

COUNTY OF VOLUSIA, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2009

	General	Municipal Service District	Federal and State Grants
REVENUES			
Taxes	\$ 158,774,991	\$ 22,395,407	\$ -
Licenses and permits	706,880	1,225,085	-
Intergovernmental revenues	9,357,817	169,531	26,538,949
Charges for services	21,238,455	12,555,733	385,153
Fines and forfeitures	3,093,301	181,409	-
Interest revenues	2,996,637	380,353	77,746
Miscellaneous revenues	3,688,870	253,298	42,579
Special assessments			
levied/impact fees	-	322,223	-
Total revenues	<u>199,856,951</u>	<u>37,483,039</u>	<u>27,044,427</u>
EXPENDITURES			
Current:			
General government	54,305,128	7,921,266	296,064
Public safety	84,707,000	28,338,538	2,943,347
Physical environment	4,559,197	680,022	1,248,496
Transportation	-	167,053	10,847,025
Economic environment	2,149,251	-	8,249,031
Human services	12,218,414	1,299,913	2,272,446
Culture/recreation	18,712,579	2,073,162	1,886,156
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Bond issuance costs	11,000	7,000	-
Capital outlay	-	-	-
Total expenditures	<u>176,662,569</u>	<u>40,486,954</u>	<u>27,742,565</u>
Excess (deficiency) of revenues over (under) expenditures	<u>23,194,382</u>	<u>(3,003,915)</u>	<u>(698,138)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	2,494,828	4,569,330	822,524
Transfers (out)	(15,085,295)	(3,562,700)	(553,068)
Issuance of notes payable	1,086,000	3,099,000	-
Revenue bonds issued	2,351,000	1,367,000	-
Refunding bonds issued	-	-	-
Payment to refunded bond escrow agent	-	-	-
Total other financing sources and (uses)	<u>(9,153,467)</u>	<u>5,472,630</u>	<u>269,456</u>
Net change in fund balances	14,040,915	2,468,715	(428,682)
Fund balances - beginning	<u>58,015,040</u>	<u>3,578,617</u>	<u>3,221,135</u>
Fund balances - ending	<u><u>\$ 72,055,955</u></u>	<u><u>\$ 6,047,332</u></u>	<u><u>\$ 2,792,453</u></u>

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

Nonmajor Governmental Funds	Total Governmental Funds
\$ 93,999,312	\$ 275,169,710
27,000	1,958,965
31,428,284	67,494,581
10,364,938	44,544,279
1,734,194	5,008,904
7,622,356	11,077,092
2,746,959	6,731,706
3,527,626	3,849,849
<u>151,450,669</u>	<u>415,835,086</u>
91,438	62,613,896
28,170,285	144,159,170
1,038,965	7,526,680
26,999,799	38,013,877
9,528,064	19,926,346
4,214,139	20,004,912
26,102,305	48,774,202
18,191,000	18,191,000
9,776,996	9,776,996
24,166	42,166
41,453,867	41,453,867
<u>165,591,024</u>	<u>410,483,112</u>
<u>(14,140,355)</u>	<u>5,351,974</u>
42,698,038	50,584,720
(41,395,487)	(60,596,550)
14,500,000	18,685,000
-	3,718,000
5,812,000	5,812,000
<u>(7,184,687)</u>	<u>(7,184,687)</u>
<u>14,429,864</u>	<u>11,018,483</u>
289,509	16,370,457
<u>229,104,343</u>	<u>293,919,135</u>
<u>\$ 229,393,852</u>	<u>\$ 310,289,592</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, 2009

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

Net change in fund balances - total governmental funds	\$ 16,370,457
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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 (\$68,216,874) exceeds depreciation (\$25,232,363) in the current period.	42,984,511
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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.	(3,097,501)
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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.	3,336,393
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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.	(9,492)
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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.	646,604
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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,
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To the Statement of Activities
For The Year Ended September 30, 2009

Debt issued or incurred:		
Notes payable	(18,685,000)	
Revenue bonds	(3,718,000)	
Refunding bonds	(5,812,000)	
Principal repayments:		
Revenue bonds	9,245,000	
General obligation bonds	2,085,000	
Notes payable	6,861,000	
Payment to escrow agent for refunding	<u>7,005,000</u>	(3,019,000)

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

Accrued interest on debt	18,975	
Amortization of deferred charge on refunding	(82,891)	
Amortization of issuance costs	(246,556)	
Amortization of issuance discounts	(372,774)	
Amortization of bond premiums	449,126	
Compensated absences payable	(625,774)	
Pollution remediation payable	<u>(80,000)</u>	(939,894)

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>5,993,868</u>
Change in net assets of governmental activities	<u>\$ 62,265,946</u>

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