,461</u>	<u>2,243,348</u>	<u>211,887</u>
EXPENDITURES			
Current:			
Transportation	11,528,467	1,592,941	9,935,526
Culture/recreation	155,894	112,007	43,887
Total expenditures	<u>11,684,361</u>	<u>1,704,948</u>	<u>9,979,413</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,652,900)</u>	<u>538,400</u>	<u>10,191,300</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(648,660)	(648,660)	-
Total other financing sources and (uses)	<u>(648,660)</u>	<u>(648,660)</u>	<u>-</u>
Net change in fund balances	(10,301,560)	(110,260)	10,191,300
Fund balances - beginning	<u>10,569,938</u>	<u>8,138,123</u>	<u>(2,431,815)</u>
Fund balances - ending	<u><u>\$ 268,378</u></u>	<u><u>\$ 8,027,863</u></u>	<u><u>\$ 7,759,485</u></u>

COUNTY OF VOLUSIA, FLORIDA
E-911 Emergency Telephone System Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Intergovernmental revenues	\$ 1,290,000	\$ 2,742,422	\$ 1,452,422
Charges for services	1,139,940	-	(1,139,940)
Interest revenues	130,000	128,928	(1,072)
Total revenues	<u>2,559,940</u>	<u>2,871,350</u>	<u>311,410</u>
EXPENDITURES			
Current:			
Public safety	3,378,685	1,503,513	1,875,172
Total expenditures	<u>3,378,685</u>	<u>1,503,513</u>	<u>1,875,172</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(818,745)</u>	<u>1,367,837</u>	<u>2,186,582</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(489,572)	(489,572)	-
Total other financing sources and (uses)	<u>(489,572)</u>	<u>(489,572)</u>	<u>-</u>
Net change in fund balances	(1,308,317)	878,265	2,186,582
Fund balances - beginning	<u>1,308,317</u>	<u>2,801,402</u>	<u>1,493,085</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 3,679,667</u>	<u>\$ 3,679,667</u>

COUNTY OF VOLUSIA, FLORIDA
Special Lighting Districts Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Charges for services	\$ 243,132	\$ 247,333	\$ 4,201
Total revenues	<u>243,132</u>	<u>247,333</u>	<u>4,201</u>
EXPENDITURES			
Current:			
Transportation	243,132	239,944	3,188
Total expenditures	<u>243,132</u>	<u>239,944</u>	<u>3,188</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>7,389</u>	<u>7,389</u>
Net change in fund balances	-	7,389	7,389
Fund balances - beginning	<u>-</u>	<u>11,622</u>	<u>11,622</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 19,011</u>	<u>\$ 19,011</u>

COUNTY OF VOLUSIA, FLORIDA
Ocean Center Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Charges for services	\$ 1,173,000	\$ 1,247,045	\$ 74,045
Interest revenues	11,000	40,042	29,042
Miscellaneous revenues	399,000	396,508	(2,492)
Total revenues	<u>1,583,000</u>	<u>1,683,595</u>	<u>100,595</u>
EXPENDITURES			
Current:			
Culture/recreation	6,037,925	4,037,485	2,000,440
Total expenditures	<u>6,037,925</u>	<u>4,037,485</u>	<u>2,000,440</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,454,925)</u>	<u>(2,353,890)</u>	<u>2,101,035</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	2,595,120	2,104,970	(490,150)
Total other financing sources and (uses)	<u>2,595,120</u>	<u>2,104,970</u>	<u>(490,150)</u>
Net change in fund balances	<u>(1,859,805)</u>	<u>(248,920)</u>	<u>1,610,885</u>
Fund balances - beginning	<u>1,859,805</u>	<u>2,143,981</u>	<u>284,176</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 1,895,061</u>	<u>\$ 1,895,061</u>

COUNTY OF VOLUSIA, FLORIDA
Manatee Conservation Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Licenses and permits	\$ 200,000	\$ 224,500	\$ 24,500
Interest revenues	7,000	16,938	9,938
Total revenues	<u>207,000</u>	<u>241,438</u>	<u>34,438</u>
EXPENDITURES			
Current:			
Physical environment	452,327	20,901	431,426
Total expenditures	<u>452,327</u>	<u>20,901</u>	<u>431,426</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(245,327)</u>	<u>220,537</u>	<u>465,864</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(132,714)	(132,714)	-
Total other financing sources and (uses)	<u>(132,714)</u>	<u>(132,714)</u>	<u>-</u>
Net change in fund balances	(378,041)	87,823	465,864
Fund balances - beginning	<u>378,041</u>	<u>287,956</u>	<u>(90,085)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 375,779</u>	<u>\$ 375,779</u>

COUNTY OF VOLUSIA, FLORIDA
Road Impact Fees Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Charges for services	\$ -	\$ 24,180	\$ 24,180
Interest revenues	275,000	679,236	404,236
Miscellaneous revenues	234,292	192,702	(41,590)
Special assessments levied/impact fees	11,412,500	8,925,554	(2,486,946)
Total revenues	11,921,792	9,821,672	(2,100,120)
EXPENDITURES			
Current:			
Transportation	17,683,464	3,025,548	14,657,916
Total expenditures	17,683,464	3,025,548	14,657,916
Excess (deficiency) of revenues over (under) expenditures	(5,761,672)	6,796,124	12,557,796
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(5,000,000)	(4,816,250)	183,750
Total other financing sources and (uses)	(5,000,000)	(4,816,250)	183,750
Net change in fund balances	(10,761,672)	1,979,874	12,741,546
Fund balances - beginning	10,761,672	13,203,915	2,442,243
Fund balances - ending	\$ -	\$ 15,183,789	\$ 15,183,789

COUNTY OF VOLUSIA, FLORIDA
Park Impact Fees Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Interest revenues	\$ 111,736	\$ 131,721	\$ 19,985
Special assessments levied/impact fees	463,000	193,161	(269,839)
Total revenues	<u>574,736</u>	<u>324,882</u>	<u>(249,854)</u>
EXPENDITURES			
Current:			
Culture/recreation	3,031,770	37,711	2,994,059
Total expenditures	<u>3,031,770</u>	<u>37,711</u>	<u>2,994,059</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,457,034)</u>	<u>287,171</u>	<u>2,744,205</u>
Net change in fund balances	<u>(2,457,034)</u>	<u>287,171</u>	<u>2,744,205</u>
Fund balances - beginning	<u>2,457,034</u>	<u>3,112,341</u>	<u>655,307</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 3,399,512</u>	<u>\$ 3,399,512</u>

COUNTY OF VOLUSIA, FLORIDA
Fire Services Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Taxes	\$ 26,187,276	\$ 26,059,813	\$ (127,463)
Intergovernmental revenues	78,900	54,989	(23,911)
Charges for services	1,129,698	1,165,644	35,946
Interest revenues	166,000	744,884	578,884
Miscellaneous revenues	500	55,179	54,679
Total revenues	27,562,374	28,080,509	518,135
EXPENDITURES			
Current:			
Public safety	35,878,191	25,397,790	10,480,401
Total expenditures	35,878,191	25,397,790	10,480,401
Excess (deficiency) of revenues over (under) expenditures	(8,315,817)	2,682,719	10,998,536
OTHER FINANCING SOURCES (USES)			
Transfers in	415,000	-	(415,000)
Transfers (out)	(339,740)	(339,740)	-
Total other financing sources and (uses)	75,260	(339,740)	(415,000)
Net change in fund balances	(8,240,557)	2,342,979	10,583,536
Fund balances - beginning	9,764,570	6,907,572	(2,856,998)
Fund balances - ending	\$ 1,524,013	\$ 9,250,551	\$ 7,726,538

COUNTY OF VOLUSIA, FLORIDA
Fire Impact Fees Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 14,500	\$ 42,721	\$ 28,221
Special assessments levied/impact fees	<u>290,000</u>	<u>126,704</u>	<u>(163,296)</u>
Total revenues	<u>304,500</u>	<u>169,425</u>	<u>(135,075)</u>
EXPENDITURES			
Current:			
Public safety	<u>347,829</u>	<u>-</u>	<u>347,829</u>
Total expenditures	<u>347,829</u>	<u>-</u>	<u>347,829</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(43,329)</u>	<u>169,425</u>	<u>212,754</u>
OTHER FINANCING (USES)			
Transfers (out)	<u>(415,000)</u>	<u>-</u>	<u>415,000</u>
Total other financing sources and (uses)	<u>(415,000)</u>	<u>-</u>	<u>415,000</u>
Net change in fund balances	<u>(458,329)</u>	<u>169,425</u>	<u>627,754</u>
Fund balances - beginning	<u>458,329</u>	<u>963,789</u>	<u>505,460</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ 1,133,214</u></u>	<u><u>\$ 1,133,214</u></u>

COUNTY OF VOLUSIA, FLORIDA
Silver Sands / Bethune Beach Municipal Service District Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 11,559	\$ 11,610	\$ 51
Interest revenues	-	76	76
Total revenues	<u>11,559</u>	<u>11,686</u>	<u>127</u>
EXPENDITURES			
Current:			
Transportation	16,675	16,350	325
Total expenditures	<u>16,675</u>	<u>16,350</u>	<u>325</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,116)</u>	<u>(4,664)</u>	<u>452</u>
OTHER FINANCING (USES)			
Transfers in	4,297	4,297	-
Total other financing sources and (uses)	<u>4,297</u>	<u>4,297</u>	<u>-</u>
Net change in fund balances	(819)	(367)	452
Fund balances - beginning	<u>819</u>	<u>367</u>	<u>(452)</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

COUNTY OF VOLUSIA, FLORIDA
Stormwater Utility Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Intergovernmental revenues	\$ 55,000	\$ -	\$ (55,000)
Charges for services	4,200,000	4,601,395	401,395
Interest revenues	40,000	196,255	156,255
Total revenues	<u>4,295,000</u>	<u>4,797,650</u>	<u>502,650</u>
EXPENDITURES			
Current:			
Transportation	5,740,020	3,664,892	2,075,128
Total expenditures	<u>5,740,020</u>	<u>3,664,892</u>	<u>2,075,128</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,445,020)</u>	<u>1,132,758</u>	<u>2,577,778</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(400,000)	(400,000)	-
Total other financing sources and (uses)	<u>(400,000)</u>	<u>(400,000)</u>	<u>-</u>
Net change in fund balances	<u>(1,845,020)</u>	<u>732,758</u>	<u>2,577,778</u>
Fund balances - beginning	<u>1,845,020</u>	<u>2,452,491</u>	<u>607,471</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 3,185,249</u>	<u>\$ 3,185,249</u>

COUNTY OF VOLUSIA, FLORIDA
Volusia ECHO Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Taxes	\$ 7,172,650	\$ 7,197,420	\$ 24,770
Intergovernmental revenues	-	487	487
Interest revenues	665,000	693,671	28,671
Total revenues	<u>7,837,650</u>	<u>7,891,578</u>	<u>53,928</u>
EXPENDITURES			
Current:			
Culture/recreation	14,301,402	5,029,008	9,272,394
Total expenditures	<u>14,301,402</u>	<u>5,029,008</u>	<u>9,272,394</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,463,752)</u>	<u>2,862,570</u>	<u>9,326,322</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(7,493,504)	(1,886,757)	5,606,747
Total other financing sources and (uses)	<u>(7,493,504)</u>	<u>(1,886,757)</u>	<u>5,606,747</u>
Net change in fund balances	<u>(13,957,256)</u>	<u>975,813</u>	<u>14,933,069</u>
Fund balances - beginning	<u>13,957,256</u>	<u>14,004,302</u>	<u>47,046</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 14,980,115</u>	<u>\$ 14,980,115</u>

COUNTY OF VOLUSIA, FLORIDA
Volusia Forever Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Taxes	\$ 3,919,841	\$ 3,819,103	\$ (100,738)
Intergovernmental revenues	-	120	120
Charges for services	32,000	42,644	10,644
Interest revenues	250,000	395,688	145,688
Miscellaneous revenues	-	43,817	43,817
Total revenues	4,201,841	4,301,372	99,531
EXPENDITURES			
Current:			
Physical environment	9,882,923	1,153,417	8,729,506
Total expenditures	9,882,923	1,153,417	8,729,506
Excess (deficiency) of revenues over (under) expenditures	(5,681,082)	3,147,955	8,829,037
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(2,744,182)	(2,718,380)	25,802
Total other financing sources and (uses)	(2,744,182)	(2,718,380)	25,802
Net change in fund balances	(8,425,264)	429,575	8,854,839
Fund balances - beginning	8,425,264	9,189,259	763,995
Fund balances - ending	\$ -	\$ 9,618,834	\$ 9,618,834

COUNTY OF VOLUSIA, FLORIDA
Law / Beach Enforcement Trust Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Interest revenues	\$ 19,100	\$ 24,361	\$ 5,261
Miscellaneous revenues	240,100	341,519	101,419
Total revenues	<u>259,200</u>	<u>365,880</u>	<u>106,680</u>
EXPENDITURES			
Current:			
Public safety	473,080	393,810	79,270
Total expenditures	<u>473,080</u>	<u>393,810</u>	<u>79,270</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(213,880)</u>	<u>(27,930)</u>	<u>185,950</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(44,328)	(15,714)	28,614
Total other financing sources and (uses)	<u>(44,328)</u>	<u>(15,714)</u>	<u>28,614</u>
Net change in fund balances	(258,208)	(43,644)	214,564
Fund balances - beginning	<u>258,208</u>	<u>479,356</u>	<u>221,148</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 435,712</u>	<u>\$ 435,712</u>

COUNTY OF VOLUSIA, FLORIDA
Federal Forfeiture Sharing Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Interest revenues	\$ 20,200	\$ 2,332	\$ (17,868)
Miscellaneous revenues	305,500	177,748	(127,752)
Total revenues	<u>325,700</u>	<u>180,080</u>	<u>(145,620)</u>
EXPENDITURES			
Current:			
Public safety	334,004	30,842	303,162
Total expenditures	<u>334,004</u>	<u>30,842</u>	<u>303,162</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,304)</u>	<u>149,238</u>	<u>157,542</u>
Net change in fund balances	<u>(8,304)</u>	<u>149,238</u>	<u>157,542</u>
Fund balances - beginning	<u>8,304</u>	<u>13,345</u>	<u>5,041</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ 162,583</u></u>	<u><u>\$ 162,583</u></u>

COUNTY OF VOLUSIA
State Housing Incentive Program (S.H.I.P.) Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Intergovernmental revenues	\$ 9,524,213	\$ 4,804,545	\$ (4,719,668)
Charges for services	3,311,144	836,924	(2,474,220)
Interest revenues	900,000	177,009	(722,991)
Miscellaneous revenues	-	15	15
Total revenues	<u>13,735,357</u>	<u>5,818,493</u>	<u>(7,916,864)</u>
EXPENDITURES			
Current:			
Economic environment	12,938,031	5,312,380	7,625,651
Human services	797,326	257,224	540,102
Total expenditures	<u>13,735,357</u>	<u>5,569,604</u>	<u>8,165,753</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>248,889</u>	<u>248,889</u>
Net change in fund balances	-	248,889	248,889
Fund balances - beginning	<u>-</u>	<u>1,854,280</u>	<u>1,854,280</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 2,103,169</u>	<u>\$ 2,103,169</u>

COUNTY OF VOLUSIA
Hurricane Housing Recovery Program (H.H.R.P.)
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Intergovernmental revenues	\$ 2,236,729	\$ 2,284,346	\$ 47,617
Interest revenues	106,741	44,287	(62,454)
Miscellaneous revenues	-	1,346	1,346
Total revenues	<u>2,343,470</u>	<u>2,329,979</u>	<u>(13,491)</u>
EXPENDITURES			
Current:			
Economic environment	2,076,779	2,070,270	6,509
Human services	266,691	259,709	6,982
Total expenditures	<u>2,343,470</u>	<u>2,329,979</u>	<u>13,491</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

COUNTY OF VOLUSIA, FLORIDA
Limited Tax General Obligation Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 3,433,188	\$ 3,559,225	\$ 126,037
Intergovernmental revenues	-	379	379
Interest revenues	-	88,077	88,077
Total revenues	<u>3,433,188</u>	<u>3,647,681</u>	<u>214,493</u>
EXPENDITURES			
Debt service:			
Principal retirement	2,015,000	2,015,000	-
Interest and fiscal charges	1,418,188	1,416,726	1,462
Total expenditures	<u>3,433,188</u>	<u>3,431,726</u>	<u>1,462</u>
Excess (deficiency) of revenues (under) expenditures	<u>-</u>	<u>215,955</u>	<u>215,955</u>
Net change in fund balances	-	215,955	215,955
Fund balances - beginning	<u>-</u>	<u>38,930</u>	<u>38,930</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ 254,885</u></u>	<u><u>\$ 254,885</u></u>

COUNTY OF VOLUSIA, FLORIDA
Gas Tax Revenue Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Interest revenues	\$ -	\$ 77,985	\$ 77,985
Total revenues	<u>-</u>	<u>77,985</u>	<u>77,985</u>
EXPENDITURES			
Debt service:			
Principal retirement	2,500,000	2,485,000	15,000
Interest and fiscal charges	2,500,000	2,409,235	90,765
Total expenditures	<u>5,000,000</u>	<u>4,894,235</u>	<u>105,765</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,000,000)</u>	<u>(4,816,250)</u>	<u>183,750</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	5,000,000	4,816,250	(183,750)
Total other financing sources and (uses)	<u>5,000,000</u>	<u>4,816,250</u>	<u>(183,750)</u>
Net change in fund balances	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

COUNTY OF VOLUSIA, FLORIDA
Tourist Development Tax Refunding Revenue Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Interest revenues	\$ -	\$ 72,805	\$ 72,805
Total revenues	<u>-</u>	<u>72,805</u>	<u>72,805</u>
EXPENDITURES			
Debt service:			
Principal retirement	2,992,932	2,015,000	977,932
Interest and fiscal charges	4,744,198	2,701,838	2,042,360
Total expenditures	<u>7,737,130</u>	<u>4,716,838</u>	<u>3,020,292</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,737,130)</u>	<u>(4,644,033)</u>	<u>3,093,097</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	4,744,198	4,673,075	(71,123)
Total other financing sources and (uses)	<u>4,744,198</u>	<u>4,673,075</u>	<u>(71,123)</u>
Net change in fund balances	(2,992,932)	29,042	3,021,974
Fund balances - beginning	<u>2,992,932</u>	<u>2,587,733</u>	<u>(405,199)</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ 2,616,775</u></u>	<u><u>\$ 2,616,775</u></u>

COUNTY OF VOLUSIA, FLORIDA
Lease Purchase Agreements Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Budget - Positive (Negative)
REVENUES			
Miscellaneous revenues	\$ 442,683	\$ 442,683	\$ -
Total revenues	<u>442,683</u>	<u>442,683</u>	<u>-</u>
EXPENDITURES			
Debt service:			
Principal retirement	9,523,337	7,351,869	2,171,468
Interest and fiscal charges	726,767	726,767	-
Total expenditures	<u>10,250,104</u>	<u>8,078,636</u>	<u>2,171,468</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,807,421)</u>	<u>(7,635,953)</u>	<u>2,171,468</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	9,731,847	7,560,379	(2,171,468)
Total other financing sources and (uses)	<u>9,731,847</u>	<u>7,560,379</u>	<u>(2,171,468)</u>
Net change in fund balances	<u>(75,574)</u>	<u>(75,574)</u>	<u>-</u>
Fund balances - beginning	<u>75,574</u>	<u>75,574</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VOLUSIA, FLORIDA
Volusia Forever Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Intergovernmental revenues	\$ 318,205	\$ -	\$ 318,205	\$ -
Interest revenues	2,099,027	555,590	2,654,617	600,000
Miscellaneous revenues	49,865	2,799,899	2,849,764	2,800,000
Total revenues	<u>2,467,097</u>	<u>3,355,489</u>	<u>5,822,586</u>	<u>3,400,000</u>
EXPENDITURES				
Debt service:				
Bond issuance costs	469,337	-	469,337	576,198
Capital outlay	30,293,698	2,951,897	33,245,595	42,823,802
Total expenditures	<u>30,763,035</u>	<u>2,951,897</u>	<u>33,714,932</u>	<u>43,400,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(28,295,938)</u>	<u>403,592</u>	<u>(27,892,346)</u>	<u>(40,000,000)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of notes/bonds payable	39,875,000	-	39,875,000	40,000,000
Premium on notes/bonds payable	123,353	-	123,353	-
Total other financing sources and (uses)	<u>39,998,353</u>	<u>-</u>	<u>39,998,353</u>	<u>40,000,000</u>
Net change in fund balances	<u>\$ 11,702,415</u>	<u>403,592</u>	<u>\$ 12,106,007</u>	<u>\$ -</u>
Fund balances - beginning		<u>11,702,415</u>		
Fund balances - ending		<u>\$ 12,106,007</u>		

COUNTY OF VOLUSIA, FLORIDA
Ocean Center Expansion Capital Project Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 6,430,422	\$ 590,920	\$ 7,021,342	\$ 1,000,000
Total revenues	<u>6,430,422</u>	<u>590,920</u>	<u>7,021,342</u>	<u>1,000,000</u>
EXPENDITURES				
Debt service:				
Bond issuance costs	1,856,439	-	1,856,439	2,022,691
Capital outlay	35,954,919	34,715,671	70,670,590	71,454,007
Total expenditures	<u>37,811,358</u>	<u>34,715,671</u>	<u>72,527,029</u>	<u>73,476,698</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(31,380,936)</u>	<u>(34,124,751)</u>	<u>(65,505,687)</u>	<u>(72,476,698)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,249,825	523,050	6,772,875	6,278,335
Issuance of notes/bonds payable	64,710,000	-	64,710,000	66,198,363
Discount on notes/bonds payable	(9,258,664)	-	(9,258,664)	-
Premium on notes/bonds payable	174,105	-	174,105	-
Total other financing sources and (uses)	<u>61,875,266</u>	<u>523,050</u>	<u>62,398,316</u>	<u>72,476,698</u>
Net change in fund balances	<u>\$ 30,494,330</u>	<u>\$ (33,601,701)</u>	<u>\$ (3,107,371)</u>	<u>\$ -</u>
Fund balances - beginning		<u>30,494,330</u>		
Fund balances - ending		<u>\$ (3,107,371)</u>		

COUNTY OF VOLUSIA, FLORIDA
Volusia County Courthouse Construction Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Charges for services	\$ 191	\$ -	\$ 191	\$ -
Interest revenues	7,912,572	130,456	8,043,028	5,714,953
Miscellaneous revenues	26,806	-	26,806	-
Total revenues	<u>7,939,569</u>	<u>130,456</u>	<u>8,070,025</u>	<u>5,714,953</u>
EXPENDITURES				
Debt service:				
Bond issuance costs	789,950	-	789,950	789,950
Capital outlay	53,848,784	1,046,896	54,895,680	55,175,092
Total expenditures	<u>54,638,734</u>	<u>1,046,896</u>	<u>55,685,630</u>	<u>55,965,042</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(46,699,165)</u>	<u>(916,440)</u>	<u>(47,615,605)</u>	<u>(50,250,089)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,793,381	192,456	3,985,837	3,793,381
Transfers (out)	(3,110,292)	-	(3,110,292)	(3,110,292)
Issuance of notes/bonds payable	59,250,000	-	59,250,000	59,250,000
Payment to refunded bond escrow agent	(9,683,000)	-	(9,683,000)	(9,683,000)
Total other financing sources and (uses)	<u>50,250,089</u>	<u>192,456</u>	<u>50,442,545</u>	<u>50,250,089</u>
Net change in fund balances	<u>\$ 3,550,924</u>	<u>(723,984)</u>	<u>\$ 2,826,940</u>	<u>\$ -</u>
Fund balances - beginning		<u>3,550,924</u>		
Fund balances - ending		<u>\$ 2,826,940</u>		

COUNTY OF VOLUSIA, FLORIDA
Beach Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Charges for services	\$ 4,515,822	\$ -	\$ 4,515,822	\$ 4,515,822
Interest revenues	927,505	108,111	1,035,616	587,656
Miscellaneous revenues	888,645	-	888,645	1,951,129
Total revenues	<u>6,331,972</u>	<u>108,111</u>	<u>6,440,083</u>	<u>7,054,607</u>
EXPENDITURES				
Capital outlay	9,575,494	4,681,457	14,256,951	21,440,978
Total expenditures	<u>9,575,494</u>	<u>4,681,457</u>	<u>14,256,951</u>	<u>21,440,978</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,243,522)</u>	<u>(4,573,346)</u>	<u>(7,816,868)</u>	<u>(14,386,371)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	12,598,260	983,591	13,581,851	13,009,390
Transfers (out)	(3,590,353)	(32,666)	(3,623,019)	(3,623,019)
Issuance of notes/bonds payable	-	-	-	5,000,000
Total other financing sources and (uses)	<u>9,007,907</u>	<u>950,925</u>	<u>9,958,832</u>	<u>14,386,371</u>
Net change in fund balances	<u>\$ 5,764,385</u>	<u>(3,622,421)</u>	<u>\$ 2,141,964</u>	<u>\$ -</u>
Fund balances - beginning		<u>5,764,385</u>		
Fund balances - ending		<u>\$ 2,141,964</u>		

COUNTY OF VOLUSIA, FLORIDA
Trails Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 393,403	\$ 261,391	\$ 654,794	\$ -
Miscellaneous revenues	-	84,940	84,940	376,750
Total revenues	<u>393,403</u>	<u>346,331</u>	<u>739,734</u>	<u>376,750</u>
EXPENDITURES				
Capital outlay	<u>2,206,399</u>	<u>1,842,291</u>	<u>4,048,690</u>	<u>11,423,341</u>
Total expenditures	<u>2,206,399</u>	<u>1,842,291</u>	<u>4,048,690</u>	<u>11,423,341</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,812,996)</u>	<u>(1,495,960)</u>	<u>(3,308,956)</u>	<u>(11,046,591)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,376,770	1,376,750	4,753,520	4,753,520
Transfers (out)	(876,933)	(614,158)	(1,491,091)	(766,929)
Issuance of notes/bonds payable	<u>6,460,000</u>	<u>-</u>	<u>6,460,000</u>	<u>7,060,000</u>
Total other financing sources and (uses)	<u>8,959,837</u>	<u>762,592</u>	<u>9,722,429</u>	<u>11,046,591</u>
Net change in fund balances	<u>\$ 7,146,841</u>	<u>(733,368)</u>	<u>\$ 6,413,473</u>	<u>\$ -</u>
Fund balances - beginning		<u>7,146,841</u>		
Fund balances - ending		<u>\$ 6,413,473</u>		

COUNTY OF VOLUSIA, FLORIDA
Information Technology Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

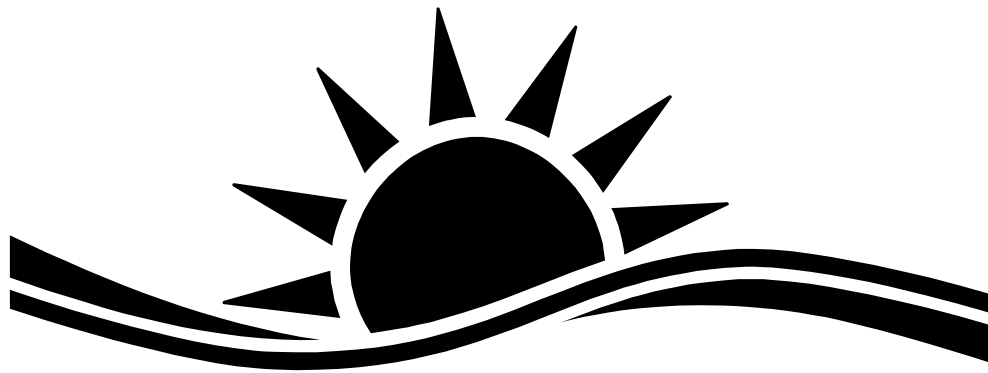
	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 539,379	\$ 487,441	\$ 1,026,820	\$ 641,840
Total revenues	<u>539,379</u>	<u>487,441</u>	<u>1,026,820</u>	<u>641,840</u>
EXPENDITURES				
Capital outlay	9,369,354	7,114,405	16,483,759	45,943,001
Total expenditures	<u>9,369,354</u>	<u>7,114,405</u>	<u>16,483,759</u>	<u>45,943,001</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,829,975)</u>	<u>(6,626,964)</u>	<u>(15,456,939)</u>	<u>(45,301,161)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	14,388,946	300,000	14,688,946	14,688,946
Issuance of notes/bonds payable	9,313,000	-	9,313,000	30,612,215
Total other financing sources and (uses)	<u>23,701,946</u>	<u>300,000</u>	<u>24,001,946</u>	<u>45,301,161</u>
Net change in fund balances	<u>\$ 14,871,971</u>	<u>(6,326,964)</u>	<u>\$ 8,545,007</u>	<u>\$ -</u>
Fund balances - beginning		<u>14,871,971</u>		
Fund balances - ending		<u>\$ 8,545,007</u>		

COUNTY OF VOLUSIA, FLORIDA
Deltona Library Expansion Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 181,129	\$ 321,307	\$ 502,436	\$ -
Miscellaneous revenues	-	2,000,000	2,000,000	2,500,000
Total revenues	<u>181,129</u>	<u>2,321,307</u>	<u>2,502,436</u>	<u>2,500,000</u>
EXPENDITURES				
Capital outlay	<u>18,890</u>	<u>1,048,574</u>	<u>1,067,464</u>	<u>12,330,876</u>
Total expenditures	<u>18,890</u>	<u>1,048,574</u>	<u>1,067,464</u>	<u>12,330,876</u>
Excess (deficiency) of revenues over (under) expenditures	<u>162,239</u>	<u>1,272,733</u>	<u>1,434,972</u>	<u>(9,830,876)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>6,788,059</u>	<u>3,042,817</u>	<u>9,830,876</u>	<u>9,830,876</u>
Total other financing sources and (uses)	<u>6,788,059</u>	<u>3,042,817</u>	<u>9,830,876</u>	<u>9,830,876</u>
Net change in fund balances	<u>\$ 6,950,298</u>	<u>4,315,550</u>	<u>\$ 11,265,848</u>	<u>\$ -</u>
Fund balances - beginning		<u>6,950,298</u>		
Fund balances - ending		<u>\$ 11,265,848</u>		

COUNTY OF VOLUSIA, FLORIDA
Other Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Intergovernmental revenue	\$ 1,784,754	\$ 166,795	\$ 1,951,549	\$ 1,669,023
Charges for services	3,208	-	3,208	-
Interest revenues	1,029,041	1,018,230	2,047,271	803,943
Miscellaneous revenues	178,224	-	178,224	3,289,235
Total revenues	<u>2,995,227</u>	<u>1,185,025</u>	<u>4,180,252</u>	<u>5,762,201</u>
EXPENDITURES				
Capital outlay	15,959,201	821,327	16,780,528	58,131,040
Total expenditures	<u>15,959,201</u>	<u>821,327</u>	<u>16,780,528</u>	<u>58,131,040</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,963,974)</u>	<u>363,698</u>	<u>(12,600,276)</u>	<u>(52,368,839)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	30,763,245	11,160,007	41,923,252	46,408,747
Transfers (out)	(1,139,908)	-	(1,139,908)	(739,908)
Issuance of notes/bonds payable	4,655,000	-	4,655,000	6,700,000
Total other financing sources and (uses)	<u>34,278,337</u>	<u>11,160,007</u>	<u>45,438,344</u>	<u>52,368,839</u>
Net change in fund balances	<u>\$ 21,314,363</u>	<u>11,523,705</u>	<u>\$ 32,838,068</u>	<u>\$ -</u>
Fund balances - beginning		<u>21,314,363</u>		
Fund balances - ending		<u>\$ 32,838,068</u>		



Volusia County
FLORIDA

Major Governmental Funds

DEBT SERVICE FUNDS

Debt Service Funds account for the fiscal activities for the accumulation of resources for the payment of principal, interest, and related costs of governmental long-term debt.

Subordinate Lien Sales Tax Revenue Bonds

The Subordinate Lien Sales Tax Revenue Bonds debt service fund accounts for the fiscal activities for the accumulation of resources for the payment of principal, interest, and related costs of the bond issues secured by a pledge of the County's local government half-cent sales tax revenue.

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.

Bond Funded Road Program

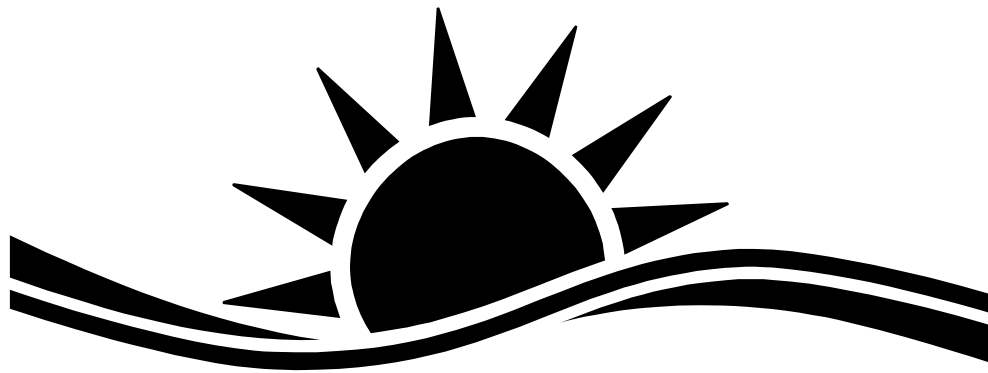
The Bond Funded Road Program Fund accounts for the fiscal activity relating to the construction of roads and transportation improvements with an emphasis on projects that support economic development.

COUNTY OF VOLUSIA, FLORIDA
Subordinate Lien Sales Tax Revenue Bonds Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2008

	Budget	Actual	Variance with Final Budget - Positive (Negative)
REVENUES			
Interest revenues	\$ -	\$ 141,372	\$ 141,372
Total revenues	-	141,372	141,372
EXPENDITURES			
Debt service:			
Principal retirement	5,320,000	5,320,000	-
Interest and fiscal charges	2,451,618	2,443,479	8,139
Bond issuance costs	914,734	914,734	-
Total expenditures	8,686,352	8,678,213	8,139
Excess (deficiency) of revenues over (under) expenditures	(8,686,352)	(8,536,841)	149,511
OTHER FINANCING SOURCES (USES)			
Transfers in	8,634,541	8,485,031	(149,510)
Refunding bonds issued	42,605,000	42,605,000	-
Premium on notes/bonds payable	4,398,129	4,398,128	(1)
Payment to refunded bond escrow agent	(46,951,318)	(46,951,318)	-
Total other financing sources and (uses)	8,686,352	8,536,841	(149,511)
Net change in fund balances	-	-	-
Fund balances - beginning	-	-	-
Fund balances - ending	\$ -	\$ -	\$ -

COUNTY OF VOLUSIA, FLORIDA
Bond Funded Road Program Capital Project Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
From Inception and for the Year Ended September 30, 2008

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
REVENUES				
Interest revenues	\$ 7,527,451	\$ 1,794,720	\$ 9,322,171	\$ 1,730,156
Total revenues	<u>7,527,451</u>	<u>1,794,720</u>	<u>9,322,171</u>	<u>1,730,156</u>
EXPENDITURES				
Debt service:				
Bond issuance costs	986,561	-	986,561	1,203,156
Capital outlay	22,788,743	12,939,877	35,728,620	61,542,000
Total expenditures	<u>23,775,304</u>	<u>12,939,877</u>	<u>36,715,181</u>	<u>62,745,156</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,247,853)</u>	<u>(11,145,157)</u>	<u>(27,393,010)</u>	<u>(61,015,000)</u>
OTHER FINANCING SOURCES (USES)				
Transfers (out)	-	(837,238)	(837,238)	(4,000,000)
Issuance of notes/bonds payable	64,215,000	-	64,215,000	65,015,000
Premium on notes/bonds payable	2,335,227	-	2,335,227	-
Total other financing sources and (uses)	<u>66,550,227</u>	<u>(837,238)</u>	<u>65,712,989</u>	<u>61,015,000</u>
Net change in fund balances	<u>\$ 50,302,374</u>	<u>(11,982,395)</u>	<u>\$ 38,319,979</u>	<u>\$ -</u>
Fund balances - beginning		<u>50,302,374</u>		
Fund balances - ending		<u>\$ 38,319,979</u>		



Volusia County
FLORIDA

INTERNAL SERVICE FUNDS

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

Computer Replacement

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

Vehicle Maintenance

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

Insurance

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

Employee Group Insurance

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

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Net Assets
September 30, 2008

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
ASSETS			
Current assets:			
Equity in pooled cash and investments	\$ 3,106,120	\$ 2,795,155	\$ 22,301,276
Due from other governments	-	362,271	-
Inventories	-	345,932	-
Prepaid expenses	-	-	19,103
Total current assets	<u>3,106,120</u>	<u>3,503,358</u>	<u>22,320,379</u>
Noncurrent assets:			
Capital assets:			
Buildings	-	1,915,516	-
Improvements other than buildings	-	458,733	-
Equipment	2,924,911	15,415,939	174,698
Less accumulated depreciation	<u>(1,444,013)</u>	<u>(10,044,212)</u>	<u>(122,682)</u>
Total capital assets (net of accumulated depreciation)	<u>1,480,898</u>	<u>7,745,976</u>	<u>52,016</u>
Total noncurrent assets	<u>1,480,898</u>	<u>7,745,976</u>	<u>52,016</u>
Total assets	<u>4,587,018</u>	<u>11,249,334</u>	<u>22,372,395</u>
LIABILITIES			
Current liabilities:			
Accounts payable	257,815	231,539	40,625
Compensated absences payable	-	113,082	24,685
Estimated claims payable	-	-	2,508,491
Total current liabilities	<u>257,815</u>	<u>344,621</u>	<u>2,573,801</u>
Noncurrent liabilities:			
Compensated absences payable	-	383,547	83,727
Estimated claims payable	-	-	8,158,889
Net OPEB obligation	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>383,547</u>	<u>8,242,616</u>
Total liabilities	<u>257,815</u>	<u>728,168</u>	<u>10,816,417</u>
NET ASSETS			
Invested in capital assets	1,480,898	7,745,976	52,016
Unrestricted	<u>2,848,305</u>	<u>2,775,190</u>	<u>11,503,962</u>
Total net assets	<u>\$ 4,329,203</u>	<u>\$ 10,521,166</u>	<u>\$ 11,555,978</u>

Employee Group Insurance	Total
\$ 22,508,533	\$ 50,711,084
-	362,271
-	345,932
-	19,103
<u>22,508,533</u>	<u>51,438,390</u>
-	1,915,516
-	458,733
-	18,515,548
-	(11,610,907)
-	<u>9,278,890</u>
-	<u>9,278,890</u>
<u>22,508,533</u>	<u>60,717,280</u>
16,980	546,959
2,891	140,658
<u>3,346,000</u>	<u>5,854,491</u>
<u>3,365,871</u>	<u>6,542,108</u>
7,729	475,003
-	8,158,889
<u>3,886,795</u>	<u>3,886,795</u>
<u>3,894,524</u>	<u>12,520,687</u>
<u>7,260,395</u>	<u>19,062,795</u>
-	9,278,890
<u>15,248,138</u>	<u>32,375,595</u>
<u>\$ 15,248,138</u>	<u>\$ 41,654,485</u>

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended September 30, 2008

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
Operating Revenues:			
Charges for services	\$ 1,238,346	\$ 15,901,243	\$ 9,272,158
Miscellaneous revenues	-	37,606	41,996
Total operating revenues	<u>1,238,346</u>	<u>15,938,849</u>	<u>9,314,154</u>
Operating Expenses:			
Personal services	-	2,827,010	737,840
Contracted services	-	113,215	635,343
Supplies and materials	162,075	7,032,833	13,260
Repairs and maintenance	-	2,685,637	29,087
Utilities	-	38,241	-
Other services and charges	-	112,786	2,960,664
Depreciation	797,345	1,851,058	16,087
Claims and other accrued expenses	-	-	2,632,225
Total operating expenses	<u>959,420</u>	<u>14,660,780</u>	<u>7,024,506</u>
Operating income	<u>278,926</u>	<u>1,278,069</u>	<u>2,289,648</u>
Nonoperating Revenues (Expenses):			
Interest revenues	109,717	41,996	735,356
Interest expense	(13,321)	-	-
Net gain (loss) on disposal of capital assets	(11,597)	11,068	-
Miscellaneous revenues	-	6,724	-
Total nonoperating revenues (expenses)	<u>84,799</u>	<u>59,788</u>	<u>735,356</u>
Income before contributions and transfers	363,725	1,337,857	3,025,004
Capital contributions	-	21,426	6,442
Change in net assets	<u>363,725</u>	<u>1,359,283</u>	<u>3,031,446</u>
Total net assets - beginning	<u>3,965,478</u>	<u>9,161,883</u>	<u>8,524,532</u>
Total net assets - ending	<u><u>\$ 4,329,203</u></u>	<u><u>\$ 10,521,166</u></u>	<u><u>\$ 11,555,978</u></u>

Employee Group Insurance	Total
\$ 32,830,924	\$ 59,242,671
-	79,602
<u>32,830,924</u>	<u>59,322,273</u>
67,931	3,632,781
2,352,251	3,100,809
-	7,208,168
-	2,714,724
-	38,241
33,703	3,107,153
-	2,664,490
<u>27,730,002</u>	<u>30,362,227</u>
<u>30,183,887</u>	<u>52,828,593</u>
<u>2,647,037</u>	<u>6,493,680</u>
1,110,262	1,997,331
-	(13,321)
-	(529)
-	6,724
<u>1,110,262</u>	<u>1,990,205</u>
3,757,299	8,483,885
-	27,868
<u>3,757,299</u>	<u>8,511,753</u>
<u>11,490,839</u>	<u>33,142,732</u>
<u>\$ 15,248,138</u>	<u>\$ 41,654,485</u>

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2008

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
Cash Flows from Operating Activities			
Receipts from customers and users	\$ 1,238,346	\$ 15,602,658	\$ 9,272,158
Payments to suppliers	(162,075)	(10,431,698)	(6,788,280)
Payments to employees	-	(2,773,337)	(708,584)
Other operating revenue	-	37,606	41,996
Net cash provided by operating activities	<u>1,076,271</u>	<u>2,435,229</u>	<u>1,817,290</u>
Cash Flows from Capital and Related Financing Activities			
Acquisition and construction of capital assets	-	(1,731,129)	(6,589)
Principal paid on capital debt	(662,144)	-	-
Interest paid on capital debt	(13,407)	-	-
Proceeds from sale of capital assets	-	55,296	-
Proceeds from insurance	-	6,724	-
Net cash (used) by capital and related financing activities	<u>(675,551)</u>	<u>(1,669,109)</u>	<u>(6,589)</u>
Cash Flows from Investing Activities			
Interest revenues	<u>109,717</u>	<u>41,996</u>	<u>735,356</u>
Net cash provided by investing activities	<u>109,717</u>	<u>41,996</u>	<u>735,356</u>
Net increase (decrease) in cash and cash equivalents	510,437	808,116	2,546,057
Cash and cash equivalents at beginning of year	<u>2,595,683</u>	<u>1,987,039</u>	<u>19,755,219</u>
Cash and cash equivalents at end of year	<u><u>\$ 3,106,120</u></u>	<u><u>\$ 2,795,155</u></u>	<u><u>\$ 22,301,276</u></u>

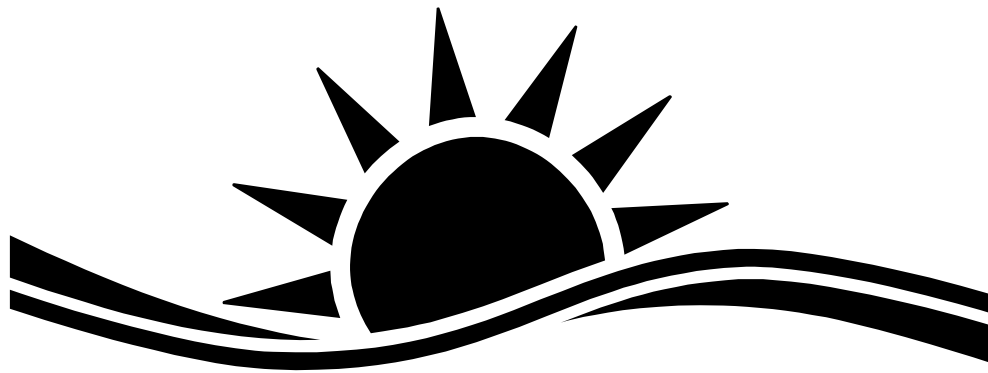
Employee Group Insurance	Total
\$ 32,830,924	\$ 58,944,086
(28,189,937)	(45,571,990)
(65,300)	(3,547,221)
-	79,602
<u>4,575,687</u>	<u>9,904,477</u>
-	(1,737,718)
-	(662,144)
-	(13,407)
-	55,296
-	6,724
-	<u>(2,351,249)</u>
1,110,262	1,997,331
<u>1,110,262</u>	<u>1,997,331</u>
5,685,949	9,550,559
<u>16,822,584</u>	<u>41,160,525</u>
<u>\$ 22,508,533</u>	<u>\$ 50,711,084</u>

COUNTY OF VOLUSIA, FLORIDA
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2008

	<u>Computer Replacement</u>	<u>Vehicle Maintenance</u>	<u>Insurance</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating income	<u>\$ 278,926</u>	<u>\$ 1,278,069</u>	<u>\$ 2,289,648</u>
Depreciation	797,345	1,851,058	16,087
Change in assets and liabilities:			
(Increase) in due from other governments	-	(298,585)	-
(Increase) in inventories	-	(84,260)	-
Decrease in prepaid expenses	-	-	73,776
Increase (decrease) in accounts payable	-	(364,726)	24,442
(Decrease) in estimated claims payable	-	-	(615,919)
Increase in compensated absences payable	-	53,673	29,256
Increase in net OPEB obligation	-	-	-
Total adjustments	<u>797,345</u>	<u>1,157,160</u>	<u>(472,358)</u>
Net cash provided by operating activities	<u><u>\$ 1,076,271</u></u>	<u><u>\$ 2,435,229</u></u>	<u><u>\$ 1,817,290</u></u>
 Noncash Investing, Capital, and Financing Activities:			
Contributions of capital assets from government	\$ -	\$ 21,426	\$ 6,442
Borrowing under capital lease	655,011	-	-

<u>Employee Group Insurance</u>	<u>Total</u>
\$ 2,647,037	\$ 6,493,680
-	2,664,490
-	(298,585)
-	(84,260)
-	73,776
12,230	(328,054)
(247,000)	(862,919)
2,631	85,560
<u>2,160,789</u>	<u>2,160,789</u>
<u>1,928,650</u>	<u>3,410,797</u>
<u>\$ 4,575,687</u>	<u>\$ 9,904,477</u>

\$	-	\$	27,868
	-		655,011



Volusia County
FLORIDA

AGENCY FUNDS

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

Inmate Trust

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

General Trust

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

Impact Fee – Other Governments

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

Meadowlea Utility

The Meadowlea Utility Fund accounts for the fiscal activities of water and sewer plants and distribution systems located in the Meadowlea 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.

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, Cash Bond and Fine

The Sheriff's Civil, Cash Bond and Fine Fund accounts for funds collected from fees charged for processing enforceable and nonenforceable writs and subpoenas, for bail bonds paid to the County, and to pay fines to the Clerk of the Circuit Court from these funds by order of the Circuit or County Courts.

Tax Collector's Transfer

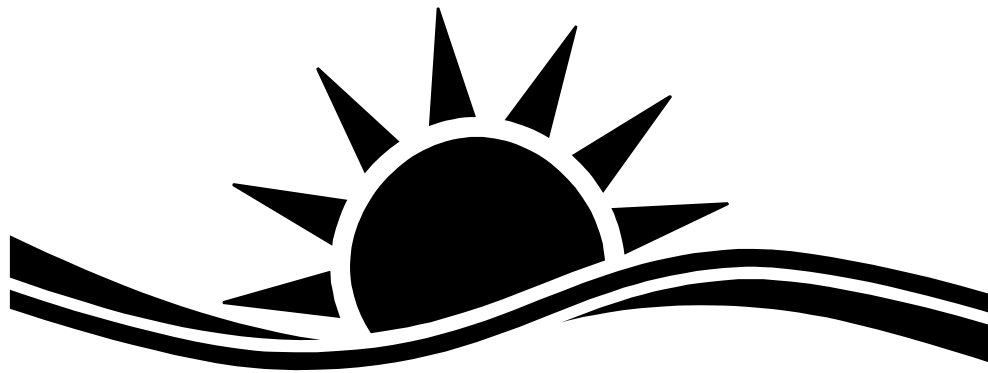
The Tax Collector's Transfer Fund accounts for the collection and distribution of ad valorem taxes and occupational licenses on behalf of other governmental units and taxing authorities.

COUNTY OF VOLUSIA, FLORIDA
Schedule of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended September 30, 2008

	Balance September 30, 2007	Additions	Deductions	Balance September 30, 2008
Inmate Trust				
Assets:				
Equity in pooled cash and investments	\$ 78,069	\$ 2,362,773	\$ 2,361,200	\$ 79,642
Due from other governments	171	126	297	-
Total assets	<u>78,240</u>	<u>2,362,899</u>	<u>2,361,497</u>	<u>79,642</u>
Liabilities:				
Deposits	78,240	2,362,899	2,361,497	79,642
Total liabilities	<u>78,240</u>	<u>2,362,899</u>	<u>2,361,497</u>	<u>79,642</u>
General Trust				
Assets:				
Equity in pooled cash and investments	2,182,640	1,166,905	1,989,819	1,359,726
Special assessment receivable	155,815	-	35,431	120,384
Special assessment interest receivable	24,398	10,717	12,331	22,784
Total assets	<u>2,362,853</u>	<u>1,177,622</u>	<u>2,037,581</u>	<u>1,502,894</u>
Liabilities:				
Accounts payable	38,367	38,966	73,286	4,047
Due to other governments	168,389	10,655	56,376	122,668
Deposits	2,156,097	1,128,001	1,907,919	1,376,179
Total liabilities	<u>2,362,853</u>	<u>1,177,622</u>	<u>2,037,581</u>	<u>1,502,894</u>
Impact Fees - Other Governments				
Assets:				
Equity in pooled cash and investments	749,655	12,176,962	12,219,729	706,888
Liabilities:				
Due to other governments	749,655	12,176,962	12,219,729	706,888
Meadowlea Utility				
Assets:				
Equity in pooled cash and investments	202,744	115,798	57,378	261,164
Liabilities:				
Deposits	202,744	115,798	57,378	261,164
Stone Island Utility				
Assets:				
Equity in pooled cash and investments	228,920	194,812	266,001	157,731
Liabilities:				
Deposits	228,920	194,812	266,001	157,731

COUNTY OF VOLUSIA, FLORIDA
Schedule of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended September 30, 2008

	Balance September 30, 2007	Additions	Deductions	Balance September 30, 2008
State of Florida Agency Funds				
Assets:				
Equity in pooled cash and investments	765,670	32,555,428	32,573,526	747,572
Liabilities:				
Due to other governments	765,670	32,555,428	32,573,526	747,572
Sheriff's Civil, Cash Bond and Fine				
Assets:				
Equity in pooled cash and investments	14,222	266,263	259,435	21,050
Liabilities:				
Accounts payable	-	8,950	-	8,950
Deposits	14,222	257,313	259,435	12,100
Total liabilities	14,222	266,263	259,435	21,050
Tax Collector's Transfer				
Assets:				
Equity in pooled cash and investments	7,613,130	795,780,541	795,286,245	8,107,426
Accounts receivable	166,853	22,997,249	23,079,513	84,589
Due from other governments	29,057	29,057	58,114	-
Total assets	7,809,040	818,806,847	818,423,872	8,192,015
Liabilities:				
Accounts payable	-	38	-	38
Due to other governments	7,809,040	818,806,809	818,423,872	8,191,977
Total liabilities	7,809,040	818,806,847	818,423,872	8,192,015
Totals - All Agency Funds				
Assets:				
Equity in pooled cash and investments	\$ 11,835,050	\$ 844,619,482	\$ 845,013,333	\$ 11,441,199
Accounts receivable	166,853	22,997,249	23,079,513	84,589
Special assessment receivable	155,815	-	35,431	120,384
Special assessment interest receivable	24,398	10,717	12,331	22,784
Due from other governments	29,228	29,183	58,411	-
Total assets	\$ 12,211,344	\$ 867,656,631	\$ 868,199,019	\$ 11,668,956
Liabilities:				
Accounts payable	\$ 38,367	\$ 47,954	\$ 73,286	\$ 13,035
Due to other governments	9,492,754	863,549,854	863,273,503	9,769,105
Deposits	2,680,223	4,058,823	4,852,230	1,886,816
Total liabilities	\$ 12,211,344	\$ 867,656,631	\$ 868,199,019	\$ 11,668,956



Volusia County
FLORIDA

STATISTICAL SECTION

This section of the County of Volusia, Florida's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents	Page
Financial Trends	198
<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	208
<i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	
Debt Capacity	214
<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	228
<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	230
<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 ASSETS BY COMPONENT
LAST EIGHT FISCAL YEARS

	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006
Governmental Activities			
Invested in capital assets, net of related debt	\$ 406,810,610	\$ 375,461,228	\$ 322,890,595
Restricted for:			
Public safety	5,411,176	4,257,892	3,758,545
Physical environment	31,388,201	30,628,358	23,104,563
Transportation	51,259,416	45,703,200	45,353,839
Culture/recreation	5,140,729	5,931,460	6,771,239
Debt service	12,691,660	11,992,237	11,534,752
Capital projects	5,217,022	10,498,597	17,155,503
Other purposes	10,166,245	9,730,719	8,025,256
Unrestricted	141,179,375	125,258,392	95,575,381
Governmental Activities Net Assets	<u>\$ 669,264,434</u>	<u>\$ 619,462,083</u>	<u>\$ 534,169,673</u>
Business-type Activities			
Invested in capital assets, net of related debt	\$ 151,210,354	\$ 146,738,251	\$ 136,946,061
Restricted for:			
Debt service	3,344,969	3,226,190	3,107,972
Passenger facility charges program	1,510,260	1,571,169	1,532,154
Land purchase	-	-	-
Equipment replacement	850,000	350,000	350,000
Maintenance and operations	1,611,133	1,631,146	1,342,980
Unrestricted	30,714,116	31,810,241	40,327,853
Business-type Net Assets	<u>\$ 189,240,832</u>	<u>\$ 185,326,997</u>	<u>\$ 183,607,020</u>
Primary Government			
Invested in capital assets, net of related debt	\$ 558,020,964	\$ 522,199,479	\$ 459,836,656
Restricted for:			
Public safety	5,411,176	4,257,892	3,758,545
Physical environment	31,388,201	30,628,358	23,104,563
Transportation	51,259,416	45,703,200	45,353,839
Culture/recreation	5,140,729	5,931,460	6,771,239
Debt service	16,036,629	15,218,427	14,642,724
Capital projects	5,217,022	10,498,597	17,155,503
Passenger facility charges program	1,510,260	1,571,169	1,532,154
Land purchase	-	-	-
Equipment replacement	850,000	350,000	350,000
Maintenance and operations	1,611,133	1,631,146	1,342,980
Other purposes	10,166,245	9,730,719	8,025,256
Unrestricted	171,893,491	157,068,633	135,903,234
Total Primary Government Net Assets	<u>\$ 858,505,266</u>	<u>\$ 804,789,080</u>	<u>\$ 717,776,693</u>

(1) This schedule reports financial information using the accrual basis of accounting

(2) The County implemented GASB 34 in fiscal year 2001

Source: County of Volusia, Financial and Administrative Services

Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001
\$ 292,915,827	\$ 270,913,433	\$ 262,277,338	\$ 159,926,946	\$ 106,130,749
3,162,111	3,496,778	3,786,809	3,223,150	3,361,251
18,357,883	9,289,724	7,800,149	-	-
42,492,379	44,476,754	33,354,158	30,324,465	25,009,966
6,849,834	6,841,386	5,591,414	8,940,472	3,836,863
9,468,966	8,418,646	12,771,290	11,018,185	13,411,024
12,567,604	11,906,725	8,472,956	9,587,954	13,279,058
9,496,463	5,823,136	6,080,240	4,184,243	4,897,611
66,517,008	44,508,710	29,098,221	28,088,375	45,988,516
<u>\$ 461,828,075</u>	<u>\$ 405,675,292</u>	<u>\$ 369,232,575</u>	<u>\$ 255,293,790</u>	<u>\$ 215,915,038</u>
\$ 118,841,502	\$ 110,811,202	\$ 105,200,814	\$ 98,354,922	\$ 96,105,513
7,101,057	6,991,581	6,579,947	7,089,930	5,067,895
6,290,829	5,359,335	4,518,167	3,754,612	3,248,233
1,991,411	1,991,411	1,991,411	1,591,411	1,491,411
350,000	350,000	350,000	350,000	350,000
1,258,751	1,330,756	1,183,953	1,004,200	788,294
23,204,000	21,610,672	17,555,040	16,082,635	8,903,650
<u>\$ 159,037,550</u>	<u>\$ 148,444,957</u>	<u>\$ 137,379,332</u>	<u>\$ 128,227,710</u>	<u>\$ 115,954,996</u>
\$ 411,757,329	\$ 381,724,635	\$ 367,478,152	\$ 258,281,868	\$ 202,236,262
3,162,111	3,496,778	3,786,809	3,223,150	3,361,251
18,357,883	9,289,724	7,800,149	-	-
42,492,379	44,476,754	33,354,158	30,324,465	25,009,966
6,849,834	6,841,386	5,591,414	8,940,472	3,836,863
16,570,023	15,410,227	19,351,237	18,108,115	18,478,919
12,567,604	11,906,725	8,472,956	9,587,954	13,279,058
6,290,829	5,359,335	4,518,167	3,754,612	3,248,233
1,991,411	1,991,411	1,991,411	1,591,411	1,491,411
350,000	350,000	350,000	350,000	350,000
1,258,751	1,330,756	1,183,953	1,004,200	788,294
9,496,463	5,823,136	6,080,240	4,184,243	4,897,611
89,721,008	66,119,382	46,653,261	44,171,010	54,892,166
<u>\$ 620,865,625</u>	<u>\$ 554,120,249</u>	<u>\$ 506,611,907</u>	<u>\$ 383,521,500</u>	<u>\$ 331,870,034</u>

SCHEDULE 2
COUNTY OF VOLUSIA, FLORIDA
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS

	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006
Expenses			
Governmental Activities			
General government	\$ 65,706,978	\$ 70,228,570	\$ 63,570,846
Public safety	141,825,138	138,869,352	140,169,412
Physical environment	4,844,235	4,788,992	5,294,803
Transportation	32,280,300	28,270,664	34,706,556
Economic environment	24,765,595	22,771,836	24,962,203
Human services	21,539,157	22,402,203	19,002,622
Culture/recreation	48,117,236	48,458,527	47,169,456
Payments to component units	-	-	-
Interest on long-term debt	10,234,858	11,886,552	11,947,707
Total governmental activities expenses	349,313,497	347,676,696	346,823,605
Business-type Activities			
Refuse disposal	16,806,398	17,984,653	14,222,458
Daytona Beach International Airport	16,517,443	16,174,175	15,343,982
Volusia Transportation Authority	21,420,408	22,396,148	19,821,457
Water and sewer utilities	12,127,737	11,076,104	10,551,462
Parking garage	2,333,966	-	-
Garbage collection	6,839,157	6,604,343	6,568,672
Total business-type activities expenses	76,045,109	74,235,423	66,508,031
Total primary government expenses	\$ 425,358,606	\$ 421,912,119	\$ 413,331,636
Program Revenues			
Governmental Activities			
Charges for services:			
General government	\$ 14,965,646	\$ 17,109,033	\$ 17,309,649
Public safety	22,030,802	18,687,290	19,035,383
Physical environment	5,392,455	5,058,992	4,996,137
Transportation	1,840,607	2,226,950	3,123,122
Economic environment	327,139	293,284	610,191
Human services	1,284,408	1,648,997	2,676,678
Culture/recreation	6,100,676	6,119,464	5,551,850
Operating grants and contributions	30,682,179	29,950,519	25,163,448
Capital grants and contributions	21,059,366	25,518,670	34,278,269
Total governmental activities program revenues	103,683,278	106,613,199	112,744,727
Business-type Activities			
Charges for services:			
Refuse disposal	17,755,422	19,068,791	19,028,068
Daytona Beach International Airport	9,316,359	8,868,233	8,249,735
Volusia Transportation Authority	3,871,781	4,964,817	4,360,059
Water and sewer utilities	11,718,440	12,177,352	12,050,591
Parking garage	2,037,245	-	-
Garbage collection	6,259,355	5,860,701	5,818,616
Operating grants and contributions	6,906,691	8,435,992	8,047,720
Capital grants and contributions	10,698,278	12,380,427	21,168,331
Total business-type activities program revenues	68,563,571	71,756,313	78,723,120
Total primary government program revenues	\$ 172,246,849	\$ 178,369,512	\$ 191,467,847
Net (expense)/revenue			
Governmental activities	\$ (245,630,219)	\$ (241,063,497)	\$ (234,078,878)
Business-type activities	(7,481,538)	(2,479,110)	12,215,089
Total primary governmental net (expense)	\$ (253,111,757)	\$ (243,542,607)	\$ (221,863,789)

Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001
\$ 58,773,973	\$ 60,201,162	\$ 52,409,065	\$ 47,633,863	\$ 52,171,824
126,272,315	118,220,075	89,117,559	81,040,981	77,422,805
5,906,176	7,064,094	3,494,932	3,332,412	9,801,374
37,312,003	32,057,217	33,352,585	22,244,744	23,179,764
19,846,710	19,370,815	19,480,920	18,676,948	17,399,940
19,077,825	19,300,232	17,292,510	19,854,129	21,031,458
41,629,072	35,145,161	36,754,899	32,129,919	21,411,162
-	-	3,853,893	4,517,620	4,389,873
10,161,557	6,112,983	5,633,890	7,137,363	7,213,638
318,979,631	297,471,739	261,390,253	236,567,979	234,021,838
15,249,106	14,980,309	14,800,016	14,480,653	16,942,940
15,312,142	14,607,474	14,614,962	13,001,798	13,288,380
19,181,600	17,093,796	16,746,195	15,741,373	14,603,991
9,869,034	9,204,723	9,540,476	8,423,059	8,482,207
-	-	-	-	-
4,736,623	5,043,940	4,986,474	4,583,894	4,683,167
64,348,505	60,930,242	60,688,123	56,230,777	58,000,685
\$ 383,328,136	\$ 358,401,981	\$ 322,078,376	\$ 292,798,756	\$ 292,022,523
\$ 15,804,196	\$ 13,249,681	\$ 12,648,255	\$ 13,228,950	\$ 10,941,449
18,144,615	15,977,935	14,510,712	13,309,690	12,339,180
2,295,812	2,637,816	2,907,130	2,611,853	2,802,868
2,374,845	2,394,390	10,232,917	8,199,205	8,093,264
886,464	593,520	775,065	486,107	410,107
2,432,288	1,727,478	700,203	585,102	755,096
5,364,969	6,270,178	7,128,358	6,520,318	5,944,412
34,604,270	43,020,783	20,924,034	24,462,856	16,072,031
27,323,066	17,193,699	9,560,273	8,650,125	10,382,434
109,230,525	103,065,480	79,386,947	78,054,206	67,740,841
18,976,470	20,255,568	17,539,438	15,046,539	15,273,658
8,473,386	8,472,115	7,608,383	8,780,824	8,229,619
2,367,802	2,310,667	2,174,343	2,175,205	2,232,179
10,245,259	10,468,073	9,296,508	8,439,101	7,394,085
-	-	-	-	-
5,559,368	4,530,789	4,412,547	4,414,068	4,419,971
10,602,513	9,224,015	8,276,511	8,261,840	5,887,755
8,605,661	8,866,409	12,705,270	13,117,440	9,840,130
64,830,459	64,127,636	62,013,000	60,235,017	53,277,397
\$ 174,060,984	\$ 167,193,116	\$ 141,399,947	\$ 138,289,223	\$ 121,018,238
\$ (209,749,106)	\$ (194,406,259)	\$ (182,003,306)	\$ (158,513,773)	\$ (166,280,997)
481,954	3,197,394	1,324,877	4,004,240	(4,723,288)
\$ (209,267,152)	\$ (191,208,865)	\$ (180,678,429)	\$ (154,509,533)	\$ (171,004,285)

SCHEDULE 2
COUNTY OF VOLUSIA, FLORIDA
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS

	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006
General revenues and other changes in net assets			
Governmental Activities			
Property tax	\$ 229,442,548	\$ 232,285,247	\$ 220,695,273
Sales tax	17,199,118	18,709,880	19,741,407
Public service tax	11,056,723	11,903,133	11,946,663
Gas tax	15,069,088	15,892,687	15,894,619
Tourist and convention development taxes	15,184,641	15,915,050	15,326,233
State revenue sharing not restricted to specific programs	7,307,990	7,979,478	8,575,722
Franchise fees	-	-	-
Intergovernmental revenues not restricted to specific programs	873,313	775,965	662,439
Interest revenue	17,407,890	25,260,222	18,889,528
Miscellaneous	2,376,560	2,556,935	4,123,776
Grants and contributions not restricted to specific programs	1,887,180	-	-
Transfers	(9,038,191)	(9,162,712)	(9,435,184)
Total governmental activities	308,766,860	322,115,885	306,420,476
Business-type Activities			
Property tax	-	-	-
Gas tax	-	-	-
Intergovernmental revenues not restricted to specific programs	-	-	-
Interest revenue	2,061,421	2,634,851	2,087,229
Miscellaneous	295,761	659,431	497,138
Transfers	9,038,191	9,162,712	9,435,184
Total business-type activities program revenues	11,395,373	12,456,994	12,019,551
Total primary government	\$ 320,162,233	\$ 334,572,879	\$ 318,440,027
Change in net assets			
Governmental activities	\$ 63,136,641	\$ 81,052,388	\$ 72,341,598
Business-type activities	3,913,835	9,977,884	24,234,640
Total primary government	\$ 67,050,476	\$ 91,030,272	\$ 96,576,238

(1) This schedule reports financial information using the accrual basis of accounting

(2) The County implemented GASB 34 in fiscal year 2001

Source: County of Volusia, Financial and Administrative Services

Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001
\$ 191,197,296	\$ 164,538,239	\$ 143,248,245	\$ 131,413,001	\$ 118,831,788
19,603,709	17,817,913	18,383,901	17,257,335	15,385,150
11,291,789	9,637,743	9,986,661	10,163,040	8,636,528
16,077,270	14,441,948	13,842,150	13,582,166	20,464,934
14,706,515	15,233,225	12,497,616	11,801,600	11,518,605
7,892,351	7,771,352	6,959,478	1,087,900	6,698,639
-	405,243	628,556	641,906	772,186
771,762	570,127	687,689	6,245,895	716,527
7,997,105	2,980,661	3,607,991	5,763,912	11,655,521
1,206,959	1,708,388	2,203,818	2,189,736	2,100,803
1,012,246	508,988	84,821	1,556,118	641,222
(5,740,148)	(4,886,148)	(4,609,148)	(6,129,625)	(4,336,556)
266,016,854	230,727,679	207,521,778	195,572,984	193,085,347
-	534	53	22	20,026
-	1,050,000	1,050,000	1,050,000	1,050,000
-	-	-	-	2,222,245
4,226,819	1,158,788	663,010	1,088,827	-
143,672	109,581	1,104,534	-	-
5,740,148	4,886,148	4,609,148	6,129,625	4,336,556
10,110,639	7,205,051	7,426,745	8,268,474	7,628,827
\$ 276,127,493	\$ 237,932,730	\$ 214,948,523	\$ 203,841,458	\$ 200,714,174
\$ 56,267,748	\$ 36,321,420	\$ 25,518,472	\$ 37,059,211	\$ 26,804,350
10,592,593	10,402,445	8,751,622	12,272,714	2,905,539
\$ 66,860,341	\$ 46,723,865	\$ 34,270,094	\$ 49,331,925	\$ 29,709,889

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

	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005
General fund				
Reserved for:				
Encumbrances	\$ 3,762,983	\$ 6,097,487	\$ 4,792,350	\$ 4,020,081
Inventories	121,468	145,713	92,254	90,223
Advances	3,512,969	-	-	-
Employee receivables	137,106	182,418	230,092	273,294
Other long-term receivables	-	597,311	608,894	-
Unreserved:				
Designated	13,426,802	10,993,361	11,119,343	10,093,966
Undesignated	37,053,712	38,324,402	46,515,310	34,577,616
Total general fund	<u>\$ 58,015,040</u>	<u>\$ 56,340,692</u>	<u>\$ 63,358,243</u>	<u>\$ 49,055,180</u>
Other governmental funds				
Reserved for:				
Encumbrances	\$ 64,002,753	\$ 89,243,320	\$ 40,903,523	\$ 35,082,889
Inventories	1,593,398	1,544,875	1,267,404	1,178,082
Advances	-	3,442,275	2,801,802	1,996,748
Debt service - principal	1,725,000	1,679,167	1,710,905	1,757,426
Debt service - interest	1,146,660	1,023,070	928,847	946,540
Long-term notes receivable	3,425,300	3,215,663	3,316,335	2,692,278
Unreserved:				
Designated:				
Special revenue funds	6,581,754	7,047,406	4,001,599	3,538,877
Capital projects funds	89,659,326	85,068,455	144,911,232	123,294,993
Undesignated (deficit):				
Special revenue funds	83,061,019	84,994,397	80,080,441	73,273,103
Debt service funds	-	-	-	-
Capital projects funds	(15,291,115)	(5,135,584)	-	-
Total other governmental funds	<u>\$ 235,904,095</u>	<u>\$ 272,123,044</u>	<u>\$ 279,922,088</u>	<u>\$ 243,760,936</u>

(1) This schedule reports financial information using the modified accrual basis of accounting

Source: County of Volusia, Financial and Administrative Services

Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000	Fiscal Year 1999
\$ 3,599,006	\$ 2,400,726	\$ 3,086,934	\$ 2,282,345	\$ 1,582,276	\$ 1,275,587
73,368	110,789	14,045	18,339	34,311	47,967
-	-	-	-	-	-
272,837	300,849	304,772	326,279	337,537	362,070
-	-	-	-	-	-
4,350,087	5,726,419	-	-	-	-
33,037,056	23,865,692	24,835,438	21,795,115	18,913,650	12,504,619
<u>\$ 41,332,354</u>	<u>\$ 32,404,475</u>	<u>\$ 28,241,189</u>	<u>\$ 24,422,078</u>	<u>\$ 20,867,774</u>	<u>\$ 14,190,243</u>
\$ 26,996,704	\$ 11,981,486	\$ 14,640,358	\$ 16,379,194	\$ 35,251,796	\$ 11,271,000
1,101,292	1,159,156	1,215,013	1,249,328	1,377,513	1,223,880
1,055,627	-	-	156,642	304,920	445,280
1,857,744	10,067,480	10,973,156	13,684,524	13,337,127	12,757,442
220,902	2,445,373	2,942,455	2,986,972	3,853,581	4,058,568
2,150,883	2,253,204	-	-	-	-
2,148,657	1,937,010	-	-	-	-
62,962,111	8,297,969	-	-	16,881,144	50,794,132
60,719,300	58,949,396	50,909,762	45,533,141	36,129,036	33,069,027
-	258,437	-	-	-	-
-	-	9,239,036	10,569,642	-	-
<u>\$ 159,213,220</u>	<u>\$ 97,349,511</u>	<u>\$ 89,919,780</u>	<u>\$ 90,559,443</u>	<u>\$ 107,135,117</u>	<u>\$ 113,619,329</u>

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

	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005
Revenues				
Taxes	\$ 270,383,700	\$ 276,387,844	\$ 263,983,820	\$ 233,541,683
Licenses and permits	2,220,396	2,452,062	3,127,191	3,171,295
Intergovernmental revenue	61,913,487	66,436,648	72,788,119	72,619,417
Charges for services	44,174,849	45,014,422	47,022,429	40,808,180
Fines and forfeitures	5,057,155	5,519,667	6,726,124	4,697,128
Interest revenues	15,410,562	22,961,056	17,361,386	7,399,800
Miscellaneous revenues	12,838,381	6,144,137	6,457,645	4,665,788
Special assessments levied/impact fees	9,933,323	8,902,493	9,957,930	14,226,572
Total revenues	<u>421,931,853</u>	<u>433,818,329</u>	<u>427,424,644</u>	<u>381,129,863</u>
Expenditures				
General government	64,039,056	67,479,972	62,450,397	56,895,277
Public safety	144,618,476	141,370,697	140,125,376	126,654,876
Physical environment	6,431,589	5,869,682	6,160,387	6,333,724
Transportation	39,305,369	49,520,724	41,763,843	48,655,089
Economic environment	24,820,634	22,537,707	27,071,388	19,876,146
Human services	21,597,464	22,821,137	20,732,762	19,740,593
Culture/recreation	46,951,305	47,816,949	46,629,412	41,222,441
Payment to component units	-	-	-	-
Debt service:				
Principal	19,186,869	16,254,320	15,124,236	13,858,737
Interest	10,612,779	11,217,426	11,649,336	10,142,692
Capital outlay	67,162,395	66,808,598	42,400,461	12,164,860
Total expenditures	<u>444,725,936</u>	<u>451,697,212</u>	<u>414,107,598</u>	<u>355,544,435</u>
Excess of revenues over (under) expenditures	<u>(22,794,083)</u>	<u>(17,878,883)</u>	<u>13,317,046</u>	<u>25,585,428</u>
Other Financing Sources (Uses)				
Transfers in	60,198,809	82,188,137	60,244,506	56,121,375
Transfers (out)	(69,237,000)	(92,525,849)	(70,854,690)	(63,036,523)
Bonds/notes issued	-	13,400,000	47,634,000	71,380,000
Refunding bonds issued	42,605,000	-	-	-
Premium on notes/bonds payable	4,398,128	-	123,353	2,335,227
Discount on notes/bonds payable	-	-	-	-
Payments to escrow agent	(46,951,318)	-	-	-
Total other financing sources (uses)	<u>(8,986,381)</u>	<u>3,062,288</u>	<u>37,147,169</u>	<u>66,800,079</u>
Net change in fund balances	<u>\$ (31,780,464)</u>	<u>\$ (14,816,595)</u>	<u>\$ 50,464,215</u>	<u>\$ 92,385,507</u>
Debt service as a percentage of noncapital expenditures	8.49%	7.87%	7.90%	7.77%

(1) This schedule reports financial information using the modified accrual basis of accounting

Source: County of Volusia, Financial and Administrative Services

Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000	Fiscal Year 1999
\$ 204,654,441	\$ 180,141,668	\$ 167,229,798	\$ 159,994,489	\$ 142,012,254	\$ 133,336,777
2,527,549	2,229,734	2,218,641	1,945,573	1,660,135	1,384,644
72,946,471	55,296,652	55,828,966	46,490,010	62,178,933	55,025,211
34,046,837	31,233,160	28,371,969	26,148,879	25,625,713	26,064,618
5,571,142	6,092,936	6,124,791	5,187,503	5,378,735	4,582,783
2,780,869	3,388,587	5,476,841	10,894,031	9,673,558	6,367,464
7,716,075	5,292,367	5,535,450	5,740,194	5,102,559	4,257,398
11,348,546	8,820,207	7,747,764	7,024,022	5,828,419	4,639,455
<u>341,591,930</u>	<u>292,495,311</u>	<u>278,534,220</u>	<u>263,424,701</u>	<u>257,460,306</u>	<u>235,658,350</u>
57,609,004	50,028,847	46,762,751	45,344,500	39,903,928	40,131,756
118,408,978	88,769,309	86,251,548	77,675,379	73,709,516	68,432,301
11,847,076	13,045,839	4,206,555	9,745,680	8,298,108	9,778,651
32,684,613	35,358,482	34,056,707	35,469,454	36,894,746	27,880,885
19,371,188	19,584,159	18,708,831	17,308,974	21,159,666	17,824,872
19,188,471	17,357,254	19,725,734	20,403,336	18,456,142	19,469,618
37,792,957	34,517,892	32,344,540	21,595,218	20,084,855	18,392,062
-	4,691,824	4,517,620	-	3,723,817	3,722,141
13,324,463	11,284,718	14,150,426	13,214,712	11,887,342	13,380,895
7,155,881	8,339,069	6,859,735	8,411,977	8,576,306	8,537,083
2,732,750	2,401,298	8,333,028	28,421,453	14,256,123	5,629,059
<u>320,115,381</u>	<u>285,378,691</u>	<u>275,917,475</u>	<u>277,590,683</u>	<u>256,950,549</u>	<u>233,179,323</u>
<u>21,476,549</u>	<u>7,116,620</u>	<u>2,616,745</u>	<u>(14,165,982)</u>	<u>509,757</u>	<u>2,479,027</u>
42,332,714	35,301,291	36,545,093	13,367,192	12,196,577	12,861,741
(48,593,862)	(39,910,439)	(41,162,093)	(22,100,065)	(15,317,966)	(17,011,145)
72,460,000	6,755,000	7,543,040	-	3,089,000	63,495,000
-	30,820,000	-	40,705,000	-	-
174,105	21,033	-	396,332	-	-
(9,258,664)	(23,807)	-	-	-	-
-	(30,136,177)	(2,894,250)	(36,376,916)	-	(9,683,000)
<u>57,114,293</u>	<u>2,826,901</u>	<u>31,790</u>	<u>(4,008,457)</u>	<u>(32,389)</u>	<u>49,662,596</u>
<u>\$ 78,590,842</u>	<u>\$ 9,943,521</u>	<u>\$ 2,648,535</u>	<u>\$ (18,174,439)</u>	<u>\$ 477,368</u>	<u>\$ 52,141,623</u>
7.07%	7.73%	8.70%	9.52%	n/a	n/a

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

Fiscal Year	Real Property				
	Residential	Commercial	Manufacturing	Agricultural	Other
2008	\$ 41,353,457,283	\$ 5,501,339,097	\$ 955,148,945	\$ 1,887,990,759	\$ 763,585,443
2007	46,186,478,039	5,466,227,650	964,023,020	2,004,053,746	828,421,171
2006	43,173,878,289	5,261,174,974	897,619,521	1,675,087,246	895,041,318
2005	31,708,403,891	4,124,623,355	724,758,738	967,717,741	595,453,403
2004	25,045,730,164	3,472,069,084	647,362,538	791,275,569	498,563,959
2003	21,228,126,674	3,123,446,968	565,055,935	695,247,821	447,395,607
2002	18,421,583,858	2,771,575,192	519,878,995	485,371,414	398,542,328
2001	16,182,908,495	2,654,418,302	478,026,234	468,322,490	376,425,311
2000	14,690,245,420	2,545,150,790	436,092,585	455,459,302	394,666,762
1999	13,586,456,422	2,316,898,810	395,834,274	449,463,599	356,740,400

Note: Property is assessed at an average of 85 percent of actual market value

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

Personal Property		Centrally Assessed Property		Total	Direct Tax Rate
\$	3,121,575,534	\$	60,794,680	\$ 53,643,891,741	5.829
	2,950,223,431		48,157,003	58,447,584,060	6.347
	2,766,177,053		38,896,488	54,707,874,889	7.678
	2,687,197,220		38,987,947	40,847,142,295	8.034
	2,569,352,100		44,757,397	33,069,110,811	7.918
	2,253,282,007		41,430,814	28,353,985,826	7.838
	1,957,650,684		33,852,363	24,588,454,834	7.833
	1,917,427,116		32,012,534	22,109,540,482	7.696
	1,836,648,477		32,995,023	20,391,258,359	7.702
	1,774,656,763		32,593,114	18,912,643,382	7.683

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

	Year Taxes Are Payable				
	2008	2007	2006	2005	2004
School Board	7.46700	7.68500	8.25900	8.51700	8.69900
County of Volusia	4.70334	5.13330	6.29400	6.60400	6.60400
Municipalities:					
Daytona Beach	5.46952	6.29458	7.08746	7.11333	6.70279
Daytona Beach Shores	4.02230	3.83700	3.83700	4.08231	4.08231
DeBary	2.57279	3.00000	2.50746	2.50746	2.50746
DeLand	4.75549	5.78770	6.03770	6.46900	6.46900
Deltona	3.28370	4.01451	4.15000	4.19800	4.19800
Edgewater	5.22710	5.73170	6.51000	6.45000	6.95000
Flagler Beach	2.64200	3.00000	3.00000	3.00000	3.00000
Holly Hill	3.68177	4.08000	4.08002	4.08002	4.08002
Lake Helen	4.20000	5.20000	5.20000	5.20000	5.20000
New Smyrna Beach	3.47811	3.74303	4.81189	5.10000	5.10000
Oak Hill	4.74950	5.06260	5.26790	5.26790	4.68590
Orange City	4.38237	4.87506	4.87506	4.87508	4.87506
Ormond Beach	3.44350	3.88224	4.15316	3.89438	3.33842
Pierson	2.83586	3.06694	3.80904	4.34024	4.70124
Ponce Inlet	3.74400	4.09500	4.37800	4.57800	4.57800
Port Orange	4.41780	5.08508	4.85850	4.86479	4.37904
South Daytona	4.24930	4.80000	5.54659	5.65000	4.63900
Unincorporated Areas:					
Municipal Service District	1.21825	1.33880	1.69100	1.69100	1.69100
Special Other Districts:					
Independent:					
Low	1.71220	1.76240	2.05050	2.30050	2.30050
High	2.95030	3.00050	3.50050	3.50050	2.82050
Dependent:					
Low	2.78361	3.00000	3.24200	3.36680	2.86680
High	3.04139	3.27330	3.58730	3.71780	3.22100

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

Source: County of Volusia, Financial and Administrative Services

Year Taxes Are Payable				
2003	2002	2001	2000	1999
8.89900	9.01500	9.15800	9.91700	10.37600
6.60400	6.60400	6.36700	6.37300	6.37800
6.79389	6.79389	5.80579	6.11686	6.38384
3.68231	3.68231	3.94585	3.72978	3.57513
2.50746	2.50746	2.58760	2.58760	2.58760
6.40500	6.40500	6.44700	6.48700	5.87800
4.19800	4.19800	4.19800	4.19800	4.19800
6.95000	6.95000	5.95000	5.95000	6.29000
2.67780	2.67780	2.67780	2.75790	2.75790
4.50000	4.50000	5.09007	5.09007	5.25000
5.20000	5.20000	5.20000	5.20000	4.96586
5.10000	5.10000	4.99000	5.13361	5.28578
4.33500	4.33500	4.95970	5.01400	5.04800
5.21700	5.21700	5.37949	5.37949	5.37949
3.33842	3.33842	3.54023	3.65699	3.65084
5.00000	5.00000	5.27568	5.40300	5.49700
4.77800	4.77800	4.87800	4.37800	4.37800
4.57562	4.57562	4.59372	4.60315	4.67219
4.63900	4.63900	4.59701	4.18499	4.18422
1.69100	1.69100	1.69100	1.69100	1.69100
2.09730	2.09730	2.10981	2.09581	2.12900
2.88050	3.02882	3.04132	2.67774	2.68074
2.49200	2.49200	2.49200	2.49200	2.49100
2.84620	2.85080	2.85600	2.85900	3.24800

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

Taxpayer	Type of Business	Fiscal Year 2008	
		2007 Taxable Value	Percent of Total Taxable Value
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	Timeshare Investments	204,645,354	0.50
BellSouth Telecommunication	Telephone	150,435,275	0.37
Tyco Healthcare Group LP	Medical Supply Manufacturer	102,103,413	0.25
Wal-Mart Stores, Inc	Retail Sales	92,894,074	0.23
International Speedway Corporation	Recreation	76,071,917	0.19
Bright House Networks LLC	Entertainment/Cablevision	71,007,632	0.17
Volusia Mall LLC	Retail Sales/Mall	66,557,576	0.16
Publix Super Markets, Inc.	Retail Sales	30,956,225	0.08
Subtotal Principal Taxpayers		1,908,669,693	4.69
All Other Taxpayers		38,840,751,867	95.31
Total		\$ 40,749,421,560	100.00

Taxpayer	Type of Business	Fiscal Year 1999	
		1998 Taxable Value	Percent of Total Taxable Value
Florida Power and Light Co.	Electric Utility	\$ 268,481,933	1.88
Florida Power Corporation	Electric Utility	196,041,777	1.37
BellSouth Telecommunication	Telephone	193,021,785	1.35
Aqua Sun Investments	Investments	73,459,743	0.51
R.R. Donnelley & Sons Company	Advertising	33,858,545	0.24
Wal-Mart Stores, Inc	Retail Sales	33,048,754	0.23
International Speedway Corporation	Recreation	30,493,436	0.21
Florida Water Services Company	Utility	22,828,918	0.16
Sprint Florida, Inc	Telephone	19,796,067	0.14
Publix Super Markets, Inc.	Retail Sales	17,998,939	0.13
Subtotal Principal Taxpayers		889,029,897	6.22
All Other Taxpayers		13,414,632,364	93.78
Total		\$ 14,303,662,261	100.00

Source: County of Volusia, Financial and Administrative Services

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

Fiscal Year	Total Tax Levy	Collected to End of Tax Year		Delinquent Collections	Collected in Fiscal Year	
		Current Tax Collections	Percent of Levy		Total Collections	Percent of Levy
2008	\$ 237,143,262	\$ 227,403,569	95.89	\$ 1,328,398	\$ 228,731,967	96.45
2007	241,533,309	231,812,977	95.98	466,083	232,279,060	96.17
2006	228,806,778	220,120,009	96.20	497,418	220,617,427	96.42
2005	198,273,250	190,705,652	96.18	760,442	191,466,094	96.57
2004	170,494,466	163,876,307	96.12	790,960	164,667,267	96.58
2003	148,318,324	142,620,444	96.16	565,581	143,186,025	96.54
2002	135,508,650	130,370,040	96.21	626,214	130,996,254	96.67
2001	121,274,071	116,558,957	96.11	2,292,857	118,851,814	98.00
2000	114,095,519	109,495,919	95.97	483,466	109,979,385	96.39
1999	108,425,945	104,128,847	96.04	415,442	104,544,289	96.42

Note: For additional information regarding property tax payment discounts, see Note 4 of the Notes to the Financial Statements.

Source: County of Volusia, Financial and Administrative Services

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

Fiscal Year	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES	
	General Obligation Bonds	Total Revenue Bonds	Special Assessment Bonds	Notes Payable	Airport System Revenue Bonds	Water/Sewer Revenue Bonds
2008	\$ 36,245,000	\$ 209,265,000	\$ -	\$ 22,005,000	\$ 33,890,000	\$ 8,505,000
2007	38,190,000	220,950,000	-	29,488,343	35,440,000	9,070,000
2006	39,875,000	230,130,000	-	20,951,189	36,915,000	9,610,000
2005	-	238,905,000	-	17,411,425	38,320,000	10,135,000
2004	-	183,465,000	-	14,905,162	39,660,000	10,645,000
2003	-	126,605,000	60,000	11,954,625	40,800,000	10,960,000
2002	-	133,165,000	350,000	10,004,343	41,425,000	11,095,000
2001	4,620,000	140,150,000	670,000	7,446,728	42,445,000	11,490,000
2000	6,380,000	146,433,112	990,000	6,503,328	42,750,000	11,870,000
1999	8,050,000	153,301,224	1,315,000	6,438,558	44,315,000	12,185,000

Source: County of Volusia, Financial and Administrative Services

BUSINESS-TYPE ACTIVITIES (cont'd)

Parking Garage	Notes Payable	Total Primary Government	Percentage of Personal Income	Per Capita
\$ 10,420,000	\$ 10,677,506	\$ 331,007,506	2.51	\$ 639.60
-	11,930,352	345,068,695	2.73	679.25
-	13,164,979	350,646,168	2.46	695.94
-	12,082,933	316,854,358	2.35	640.56
-	17,872,877	266,548,039	2.13	550.63
-	19,512,460	209,892,085	1.79	445.85
-	18,684,971	214,724,314	1.89	467.23
-	19,285,807	226,107,535	2.10	500.18
-	17,533,576	232,460,016	2.32	524.33
-	8,415,352	234,020,134	2.43	548.29

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

LIMITED TAX GENERAL OBLIGATION BONDS

Fiscal Year	GENERAL BONDED DEBT OUTSTANDING			Percentage of Personal Income	Percentage of Assessed Value of Taxable Property	Per Capita
	General Obligation Bonds	Less: Amounts Restricted to Principal Payments	Net General Bonded Debt Outstanding			
2008	\$ 36,245,000	\$ 2,015,000	\$ 34,230,000	0.26	0.06	\$ 66.14
2007	38,190,000	1,945,000	36,245,000	0.29	0.06	71.35
2006	39,875,000	1,685,000	38,190,000	0.27	0.07	75.80
2005	-	-	-	-	-	-
2004	-	-	-	-	-	-
2003	-	-	-	-	-	-
2002	-	-	-	-	-	-
2001	4,620,000	3,177,720	1,442,280	0.01	0.01	3.19
2000	6,380,000	2,380,418	3,999,582	0.04	0.02	9.02
1999	8,050,000	1,816,922	6,233,078	0.06	0.03	14.60

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

For the years 1999-2001, the information relates to a different limited tax general obligation bond series whose purpose was the acquisition of recreational and endangered lands. Its referendum from 1987 provided for a maximum tax levy of \$0.25 per \$1,000 of taxable value. This debt was retired in fiscal year 2001.

Source: County of Volusia, Financial and Administrative Services

SCHEDULE 11
COUNTY OF VOLUSIA, FLORIDA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2008

Municipality/ Unincorporated Area	Percent of Taxable Value to Total County	Pro-rated Share of County-wide General Obligation Net Debt	Municipalities' General Obligation Net Debt	Total County Direct Debt and Share of Municipalities' Overlapping Debt
Daytona Beach	14.32	\$ 4,901,736	\$ 21,440,000	\$ 26,341,736
Daytona Beach Shores	5.03	1,721,769	10,000,000	11,721,769
DeBary	5.20	1,779,960	-	1,779,960
DeLand	5.06	1,732,038	3,389,480	5,121,518
Deltona	8.33	2,851,359	-	2,851,359
Edgewater	2.66	910,518	440,000	1,350,518
Flagler Beach	0.03	10,269	-	10,269
Holly Hill	2.22	759,906	-	759,906
Lake Helen	0.34	116,382	-	116,382
New Smyrna Beach	9.32	3,190,236	16,180,000	19,370,236
Oak Hill	0.33	112,959	-	112,959
Orange City	1.94	664,062	-	664,062
Ormond Beach	9.21	3,152,583	4,608,000	7,760,583
Pierson	0.17	58,191	-	58,191
Ponce Inlet	2.68	917,364	-	917,364
Port Orange	8.15	2,789,745	17,055,000	19,844,745
South Daytona	1.77	605,871	-	605,871
Unincorporated Areas:				
Silver Sands/Bethune Bch MSD	2.54	869,442	-	869,442
All other unincorporated areas	20.70	7,085,610	-	7,085,610
TOTAL	100.00	\$ 34,230,000	\$ 73,112,480	\$ 107,342,480

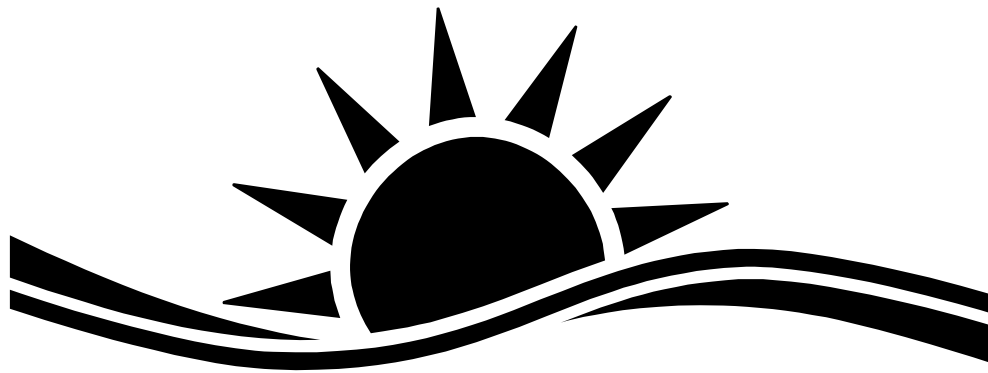
The county-wide net debt amount is comprised of \$34,230,000 of the County of Volusia's Limited Tax general obligation bonds.

Source: Municipalities and County of Volusia Financial and Administrative Services

SCHEDULE 12
COUNTY OF VOLUSIA, FLORIDA
LEGAL DEBT MARGIN INFORMATION
SEPTEMBER 30, 2008

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

Source: County of Volusia, Financial and Administrative Services



Volusia County
FLORIDA

SCHEDULE 13
COUNTY OF VOLUSIA, FLORIDA
PLEDGED REVENUE COVERAGES
LAST TEN FISCAL YEARS

Governmental Activities	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
Revenue Bonds-Sales Tax Improvement					
Local government half-cent sales tax	\$ 17,199,118	\$ 18,709,880	\$ 19,741,407	\$ 19,603,709	\$ 17,817,913
Interest revenue	141,371	189,818	196,719	73,596	21,845
Available revenue	<u>\$ 17,340,489</u>	<u>\$ 18,899,698</u>	<u>\$ 19,938,126</u>	<u>\$ 19,677,305</u>	<u>\$ 17,839,758</u>
Debt service:					
Principal	\$ 5,320,000	\$ 4,935,000	\$ 4,870,000	\$ 4,995,000	\$ 4,570,000
Interest	2,443,479	3,620,693	3,808,566	4,003,675	4,181,072
Total debt service	<u>\$ 7,763,479</u>	<u>\$ 8,555,693</u>	<u>\$ 8,678,566</u>	<u>\$ 8,998,675</u>	<u>\$ 8,751,072</u>
Coverage	2.23	2.21	2.30	2.19	2.04
Revenue Bonds-Tourist Development Bonds					
Resort Tax	\$ 7,666,321	\$ 8,033,455	\$ 7,737,905	\$ 7,442,327	\$ 7,619,905
Interest revenue	89,923	128,743	124,371	61,008	42,729
Available revenue	<u>\$ 7,756,244</u>	<u>\$ 8,162,198</u>	<u>\$ 7,862,276</u>	<u>\$ 7,503,335</u>	<u>\$ 7,662,634</u>
Debt service:					
Principal	\$ 2,015,000	\$ 1,945,000	\$ 1,915,000	\$ 1,700,000	\$ 1,645,000
Interest	2,701,838	1,484,801	2,788,513	2,255,233	615,288
Total debt service	<u>\$ 4,716,838</u>	<u>\$ 3,429,801</u>	<u>\$ 4,703,513</u>	<u>\$ 3,955,233</u>	<u>\$ 2,260,288</u>
Coverage	1.64	2.38	1.67	1.90	3.39
Revenue Bonds-Gas Tax Bonds					
Ninth Cent Gas Tax	\$ -	\$ -	\$ -	\$ 2,499,566	\$ 2,355,884
Six Cent Local Option Fuel Tax	7,348,084	7,811,794	7,805,466	7,897,027	-
Interest revenue	77,985	102,107	102,819	38,355	1,834
Available revenue	<u>\$ 7,426,069</u>	<u>\$ 7,913,901</u>	<u>\$ 7,908,285</u>	<u>\$ 10,434,948</u>	<u>\$ 2,357,718</u>
Debt service:					
Principal	\$ 2,485,000	\$ 2,410,000	\$ 2,435,000	\$ 2,505,000	\$ 480,000
Interest	2,409,235	2,481,535	2,554,120	2,403,994	41,899
Total debt service	<u>\$ 4,894,235</u>	<u>\$ 4,891,535</u>	<u>\$ 4,989,120</u>	<u>\$ 4,908,994</u>	<u>\$ 521,899</u>
Coverage	1.52	1.62	1.59	2.13	4.52
Revenue Bonds-Guaranteed Entitlement					
Guaranteed entitlement-State revenue sharing	\$ -	\$ -	\$ -	\$ -	\$ 2,224,000
Moving violations surcharge	-	-	-	-	720,183
Interest revenue	-	-	-	-	3,194
Available revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,947,377</u>
Debt service:					
Principal	\$ -	\$ -	\$ -	\$ -	\$ 1,770,000
Interest	-	-	-	-	90,042
Total debt service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,860,042</u>
Coverage	-	-	-	-	1.58

Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000	Fiscal Year 1999
\$ 18,383,901	\$ 17,257,335	\$ 15,385,150	\$ 14,535,466	\$ 13,685,538
49,597	139,928	366,114	227,499	152,824
<u>\$ 18,433,498</u>	<u>\$ 17,397,263</u>	<u>\$ 15,751,264</u>	<u>\$ 14,762,965</u>	<u>\$ 13,838,362</u>
\$ 4,120,000	\$ 3,615,000	\$ 3,440,000	\$ 3,145,000	\$ 2,840,000
4,895,965	4,536,481	5,424,107	5,723,573	4,636,756
<u>\$ 9,015,965</u>	<u>\$ 8,151,481</u>	<u>\$ 8,864,107</u>	<u>\$ 8,868,573</u>	<u>\$ 7,476,756</u>
2.04	2.13	1.78	1.66	1.85
\$ 5,350,497	\$ 4,723,527	\$ 4,643,928	\$ 4,446,061	\$ 4,264,406
93,931	80,533	241,330	210,940	155,609
<u>\$ 5,444,428</u>	<u>\$ 4,804,060</u>	<u>\$ 4,885,258</u>	<u>\$ 4,657,001</u>	<u>\$ 4,420,015</u>
\$ -	\$ 1,375,000	\$ 1,315,000	\$ 1,260,000	\$ 1,205,000
2,197,435	1,216,687	1,277,912	1,336,140	1,388,193
<u>\$ 2,197,435</u>	<u>\$ 2,591,687</u>	<u>\$ 2,592,912</u>	<u>\$ 2,596,140</u>	<u>\$ 2,593,193</u>
2.48	1.85	1.88	1.79	1.70
\$ 2,253,395	\$ 2,215,973	\$ 2,213,446	\$ 2,248,007	\$ 2,315,042
-	-	-	-	-
5,423	10,492	29,076	16,436	98,440
<u>\$ 2,258,818</u>	<u>\$ 2,226,465</u>	<u>\$ 2,242,522</u>	<u>\$ 2,264,443</u>	<u>\$ 2,413,482</u>
\$ 480,000	\$ 480,000	\$ 480,000	\$ 480,000	\$ 470,000
72,372	102,372	131,652	160,261	186,040
<u>\$ 552,372</u>	<u>\$ 582,372</u>	<u>\$ 611,652</u>	<u>\$ 640,261</u>	<u>\$ 656,040</u>
4.09	3.82	3.67	3.54	3.68
\$ 2,224,000	\$ 2,224,000	\$ 2,224,000	\$ 2,224,000	\$ 2,224,000
775,034	817,378	778,014	708,049	635,493
13,539	34,081	103,734	56,751	17,415
<u>\$ 3,012,573</u>	<u>\$ 3,075,459</u>	<u>\$ 3,105,748</u>	<u>\$ 2,988,800</u>	<u>\$ 2,876,908</u>
\$ 1,590,000	\$ 1,515,000	\$ 1,440,000	\$ 1,370,000	\$ 1,310,000
211,026	285,764	355,585	419,485	481,555
<u>\$ 1,801,026</u>	<u>\$ 1,800,764</u>	<u>\$ 1,795,585</u>	<u>\$ 1,789,485</u>	<u>\$ 1,791,555</u>
1.67	1.71	1.73	1.67	1.61

SCHEDULE 13
COUNTY OF VOLUSIA, FLORIDA
PLEDGED REVENUE COVERAGES
LAST TEN FISCAL YEARS

Governmental Activities	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
Revenue Bonds-Service Fee Limited					
Court facility fees	\$ -	\$ -	\$ -	\$ -	\$ -
Interest revenue	-	-	-	-	-
Available revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Debt service:					
Principal-optional redemptions	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-	-
Total debt service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Coverage	-	-	-	-	-
 Special Assessment Bonds-Bethune Beach Wastewater Project					
Special assessments levied	\$ -	\$ -	\$ -	\$ -	\$ 25,378
Interest revenue	-	-	-	-	4,653
Available revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,031</u>
Debt service:					
Principal-scheduled payments	\$ -	\$ -	\$ -	\$ -	\$ 60,000
Principal-optional redemptions	-	-	-	-	-
Interest	-	-	-	-	4,862
Total debt service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,862</u>
Coverage	-	-	-	-	0.46

Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000	Fiscal Year 1999
\$ -	\$ -	\$ 390,920	\$ 362,236	\$ 353,656
-	-	14,664	37,562	34,794
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 405,584</u>	<u>\$ 399,798</u>	<u>\$ 388,450</u>
\$ -	\$ -	\$ 613,112	\$ 613,112	\$ 613,111
-	-	49,049	98,098	147,147
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 662,161</u>	<u>\$ 711,210</u>	<u>\$ 760,258</u>
-	-	0.61	0.56	0.51
\$ 208,508	\$ 241,645	\$ 265,606	\$ 262,037	\$ 266,116
38,230	52,315	89,894	104,583	126,577
<u>\$ 246,738</u>	<u>\$ 293,960</u>	<u>\$ 355,500</u>	<u>\$ 366,620</u>	<u>\$ 392,693</u>
\$ 270,000	\$ 275,000	\$ 275,000	\$ 275,000	\$ 275,000
20,000	45,000	45,000	50,000	60,000
25,205	46,691	68,834	90,252	110,875
<u>\$ 315,205</u>	<u>\$ 366,691</u>	<u>\$ 388,834</u>	<u>\$ 415,252</u>	<u>\$ 445,875</u>
0.78	0.80	0.91	0.88	0.88

SCHEDULE 13
COUNTY OF VOLUSIA, FLORIDA
PLEDGED REVENUE COVERAGES
LAST TEN FISCAL YEARS

Business-Type Activities	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
Revenue Bonds-Airport System					
Revenues available (A) & (B)					
Net operating income (loss)	\$ (5,112,555)	\$ (5,128,004)	\$ (4,639,014)	\$ (4,433,359)	\$ (3,650,679)
Add:					
Operating grants	1,311,453	2,875,577	2,856,047	4,059,575	2,744,739
Non-cash expenses:					
Depreciation	4,608,467	4,720,275	4,547,813	5,049,444	4,310,189
Cash balance from prior year:					
Operating fund	8,219,228	12,387,890	11,905,672	4,211,559	3,134,683
Debt service fund	2,657,587	2,613,712	2,576,623	2,542,166	2,510,213
Total available revenue (A) & (B)	<u>\$ 11,684,180</u>	<u>\$ 17,469,450</u>	<u>\$ 17,247,141</u>	<u>\$ 11,429,385</u>	<u>\$ 9,049,145</u>
Debt service:					
Principal	\$ 1,635,000	\$ 1,550,000	\$ 1,475,000	\$ 1,405,000	\$ 1,340,000
Interest	2,045,175	2,127,425	2,203,245	2,274,333	2,340,425
Total debt service	3,680,175	3,677,425	3,678,245	3,679,333	3,680,425
Funds:					
Sinking (A) & (B)	-	-	-	-	-
Rebate (A) & (B)	-	-	-	-	-
Renewal and replacement (A) & (B)	-	-	-	-	-
Operations and maintenance reserve fund (A)	-	-	-	-	-
Operations and maintenance reserve fund (B)	(20,013)	288,166	84,229	(72,005)	146,803
Total requirement (A)	<u>\$ 3,680,175</u>	<u>\$ 3,677,425</u>	<u>\$ 3,678,245</u>	<u>\$ 3,679,333</u>	<u>\$ 3,680,425</u>
Total requirement (B)	<u>\$ 3,660,162</u>	<u>\$ 3,965,591</u>	<u>\$ 3,762,474</u>	<u>\$ 3,607,328</u>	<u>\$ 3,827,228</u>
Coverage (A)	3.17	4.75	4.69	3.11	2.46
Coverage (B)	3.19	4.41	4.58	3.17	2.36
Revenue Bonds-Water and Sewer					
Revenues available (A)					
Net operating income	\$ 116,843	\$ 1,668,565	\$ 2,219,702	\$ 1,156,525	\$ 2,079,510
Add:					
Non-cash expenses: depreciation	2,769,974	2,602,050	2,377,699	2,135,859	1,868,857
Total available revenue (A)	<u>\$ 2,886,817</u>	<u>\$ 4,270,615</u>	<u>\$ 4,597,401</u>	<u>\$ 3,292,384</u>	<u>\$ 3,948,367</u>
Revenues available (B)					
Net operating income	\$ 116,843	\$ 1,668,565	\$ 2,219,702	\$ 1,156,525	\$ 2,079,510
Add:					
Non-cash expenses: depreciation	2,769,974	2,602,050	2,377,699	2,135,859	1,868,857
Connection fees & CIAC	736,174	1,771,776	1,993,419	828,566	2,635,445
Total available revenue (B)	<u>\$ 3,622,991</u>	<u>\$ 6,042,391</u>	<u>\$ 6,590,820</u>	<u>\$ 4,120,950</u>	<u>\$ 6,583,812</u>
Debt service:					
Principal	\$ 580,000	\$ 565,000	\$ 540,000	\$ 525,000	\$ 510,000
Interest	312,934	332,594	351,026	368,666	385,566
Total debt service	<u>\$ 892,934</u>	<u>\$ 897,594</u>	<u>\$ 891,026</u>	<u>\$ 893,666</u>	<u>\$ 895,566</u>
Coverage (A)	3.23	4.76	5.16	3.68	4.41
Coverage (B)	4.06	6.73	7.40	4.61	7.35

Source: County of Volusia, Financial and Administrative Services

Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000	Fiscal Year 1999
\$ (4,286,345)	\$ (1,359,264)	\$ (2,152,368)	\$ (730,943)	\$ (555,623)
1,519,127	1,709,628	2,268,449	1,079,668	1,079,668
3,958,421	3,929,276	3,869,844	3,678,818	3,550,878
3,865,230	-	-	-	-
2,257,565	2,437,979	2,407,923	987,935	2,351,114
<u>\$ 7,313,998</u>	<u>\$ 6,717,619</u>	<u>\$ 6,393,848</u>	<u>\$ 5,015,478</u>	<u>\$ 6,426,037</u>
\$ 1,140,000	\$ 1,080,000	\$ 1,020,000	\$ 305,000	\$ 910,000
2,443,107	2,715,958	2,775,845	2,098,417	2,882,228
3,583,107	3,795,958	3,795,845	2,403,417	3,792,228
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
179,753	215,906	(77,987)	85,189	12,745
<u>\$ 3,583,107</u>	<u>\$ 3,795,958</u>	<u>\$ 3,795,845</u>	<u>\$ 2,403,417</u>	<u>\$ 3,792,228</u>
<u>\$ 3,762,860</u>	<u>\$ 4,011,864</u>	<u>\$ 3,717,858</u>	<u>\$ 2,488,606</u>	<u>\$ 3,804,973</u>
2.04	1.77	1.68	2.09	1.69
1.94	1.67	1.72	2.02	1.69
\$ 775,921	\$ 913,649	\$ 204,971	\$ 1,970,579	\$ 1,414,867
1,737,937	1,679,274	1,293,507	1,072,731	975,334
<u>\$ 2,513,858</u>	<u>\$ 2,592,923</u>	<u>\$ 1,498,478</u>	<u>\$ 3,043,310</u>	<u>\$ 2,390,201</u>
\$ 774,921	\$ 913,649	\$ 204,971	\$ 1,970,579	\$ 1,414,867
1,737,937	1,679,274	1,293,507	1,072,731	975,334
2,614,621	1,578,478	2,179,109	1,352,707	1,785,014
<u>\$ 5,127,479</u>	<u>\$ 4,171,401</u>	<u>\$ 3,677,587</u>	<u>\$ 4,396,017</u>	<u>\$ 4,175,215</u>
\$ 315,000	\$ 415,000	\$ 395,000	\$ 380,000	\$ 315,000
402,308	536,174	552,394	567,879	634,852
<u>\$ 717,308</u>	<u>\$ 951,174</u>	<u>\$ 947,394</u>	<u>\$ 947,879</u>	<u>\$ 949,852</u>
3.50	2.73	1.58	3.21	2.52
7.15	4.39	3.88	4.64	4.40

SCHEDULE 13
COUNTY OF VOLUSIA, FLORIDA
PLEDGED REVENUE COVERAGES
LAST TEN FISCAL YEARS

Business-Type Activities	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
Revenue Bonds-Parking Facility					
Operating revenue	\$ 2,037,245	\$ -	\$ -	\$ -	\$ -
Interest revenue	37,159	-	-	-	-
Revenue	2,074,404	-	-	-	-
Less:					
Operating expense	(1,791,205)	-	-	-	-
Add:					
Transfers in	280,000	-	-	-	-
Non-operating expense:					
Depreciation	369,573	-	-	-	-
Available revenue	<u>\$ 932,772</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Debt service:					
Principal	\$ 395,000	\$ -	\$ -	\$ -	\$ -
Interest	549,272	-	-	-	-
Total debt service	<u>\$ 944,272</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Coverage	0.99	0.00	0.00	0.00	0.00

Source: County of Volusia, Financial and Administrative Services

Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000	Fiscal Year 1999
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
0.00	0.00	0.00	0.00	0.00

SCHEDULE 14
COUNTY OF VOLUSIA, FLORIDA
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income (in Thousands) (1)	Per Capita Income (1)	Median Age (1)	School Enrollment (2)	Unemployment Rate (percent) (3)
2008	517,520	13,206,075	25,518	46.0	64,083	7.2
2007	508,014	12,621,100	24,844	45.4	64,140	3.4
2006	503,844	14,282,466	28,347	43.8	65,407	3.1
2005	494,649	13,459,894	27,211	*	65,537	3.4
2004	484,080	12,509,255	26,118	43.6	64,968	5.0
2003	470,770	11,719,100	25,403	43.6	63,882	5.2
2002	459,569	11,356,533	24,747	43.2	62,881	5.1
2001	452,050	10,773,256	23,832	42.4	62,490	4.0
2000	443,343	10,008,025	22,574	42.4	61,437	3.0
1999	426,815	9,630,654	22,564	42.1	60,543	3.0

* Not available.

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

SCHEDULE 15
COUNTY OF VOLUSIA, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND FIVE YEARS AGO

Fiscal Year 2008			Fiscal Year 2003*		
Employer	Number of Employees	Percent of Total Employment	Employer	Number of Employees	Percent of Total Employment
Volusia County School Board	8,351	3.28	Volusia County School Board	8,341	3.88
Halifax Community Health System	4,327	1.70	Halifax Community Health System	5,062	2.35
County of Volusia	3,721	1.46	County of Volusia	3,510	1.63
Florida Hospital Memorial Division	3,547	1.39	Publix Supermarkets Incorporated	2,796	1.30
State of Florida	3,038	1.19	Embry Riddle Aeronautical University	2,189	1.02
Wal-mart Associates Incorporated	2,908	1.14	Memorial Health Systems	1,398	0.65
Publix Supermarkets Incorporated	2,758	1.08	City of Daytona Beach	1,126	0.52
Daytona State College	1,933	0.76	Daytona Beach Community College	899	0.42
U.S. Government	1,437	0.57	Tyco Healthcare Kendall Products	770	0.36
Embry Riddle Aeronautical University	1,225	0.48	United States Postal Service	733	0.34
Total	33,245	13.05	Total	26,824	12.47
Estimated total workforce	254,750		Estimated total workforce	215,045	

* Note: Information was not available before fiscal year 2003.

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

SCHEDULE 16
COUNTY OF VOLUSIA, FLORIDA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST NINE FISCAL YEARS

	FISCAL YEAR			
	2008	2007	2006	2005
Governmental Activities				
General Government	541.5	552.5	549.5	534.5
Public Safety	1,519.0	1,569.0	1,523.5	1,492.0
Physical Environment	71.0	75.0	75.0	73.0
Transportation	248.0	242.0	241.0	238.0
Economic Environment	22.0	22.0	22.0	22.0
Human Services	79.5	79.5	79.5	78.5
Culture/Recreation	486.0	500.0	493.0	485.0
Business-Type Activities				
Refuse Disposal	73.8	73.8	73.8	75.8
Daytona Beach International Airport	38.0	38.0	38.0	38.0
Water and Sewer Utilities	58.0	58.0	58.0	56.0
Parking Garage	3.0	-	-	-
Total Full-Time Equivalent Employees	3,139.8	3,209.8	3,153.3	3,092.8

Note: Based on budgeted positions. Information was not available before fiscal year 2000.

Source: County of Volusia, Management and Budget Department

FISCAL YEAR				
2004	2003	2002	2001	2000
543.5	530.5	528.0	568.0	544.0
1,383.0	1,297.0	1,266.0	1,203.0	1,182.0
72.0	67.0	63.0	130.0	123.0
238.0	238.0	237.0	244.0	244.0
21.0	21.0	15.0	13.0	13.0
78.5	77.5	77.5	59.0	61.0
452.4	427.9	419.4	431.0	427.0
75.8	75.8	75.8	75.0	75.0
39.0	43.0	55.5	62.0	63.0
55.0	53.5	51.5	49.0	47.0
-	-	-	-	-
2,958.2	2,831.2	2,788.7	2,834.0	2,779.0

SCHEDULE 17
COUNTY OF VOLUSIA, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST FIVE FISCAL YEARS

	FISCAL YEAR	
	2008	2007
Governmental Activities		
General Government		
Number of municipal elections conducted	21	20
Number of payment vouchers processed	74,835	81,005
Number of vehicles maintained	2,252	2,165
Number of employment applications processed	29,394	24,327
Public Safety		
Number of animal licenses sold	1,471	4,502
Number of dogs & cats picked up by Animal Control	2,976	3,161
Number of inmates oriented, classified and counseled	15,500	15,074
Annual call load for Volusia County Fire Services (calendar year statistics)	18,171	17,735
Number of deaths investigated by Medical Examiner	1,093	1,112
Number of E-911 calls received in Office of the Sheriff	260,525	263,835
Number of building permits issued	6,964	7,290
Transportation		
Miles of paved roads	1,000	964
Miles of dirt roads	94	101
Bascule Bridges	3	3
Miles of bike paths and sidewalks	156	157
Number of traffic signals & other electronic traffic control devices maintained	499	486
Human Services		
Number of clients receiving general fund direct emergency assistance	3,404	6,898
Culture/Recreation		
Number of visitors to the Marine Science Center	46,552	50,132
Total Library circulation	4,150,161	4,094,829
Number of Library users of electronic resources	578,752	469,545
Number of events held at Ocean Center	66	85
Number of attendees of events at Ocean Center	275,685	365,687
Business-type Activities		
Refuse Disposal		
Tons of solid waste processed per year	606,548	629,087
Number of unincorporated residential units served per year	44,221	43,678
Daytona Beach International Airport		
Number of scheduled flights	4,728	5,280
Enplanements (passengers)	322,120	341,018
Deplanements (passengers)	316,621	337,666
Air Freight (pounds)	261,108	294,407
Air Express (pounds)	13,904	47,780
Water and Sewer Utilities		
Number of customers: water	14,391	14,753
Number of customers: sewer	10,793	10,635
Number of new meter installations	75	155
Volusia Transportation Authority		
Number of fixed route passengers	3,299,829	2,936,139
Number of fixed route miles traveled	2,715,433	2,726,075
Number of fixed routes	40	39
Percent of on-time performance	86%	88%

Sources: Various County of Volusia departments

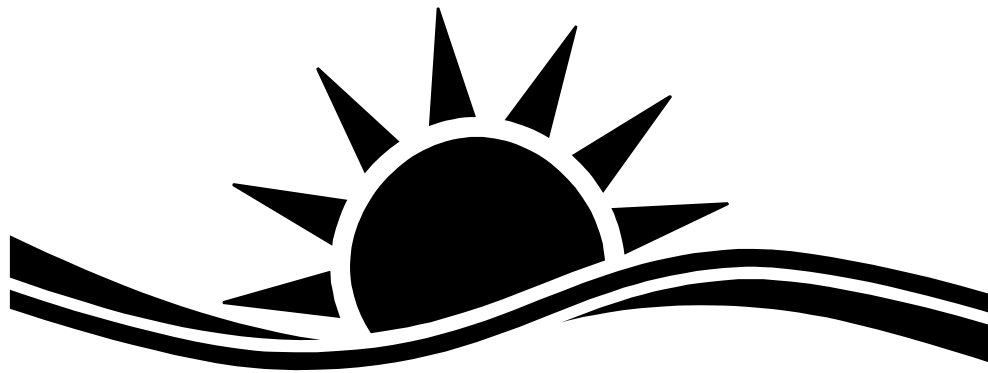
FISCAL YEAR		
2006	2005	2004
23	7	18
86,056	86,500	86,903
2,087	2,170	2,166
21,354	14,500	14,000
4,506	5,112	6,149
1,237	2,725	3,316
15,110	14,820	14,230
18,526	17,115	17,600
913	935	886
242,508	212,610	302,178
9,030	9,507	6,128
944	925	923
113	125	131
3	3	3
157	159	151
419	540	490
6,574	5,677	6,365
45,686	41,105	44,602
3,860,571	4,487,964	4,636,025
763,050	729,015	698,048
86	111	82
452,900	471,331	467,427
728,748	709,528	670,870
43,503	42,444	41,328
5,057	6,306	6,092
275,997	320,089	310,806
274,053	320,156	307,481
179,961	146,257	132,228
206,993	293,266	261,220
14,666	14,871	13,860
10,594	10,147	9,653
1,407	645	650
3,021,643	2,897,111	2,787,640
2,746,881	2,727,625	2,712,747
26	26	26
90%	88%	89%

SCHEDULE 18
COUNTY OF VOLUSIA, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTIONAL DEPARTMENT
LAST FIVE FISCAL YEARS

	FISCAL YEAR		
	2008	2007	2006
Governmental Activities			
General Government			
Number of administrative/office facilities	95	94	128
Number of warehouse/industrial facilities	71	71	67
Total number of facilities operated & maintained	166	165	195
Square footage of facilities operated & maintained	1,819,520	1,784,652	1,813,608
Number of light-duty vehicles	173	163	146
Number of medium-duty vehicles	450	455	441
Number of heavy-duty vehicles	963	885	766
Public Safety			
Number of ladder trucks	0	1	1
Number of pumper trucks	32	33	28
Number of fire stations	24	24	24
Number of sheriff vehicles	565	569	567
Average age of sheriff vehicles (years)	4	5	3
Average annual mileage per sheriff vehicle	33,000	36,000	36,000
Transportation			
Total paved lane miles	1,000	964	944
Total unpaved lane miles	94	101	113
Culture/Recreation			
Park acres	11,210	11,210	11,210
Park acreage - developed	793	793	793
Recreation/community centers	5	5	5
Baseball/softball diamonds	28	28	26
Playgrounds	24	24	24
Tennis courts	6	6	6
Basketball courts	14	14	14
Soccer/football fields	5	5	5
Business-type Activities			
Water and Sewer Utilities			
Treatment capacity (peak - million gallons/day)	4.93	4.58	4.57
Storage capacity (million gallons)	8.37	8.37	8.37
Distribution mains (miles)	233	233	231
Supply wells	28	27	25
Sewer lines	187	187	185
Lift stations	107	107	109
Treatment capacity (million gallons per day)	2.87	2.39	2.35
Volusia Transportation Authority			
Number of fixed route Votran buses	53	56	56

Sources: Various County of Volusia departments

FISCAL YEAR	
2005	2004
128	128
67	67
195	195
1,813,608	1,813,608
105	104
447	473
769	868
1	1
28	27
23	22
554	558
3	5
36,000	36,000
925	923
125	131
11,210	11,210
785	785
5	5
26	26
24	24
6	6
14	13
5	5
3.86	3.82
8.37	8.37
231	231
26	26
185	185
104	102
2.42	2.21
56	56



Volusia County
FLORIDA

JAMES MOORE & CO., P.L.

CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

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 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, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents and have issued our report thereon dated March 6, 2009. Our report was modified to include a reference to 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. Other auditors audited the financial statements of the Clerk of the Circuit Court, County of Volusia, Florida and Emergency Medical Foundation, Inc., as described in our report on the County of Volusia, Florida'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, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A *control deficiency* 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 misstatements on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting. [Items 2008-1 through 2008-3]

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

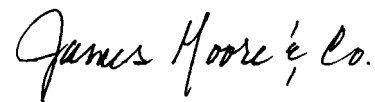
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider item 2008- 2 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County of Volusia, Florida's financial statements are free of 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*.

The County's response to the findings identified in our audit are described in the accompanying management response to internal control and management comments. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the County Council, management, others within the County, the Auditor General of the State of Florida, and respective federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "James Moore & Co." in a cursive script.

Daytona Beach, Florida
March 6, 2009

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

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2008

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
FEDERAL AGENCY				
Department of Agriculture				
Pass-Through:				
Florida Department of Education:				
USDA Summer Food Services	10.559	04-0879-08	\$ 327,258	\$ 0
Total Department of Agriculture			327,258	0
Department of Housing and Urban Development				
Direct:				
Community Development Block Grant/Entitlement Grant	14.218	B-(0-08)-UC-12-0008	2,169,134	947,468
Community Development Block Grant/State's Program	14.228	06DB-3C-06-74-01-W-35	45,722	0
Emergency Shelter Program	14.231	S(05-08)-UC-12-0021	85,470	59,560
Housing Finance Home Investment Partnership Program	14.239	2005-120TBRA	111,154	0
HOME Investment Partnerships Program	14.239	M-(02-08)-DC-12-0223	1,809,073	764,369
Section 8 - Voucher Program	14.871	FL-113	1,999,319	0
Total Department of Housing and Urban Development			6,219,872	1,771,397
Department of the Interior				
Direct:				
National Fire Plan - Wildland Urban Interface Community Fire Assistance	15.228	401814G189	7,249	0
Total Department of the Interior			7,249	0
Department of Justice				
Direct:				
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0160-Alien	16,082	0
Bulletproof Vest Partnership	16.607	0526-08	9,353	0
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2007-CD-BX-0059	29,000	0
Pass Through:				
Florida Department of Law Enforcement:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-JAGC-VOLU-1-Q9	272,638	272,638
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-JAGC-VOLU-2-Q9	0	0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-JAGC-VOLU-3-Q9	0	0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-JAGC-VOLU-4-Q9	0	0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-JAGC-VOLU-5-Q9	0	0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-JAGC-VOLU-6-Q9	0	0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2007-DJ-BX-0047	3,302	0
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2007-DJ-BX-0279	99,422	0
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2007-CD-BX-0059	8,042	0
Florida Office of the Attorney General:				
Crime Victim Assistance	16.575	V7178	91,301	0
Total Department of Justice			529,140	272,638
Department of Health and Human Services				
Pass Through:				
Agency for Health Care Administration				
VOTRAN Medicaid Assistance Program	93.778	N/A	0	0
Florida Department of Community Affairs:				
Community Services Block Grant	93.569	08SB-61-06-74-01-033	445,576	0
Low Income Home Energy Assistance Program	93.568	08EA-7B-06-74-01-031	206,019	0
Low Income Home Energy Assistance Program	93.568	07EA-6J-06-74-01-031	316,672	0
Total Department of Health and Human Services			968,267	0
Election Assistance Commission (EAC)				
Help America Vote Act Requirement Payments	90.401	Voter Education 08	1,766	0
Help America Vote Act Requirement Payments	90.401	Voter Education 07	53,346	0
Help America Vote Act Requirement Payments	90.401	HAVA 06	4,578	0
Help America Vote Act Requirement Payments	90.401	HAVA 07	24,034	0
Total Election Assistance Commission			83,724	0

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

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2008

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Department of Homeland Security				
Pass Through:				
Department of Community Affairs:				
State Domestic Preparedness Equipment Support Program	97.004	08-CC-64-06-74-01-122	3,612	0
State Domestic Preparedness Equipment Support Program	97.004	07-CC-5R-06-74-01-150	10,339	0
State Domestic Preparedness Equipment Support Program	97.004	05DS-2N-13-00-16-317	0	0
State Domestic Preparedness Equipment Support Program	97.004	08-DS-60-05-74-01-412	0	0
State Domestic Preparedness Equipment Support Program	97.004	07-DS-5N-3W-06-74-01	0	0
Flood Mitigation Assistance	97.029	08FM-23-06-74-01-230	89,709	0
Flood Mitigation Assistance	97.029	07-FM-71-08-61-01	0	0
Public Assistance Grant-February 2007 Tornadoes	97.036	07-SW-4-06-74-02-528	0	0
Public Assistance Grant -Tropical Storm Fay	97.036	Not Available	824,784	0
Public Assistance Grant-Hurricane Charley	97.036	05-PA-C-06-74-01-703	1,128	0
Public Assistance Grant-Hurricane Frances	97.036	05-PA-G-06-74-01-198	0	0
Public Assistance Grant-Hurricane Jeanne	97.036	05-PA-E-06-74-01-832	119,506	0
Wind Retrofit	97.039	08HM-F9-06-74-02-009	0	0
Homeland Security Grant	97.042	08-BG-24-06-74-01-338	60,268	0
Assistance to Firefighter Program	97.044	EMW-2007-FO-10878	200,000	0
Homeland Security Grant	97.067	07-DS-5N-13-00-16-217	247,287	0
Homeland Security Grant	97.067	FM235	3,591	0
Homeland Security Grant (SWAT)	97.067	2008-SHSP-VOLU-1-S4	33,506	0
State Homeland Security Program	97.067	06-DS-3W-06-74-01-401	1,982	0
State Homeland Security Program	97.067	07-DS-5N3W-06-74-01-464	60,537	0
State Homeland Security Program	97.067	08-DS-60-06-74-01-412	3,525	0
Law Enforcement Officer Reimbursement Agreement Program	97.067	SHSP2008	2,999	0
Department of Transportation Security Administration:				
Law Enforcement Officer Reimbursement Agreement Program	97.090	HSTS0208HSLR307	106,125	0
Total Department of Homeland Security			1,768,898	0
Federal Highway Administration				
Pass Through:				
Florida Department of Transportation:				
Highway Planning & Construction-Lake Helen Trails	20.205	AOG86	49,683	0
Highway Planning & Construction-Pioneer Trail/Paved Shoulders	20.205	AOD79	0	0
Highway Planning & Construction-Sparkman Avenue Sidewalk	20.205	AOL43	0	0
Highway Planning & Construction-Sparkman Avenue Sidewalk	20.205	AP232	75,417	0
Highway Planning & Construction-Deland Train Station	20.205	AE888	0	0
Highway Planning & Construction-Otter Blvd Replacement Bridge	20.205	AN201	0	0
Highway Planning & Construction-Airport Road Paved Shoulders	20.205	AOH30	19,068	0
Highway Planning & Construction-Airport Road Paved Shoulders	20.205	AP009	18,686	0
Highway Planning & Construction-Tomoka Farms/Bellevue Intersection	20.205	AOF13	221,356	0
Highway Planning & Construction-Emergency Relief Program	20.205	AOT64	0	0
Highway Planning & Construction-Leavitt Avenue Sidewalk	20.205	AOP96	2,201	0
Total Federal Highway Administration			386,411	0
Federal Emergency Management Agency				
Pass-Through:				
Florida Department of Community Affairs:				
Local Mitigation Strategy	83.557	04-DM-60-06-74-01-259	0	0
Total Federal Emergency Management Agency			0	0
Federal Transit Administration				
Direct:				
VOTRAN Federal Transit Formula Grants	20.507	FL90-x594	2,514,932	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x615	2,570,930	0
VOTRAN Federal Transit Formula Grants	20.507	FL03-0251	0	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x003	791,550	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x367	147,318	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x398	0	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x425	0	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x460	100,420	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x474	301,747	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x498	30,340	0
VOTRAN Federal Transit Formula Grants	20.507	FL90-x555	658,978	0
Total Federal Transit Administration			7,116,215	0
Federal Department of Transportation				
Pass-Through:				
Florida Department of Transportation:				
VOTRAN Federal Transit Formula Grants	20.509	AOV67/407365-1-84-26	159,773	0
Child Safety and Child Booster Seats Incentive Grants	20.613	AP352	35,226	0
			194,999	0

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

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2008

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Federal Aviation Administration				
Direct:				
Expand Terminal Building (Innovative Financing Program-Phase 3)	20.106	3-12-0017-047-2005	0	0
Acquire Aircraft Rescue and Fire Fighting Vehicle; Construct Perimeter Service Road - Phase 3 Install Runway 71/25R Marking and Lighting; Remove Obstructions	20.106	3-12-0017-048-2005	369,913	0
Repair Parking Lot Booth 1 and 2, Roadway Information Signs; Condo Hangar Repair, Condo Hangar Apron/Pavement; Taxiway N2 - West Elevation; Drainage Structures; and Non-Aviation Building	20.106	3-12-0017-E1-2005	107,488	0
Install Instrument Landing System on Runway 25R	20.106	3-12-0017-049-2006	19,327	0
Construct Perimeter Road - Phase 4	20.106	3-12-0017-050-2007	2,020,432	0
Safety Management System Study	20.106	3-12-0017-051-2007	77,297	0
Innovative Financing - Retire Terminal Debt	20.106	3-12-0017-052-2008	971,458	0
Construct Perimeter Road - Phase 5	20.106	3-12-0017-053-2008	125,783	0
Innovative Financing - Retire Terminal Debt	20.106	3-12-0017-054-2008	0	0
Total Federal Aviation Authority			3,691,698	0
TOTAL EXPENDITURES FEDERAL AWARDS			\$ 21,293,731	\$ 2,044,035
STATE AGENCY				
Executive Office of the Governor				
Local Economic Development Initiatives	31.027	IBD 08-15	8,176	0
Total Executive Office of the Governor			8,176	0
Florida Department of Environmental Protection				
Beach Erosion Control	37.003	HSV02	0	0
Florida Recreation Development Assistance Program	37.017	F07040	0	0
Florida Recreation Development Assistance Program	37.017	F4283	200,000	0
Compliance Inspection '07	37.023	GC532-10	0	0
Compliance Inspection '08	37.023	GC706-TA#1	178,515	0
Compliance Inspection '09	37.023	GC706-TA#2	113,308	0
Super ACT Administration '90	37.024	GC60	1,831	0
Super ACT Administration '03	37.024	GC631-2	0	0
Super ACT Administration '05	37.024	GC631-5	27,893	0
Super ACT Administration '06	37.024	GC631-6	4,864	0
Super ACT Administration '07	37.024	GC631-7	313,014	0
Super ACT Administration '08	37.024	GC631-8	108,328	0
Compliance Inspection '05	37.043	GC561-H/8	19,544	0
Compliance Inspection '06	37.043	GC561-H/9	0	0
Pass Through:				
St. John's River Water Mgt. District				
Water Atlas	37.039	SK182AA	5,000	0
Indian River Lagoon	37.039	SK430RA	6,914	0
Indian River Lagoon & Northern Coastal Basin Water Quality	37.039	SK430RA-1	7,318	0
Indian River & Mosquito Lagoon Management Plan	37.039	SK93612	2,790	0
Indian River Lagoon & Northern Coastal Basin Water Quality	37.039	SF618-RA-#4	0	0
Total Florida Department of Environmental Protection			989,319	0
Florida Department of Children & Families				
Substance Abuse Treatment Grant	60.115	LHZ04	46,100	0
Total Florida Department of Children & Families			46,100	0

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

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2008

Page 4 of 5

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Florida Department of Community Affairs				
Emergency Management Preparedness Assistance	52.009	08-BG-24-06-74-01-338	102,959	0
Hazardous Material	52.023	08CP-04-06-74-01-151	6,144	0
Hazardous Material	52.023	06CP-11-06-74-01-168	0	0
Hazardous Material	52.023	07CP-11-06-74-01-042	0	0
Census Grant	52.038	08-DD-J3-06-74-01-029	14,736	0
Total Florida Department of Community Affairs			123,839	0
Florida Department of Financial Services				
My Safe Florida Home Construction Mitigation	43.002	51807102506-11	66,874	0
Total Florida Department of Financial Services			66,874	0
Florida Department of State				
Division of Historic Preservation:				
Debary Hall General Program Support	45.017	2054338	14,524	0
Sugar Mill Runs	45.017	SC806	22,792	0
Division of Historic Preservation			37,316	0
Division of Library Services:				
Public Library Construction	45.020	06-PLC-21	65,264	0
State Aid to Library Grant	45.030	08-ST-88	528,085	0
State Aid to Library Grant	45.030	07-ST-87	0	0
Total Division of Library Services			593,349	0
Division of Cultural Affairs:				
Cultural Arts Program	45.005	09-8026	0	0
Cultural Arts Program	45.005	08-8011	14,525	0
Total Division of Cultural Affairs			14,525	0
Florida Department of Health				
EMS Trust Fund	64.005	C7064	105,233	0
EMS Trust Fund	64.005	C6064	0	0
Total Florida Department of Health			105,233	0
Florida Housing Finance Corporation				
State Housing Incentive Program. (S.H.I.P.)	52.901	(05-09) 206	4,804,545	198,021
Hurricane Housing Recovery Program (H.H.R.P.)	52.902	2005-2008	2,284,346	0
Total Florida Housing Finance Corporation			7,088,891	198,021
Florida Department of Highway Safety				
License Plate	76.041	Florida Arts License Plate	18,441	0
Total Florida Department of Highway Safety			18,441	0
Florida Department of Law Enforcement				
Violent Crime and Drug Control	71.004	V018206	0	0
Violent Crime and Drug Control	71.004	99-2232	0	0
Violent Crime and Drug Control	71.005	VCDC 05/06-10	0	0
Violent Crime and Drug Control	71.005	VCDC 05/06-26	1,212	0
Violent Crime and Drug Control	71.005	VCDC 06/07-28	27,796	0
Violent Crime and Drug Control	71.005	VCDC 07/08-12	25,000	0
Violent Crime and Drug Control	71.005	VCDC 07/08-2	7,653	0
Total Florida Department of Law Enforcement			61,661	0

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

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2008

FEDERAL / STATE AGENCY PASS-THROUGH ENTITY FEDERAL PROGRAM / STATE PROJECT	CFDA/ CSFA NUMBER	CONTRACT GRANT IDENTIFICATION NUMBER	EXPENDITURES	AMOUNT PROVIDED TO SUBRECIPIENTS
Florida Department of Transportation-continued				
Florida Department of Transportation				
VOTRAN Commission for the Transportation Disadvantaged	55.001	A0649/248541-3-84-01	0	0
VOTRAN Commission for the Transportation Disadvantaged	55.001	AOT99/248541-1-84-01	800,178	0
VOTRAN Operating Assistance- Regional Training Center	55.007	AO434/553010-0-09-43	113,400	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	AM980/247085-1-84-01	0	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	AM728/247084-1-84-25	0	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	ANF36/415592-1-84-01	1,297	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	ANT07/414334-1-84-01	24,667	0
VOTRAN Commuter Assistance/Rideshare Grants	55.007	AO026/416177-1-84-01	36,889	0
Dunn Avenue Extension	55.008	AOC43	0	0
County Incentive Grant Program I-4 Frontage	55.008	AOL56	0	0
VOTRAN Public Transit Block Grant Program	55.010	AOV13/404616-1-84-01	2,099,787	0
VOTRAN Commuter Assistance/Rideshare Grants	55.012	ANU58/418206-1-84-01	7,557	0
VOTRAN Operating Assistance	55.013	AL127/411999-1-54-01	81,267	0
Litter Control Grant - Keep America Beautiful	55.003	AOW40	12,973	0
Daytona Beach Transportation Solution	55.022	AM110	496,406	0
Historic Planning & Research	55.023	AOD16	2,000	0
Historic Planning & Research	55.023	ANX48	0	0
DeBary Avenue/Doyle Road Project (TRIP)	55.026	FM421165-1-58-01	953,912	0
S. Williamson Blvd. (TRIP)	55.026	FM422611-1-58-01	837,238	0
			5,467,571	0
Airport Projects:				
Operational/Maintenance Costs-Enhanced Federal Security	55.004	ANL48/404986-1-94-01	12,848	0
Airfield Signage and Parkings - FAR Part 139 Airport Operating Certificate (Including Obstruction Removal, Runway Safety Area Improvements, and Runway Lighting)	55.004	ANR00/407595-1-94-01	815	0
Environmental Assessment for Instrument Landing System on Runway 7L/25R (To Include Design and Construction of an Instrument Landing System on Runway 25R)	55.004	ANQ98/407596-1-94-01	509	0
Provide Payment on Bonds	55.004	AN027/409451-1-94-01	25,565	0
Land Acquisition and Associated Development Services, Including Design, Environmental Assessment, and Utility Site Prep	55.004	AO527/409682-1-94-01	0	0
Operational/Maintenance Costs-Enhanced Federal Security	55.004	AOT65/409683-1-94-01	22,188	0
Design and Construct Hangars at DBIA	55.004	AOD23/414434-94-01	30,979	0
Construct Perimeter Service Road - All Phases	55.004	ANC12/415413-1-94-01	72,882	0
Design and Construction of Aircraft Hangars	55.004	ANC09/415414-1-94-01	739,809	0
Operational/Maintenance Costs-Enhanced Federal Security	55.004	AOT67/418467-1-94-01	18,630	0
Design of Aircraft Parking Apron	55.004	AOT68/418494-1-94-01	35,742	0
Safety Management System at DBIA	55.004	AOV21/418496-94-01	2,028	0
Operational/Maintenance Costs-Enhanced Federal Security	55.004	AOT66/418499-1-94-01	16,147	0
Operational/Maintenance Costs-Enhanced Federal Security	55.004	AP504/418499-2-94-01	0	0
Operational/Maintenance Costs-Flex Funding Hurricanes of 2004	55.004	ANV81/418783-1-94-01	0	0
Operational/Maintenance Costs-Flex Funding	55.004	OA044/419035-1-94-01	0	0
Operational/Maintenance Costs-Flex Funding Hurricanes of 2004	55.004	AO045/419037-1-94-01	0	0
Operational/Maintenance Costs-Flex Funding	55.004	AOD24/421263-1-94-01	0	0
Operational/Maintenance Costs-Flex Funding	55.004	AOD22/421264-1-94-01	0	0
Operational/Maintenance Costs-Flex Funding	55.004	AOD70/421266-1-94-01	0	0
Environmental Cleanup of Airport Property at DBIA	55.004	AP503/424536-1-94-01	0	0
Total Florida Department of Transportation			978,142	0
TOTAL STATE FINANCIAL ASSISTANCE			\$ 15,599,437	\$ 198,021

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

**COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

I. Summary of Auditors' Results:

- A. Type of audit report issued on the basic financial statements: Unqualified
- B. There were three significant deficiencies related to internal control over financial reporting disclosed by the audit of the basic financial statements, of which one of the conditions is a material weakness.
- C. No instances of noncompliance material to the financial statements of County of Volusia, Florida, were disclosed during the audit.
- D. There was one significant deficiency related to internal control over major federal programs or state projects disclosed by the audit, which is a material weakness.
- E. Type of report issued on compliance for major federal programs and state projects: Unqualified
- F. The audit did not disclose any audit findings, which are required to be reported under OMB Circular A-133 and Chapter 10.550, Rules of the Florida Auditor General.
- G. Major program identification:
 - Federal awards programs:
 - Airport Improvement Program, CFDA 20.106
 - Federal Transit Formula Grant (Urbanized Area Formula Program), CFDA 20.507
 - Community Development Block Grant/ Entitlement Grant, CFDA 14.218
 - State financial assistance projects:
 - State Aid to Libraries, CSFA 45.030
 - State Housing Initiative Partnership Program (SHIP), CSFA 52.901
 - Public Transit Block Grant Program, CSFA 55.010
 - Transportation Regional Incentive Program, CSFA 55.026
 - Aviation Development Grants, CSFA 55.004
- H. Dollar thresholds used to distinguish between Type A and Type B programs or projects were \$638,812 for major federal programs and \$467,983 for major state projects.
- I. The County of Volusia, Florida, did not qualify as a low-risk auditee as defined in OMB Circular A-133.

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

2008-1 Revenues Billed in Accordance with Contract Terms

As part of our audit procedures, we traced certain contract revenues to the terms per the written contract to ensure they were being recognized properly and in accordance with the contract terms. In performing this test, we noted amounts billed for a sheriff's office contract were less than the contracted amount. The quarterly amounts billed for this contract were understated due to a typographical error. Our discovery lead County staff to investigate other contracts, and as a result, an additional contract with a municipality was found to be under-billed. Finally, as a result of our firm's audit of a municipality within Volusia County, an additional contract was found to be underbilled by the County. This contract should have been billed quarterly, and it was only upon the City's insistence that they owed the County an additional \$100,000 for dispatch services that it was billed. Had these errors not been discovered, the total amount that would have been underbilled for these three contracts would have totaled \$161,720 (Ormond fire dispatch \$100,000, Pierson sheriff's services \$31,720, and DeBary sheriff's services \$30,000). We recommend a system of quality control be implemented to ensure contracts and their terms are tracked appropriately to ensure contracts are billed in accordance with their terms.

2008-2 Schedule of Federal Awards and State Financial Assistance

OMB Circular A-133 and the Florida Single Audit Act require auditees to prepare the Schedule of Expenditures of Federal Awards and State Financial Assistance, with certain minimum criteria. These criteria include, but are not limited to, providing total Federal Awards and State Financial Assistance expended for each individual Federal and State program and the CFDA/CSFA number or other identifying number, as well as amounts passed-through to subrecipients.

In the performance of our audit procedures, we encountered various difficulties in obtaining a correct schedule of grant expenditures.

We recommend a system of quality control over grant reporting be implemented to ensure all grant activity is tracked and recorded properly in the general ledger. This system should include increased supervision and review of the grant accountant's work as well as providing continuing professional education.

2008-3 Prior Period Adjustment for Items Erroneously Capitalized to Infrastructure

In drafting of the current year's financial statements, County staff discovered approximately \$10,000,000 of expenditures incurred for the resurfacing of roads had been erroneously capitalized to construction in progress in prior years. Beginning net assets of governmental activities have been restated to remove these items from construction in progress – infrastructure because they did not meet the criteria for capitalization. The County's system of internal control did discover this error; however, this error was not discovered timely in that the correction required a material restatement of previously issued financial statements.

We recommend the County's system of internal control be strengthened by requiring an independent review to ensure material misstatements are detected timely by accounting personnel.

- III. **Findings and Questioned Costs for Federal Programs and State Projects:** See comment 2008-2
- IV. **Summary Schedule of Prior Audit Findings:** No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to federal programs or state projects.
- V. **Corrective Action Plan:** See Management Responses to Internal Control and Management Comments on page 255.

COUNTY OF VOLUSIA, FLORIDA
SCHEDULE OF PASSENGER FACILITY CHARGES (PFC) COLLECTED AND EXPENDED
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	Quarter Ended December 31, 2007	Quarter Ended March 31, 2008	Quarter Ended June 30, 2008	Quarter Ended September 30, 2008	Year Ended September 30, 2008
PFC Revenues Received	\$ 261,144	\$ 301,845	\$ 419,919	\$ 229,511	\$ 1,212,419
Interest Earned	19,391	13,524	9,911	8,621	51,447
Total PFC Revenues Received	<u>\$ 280,535</u>	<u>\$ 315,369</u>	<u>\$ 429,830</u>	<u>\$ 238,132</u>	<u>1,263,866</u>
Expenditures	<u>\$ (280,535)</u>	<u>\$ (315,369)</u>	<u>\$ (429,830)</u>	<u>\$ (238,132)</u>	<u>(1,263,866)</u>
PFC Cash Available at September 30, 2007					1,400,000
PFC Cash Available at September 30, 2008				<u>\$</u>	<u>1,400,000</u>

Reconciliation to Restricted Net Assets for PFC Program as of September 30, 2008:

PFC Cash Available	\$ 1,400,000
PFC Due From Airlines	110,260
Restricted Net Assets for PFC Program	<u>\$ 1,510,260</u> *

* The restricted net assets is comprised of \$1,510,260 and can be used for debt service on the terminal facility. Of the total approved expenditures as of September 30, 2008 of \$29,469,817, \$12,180,144 remains to be spent for financing and interest and \$3,787,180 for terminal facility construction under application 2 (96-02-C-03-DAB) remains available.

JAMES MOORE & CO., P.L.

CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM, EACH MAJOR STATE PROJECT, AND PASSENGER FACILITY CHARGE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133, CHAPTER 10.550, RULES OF THE AUDITOR GENERAL, AND PASSENGER FACILITY CHARGE AUDIT GUIDE FOR PUBLIC AGENCIES

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

Compliance

We have audited the compliance of the County of Volusia, Florida, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement*, the *Florida Department of Financial Services State Projects Compliance Supplement* that are applicable to each of its major federal programs and state projects, and the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration (the Guide), for the year ended September 30, 2008. The County of Volusia, Florida's major federal programs and state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs, major state projects, and its passenger facility charge program is the responsibility of the County of Volusia, Florida's management. Our responsibility is to express an opinion on the County of Volusia, Florida's compliance based on our audit.

The County of Volusia, Florida's financial statements include the operations of Clerk of the Circuit Court, Volusia County, Florida (a discretely presented component unit) and Emergency Medical Foundation, Inc. (a discretely presented component unit), which received \$615,707 and \$41,957 in federal awards and state projects, respectively, which is not included in the schedule of expenditures of federal awards and state financial assistance for the year ended September 30, 2008. Our audit, described below, did not include the operations of the component units because the component units engaged other auditors to perform an audit in accordance with *Government Auditing Standards*, Chapter 10.550, Rules of the Florida Auditor General, and OMB Circular A-133 (if required).

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; Chapter 10.550, Rules of the Florida Auditor General; and the Guide. Those standards, OMB Circular A-133; Chapter 10.550, Rules of the Florida Auditor General; 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 of Volusia, Florida'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. Our audit does not provide a legal determination on the County of Volusia, Florida's compliance with those requirements.

In our opinion, the County of Volusia, Florida, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs, each of its major state projects, and its passenger facility charge program for the year ended September 30, 2008.

Internal Control Over Compliance

The management of the County of Volusia, Florida, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs, state projects, and the passenger facility charge program. In planning and performing our audit, we considered the County of Volusia, Florida's internal control over compliance with requirements that could have a direct and material effect on a major federal program, major state project, or its passenger facility charge program (the programs) in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 of Volusia, Florida's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of the programs on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer the programs such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider a deficiency described in the accompanying schedule of findings and questioned costs to be a significant deficiency in internal control over compliance. [Item 2008-2]

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, the significant deficiency described above, item 2008-2, we consider to be a material weakness.

This report is intended solely for the information and use of the County Council, management, others within the County, the Auditor General of the State of Florida, and respective federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

James Moore & Co.

Daytona Beach, Florida
March 6, 2009

JAMES MOORE & CO., P.L.

CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

MANAGEMENT LETTER OF INDEPENDENT AUDITORS' REQUIRED BY CHAPTER 10.550, RULES OF THE AUDITOR GENERAL

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

We have audited the basic financial statements of the County of Volusia, Florida, as of and for the fiscal year ended September 30, 2008, and have issued our report thereon dated March 6, 2009. We did not audit the financial statements of the Clerk of the Circuit Court, County of Volusia, Florida or Emergency Medical Foundation, Inc., which represent ninety-eight percent and ninety-nine 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 and Emergency Medical Foundation, Inc., is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the provisions of Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration. We have issued our Report on Internal Control over Financial Reporting and Compliance and Other Matters, Report on Compliance With Requirements Applicable to Each Major Federal Program, Each Major State Project, and Passenger Facility Charge Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133, and Passenger Facility Charge Audit Guide for Public Agencies, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated March 6, 2009, should be considered in conjunction with this management letter.

In addition, separate audits were performed on the Halifax Area Advertising Authority, Southeast Volusia Advertising Authority, and West Volusia Advertising Authority, which comprise the nonmajor Convention Development Tax special revenue fund. Management comments in those reports should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which governs the conduct of local governmental entity audits performed in the State of Florida. This letter includes the following information, which is not included in the aforementioned auditor's report or schedule:

The Rules of the Auditor General (Section 10.554 (1)(i) 1.) require that we comment as to whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report. Corrective action was taken on all comments made in the preceding annual financial audit report.

As required by the Rules of the Auditor General (Section 10.554 (1)(i) 2.), the scope of our audit included a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the County of Volusia, Florida, complied with Section 218.415, Florida Statutes.

The Rules of the Auditor General (Section 10.554 (1)(i) 3.) require that we address in the management letter any recommendations to improve financial management, accounting procedures, and internal controls. In connection with our audit, we did not have any such recommendations not already addressed in our report on internal control over financial reporting and on compliance and other matters.

The Rules of the Auditor General (Section 10.554(1)(i) 4.) require we address violations of provisions of contracts and grant agreements or abuse that have an effect on the financial statements that is less than material but more than inconsequential. In conjunction with our audit, we did not have any such findings.

The Rules of the Auditor General (Section 10.554(1)(i) 5.) require, based on professional judgment, the reporting of the following matters that are inconsequential to the financial statements, considering both quantitative and qualitative factors: (1) violations of laws, rules, regulations, and contractual provisions or abuse that have occurred, or were likely to have occurred, and would have an immaterial effect on the financial statements; (2) improper or illegal expenditures that would have an immaterial effect on the financial statements; and (3) control deficiencies that are not significant deficiencies, including, but not limited to: (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. There were no matters that require disclosure pursuant to the Rules of the Auditor General (Sections 10.554(1)(i) 5.) not already addressed in our report on internal control over financial reporting and on compliance and other matters.

The Rules of the Auditor General (Section 10.554 (1)(i) 6.) also require that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. The legal authority for the primary government and each component unit of the reporting entity is disclosed in Note 1 of the basic financial statements.

The Rules of the Auditor General (Section 10.554(1)(i) 7.a.) require a statement be included as to whether or not one or more conditions described in Section 218.503(1), Florida Statutes, regarding determination of financial emergency have been met. In connection with our audit, we determined that the County of Volusia, Florida did not meet any of the conditions described in Section 218.503(1), Florida Statutes, regarding determination of financial emergency.

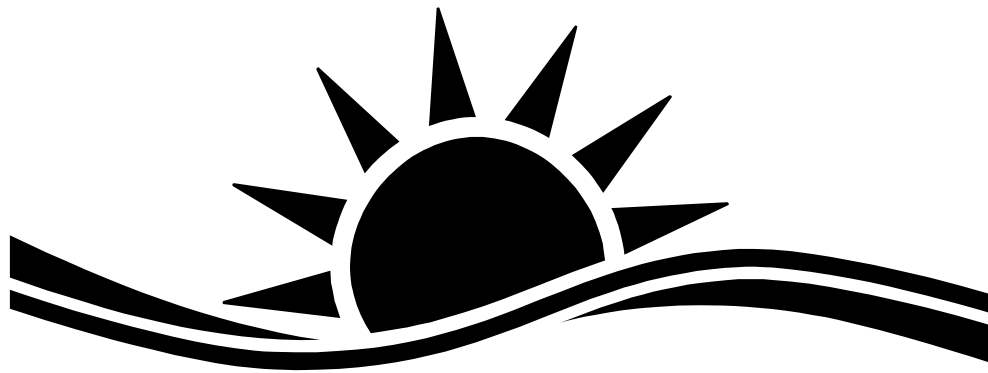
As required by the Rules of the Auditor General (Section 10.554 (1)(i) 7.b.), we determined that the annual financial report for the County of Volusia, Florida, for the fiscal year ended September 30, 2008, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2008. In connection with our audit, we determined these two reports were in agreement.

As required by the Rules of the Auditor General (Sections 10.554 (1)(i) 7.c. and 10.556(7)), the scope of our audit included application of financial condition assessment procedures. In connection with our audit, we applied financial condition assessment procedures. It is management's responsibility to monitor the County's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

This management letter is intended solely for the information and use of the County Council, management, others within the County, the Auditor General of the State of Florida, and respective federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

James Moore & Co.

Daytona Beach, Florida
March 6, 2009



Volusia County
FLORIDA

**COUNTY OF VOLUSIA
MANAGEMENT RESPONSES TO
THE AUDITORS REPORT ON
INTERNAL CONTROL OVER FINANCIAL REPORTING**

2008-1 Revenues Billed in Accordance with Contract Terms

Accounts Receivable (AR) has been providing information back to the County departments that utilize AR to process their billings to outside entities by providing a monthly "Summary Aging Report by Customer." This report details the current amount billed per customer as well as the outstanding amounts. In addition, most of the outside entity billings are posted to a specific revenue account for that function which is available for review by the departments via the County's on-line financial system.

In addition to these efforts that have been in place, AR will now perform a quarterly review of all contracts that have been sent as back up attached to a Billing Advise to ensure that the dollar values have been entered correctly.

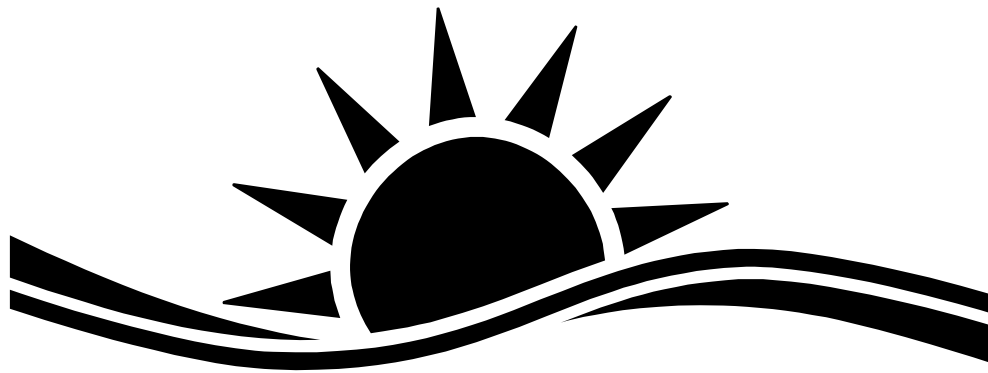
As a secondary review, staff accountants will now be provided with a copy of the monthly summary aging report for the billings that are posted to the funds they are responsible for monitoring. This information will provide the accountants with the same meaningful information that the departments receive so anticipated revenue can be monitored throughout the fiscal year.

2008-2 Schedule of Federal Awards and State Financial Assistance

The Office of Management & Budget concurs with the recommendation to establish a system of quality control over grant reporting to ensure all grant activity is tracked and recorded properly in the general ledger. During the course of the audit, the Office of Management & Budget recognized the need for a central location of grant documents such as applications, granting agency status reports, and receipt of granting agency checks. A grants manual is under development that will identify a step by step process for tracking of grants. Upon completion of the manual, training will be given to operating departments to ensure compliance. On-going training will be developed as specific items are identified for improvement. The budgeting of the grants has been distributed to each budget analyst who monitors the day to day operation of their assigned departments. This will connect the local requirements to the department within the budget. Reconciliation by fund of prior year entries to the general ledger to grant folders shall continue. Staff has been instructed to monitor all Council agendas to track all grant applications and acceptance of award requests especially in the non-grant funds.

2008-3 Prior Period Adjustment for Items Erroneously Capitalized to Infrastructure

Recording infrastructure has been a process of evaluating the types of transportation activity within the Transportation Trust and other related funds. Roads expanded, extended, or in other ways improved to safely handle greater amounts of traffic would become additions to the County's infrastructure. Maintenance would not. Initial reviews of the road resurfacing program indicated it possessed elements of the former type of activity. A more recent evaluation of the program revealed it to be maintenance activity. We will continue to monitor the accounting treatment of these and other assets and make adjustments, accordingly.



Volusia County
FLORIDA