

COUNTY OF VOLUSIA, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2011

	<u>General</u>	<u>Municipal Service District</u>	<u>Federal and State Grants</u>
REVENUES			
Taxes	\$ 135,171,355	\$ 22,315,771	\$ -
Licenses and permits	309,127	800,416	-
Intergovernmental revenues	9,163,694	177,518	17,980,178
Charges for services	20,363,563	12,925,538	1,229,319
Fines and forfeitures	2,660,241	123,908	-
Interest revenues	763,226	123,035	21,159
Miscellaneous revenues	1,757,803	189,498	44,746
Special assessments levied/impact fees	-	311,465	-
Total revenues	<u>170,189,009</u>	<u>36,967,149</u>	<u>19,275,402</u>
EXPENDITURES			
Current:			
General government	47,988,445	6,922,282	333,988
Public safety	79,412,375	28,634,993	1,670,673
Physical environment	4,416,230	557,859	1,396,612
Transportation	-	173,516	5,554,509
Economic environment	4,137,389	-	6,331,238
Human services	12,394,469	1,281,486	4,274,784
Culture/recreation	16,485,851	1,828,765	239,511
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>164,834,759</u>	<u>39,398,901</u>	<u>19,801,315</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,354,250</u>	<u>(2,431,752)</u>	<u>(525,913)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	5,821,667	2,764,760	855,068
Transfers (out)	(23,960,812)	(3,989,667)	(152,987)
Proceeds from notes payable	5,621,000	-	-
Issuance of refunding notes payable	-	-	-
Payment to refunded note escrow agent	-	-	-
Total other financing sources and (uses)	<u>(12,518,145)</u>	<u>(1,224,907)</u>	<u>702,081</u>
Net change in fund balances	(7,163,895)	(3,656,659)	176,168
Fund balances - beginning	<u>71,596,171</u>	<u>6,494,343</u>	<u>2,449,398</u>
Fund balances - ending	<u>\$ 64,432,276</u>	<u>\$ 2,837,684</u>	<u>\$ 2,625,566</u>

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

County Transportation Trust	Volusia Forever	Nonmajor Governmental Funds	Total Governmental Funds
\$ 14,793,484	\$ 1,608,937	\$ 64,779,789	\$ 238,669,336
-	-	-	1,109,543
9,225,483	90,545	19,784,240	56,421,658
679,130	398,903	7,444,943	43,041,396
-	-	2,375,865	5,160,014
183,514	(64,091)	1,460,663	2,487,506
93,713	5,691	1,670,565	3,762,016
-	-	1,569,366	1,880,831
<u>24,975,324</u>	<u>2,039,985</u>	<u>99,085,431</u>	<u>352,532,300</u>
-	-	91,392	55,336,107
-	-	25,961,121	135,679,162
-	20,694,770	7,890	27,073,361
24,323,443	-	5,437,139	35,488,607
-	-	7,964,832	18,433,459
-	-	3,817,701	21,768,440
-	-	23,284,085	41,838,212
-	-	22,782,150	22,782,150
-	-	8,730,395	8,730,395
-	-	14,305,099	14,305,099
<u>24,323,443</u>	<u>20,694,770</u>	<u>112,381,804</u>	<u>381,434,992</u>
<u>651,881</u>	<u>(18,654,785)</u>	<u>(13,296,373)</u>	<u>(28,902,692)</u>
3,100,000	139,928	38,454,109	51,135,532
(1,738,601)	-	(34,418,268)	(64,260,335)
-	-	-	5,621,000
-	-	16,389,000	16,389,000
-	-	(16,389,000)	(16,389,000)
<u>1,361,399</u>	<u>139,928</u>	<u>4,035,841</u>	<u>(7,503,803)</u>
2,013,280	(18,514,857)	(9,260,532)	(36,406,495)
<u>36,524,909</u>	<u>13,534,377</u>	<u>186,944,535</u>	<u>317,543,733</u>
<u>\$ 38,538,189</u>	<u>\$ (4,980,480)</u>	<u>\$ 177,684,003</u>	<u>\$ 281,137,238</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, 2011

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

Net change in fund balances - total governmental funds	\$ (36,406,495)
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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 (\$50,384,782) exceeds depreciation (\$25,290,209).	25,094,573
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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.	(446,064)
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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.	2,757,798
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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.	(11,713)
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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.	(465,786)
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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, 2011

Debt issued or incurred:		
Notes payable		(5,621,000)
Principal repayments:		
Revenue bonds	10,542,000	
General obligation bonds	2,235,000	
Notes payable	<u>10,005,150</u>	22,782,150

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	(142,171)	
Amortization of deferred charge on refunding	(219,856)	
Amortization of issuance costs	(266,524)	
Amortization of issuance discounts	(372,385)	
Amortization of bond premiums	438,323	
Compensated absences payable	2,735,197	
Pollution remediation payable	<u>24,005</u>	2,196,589

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>(900,884)</u>
Change in net assets of governmental activities		<u>\$ 8,979,168</u>

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