

**COUNTY OF VOLUSIA, FLORIDA**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended September 30, 2010**

	<u>General</u>	<u>Municipal Service District</u>	<u>Federal and State Grants</u>
<b>REVENUES</b>			
Taxes	\$ 157,250,413	\$ 24,565,034	\$ -
Licenses and permits	750,297	789,669	-
Intergovernmental revenues	9,281,986	188,013	25,984,396
Charges for services	21,195,032	12,541,705	512,897
Fines and forfeitures	3,055,418	99,975	-
Interest revenues	1,236,662	266,119	11,305
Miscellaneous revenues	3,342,748	178,042	11,051
Special assessments			
levied/impact fees	-	303,459	-
<b>Total revenues</b>	<u>196,112,556</u>	<u>38,932,016</u>	<u>26,519,649</u>
<b>EXPENDITURES</b>			
Current:			
General government	52,461,114	7,316,808	466,443
Public safety	83,089,824	27,952,565	1,336,203
Physical environment	4,866,354	513,850	799,263
Transportation	-	140,359	9,031,014
Economic environment	1,751,163	-	10,136,235
Human services	12,687,161	1,429,136	4,698,726
Culture/recreation	16,661,906	1,900,396	749,573
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>171,517,522</u>	<u>39,253,114</u>	<u>27,217,457</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>24,595,034</u>	<u>(321,098)</u>	<u>(697,808)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	9,101,768	3,331,521	633,416
Transfers (out)	(34,156,586)	(2,563,412)	(278,663)
<b>Total other financing     sources and (uses)</b>	<u>(25,054,818)</u>	<u>768,109</u>	<u>354,753</u>
<b>Net change in fund balances</b>	(459,784)	447,011	(343,055)
<b>Fund balances - beginning</b>	<u>72,055,955</u>	<u>6,047,332</u>	<u>2,792,453</u>
<b>Fund balances - ending</b>	<u><u>\$ 71,596,171</u></u>	<u><u>\$ 6,494,343</u></u>	<u><u>\$ 2,449,398</u></u>

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

Nonmajor Governmental Funds	Total Governmental Funds
\$ 89,140,759	\$ 270,956,206
7,000	1,546,966
28,286,364	63,740,759
7,902,875	42,152,509
1,226,774	4,382,167
2,490,049	4,004,135
2,189,946	5,721,787
3,376,975	3,680,434
<u>134,620,742</u>	<u>396,184,963</u>
90,634	60,334,999
26,334,952	138,713,544
879,020	7,058,487
28,951,688	38,123,061
8,502,920	20,390,318
3,690,437	22,505,460
22,366,798	41,678,673
25,552,000	25,552,000
9,155,384	9,155,384
17,053,765	17,053,765
<u>142,577,598</u>	<u>380,565,691</u>
<u>(7,956,856)</u>	<u>15,619,272</u>
53,880,610	66,947,315
<u>(38,313,785)</u>	<u>(75,312,446)</u>
<u>15,566,825</u>	<u>(8,365,131)</u>
7,609,969	7,254,141
<u>229,393,852</u>	<u>310,289,592</u>
<u>\$ 237,003,821</u>	<u>\$ 317,543,733</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, 2010**

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

Net change in fund balances - total governmental funds	\$ 7,254,141
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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 (\$38,856,916) exceeds depreciation (\$30,725,863) and transfer of capital assets to governmental funds (\$23,787) and to proprietary funds (\$5,467)	8,149,373
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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.	(2,366,254)
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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.	703,721
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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.	(11,093)
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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.	(1,633,150)
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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**  
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Principal repayments:

Revenue bonds	14,793,000	
General obligation bonds	2,160,000	
Notes payable	<u>8,599,000</u>	25,552,000

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	21,250	
Amortization of deferred charge on refunding	(309,290)	
Amortization of issuance costs	(293,856)	
Amortization of issuance discounts	(372,563)	
Amortization of bond premiums	455,893	
Compensated absences payable	(570,773)	
Pollution remediation payable	<u>(132,097)</u>	(1,201,436)

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.

2,314,940

Change in net assets of governmental activities

\$ 38,762,242

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