

BREVARD COUNTY

BREVARD COUNTY, FLORIDA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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 FOR THE YEAR ENDED SEPTEMBER 30, 2005

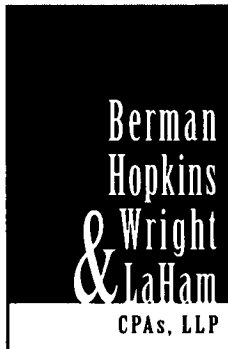
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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Brevard County, 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 Brevard County, Florida, as of and for the year ended September 30, 2005, which collectively comprise of Brevard County, Florida's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Brevard County, 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 Titusville-Cocoa Airport Authority, Melbourne-Tillman Water Control District, and Brevard County Housing Finance Authority discretely presented component units, which represent 97 percent, 97 percent, and 86 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented component units is based on the report of the other auditors.

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley
W. Ed Moss, Jr.
Brian L. Nemeroff
Phillip J. Hayes

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

480 N. Orlando Ave.
Suite 218
Winter Park, FL 32789
Phone: 407.644.5811
Fax 407.644.6022

www.bermanhopkins.com

info@bermanhopkins.com

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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes 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 report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities,

the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Brevard County, Florida, as of September 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General, Emergency Services, and Brevard County Transportation Trust Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2006, on our consideration of Brevard County, Florida's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. 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 conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis on pages 3 through 10, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors 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 Brevard County, Florida's basic financial statements. The combining and individual fund statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The information presented in the introductory section and statistical section included as supplemental information are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Merritt Island, Florida
April 14, 2006

Berman Hopkins
Wright & LaHam, CPAs, LLP

Management's Discussion and Analysis

As management of Brevard County, we offer readers of the Brevard County Financial Statements this narrative overview and analysis of the financial activities of Brevard County for the fiscal year ended September 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal of the report. All amounts, unless otherwise indicated, are expressed in millions of dollars.

Financial Highlights

- Brevard County's assets exceeded its liabilities at September 30, 2005 by \$652.8 million (net assets). Of this amount, \$95.9 million (unrestricted net assets) may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net assets increased \$84.6 million over the previous year with \$75.5 million of the increase resulting from governmental activities and \$9.1 million resulting from business-type activities.
- The General Fund reported a fund balance of \$34.2 million, an increase from last fiscal year of \$21.1 million.
- Total bonded debt increased \$52.4 million in fiscal year 2005.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Brevard County's basic financial statements. The Brevard County basic financial statements are comprised of 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.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of Brevard County's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of Brevard County's assets and liabilities, with the difference between the two reported as net assets. Increases or decreases in net assets may serve as a useful indicator of whether the financial position of Brevard County is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. 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 result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Brevard 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 Brevard County include general government, public safety, physical environment, transportation, human services, economic development and culture/recreation. The business-type activities of Brevard County include waste collection/disposal, water resources, transit service and golf courses.

The government-wide financial statements include not only Brevard County itself (known as the primary government), but also a legally separate airport authority, water control district and other entities for which Brevard County is financially accountable. 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 Exhibits A-1 and A-2 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. Brevard 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 Brevard 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 on 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 a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Brevard County maintains thirty-one 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 fund, emergency services, transportation trust, parks/recreation facilities, and environmentally endangered lands, each of which are considered to be major funds. Data from the other 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 shown in Exhibits B-1 to E-1 of this report.

Brevard County adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance.

The basic governmental fund financial statements can be found on Exhibits A-3 to A-7 of this report.

Proprietary funds. Brevard 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. Brevard County uses enterprise funds to account for its waste collection/disposal system, water resources, transit service and golf courses. Internal service funds are an accounting device used to accumulate and allocate costs internally among Brevard County's various functions. Brevard County uses internal service funds to account for its information systems and risk management. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements. The proprietary fund financial statements provide separate information for the Solid Waste Management Department, Water Resources Department and Barefoot Bay Water & Sewer District, each of which are considered to be major funds of Brevard County. Individual fund data for the non-major enterprise and the internal service funds is provided in the form of combining statements shown in other Exhibits F-1 to G-3 of this report.

The basic proprietary fund financial statements can be found on Exhibits A-8 to A-10 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 Brevard County's own programs. Individual fund data for each of these fiduciary funds is provided in the form of combining statements shown in Exhibits H-1 and H-2 of this report.

The basic fiduciary fund financial statements can be found on Exhibit A-11 of this report.

Notes to 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 financial statements can be found on Exhibit A-12 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Brevard County, assets exceeded liabilities by \$652.8 million at the close of the most recent fiscal year. Brevard County's increase in net assets for this fiscal year amounts to \$84.6 million.

The largest portion of Brevard County's net assets (56 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. Brevard County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Brevard 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.

| Brevard County's Net Assets (in millions) | | | | | | |
|---|------------------------------------|----------------|-------------------------------------|----------------|------------------|----------------|
| | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | | <u>Total</u> | |
| | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> |
| Current and other assets | \$369.4 | \$267.5 | \$102.9 | \$109.2 | \$ 472.3 | \$376.7 |
| Capital assets | <u>393.9</u> | <u>349.6</u> | <u>226.3</u> | <u>224.6</u> | <u>620.2</u> | <u>574.2</u> |
| Total assets | <u>\$763.3</u> | <u>\$617.1</u> | <u>\$329.2</u> | <u>\$333.8</u> | <u>\$1,092.5</u> | <u>\$950.9</u> |
| Long-term liabilities outstanding | \$267.8 | \$212.5 | \$101.2 | \$107.1 | \$ 369.0 | \$319.6 |
| Other liabilities | <u>55.9</u> | <u>40.5</u> | <u>14.8</u> | <u>22.6</u> | <u>70.7</u> | <u>63.1</u> |
| Total liabilities | <u>\$323.7</u> | <u>\$253.0</u> | <u>\$116.0</u> | <u>\$129.7</u> | <u>\$ 439.7</u> | <u>\$382.7</u> |
| Net assets | | | | | | |
| Invested in capital assets, net of related debt | \$237.0 | \$221.8 | \$134.1 | \$123.9 | \$ 371.1 | \$345.7 |
| Restricted | 156.7 | 121.6 | 29.1 | 27.8 | 185.8 | 149.4 |
| Unrestricted | <u>45.9</u> | <u>20.7</u> | <u>50.0</u> | <u>52.4</u> | <u>95.9</u> | <u>73.1</u> |
| Total net assets | <u>\$439.6</u> | <u>\$364.1</u> | <u>\$213.2</u> | <u>\$204.1</u> | <u>\$ 652.8</u> | <u>\$568.2</u> |

An additional portion of Brevard County's net assets (28 percent) represents resources that are subject to external restrictions on how they may be used. The restrictions include acquiring land for preservation, capital improvements to parks and road construction/resurfacing. The remaining balance of unrestricted net assets (\$95.9 million) may be used to meet the government's ongoing obligations to citizens and creditors within the respective governmental and business-type activities.

At the end of the current fiscal year, Brevard County is able to report positive balances in all three categories of net assets as a whole and individually within the governmental and business-type activities.

The Changes in Net Assets displayed below shows the governmental and business-type activities during the fiscal year. The increase in net assets resulted primarily from additional infrastructure added along with additional taxes and user fees received but remained unspent at year-end.

Brevard County's Changes in Net Assets
(in millions)

| | Governmental Activities | | Business-type Activities | | Total | |
|---|----------------------------|----------------|-----------------------------|----------------|----------------|----------------|
| | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> |
| Revenues | | | | | | |
| Programs revenues: | | | | | | |
| Charges for services | \$123.9 | \$102.2 | \$ 62.5 | \$ 62.0 | \$186.4 | \$164.2 |
| Operating grants and contributions | 42.2 | 35.0 | 17.1 | 10.8 | 59.3 | 45.8 |
| Capital grants and contributions | 2.6 | 6.3 | 15.0 | 14.3 | 17.6 | 20.6 |
| General revenues: | | | | | | |
| Property taxes | 188.7 | 176.3 | 0 | 0 | 188.7 | 176.3 |
| Other taxes | 35.3 | 24.7 | 0 | 0 | 35.3 | 24.7 |
| State shared | 34.8 | 31.5 | 0 | 0 | 34.8 | 31.5 |
| Interest | 7.3 | 3.8 | 2.2 | 1.5 | 9.5 | 5.3 |
| Other | <u>10.4</u> | <u>7.3</u> | <u>1.2</u> | <u>0.8</u> | <u>11.6</u> | <u>8.1</u> |
| Total revenues | <u>\$445.2</u> | <u>\$387.1</u> | <u>\$ 98.0</u> | <u>\$ 89.4</u> | <u>\$543.2</u> | <u>\$476.5</u> |
| Expenses: | | | | | | |
| General government | \$ 90.0 | \$ 86.4 | \$ 0 | \$ 0 | \$ 90.0 | \$ 86.4 |
| Public safety | 136.4 | 126.4 | 0 | 0 | 136.4 | 126.4 |
| Physical environment | 28.6 | 4.6 | 0 | 0 | 28.6 | 4.6 |
| Transportation | 28.2 | 28.1 | 0 | 0 | 28.2 | 28.1 |
| Economic development | 10.3 | 12.7 | 0 | 0 | 10.3 | 12.7 |
| Human services | 19.5 | 20.4 | 0 | 0 | 19.5 | 20.4 |
| Culture and recreation | 45.1 | 42.0 | 0 | 0 | 45.1 | 42.0 |
| Interest on long-term debt | 10.5 | 9.9 | 0 | 0 | 10.5 | 9.9 |
| Solid waste | 0 | 0 | 46.8 | 35.0 | 46.8 | 35.0 |
| Water resources | 0 | 0 | 31.1 | 30.1 | 31.1 | 30.1 |
| Transit service | 0 | 0 | 8.1 | 9.0 | 8.1 | 9.0 |
| Golf courses | <u>0</u> | <u>0</u> | <u>4.0</u> | <u>4.0</u> | <u>4.0</u> | <u>4.0</u> |
| Total expenses | <u>\$368.6</u> | <u>\$330.5</u> | <u>\$ 90.0</u> | <u>\$ 78.1</u> | <u>\$458.6</u> | <u>\$408.6</u> |
| Increase in net assets before transfers | \$ 76.6 | \$ 56.6 | \$ 8.0 | \$ 11.3 | \$ 84.6 | \$ 67.9 |
| Transfers | <u>(1.1)</u> | <u>(1.0)</u> | <u>1.1</u> | <u>1.0</u> | <u>0</u> | <u>0</u> |
| Increase in net assets | <u>\$ 75.5</u> | <u>\$ 55.6</u> | <u>\$ 9.1</u> | <u>\$ 12.3</u> | <u>\$ 84.6</u> | <u>\$ 67.9</u> |
| Net assets beginning | \$364.1 | \$304.3 | \$204.1 | \$192.3 | \$568.2 | \$496.6 |
| Cumulative effect in prior years | <u>0</u> | <u>4.2</u> | <u>0</u> | <u>(.5)</u> | <u>0</u> | <u>3.7</u> |
| Net assets ending | <u>\$439.6</u> | <u>\$364.1</u> | <u>\$213.2</u> | <u>\$204.1</u> | <u>\$652.8</u> | <u>\$568.2</u> |

Financial Analysis of Brevard County's Funds

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

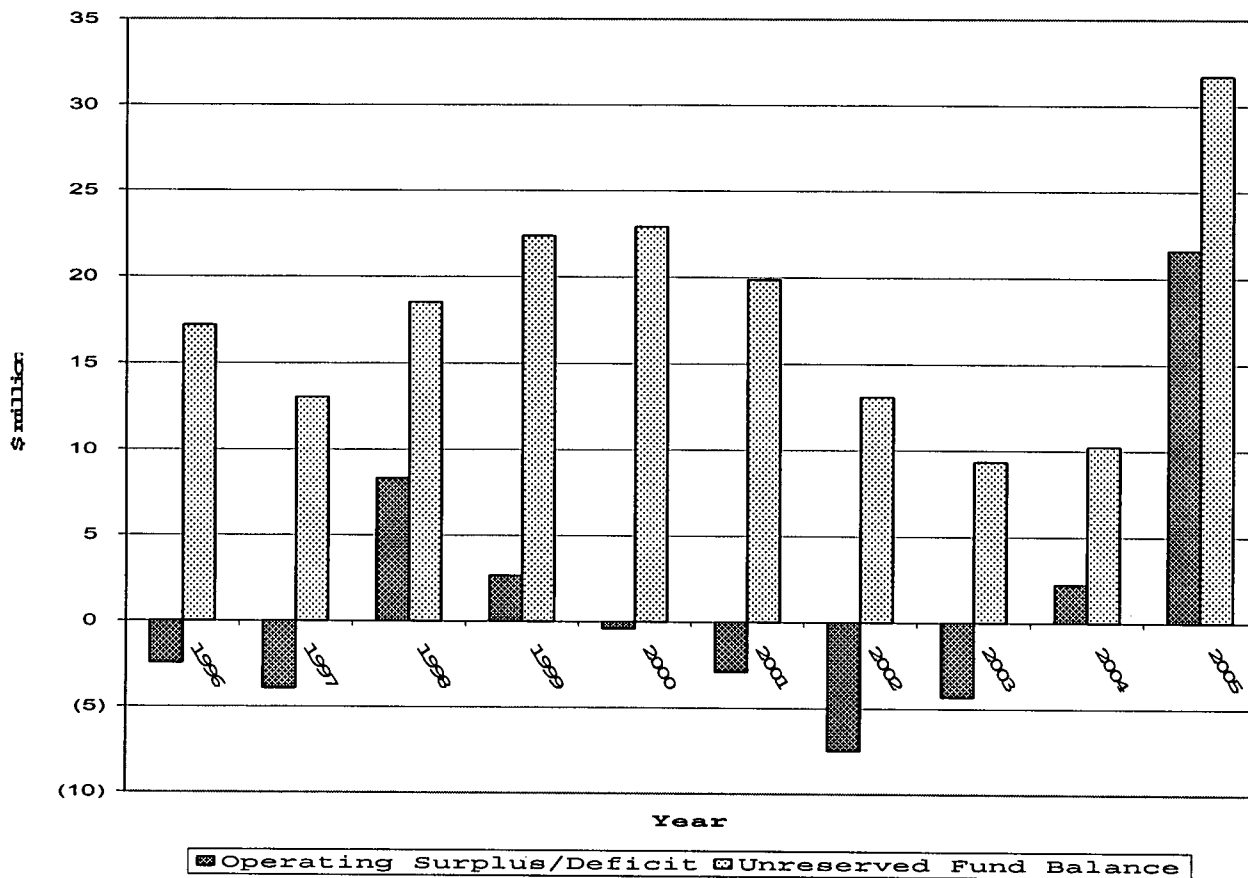
Governmental Funds

The focus of Brevard County governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Brevard 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 September 30, 2005, Brevard County governmental funds reported combined fund balances of \$296.0 million, an increase of \$100.3 million over the prior year balances. The increase is a result of an increase in taxes and intergovernmental revenues, and debt proceeds.

The General Fund is the chief operating fund of the County. At September 30, 2005, total fund balance in the General Fund was \$34.2 million, of which \$31.7 million was unreserved. As a measure of the General Fund's liquidity, the total and unreserved fund balances compared to total fund expenditures shows percentages of 15.0% and 13.9% respectively. The General Fund revenues and other financing sources for fiscal year 2005 exceeded expenditures and other financing uses by \$21.6 million. The graph illustrating the General Fund annual financial results since 1996 is as follows:

General Fund - Fund Balance



The surplus resulted from improved general revenue collections and unexpended funds remaining within assorted government services.

The cash and investments held in the Transportation Trust, the Parks and Recreation Facilities, and the Environmentally Endangered Land Purchases Fund(s) include approximately \$124 million dedicated to construct roads, parks, and purchase land within the County. The funds were generated from municipal bonds financially supported by gas taxes and voter-approved property taxes.

Proprietary funds. Brevard County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail, and on a fund basis for the enterprise funds and internal service funds.

Enterprise Funds. At September 30, 2005, total net assets amounted to \$211.3 million for enterprise funds as compared to \$202.2 million at September 30, 2004. Net asset changes are a result of operations, investment earnings and capital contributions in the Solid Waste Management and Water Resources funds.

The Solid Waste Management Department reported a change in net assets of \$4.9 million, attributable primarily to net income before contributions and transfers of \$4.0 million. Capital contributions in the form of impact fees were \$1.3 million for fiscal year 2005.

The Water Resources Department reported a change in net assets of \$4.9 million. A net loss before contributions and transfers of \$5.4 million is offset primarily by capital contributions from connection fees of \$5.3 million and \$5.1 million in assets donated by developers. The net loss resulted from depreciation on infrastructure assets contributed by private developers. This depreciation level is expected to continue into future years, but will not inhibit operations of the system or debt service compliance. The Board approved a two step increase in water and sewer service fee rates on September 14, 2005. The rates went up 4% on October 1, 2005, and will go up another 2% effective October 1, 2006.

General Fund Budgetary Highlights

Budget to actual statement is provided for the General Fund. A budget column for both the original budget adopted for fiscal year 2005 as well as the final budget is presented.

A comparison of the original to the final operating revenue budget shows an increase of \$30.3 million. Federal and State grants increased by \$22.2 million, primarily for disaster assistance related to hurricanes. Charges for Services were increased by \$4.9 million for additional revenues from recording legal instruments and court charges.

Expenditures were \$12.2 million less than final budgeted amounts. Several facility and parks/recreation projects were not completed during fiscal year 2005.

Capital Asset and Debt Administration

Capital assets. Brevard County's investment in capital assets for its governmental and business-type activities as of September 30, 2005, amounts to \$620.2 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and structures, improvements, machinery and equipment, and park facilities. The roads, highways and bridges, added since fiscal year 2002, are also included. The remaining infrastructure assets will be included in a subsequent financial report. The total increase in Brevard County's investment in capital assets for the current fiscal year was 8.0 percent (a 12.7 percent increase for governmental activities and a .8 percent increase for business-type activities).

Brevard County's Capital Assets (Net)
(in millions)

| | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | | <u>Total</u> | |
|-----------------------------------|------------------------------------|----------------|-------------------------------------|----------------|----------------|----------------|
| | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> |
| Land | \$123.5 | \$122.8 | \$ 37.7 | \$ 37.7 | \$161.2 | \$160.5 |
| Buildings and structures | 114.6 | 114.6 | 37.3 | 37.3 | 151.9 | 151.9 |
| Improvements other than buildings | 10.4 | 5.7 | 109.3 | 112.3 | 119.7 | 118.0 |
| Machinery and equipment | 43.8 | 36.6 | 15.3 | 14.6 | 59.1 | 51.2 |
| Infrastructure | 30.5 | 23.8 | 2.3 | 0 | 32.8 | 23.8 |
| Improvements to land | 9.0 | 7.5 | 11.5 | 13.7 | 20.5 | 21.2 |
| Construction in progress | <u>62.1</u> | <u>38.6</u> | <u>12.9</u> | <u>9.0</u> | <u>75.0</u> | <u>47.6</u> |
| Total | <u>\$393.9</u> | <u>\$349.6</u> | <u>\$226.3</u> | <u>\$224.6</u> | <u>\$620.2</u> | <u>\$574.2</u> |

Additional information on Brevard County's capital assets can be found in notes to financial statements (Exhibit A-12, Note 8).

Long-term debt. At the end of the current fiscal year, Brevard County had total bonded debt outstanding of \$341.0 million. Of this amount, \$136.7 million comprises debt backed by voter approved property taxes and \$204.3 million is secured solely by specified revenue sources (i.e., revenue bonds).

Brevard County's Outstanding Debt
(in millions)

General Obligation and Revenue Bonds

| | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | | <u>Total</u> | |
|------------------------------|------------------------------------|----------------|-------------------------------------|----------------|----------------|----------------|
| | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> |
| Limited Ad valorem Tax Bonds | \$136.7 | \$ 84.2 | \$ 0 | \$ 0 | \$136.7 | \$ 84.2 |
| Revenue bonds | <u>112.7</u> | <u>105.1</u> | <u>91.6</u> | <u>99.3</u> | <u>204.3</u> | <u>204.4</u> |
| Total | <u>\$249.4</u> | <u>\$189.3</u> | <u>\$ 91.6</u> | <u>\$ 99.3</u> | <u>\$341.0</u> | <u>\$288.6</u> |

Additional information on Brevard County's long-term debt can be found in notes to financial statements (Exhibit A-12, Note 16)

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Brevard County is currently 3.0 percent, which was a decrease from a rate of 4.2 percent a year ago. The state's average unemployment rate is 3.1 percent and the national average rate is 5.1 percent.
- Property valuation increased from \$25.3 billion to \$31.1 billion.
- County-wide taxable sales increased from \$6.24 billion in 2004 to \$7.51 billion in 2005.
- County-wide motor fuel sales increased from 245.2 million gallons in 2004 to 256.0 million gallons in 2005.

All of these factors were considered in preparing Brevard County's budget for the 2006 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of Brevard County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Stephen Burdett, County Finance Director, 400 South St. Titusville, Florida 32780. Complete financial statements for each of the individual component units may be obtained at the entity's administrative office.



BASIC FINANCIAL STATEMENTS



BREVARD COUNTY, FLORIDA
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2005

| | Primary Government | | | |
|--|----------------------------|-----------------------------|------------------|--------------------|
| | Governmental Activities | Business-type Activities | Total | Component Units |
| ASSETS | | | | |
| Cash and cash equivalents | \$ 281,427,890 | \$ 48,673,024 | \$ 330,100,914 | \$ 14,909,578 |
| Cash with escrow and paying agents | 1,683,603 | 0 | 1,683,603 | 0 |
| Investments | 49,179,037 | 3,663,536 | 52,842,573 | 0 |
| Receivables (net of allowance for uncollectibles) | 11,775,148 | 1,333,919 | 13,109,067 | 151,766 |
| Assessments receivable | 398,934 | 0 | 398,934 | 0 |
| Accrued interest receivable | 1,260,549 | 413,840 | 1,674,389 | 10,190 |
| Internal balances | (3,728,481) | 3,728,481 | 0 | 0 |
| Due from other governmental units | 19,970,157 | 8,850,872 | 28,821,029 | 303,737 |
| Inventory of supplies | 3,404,878 | 1,036,572 | 4,441,450 | 31,838 |
| Prepaid items | 560,422 | 0 | 560,422 | 58,891 |
| Deferred charges | 0 | 0 | 0 | 4,292 |
| Restricted assets: | | | | |
| Cash and cash equivalents | 0 | 32,677,862 | 32,677,862 | 0 |
| Investments, at cost or amortized cost | 0 | 1,194,500 | 1,194,500 | 0 |
| Accrued interest receivable | 0 | 5,780 | 5,780 | 0 |
| Due from other governmental units | 0 | 388,207 | 388,207 | 0 |
| Capital assets, net of accumulated depreciation: | | | | |
| Land | 123,539,489 | 37,720,164 | 161,259,653 | 10,470,559 |
| Buildings and structures | 114,592,807 | 37,316,355 | 151,909,162 | 6,023,338 |
| Infrastructure | 30,485,753 | 2,335,904 | 32,821,657 | 0 |
| Improvements to land | 8,980,025 | 11,495,348 | 20,475,373 | 8,561,530 |
| Improvements other than buildings | 10,459,717 | 109,308,631 | 119,768,348 | 6,380,678 |
| Machinery and equipment | 43,830,933 | 15,261,925 | 59,092,858 | 1,258,001 |
| Construction in progress | 62,053,690 | 12,869,111 | 74,922,801 | 4,837,763 |
| Capital lease receivable | 685,000 | 0 | 685,000 | 0 |
| Unamortized debt issue costs | 2,724,480 | 909,270 | 3,633,750 | 0 |
| Total assets | \$ 763,284,031 | \$ 329,183,301 | \$ 1,092,467,332 | \$ 53,002,161 |

| | Primary Government | | | Component Units |
|---|----------------------------|-----------------------------|----------------|--------------------|
| | Governmental Activities | Business-type Activities | Total | |
| LIABILITIES | | | | |
| Vouchers and contracts payable | \$ 15,175,076 | \$ 3,634,269 | \$ 18,809,345 | \$ 357,699 |
| Accrued wages and benefits payable | 5,124,358 | 318,375 | 5,442,733 | 29,191 |
| Accrued interest payable | 2,298,055 | 126,400 | 2,424,455 | 0 |
| Advance payments | 0 | 0 | 0 | 327,729 |
| Due to other governmental units | 3,723,268 | 12,714 | 3,735,982 | 0 |
| Unearned revenue | 2,091,835 | 165,925 | 2,257,760 | 46,497 |
| Liabilities payable from restricted assets: | | | | |
| Accrued interest payable | 0 | 629,175 | 629,175 | 0 |
| Customer deposits | 0 | 1,455,133 | 1,455,133 | 0 |
| Revenue bonds | 0 | 3,119,583 | 3,119,583 | 0 |
| Noncurrent liabilities: | | | | |
| Due within one year: | | | | |
| Claims payable | 7,376,404 | 0 | 7,376,404 | 0 |
| Compensated absences | 1,766,570 | 120,793 | 1,887,363 | 176,884 |
| Leases payable | 179,617 | 98,144 | 277,761 | 164,712 |
| Notes payable | 1,316,000 | 0 | 1,316,000 | 0 |
| Bonds payable | 16,881,417 | 5,105,216 | 21,986,633 | 0 |
| Due in more than one year: | | | | |
| Claims payable | 4,734,952 | 0 | 4,734,952 | 0 |
| Landfill closure and postclosure care | 0 | 14,716,483 | 14,716,483 | 0 |
| Compensated absences | 19,821,961 | 1,528,089 | 21,350,050 | 0 |
| Leases payable | 527,213 | 341,954 | 869,167 | 2,462,015 |
| Notes payable | 13,510,000 | 0 | 13,510,000 | 0 |
| Bonds payable (net of unamortized discounts and deferred amount on refunding) | 229,170,640 | 84,605,527 | 313,776,167 | 0 |
| Total liabilities | \$ 323,697,366 | \$ 115,977,780 | \$ 439,675,146 | \$ 3,564,727 |
| NET ASSETS | | | | |
| Invested in capital assets (net of related debt) | \$ 236,991,969 | \$ 134,132,019 | \$ 371,123,988 | \$ 34,904,567 |
| Restricted for: | | | | |
| Debt | 1,151,805 | 10,384,549 | 11,536,354 | 0 |
| Renewal and replacement | 0 | 18,677,910 | 18,677,910 | 0 |
| Transportation projects | 42,992,874 | 0 | 42,992,874 | 0 |
| Recreation projects | 30,526,319 | 0 | 30,526,319 | 0 |
| Land preservation | 11,787,447 | 0 | 11,787,447 | 0 |
| Special purposes | 70,220,199 | 0 | 70,220,199 | 0 |
| Unrestricted | 45,916,052 | 50,011,043 | 95,927,095 | 14,532,867 |
| Total net assets | \$ 439,586,665 | \$ 213,205,521 | \$ 652,792,186 | \$ 49,437,434 |

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

BREVARD COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER, 30, 2005

| Functions/Programs | Expenses | Program Revenues | | |
|--|-----------------------|-------------------------|--|--|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Primary government: | | | | |
| Governmental activities: | | | | |
| General government | \$ 89,997,926 | \$ 52,990,418 | \$ 9,802,560 | \$ 772,465 |
| Public safety | 136,380,175 | 44,269,156 | 3,910,666 | 710,998 |
| Physical environment | 28,541,459 | 3,491,824 | 10,202,281 | 295,244 |
| Transportation | 28,198,681 | 9,986,389 | 9,232,715 | 137,843 |
| Economic environment | 10,333,074 | 20 | 5,160,956 | 0 |
| Human services | 19,542,664 | 9,413,614 | 2,311,756 | 0 |
| Culture and recreation | 45,109,227 | 3,747,201 | 1,603,484 | 659,456 |
| Interest on long-term debt | 10,531,096 | 0 | 0 | 0 |
| Total governmental activities | <u>\$ 368,634,302</u> | <u>\$ 123,898,622</u> | <u>\$ 42,224,418</u> | <u>\$ 2,576,006</u> |
| Business type activities: | | | | |
| Solid Waste | \$ 46,849,860 | \$ 33,381,352 | \$ 14,117,195 | \$ 1,339,688 |
| Water Resources | 31,074,985 | 24,339,360 | 279,035 | 10,450,256 |
| Transit Service | 8,122,342 | 1,940,290 | 2,624,593 | 3,179,200 |
| County-wide golf courses | 4,029,516 | 2,851,991 | 112,696 | 0 |
| Total business type activities | <u>\$ 90,076,703</u> | <u>\$ 62,512,993</u> | <u>\$ 17,133,519</u> | <u>\$ 14,969,144</u> |
| Total primary government | <u>\$ 458,711,005</u> | <u>\$ 186,411,615</u> | <u>\$ 59,357,937</u> | <u>\$ 17,545,150</u> |
| Component units: | | | | |
| North Brevard County | | | | |
| Public Library District | \$ 2,756 | \$ 5,236 | \$ 0 | \$ 0 |
| Merritt Island Redevelopment Agency | 234,156 | 0 | 0 | 0 |
| Titusville-Cocoa Airport Authority | 2,431,482 | 1,716,031 | 0 | 1,784,331 |
| Melbourne-Tillman Water Control District | 2,289,188 | 5,866,938 | 0 | 0 |
| Housing Finance Authority | 260,096 | 418,183 | 0 | 0 |
| Total component units | <u>\$ 5,217,678</u> | <u>\$ 8,006,388</u> | <u>\$ 0</u> | <u>\$ 1,784,331</u> |

General revenues:

Taxes:

Ad valorem taxes, levied for general purposes

Ad valorem taxes, levied for debt service

Franchise fees

Local option gas tax

Tourist tax

Other

State shared revenues (unrestricted)

Interest income

Miscellaneous

Transfers

Total general revenues and transfers

Change in net assets

Net assets - beginning

Net assets - ending

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

*Net (Expense) Revenue and
Changes in Net Assets*

| <i>Primary Government</i> | | | <i>Component Units</i> |
|------------------------------------|-------------------------------------|-------------------------|----------------------------|
| <i>Governmental Activities</i> | <i>Business-type Activities</i> | <i>Total</i> | |
| \$ (26,432,483) | \$ 0 | \$ (26,432,483) | |
| (87,489,355) | 0 | (87,489,355) | |
| (14,552,110) | 0 | (14,552,110) | |
| (8,841,734) | 0 | (8,841,734) | |
| (5,172,098) | 0 | (5,172,098) | |
| (7,817,294) | 0 | (7,817,294) | |
| (39,099,086) | 0 | (39,099,086) | |
| (10,531,096) | 0 | (10,531,096) | |
| <u>\$ (199,935,256)</u> | <u>\$ 0</u> | <u>\$ (199,935,256)</u> | |
| \$ 0 | \$ 1,988,375 | \$ 1,988,375 | |
| 0 | 3,993,666 | 3,993,666 | |
| 0 | (378,259) | (378,259) | |
| 0 | (1,064,829) | (1,064,829) | |
| <u>\$ 0</u> | <u>\$ 4,538,953</u> | <u>\$ 4,538,953</u> | |
| <u>\$ (199,935,256)</u> | <u>\$ 4,538,953</u> | <u>\$ (195,396,303)</u> | |
| | | | \$ 2,480 |
| | | | (234,156) |
| | | | 1,068,880 |
| | | | 3,577,750 |
| | | | 158,087 |
| | | | <u>\$ 4,573,041</u> |
| \$ 167,436,879 | \$ 0 | \$ 167,436,879 | \$ 187,456 |
| 21,251,828 | 0 | 21,251,828 | 0 |
| 19,743,734 | 0 | 19,743,734 | 0 |
| 8,223,931 | 0 | 8,223,931 | 0 |
| 7,335,377 | 0 | 7,335,377 | 0 |
| 0 | 0 | 0 | 1,041,822 |
| 34,816,786 | 0 | 34,816,786 | 0 |
| 7,349,343 | 2,224,346 | 9,573,689 | 253,967 |
| 10,370,806 | 1,239,265 | 11,610,071 | 249,892 |
| (1,145,664) | 1,145,664 | 0 | 0 |
| <u>\$ 275,383,020</u> | <u>\$ 4,609,275</u> | <u>\$ 279,992,295</u> | <u>\$ 1,733,137</u> |
| \$ 75,447,764 | \$ 9,148,228 | \$ 84,595,992 | \$ 6,306,178 |
| 364,138,901 | 204,057,293 | 568,196,194 | 43,131,256 |
| <u>\$ 439,586,665</u> | <u>\$ 213,205,521</u> | <u>\$ 652,792,186</u> | <u>\$ 49,437,434</u> |

BREVARD COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

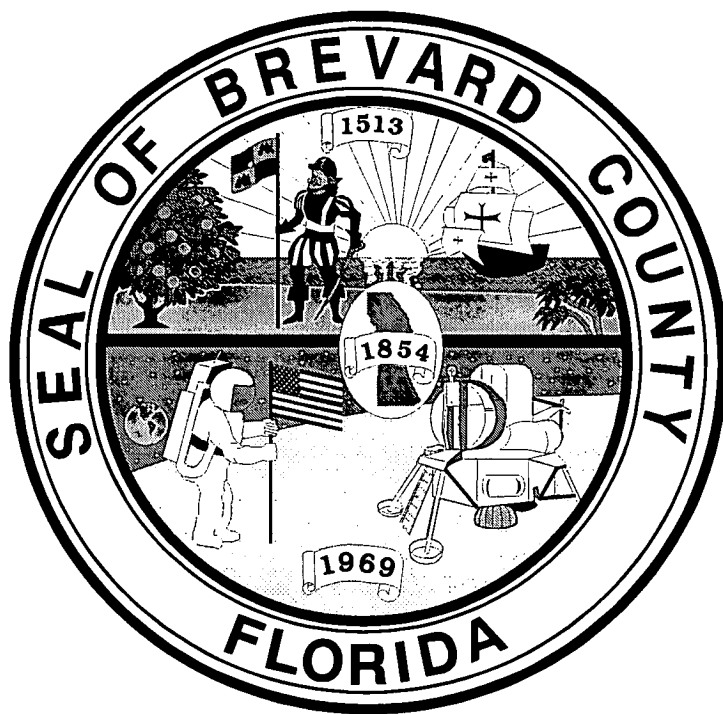
| | <u>General</u> | <u>Emergency Services</u> |
|--|----------------------|-------------------------------|
| ASSETS | | |
| Cash | \$ 36,867,787 | \$ 5,103,776 |
| Cash with escrow and paying agent | 0 | 0 |
| Investments | 0 | 0 |
| Receivables (net of allowance for uncollectibles): | | |
| Accounts | 2,904,263 | 8,440,322 |
| Assessments, current | 15,774 | 0 |
| Accrued interest | 79,064 | 42,828 |
| Due from other funds | 35,580 | 46,165 |
| Due from other governmental units | 9,321,695 | 2,968,023 |
| Inventory of supplies | 1,933,783 | 546,640 |
| Advances to other funds | 0 | 0 |
| Prepaid items | 560,422 | 0 |
| Assessments receivable - deferred | 20,405 | 0 |
| Capital lease receivable | 0 | 0 |
| Total assets | <u>\$ 51,738,773</u> | <u>\$ 17,147,754</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Vouchers and contracts payable | \$ 5,159,127 | \$ 490,217 |
| Accrued wages and benefits payable | 3,718,899 | 538,034 |
| Due to other funds | 557,247 | 0 |
| Due to other governmental units | 3,419,341 | 0 |
| Advances from other funds | 2,211,749 | 0 |
| Deferred revenue | 2,438,112 | 8,301,072 |
| Total liabilities | <u>\$ 17,504,475</u> | <u>\$ 9,329,323</u> |
| Fund balances: | | |
| Reserved for: | | |
| Debt service | \$ 0 | \$ 0 |
| Inventory | 1,933,783 | 546,640 |
| Prepaid items | 560,422 | 0 |
| Noncurrent receivables | 0 | 0 |
| Other purposes | 49,623 | 0 |
| Unreserved, reported in: | | |
| General Fund | 31,690,470 | 0 |
| Debt Service funds | 0 | 0 |
| Special Revenue funds | 0 | 7,271,791 |
| Capital Project funds | 0 | 0 |
| Total fund balances | <u>\$ 34,234,298</u> | <u>\$ 7,818,431</u> |
| Total liabilities and fund balances | <u>\$ 51,738,773</u> | <u>\$ 17,147,754</u> |

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

| <i>Brevard County Transportation Trust</i> | <i>Parks and Recreation Facilities</i> | <i>Environmentally Endangered Land Purchases</i> | <i>Other Governmental Funds</i> | <i>Total</i> |
|--|--|--|---|-----------------------|
| \$ 50,504,539 | \$ 26,521,865 | \$ 46,521,112 | \$ 82,832,662 | \$ 248,351,741 |
| 160,059 | 0 | 0 | 852,324 | 1,012,383 |
| 4,549,358 | 19,734,344 | 24,895,335 | 0 | 49,179,037 |
| 275,236 | 0 | 0 | 145,145 | 11,764,966 |
| 0 | 0 | 0 | 50,969 | 66,743 |
| 157,357 | 198,663 | 292,612 | 357,294 | 1,127,818 |
| 624 | 0 | 0 | 427,217 | 509,586 |
| 3,348,477 | 101,742 | 15,800 | 3,600,158 | 19,355,895 |
| 32,612 | 0 | 0 | 891,843 | 3,404,878 |
| 0 | 0 | 0 | 546,566 | 546,566 |
| 0 | 0 | 0 | 0 | 560,422 |
| 0 | 0 | 0 | 311,786 | 332,191 |
| 0 | 0 | 0 | 685,000 | 685,000 |
| <u>\$ 59,028,262</u> | <u>\$ 46,556,614</u> | <u>\$ 71,724,859</u> | <u>\$ 90,700,964</u> | <u>\$ 336,897,226</u> |
| \$ 1,321,395 | \$ 5,121,676 | \$ 44,764 | \$ 2,510,170 | \$ 14,647,349 |
| 147,241 | 4,510 | 0 | 667,666 | 5,076,350 |
| 232 | 0 | 0 | 63,912 | 621,391 |
| 1,128 | 0 | 0 | 302,799 | 3,723,268 |
| 0 | 0 | 0 | 0 | 2,211,749 |
| 783,587 | 0 | 28,500 | 3,048,169 | 14,599,440 |
| <u>\$ 2,253,583</u> | <u>\$ 5,126,186</u> | <u>\$ 73,264</u> | <u>\$ 6,592,716</u> | <u>\$ 40,879,547</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 1,495,184 | \$ 1,495,184 |
| 32,612 | 0 | 0 | 891,843 | 3,404,878 |
| 0 | 0 | 0 | 0 | 560,422 |
| 0 | 0 | 0 | 546,566 | 546,566 |
| 0 | 0 | 0 | 0 | 49,623 |
| 0 | 0 | 0 | 0 | 31,690,470 |
| 0 | 0 | 0 | 9,211,938 | 9,211,938 |
| 56,742,067 | 0 | 0 | 54,971,611 | 118,985,469 |
| 0 | 41,430,428 | 71,651,595 | 16,991,106 | 130,073,129 |
| <u>\$ 56,774,679</u> | <u>\$ 41,430,428</u> | <u>\$ 71,651,595</u> | <u>\$ 84,108,248</u> | <u>\$ 296,017,679</u> |
| <u>\$ 59,028,262</u> | <u>\$ 46,556,614</u> | <u>\$ 71,724,859</u> | <u>\$ 90,700,964</u> | <u>\$ 336,897,226</u> |

BREVARD COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | |
|---|------------------------------|
| Fund balances - total governmental funds | \$ 296,017,679 |
| 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 governmental funds. | 391,704,852 |
| Other assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | 2,724,480 |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds. | (285,035,609) |
| Deferred revenue in the governmental funds susceptible to full accrual on the entity-wide statements. | 12,507,605 |
| Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities. | <u>21,667,658</u> |
| Net assets of governmental activities | <u><u>\$ 439,586,665</u></u> |



BREVARD COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

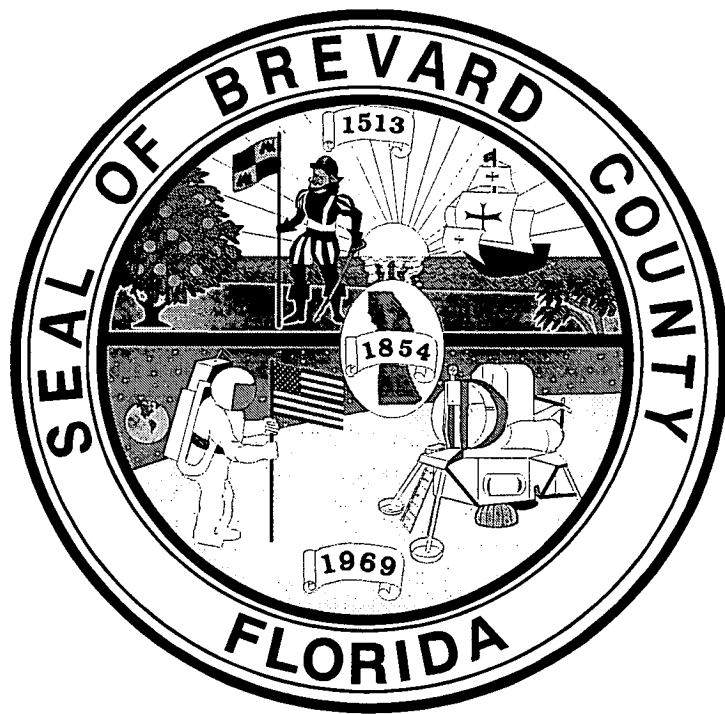
| | <u>General</u> | <u>Emergency Services</u> |
|---|-----------------------|-------------------------------|
| REVENUES | | |
| Taxes | \$ 119,599,301 | \$ 25,053,616 |
| License and permits | 5,458,246 | 0 |
| Intergovernmental revenues | 60,325,905 | 2,599,121 |
| Charges for services | 41,737,747 | 21,756,615 |
| Fines and forfeits | 346,880 | 438,143 |
| Miscellaneous revenues | 4,977,092 | 13,693,496 |
| Total revenues | <u>\$ 232,445,171</u> | <u>\$ 63,540,991</u> |
| EXPENDITURES | | |
| Current: | | |
| General government | \$ 84,102,027 | \$ 0 |
| Public safety | 62,036,960 | 58,004,741 |
| Physical environment | 20,007,163 | 0 |
| Transportation | 7,664,238 | 0 |
| Economic environment | 3,412,741 | 0 |
| Human services | 14,265,641 | 0 |
| Culture and recreation | 14,784,451 | 0 |
| Capital outlay | 0 | 0 |
| Debt service: | | |
| Principal | 2,354,306 | 160,000 |
| Interest | 208,037 | 3,574 |
| Total expenditures | <u>\$ 208,835,564</u> | <u>\$ 58,168,315</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ 23,609,607</u> | <u>\$ 5,372,676</u> |
| OTHER FINANCING SOURCES AND (USES) | | |
| Transfers in | \$ 11,785,125 | \$ 305,096 |
| Transfers out | (19,321,822) | (1,813,355) |
| Proceeds of the sale of capital assets | 428,759 | 213,824 |
| Insurance proceeds | 558,425 | 138,637 |
| Capital leases issued | 0 | 786,830 |
| Refunding bonds issued | 0 | 0 |
| Capital related debt issued | 4,519,000 | 0 |
| Bond premium | 0 | 0 |
| Bond discount | 0 | 0 |
| Payment to bond refunding escrow agent | 0 | 0 |
| Total other financing sources and uses | <u>\$ (2,030,513)</u> | <u>\$ (368,968)</u> |
| Net change in fund balances | <u>\$ 21,579,094</u> | <u>\$ 5,003,708</u> |
| Fund balances - beginning | \$ 12,160,144 | \$ 2,750,804 |
| Cumulative effect in prior years of accounting error | (176,836) | 0 |
| Fund balances - beginning, restated | \$ 11,983,308 | \$ 2,750,804 |
| Increase (decrease) in reserve for inventory of supplies and prepaid items | 671,896 | 63,919 |
| Fund balances - ending | <u>\$ 34,234,298</u> | <u>\$ 7,818,431</u> |

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

| <i>Brevard County Transportation Trust</i> | <i>Parks and Recreation Facilities</i> | <i>Environmentally Endangered Land Purchases</i> | <i>Other Governmental Funds</i> | <i>Total Governmental Funds</i> |
|--|--|--|---|---|
| \$ 8,745,326 | \$ 0 | \$ 0 | \$ 70,593,507 | \$ 223,991,750 |
| 0 | 0 | 0 | 4,093,735 | 9,551,981 |
| 9,192,979 | 786,050 | 107,857 | 10,766,960 | 83,778,872 |
| 3,954,987 | 0 | 0 | 14,937,569 | 82,386,918 |
| 0 | 0 | 0 | 1,295,223 | 2,080,246 |
| 6,953,455 | 1,255,866 | 1,281,635 | 16,852,245 | 45,013,789 |
| <u>\$ 28,846,747</u> | <u>\$ 2,041,916</u> | <u>\$ 1,389,492</u> | <u>\$ 118,539,239</u> | <u>\$ 446,803,556</u> |
| | | | | |
| \$ 0 | \$ 0 | \$ 0 | \$ 6,231,468 | \$ 90,333,495 |
| 0 | 0 | 0 | 21,366,086 | 141,407,787 |
| 0 | 0 | 0 | 9,472,327 | 29,479,490 |
| 28,953,595 | 0 | 0 | 4,368,305 | 40,986,138 |
| 0 | 0 | 0 | 6,964,154 | 10,376,895 |
| 0 | 0 | 0 | 5,162,068 | 19,427,709 |
| 0 | 0 | 0 | 27,546,156 | 42,330,607 |
| 0 | 27,857,435 | 446,362 | 1,721,507 | 30,025,304 |
| 1,561,750 | 0 | 0 | 16,112,995 | 20,189,051 |
| 1,994,261 | 0 | 0 | 9,197,171 | 11,403,043 |
| <u>\$ 32,509,606</u> | <u>\$ 27,857,435</u> | <u>\$ 446,362</u> | <u>\$ 108,142,237</u> | <u>\$ 435,959,519</u> |
| | | | | |
| <u>\$ (3,662,859)</u> | <u>\$ (25,815,519)</u> | <u>\$ 943,130</u> | <u>\$ 10,397,002</u> | <u>\$ 10,844,037</u> |
| | | | | |
| \$ 1,771,765 | \$ 7,328,135 | \$ 50,000 | \$ 24,447,300 | \$ 45,687,421 |
| (988,926) | (1,529) | (1,499,121) | (22,988,689) | (46,613,442) |
| 68,365 | | 2,478,266 | 181,515 | 3,370,729 |
| 73,480 | | 0 | 230,524 | 1,001,066 |
| 0 | 0 | 0 | 0 | 786,830 |
| 25,525,000 | 0 | 0 | 0 | 25,525,000 |
| 0 | 0 | 59,671,283 | 19,639,717 | 83,830,000 |
| 1,152,513 | 0 | 32,157 | 666,138 | 1,850,808 |
| 0 | 0 | 0 | (9,743) | (9,743) |
| (26,447,841) | 0 | 0 | 0 | (26,447,841) |
| | | | | |
| <u>\$ 1,154,356</u> | <u>\$ 7,326,606</u> | <u>\$ 60,732,585</u> | <u>\$ 22,166,762</u> | <u>\$ 88,980,828</u> |
| <u>\$ (2,508,503)</u> | <u>\$ (18,488,913)</u> | <u>\$ 61,675,715</u> | <u>\$ 32,563,764</u> | <u>\$ 99,824,865</u> |
| <u>\$ 59,300,256</u> | <u>\$ 59,919,341</u> | <u>\$ 9,975,880</u> | <u>\$ 51,549,000</u> | <u>\$ 195,655,425</u> |
| | | | | |
| 0 | 0 | 0 | 0 | (176,836) |
| <u>\$ 59,300,256</u> | <u>\$ 59,919,341</u> | <u>\$ 9,975,880</u> | <u>\$ 51,549,000</u> | <u>\$ 195,478,589</u> |
| | | | | |
| (17,074) | 0 | 0 | (4,516) | 714,225 |
| <u>\$ 56,774,679</u> | <u>\$ 41,430,428</u> | <u>\$ 71,651,595</u> | <u>\$ 84,108,248</u> | <u>\$ 296,017,679</u> |

BREVARD COUNTY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | |
|---|----------------------|
| Net change in fund balances - total governmental funds | \$ 99,824,865 |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. | 46,679,365 |
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets. | (4,125,232) |
| Some revenues reported governmental funds are to be collected on a long-term basis and therefore are not reported in the statement of activities. | (3,509,792) |
| Long-term bonds and lease proceeds provide current financial resources to the governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net assets. This is the amount by which proceeds exceeded repayments. | (64,067,997) |
| Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental fund. | (1,702,776) |
| Some expenditures reported in governmental funds are to be collected on a long-term basis and therefore are not reported in the statement of activities. | 714,225 |
| Internal service funds are used by management to charge the costs of certain services to individual funds. The net (revenue) of the internal service funds is reported with governmental activities. | <u>1,635,106</u> |
| Change in net assets of governmental activities | <u>\$ 75,447,764</u> |



BREVARD COUNTY, FLORIDA
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | | <i>Variance with final budget - Positive (Negative)</i> |
|---|-------------------------|----------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | <i>Actual Amount</i> | |
| REVENUES | | | | |
| Taxes: | | | | |
| Ad valorem taxes | \$ 105,822,810 | \$ 105,822,810 | \$ 100,376,962 | \$ (5,445,848) |
| Franchise fees | 12,067,743 | 12,170,378 | 12,532,188 | 361,810 |
| Communication services tax | 5,285,208 | 5,285,208 | 6,690,151 | 1,404,943 |
| Total taxes | \$ 123,175,761 | \$ 123,278,396 | \$ 119,599,301 | \$ (3,679,095) |
| License and permits: | | | | |
| Professional and occupational licenses | \$ 590,280 | \$ 590,280 | \$ 722,322 | \$ 132,042 |
| Other licenses | 4,060,117 | 4,190,326 | 4,735,924 | 545,598 |
| Total licenses and permits | \$ 4,650,397 | \$ 4,780,606 | \$ 5,458,246 | \$ 677,640 |
| Intergovernmental revenues: | | | | |
| Federal grants | \$ 2,550,829 | \$ 13,309,702 | \$ 9,886,415 | \$ (3,423,287) |
| Federal payments in lieu of taxes | 100,000 | 100,000 | 137,252 | 37,252 |
| State grants | 6,890,979 | 17,181,984 | 13,987,903 | (3,194,081) |
| State shared revenues | 31,560,180 | 32,531,474 | 34,925,850 | 2,394,376 |
| Payments from other local units in lieu of taxes | 1,388,485 | 1,388,485 | 1,388,485 | 0 |
| Total intergovernmental revenues | \$ 42,490,473 | \$ 64,511,645 | \$ 60,325,905 | \$ (4,185,740) |
| Charges for services: | | | | |
| General government | \$ 11,014,766 | \$ 15,539,729 | \$ 15,360,591 | \$ (179,138) |
| Public safety | 458,026 | 458,026 | 908,642 | 450,616 |
| Physical environment | 48,161 | 76,561 | 317,901 | 241,340 |
| Transportation | 203,041 | 203,041 | 196,356 | (6,685) |
| Human services | 293,810 | 293,810 | 256,253 | (37,557) |
| Culture and recreation | 2,202,208 | 2,204,208 | 2,307,512 | 103,304 |
| Court-related revenues | 12,575,328 | 12,575,328 | 13,503,854 | 928,526 |
| Other charges for services | 8,534,129 | 8,901,239 | 8,886,638 | (14,601) |
| Total charges for services | \$ 35,329,469 | \$ 40,251,942 | \$ 41,737,747 | \$ 1,485,805 |
| Fines and forfeits | \$ 327,088 | \$ 377,874 | \$ 346,880 | \$ (30,994) |
| Miscellaneous revenues: | | | | |
| Interest earnings | \$ 998,046 | \$ 1,172,102 | \$ 1,557,840 | \$ 385,738 |
| Rents and royalties | 1,295,420 | 1,295,420 | 1,209,982 | (85,438) |
| Special assessments | 0 | 0 | 5,705 | 5,705 |
| Contributions and donations | 56,184 | 61,026 | 104,175 | 43,149 |
| Other miscellaneous revenues | 773,527 | 1,392,528 | 2,099,390 | 706,862 |
| Total miscellaneous revenues | \$ 3,123,177 | \$ 3,921,076 | \$ 4,977,092 | \$ 1,056,016 |
| Total revenues | \$ 209,096,365 | \$ 237,121,539 | \$ 232,445,171 | \$ (4,676,368) |
| EXPENDITURES | | | | |
| General government: | | | | |
| Legislative | \$ 1,295,403 | \$ 1,308,913 | \$ 1,313,300 | \$ (4,387) |
| Executive | 702,891 | 742,049 | 752,237 | (10,188) |
| Financial and administrative | 32,552,251 | 32,847,518 | 32,533,637 | 313,881 |
| Legal counsel | 1,242,551 | 1,242,551 | 1,178,710 | 63,841 |
| Comprehensive planning | 3,232,936 | 3,433,954 | 2,732,200 | 701,754 |
| Court related | 25,336,282 | 24,096,961 | 23,142,984 | 953,977 |
| Other general government | 17,577,707 | 24,036,610 | 22,448,959 | 1,587,651 |
| Total general government | \$ 81,940,021 | \$ 87,708,556 | \$ 84,102,027 | \$ 3,606,529 |

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|----------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| Expenditures (continued) | | | | |
| Public safety: | | | | |
| Law enforcement | \$ 31,401,857 | \$ 33,573,738 | \$ 33,044,973 | \$ 528,765 |
| Detention and/or correction | 24,614,043 | 25,054,734 | 24,569,830 | 484,904 |
| Protective inspections | 1,946,896 | 2,181,390 | 1,773,427 | 407,963 |
| Emergency and disaster relief services | 1,107,934 | 1,734,402 | 1,050,592 | 683,810 |
| Medical examiner | 1,109,456 | 1,135,456 | 1,110,217 | 25,239 |
| Other public safety | 431,450 | 458,950 | 487,921 | (28,971) |
| Total public safety | \$ 60,611,636 | \$ 64,138,670 | \$ 62,036,960 | \$ 2,101,710 |
| Physical environment: | | | | |
| Conservation and resource management | \$ 3,524,865 | \$ 20,737,824 | \$ 20,007,163 | \$ 730,661 |
| Transportation: | | | | |
| Road and street facilities | \$ 5,825,841 | \$ 7,292,171 | \$ 6,511,347 | \$ 780,824 |
| Airports | 517,061 | 629,823 | 461,975 | 167,848 |
| Other transportation services | 924,558 | 979,422 | 690,916 | 288,506 |
| Total transportation | \$ 7,267,460 | \$ 8,901,416 | \$ 7,664,238 | \$ 1,237,178 |
| Economic environment: | | | | |
| Industry development | \$ 3,172,033 | \$ 3,172,033 | \$ 3,136,657 | \$ 35,376 |
| Veterans' services | 272,822 | 279,538 | 276,084 | 3,454 |
| Total economic environment | \$ 3,444,855 | \$ 3,451,571 | \$ 3,412,741 | \$ 38,830 |
| Human services: | | | | |
| Health | \$ 7,882,882 | \$ 7,981,572 | \$ 7,616,522 | \$ 365,050 |
| Mental health | 2,251,079 | 2,283,860 | 2,151,823 | 132,037 |
| Welfare | 3,557,175 | 4,377,968 | 4,202,261 | 175,707 |
| Developmental disabilities | 59,571 | 60,953 | 63,612 | (2,659) |
| Other human services | 395,570 | 510,855 | 231,423 | 279,432 |
| Total human services | \$ 14,146,277 | \$ 15,215,208 | \$ 14,265,641 | \$ 949,567 |
| Culture and recreation: | | | | |
| Parks and recreation | \$ 14,241,212 | \$ 16,837,550 | \$ 14,486,403 | \$ 2,351,147 |
| Cultural services | 297,046 | 301,687 | 298,048 | 3,639 |
| Total culture and recreation | \$ 14,538,258 | \$ 17,139,237 | \$ 14,784,451 | \$ 2,354,786 |
| Debt service: | | | | |
| Principal | \$ 1,467,935 | \$ 3,467,935 | \$ 2,354,306 | \$ 1,113,629 |
| Interest | 266,870 | 322,613 | 208,037 | 114,576 |
| Total debt service | \$ 1,734,805 | \$ 3,790,548 | \$ 2,562,343 | \$ 1,228,205 |
| Total expenditures | \$ 187,208,177 | \$ 221,083,030 | \$ 208,835,564 | \$ 12,247,466 |
| Excess of revenues over expenditures | \$ 21,888,188 | \$ 16,038,509 | \$ 23,609,607 | \$ 7,571,098 |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers in | \$ 8,293,704 | \$ 11,439,695 | \$ 11,785,125 | \$ 345,430 |
| Transfers out | (19,557,212) | (20,377,401) | (19,321,822) | 1,055,579 |
| Proceeds of the sale of capital assets | 244,130 | 396,651 | 428,759 | 32,108 |
| Insurance proceeds | 5,498 | 5,498 | 558,425 | 552,927 |
| Capital related debt issued | 2,250,000 | 4,519,000 | 4,519,000 | 0 |
| Total other financing sources and uses | \$ (8,763,880) | \$ (4,016,557) | \$ (2,030,513) | \$ 1,986,044 |
| Net change in fund balances | \$ 13,124,308 | \$ 12,021,952 | \$ 21,579,094 | \$ 9,557,142 |
| Fund balances - beginning | \$ 12,160,144 | \$ 12,160,144 | \$ 12,160,144 | \$ 0 |
| Cumulative effect in prior years of accounting error | 0 | 0 | (176,836) | (176,836) |
| Fund balances - restated | \$ 12,160,144 | \$ 12,160,144 | \$ 11,983,308 | \$ (176,836) |
| Increase in reserve for inventory of supplies and prepaid items | 0 | 0 | 671,896 | 671,896 |
| Fund balances - ending | \$ 25,284,452 | \$ 24,182,096 | \$ 34,234,298 | \$ 10,052,202 |

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

BREVARD COUNTY, FLORIDA

EMERGENCY SERVICES

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <u>Budgeted Amounts</u> | | <u>Actual Amount</u> | <u>Variance with final budget - Positive (Negative)</u> |
|--|-------------------------|-----------------------|----------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Taxes | \$ 26,095,896 | \$ 26,095,896 | \$ 25,053,616 | \$ (1,042,280) |
| Intergovernmental revenues | 163,807 | 163,807 | 2,599,121 | 2,435,314 |
| Charges for services | 18,570,922 | 18,360,974 | 21,756,615 | 3,395,641 |
| Fines and forfeits | 332,552 | 332,552 | 438,143 | 105,591 |
| Miscellaneous revenues | 13,678,609 | 13,678,609 | 13,693,496 | 14,887 |
| Total revenues | <u>\$ 58,841,786</u> | <u>\$ 58,631,838</u> | <u>\$ 63,540,991</u> | <u>\$ 4,909,153</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | \$ 57,751,360 | \$ 58,224,505 | \$ 58,004,741 | \$ 219,764 |
| Debt service: | | | | |
| Principal | 92,500 | 80,000 | 160,000 | (80,000) |
| Interest | 60,500 | 3,900 | 3,574 | 326 |
| Total expenditures | <u>\$ 57,904,360</u> | <u>\$ 58,308,405</u> | <u>\$ 58,168,315</u> | <u>\$ 140,090</u> |
| Excess of revenues over expenditures | <u>\$ 937,426</u> | <u>\$ 323,433</u> | <u>\$ 5,372,676</u> | <u>\$ 5,049,243</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers in | \$ 248,895 | \$ 248,895 | \$ 305,096 | \$ 56,201 |
| Transfers out | (2,742,506) | (2,554,922) | (1,813,355) | 741,567 |
| Proceeds of the sale of capital assets | 104,000 | 104,000 | 213,824 | 109,824 |
| Insurance proceeds | 0 | 0 | 138,637 | 138,637 |
| Capital leases issued | 0 | 0 | 786,830 | 786,830 |
| Total other financing sources and uses | <u>\$ (2,389,611)</u> | <u>\$ (2,202,027)</u> | <u>\$ (368,968)</u> | <u>\$ 1,833,059</u> |
| Net change in fund balances | <u>\$ (1,452,185)</u> | <u>\$ (1,878,594)</u> | <u>\$ 5,003,708</u> | <u>\$ 6,882,302</u> |
| Fund balances - beginning | \$ 2,750,804 | \$ 2,750,804 | \$ 2,750,804 | \$ 0 |
| Increase in reserve for inventory of supplies | 0 | 0 | 63,919 | 63,919 |
| Fund balances - ending | <u>\$ 1,298,619</u> | <u>\$ 872,210</u> | <u>\$ 7,818,431</u> | <u>\$ 6,946,221</u> |

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

BREVARD COUNTY, FLORIDA
BREVARD COUNTY TRANSPORTATION TRUST
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|------------------------|-----------------------|---|
| | <i>Original</i> | <i>Final</i> | <i>Actual Amount</i> | |
| REVENUES | | | | |
| Taxes | \$ 8,310,942 | \$ 8,310,942 | \$ 8,745,326 | \$ 434,384 |
| Intergovernmental revenues | 7,967,638 | 8,117,638 | 9,192,979 | 1,075,341 |
| Charges for services | 3,796,513 | 3,826,330 | 3,954,987 | 128,657 |
| Miscellaneous revenues | 6,094,451 | 6,357,822 | 6,953,455 | 595,633 |
| Total revenues | <u>\$ 26,169,544</u> | <u>\$ 26,612,732</u> | <u>\$ 28,846,747</u> | <u>\$ 2,234,015</u> |
| EXPENDITURES | | | | |
| Transportation | \$ 58,752,534 | \$ 82,450,395 | \$ 28,953,595 | \$ 53,496,800 |
| Debt service: | | | | |
| Principal | 1,410,000 | 1,410,000 | 1,561,750 | (151,750) |
| Interest | 1,938,330 | 2,178,002 | 1,994,261 | 183,741 |
| Total expenditures | <u>\$ 62,100,864</u> | <u>\$ 86,038,397</u> | <u>\$ 32,509,606</u> | <u>\$ 53,528,791</u> |
| Deficiency of revenues under expenditures | <u>\$ (35,931,320)</u> | <u>\$ (59,425,665)</u> | <u>\$ (3,662,859)</u> | <u>\$ 55,762,806</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers in | \$ 2,406,183 | \$ 1,771,765 | \$ 1,771,765 | \$ 0 |
| Transfers out | (978,267) | (991,548) | (988,926) | 2,622 |
| Proceeds of the sale of capital assets | 0 | 0 | 68,365 | 68,365 |
| Insurance proceeds | 0 | 0 | 73,480 | 73,480 |
| Refunding bonds issued | 0 | 25,525,000 | 25,525,000 | 0 |
| Bond premium | 0 | 1,152,513 | 1,152,513 | 0 |
| Payment to bond refunding escrow agent | 0 | (26,447,841) | (26,447,841) | 0 |
| Total other financing sources and uses | <u>\$ 1,427,916</u> | <u>\$ 1,009,889</u> | <u>\$ 1,154,356</u> | <u>\$ 144,467</u> |
| Net change in fund balances | <u>\$ (34,503,404)</u> | <u>\$ (58,415,776)</u> | <u>\$ (2,508,503)</u> | <u>\$ 55,907,273</u> |
| Fund balances - beginning | 59,300,256 | 59,300,256 | 59,300,256 | 0 |
| Decrease in reserve for inventory of supplies | 0 | 0 | (17,074) | (17,074) |
| Fund balances - ending | <u>\$ 24,796,852</u> | <u>\$ 884,480</u> | <u>\$ 56,774,679</u> | <u>\$ 55,890,199</u> |

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

BREVARD COUNTY, FLORIDA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
SEPTEMBER 30, 2005

| | <i>Business-type</i> | |
|--|--|---|
| | <i>Solid Waste Management Department</i> | <i>Water Resources Department</i> |
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 23,861,369 | \$ 20,423,349 |
| Cash with escrow and paying agent | 0 | 0 |
| Investments | 3,663,536 | 0 |
| Accounts receivable (net of allowance for uncollectibles) | 852,143 | 124,638 |
| Accrued interest receivable | 258,278 | 138,896 |
| Due from other funds | 2,092,014 | 431,248 |
| Due from other governmental units | 1,546,115 | 3,205,995 |
| Inventories | 160,420 | 658,818 |
| Restricted assets: | | |
| Cash and cash equivalents | 19,348,706 | 12,425,516 |
| Investments | 1,194,500 | 0 |
| Accrued interest receivable | 0 | 5,780 |
| Due from other governmental units | 0 | 383,024 |
| Total current assets | <u>\$ 52,977,081</u> | <u>\$ 37,797,264</u> |
| Noncurrent assets: | | |
| Capital assets: | | |
| Land | \$ 27,087,160 | \$ 3,461,105 |
| Buildings and structures | 24,302,413 | 19,989,357 |
| Infrastructure | 840,652 | 1,575,760 |
| Improvements to land | 539,367 | 7,507,390 |
| Improvements other than buildings | 18,669,077 | 191,445,871 |
| Machinery and equipment | 14,953,978 | 8,298,097 |
| Less accumulated depreciation | (18,936,506) | (114,809,956) |
| Construction in progress | 2,019,956 | 8,819,709 |
| Advances to other funds | 555,050 | 2,714,747 |
| Unamortized debt issue costs | 73,866 | 398,577 |
| Total noncurrent assets | <u>\$ 70,105,013</u> | <u>\$ 129,400,657</u> |
| Total assets | <u>\$ 123,082,094</u> | <u>\$ 167,197,921</u> |

| <i>Activities - Enterprise Funds</i> | | | <i>Governmental Activities- Internal Service Funds</i> |
|--|---|-----------------------|--|
| <i>Barefoot Bay Water & Sewer District</i> | <i>Other Business-type Activities</i> | <i>Total</i> | |
| \$ 2,082,083 | \$ 2,306,223 | \$ 48,673,024 | \$ 33,076,149 |
| 0 | 0 | 0 | 671,220 |
| 0 | 0 | 3,663,536 | 0 |
| 278,700 | 78,438 | 1,333,919 | 10,182 |
| 0 | 16,666 | 413,840 | 132,731 |
| 163,091 | 232 | 2,686,585 | 0 |
| 61,316 | 4,037,446 | 8,850,872 | 614,262 |
| 85,266 | 132,068 | 1,036,572 | 0 |
| 903,640 | 0 | 32,677,862 | 0 |
| 0 | 0 | 1,194,500 | 0 |
| 0 | 0 | 5,780 | 0 |
| 5,183 | 0 | 388,207 | 0 |
| <u>\$ 3,579,279</u> | <u>\$ 6,571,073</u> | <u>\$ 100,924,697</u> | <u>\$ 34,504,544</u> |
| \$ 5,000,000 | \$ 2,171,899 | \$ 37,720,164 | \$ 0 |
| 800,021 | 3,839,375 | 48,931,166 | 0 |
| 0 | 0 | 2,416,412 | 0 |
| 0 | 7,840,442 | 15,887,199 | 0 |
| 11,446,169 | 143,732 | 221,704,849 | 0 |
| 106,764 | 15,565,218 | 38,924,057 | 3,482,565 |
| (3,257,238) | (15,141,820) | (152,145,520) | (1,245,003) |
| 1,896,448 | 132,998 | 12,869,111 | 0 |
| 0 | 0 | 3,269,797 | 0 |
| 340,380 | 96,447 | 909,270 | 0 |
| <u>\$ 16,332,544</u> | <u>\$ 14,648,291</u> | <u>\$ 230,486,505</u> | <u>\$ 2,237,562</u> |
| <u>\$ 19,911,823</u> | <u>\$ 21,219,364</u> | <u>\$ 331,411,202</u> | <u>\$ 36,742,106</u> |

BREVARD COUNTY, FLORIDA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
SEPTEMBER 30, 2005

| | <i>Business-type</i> | |
|---|--|---|
| | <i>Solid Waste Management Department</i> | <i>Water Resources Department</i> |
| LIABILITIES | | |
| Current liabilities | | |
| (payable from current assets): | | |
| Vouchers and contracts payable | \$ 1,235,809 | \$ 589,659 |
| Accrued wages and benefits payable | 116,743 | 116,677 |
| Claims payable | 0 | 0 |
| Due to other funds | 0 | 163,091 |
| Due to other governmental units | 0 | 0 |
| Accrued interest payable | 0 | 0 |
| Unearned revenue | 0 | 0 |
| Accrued compensated absences | 35,035 | 50,256 |
| Revenue bonds | 2,435,000 | 1,985,417 |
| Capital leases payable | 0 | 0 |
| Current liabilities | | |
| (payable from restricted assets): | | |
| Accrued interest payable | 0 | 245,016 |
| Customer deposits | 326,465 | 1,095,672 |
| Revenue bonds | 0 | 2,779,583 |
| Total current liabilities | <u>\$ 4,149,052</u> | <u>\$ 7,025,371</u> |
| Noncurrent liabilities: | | |
| Revenue bonds payable (net of unamortized discounts and deferred amount on refunding) | \$ 9,067,921 | \$ 52,711,666 |
| Capital leases payable | 0 | 0 |
| Notes payable | 0 | 0 |
| Advances from other funds | 0 | 0 |
| Landfill closure and postclosure care | 14,716,483 | 0 |
| Accrued compensated absences | 548,168 | 576,677 |
| Claims payable | 0 | 0 |
| Total noncurrent liabilities | <u>\$ 24,332,572</u> | <u>\$ 53,288,343</u> |
| Total liabilities | <u>\$ 28,481,624</u> | <u>\$ 60,313,714</u> |
| NET ASSETS | | |
| Invested in capital assets, net of related debt | \$ 57,973,176 | \$ 69,220,873 |
| Restricted for: | | |
| Debt service | 2,190,500 | 8,194,049 |
| Renewal and replacement | 18,026,242 | 500,000 |
| Unrestricted | 16,410,552 | 28,969,285 |
| Total net assets | <u>\$ 94,600,470</u> | <u>\$ 106,884,207</u> |

Adjustment to reflect the consolidation of Internal Service fund activities related to Enterprise funds

Net assets of business-type activities

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

| <i>Activities - Enterprise Funds</i> | | | <i>Governmental Activities- Internal Service Funds</i> |
|--|---|-----------------------|--|
| <i>Barefoot Bay Water & Sewer District</i> | <i>Other Business-type Activities</i> | <i>Total</i> | |
| \$ 86,351 | \$ 1,722,450 | \$ 3,634,269 | \$ 527,727 |
| 10,682 | 74,273 | 318,375 | 48,008 |
| 0 | 0 | 0 | 7,376,404 |
| 98,016 | 2,313,673 | 2,574,780 | 0 |
| 5,184 | 7,530 | 12,714 | 0 |
| 0 | 126,400 | 126,400 | 0 |
| 165,925 | 0 | 165,925 | 0 |
| 1,748 | 33,754 | 120,793 | 16,929 |
| 0 | 684,799 | 5,105,216 | 0 |
| 0 | 98,144 | 98,144 | 0 |
| 384,159 | 0 | 629,175 | 0 |
| 32,996 | 0 | 1,455,133 | 0 |
| 340,000 | 0 | 3,119,583 | 0 |
| <u>\$ 1,125,061</u> | <u>\$ 5,061,023</u> | <u>\$ 17,360,507</u> | <u>\$ 7,969,068</u> |
| \$ 15,200,016 | \$ 7,625,924 | \$ 84,605,527 | \$ 0 |
| 0 | 341,954 | 341,954 | 0 |
| 0 | 0 | 0 | 168,000 |
| 1,140,000 | 464,614 | 1,604,614 | 0 |
| 0 | 0 | 14,716,483 | 0 |
| 69,514 | 333,730 | 1,528,089 | 250,935 |
| 0 | 0 | 0 | 4,734,952 |
| <u>\$ 16,409,530</u> | <u>\$ 8,766,222</u> | <u>\$ 102,796,667</u> | <u>\$ 5,153,887</u> |
| <u>\$ 17,534,591</u> | <u>\$ 13,827,245</u> | <u>\$ 120,157,174</u> | <u>\$ 13,122,955</u> |
| \$ 452,148 | \$ 6,485,822 | \$ 134,132,019 | \$ 2,069,562 |
| 0 | 0 | 10,384,549 | 0 |
| 151,668 | 0 | 18,677,910 | 0 |
| 1,773,416 | 906,297 | 48,059,550 | 21,549,589 |
| <u>\$ 2,377,232</u> | <u>\$ 7,392,119</u> | <u>\$ 211,254,028</u> | <u>\$ 23,619,151</u> |
| | | <u>\$ 1,951,493</u> | |
| | | <u>\$ 213,205,521</u> | |

BREVARD COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Business-type</i> | |
|--|--|---|
| | <i>Solid Waste Management Department</i> | <i>Water Resources Department</i> |
| Operating revenues: | | |
| Service fees | \$ 23,612,898 | \$ 21,552,921 |
| Less cost of goods sold | 0 | 0 |
| Total operating revenues | \$ 23,612,898 | \$ 21,552,921 |
| Operating expenses: | | |
| Wages and benefits | \$ 7,695,773 | \$ 7,024,618 |
| Repair, maintenance, and other services | 7,311,342 | 8,523,952 |
| Materials and supplies | 2,735,667 | 756,237 |
| Landfill closure and postclosure care | 2,217,960 | 0 |
| Depreciation | 3,229,650 | 8,912,027 |
| Insurance claims expense | 0 | 0 |
| Total operating expenses | \$ 23,190,392 | \$ 25,216,834 |
| Operating income (loss) | \$ 422,506 | \$ (3,663,913) |
| Nonoperating revenues (expenses): | | |
| Income on investments | \$ 1,220,185 | \$ 860,980 |
| Interest expense | (609,100) | (2,649,324) |
| Miscellaneous revenue | 908,926 | 78,812 |
| Grants and matching funds | 1,817,078 | 54,628 |
| Gain on disposal of capital assets | 268,696 | 37,307 |
| Amortization of debt issue costs | (42,071) | (90,881) |
| Total nonoperating revenues (expenses) | \$ 3,563,714 | \$ (1,708,478) |
| Income (loss) before contributions and transfers | \$ 3,986,220 | \$ (5,372,391) |
| Capital contributions | \$ 1,339,688 | \$ 10,354,346 |
| Transfers in | 88,142 | 0 |
| Transfers out | (533,419) | (39,000) |
| Total contributions and transfers | \$ 894,411 | \$ 10,315,346 |
| Change in net assets | \$ 4,880,631 | \$ 4,942,955 |
| Net assets - beginning | 89,719,839 | 101,941,252 |
| Net assets - ending | \$ 94,600,470 | \$ 106,884,207 |

Adjustment to reflect the consolidation of Internal Service fund activities related to Enterprise funds.

Change in net assets of business-type activities

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

| <i>Activities - Enterprise Funds</i> | | | <i>Governmental Activities- Internal Service Funds</i> |
|--|---|------------------------|--|
| <i>Barefoot Bay Water & Sewer District</i> | <i>Other Business-type Activities</i> | <i>Total</i> | |
| \$ 2,786,439 | \$ 14,716,719 | \$ 62,668,977 | \$ 48,438,485 |
| 0 | (155,984) | (155,984) | 0 |
| <u>\$ 2,786,439</u> | <u>\$ 14,560,735</u> | <u>\$ 62,512,993</u> | <u>\$ 48,438,485</u> |
| \$ 787,316 | \$ 4,532,465 | \$ 20,040,172 | \$ 2,544,284 |
| 723,526 | 28,357,252 | 44,916,072 | 8,837,959 |
| 101,669 | 676,305 | 4,269,878 | 41,063 |
| 0 | 0 | 2,217,960 | 0 |
| 795,831 | 1,759,282 | 14,696,790 | 295,272 |
| 0 | 0 | 0 | 36,254,044 |
| <u>\$ 2,408,342</u> | <u>\$ 35,325,304</u> | <u>\$ 86,140,872</u> | <u>\$ 47,972,622</u> |
| <u>\$ 378,097</u> | <u>\$ (20,764,569)</u> | <u>\$ (23,627,879)</u> | <u>\$ 465,863</u> |
| \$ 69,988 | \$ 73,193 | \$ 2,224,346 | \$ 722,832 |
| (780,596) | (457,307) | (4,496,327) | (5,618) |
| 16,642 | 234,885 | 1,239,265 | 803,387 |
| 224,407 | 15,037,406 | 17,133,519 | 4,025 |
| 2,574 | 282,873 | 591,450 | 5,915 |
| (23,536) | (16,121) | (172,609) | 0 |
| <u>\$ (490,521)</u> | <u>\$ 15,154,929</u> | <u>\$ 16,519,644</u> | <u>\$ 1,530,541</u> |
| \$ (112,424) | \$ (5,609,640) | \$ (7,108,235) | \$ 1,996,404 |
| \$ 95,910 | \$ 3,179,200 | \$ 14,969,144 | \$ 0 |
| 0 | 1,745,155 | 1,833,297 | 0 |
| 0 | (115,214) | (687,633) | (219,643) |
| <u>\$ 95,910</u> | <u>\$ 4,809,141</u> | <u>\$ 16,114,808</u> | <u>\$ (219,643)</u> |
| \$ (16,514) | \$ (800,499) | \$ 9,006,573 | \$ 1,776,761 |
| 2,393,746 | 8,192,618 | | 21,842,390 |
| <u>\$ 2,377,232</u> | <u>\$ 7,392,119</u> | | <u>\$ 23,619,151</u> |
| | | 141,655 | |
| | | <u>\$ 9,148,228</u> | |

BREVARD COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Business-type Activities -</i> | |
|---|--|---|
| | <i>Solid Waste Management Department</i> | <i>Water Resources Department</i> |
| Cash flows from operating activities: | | |
| Cash receipts for service fees | \$ 24,520,097 | \$ 20,913,614 |
| Cash receipts from other sources | 882,278 | 7,331 |
| Cash payments to employees for services | (7,780,289) | (7,451,490) |
| Cash payments to suppliers for goods and services | (10,218,954) | (9,068,269) |
| Cash payments for insurance claims | 0 | 0 |
| Net cash provided by (used for) operating activities | <u>\$ 7,403,132</u> | <u>\$ 4,401,186</u> |
| Cash flows from noncapital financing activities: | | |
| Grant receipts | \$ 1,245,493 | \$ 225,155 |
| Transfers in | 0 | 0 |
| Transfers out | (445,277) | (39,000) |
| Interfund loans | (1,919,691) | (1,033,842) |
| Net cash flows provided by (used for) noncapital financing activities | <u>\$ (1,119,475)</u> | <u>\$ (847,687)</u> |
| Cash flows from capital and related financing activities: | | |
| Principal payments | \$ (2,345,000) | \$ (4,545,000) |
| Interest payments | (473,295) | (3,001,307) |
| Capital grant receipts | 0 | 0 |
| Payments to acquire, construct, or improve fixed assets | (4,494,930) | (5,009,617) |
| Proceeds from disposal of capital assets | 370,192 | 38,347 |
| Impact/connection fees for capital purposes | 1,484,593 | 5,380,425 |
| Net cash flows provided by (used for) capital and related financing activities | <u>\$ (5,458,440)</u> | <u>\$ (7,137,152)</u> |
| Cash flows from investing activities: | | |
| Interest on investments | \$ 1,360,208 | \$ 875,956 |
| Sale of securities | 6,003,281 | 0 |
| Net cash flows provided by (used for) investing activities | <u>\$ 7,363,489</u> | <u>\$ 875,956</u> |
| Net increase (decrease) in cash and cash equivalents | \$ 8,188,706 | \$ (2,707,697) |
| Cash and cash equivalents, October 1, 2004 | 35,021,369 | 35,556,562 |
| Cash and cash equivalents, September 30, 2005 | <u>\$ 43,210,075</u> | <u>\$ 32,848,865</u> |

| <i>Enterprise Funds</i> | | | <i>Governmental Activities- Internal Service Funds</i> |
|--|---|------------------------|--|
| <i>Barefoot Bay Water & Sewer District</i> | <i>Other Business-type Activities</i> | <i>Total</i> | |
| \$ 2,839,420 | \$ 14,947,846 | \$ 63,220,977 | \$ 50,985,073 |
| 3,532 | 235,083 | 1,128,224 | 68,358 |
| (680,055) | (4,503,867) | (20,415,701) | (2,835,139) |
| (991,299) | (35,394,949) | (55,673,471) | (5,893,199) |
| 0 | 0 | 0 | (41,526,376) |
| <u>\$ 1,171,598</u> | <u>\$ (24,715,887)</u> | <u>\$ (11,739,971)</u> | <u>\$ 798,717</u> |
| \$ 0 | \$ 18,736,699 | \$ 20,207,347 | \$ 0 |
| 0 | 1,745,155 | 1,745,155 | 0 |
| 0 | (115,214) | (599,491) | (219,643) |
| <u>1,200,150</u> | <u>1,959,346</u> | <u>205,963</u> | <u>2,454,277</u> |
| <u>\$ 1,200,150</u> | <u>\$ 22,325,986</u> | <u>\$ 21,558,974</u> | <u>\$ 2,234,634</u> |
| \$ (325,000) | \$ (538,037) | \$ (7,753,037) | \$ (56,000) |
| (781,932) | (400,048) | (4,656,582) | (5,619) |
| 0 | 3,082,949 | 3,082,949 | 0 |
| (1,477,808) | (1,136,899) | (12,119,254) | (1,989,334) |
| 2,776 | 351,404 | 762,719 | 5,716 |
| <u>254,643</u> | <u>0</u> | <u>7,119,661</u> | <u>0</u> |
| <u>\$ (2,327,321)</u> | <u>\$ 1,359,369</u> | <u>\$ (13,563,544)</u> | <u>\$ (2,045,237)</u> |
| \$ 69,988 | \$ 155,587 | \$ 2,461,739 | \$ 751,637 |
| 0 | 0 | 6,003,281 | 0 |
| <u>\$ 69,988</u> | <u>\$ 155,587</u> | <u>\$ 8,465,020</u> | <u>\$ 751,637</u> |
| \$ 114,415 | \$ (874,945) | \$ 4,720,479 | \$ 1,739,751 |
| 2,871,308 | 3,181,168 | 76,630,407 | 32,007,618 |
| <u>\$ 2,985,723</u> | <u>\$ 2,306,223</u> | <u>\$ 81,350,886</u> | <u>\$ 33,747,369</u> |

BREVARD COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Business-type Activities -</i> | |
|--|---|--|
| | <u><i>Solid Waste Management Department</i></u> | <u><i>Water Resources Department</i></u> |
| Reconciliation of operating income (loss) to net cash flows from operating activities | | |
| Operating income (loss) | \$ 422,506 | \$ (3,663,913) |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: | | |
| Depreciation expense | \$ 3,229,650 | \$ 8,912,027 |
| Bad debt expense | 0 | 16,633 |
| Landfill closure and postclosure care | 2,217,960 | 0 |
| Miscellaneous revenue | 908,926 | 78,812 |
| Changes in assets and liabilities: | | |
| (Increase) decrease in accounts receivable | 566,079 | 104,205 |
| (Increase) decrease in due from other funds | (8,770) | 77,279 |
| (Increase) decrease in due from other governmental units | 207,235 | 774,796 |
| (Increase) decrease in inventory of supplies | (26,588) | (191,288) |
| (Increase) decrease in allowance for uncollectible accounts | (156,625) | 0 |
| Increase (decrease) in customer deposits | 156,057 | (1,124,647) |
| Increase (decrease) in accrued compensated absences | 19,563 | 22,137 |
| Increase (decrease) vouchers & contracts payable | (36,243) | (557,865) |
| Increase (decrease) in insurance claims | 0 | 0 |
| Increase (decrease) in wages payable | (96,618) | (46,990) |
| Increase (decrease) in due to other funds | 0 | 0 |
| Increase (decrease) in due to other governmental units | 0 | 0 |
| Total adjustment | \$ 6,980,626 | \$ 8,065,099 |
| Net cash provided by operating activities | \$ 7,403,132 | \$ 4,401,186 |
| Noncash investing, capital and financing activities: | | |
| Capital contributed from developers | \$ 0 | \$ 5,077,906 |
| Decrease in value of investments | \$ (65,467) | \$ 0 |
| Aquisition of capital assets through lease-purchase | \$ 0 | \$ 0 |

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

| <i>Enterprise Funds</i> | | | <i>Governmental Activities- Internal Service Funds</i> |
|--|---|------------------------|--|
| <i>Barefoot Bay Water & Sewer District</i> | <i>Other Business-type Activities</i> | <i>Total</i> | |
| <u>\$ 378,097</u> | <u>\$ (20,764,569)</u> | <u>\$ (23,627,879)</u> | <u>\$ 465,863</u> |
| | | | |
| \$ 795,831 | \$ 1,759,282 | \$ 14,696,790 | \$ 295,272 |
| 0 | 0 | 16,633 | 0 |
| 0 | 0 | 2,217,960 | 0 |
| 16,642 | 234,885 | 1,239,265 | 803,387 |
| (7,563) | 129,972 | 792,693 | (6,190) |
| 0 | 94,851 | 163,360 | 0 |
| 0 | (2,191,106) | (1,209,075) | (230,750) |
| 815 | 22,799 | (194,262) | 0 |
| 0 | (856) | (157,481) | 0 |
| (7,922) | 0 | (976,512) | 0 |
| 11,643 | 36,954 | 90,297 | 14,333 |
| (6,622) | (6,012,826) | (6,613,556) | (247,518) |
| 0 | 0 | 0 | (279,681) |
| (8,279) | (85,218) | (237,105) | 5,239 |
| (1,044) | 2,054,824 | 2,053,780 | 0 |
| 0 | 5,121 | 5,121 | (21,238) |
| <u>\$ 793,501</u> | <u>\$ (3,951,318)</u> | <u>\$ 11,887,908</u> | <u>\$ 332,854</u> |
| <u>\$ 1,171,598</u> | <u>\$ (24,715,887)</u> | <u>\$ (11,739,971)</u> | <u>\$ 798,717</u> |
| | | | |
| <u>\$ 0</u> | <u>\$ 0</u> | | |
| <u>\$ 0</u> | <u>\$ 0</u> | | |
| <u>\$ 0</u> | <u>\$ 471,845</u> | | |

BREVARD COUNTY, FLORIDA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2005

| | <i>Agency Funds</i> |
|---|-------------------------|
| ASSETS | |
| Cash | \$ 29,245,115 |
| Investments | 1,442,779 |
| Accounts receivable | 199,077 |
| Assessments, current | 2,580 |
| Accrued interest receivable | 10,909 |
| Due from other governmental units | 1,292 |
| Total assets | <u>\$ 30,901,752</u> |
| LIABILITIES | |
| Due to employees, individuals, and others | \$ 6,657,462 |
| Due to other governmental units | 9,185,801 |
| Escrow and refundable deposits | 15,058,489 |
| Total liabilities | <u>\$ 30,901,752</u> |

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

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Brevard County is a political subdivision of the State of Florida. It consists of the following Charter Offices, which are governed by state statutes and regulations:

Board of County Commissioners
Sheriff
Clerk of the Circuit Court
Tax Collector
Property Appraiser
Supervisor of Elections

As required by generally accepted accounting principles, these financial statements present Brevard County and its component units. The component units represent entities for which Brevard County is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and, therefore, data from these units are combined with data of the primary government. The Board of County Commissioners (Board) serves as the governing body for the Brevard County Free Public Library District, the Brevard County Mosquito Control District, the County Special Recreation District IV, the North Brevard Recreation Special District, and the South Brevard Recreation Special District, therefore, these component units are reported as governmental funds. The Board also serves as the governing body of the Barefoot Bay Water & Sewer District, which is reported as an Enterprise Fund. Discretely presented component units are reported in a separate column, in the government-wide financial statements, to emphasize their legal separation from Brevard County. The reporting period for each component unit ends on September 30th.

Discretely Presented Component Units

North Brevard County Public Library District - The Library District was established pursuant to Chapter 69-869, Laws of Florida, to fund the operation of a public library system in North Brevard County. The City of Titusville appoints five members of the Library Board, and the Board of County Commissioners (Board) appoints two members. Although the Library District is not fiscally dependent upon the Board, it would be misleading to exclude the Library District from the reporting entity. The Library District is classified as a dependent special district to the Board by the Florida Department of Community Affairs and, as such, is required to be included in the annual report filed with the Florida Department of Banking and Finance. The Library District is presented as a governmental fund.

Merritt Island Redevelopment Agency - The Agency was established pursuant to Section 163.387, Florida Statutes, and Ordinance 89-28, as amended by 90-188, to fund redevelopment in the Merritt Island area. The Board of County Commissioners (Board) appoints all members of the Agency. The Board provides financial support by establishing, through an ordinance, the incremental tax revenue for the Agency. The Agency is presented as a governmental fund.

Titusville-Cocoa Airport Authority - The Airport Authority operates three general aviation airports within the Titusville-Cocoa Airport District. The Airport Authority was established pursuant to Chapter 63-1143, Special Acts of Florida. The Board of County Commissioners (Board) appoints all members of the Airport Authority. The Board approves the Airport Authority's budget and millage. The Airport Authority is presented as a proprietary fund.

Melbourne-Tillman Water Control District - The Water Control District (District) was created by the Florida Legislature in 1986, to secure, operate, and maintain an adequate, dependable surface water management system within a portion of South Brevard County. The District operates under the authority of Chapter 2001-336, Laws of Florida, as amended by Chapter 2003-334, Laws of Florida. The Board of County Commissioners (Board) appoints three of the seven member board of the District. The Cities of Palm Bay and Melbourne appoint the other four members. The Board approves the District's budget. The District is presented as a proprietary fund.

Brevard County Housing Finance Authority - The Housing Finance Authority was created pursuant to Chapter 159, Part V, Florida Statutes, and County Ordinance 79-09, for the specific purpose of alleviating a shortage of housing and capital for investment in housing in Brevard County. The members of the Housing Finance Authority are appointed by the Board of County Commissioners (Board) and can be removed, without cause, by a three-fifths vote of the Board. The Housing

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

Finance Authority is presented as a proprietary fund type. Revenue bonds issued by the Housing Finance Authority do not constitute indebtedness of the Board, the Housing Finance Authority, or the State, and are secured solely by mortgage loans and interest earnings therein. Accordingly, such obligations are not included within the accompanying financial statements.

Complete financial statements for each of the individual component units may be obtained at the entity's administrative office.

Related Organizations

The Board of County Commissioners (Board) is responsible for all of the board appointments for the Health Facilities Authority and Educational Facilities Authority. The Board also appoints a majority of the board members for the North Brevard County Hospital District. However, the Board has no further financial accountability for any of these organizations.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities. These statements report information on all of the nonfiduciary activities of the primary government and its component units as a whole. As part of the consolidation process, all interfund activities are eliminated from these statements, except for the residual amounts between governmental and business-type activities reported as "internal balances." On both statements, governmental activities are reported separately from business-type activities and the primary government is reported separately from its discretely presented component units.

Net assets, the difference between assets and liabilities, as presented in the Statement of Net Assets are subdivided into three categories: amounts invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. Net assets are reported as restricted when constraints are imposed on the use of the amounts either externally by creditors, grantors, contributors, or laws or regulations of other governments, or by law through constitutional provisions or enabling legislation.

The Statement of Activities presents a comparison between the direct and indirect expenses of a given function or segment and its program revenues, and displays the extent to which each function or segment contributes to the change in net assets for the fiscal year. Direct expenses are those that are clearly identifiable to a specific function or segment. Indirect expenses are indirect costs the County has allocated to functions through various automatic allocation methods. Program revenues consist of charges for services, operating grants and contributions, and capital grants and contributions. Charges for services refer to amounts received from those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment. Grants and contributions consist of revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Revenues not classified as program revenues are reported as general revenues.

Separate fund financial statements report detailed information about the County's governmental, proprietary and fiduciary funds. The focus of governmental and proprietary fund financial statements is on major funds. Therefore, major funds are reported as separate columns in the fund financial statements and nonmajor funds are aggregated and presented as a single column on each statement. The internal service funds are presented in a single column on the face of the proprietary fund statements. A reconciliation is provided that converts the results of governmental fund accounting to the government-wide presentation.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes, other charges for services, and various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements, as well as the proprietary and fiduciary fund financial statements, are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

recognized in the period earned and expenses are recognized when a liability is incurred. Proprietary funds distinguish between operating and nonoperating revenues and expenses. Operating revenues generally result from producing and delivering goods or providing services, such as water, sewer and garbage services, to the general public. Operating expenses for these operations include the costs of sales and services, administrative expenses and depreciation. All revenues and expenses not meeting the definition of operating are reported as nonoperating revenues and expenses.

All governmental fund financial statements are reported using a current financial resources measurement focus on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty days (ninety days for intergovernmental revenue).

The primary revenue sources for governmental funds are state revenue sharing funds, franchise fees, special assessments, impact fees, property taxes, and interest earnings on investments. Primary revenue sources associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenues, such as licenses and permits, charges for services, and miscellaneous revenues, are considered to be measurable and available only when payment is received.

Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, accumulated sick and vacation pay, prepaid insurance and similar items, and principal and interest on long-term debt are recorded only when payment is due.

In applying the modified accrual basis of accounting to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are typically two types of intergovernmental revenues. One type requires monies to be expended for the specific purpose or project before any amounts will be reimbursed to the County and, therefore, the revenues recognized are based upon recorded expenditures. The other provides monies that are generally unrestricted as to purpose of expenditure and are substantially irrevocable (i.e. revocable only for failure to comply with prescribed compliance requirements). These revenues are recognized at the time of receipt or earlier if they meet the availability criterion.

The following are reported as major governmental funds:

General Fund - The General Fund is the general operating fund of the County. All general tax revenues and other receipts that are not required either legally or by generally accepted accounting principles to be accounted for in other funds are accounted for in the General Fund.

Transportation Trust Special Revenue Fund - The Transportation Trust Special Revenue Fund is used to account for the construction and maintenance of County roads. These activities include road maintenance, traffic control, right-of-way acquisition, and construction of new roadways. Funds are provided from state-shared revenues and gas taxes collected and distributed by the State of Florida, impact fees, and non-ad valorem revenue from the General Fund.

Emergency Services Special Revenue Fund - The Emergency Services Special Revenue Fund is used to account for an ad valorem tax levy of up to 2.2035 mills for the provision of fire protection services in accordance with Ordinance 99-50, impact fees, ambulance charges, and a county-wide non-ad valorem assessment for the provision of emergency medical services.

Parks and Recreation Capital Projects Fund - The Parks and Recreation Capital Projects Fund is used to account for the construction and improvements made to recreational facilities.

Environmentally Endangered Land Purchases Capital Projects Fund - The Environmentally Endangered Land Purchases Capital Projects Fund is used to account for the acquisition of and improvements to, endangered lands in Brevard County.

The following are reported as major enterprise funds:

Solid Waste Management Department Enterprise Fund - The Solid Waste Management Department Enterprise Fund is used to account for disposal fees and expenses associated with the provision of solid waste disposal within Brevard County pursuant to Chapter 67-1146, Special Acts of Florida.

BREVARD COUNTY, FLORIDA
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Water Resources Enterprise Fund - The Water Resources Enterprise Fund is used to account for service charge revenues and expenses associated with the provision of water/wastewater services in certain areas of Brevard County pursuant to Chapter 67-1145, Special Acts of Florida.

Barefoot Bay Water & Sewer District Enterprise Fund - The Barefoot Bay Water & Sewer District Enterprise Fund is used to account for service charge revenues and expenses associated with the provision of water/wastewater services to the Barefoot Bay area of Brevard County, in accordance with County Ordinance 99-77.

The County also reports the following funds:

Internal Service Funds - Internal Service funds are used to account for the financing of goods or services provided by one department to other departments of the County or to other governmental units on a cost reimbursement basis. The County has Internal Service funds for risk management and information systems.

Agency Funds - Agency funds are clearing accounts for assets held by a government as an agent for individuals, private organizations, other governments or other funds. Agency funds are custodial in nature (assets equals liabilities) and do not involve the measurement of results of operations.

D. Budget

Brevard County follows the procedures detailed below in establishing the budgetary data reflected in the financial statements:

The Supervisor of Elections and Sheriff submit, for approval, their tentative budgets for the ensuing fiscal year to the Board of County Commissioners by May 1 and June 1, respectively. The Brevard County Property Appraiser and Tax Collector submit their budgets, for approval, to the State of Florida, Department of Revenue, and file a copy with the Board of County Commissioners by June 1 and August 1, respectively.

The Clerk of the Circuit Court's budget is prepared in two parts. The first part, which relates to the state court system functions, is filed with the State Courts Administrator. The second part, which relates to the duties as Clerk to the Board of County Commissioners, County Auditor, Custodian, Treasurer of all County funds and the recording function, is submitted to the Board of County Commissioners by May 1 of each year.

Although the Board of County Commissioners sets the Sheriff's and Supervisor of Elections' budgets and the Florida Department of Revenue sets the Property Appraiser's and Tax Collector's budgets, budget appeals can be instituted with the State of Florida Administrative Commission by the affected parties.

Within 15 days of the annual certification of property values by the Property Appraiser, the County Budget Office submits to the Board of County Commissioners the County's budget for the following fiscal year. Public hearings are conducted by the Board of County Commissioners to obtain taxpayer comments. During the public hearings required by Chapter 200, Florida Statutes, the budgets of the Sheriff, Supervisor of Elections, and the second part of the Clerk's budget are approved as part of the County's budget. Prior to September 30, the County's budget is legally enacted through passage of a resolution by the Board of County Commissioners.

The Board of County Commissioners may enact supplemental budgets during the fiscal year. These supplemental budgets must be adopted in accordance with the same laws that governed the adoption of the original budget. Two public hearings are required.

Pursuant to Section 129.07, Florida Statutes, it is unlawful to expend or contract for the expenditure in any fiscal year for more than the amount budgeted in each fund. The legal level of budgetary control is at the fund level. The Board, pursuant to Section 129.06, Florida Statutes, may amend the original and supplemental budgets at any time within the fiscal year during the Board's regular sessions. The County Manager may authorize interdepartmental and line item transfers up to \$100,000.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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Amendments to the Property Appraiser's and Tax Collector's budgets are controlled by the State of Florida, Department of Revenue. Amendments to the Clerk of the Circuit Court's budget that relate to state court system functions require approval by the State of Florida, Department of Financial Services.

Formal budgetary integration is employed as a management control device in all governmental funds. Budgets for all governmental funds are adopted on a basis consistent with generally accepted accounting principles. All General, Special Revenue, Debt Service, and Capital Projects funds have legally adopted budgets.

Supplemental and amended budgets totaling \$211,451,810 were enacted during the fiscal year primarily to authorize appropriation of proceeds from the issuance of debt, grant revenues, and unbudgeted cash balances.

E. 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 noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

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.

F. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial individual cost of more than established threshold and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

| <u>Capital Asset Category</u> | <u>Capitalization threshold</u> |
|-----------------------------------|---------------------------------|
| Land | Capitalize all |
| Improvements to land | \$ 5,000 |
| Buildings and structures | 35,000 |
| Improvements other than buildings | 5,000 |
| Infrastructure | 35,000 |
| Machinery & equipment | 750 |

The infrastructure assets within the governmental activities include only those added during fiscal years 2001 - 2005. The remaining infrastructure assets added prior to fiscal year 2001 will be shown in a subsequent report.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation of exhaustible fixed assets is charged as an expense against the operations of the governmental and business-type activities in the government-wide financial statements. Depreciation of assets in the proprietary funds is also charged as an expense at the fund level. Since the purpose of the governmental fund level statements is to show the sources and uses of current assets, capital assets and depreciation are not shown.

Capital assets of the County, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

| <u>Assets</u> | <u>Years</u> |
|-----------------------------------|--------------|
| Buildings and structures | 25-40 |
| Improvements to land | 15-35 |
| Improvements other than buildings | 5-25 |
| Infrastructure | 10-75 |
| Machinery & equipment | 3-10 |

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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G. Unbilled Service Revenues

Approximately 95% of the Water Resources Department's revenue is billed and collected by cities as agents for the County. Cash collected by the cities is remitted monthly to the County. The County records all revenues billed by the cities through the end of the fiscal year. Unbilled revenue, which results from cycle billing practices of the cities, is recorded in the following fiscal year.

H. Restricted Assets

The use of certain Enterprise and Internal Service Fund assets is restricted by bond resolutions and agreements with various parties. Examples include – assets set aside for maximum debt service, renewal and replacement reserves and landfill closure and postclosure care. Assets so designated are identified as restricted assets on the balance sheet.

I. Inventory and Prepaid Items

Inventory is valued at cost, which approximates market value using the first-in, first-out (FIFO) method. Inventory in the General and Special Revenue Funds consists of expendable supplies held for consumption. Inventories of governmental funds are recorded as expenditures when purchased. Inventory remaining at year-end is reserved in fund balance.

Inventory in the Proprietary Funds fund financial statements is recorded as an expense when used. Inventory in the entity-wide Statement of Activities, for both governmental and business-type activities are recorded as an expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide Statement of Net Assets. In the governmental fund's Statement of Revenues, Expenditures and Changes in Fund Balances, prepaid items are included in expenditures for the current period.

J. Investments

Investments are valued at fair market in accordance with GASB 31. Investments, and income from investments owned by individual funds, are recorded in the respective fund. The County maintains a consolidated account to maximize investment yields. Investment income, resulting from pooling of investments within the consolidated account, is allocated based on the average cash balances for the respective funds.

K. Deferred Income

Noncurrent portions of long-term receivables of governmental funds are reported on their balance sheets regardless of their spending measurement focus. Special reporting treatments are used to indicate that they should not be considered "available spendable resources" since they do not represent net current assets. Recognition of governmental fund type revenues, represented by noncurrent receivables, is deferred until they become current receivables. The noncurrent portion of long-term loan receivables, usually associated with interfund loans, is offset by fund balance reserve accounts.

L. Accrued Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and a portion of sick pay is accrued when earned and a liability is reported in the government-wide and proprietary fund financial statements. A liability is reported in the governmental funds only if a liability results from employee resignations/retirements and they are to be paid with current operating funds. Estimates have been utilized to determine the amount to report as the current portion.

M. Property Taxes

Property taxes are levied on property values as of January 1. Property taxes are due and payable as of November 1 and become delinquent on April 1. A tax certificate sale is held at the end of May on all delinquent real estate taxes, and a lien is placed on the property; therefore, real estate taxes which would be susceptible to accrual are fully collected prior to the end of the County's fiscal year.

Ad valorem taxes levied by the Board of County Commissioners, for countywide public services, against real and tangible personal property, are limited by State Statutes to 10 mills on the dollar of assessed value unless any excess is approved by referendum of the voters. In addition, the County may levy up to 10 mills for municipal type services within the districts.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

N. Amortization of Bond Discounts and Issue Costs - Enterprise Funds

Bond discounts and issue costs are amortized over the life of the bonds in accordance with Accounting Principles Board Opinion No. 21, as amended.

O. Reserves of Fund Balances and Net Assets

Reserve accounts are used to disclose the portions of fund balances (governmental funds) or net assets (proprietary funds) which are legally restricted for specific future uses. The County's policy is that restricted resources are used first to fund appropriations.

P. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the financial statement date and the reported amounts of revenues and expenses or expenditures during the reporting period. Actual results could differ from those estimates.

Q. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Proprietary Funds consider all highly liquid investments, (including restricted assets) with a maturity of three months or less when purchased, to be cash equivalents. In addition, investments included within the County's pooled consolidated bank account are included as cash.

2. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets.

The governmental fund balance sheet includes a reconciliation between *fund balance - total governmental funds* and *net assets - governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds." The details of this \$285,035,609 difference are as follows:

| | |
|--|-------------------|
| Bonds payable | \$249,375,929 |
| Less: Deferred charge on refunding (to be amortized as interest expense) | (5,222,060) |
| Less: Discount (to be amortized as interest expense) | (396,019) |
| Plus: Issuance premium (to be amortized as interest expense) | 2,294,207 |
| Accrued interest payable | 2,298,055 |
| Leases payable | 706,830 |
| Notes payable | 14,658,000 |
| Accrued compensated absences | <u>21,320,667</u> |

Net adjustment to reduce *fund balance - total governmental funds*
to arrive at *net assets - governmental activities*

\$285,035,609

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances - total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that, "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense." The details of this \$46,679,365 difference are as follows:

| | |
|--|----------------------|
| Capital outlay | \$ 61,335,014 |
| Depreciation expense | <u>(14,655,649)</u> |
| Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | <u>\$ 46,679,365</u> |

BREVARD COUNTY, FLORIDA
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Another element of the reconciliation states that, "The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets." The details of this \$4,125,232 difference are as follows:

| | |
|---|---------------------|
| In the statement of activities, only the <i>gain</i> on the sale 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. | \$ 4,335,300 |
| Donations 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. | <u>(210,068)</u> |
| Net adjustment to decrease <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | <u>\$ 4,125,232</u> |

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net 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 details of this \$64,067,997 difference are as follows:

| | |
|--|----------------------|
| Debt issued or incurred: | |
| Issuance of bonds | \$100,195,000 |
| Premiums | 1,850,808 |
| Discounts | (9,743) |
| Debt issuance costs for bonds issued | (1,303,189) |
| Capital leases | 786,830 |
| Issuance of notes payable | 9,160,000 |
| Yield amortization on capital appreciation bonds | 25,182 |
| Principal repayments: | |
| Bonds | (15,967,994) |
| Capital lease | (517,056) |
| Notes payable | (3,704,000) |
| Payment to escrow agent for refunding | <u>(26,447,841)</u> |
| Net adjustment to decrease <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | <u>\$ 64,067,997</u> |

Another element of that reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The details of this \$1,702,776 difference are as follows:

| | |
|--|---------------------|
| Accrued compensated absences | \$ 875,787 |
| Accrued interest | 97,286 |
| Amortization of deferred charge on refunding | 536,925 |
| Amortization of debt issuance costs | 426,548 |
| Amortization of bond discounts/premium | <u>(233,770)</u> |
| Net adjustment to decrease <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i> | <u>\$ 1,702,776</u> |

3. Fund Balance Deficit

Nonmajor Governmental Funds

The fund balance deficit of \$12,210 for the Housing and Urban Development grants is a result of grant reimbursements received too late in the subsequent fiscal year to be considered available, and therefore was reported as deferred revenue.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

4. Comparison of Expenditures to Appropriations – Expenditures exceeded appropriations in the Tourist Development Tax Revenue Refunding Bonds, Series 2001 Fund by \$3,036 as a result of unbudgeted expenditures related to debt service costs. Expenditures exceeded budget in the Commercial Paper Note Debt Service Fund by \$92,967 as a result of an unbudgeted principal payment. The project was terminated by the Board; therefore, the outstanding commercial paper was paid off. Sufficient monies were available in both debt service funds.
5. Cash - Monies available within various funds were consolidated for investment purposes. The amount of public funds invested is discussed in Note 6. Substantially all operating cash at September 30, 2005, was invested utilizing the pooled investment concept. Interest earned was allocated to the various funds based on their average cash balance within the consolidated account. The average monthly interest rates on investments held by the County, in the pooled account, ranged from 2.40% to 3.75%.

Cash with escrow and paying agent of \$1,683,603 is comprised of \$160,059 accounted for in Brevard County Transportation Trust fund for the acquisition of land, \$852,324 accounted for in the Special Revenue Funds for the Brevard County Shore Protection Project and \$671,220 accounted for in the Internal Service Funds as an insurance reserve balance as required by the County's insurance providers

6. Investments - The investment program is established in accordance with the County's investment policy, pertinent bond resolutions and Sections 125.31 and 218.415, Florida Statutes, which allows the County to invest in the State Board of Administration, State of Florida, direct obligations of the United States Government, obligations of the different agencies of the Federal Government, Corporate Notes and time deposits or savings accounts of financial institutions under Federal and State regulation. Obligations of the different agencies of the Federal Government include fixed rate mortgage-backed securities.

The investing of public funds with the State Board of Administration (SBA) - Local Government Surplus Funds Trust Fund - is governed by Section 218.407, Florida Statutes. The SBA is under the regulatory oversight of the State of Florida. This investment pool consists largely of treasury instruments, federal agency obligations, certificates of deposits, repurchase agreements, bankers' acceptance, and commercial paper. The SBA met the criteria to be a "2a-7 like" pool as defined in GASB 31 at September 30, 2005. Therefore the investment balance, as reported, is equal to the value of our pooled shares.

Custodial Risk

The carrying amount of the County's demand deposits was \$22,109,224 at September 30, 2005. The demand deposits are insured by the FDIC up to \$100,000 per entity. Monies invested in amounts greater than the insurance coverage are secured by the qualified public depositories pledging securities with the State Treasurer in such amounts required by the Florida Security for Public Deposits Act. In the event of a default or insolvency of a qualified public depositor, the State Treasurer will implement procedures for payment of losses according to the validated claims of the County pursuant to Section 280.08, Florida Statutes. Corporate notes, U.S. Treasury notes and all federal agency obligations are held by the County's agent in the County's name.

Credit Risk

Concentration of credit risk is the risk of loss attributable to a government's investment in a single issuer. To limit concentration of credit risk, the County's policy restricts the amount that is allowed to be invested in any one issuer. Federal Instrumentalities are limited to no more than 25% per issuer. Corporate Notes and Commercial Paper is limited to 5% per issuer.

Credit quality risk results from the potential default of investments that are not financially sound. The County's policy requires that Corporate Notes must have a rating of at least "Aa" by Moody's and "AA" by Standard & Poor's. The credit quality of the federal agency securities held by the County is AAA rated. The SBA - Local Government Surplus Funds Trust Fund was not rated by a nationally recognized rating agency at September 30, 2005.

Interest Rate Risk

As a means of limiting exposure to fair value losses arising from rising interest rates, the County investment policy prohibits purchases of securities with final maturities of 10 years or greater. The policy also limits the overall weighted average duration of principal return for the entire portfolio to less than 3 years. The County's current weighted average duration is 0.77 years.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

As of September 30, 2005, the County had the following investments and maturities:

| | Fair Value | Maturity (Years) | | | |
|----------------------------------|----------------------|----------------------|---------------------|---------------------|--------------------|
| | | Less Than 1 | 1-2 | 2-4 | Over 4 Years |
| Corporate Note | \$ 3,919,832 | \$ 0 | \$ 3,919,832 | \$ 0 | \$ 0 |
| Federal Home Loan Bank | 79,647,705 | 45,068,378 | 26,549,127 | 8,030,200 | 0 |
| Federal Home Loan Mortgage Corp. | 87,062,259 | 69,337,943 | 7,857,500 | 2,066,042 | 7,800,774 |
| Federal National Mortgage Assoc. | 80,628,320 | 73,039,741 | 4,119,938 | 3,468,641 | 0 |
| Mortgage Back Security's | 3,209,639 | 0 | 0 | 3,209,639 | 0 |
| U.S. Treasury Bonds/Notes | 57,128,011 | 19,658,400 | 19,439,232 | 18,030,379 | 0 |
| State Board of Administration | 112,096,357 | 112,096,357 | 0 | 0 | 0 |
| Overnight Sweep Account | 1,295,578 | 1,295,578 | 0 | 0 | 0 |
| Guaranteed Investment Contract | 1,194,500 | 0 | 1,194,500 | 0 | 0 |
| Total | <u>\$426,182,201</u> | <u>\$320,496,397</u> | <u>\$63,080,129</u> | <u>\$34,804,901</u> | <u>\$7,800,774</u> |

Of the amount invested with the State Board of Administration \$17,526,241 is restricted for the purpose of compliance with Department of Environmental Protection Closure/Long-Term Care Escrow Agreement. These funds are to be used for the sole purpose of closure and long term care of the County's two landfills.

The carrying amount of the discretely presented component units' deposits with financial institutions was \$648,375 and the bank balance was \$661,463, which is insured by FDIC or collateralized with securities held by the State Treasurer in accordance with Chapter 280, Florida Statutes. Cash in the amount of \$12,700,772, which represents both book and fair value, is invested with the State Board of Administration.

7. Receivables - The accounts receivable for the governmental activities of \$11,775,148 are net of allowances for doubtful accounts of \$5,379,625.

The accounts receivable for the business-type activities of \$1,333,919 are net of allowances for doubtful accounts of \$303,579.

8. Capital Assets

Capital assets activity for the year ended September 30, 2005, was as follows:

| Primary Government | Oct. 1, 2004 | Increases | Decreases | Sept. 30, 2005 |
|---|----------------------|---------------------|---------------------|----------------------|
| Governmental Activities: | | | | |
| Capital assets not depreciated: | | | | |
| Land | \$122,847,229 | \$ 4,029,799 | \$ 3,337,539 | \$123,539,489 |
| Construction in progress | 38,596,641 | 41,292,753 | 17,835,704 | 62,053,690 |
| Total assets not depreciated | <u>\$161,443,870</u> | <u>\$45,322,552</u> | <u>\$21,173,243</u> | <u>\$185,593,179</u> |
| Capital assets depreciated: | | | | |
| Buildings and structures | \$142,121,578 | \$ 3,431,501 | \$ 205,989 | \$145,347,090 |
| Infrastructure | 24,981,845 | 7,534,344 | 251,388 | 32,264,801 |
| Improvements to land | 11,034,138 | 1,818,794 | 0 | 12,852,932 |
| Improvements other than buildings | 10,461,876 | 5,431,702 | 170,775 | 15,722,803 |
| Machinery and equipment | 102,997,527 | 17,885,141 | 7,091,542 | 113,791,126 |
| Total assets depreciated | <u>\$291,596,964</u> | <u>\$36,101,482</u> | <u>\$ 7,719,694</u> | <u>\$319,978,752</u> |
| Less accumulated depreciation: | | | | |
| Buildings and structures | \$ 27,528,976 | \$ 3,278,954 | \$ 53,647 | \$ 30,754,283 |
| Infrastructure | 1,142,430 | 636,618 | 0 | 1,779,048 |
| Improvements to land | 3,512,870 | 360,037 | 0 | 3,872,907 |
| Improvements other than buildings | 4,794,441 | 593,460 | 124,815 | 5,263,086 |
| Machinery and equipment | 66,421,560 | 10,081,852 | 6,543,219 | 69,960,193 |
| Total accumulated depreciation | <u>\$103,400,277</u> | <u>\$14,950,921</u> | <u>\$ 6,721,681</u> | <u>\$111,629,517</u> |
| Total depreciable capital assets, net | <u>\$188,196,687</u> | <u>\$21,150,561</u> | <u>\$ 998,013</u> | <u>\$208,349,235</u> |
| Total governmental activities capital assets, net | <u>\$349,640,557</u> | <u>\$66,473,113</u> | <u>\$22,171,256</u> | <u>\$393,942,414</u> |

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

| | Oct. 1, 2004 | Increases | Decreases | Sept. 30, 2005 |
|--|----------------------|-----------------------|--------------------|----------------------|
| Business-type Activities: | | | | |
| Capital assets not depreciated: | | | | |
| Land | \$ 37,720,164 | \$ 0 | \$ 0 | \$ 37,720,164 |
| Construction in progress | 8,970,768 | 4,745,777 | 847,434 | 12,869,111 |
| Total assets not depreciated | <u>\$ 46,690,932</u> | <u>\$ 4,745,777</u> | <u>\$ 847,434</u> | <u>\$ 50,589,275</u> |
| Capital assets depreciated: | | | | |
| Buildings and structures | \$ 47,731,188 | \$ 1,199,978 | \$ 0 | \$ 48,931,166 |
| Infrastructure | 2,138,960 | 277,452 | 0 | 2,416,412 |
| Improvements to land | 15,581,013 | 306,186 | 0 | 15,887,199 |
| Improvements other than buildings | 219,304,293 | 6,531,870 | 4,131,314 | 221,704,849 |
| Machinery and equipment | 37,498,558 | 4,369,086 | 2,943,587 | 38,924,057 |
| Total assets depreciated | <u>\$322,254,012</u> | <u>\$12,684,572</u> | <u>\$7,074,901</u> | <u>\$327,863,683</u> |
| Less accumulated depreciation: | | | | |
| Buildings and structures | \$ 10,423,509 | \$ 1,191,302 | \$ 0 | \$ 11,614,811 |
| Infrastructure | 3,168 | 77,340 | 0 | 80,508 |
| Improvements to land | 3,991,305 | 400,546 | 0 | 4,391,851 |
| Improvements other than buildings | 107,018,396 | 9,509,134 | 4,131,312 | 112,396,218 |
| Machinery and equipment | 22,907,638 | 3,518,468 | 2,763,974 | 23,662,132 |
| Total accumulated depreciation | <u>\$144,344,016</u> | <u>\$14,696,790</u> | <u>\$6,895,286</u> | <u>\$152,145,520</u> |
| Total depreciable capital assets, net | <u>\$177,909,996</u> | <u>\$ (2,012,218)</u> | <u>\$ 179,615</u> | <u>\$175,718,163</u> |
| Total business-type activities capital assets, net | <u>\$224,600,928</u> | <u>\$ 2,733,559</u> | <u>\$1,027,049</u> | <u>\$226,307,438</u> |

Depreciation expense was charged to functions of the primary government as follows:

| | |
|---------------------------------|---------------------|
| Governmental Activities: | |
| General government | \$ 3,321,262 |
| Public safety | 4,592,911 |
| Physical environment | 313,466 |
| Transportation | 2,108,116 |
| Economic environment | 20,344 |
| Human services | 999,116 |
| Culture and recreation | 3,300,434 |
| Internal service funds | 295,272 |
| Total | <u>\$14,950,921</u> |

| | |
|-------------------------------------|---------------------|
| Business-type Activities: | |
| Solid Waste Management Department | \$ 3,229,650 |
| Water Resources Department | 8,912,027 |
| Barefoot Bay Water & Sewer District | 795,831 |
| Space Coast Area Transit | 1,335,496 |
| Brevard County Golf Courses | 423,786 |
| Total | <u>\$14,696,790</u> |

Component Units

Capital assets activity for component units is as follows:

Melbourne-Tillman Water Control District

| | Oct. 1, 2004 | Increases | Decreases | Sept. 30, 2005 |
|---------------------------------------|--------------------|---------------------|--------------------|---------------------|
| Capital assets not depreciated: | | | | |
| Land | \$2,530,671 | \$ 166,320 | \$2,419,170 | \$ 277,821 |
| Capital assets depreciated: | | | | |
| Buildings and structures | \$ 373,789 | \$ 0 | \$ 0 | \$ 373,789 |
| Improvements to land | 8,229,038 | 238 | 0 | 8,229,276 |
| Machinery and equipment | 1,358,503 | 320,287 | 18,864 | 1,659,926 |
| Total assets depreciated | <u>\$9,961,330</u> | <u>\$ 320,525</u> | <u>\$ 18,864</u> | <u>\$10,262,991</u> |
| Less accumulated depreciation: | | | | |
| Buildings and structures | \$ 149,568 | \$ 31,386 | \$ 0 | \$ 180,954 |
| Improvements other than buildings | 5,087,611 | 409,355 | 0 | 5,496,966 |
| Machinery and equipment | 959,719 | 203,003 | 15,364 | 1,147,358 |
| Total accumulated depreciation | <u>\$6,196,898</u> | <u>\$ 643,744</u> | <u>\$ 15,364</u> | <u>\$ 6,825,278</u> |
| Total depreciable capital assets, net | <u>\$3,764,432</u> | <u>\$ (323,219)</u> | <u>\$ 3,500</u> | <u>\$ 3,437,713</u> |
| Total capital assets, net | <u>\$6,295,103</u> | <u>\$ (156,899)</u> | <u>\$2,422,670</u> | <u>\$ 3,715,534</u> |

BREVARD COUNTY, FLORIDA
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Titusville-Cocoa Airport Authority

| | Oct. 1, 2004 | Increases | Decreases | Sept. 30, 2005 |
|---------------------------------------|---------------------|--------------------|--------------------|---------------------|
| Capital assets not depreciated: | | | | |
| Land | \$10,192,738 | \$ 0 | \$ 0 | \$10,192,738 |
| Construction in progress | 4,409,368 | 1,925,565 | 1,497,170 | 4,837,763 |
| Total assets not depreciated | <u>\$14,602,106</u> | <u>\$1,925,565</u> | <u>\$1,497,170</u> | <u>\$15,030,501</u> |
| Capital assets depreciated: | | | | |
| Buildings and structures | \$ 9,923,678 | \$1,084,019 | \$ 0 | \$11,007,697 |
| Improvements to land | 332,254 | 0 | 0 | 332,254 |
| Improvements other than buildings | 20,444,952 | 0 | 0 | 20,444,952 |
| Operating machinery and equipment | 1,676,419 | 499,919 | 0 | 2,176,338 |
| Total assets depreciated | <u>\$32,377,303</u> | <u>\$1,583,938</u> | <u>\$ 0</u> | <u>\$33,961,241</u> |
| Less accumulated depreciation: | | | | |
| Buildings and structures | \$ 4,907,127 | \$ 270,067 | \$ 0 | \$ 5,177,194 |
| Improvements other than buildings | 7,958,664 | 608,644 | 0 | 8,567,308 |
| Operating machinery and equipment | 1,277,369 | 153,536 | 0 | 1,430,905 |
| Total accumulated depreciation | <u>\$14,143,160</u> | <u>\$1,032,247</u> | <u>\$ 0</u> | <u>\$15,175,407</u> |
| Total depreciable capital assets, net | <u>\$18,234,143</u> | <u>\$ 551,691</u> | <u>\$ 0</u> | <u>\$18,785,834</u> |
| Total capital assets, net | <u>\$32,836,249</u> | <u>\$2,477,256</u> | <u>\$1,497,170</u> | <u>\$33,816,335</u> |

9. Construction and Other Significant Commitments - At September 30, 2005, the County had several uncompleted construction contracts and other contractual commitments as follows:

| <u>Project Title</u> | <u>Remaining committed</u> |
|------------------------------------|----------------------------|
| General Government | \$ 1,576,425 |
| Parks and Recreation | 13,294,754 |
| Public Safety | 5,118,303 |
| Road projects | 7,220,376 |
| Solid Waste Management Department | 1,049,928 |
| Surface Water Improvement Division | 648,051 |
| Water Resources Department | 2,404,139 |
| Total | <u>\$31,311,976</u> |

10. Interfund Receivable and Payable Balances at September 30, 2005 - The composition of interfund balances as of September 30, 2005, is as follows:

| <u>Receivable Fund:</u> | <u>Payable Fund:</u> | <u>Amount</u> |
|--|-------------------------------------|--------------------|
| General Fund | Nonmajor Governmental Funds | \$ 35,580 |
| Emergency Services | General Fund | 46,165 |
| Brevard County Transportation Trust | Nonmajor Governmental Funds | 624 |
| Nonmajor Governmental Funds | General Fund | 399,509 |
| | Nonmajor Governmental Funds | 27,708 |
| Solid Waste Management Department | General Fund | 37,190 |
| | Nonmajor Proprietary Funds | 2,054,824 |
| Water Resources Department | General Fund | 74,383 |
| | Barefoot Bay Water & Sewer District | 98,016 |
| | Nonmajor Proprietary Funds | 258,849 |
| Barefoot Bay Water & Sewer District | Water Resources Department | 163,091 |
| Nonmajor Proprietary Funds | Brevard County Transportation Trust | 232 |
| Total Interfund Receivables and Payables | | <u>\$3,196,171</u> |

These balances resulted from the time lag between the dates that interfund goods and services were provided and payments between funds were made.

11. Advances To and From Other Funds - The General Fund advance from other funds includes a loan from the Solid Waste Management (\$555,050), Water Resources (\$1,110,133) and Surface Water Improvement (\$546,566) funds to fund construction of an administrative office building, \$2,211,749 of the balance is not scheduled to be paid in the subsequent year. Space Coast Area Transit advance from other funds includes a loan from Water

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Resources (\$464,614) for operating expenses. Barefoot Bay Water & Sewer District advance from other funds includes a loan from Water Resources Department (\$1,140,000) for the acquisition and interconnection cost of the Snug Harbor Utility System.

12. Federal Home Loan Bank Line of Credit Agreement – On December 7, 1998, the Housing Finance Authority entered into a line of credit agreement with the Federal Home Loan Bank of Atlanta for an amount not to exceed \$30,000,000. The Authority utilized the line of credit in connection with certain temporary single family bond refundings. The primary benefit of the refunding transactions was the preservation of a portion of the Authority's state bond allocation that may have been used in connection with the future issuance of new tax exempt single family bonds. The line was repayable at the earlier of the issuance of single family housing mortgage revenue bonds from which the draws may be repaid or within twelve months (or longer period, if rolled over) of the original date of each draw. The Authority had no obligation for the outstanding balance of the line of credit beyond the collateral provided by the trustees. The outstanding balance on September 30, 2005, was zero. During November 2004, the line of credit was completely repaid. The Authority replaced the line of credit facility with its Single Family Mortgage Revenue Notes, Draw Down Series 2004. During the year ended September 30, 2005, interest incurred on the line of credit totaled \$73,656.
13. Committed Funds - The County executed an agreement to accept the donation of land and public safety facilities in return for reimbursing funds to the developer generated from impact fees. The impact fees are assessed on development within the jurisdiction to accommodate the demand for new public facilities. Although not obligated, the County reasonably expects to continue assessing the impact fees. Total cost for the public safety facilities was \$1,124,555. The anticipated future payments are as follows:

| <u>Year Ended September 30</u> | <u>Amount</u> |
|------------------------------------|------------------|
| 2006 | \$114,000 |
| 2007 | 114,000 |
| 2008 | 114,000 |
| After 2008 | <u>112,842</u> |
| Total anticipated future payments | <u>\$454,842</u> |

14. Solid Waste Landfill Closure and Postclosure Care Costs - The County owns and operates the Sarno Road Class III landfill and the Central Disposal Facility landfill. Federal and State laws require the County to close the landfills once their capacity is reached, and to monitor and maintain the sites for thirty subsequent years. The County recognizes a portion of the closure and postclosure care costs in each operating period even though actual disbursements will not occur until the landfills are closed. The amount recognized each year to date is based on the landfill's capacity used as of the balance sheet date. The estimated costs of closure and postclosure care are subject to changes, such as the effects of inflation, revision of laws, and other variables. For the year ending September 30, 2005, the estimated costs of closure and postclosure care for the landfill increased by \$2,217,960. The following information is for the year ending September 30, 2005:

| | <u>Landfill capacity</u> | <u>Landfill capacity used</u> | <u>Reported liability</u> | <u>Estimated remaining liability</u> | <u>Remaining life (years)</u> |
|------------------|------------------------------|-----------------------------------|-------------------------------|--|-----------------------------------|
| Sarno Road | 6,456,791 cu/yds | 75% | \$7,232,505 | \$2,421,104 | 6 |
| Central Disposal | 24,857,627 cu/yds | 70% | \$7,483,978 | \$8,546,582 | 8 |

By state law, the County is required to accumulate assets needed for the actual payout of the closure and postclosure care costs prior to the closing of a landfill. Assets of \$17,526,241 have been restricted for this purpose within the Solid Waste Management Department Fund.

15. Leases
- A. Brevard County issued \$1,342,000 par value revenue bonds dated November 30, 1984, to finance acquisition, construction, and improvements of mental health facilities for Circles of Care, Inc., formerly Brevard County Mental Health Centers and Hospital, Inc., and issued \$1,730,000 par value refunding revenue bonds dated May 1, 1994, to refund the \$2,000,000 par value revenue bonds dated January 1, 1980, under a lease agreement dated January 1, 1980, as supplemented by the lease agreement dated May 1, 1994.

The terms of the agreements require Circles of Care, Inc. to pay the County rent in an amount sufficient to meet the annual debt service requirements for the debt associated with the acquisition and

BREVARD COUNTY, FLORIDA
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construction of the facility. Upon payment to the County of rent in an amount equal to the amount required to retire all outstanding debt associated with the acquisition and construction of the facility, Circles of Care, Inc. shall have the option to purchase the facility for one dollar. Accordingly, the County has accounted for the lease as a direct financing lease in the Mental Health Revenue and Subordinate Revenue Bonds Debt Service Fund.

The computation of the net minimum lease payments for these direct financing leases is as follows:

| | |
|---|----------------------|
| Total minimum lease payments receivable | \$789,730 (1) |
| Less amount representing interest | <u>104,730</u> |
| Net minimum lease payments receivable | <u>\$685,000 (2)</u> |

- (1) The total minimum lease payments receivable does not include the effect of future interest earnings of the bond's sinking and reserve funds maintained by the County. The earnings serve to reduce the amount of the lease payments required to be made by Circles of Care, Inc.
- (2) The net minimum lease payments receivable of \$685,000 has been recorded in the Debt Service Fund as capital lease receivable and is not considered currently available for debt service. This receivable has been offset by an equal amount recorded as deferred revenue.

The following is a schedule, by years, of future minimum lease payments due from Circles of Care, Inc., as of September 30, 2005:

| <u>Year Ended September 30</u> | <u>Amount</u> |
|------------------------------------|------------------|
| 2006 | \$161,360 |
| 2007 | 159,123 |
| 2008 | 156,470 |
| 2009 | 158,277 |
| 2010 | <u>154,500</u> |
| Total | <u>\$789,730</u> |

- B. The County has entered into numerous capital lease arrangements for the purpose of lease purchasing capital equipment and office equipment. The County also has financed the acquisition of certain golf carts for its Brevard County Golf Courses Fund by means of a lease. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments. The future minimum lease payments at September 30, 2005, are as follows:

| <u>Year Ended September 30</u> | <u>Governmental Activities</u> | <u>Business-type Activities</u> |
|---|------------------------------------|-------------------------------------|
| 2006 | \$192,619 | \$115,941 |
| 2007 | 192,618 | 115,941 |
| 2008 | 192,619 | 115,941 |
| 2009 | 192,618 | 96,973 |
| 2010 | <u>0</u> | <u>39,360</u> |
| Total minimum lease payments | \$770,474 | \$484,156 |
| Less amount representing interest | <u>63,644</u> | <u>44,058</u> |
| Present value of minimum lease payments | <u>\$706,830</u> | <u>\$440,098</u> |

The assets acquired through capital leases are as follows:

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> |
|-------------------------|------------------------------------|-------------------------------------|
| Machinery and equipment | <u>\$786,830</u> | <u>\$471,845</u> |

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- C. The County leases office facilities, 911 software, equipment, service and maintenance, office equipment, and vehicles, under noncancelable operating leases and operating leases. Total costs for noncancelable operating leases and operating leases were \$2,161,700, and \$1,193,272, respectively, for the year ended September 30, 2005. The future minimum lease payments for noncancelable leases are as follows:

| <u>Year Ended September 30</u> | <u>Amount</u> |
|------------------------------------|--------------------|
| 2006 | \$2,286,677 |
| 2007 | 1,652,002 |
| 2008 | 417,979 |
| 2009 | 349,114 |
| 2010 | 191,651 |
| 2011-2015 | <u>574,662</u> |
| Total minimum lease payable | <u>\$5,472,085</u> |

Component Units

- A. The Melbourne - Tillman Water Control District leased equipment with lease terms through October 2007. Obligations under the capital lease have been recorded in the accompanying financial statements at the present value of the future minimum lease payments. The total capitalized cost and accumulated depreciation of \$132,481 and \$43,339, respectively, is included in property, plant, and equipment.

The future minimum lease payments under the capital leases and the net present value of the future minimum lease payments are as follows:

| <u>Year Ended September 30</u> | <u>Amount</u> |
|--|-----------------|
| 2006 | \$29,955 |
| 2007 | 29,955 |
| 2008 | <u>14,976</u> |
| Total future minimum lease payments | \$74,886 |
| Less amount representing interest | <u>4,815</u> |
| Present value of future minimum lease payments | <u>\$70,071</u> |

- B. The Melbourne - Tillman Water Control District leases various equipment under noncancelable operating leases expiring in 2007 and 2008.

Minimum future rental payments under the operating lease as of September 30, 2005, for each of the next three years and in the aggregate are:

| <u>Year Ended September 30</u> | <u>Amount</u> |
|------------------------------------|-----------------|
| 2006 | \$29,524 |
| 2007 | 29,066 |
| 2008 | <u>11,537</u> |
| Total | <u>\$70,127</u> |

16. Bonded and Other Indebtedness

A. Business-type Activities

\$11,945,000 1997 Solid Waste Management System Revenue Refunding Bonds - due in annual installments of \$1,640,000 to \$1,725,000 through April 1, 2007; interest at 4.20% to 4.30%; issued to finance the cost of refunding 1987 Solid Waste Disposal System Revenue Bonds; payable from gross revenues of the system.

\$ 3,365,000

BREVARD COUNTY, FLORIDA
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| | |
|---|------------|
| \$9,960,000 2002 Solid Waste Management System Revenue Refunding Bonds - due in annual installments of \$795,000 to \$2,890,000 through April 1, 2010; interest at 2.40% to 3.80%; issued to finance cost of refunding 1993 Solid Waste Management System Revenue Bonds; payable from gross revenues of the system. | 8,430,000 |
| \$25,000,000 1995 Utility Revenue Refunding Bonds - due in an annual installment of \$3,235,000 on March 1, 2006; interest at 4.75%; issued to finance the cost of refunding a portion of the Utility Revenue Bonds, Series 1986, payable from gross revenues of the Water Resources System. | 3,235,000 |
| \$55,155,000 2002 Utility Revenue Refunding Bonds - due in annual installments of \$1,530,000 to \$7,545,000 through March 1, 2014; interest at 5.00% to 5.25%; issued to finance the cost of refunding the Utility Revenue Bonds, Series 1993; payable from gross revenues of the Water Resources System. | 52,325,000 |
| \$4,880,000 1999 Guaranteed Entitlement Revenue Refunding Bonds - due in annual installments of \$230,000 to \$390,000 through June 1, 2018; interest at 4.00% to 4.875%; issued to refund the outstanding 1991 Special Obligation Refunding Revenue Bonds and pay the cost of certain capital improvements within the County; revenue pledged is the guaranteed entitlement portion of the state revenue sharing trust funds and a portion of the second guaranteed entitlement state shared revenues. | 3,940,000 |
| \$17,135,000 2000 Utility Bonds (Barefoot Bay Utility System) - serial bonds due in annual installments of \$340,000 to \$435,000 through October 1, 2011; interest at 3.90% to 4.50%; term bonds maturing October 1, 2018, are subject to mandatory redemption in amounts of \$455,000 to \$615,000 from October 1, 2012, to October 1, 2018, with interest at 5.25%; term bonds maturing October 1, 2029, are subject to mandatory redemption in amounts of \$650,000 to \$1,055,000 from October 1, 2019, to October 1, 2029, with interest at 5.00%; issued to finance the acquisition of a utility system and certain other property; payable from gross revenues of the system. | 15,610,000 |

B. Governmental Activities

| | |
|---|------------|
| \$10,670,000 1996 Limited Ad Valorem Revenue Refunding and Improvement Bonds - due in annual installments of \$990,000 to \$1,250,000 through September 1, 2011; interest at 4.90% to 5.375%; issued to partially refund the 1991 Limited Ad Valorem Revenue Bonds and to acquire and preserve endangered lands; payable from ad valorem tax revenues. | 6,690,000 |
| \$8,840,000 2002 Limited Ad Valorem Tax Refunding Bonds - due in annual installments of \$1,030,000 to \$1,245,000 through September 1, 2011; interest at 3.00% to 4.10%; issued to refund all or a portion of the outstanding 1993 Limited Ad Valorem Tax Bonds maturing after September 1, 2003; payable from ad valorem tax revenues. | 6,775,000 |
| \$15,670,000 2004 Limited Ad Valorem Tax Bonds - due in annual installments of \$2,340,000 to \$2,700,000 through September 1, 2011; interest at 2.50% to 3.00%; issued to fund the acquisition and improvement of environmentally endangered lands; payable from ad valorem tax revenues. | 15,070,000 |
| \$45,000,000 2005 Limited Ad Valorem Tax Bonds - due in annual installments of \$1,700,000 to \$3,315,000 through September 1, 2024, interest at 3.00% to 5.00% issued to fund the acquisition and improvement of environmentally endangered lands and water areas; payable from ad valorem tax revenues. | 45,000,000 |
| \$15,100,000 2001 North Brevard Recreation Special District, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$570,000 to \$1,040,000 through July 1, 2019; interest at 4.25% to 5.00%; term bonds maturing July 1, 2021 are subject to mandatory redemption in the amounts of \$1,090,000 to \$1,145,000 from July 1, 2020 to final maturity; interest at 5.00%; issued to | |

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| | |
|---|------------|
| finance the acquisition, development, and improvement of certain parks and recreational facilities within the geographical boundary of North Brevard; payable from ad valorem tax revenues. | 13,090,000 |
| \$45,000,000 2001 South Brevard Recreation Special District, Limited Ad Valorem Tax Bonds - due in annual installments of \$1,730,000 to \$3,370,000 through July 1, 2021; interest at 4.00% to 5.00%; issued to finance the acquisition, development, and improvement of certain parks and recreational facilities within the geographical boundary of South Brevard; payable from ad valorem tax revenues. | 38,860,000 |
| \$13,000,000 2001 Merritt Island Recreation Municipal Service Taxing Unit, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$500,000 to \$885,000 through July 1, 2019; interest at 4.00% to 5.00%; term bonds maturing July 1, 2021, are subject to mandatory redemption in amounts of \$925,000 to \$975,000 from July 1, 2020, to final maturity; interest at 5.00%; issued to finance the acquisition, development, and improvement of certain parks and recreational facilities within the Merritt Island Recreation Municipal Service Taxing Unit; payable from ad valorem tax revenues. | 11,230,000 |
| \$1,700,000 1994A Brevard County Mental Health Facilities Refunding Revenue Bonds - due in annual installments of \$125,000 to \$150,000 through January 1, 2010; interest at 5.60% to 6.00%; issued to finance the cost of refunding all outstanding Brevard County Mental Health Facilities Revenue Bonds, Series 1980; payable from the revenues of the lease between the County and Circles of Care, Inc. The lease payments are derived from fees and charges for services. | 685,000 |
| \$4,865,000 1996 Second Guaranteed Entitlement Revenue Bonds - due in annual installments of \$225,000 to \$375,000 through November 1, 2015; interest at 4.90% to 5.50%; issued to finance the acquisition and construction of recreational facilities in the Port St. John/Canaveral Groves Municipal Service Taxing Unit within the County; revenue pledged is second guaranteed entitlement portion of the state revenue sharing trust funds; however, debt service is to be paid from ad valorem tax revenues. | 3,235,000 |
| \$2,897,758 1987 Capital Improvement Refunding Revenue Bonds - capital appreciation serial bonds, due in annual installments of \$220,000 with final maturity on November 1, 2005; interest at 7.60% to 8.30%; issued to finance the cost of refunding all outstanding Brevard County Improvement Bonds, Series I; payable from the first \$324,657 of utility franchise fees. | 211,216 |
| \$20,105,000 1997 Sales Tax Refunding Revenue Bonds - due in annual installments of \$90,000 to \$1,975,000 through December 1, 2011; interest of 4.40% to 4.75%; issued to purchase the formerly leased Brevard County Government Center by defeasing the 1989 Certificate of Participation; payable from the half-cent sales tax distributed to the County. | 10,720,000 |
| \$39,150,000 2001 Sales Tax Refunding and Improvement Revenue Bonds - serial bonds due in annual installments of \$935,000 to \$2,975,000 through December 1, 2018; interest at 3.50% to 5.25%; term bonds maturing December 1, 2020, through December 1, 2026, are subject to mandatory redemption in varying amounts from December 1, 2019, to December 1, 2026, with interest at 4.875% to 5.00%; issued to refund the outstanding Sales Tax Refunding Revenue Bonds, Series 1991, maturing on and after December 1, 2002, refund the outstanding Sales Tax Revenue Bonds, Series 1994, maturing on and after December 1, 2005, refund certain portions of the County's outstanding obligations under a Loan Agreement with the Florida Local Government Finance Commission, and finance the acquisition of certain capital projects within the County; revenue pledged is half-cent sales tax revenue; \$4,937,292 of the outstanding principal and any associated interest will be paid from revenues from the operation of the County's golf courses. | 34,485,000 |

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| | |
|---|------------|
| <p>\$16,370,000 2003 Sales Tax Refunding and Improvement Revenue Bonds – serial bonds due in annual installments of \$1,210,000 to \$1,565,000 through December 1, 2013; interest rate 2.00% to 4.10%; term bonds maturing December 1, 2014, and thereafter are due in installments of \$215,000 to \$305,000; interest rate 4.10% to 4.75%; bonds maturing on December 1, 2013, and thereafter are subject to mandatory early redemption; issued to advance refund the outstanding Sales Tax Revenue Bonds, Series 1993 maturing on and after December 1, 2004; to repay a portion of the outstanding Florida Local Government Finance Commission Pooled Commercial Paper Notes, and to finance various capital projects of the County; payable from the half-cent sales tax distributed to the County.</p> | 15,190,000 |
| <p>\$14,000,000 2005 Sales Tax Revenue Bonds – serial bonds due in annual installments of \$300,000 to \$1,005,000 through December 1, 2023; interest at 3.00% to 4.25%; term bonds maturing on December 1, 2025, are subject to mandatory redemption prior to maturity in the amounts of \$1,045,000 and \$1,090,000 from December 1, 2024, to December 1, 2025, with interest at 4.25%; issued to finance the cost of certain capital projects within the County; payable from the half-cent sales tax distributed to the County.</p> | 14,000,000 |
| <p>\$7,070,000 2001 Fourth Cent Tourist Development Tax Revenue Refunding Bonds - serial bonds due in annual installments of \$560,000 to \$745,000 through March 1, 2013, interest at 3.60% to 4.50%; issued to refund the Fourth Cent Tourist Development Tax Revenue Bonds, Series 1993; payable from tourist tax revenues.</p> | 5,170,000 |
| <p>\$39,735,000 2000 Constitutional Fuel Tax Revenue Bonds – serial bonds due in annual installments of \$1,475,000 to \$1,790,000 through August 1, 2010; interest at 4.85% to 6.00%; issued to finance the cost of acquiring and constructing certain road and bridge improvements; payable from constitutional fuel tax revenues.</p> | 8,140,000 |
| <p>\$25,525,000 2005 Constitutional Fuel Tax Revenue Refunding Bonds – due in annual installments of \$110,000 to \$2,990,000 through August 1, 2020; interest at 3.00% to 5.00%; issued to advance refund the outstanding Constitutional Fuel Tax Revenue Bonds, Series 2000 maturing on and after August 1, 2011; payable from constitutional fuel tax revenue.</p> | 25,525,000 |
| <p>\$21,141,000 Commercial Paper - issued as part of the Florida Local Government Finance Commission Pooled Commercial Paper Notes program; outstanding balance due at various dates; interest, which is variable was 3.29% on September 30, 2005; this variable rate is based on the underlying commercial paper that is purchased, during the fiscal year the interest rate ranged from 2.12% to 3.29%; issued to fund construction of T-hangars at the Valkaria Airport, construction of special assessment projects, finance renovations and modifications to existing County property, finance the dredging of certain channels and canals, acquisition of computer equipment, replacement of fuel storage tanks, purchase new election system, finance or refinance the cost of the acquisition and construction of certain beach renourishment capital improvements, purchase various capital equipment, and finance the acquisition of capital upgrade and replace the County's telecommunication system; payable from the County's general revenues, transportation receipts, and prior lien upon certain special assessments.</p> | 14,658,000 |
| <p>\$280,000 Commercial Paper - issued as part of the Florida Local Government Finance Commission Pooled Commercial Paper Notes program; outstanding balance due December 5, 2007; interest, which is variable, was 3.29% on September 30, 2005; this variable rate is based on the underlying commercial paper that is purchased, during the fiscal year the interest rate ranged from 2.12% to 3.29%; issued to provide partial funding for the purchase of the County's new financial system hardware; payable from the internal service revenues of Information Systems.</p> | 168,000 |

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C. Component Units

\$2,450,000 Titusville-Cocoa Airport Authority Note – payable in monthly installments; interest at 4.37%; issued to refinance its portion of the Florida Local Government Finance Commission Pooled Commercial Paper Note; and to finance capital improvement projects; payable from gross revenues of the Authority.

2,197,717

\$118,293 Titusville-Cocoa Airport Authority Note – payable in monthly installments; interest at 2.50%, issued as part of a land swap transaction; payable from gross revenues of the Authority.

102,673

D. Summary of Bonded and Other Indebtedness

The long-term liability activity for the year ended September 30, 2005, was as follows:

| | Oct. 1, 2004 | Increase | Decrease | Sept. 30, 2005 | Due within one year |
|--|----------------------|----------------------|---------------------|----------------------|---------------------|
| Governmental activities: | | | | | |
| Bonds payable: | | | | | |
| General obligation bonds | \$ 84,170,000 | \$ 60,670,000 | \$ 8,125,000 | \$136,715,000 | \$8,860,000 |
| Revenue bonds | 105,103,742 | 39,550,182 | 31,992,995 | 112,660,929 | 8,021,417 |
| Less deferred amounts: | | | | | |
| Discounts | 594,695 | 9,743 | 208,419 | 396,019 | |
| Premiums | (749,702) | (1,850,808) | (306,303) | (2,294,207) | |
| Refunding | 3,149,003 | 2,609,982 | 536,925 | 5,222,060 | |
| Total bonds payable | \$186,279,746 | \$ 99,451,265 | \$39,678,954 | \$246,052,057 | |
| Capital lease commitments | 613,892 | 786,830 | 693,892 | 706,830 | 179,617 |
| Notes payable | 9,426,000 | 9,326,000 | 3,926,000 | 14,826,000 | 1,316,000 |
| Accrued compensated absences | 20,698,410 | 3,026,907 | 2,136,786 | 21,588,531 | 1,766,570 |
| Claims and judgments | 12,391,037 | 7,873,834 | 8,153,515 | 12,111,356 | 7,376,404 |
| Governmental activities long-term liabilities | <u>\$229,409,085</u> | <u>\$120,464,836</u> | <u>\$54,589,147</u> | <u>\$295,284,774</u> | |
| Business-type activities: | | | | | |
| Bonds payable: | | | | | |
| Revenue bonds | \$ 99,287,292 | \$ 0 | \$ 7,682,005 | \$ 91,605,287 | 8,224,799 |
| Less deferred amounts: | | | | | |
| Discounts | 177,261 | 0 | 36,184 | 141,077 | |
| Premiums | (4,191,344) | 0 | (741,578) | (3,449,766) | |
| Refunding | 2,648,242 | 0 | 564,589 | 2,083,653 | |
| Total bonds payable | \$100,653,133 | \$ 0 | \$ 7,822,810 | \$ 92,830,323 | |
| Capital lease commitments | 14,284 | 471,845 | 46,031 | 440,098 | 98,144 |
| Notes payable | 25,000 | 0 | 25,000 | 0 | |
| Accrued compensated absences | 1,558,585 | 258,020 | 167,723 | 1,648,882 | 120,794 |
| Business-type activities long-term liabilities | <u>\$102,251,002</u> | <u>\$ 729,865</u> | <u>\$ 8,061,564</u> | <u>\$ 94,919,303</u> | |
| Component units: | | | | | |
| Capital lease commitments | \$ 94,908 | \$ 0 | \$ 24,837 | \$ 70,071 | 27,645 |
| Notes payable | 2,759,619 | 0 | 459,229 | 2,300,390 | 137,067 |
| Accrued compensated absences | 155,077 | 21,807 | 0 | 176,884 | 176,884 |
| Component units long-term liabilities | <u>\$ 3,009,604</u> | <u>\$ 21,807</u> | <u>\$ 484,066</u> | <u>\$ 2,547,345</u> | |

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. Also, for the governmental activities, claims and judgments, and compensated absences are generally liquidated by each individual governmental fund.

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E. Total Annual Debt Service Requirements

Accrued compensated absences are excluded from this tabulation. See section D. Summary of Bonded and Other Indebtedness for additional information.

The annual requirements to amortize all debt outstanding at September 30, 2005, are as follows:

| Governmental activities | | | | | | |
|-----------------------------|--------------------------|---------------------|----------------------|---------------------|---------------------|--------------------|
| Year Ending September 30 | General Obligation Bonds | | Revenue Bonds | | Notes and Leases | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2006 | \$ 8,860,000 | \$ 5,754,891 | \$ 8,021,417 | \$ 4,734,879 | \$ 1,495,617 | \$ 474,956 |
| 2007 | 9,170,000 | 5,440,855 | 7,583,850 | 4,421,113 | 2,049,681 | 424,162 |
| 2008 | 9,490,000 | 5,123,043 | 8,160,454 | 4,117,944 | 3,257,613 | 321,164 |
| 2009 | 9,820,000 | 4,784,383 | 8,489,103 | 3,781,859 | 1,154,919 | 267,661 |
| 2010 | 10,200,000 | 4,406,806 | 8,852,181 | 3,420,447 | 7,575,000 | 44,760 |
| 2011-2015 | 34,535,000 | 16,932,667 | 36,888,145 | 11,799,053 | 0 | 0 |
| 2016-2020 | 36,680,000 | 9,378,310 | 23,565,779 | 5,265,814 | 0 | 0 |
| 2021-2025 | 17,960,000 | 1,625,597 | 8,625,000 | 1,547,430 | 0 | 0 |
| thereafter | 0 | 0 | 2,475,000 | 93,288 | 0 | 0 |
| Total | <u>\$136,715,000</u> | <u>\$53,446,552</u> | <u>\$112,660,929</u> | <u>\$39,181,827</u> | <u>\$15,532,830</u> | <u>\$1,532,703</u> |

| Business-type activities | | | | Component Units | |
|-----------------------------|---------------------|---------------------|------------------|-----------------|--------------------|
| Year Ending September 30 | Revenue Bonds | | Leases | | Notes and Leases |
| | Principal | Interest | Principal | Interest | |
| 2006 | \$ 8,224,799 | \$ 4,330,986 | \$ 98,144 | \$17,797 | \$ 164,712 |
| 2007 | 8,881,150 | 3,953,288 | 102,653 | 13,288 | 170,763 |
| 2008 | 9,429,546 | 3,536,219 | 107,369 | 8,572 | 162,795 |
| 2009 | 9,875,897 | 3,099,166 | 93,228 | 3,745 | 155,161 |
| 2010 | 8,497,819 | 2,632,399 | 38,704 | 656 | 161,933 |
| 2011-2015 | 33,726,855 | 7,066,252 | 0 | 0 | 922,175 |
| 2016-2020 | 4,414,221 | 2,676,963 | 0 | 0 | 632,922 |
| 2021-2025 | 3,760,000 | 1,687,000 | 0 | 0 | 0 |
| thereafter | 4,795,000 | 622,625 | 0 | 0 | 0 |
| Total | <u>\$91,605,287</u> | <u>\$29,604,898</u> | <u>\$440,098</u> | <u>\$44,058</u> | <u>\$2,370,461</u> |

17. Current and Advance Refunding of Debt

- A. During the fiscal year ended September 30, 1978, the County completed a full cash advance refunding of all outstanding Water Resources Utility Revenue Bonds, Series 1973, Series 1973A, and Series 1975, to effect an overall reduction in debt service and to revise certain terms and covenants made under the outstanding bonds. The advance refunding was financed from the issuance of \$11,665,000 Refunding Revenue Bonds, Series 1978, and the simultaneous issuance of \$17,725,000 Special Obligation Bonds, Series 1978A. The net proceeds from the bonds were deposited in an irrevocable escrow account and invested in federal securities at an amount sufficient for the payment of all principal, interest, and call premiums due on the refunded bonds. As a result, the respective liens of the refunded 1973, 1973A, and 1975 bonds were defeased, and the County's obligation on the refunded debt was satisfied. The Special Obligation Bonds, Series 1978A, which are not presented in the accompanying balance sheet, are secured by, and payable from, the federal securities and interest income earned on the federal securities held in escrow and do not constitute an obligation of the County. Total outstanding principal of the Series 1973, Series 1973A, and Series 1975 bonds at September 30, 2005, were \$2,915,000, \$1,210,000, and \$50,000, respectively. Total outstanding principal of the Series 1978A bonds was \$1,125,000.
- B. During the fiscal year ended September 30, 1984, the County completed a net cash advance refunding of all outstanding Solid Waste Disposal System Refunding Revenue Bonds, Series 1977 and the Solid Waste Disposal System Capital Improvement Note, Series 1984 to effect an overall reduction in debt service and to revise certain terms and bond covenants made under the 1977 bonds. The advance refunding was financed from the issuance of the Solid Waste Disposal System Refunding Revenue Bonds, Series 1984. The net proceeds from the bonds were placed in an irrevocable escrow account and invested in federal securities sufficient for payment of principal and interest due on the refunded 1977 bonds and the 1984 Capital Improvement Note. As a result, the respective liens of the refunded 1977 bonds and the 1984 Capital Improvement Note were defeased,

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and the County's obligation on the refunded debt was satisfied. Total outstanding principal of the Series 1977 bonds at September 30, 2005, was \$3,780,000. The Capital Improvement Note, Series 1984, was fully retired during fiscal year 1988.

- C. During the fiscal year ended September 30, 1985, the County completed a net cash advance refunding of outstanding Water Resources Utility Revenue Bonds, Series 1978 and Series 1983, to effect an overall reduction in debt service and to revise certain terms and covenants made under the outstanding bonds. The advance refunding was financed from the issuance of \$17,295,000 Refunding Subordinate Revenue Bonds, Series 1984, refunded by Subordinate Utility Revenue Bonds, Series 1988. The net proceeds from the bonds were deposited in an irrevocable escrow account and invested in federal securities at an amount sufficient for the payment of all principal, interest, and call premiums due on the refunded bonds. As a result, the respective liens of the refunded 1978 and 1983 bonds were defeased, and the County's obligation on the refunded debt was satisfied. Total outstanding principal of the Series 1978 and the Series 1983 bonds at September 30, 2005, was \$6,950,000 and \$6,335,000, respectively.
- D. During fiscal year ended September 30, 2002, The County completed a net cash advance refunding of all outstanding Sales Tax Revenue Bonds, Series 1994 maturing on or after December 1, 2005, to effect an overall reduction in debt service. The advance refunding was financed from the issuance of a portion of \$39,150,000 Sales Tax Refunding and Improvement Bonds, Series 2001. The net proceeds were deposited into an irrevocable escrow account and invested at an amount sufficient for the payment of all principal, interest, and call premiums due on the refunded bonds. As a result, the respective liens of the refunded bonds were defeased and the County's obligation on the refunded debt was satisfied. The 1994 Bonds were fully retired during fiscal year 2005.
- E. During fiscal year ended September 30, 2005, the County completed a net cash advance refunding of all outstanding Constitutional Fuel Tax Revenue Bonds, Series 2000 maturing on or after August 1, 2011, to the effect on an overall reduction in debt service. The advance refunding was financed from the issuance of \$25,525,000 Constitutional Fuel Tax Refunding Bonds, Series 2005. The net proceeds were deposited into an irrevocable escrow account and invested at an amount sufficient for the payment of all principal, interest, and call premiums due on the refunded bonds. As a result, the respective liens of the refunded bonds were defeased and the County's obligation on the refunded debt was satisfied. The refunding transaction has saved the County aggregate debt service savings of \$1,920,841 and will result in an economic gain or present value savings of \$1,497,695. Total outstanding principal of the Series 2000 bonds at September 30, 2005, was \$24,150,000.
18. **Bond Coverage** - The County is required by bond resolutions to fix, establish, and maintain such user rates that will always provide sufficient revenue for debt service, operations and maintenance, and all other reserve requirements pertinent to the bond issues within the affected Enterprise Funds. Where the bond resolutions provide for more than one bond coverage test, the covenants shown are the most restrictive.

The following tabulation indicates the degree of compliance with the bond resolution covenants in the Solid Waste Management Department and the Water Resources Department at September 30, 2005. These coverage tests compare debt coverage required with revenue available after covering operating and maintenance expenses.

| | Solid Waste Management Department | Water Resources Department |
|--|---|----------------------------------|
| Gross revenues available for compliance | \$27,915,925 | \$22,584,648 |
| Operating and maintenance expense (excluding depreciation expense) | <u>20,494,161</u> | <u>13,681,967 (1)</u> |
| Amount of revenue over operating and maintenance expense | <u>\$ 7,421,764</u> | <u>\$ 8,902,681</u> |
| Debt coverage required | <u>\$ 3,341,723</u> | <u>\$ 7,941,113</u> |
| Percent coverage for the year ended September 30, 2005 | <u>222%</u> | <u>112%</u> |

- (1) Operating and maintenance expense excludes payment in lieu of taxes, renewal and replacement expenses, and transfers out of \$940,139, \$1,682,701, and \$39,000, respectively.

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19. Intergovernmental Component Units Assistance Programs

Florida Department of Transportation Reimbursable Grants - Capital projects at the Space Center Executive Airport are generally funded by a combination of grants from the Federal Aviation Administration (FAA), the Florida Department of Transportation (FDOT), and funds provided by the Titusville - Cocoa Airport Authority (Authority). The FDOT generally may fund up to 50% of eligible project costs which are not funded by the FAA, except that the FDOT may initially fund up to 75% of certain project costs, and the FDOT shall be reimbursed to the 50% level when the FAA funds become available or within 10 years after project completion, whichever is earlier. In prior years, the Authority received three grants from the FDOT totaling \$993,800 of which \$256,266 exceeded the 50% limit. The Authority is reserving funds to repay the \$256,266 in the event the FAA funds are not received. If no FAA funds are received, payment on the three grants will not be required until after fiscal year ending September 30, 2005.

20. Condensed Financial Statements - Discretely Presented Component Units

A. Statement of Net Assets

| | North Brevard County Public Library District | Merritt Island Redevelopment Agency | Titusville- Cocoa Airport Authority |
|--|---|---|--|
| Assets: | | | |
| Other assets | \$14,670 | \$1,567,000 | \$ 3,084,218 |
| Capital assets, net of accumulated depreciation | <u>0</u> | <u>0</u> | <u>33,815,698</u> |
| Total assets | <u>\$14,670</u> | <u>\$1,567,000</u> | <u>\$36,899,916</u> |
| Liabilities: | | | |
| Other current liabilities | \$ 0 | \$ 1,992 | \$ 831,128 |
| Long-term liabilities | <u>0</u> | <u>0</u> | <u>2,419,589</u> |
| Total liabilities | <u>\$ 0</u> | <u>\$ 1,992</u> | <u>\$ 3,250,717</u> |
| Net assets: | | | |
| Invested in capital assets net of related debt | \$ 0 | \$ 0 | \$31,259,104 |
| Unrestricted | <u>14,670</u> | <u>1,565,008</u> | <u>2,390,095</u> |
| Total net assets | <u>\$14,670</u> | <u>\$1,565,008</u> | <u>\$33,649,199</u> |
| | Melbourne- Tillman Water Control District | Housing Finance Authority | <u>Total</u> |
| Assets: | | | |
| Other assets | \$ 8,130,980 | \$2,674,061 | \$15,470,929 |
| Capital assets, net of accumulated depreciation | <u>3,715,534</u> | <u>0</u> | <u>37,531,232</u> |
| Total assets | <u>\$11,846,514</u> | <u>\$2,674,061</u> | <u>\$53,002,161</u> |
| Liabilities: | | | |
| Other current liabilities | \$ 156,146 | \$ 113,446 | \$ 1,102,712 |
| Long-term liabilities | <u>42,426</u> | <u>0</u> | <u>2,462,015</u> |
| Total liabilities | <u>\$ 198,572</u> | <u>\$ 113,446</u> | <u>\$ 3,564,727</u> |
| Net assets: | | | |
| Invested in capital assets net of related debt | \$ 3,645,463 | \$ 0 | \$34,904,567 |
| Unrestricted | <u>8,002,479</u> | <u>2,560,615</u> | <u>14,532,867</u> |
| Total net assets | <u>\$11,647,942</u> | <u>\$2,560,615</u> | <u>\$49,437,434</u> |

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B. Statement of Activities

| | North Brevard County Public Library District | Merritt Island Redevelopment Agency | Titusville- Cocoa Airport Authority |
|----------------------------------|---|---|--|
| Expenses: | | | |
| Total expenses | \$ 2,756 | \$ 234,156 | \$ 2,431,482 |
| Program revenues: | | | |
| Charges for services | \$ 5,236 | \$ 0 | \$ 1,716,031 |
| Capital grants and contributions | 0 | 0 | 1,784,331 |
| Total program revenues | \$ 5,236 | \$ 0 | \$ 3,500,362 |
| Net program revenues | \$ 2,480 | \$ (234,156) | \$ 1,068,880 |
| General revenues: | | | |
| Taxes | \$ 0 | \$1,041,822 | \$ 187,456 |
| Other general revenues | 0 | 37,118 | 59,212 |
| Total general revenues | \$ 0 | \$1,078,940 | \$ 246,668 |
| Change in net assets | \$ 2,480 | \$ 844,784 | \$ 1,315,548 |
| Beginning net assets | 12,190 | 720,224 | 32,333,651 |
| Ending net assets | \$14,670 | \$1,565,008 | \$33,649,199 |
| | Melbourne- Tillman Water Control District | Housing Finance Authority | Total |
| Expenses: | | | |
| Total expenses | \$ 2,289,188 | \$ 260,096 | \$ 5,217,678 |
| Program revenues: | | | |
| Charges for services | \$ 5,866,938 | \$ 418,183 | \$ 8,006,388 |
| Capital grants and contributions | 0 | 0 | 1,784,331 |
| Total program revenues | \$ 5,866,938 | \$ 418,183 | \$ 9,790,719 |
| Net program revenues | \$ 3,577,750 | \$ 158,087 | \$ 4,573,041 |
| General revenues: | | | |
| Taxes | \$ 0 | \$ 0 | \$ 1,229,278 |
| Other general revenues | 347,480 | 60,049 | 503,859 |
| Total general revenues | \$ 347,480 | \$ 60,049 | \$ 1,733,137 |
| Change in net assets | \$ 3,925,230 | \$ 218,136 | \$ 6,306,178 |
| Beginning net assets | 7,722,712 | 2,342,479 | 43,131,256 |
| Ending net assets | \$11,647,942 | \$2,560,615 | \$49,437,434 |

21. Risk Management - The County is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has established a Risk Management Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss. Under the Risk Management Fund program, coverage is provided up to a maximum of \$300,000 for each worker's compensation claim, and \$100,000 for each general liability claim. For all risk property, coverage is provided up to a maximum of \$75,000 per occurrence, all perils and \$500,000 per occurrence to a maximum of \$2,500,000 for damages arising from a hurricane or tropical storm. The County purchases commercial insurance

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for claims in excess of coverage provided by the fund and for all other risks of loss including employee's medical, dental, vision, and life insurance. Settled claims have not exceeded this commercial coverage in any of the past three years.

All County departments participate in the program and make payments to the Risk Management Fund based on actuarial estimates of the amounts needed to pay prior and current year claims. The claims liability of \$12,111,356 in the Risk Management Fund, reported at September 30, 2005, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss can be reasonably estimated. Changes in the claims liability amounts in fiscal years 2004 and 2005 were:

| | <u>2004</u> | <u>2005</u> |
|--|---------------------|---------------------|
| Beginning of fiscal year liability | \$ 13,252,630 | \$12,391,037 |
| Current year claims and changes in estimates | 5,602,455 | 7,873,834 |
| Claim payments | <u>(6,464,048)</u> | <u>(8,153,515)</u> |
| Balance at fiscal year end | <u>\$12,391,037</u> | <u>\$12,111,356</u> |
| The claims liability at September 30, 2005, has been calculated as follows: | | |
| Present value of estimated outstanding losses (Estimated losses of \$12,829,538, discounted to reflect future investment earnings at 2%) | | \$11,849,303 |
| Unallocated loss adjustment expenses (Calculated at 7.5% of outstanding losses) | | 888,697 |
| Estimated recoveries on settled claims | | <u>(626,644)</u> |
| Claims liability at September 30, 2005 | | <u>\$12,111,356</u> |

22. Interfund Transfers - Monies are transferred from one fund to support expenditures of another fund in accordance with legally established budgets. Transfers between funds during the year ending September 30, 2005, were:

| <u>Transfers Out</u> | <u>Transfers In</u> | <u>Amount</u> |
|---|---|---------------------|
| General Fund | Emergency Services | \$ 305,096 |
| | Brevard County Transportation Trust | 1,680,000 |
| | Parks and Recreation Facilities | 159,487 |
| | Nonmajor Governmental Funds | 15,343,942 |
| | Solid Waste Management Department | 88,142 |
| | Nonmajor Proprietary Funds | 1,745,155 |
| Emergency Services | General Fund | 1,084,076 |
| | Nonmajor Governmental Funds | 729,279 |
| Brevard County Transportation Trust | General Fund | 988,218 |
| | Nonmajor Governmental Funds | 708 |
| Parks and Recreation Facilities | Nonmajor Governmental Funds | 1,529 |
| Environmentally Endangered Land Purchases | Nonmajor Governmental Funds | 1,499,121 |
| Nonmajor Governmental Funds | General Fund | 9,025,198 |
| | Brevard County Transportation Trust | 91,765 |
| | Parks and Recreation Facilities | 7,168,648 |
| | Environmentally Endangered Land Purchases | 50,000 |
| | Nonmajor Governmental Funds | 6,653,078 |
| Internal Service | Nonmajor Governmental Funds | 219,643 |
| Solid Waste Management Department | General Fund | 533,419 |
| Water Resources Department | General Fund | 39,000 |
| Nonmajor Proprietary Funds | General Fund | 115,214 |
| Total Transfers | | <u>\$47,520,718</u> |

Transfers are used primarily to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due and to use unrestricted revenues collected in the general fund and other funds to finance various programs accounted for in other funds.

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23. Retirement Plan - All Brevard County permanent employees participate in the Florida Retirement System, which is a multiple-employer, cost sharing public employee retirement system. This retirement system is administered by the State of Florida, Department of Administration, Division of Retirement. The retirement system is noncontributory for members; all contributions are made by participating employers. Membership in the Florida Retirement System is mandatory if an employee is in a full-time or part-time regularly established position in a state agency, county government, district school board, state university, community college, or any other qualified participating agency. The retirement system provides for vesting of benefits after six years of service (eight years for elected county officials). Employees are eligible for normal retirement with 30 years of creditable service or at age 62. Early retirement may be taken any time after six years of service (eight years for elected county officials); however, there is a 5% benefit reduction for each year prior to normal retirement. Benefits are computed on the basis of age, average final compensation, and service credit. Average final compensation is the average of the five highest fiscal years of earnings. The system also provides for death and disability benefits, which are established by Florida Statutes.

The retirement plan is funded by employer contributions at a rate of 7.39% through June 2005, and changed to a rate of 7.83% effective July 2005, of the gross pay for regular employees; 18.53% for special-risk employees, which include law enforcement officers, correctional officers, and firefighters; and 15.23% for elected officials. The County's contributions for the years ending September 30, 2005, 2004, and 2003, were \$17,109,447, \$17,256,543, and \$13,057,923, respectively, equals to the required contributions for each year. Contributions for the year ending September 30, 2005, represented 11.08% of covered payroll.

The Florida Division of Retirement issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to the Florida Division of Retirement, 2639 Monroe Street, Building C, Tallahassee, FL 32399-1560.

24. Deferred Compensation - The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457 that is administered by an agent of the National Association of Counties. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or for an unforeseeable emergency. All assets and income of the plan are held in trust for the exclusive benefit of the participants.
25. Contingent Liabilities - There are a number of pending lawsuits in which the County is involved. Although the outcome is not readily determinable, resolution of these matters is not expected to have an adverse effect on the financial condition of the County.

26. Subsequent Events - On December 1, 2005, the County issued \$48,535,000 Local Option Fuel Tax Revenue Bonds, Series 2005. The proceeds of the bonds will be used to fund the cost of various transportation projects.

On December 6, 2005, the County issued \$522,000 from the Florida Local Government Finance Commission's tax exempt commercial paper program. The instrument was issued to refinance a portion of a previous loan to finance the cost of dredging certain channels and canals, and finance certain improvements within the Lakemont Road Waterline MSBU.

On March 2, 2006, the County issued \$1,654,000 from the Florida Local Government Finance Commission's tax exempt commercial paper program. The instrument was issued to fund the construction of a fire station.

On March 2, 2006, the County issued \$486,000 from the Florida Local Government Finance Commission's tax exempt commercial paper program. The instrument was issued to fund the acquisition and construction of certain road improvement projects.

On March 21, 2006, the County authorized issuing \$36,200,000 Sales Tax Revenue Bonds, Series 2006A, 2006B, and 2006C. The proceeds of the bonds are to be used for the completion of Parks and Recreation referendum projects. The bonds are scheduled to be validated on April 21 before the County Circuit Court.

On April 11, 2006, the County authorized issuing \$600,000 from the Florida Local Government Finance Commission's tax exempt commercial paper program to finance the acquisition of Emergency 911 computer aided dispatch software system for Fire Rescue.

27. Combining of Funds - For financial reporting purposes, the Sheriff's Inmate Welfare fund, State Forfeiture fund, Law Enforcement Training funds and Federal Forfeiture funds, previously reported as part of the General Fund are now being reported within the Miscellaneous Fines Special Revenue Fund.

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The Environmentally Endangered Land Purchases administrative funds previously reported as a Capital Project Fund is now being reported within the Environmentally Endangered Land Program Special Revenue Fund.

28. Prior Period Adjustment – Beginning fund balance for the general fund in the Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds has been restated in the amount of (\$176,836) and the corresponding adjustment was made to cash with fiscal agent to correctly report the amount of lease proceeds for the purchase of computer software for the Tax Collector's office. Net changes in fund balance for fiscal year 2004 were overstated by \$176,836.

Nonmajor Governmental Funds

Special Revenue Funds

Recreation District IV Operating Fund - to account for an ad valorem tax levy of up to 0.9 mill in County Commission District IV in accordance with Chapter 71-544, Laws of Florida, for the provision of recreation facilities and programs.

Brevard County Free Public Library District Fund - to account for a county-wide ad valorem tax levy of up to 1.0 mill pursuant to Chapter 72-480, Laws of Florida, to operate and maintain the County library system.

Brevard County Mosquito Control District Fund - to account for a county-wide ad valorem taxing district pursuant to Chapter 18437, Laws of Florida, and Chapter 388, Florida Statutes, for the purpose of controlling arthropods.

Special Road And Bridge Districts Fund - to account for ad valorem tax levies in Districts I, II, III, IV, and V of up to 1.0 mill per district for the maintenance of roads, bridges, and canals of the community as provided by County Ordinances.

Miscellaneous Fines Fund - to account for fines imposed upon those found guilty of criminal offenses that are to be used for various judicial costs.

Recreation District I M.S.T.U. Fund - to account for an ad valorem tax levy of up to 1.0 mill in County Commission District I for the operation of recreation programs in accordance with Ordinance 76-29.

Special Law Enforcement District Fund - to account for an ad valorem tax levy of up to 2.0 mills for the provision of law enforcement services to the community in accordance with Ordinance 01-55. This includes contracts with the City of Cape Canaveral, the Canaveral Port Authority, and the Housing Authority of Brevard County for law enforcement services.

Tourist Development Tax Fund - to account for the collection of sales tax levied against revenues associated with tourism in Brevard County. These taxes are to be expended to promote tourism, acquire and improve tourist facilities, finance beach improvement and renourishment, and construct a zoo and sports complex. This levy was established pursuant to Section 125.0104, Florida Statutes and Ordinance 86-25, as amended by 2005-21.

Surface Water Improvement Division Fund - to account for the collection of stormwater assessments in Districts I, II, III, IV, and V. These revenues are to be expended in accordance with Ordinance 90-34.

Housing And Urban Development Grants Fund - to account for an urban development program which provides suitable housing and living environments, and expands the economic opportunities for low and moderate income families.

State Housing Initiative Partnership Fund - to account for a local housing program which expands the supply of affordable housing for low income families pursuant to Section 420.9075, Florida Statutes.

Brevard County Building Code Compliance – to account for revenues pursuant to Chapter 553, Florida Statutes, to process development applications and comply with building codes.

Education Impact Fees - to account for impact fees assessed on new construction for public elementary and secondary educational facilities.

Environmentally Endangered Land Program - to account for the acquisition of, and improvements to, endangered lands in Brevard County.

Temporary Assistance to Needy Families – to account for a program that provides services to low and moderate income families that would promote self-sufficiency.

Records Modernization Trust Fund - to account for service charges collected on recording fees to be used for modernization of the official records system, and court-related technology needs of the Clerk, as set forth in Section 28.24, Florida Statutes.

Debt Service Funds

Mental Health Facilities Refunding Revenue Bonds, Series 1994A - to refund Mental Health Facilities Revenue Bonds, Series 1980, which were issued to finance the acquisition and construction of, and improvements to, mental health centers.

Tourist Development Tax Revenue Refunding Bonds, Series 2001 - to refund Tourist Development Tax Revenue Bonds, Series 1993, which were issued to finance the construction of a baseball spring training facility within Brevard County.

Sales Tax Revenue Bonds - to finance the acquisition and construction of capital improvements within Brevard County.

Capital Improvement Refunding Revenue Bonds, Series 1987 - to refund Improvement Bonds, Series I, which were issued to finance the acquisition of land and construction of certain roads, drainage, and utility improvements for the development of the Spaceport Florida Industrial Park and the acquisition and construction of certain rights-of-way, roads, water distribution, sewage, drainage, and related improvements within various municipal service benefit units in Brevard County.

Commercial Paper Note - to finance the acquisition and construction of certain water system improvements, road paving, canal dredging, and culverts in Brevard County, finance the purchase of various capital equipment, fund construction of T-hangers, and certain beach renourishment capital improvements, and fund replacement of fuel storage tanks.

Limited Ad Valorem Tax Bonds - to finance the acquisition, preservation and improvement of environmentally endangered land in Brevard County, to finance the acquisition, development and improvement of certain parks in North Brevard, South Brevard, and Merritt Island, and to partially refund Limited Ad Valorem Tax Bonds, Series 1991.

Second Guaranteed Entitlement Bonds, Series 1996 - to finance the acquisition and construction of recreational facilities in the Port St. John/Canaveral Groves Recreational Facilities Municipal Service Taxing Unit.

Capital Projects Funds

General Government Facilities - to account for the construction and improvements made to county government facilities in Brevard County.

Special Assessment Construction Projects - to account for costs associated with the provision of water extension lines and road construction in Brevard County.

Countywide Library Projects - to account for the construction of, and improvements to, library facilities in Brevard County.

BREVARD COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <i>Special Revenue</i> | | |
|---|---|--|---|
| | <i>Recreation District IV Operating</i> | <i>Brevard County Free Public Library District</i> | <i>Brevard County Mosquito Control District</i> |
| ASSETS | | | |
| Cash | \$ 1,663,575 | \$ 4,492,791 | \$ 2,258,242 |
| Cash with escrow and paying agent | 0 | 0 | 0 |
| Receivables (net of allowance for uncollectibles): | | | |
| Accounts | 0 | 7,163 | 0 |
| Assessments, current | 0 | 0 | 0 |
| Accrued interest | 6,457 | 22,291 | 9,615 |
| Due from other funds | 2,539 | 94,481 | 32,840 |
| Due from other governmental units | 161,924 | 71,679 | 3,776 |
| Inventory of supplies | 20,392 | 0 | 567,657 |
| Advances to other funds | 0 | 0 | 0 |
| Assessments receivable, deferred | 0 | 0 | 0 |
| Capital lease receivable | 0 | 0 | 0 |
| Total assets | \$ 1,854,887 | \$ 4,688,405 | \$ 2,872,130 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Vouchers and contracts payable | \$ 198,448 | \$ 95,008 | \$ 141,493 |
| Accrued wages and benefits payable | 42,004 | 171,294 | 49,509 |
| Due to other funds | 0 | 0 | 0 |
| Due to other governmental units | 328 | 778 | 0 |
| Deferred revenue | 92,791 | 1,000 | 0 |
| Total liabilities | \$ 333,571 | \$ 268,080 | \$ 191,002 |
| Fund balances: | | | |
| Reserved for: | | | |
| Debt service | \$ 0 | \$ 0 | \$ 0 |
| Inventory | 20,392 | 0 | 567,657 |
| Noncurrent receivables | 0 | 0 | 0 |
| Unreserved, reported in: | | | |
| Debt Service funds | 0 | 0 | 0 |
| Special Revenue funds | 1,500,924 | 4,420,325 | 2,113,471 |
| Capital Project funds | 0 | 0 | 0 |
| Total fund balances | \$ 1,521,316 | \$ 4,420,325 | \$ 2,681,128 |
| Total liabilities and fund balances | \$ 1,854,887 | \$ 4,688,405 | \$ 2,872,130 |

| <i>Special Road And Bridge Districts</i> | <i>Miscellaneous Fines</i> | <i>Recreation District I M.S.T.U.</i> | <i>Special Law Enforcement District</i> | <i>Tourist Development Tax</i> |
|--|--------------------------------|---|---|--|
| \$ 5,979,191 0 | \$ 5,593,965 0 | \$ 1,319,188 0 | \$ 2,651,638 0 | \$ 7,669,423 852,324 |
| 0 | 114,770 | 429 | 0 | 1,078 |
| 0 | 0 | 0 | 0 | 0 |
| 26,489 | 14,964 | 5,336 | 4,133 | 30,688 |
| 28,440 | 0 | 17,815 | 68,606 | 0 |
| 2,646 | 273,951 | 205,922 | 354,006 | 1,408,831 |
| 243,073 | 0 | 36,358 | 0 | 12,261 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 6,279,839</u> | <u>\$ 5,997,650</u> | <u>\$ 1,585,048</u> | <u>\$ 3,078,383</u> | <u>\$ 9,974,605</u> |
| \$ 214,675 | \$ 331,187 | \$ 143,678 | \$ 18,489 | \$ 573,734 |
| 1,569 | 13,285 | 57,390 | 212,544 | 9,796 |
| 0 | 15,580 | 0 | 0 | 0 |
| 18,638 | 23,472 | 367 | 187,815 | 24,115 |
| 0 | 321,454 | 39,098 | 0 | 1,073,850 |
| <u>\$ 234,882</u> | <u>\$ 704,978</u> | <u>\$ 240,533</u> | <u>\$ 418,848</u> | <u>\$ 1,681,495</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 243,073 | 0 | 36,358 | 0 | 12,261 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 5,801,884 | 5,292,672 | 1,308,157 | 2,659,535 | 8,280,849 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 6,044,957</u> | <u>\$ 5,292,672</u> | <u>\$ 1,344,515</u> | <u>\$ 2,659,535</u> | <u>\$ 8,293,110</u> |
| <u>\$ 6,279,839</u> | <u>\$ 5,997,650</u> | <u>\$ 1,585,048</u> | <u>\$ 3,078,383</u> | <u>\$ 9,974,605</u> |

BREVARD COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <i>Special Revenue</i> | | |
|--|---|---|---|
| | <i>Surface Water Improvement Division</i> | <i>Housing And Urban Development Grants</i> | <i>State Housing Initiative Partnership</i> |
| ASSETS | | | |
| Cash | \$ 6,471,111 | \$ 0 | \$ 3,352,661 |
| Cash with escrow and paying agent | 0 | 0 | 0 |
| Receivables (net of allowance for uncollectibles): | | | |
| Accounts | 0 | 4,500 | 17,205 |
| Assessments, current | 0 | 0 | 0 |
| Accrued interest | 30,779 | 0 | 13,985 |
| Due from other funds | 45,452 | 0 | 12,779 |
| Due from other governmental units | 626,207 | 220,789 | 9,076 |
| Inventory of supplies | 0 | 0 | 0 |
| Advances to other funds | 546,566 | 0 | 0 |
| Assessments receivable, deferred | 0 | 0 | 0 |
| Capital lease receivable | 0 | 0 | 0 |
| Total assets | \$ 7,720,115 | \$ 225,289 | \$ 3,405,706 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Vouchers and contracts payable | \$ 93,600 | \$ 150,238 | \$ 65,163 |
| Accrued wages and benefits payable | 13,735 | 4,998 | 6,734 |
| Due to other funds | 0 | 47,708 | 0 |
| Due to other governmental units | 0 | 0 | 0 |
| Deferred revenue | 300,001 | 34,555 | 0 |
| Total liabilities | \$ 407,336 | \$ 237,499 | \$ 71,897 |
| Fund balances: | | | |
| Reserved for: | | | |
| Debt service | \$ 0 | \$ 0 | \$ 0 |
| Inventory | 0 | 0 | 0 |
| Noncurrent receivables | 546,566 | 0 | 0 |
| Unreserved, reported in: | | | |
| Debt Service funds | 0 | 0 | 0 |
| Special Revenue funds | 6,766,213 | (12,210) | 3,333,809 |
| Capital Project funds | 0 | 0 | 0 |
| Total fund balances | \$ 7,312,779 | \$ (12,210) | \$ 3,333,809 |
| Total liabilities and fund balances | \$ 7,720,115 | \$ 225,289 | \$ 3,405,706 |

| <i>Brevard County Building Code Compliance</i> | <i>Education Impact Fees</i> | <i>Environmentally Endangered Land Program</i> | <i>Temporary Assistance to Needy Families</i> | <i>Records Modernization Trust</i> |
|--|--------------------------------------|--|---|--|
| \$ 1,305,043 0 | \$ 8,554,113 0 | \$ 25,728 0 | \$ 231,929 0 | \$ 3,808,762 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 5,837 | 32,456 | 0 | 824 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 55,812 | 0 | 4,026 | 188,634 | 0 |
| 0 | 0 | 12,102 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 1,366,692</u> | <u>\$ 8,586,569</u> | <u>\$ 41,856</u> | <u>\$ 421,387</u> | <u>\$ 3,808,762</u> |
| \$ 81,515 | \$ 158,764 | \$ 3,386 | \$ 50,005 | \$ 126,611 |
| 46,571 | 0 | 12,471 | 0 | 25,766 |
| 0 | 0 | 0 | 0 | 0 |
| 13,459 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 188,634 | 0 |
| <u>\$ 141,545</u> | <u>\$ 158,764</u> | <u>\$ 15,857</u> | <u>\$ 238,639</u> | <u>\$ 152,377</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 0 | 12,102 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 1,225,147 | 8,427,805 | 13,897 | 182,748 | 3,656,385 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 1,225,147</u> | <u>\$ 8,427,805</u> | <u>\$ 25,999</u> | <u>\$ 182,748</u> | <u>\$ 3,656,385</u> |
| <u>\$ 1,366,692</u> | <u>\$ 8,586,569</u> | <u>\$ 41,856</u> | <u>\$ 421,387</u> | <u>\$ 3,808,762</u> |

BREVARD COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <i>Debt Service</i> | |
|---|---|---|
| | <i>Mental Health Facilities Refunding Revenue Bonds, Series 1994A</i> | <i>Tourist Development Tax Revenue Refunding Bonds, Series 2001</i> |
| ASSETS | | |
| Cash | \$ 437,160 | \$ 1,137,054 |
| Cash with escrow and paying agent | 0 | 0 |
| Receivables (net of allowance for uncollectibles): | | |
| Accounts | 0 | 0 |
| Assessments, current | 0 | 0 |
| Accrued interest | 1,739 | 12,834 |
| Due from other funds | 0 | 0 |
| Due from other governmental units | 0 | 0 |
| Inventory of supplies | 0 | 0 |
| Advances to other funds | 0 | 0 |
| Assessments receivable, deferred | 0 | 0 |
| Capital lease receivable | 685,000 | 0 |
| Total assets | \$ 1,123,899 | \$ 1,149,888 |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Vouchers and contracts payable | \$ 0 | \$ 0 |
| Accrued wages and benefits payable | 0 | 0 |
| Due to other funds | 0 | 0 |
| Due to other governmental units | 0 | 0 |
| Deferred revenue | 685,000 | 0 |
| Total liabilities | \$ 685,000 | \$ 0 |
| Fund balances: | | |
| Reserved for: | | |
| Debt service | \$ 345,296 | \$ 1,149,888 |
| Inventory | 0 | 0 |
| Noncurrent receivables | 0 | 0 |
| Unreserved, reported in: | | |
| Debt Service funds | 93,603 | 0 |
| Special Revenue funds | 0 | 0 |
| Capital Project funds | 0 | 0 |
| Total fund balances | \$ 438,899 | \$ 1,149,888 |
| Total liabilities and fund balances | \$ 1,123,899 | \$ 1,149,888 |

| <i>Debt Service</i> | | | | |
|--|---|--------------------------------------|---|---|
| <i>Sales Tax Revenue Bonds</i> | <i>Capital Improvement Refunding Revenue Bonds, Series 1987</i> | <i>Commercial Paper Note</i> | <i>Limited Ad Valorem Tax Bonds</i> | <i>Second Guaranteed Entitlement Bonds, Series 1996</i> |
| \$ 39,856 | \$ 0 | \$ 77,721 | \$ 8,602,061 | \$ 170,408 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 50,969 | 0 | 0 |
| 159 | 0 | 12,616 | 57,000 | 4,852 |
| 0 | 0 | 0 | 120,988 | 3,277 |
| 0 | 0 | 0 | 12,439 | 440 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 311,786 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 40,015</u> | <u>\$ 0</u> | <u>\$ 453,092</u> | <u>\$ 8,792,488</u> | <u>\$ 178,977</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 624 | 0 | 0 |
| 0 | 0 | 3,613 | 2,061 | 28,153 |
| 0 | 0 | 311,786 | 0 | 0 |
| <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 316,023</u> | <u>\$ 2,061</u> | <u>\$ 28,153</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 40,015 | 0 | 137,069 | 8,790,427 | 150,824 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 40,015</u> | <u>\$ 0</u> | <u>\$ 137,069</u> | <u>\$ 8,790,427</u> | <u>\$ 150,824</u> |
| <u>\$ 40,015</u> | <u>\$ 0</u> | <u>\$ 453,092</u> | <u>\$ 8,792,488</u> | <u>\$ 178,977</u> |

BREVARD COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <i>Capital Projects</i> | |
|--|--|---|
| | <i>General Government Facilities</i> | <i>Special Assessment Construction Projects</i> |
| ASSETS | | |
| Cash | \$ 16,153,613 | \$ 23,307 |
| Cash with escrow and paying agent | 0 | 0 |
| Receivables (net of allowance for uncollectibles): | | |
| Accounts | 0 | 0 |
| Assessments, current | 0 | 0 |
| Accrued interest | 60,901 | 92 |
| Due from other funds | 0 | 0 |
| Due from other governmental units | 0 | 0 |
| Inventory of supplies | 0 | 0 |
| Advances to other funds | 0 | 0 |
| Assessments receivable, deferred | 0 | 0 |
| Capital lease receivable | 0 | 0 |
| Total assets | <u>\$ 16,214,514</u> | <u>\$ 23,399</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Vouchers and contracts payable | \$ 64,176 | \$ 0 |
| Accrued wages and benefits payable | 0 | 0 |
| Due to other funds | 0 | 0 |
| Due to other governmental units | 0 | 0 |
| Deferred revenue | 0 | 0 |
| Total liabilities | <u>\$ 64,176</u> | <u>\$ 0</u> |
| Fund balances: | | |
| Reserved for: | | |
| Debt service | \$ 0 | \$ 0 |
| Inventory | 0 | 0 |
| Noncurrent receivables | 0 | 0 |
| Unreserved, reported in: | | |
| Debt Service funds | 0 | 0 |
| Special Revenue funds | 0 | 0 |
| Capital Project funds | 16,150,338 | 23,399 |
| Total fund balances | <u>\$ 16,150,338</u> | <u>\$ 23,399</u> |
| Total liabilities and fund balances | <u>\$ 16,214,514</u> | <u>\$ 23,399</u> |

| <u>Countywide Library Projects</u> | <u>Total</u> |
|--|----------------------|
| \$ 814,122 | \$ 82,832,662 |
| 0 | 852,324 |
| 0 | 145,145 |
| 0 | 50,969 |
| 3,247 | 357,294 |
| 0 | 427,217 |
| 0 | 3,600,158 |
| 0 | 891,843 |
| 0 | 546,566 |
| 0 | 311,786 |
| 0 | 685,000 |
| <u>\$ 817,369</u> | <u>\$ 90,700,964</u> |
| \$ 0 | \$ 2,510,170 |
| 0 | 667,666 |
| 0 | 63,912 |
| 0 | 302,799 |
| 0 | 3,048,169 |
| <u>\$ 0</u> | <u>\$ 6,592,716</u> |
| \$ 0 | \$ 1,495,184 |
| 0 | 891,843 |
| 0 | 546,566 |
| 0 | 9,211,938 |
| 0 | 54,971,611 |
| 817,369 | 16,991,106 |
| <u>\$ 817,369</u> | <u>\$ 84,108,248</u> |
| <u>\$ 817,369</u> | <u>\$ 90,700,964</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Special Revenue</i> | | |
|--|---|--|---|
| | <i>Recreation District IV Operating</i> | <i>Brevard County Free Public Library District</i> | <i>Brevard County Mosquito Control District</i> |
| REVENUES | | | |
| Taxes | \$ 1,464,194 | \$ 16,239,017 | \$ 5,652,528 |
| License and permits | 0 | 0 | 0 |
| Intergovernmental revenues | 340,170 | 1,086,571 | 91,154 |
| Charges for services | 237,762 | 49,805 | 0 |
| Fines and forfeits | 0 | 649,588 | 0 |
| Miscellaneous revenues | 115,928 | 479,197 | 122,952 |
| Total revenues | <u>\$ 2,158,054</u> | <u>\$ 18,504,178</u> | <u>\$ 5,866,634</u> |
| EXPENDITURES | | | |
| Current: | | | |
| General government | \$ 0 | \$ 0 | \$ 0 |
| Public safety | 0 | 0 | 0 |
| Physical environment | 0 | 0 | 211,554 |
| Transportation | 0 | 0 | 0 |
| Economic environment | 0 | 0 | 0 |
| Human services | 0 | 0 | 4,895,757 |
| Culture and recreation | 4,772,933 | 15,654,359 | 0 |
| Capital outlay | 0 | 0 | 0 |
| Debt service: | | | |
| Principal | 58,000 | 0 | 270,000 |
| Interest | 15,501 | 0 | 51,177 |
| Total expenditures | <u>\$ 4,846,434</u> | <u>\$ 15,654,359</u> | <u>\$ 5,428,488</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (2,688,380)</u> | <u>\$ 2,849,819</u> | <u>\$ 438,146</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 3,558,597 | \$ 94,481 | \$ 32,840 |
| Transfers out | (57,057) | (2,062,011) | (203,186) |
| Proceeds of the sale of capital assets | 0 | 0 | 0 |
| Insurance proceeds | 61,116 | 0 | 169,408 |
| Capital related debt issued | 0 | 0 | 856,000 |
| Bond premium | 0 | 0 | 0 |
| Bond discount | 0 | 0 | 0 |
| Total other financing sources and uses | <u>\$ 3,562,656</u> | <u>\$ (1,967,530)</u> | <u>\$ 855,062</u> |
| Net change in fund balances | <u>\$ 874,276</u> | <u>\$ 882,289</u> | <u>\$ 1,293,208</u> |
| Fund balances - beginning | 644,038 | 3,538,036 | 1,471,053 |
| Increase (decrease) in reserve for inventory of supplies | 3,002 | 0 | (83,133) |
| Fund balances - ending | <u><u>\$ 1,521,316</u></u> | <u><u>\$ 4,420,325</u></u> | <u><u>\$ 2,681,128</u></u> |

| <i>Special Road And Bridge Districts</i> | <i>Miscellaneous Fines</i> | <i>Recreation District I M.S.T.U.</i> | <i>Special Law Enforcement District</i> | <i>Tourist Development Tax</i> |
|--|--------------------------------|---|---|--|
| \$ 4,809,360 | \$ 0 | \$ 2,091,287 | \$ 11,749,916 | \$ 7,335,377 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 410,348 | 1,320,290 | 1,206,379 |
| 1,500 | 4,860,337 | 258,986 | 3,635,305 | 0 |
| 0 | 645,635 | 0 | 0 | 0 |
| 177,789 | 1,330,315 | 204,613 | 479,354 | 203,177 |
| <u>\$ 4,988,649</u> | <u>\$ 6,836,287</u> | <u>\$ 2,965,234</u> | <u>\$ 17,184,865</u> | <u>\$ 8,744,933</u> |
| \$ 0 | \$ 4,882,786 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 2,082,792 | 0 | 15,300,255 | 0 |
| 0 | 0 | 0 | 0 | 4,268,837 |
| 4,368,305 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 3,141,750 |
| 0 | 25,239 | 0 | 0 | 0 |
| 0 | 0 | 6,286,752 | 0 | 832,112 |
| 0 | 0 | 0 | 0 | 0 |
| 175,000 | 0 | 0 | 0 | 400,000 |
| 21,879 | 0 | 4,477 | 0 | 68,516 |
| <u>\$ 4,565,184</u> | <u>\$ 6,990,817</u> | <u>\$ 6,291,229</u> | <u>\$ 15,300,255</u> | <u>\$ 8,711,215</u> |
| \$ 423,465 | \$ (154,530) | \$ (3,325,995) | \$ 1,884,610 | \$ 33,718 |
| \$ 28,440 | \$ 3,796,165 | \$ 4,076,536 | \$ 68,607 | \$ 0 |
| (252,324) | (1,432,678) | (580,688) | (467,727) | (4,339,239) |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 300,000 | 0 | 3,000,000 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ (223,884)</u> | <u>\$ 2,363,487</u> | <u>\$ 3,795,848</u> | <u>\$ (399,120)</u> | <u>\$ (1,339,239)</u> |
| \$ 199,581 | \$ 2,208,957 | \$ 469,853 | \$ 1,485,490 | \$ (1,305,521) |
| 5,788,472 | 3,083,715 | 868,184 | 1,174,045 | 9,594,495 |
| 56,904 | 0 | 6,478 | 0 | 4,136 |
| <u>\$ 6,044,957</u> | <u>\$ 5,292,672</u> | <u>\$ 1,344,515</u> | <u>\$ 2,659,535</u> | <u>\$ 8,293,110</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Surface Water Improvement Division</i> | <i>Housing And Urban Development Grants</i> | <i>State Housing Initiative Partnership</i> |
|--|---|---|---|
| REVENUES | | | |
| Taxes | \$ 0 | \$ 0 | \$ 0 |
| License and permits | 0 | 0 | 0 |
| Intergovernmental revenues | 316,809 | 2,999,778 | 2,918,830 |
| Charges for services | 39,964 | 0 | 0 |
| Fines and forfeits | 0 | 0 | 0 |
| Miscellaneous revenues | 4,090,733 | 0 | 76,303 |
| Total revenues | <u>\$ 4,447,506</u> | <u>\$ 2,999,778</u> | <u>\$ 2,995,133</u> |
| EXPENDITURES | | | |
| Current: | | | |
| General government | \$ 0 | \$ 0 | \$ 0 |
| Public safety | 0 | 0 | 0 |
| Physical environment | 3,328,149 | 0 | 0 |
| Transportation | 0 | 0 | 0 |
| Economic environment | 0 | 2,301,174 | 1,521,230 |
| Human services | 0 | 0 | 0 |
| Culture and recreation | 0 | 0 | 0 |
| Capital outlay | 0 | 0 | 0 |
| Debt service: | | | |
| Principal | 0 | 0 | 0 |
| Interest | 0 | 0 | 0 |
| Total expenditures | <u>\$ 3,328,149</u> | <u>\$ 2,301,174</u> | <u>\$ 1,521,230</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ 1,119,357</u> | <u>\$ 698,604</u> | <u>\$ 1,473,903</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 0 | \$ 0 | \$ 0 |
| Transfers out | (1,420,052) | (710,814) | 0 |
| Proceeds of the sale of capital assets | 0 | 0 | 0 |
| Insurance proceeds | 0 | 0 | 0 |
| Capital related debt issued | 0 | 0 | 0 |
| Bond premium | 0 | 0 | 0 |
| Bond discount | 0 | 0 | 0 |
| Total other financing sources and uses | <u>\$ (1,420,052)</u> | <u>\$ (710,814)</u> | <u>\$ 0</u> |
| Net change in fund balances | <u>\$ (300,695)</u> | <u>\$ (12,210)</u> | <u>\$ 1,473,903</u> |
| Fund balances - beginning | 7,613,474 | 0 | 1,859,906 |
| Increase (decrease) in reserve for inventory of supplies | 0 | 0 | 0 |
| Fund balances - ending | <u><u>\$ 7,312,779</u></u> | <u><u>\$ (12,210)</u></u> | <u><u>\$ 3,333,809</u></u> |

Special Revenue

| <i>Brevard County Building Code Compliance</i> | <i>Education Impact Fees</i> | <i>Environmentally Endangered Land Program</i> | <i>Temporary Assistance to Needy Families</i> | <i>Records Modernization Trust</i> |
|--|--------------------------------------|--|---|--|
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 4,093,735 | 0 | 0 | 0 | 0 |
| 59,353 | 0 | 17,278 | 0 | 0 |
| 70,199 | 0 | 3,220 | 0 | 3,125,651 |
| 0 | 0 | 0 | 0 | 0 |
| 110,944 | 8,427,805 | 11,554 | 6,042 | 72,252 |
| <u>\$ 4,334,231</u> | <u>\$ 8,427,805</u> | <u>\$ 32,052</u> | <u>\$ 6,042</u> | <u>\$ 3,197,903</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 1,348,682 |
| 3,983,039 | 0 | 0 | 0 | 0 |
| 0 | 0 | 1,663,787 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 241,072 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 3,983,039</u> | <u>\$ 0</u> | <u>\$ 1,663,787</u> | <u>\$ 241,072</u> | <u>\$ 1,348,682</u> |
| \$ 351,192 | \$ 8,427,805 | \$ (1,631,735) | \$ (235,030) | \$ 1,849,221 |
| \$ 0 | \$ 0 | \$ 1,658,496 | \$ 0 | \$ 0 |
| (44,205) | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ (44,205)</u> | <u>\$ 0</u> | <u>\$ 1,658,496</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| \$ 306,987 | \$ 8,427,805 | \$ 26,761 | \$ (235,030) | \$ 1,849,221 |
| 918,160 | 0 | (8,859) | 417,778 | 1,807,164 |
| 0 | 0 | 8,097 | 0 | 0 |
| <u>\$ 1,225,147</u> | <u>\$ 8,427,805</u> | <u>\$ 25,999</u> | <u>\$ 182,748</u> | <u>\$ 3,656,385</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Debt Service</i> | |
|--|---|---|
| | <i>Mental Health Facilities Refunding Revenue Bonds, Series 1994A</i> | <i>Tourist Development Tax Revenue Refunding Bonds, Series 2001</i> |
| REVENUES | | |
| Taxes | \$ 0 | \$ 0 |
| License and permits | 0 | 0 |
| Intergovernmental revenues | 0 | 0 |
| Charges for services | 0 | 0 |
| Fines and forfeits | 0 | 0 |
| Miscellaneous revenues | 137,880 | 24,341 |
| Total revenues | <u>\$ 137,880</u> | <u>\$ 24,341</u> |
| EXPENDITURES | | |
| Current: | | |
| General government | \$ 0 | \$ 0 |
| Public safety | 0 | 0 |
| Physical environment | 0 | 0 |
| Transportation | 0 | 0 |
| Economic environment | 0 | 0 |
| Human services | 0 | 0 |
| Culture and recreation | 0 | 0 |
| Capital outlay | 0 | 0 |
| Debt service: | | |
| Principal | 125,000 | 545,000 |
| Interest | 43,298 | 224,806 |
| Total expenditures | <u>\$ 168,298</u> | <u>\$ 769,806</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (30,418)</u> | <u>\$ (745,465)</u> |
| OTHER FINANCING SOURCES AND (USES) | | |
| Transfers in | \$ 0 | \$ 775,889 |
| Transfers out | 0 | 0 |
| Proceeds of the sale of capital assets | 0 | 0 |
| Insurance proceeds | 0 | 0 |
| Capital related debt issued | 0 | 0 |
| Bond premium | 0 | 0 |
| Bond discount | 0 | 0 |
| Total other financing sources and uses | <u>\$ 0</u> | <u>\$ 775,889</u> |
| Net change in fund balances | <u>\$ (30,418)</u> | <u>\$ 30,424</u> |
| Fund balances - beginning | 469,317 | 1,119,464 |
| Increase (decrease) in reserve for inventory of supplies | 0 | 0 |
| Fund balances - ending | <u><u>\$ 438,899</u></u> | <u><u>\$ 1,149,888</u></u> |

| <i>Sales Tax Revenue Bonds</i> | <i>Capital Improvement Refunding Revenue Bonds, Series 1987</i> | <i>Commercial Paper Note</i> | <i>Limited Ad Valorem Tax Bonds</i> | <i>Second Guaranteed Entitlement Bonds, Series 1996</i> |
|--|---|--------------------------------------|---|---|
| \$ 0 | \$ 0 | \$ 0 | \$ 20,691,965 | \$ 559,863 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 782 | 0 | 149,899 | 449,793 | 10,745 |
| <u>\$ 782</u> | <u>\$ 0</u> | <u>\$ 149,899</u> | <u>\$ 21,141,758</u> | <u>\$ 570,608</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 5,327,995 | 220,000 | 652,000 | 8,125,000 | 215,000 |
| 2,690,572 | 0 | 128,151 | 5,772,351 | 176,443 |
| <u>\$ 8,018,567</u> | <u>\$ 220,000</u> | <u>\$ 780,151</u> | <u>\$ 13,897,351</u> | <u>\$ 391,443</u> |
| <u>\$ (8,017,785)</u> | <u>\$ (220,000)</u> | <u>\$ (630,252)</u> | <u>\$ 7,244,407</u> | <u>\$ 179,165</u> |
| \$ 7,750,620 | \$ 220,000 | \$ 543,600 | \$ 1,620,109 | \$ 3,277 |
| 0 | 0 | (2,230) | (10,196,906) | (1,114,688) |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 286,678 | 0 | 1,936 | 998,717 | 0 |
| 0 | 0 | 0 | 666,138 | 0 |
| (9,743) | 0 | 0 | 0 | 0 |
| <u>\$ 8,027,555</u> | <u>\$ 220,000</u> | <u>\$ 543,306</u> | <u>\$ (6,911,942)</u> | <u>\$ (1,111,411)</u> |
| \$ 9,770 | \$ 0 | \$ (86,946) | \$ 332,465 | \$ (932,246) |
| 30,245 | 0 | 224,015 | 8,457,962 | 1,083,070 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 40,015</u> | <u>\$ 0</u> | <u>\$ 137,069</u> | <u>\$ 8,790,427</u> | <u>\$ 150,824</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Capital Projects</i> | |
|--|--|---|
| | <i>General Government Facilities</i> | <i>Special Assessment Construction Projects</i> |
| REVENUES | | |
| Taxes | \$ 0 | \$ 0 |
| License and permits | 0 | 0 |
| Intergovernmental revenues | 0 | 0 |
| Charges for services | 2,654,840 | 0 |
| Fines and forfeits | 0 | 0 |
| Miscellaneous revenues | 114,830 | 3,151 |
| Total revenues | <u>\$ 2,769,670</u> | <u>\$ 3,151</u> |
| EXPENDITURES | | |
| Current: | | |
| General government | \$ 0 | \$ 0 |
| Public safety | 0 | 0 |
| Physical environment | 0 | 0 |
| Transportation | 0 | 0 |
| Economic environment | 0 | 0 |
| Human services | 0 | 0 |
| Culture and recreation | 0 | 0 |
| Capital outlay | 1,677,171 | 33,248 |
| Debt service: | | |
| Principal | 0 | 0 |
| Interest | 0 | 0 |
| Total expenditures | <u>\$ 1,677,171</u> | <u>\$ 33,248</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ 1,092,499</u> | <u>\$ (30,097)</u> |
| OTHER FINANCING SOURCES AND (USES) | | |
| Transfers in | \$ 219,643 | \$ 0 |
| Transfers out | 0 | (104,884) |
| Proceeds of the sale of capital assets | 181,515 | 0 |
| Insurance proceeds | 0 | 0 |
| Capital related debt issued | 14,163,322 | 33,064 |
| Bond premium | 0 | 0 |
| Bond discount | 0 | 0 |
| Total other financing sources and uses | <u>\$ 14,564,480</u> | <u>\$ (71,820)</u> |
| Net change in fund balances | <u>\$ 15,656,979</u> | <u>\$ (101,917)</u> |
| Fund balances - beginning | 493,359 | 125,316 |
| Increase (decrease) in reserve for inventory of supplies | 0 | 0 |
| Fund balances - ending | <u><u>\$ 16,150,338</u></u> | <u><u>\$ 23,399</u></u> |

| <u>Countywide Library Projects</u> | <u>Total</u> |
|--|-----------------------|
| \$ 0 | \$ 70,593,507 |
| 0 | 4,093,735 |
| 0 | 10,766,960 |
| 0 | 14,937,569 |
| 0 | 1,295,223 |
| 51,866 | 16,852,245 |
| <u>\$ 51,866</u> | <u>\$ 118,539,239</u> |
| | |
| \$ 0 | \$ 6,231,468 |
| 0 | 21,366,086 |
| 0 | 9,472,327 |
| 0 | 4,368,305 |
| 0 | 6,964,154 |
| 0 | 5,162,068 |
| 0 | 27,546,156 |
| 11,088 | 1,721,507 |
| 0 | 16,112,995 |
| 0 | 9,197,171 |
| <u>\$ 11,088</u> | <u>\$ 108,142,237</u> |
| | |
| <u>\$ 40,778</u> | <u>\$ 10,397,002</u> |
| | |
| \$ 0 | \$ 24,447,300 |
| 0 | (22,988,689) |
| 0 | 181,515 |
| 0 | 230,524 |
| 0 | 19,639,717 |
| 0 | 666,138 |
| 0 | (9,743) |
| <u>\$ 0</u> | <u>\$ 22,166,762</u> |
| \$ 40,778 | \$ 32,563,764 |
| 776,591 | 51,549,000 |
| 0 | (4,516) |
| <u>\$ 817,369</u> | <u>\$ 84,108,248</u> |

BREVARD COUNTY, FLORIDA
RECREATION DISTRICT IV OPERATING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Taxes | \$ 1,553,614 | \$ 1,464,194 | \$ (89,420) |
| Intergovernmental revenues | 425,658 | 340,170 | (85,488) |
| Charges for services | 292,369 | 237,762 | (54,607) |
| Miscellaneous revenues | 85,517 | 115,928 | 30,411 |
| Total revenues | <u>\$ 2,357,158</u> | <u>\$ 2,158,054</u> | <u>\$ (199,104)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Culture and recreation | \$ 6,337,950 | \$ 4,772,933 | \$ 1,565,017 |
| Debt service: | | | |
| Principal | 57,780 | 58,000 | (220) |
| Interest | 24,220 | 15,501 | 8,719 |
| Total expenditures | <u>\$ 6,419,950</u> | <u>\$ 4,846,434</u> | <u>\$ 1,573,516</u> |
| Deficiency of revenues under expenditures | <u>\$ (4,062,792)</u> | <u>\$ (2,688,380)</u> | <u>\$ 1,374,412</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 3,550,059 | \$ 3,558,597 | \$ 8,538 |
| Transfers out | (56,619) | (57,057) | (438) |
| Insurance proceeds | 0 | 61,116 | 61,116 |
| Total other financing sources and uses | <u>\$ 3,493,440</u> | <u>\$ 3,562,656</u> | <u>\$ 69,216</u> |
| Net change in fund balances | <u>\$ (569,352)</u> | <u>\$ 874,276</u> | <u>\$ 1,443,628</u> |
| Fund balances - beginning | 644,038 | 644,038 | 0 |
| Increase in reserve for inventory of supplies | <u>0</u> | <u>3,002</u> | <u>3,002</u> |
| Fund balances - ending | <u><u>\$ 74,686</u></u> | <u><u>\$ 1,521,316</u></u> | <u><u>\$ 1,446,630</u></u> |

BREVARD COUNTY, FLORIDA
BREVARD COUNTY FREE PUBLIC LIBRARY DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Taxes | \$ 17,095,234 | \$ 16,239,017 | \$ (856,217) |
| Intergovernmental revenues | 1,003,938 | 1,086,571 | 82,633 |
| Charges for services | 61,613 | 49,805 | (11,808) |
| Fines and forfeits | 569,420 | 649,588 | 80,168 |
| Miscellaneous revenues | 336,538 | 479,197 | 142,659 |
| Total revenues | <u>\$ 19,066,743</u> | <u>\$ 18,504,178</u> | <u>\$ (562,565)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Culture and recreation | <u>\$ 19,616,081</u> | <u>\$ 15,654,359</u> | <u>\$ 3,961,722</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (549,338)</u> | <u>\$ 2,849,819</u> | <u>\$ 3,399,157</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 36,000 | \$ 94,481 | \$ 58,481 |
| Transfers out | <u>(2,068,902)</u> | <u>(2,062,011)</u> | <u>6,891</u> |
| Total other financing sources and uses | <u>\$ (2,032,902)</u> | <u>\$ (1,967,530)</u> | <u>\$ 65,372</u> |
| Net change in fund balances | <u>\$ (2,582,240)</u> | <u>\$ 882,289</u> | <u>\$ 3,464,529</u> |
| Fund balances - beginning | <u>3,538,036</u> | <u>3,538,036</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 955,796</u></u> | <u><u>\$ 4,420,325</u></u> | <u><u>\$ 3,464,529</u></u> |

BREVARD COUNTY, FLORIDA
BREVARD COUNTY MOSQUITO CONTROL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Taxes | \$ 5,899,410 | \$ 5,652,528 | \$ (246,882) |
| Intergovernmental revenues | 148,092 | 91,154 | (56,938) |
| Miscellaneous revenues | 83,424 | 122,952 | 39,528 |
| Total revenues | <u>\$ 6,130,926</u> | <u>\$ 5,866,634</u> | <u>\$ (264,292)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Physical environment | \$ 410,991 | \$ 211,554 | \$ 199,437 |
| Human services | 6,584,699 | 4,895,757 | 1,688,942 |
| Debt service: | | | |
| Principal | 270,000 | 270,000 | 0 |
| Interest | 55,362 | 51,177 | 4,185 |
| Total expenditures | <u>\$ 7,321,052</u> | <u>\$ 5,428,488</u> | <u>\$ 1,892,564</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (1,190,126)</u> | <u>\$ 438,146</u> | <u>\$ 1,628,272</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 0 | \$ 32,840 | \$ 32,840 |
| Transfers out | (209,000) | (203,186) | 5,814 |
| Insurance proceeds | 0 | 169,408 | 169,408 |
| Capital related debt issued | 856,000 | 856,000 | 0 |
| Total other financing sources and uses | <u>\$ 647,000</u> | <u>\$ 855,062</u> | <u>\$ 208,062</u> |
| Net change in fund balances | \$ (543,126) | \$ 1,293,208 | \$ 1,836,334 |
| Fund balances - beginning | 1,471,053 | 1,471,053 | 0 |
| Decrease in reserve for inventory of supplies | 0 | (83,133) | (83,133) |
| Fund balances - ending | <u>\$ 927,927</u> | <u>\$ 2,681,128</u> | <u>\$ 1,753,201</u> |

BREVARD COUNTY, FLORIDA
SPECIAL ROAD AND BRIDGE DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Taxes | \$ 5,006,593 | \$ 4,809,360 | \$ (197,233) |
| Intergovernmental revenues | 210,526 | 0 | (210,526) |
| Charges for services | 20,000 | 1,500 | (18,500) |
| Miscellaneous revenues | 115,000 | 177,789 | 62,789 |
| Total revenues | <u>\$ 5,352,119</u> | <u>\$ 4,988,649</u> | <u>\$ (363,470)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Transportation | \$ 9,596,465 | \$ 4,368,305 | \$ 5,228,160 |
| Debt service: | | | |
| Principal | 175,000 | 175,000 | 0 |
| Interest | 39,132 | 21,879 | 17,253 |
| Total expenditures | <u>\$ 9,810,597</u> | <u>\$ 4,565,184</u> | <u>\$ 5,245,413</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (4,458,478)</u> | <u>\$ 423,465</u> | <u>\$ 4,881,943</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 12,500 | \$ 28,440 | \$ 15,940 |
| Transfers out | (265,548) | (252,324) | 13,224 |
| Total other financing sources and uses | <u>\$ (253,048)</u> | <u>\$ (223,884)</u> | <u>\$ 29,164</u> |
| Net change in fund balances | \$ (4,711,526) | \$ 199,581 | \$ 4,911,107 |
| Fund balances - beginning | 5,788,472 | 5,788,472 | 0 |
| Increase in reserve for inventory of supplies | 0 | 56,904 | 56,904 |
| Fund balances - ending | <u>\$ 1,076,946</u> | <u>\$ 6,044,957</u> | <u>\$ 4,968,011</u> |

BREVARD COUNTY, FLORIDA

MISCELLANEOUS FINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 3,074 | \$ 0 | \$ (3,074) |
| Charges for services | 3,496,586 | 4,860,337 | 1,363,751 |
| Fines and forfeits | 1,173,062 | 645,635 | (527,427) |
| Miscellaneous revenues | 903,046 | 1,330,315 | 427,269 |
| Total revenues | <u>\$ 5,575,768</u> | <u>\$ 6,836,287</u> | <u>\$ 1,260,519</u> |
| EXPENDITURES | | | |
| Current: | | | |
| General government | \$ 5,598,725 | \$ 4,882,786 | \$ 715,939 |
| Public safety | 3,006,231 | 2,082,792 | 923,439 |
| Physical environment | 124,106 | 0 | 124,106 |
| Human services | 70,385 | 25,239 | 45,146 |
| Total expenditures | <u>\$ 8,799,447</u> | <u>\$ 6,990,817</u> | <u>\$ 1,808,630</u> |
| Deficiency of revenues under expenditures | <u>\$ (3,223,679)</u> | <u>\$ (154,530)</u> | <u>\$ 3,069,149</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 4,225,119 | \$ 3,796,165 | \$ (428,954) |
| Transfers out | (2,469,761) | (1,432,678) | 1,037,083 |
| Total other financing sources and uses | <u>\$ 1,755,358</u> | <u>\$ 2,363,487</u> | <u>\$ 608,129</u> |
| Net change in fund balances | <u>\$ (1,468,321)</u> | <u>\$ 2,208,957</u> | <u>\$ 3,677,278</u> |
| Fund balances - beginning | <u>3,083,715</u> | <u>3,083,715</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 1,615,394</u></u> | <u><u>\$ 5,292,672</u></u> | <u><u>\$ 3,677,278</u></u> |

BREVARD COUNTY, FLORIDA
RECREATION DISTRICT I M.S.T.U.SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Taxes | \$ 2,154,816 | \$ 2,091,287 | \$ (63,529) |
| Intergovernmental revenues | 1,893,353 | 410,348 | (1,483,005) |
| Charges for services | 781,785 | 258,986 | (522,799) |
| Miscellaneous revenues | 146,560 | 204,613 | 58,053 |
| Total revenues | <u>\$ 4,976,514</u> | <u>\$ 2,965,234</u> | <u>\$ (2,011,280)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Culture and recreation | \$ 9,330,763 | \$ 6,286,752 | \$ 3,044,011 |
| Debt service: | | | |
| Interest | <u>7,500</u> | <u>4,477</u> | <u>3,023</u> |
| Total expenditures | <u>\$ 9,338,263</u> | <u>\$ 6,291,229</u> | <u>\$ 3,047,034</u> |
| Deficiency of revenues under expenditures | <u>\$ (4,361,749)</u> | <u>\$ (3,325,995)</u> | <u>\$ 1,035,754</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 4,064,712 | \$ 4,076,536 | \$ 11,824 |
| Transfers out | (603,195) | (580,688) | 22,507 |
| Capital related debt issued | <u>300,000</u> | <u>300,000</u> | <u>0</u> |
| Total other financing sources and uses | <u>\$ 3,761,517</u> | <u>\$ 3,795,848</u> | <u>\$ 34,331</u> |
| Net change in fund balances | <u>\$ (600,232)</u> | <u>\$ 469,853</u> | <u>\$ 1,070,085</u> |
| Fund balances - beginning | 868,184 | 868,184 | 0 |
| Increase in reserve for inventory of supplies | <u>0</u> | <u>6,478</u> | <u>6,478</u> |
| Fund balances - ending | <u><u>\$ 267,952</u></u> | <u><u>\$ 1,344,515</u></u> | <u><u>\$ 1,076,563</u></u> |

BREVARD COUNTY, FLORIDA
SPECIAL LAW ENFORCEMENT DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|---|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Taxes | \$ 12,177,250 | \$ 11,749,916 | \$ (427,334) |
| Intergovernmental revenues | 769,559 | 1,320,290 | 550,731 |
| Charges for services | 3,521,076 | 3,635,305 | 114,229 |
| Miscellaneous revenues | 369,526 | 479,354 | 109,828 |
| Total revenues | <u>\$ 16,837,411</u> | <u>\$ 17,184,865</u> | <u>\$ 347,454</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Public safety | <u>\$ 16,387,552</u> | <u>\$ 15,300,255</u> | <u>\$ 1,087,297</u> |
| Excess of revenues over expenditures | <u>\$ 449,859</u> | <u>\$ 1,884,610</u> | <u>\$ 1,434,751</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 0 | \$ 68,607 | \$ 68,607 |
| Transfers out | <u>(900,500)</u> | <u>(467,727)</u> | <u>432,773</u> |
| Total other financing sources and uses | <u>\$ (900,500)</u> | <u>\$ (399,120)</u> | <u>\$ 501,380</u> |
| Net change in fund balances | \$ (450,641) | \$ 1,485,490 | \$ 1,936,131 |
| Fund balances - beginning | <u>1,174,045</u> | <u>1,174,045</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 723,404</u></u> | <u><u>\$ 2,659,535</u></u> | <u><u>\$ 1,936,131</u></u> |

BREVARD COUNTY, FLORIDA
TOURIST DEVELOPMENT TAX

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|-----------------------|---|
| REVENUES | | | |
| Taxes | \$ 5,544,044 | \$ 7,335,377 | \$ 1,791,333 |
| Intergovernmental revenues | 3,023,042 | 1,206,379 | (1,816,663) |
| Miscellaneous revenues | 365,750 | 203,177 | (162,573) |
| Total revenues | <u>\$ 8,932,836</u> | <u>\$ 8,744,933</u> | <u>\$ (187,903)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Physical environment | \$ 6,521,498 | \$ 4,268,837 | \$ 2,252,661 |
| Economic environment | 4,515,216 | 3,141,750 | 1,373,466 |
| Culture and recreation | 4,663,603 | 832,112 | 3,831,491 |
| Debt service: | | | |
| Principal | 400,000 | 400,000 | 0 |
| Interest | 34,668 | 68,516 | (33,848) |
| Total expenditures | <u>\$ 16,134,985</u> | <u>\$ 8,711,215</u> | <u>\$ 7,423,770</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (7,202,149)</u> | <u>\$ 33,718</u> | <u>\$ 7,235,867</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers out | \$ (4,290,178) | \$ (4,339,239) | \$ (49,061) |
| Capital related debt issued | 3,000,000 | 3,000,000 | 0 |
| Total other financing sources and uses | <u>\$ (1,290,178)</u> | <u>\$ (1,339,239)</u> | <u>\$ (49,061)</u> |
| Net change in fund balances | <u>\$ (8,492,327)</u> | <u>\$ (1,305,521)</u> | <u>\$ 7,186,806</u> |
| Fund balances - beginning | 9,594,495 | 9,594,495 | 0 |
| Increase in reserve for inventory of supplies | 0 | 4,136 | 4,136 |
| Fund balances - ending | <u>\$ 1,102,168</u> | <u>\$ 8,293,110</u> | <u>\$ 7,190,942</u> |

BREVARD COUNTY, FLORIDA
SURFACE WATER IMPROVEMENT DIVISION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 1,452,405 | \$ 316,809 | \$ (1,135,596) |
| Charges for services | 58,350 | 39,964 | (18,386) |
| Miscellaneous revenues | <u>4,174,571</u> | <u>4,090,733</u> | <u>(83,838)</u> |
| Total revenues | <u>\$ 5,685,326</u> | <u>\$ 4,447,506</u> | <u>\$ (1,237,820)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Physical environment | <u>\$ 13,007,317</u> | <u>\$ 3,328,149</u> | <u>\$ 9,679,168</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (7,321,991)</u> | <u>\$ 1,119,357</u> | <u>\$ 8,441,348</u> |
| OTHER FINANCING USES | | | |
| Transfers out | <u>\$ (100,000)</u> | <u>\$ (1,420,052)</u> | <u>\$ (1,320,052)</u> |
| Net change in fund balances | <u>\$ (7,421,991)</u> | <u>\$ (300,695)</u> | <u>\$ 7,121,296</u> |
| Fund balances - beginning | <u>7,613,474</u> | <u>7,613,474</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 191,483</u></u> | <u><u>\$ 7,312,779</u></u> | <u><u>\$ 7,121,296</u></u> |

BREVARD COUNTY, FLORIDA
HOUSING AND URBAN DEVELOPMENT GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|---|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 9,443,039 | \$ 2,999,778 | \$ (6,443,261) |
| EXPENDITURES | | | |
| Current: | | | |
| Economic environment | \$ 8,260,073 | \$ 2,301,174 | \$ 5,958,899 |
| Excess of revenues over expenditures | \$ 1,182,966 | \$ 698,604 | \$ (484,362) |
| OTHER FINANCING USES | | | |
| Transfers out | \$ (710,814) | \$ (710,814) | \$ 0 |
| Net change in fund balances | \$ 472,152 | \$ (12,210) | \$ (484,362) |
| Fund balances - beginning | 0 | 0 | 0 |
| Fund balances - ending | \$ 472,152 | \$ (12,210) | \$ (484,362) |

BREVARD COUNTY, FLORIDA
STATE HOUSING INITIATIVE PARTNERSHIP
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 570,025 | \$ 2,918,830 | \$ 2,348,805 |
| Charges for services | 900 | 0 | (900) |
| Miscellaneous revenues | 80,000 | 76,303 | (3,697) |
| | <u>\$ 650,925</u> | <u>\$ 2,995,133</u> | <u>\$ 2,344,208</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Economic environment | \$ 2,480,787 | \$ 1,521,230 | \$ 959,557 |
| Excess (deficiency) of revenues over (under) expenditures | \$ (1,829,862) | \$ 1,473,903 | \$ 3,303,765 |
| Net change in fund balances | \$ (1,829,862) | \$ 1,473,903 | \$ 3,303,765 |
| Fund balances - beginning | 1,859,906 | 1,859,906 | 0 |
| Fund balances - ending | <u>\$ 30,044</u> | <u>\$ 3,333,809</u> | <u>\$ 3,303,765</u> |

BREVARD COUNTY, FLORIDA
BREVARD COUNTY BUILDING CODE COMPLIANCE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Licenses and permits | \$ 4,114,000 | \$ 4,093,735 | \$ (20,265) |
| Intergovernmental revenues | 0 | 59,353 | 59,353 |
| Charges for services | 72,000 | 70,199 | (1,801) |
| Miscellaneous revenues | 60,000 | 110,944 | 50,944 |
| Total revenues | <u>\$ 4,246,000</u> | <u>\$ 4,334,231</u> | <u>\$ 88,231</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Public safety | <u>\$ 4,917,385</u> | <u>\$ 3,983,039</u> | <u>\$ 934,346</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (671,385)</u> | <u>\$ 351,192</u> | <u>\$ 1,022,577</u> |
| OTHER FINANCING USES | | | |
| Transfers out | <u>\$ (44,205)</u> | <u>\$ (44,205)</u> | <u>\$ 0</u> |
| Net change in fund balances | <u>\$ (715,590)</u> | <u>\$ 306,987</u> | <u>\$ 1,022,577</u> |
| Fund balances - beginning | <u>918,160</u> | <u>918,160</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 202,570</u></u> | <u><u>\$ 1,225,147</u></u> | <u><u>\$ 1,022,577</u></u> |

BREVARD COUNTY, FLORIDA

EDUCATION IMPACT FEES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|---|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Miscellaneous revenues | \$ 8,194,073 | \$ 8,427,805 | \$ 233,732 |
| EXPENDITURES | | | |
| Current: | | | |
| General government | \$ 7,784,369 | \$ 0 | \$ 7,784,369 |
| Excess of revenues over expenditures | \$ 409,704 | \$ 8,427,805 | \$ 8,018,101 |
| Net change in fund balances | \$ 409,704 | \$ 8,427,805 | \$ 8,018,101 |
| Fund balances - beginning | 0 | 0 | 0 |
| Fund balances - ending | \$ 409,704 | \$ 8,427,805 | \$ 8,018,101 |

BREVARD COUNTY, FLORIDA
ENVIRONMENTALLY ENDANGERED LAND PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|-------------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 0 | \$ 17,278 | \$ 17,278 |
| Charges for services | 0 | 3,220 | 3,220 |
| Miscellaneous revenues | 9,353 | 11,554 | 2,201 |
| Total revenues | <u>\$ 9,353</u> | <u>\$ 32,052</u> | <u>\$ 22,699</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Physical environment | <u>\$ 2,319,501</u> | <u>\$ 1,663,787</u> | <u>\$ 655,714</u> |
| Deficiency of revenues under expenditures | <u>\$ (2,310,148)</u> | <u>\$ (1,631,735)</u> | <u>\$ 678,413</u> |
| OTHER FINANCING SOURCES | | | |
| Transfers in | <u>\$ 2,310,616</u> | <u>\$ 1,658,496</u> | <u>\$ (652,120)</u> |
| Net change in fund balances | \$ 468 | \$ 26,761 | \$ 26,293 |
| Fund balances - beginning | (8,859) | (8,859) | 0 |
| Increase in reserve for inventory of supplies | <u>0</u> | <u>8,097</u> | <u>8,097</u> |
| Fund balances - ending | <u><u>\$ (8,391)</u></u> | <u><u>\$ 25,999</u></u> | <u><u>\$ 34,390</u></u> |

BREVARD COUNTY, FLORIDA
TEMPORARY ASSISTANCE TO NEEDY FAMILIES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|--------------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 201,609 | \$ 0 | \$ (201,609) |
| Miscellaneous revenues | <u>0</u> | <u>6,042</u> | <u>6,042</u> |
| Total revenues | <u>\$ 201,609</u> | <u>\$ 6,042</u> | <u>\$ (195,567)</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Human services | <u>\$ 611,250</u> | <u>\$ 241,072</u> | <u>\$ 370,178</u> |
| Deficiency of revenues under expenditures | <u>\$ (409,641)</u> | <u>\$ (235,030)</u> | <u>\$ 174,611</u> |
| Net change in fund balances | \$ (409,641) | \$ (235,030) | \$ 174,611 |
| Fund balances - beginning | <u>417,778</u> | <u>417,778</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 8,137</u></u> | <u><u>\$ 182,748</u></u> | <u><u>\$ 174,611</u></u> |

BREVARD COUNTY, FLORIDA
RECORDS MODERNIZATION TRUST
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Charges for services | \$ 1,365,513 | \$ 3,125,651 | \$ 1,760,138 |
| Miscellaneous revenues | 5,100 | 72,252 | 67,152 |
| Total revenues | <u>\$ 1,370,613</u> | <u>\$ 3,197,903</u> | <u>\$ 1,827,290</u> |
| EXPENDITURES | | | |
| Current: | | | |
| General government | <u>\$ 2,064,000</u> | <u>\$ 1,348,682</u> | <u>\$ 715,318</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (693,387)</u> | <u>\$ 1,849,221</u> | <u>\$ 2,542,608</u> |
| Net change in fund balances | \$ (693,387) | \$ 1,849,221 | \$ 2,542,608 |
| Fund balances - beginning | <u>1,807,164</u> | <u>1,807,164</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 1,113,777</u></u> | <u><u>\$ 3,656,385</u></u> | <u><u>\$ 2,542,608</u></u> |

BREVARD COUNTY, FLORIDA
MENTAL HEALTH FACILITIES REFUNDING REVENUE BONDS, SERIES 1994A
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Miscellaneous revenues | \$ 175,013 | \$ 137,880 | \$ (37,133) |
| EXPENDITURES | | | |
| Debt service: | | | |
| Principal | \$ 125,000 | \$ 125,000 | \$ 0 |
| Interest | 43,298 | 43,298 | 0 |
| Total expenditures | \$ 168,298 | \$ 168,298 | \$ 0 |
| Excess (deficiency) of revenues over (under) expenditures | \$ 6,715 | \$ (30,418) | \$ (37,133) |
| Net change in fund balances | \$ 6,715 | \$ (30,418) | \$ (37,133) |
| Fund balances - beginning | 469,317 | 469,317 | 0 |
| Fund balances - ending | \$ 476,032 | \$ 438,899 | \$ (37,133) |

BREVARD COUNTY, FLORIDA
TOURIST DEVELOPMENT TAX REVENUE REFUNDING BONDS, SERIES 2001
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Miscellaneous revenues | \$ 60,000 | \$ 24,341 | \$ (35,659) |
| EXPENDITURES | | | |
| Debt service: | | | |
| Principal | \$ 525,000 | \$ 545,000 | \$ (20,000) |
| Interest | 241,770 | 224,806 | 16,964 |
| Total expenditures | \$ 766,770 | \$ 769,806 | \$ (3,036) |
| Deficiency of revenues under expenditures | \$ (706,770) | \$ (745,465) | \$ (38,695) |
| OTHER FINANCING SOURCES | | | |
| Transfers in | \$ 766,770 | \$ 775,889 | \$ 9,119 |
| Net change in fund balances | \$ 60,000 | \$ 30,424 | \$ (29,576) |
| Fund balances - beginning | 1,119,464 | 1,119,464 | 0 |
| Fund balances - ending | <u>\$ 1,179,464</u> | <u>\$ 1,149,888</u> | <u>\$ (29,576)</u> |

BREVARD COUNTY, FLORIDA
SALES TAX REVENUE BONDS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Miscellaneous revenues | \$ 0 | \$ 782 | \$ 782 |
| EXPENDITURES | | | |
| Debt service: | | | |
| Principal | \$ 5,327,995 | \$ 5,327,995 | \$ 0 |
| Interest | 2,718,835 | 2,690,572 | 28,263 |
| Total expenditures | \$ 8,046,830 | \$ 8,018,567 | \$ 28,263 |
| Deficiency of revenues under expenditures | \$ (8,046,830) | \$ (8,017,785) | \$ 29,045 |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 7,942,924 | \$ 7,750,620 | \$ (192,304) |
| Transfers out | (182,772) | 0 | 182,772 |
| Capital related debt issued | 286,678 | 286,678 | 0 |
| Bond discount | 0 | (9,743) | (9,743) |
| Total other financing sources and uses | \$ 8,046,830 | \$ 8,027,555 | \$ (19,275) |
| Net change in fund balances | \$ 0 | \$ 9,770 | \$ 9,770 |
| Fund balances - beginning | 30,245 | 30,245 | 0 |
| Fund balances - ending | \$ 30,245 | \$ 40,015 | \$ 9,770 |

BREVARD COUNTY, FLORIDA
CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS, SERIES 1987
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| EXPENDITURES | | | |
| Debt service: | | | |
| Principal | \$ 220,000 | \$ 220,000 | \$ 0 |
| Deficiency of revenues under expenditures | \$ (220,000) | \$ (220,000) | \$ 0 |
| OTHER FINANCING SOURCES | | | |
| Transfers in | \$ 220,000 | \$ 220,000 | \$ 0 |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 0 |
| Fund balances - beginning | 0 | 0 | 0 |
| Fund balances - ending | \$ 0 | \$ 0 | \$ 0 |

BREVARD COUNTY, FLORIDA

COMMERCIAL PAPER NOTE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Miscellaneous revenues | \$ 30,400 | \$ 149,899 | \$ 119,499 |
| EXPENDITURES | | | |
| Debt service: | | | |
| Principal | \$ 362,324 | \$ 652,000 | \$ (289,676) |
| Interest | 324,860 | 128,151 | 196,709 |
| Total expenditures | \$ 687,184 | \$ 780,151 | \$ (92,967) |
| Deficiency of revenues under expenditures | \$ (656,784) | \$ (630,252) | \$ 26,532 |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 462,324 | \$ 543,600 | \$ 81,276 |
| Transfers out | 0 | (2,230) | (2,230) |
| Capital related debt issued | 4,000 | 1,936 | (2,064) |
| Total other financing sources and uses | \$ 466,324 | \$ 543,306 | \$ 76,982 |
| Net change in fund balances | \$ (190,460) | \$ (86,946) | \$ 103,514 |
| Fund balances - beginning | 224,015 | 224,015 | 0 |
| Fund balances - ending | \$ 33,555 | \$ 137,069 | \$ 103,514 |

BREVARD COUNTY, FLORIDA
LIMITED AD VALOREM TAX BONDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|---|---------------------------------------|----------------------------|---|
| REVENUES | | | |
| Taxes | \$ 21,479,423 | \$ 20,691,965 | \$ (787,458) |
| Miscellaneous revenues | 255,000 | 449,793 | 194,793 |
| Total revenues | <u>\$ 21,734,423</u> | <u>\$ 21,141,758</u> | <u>\$ (592,665)</u> |
| EXPENDITURES | | | |
| Debt service: | | | |
| Principal | \$ 8,125,000 | \$ 8,125,000 | \$ 0 |
| Interest | 5,940,894 | 5,772,351 | 168,543 |
| Total expenditures | <u>\$ 14,065,894</u> | <u>\$ 13,897,351</u> | <u>\$ 168,543</u> |
| Excess of revenues over expenditures | <u>\$ 7,668,529</u> | <u>\$ 7,244,407</u> | <u>\$ (424,122)</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 2,741,611 | \$ 1,620,109 | \$ (1,121,502) |
| Transfers out | (11,052,143) | (10,196,906) | 855,237 |
| Capital related debt issued | 0 | 998,717 | 998,717 |
| Bond premium | 0 | 666,138 | 666,138 |
| Total other financing sources and uses | <u>\$ (8,310,532)</u> | <u>\$ (6,911,942)</u> | <u>\$ 1,398,590</u> |
| Net change in fund balances | \$ (642,003) | \$ 332,465 | \$ 974,468 |
| Fund balances - beginning | <u>8,457,962</u> | <u>8,457,962</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 7,815,959</u></u> | <u><u>\$ 8,790,427</u></u> | <u><u>\$ 974,468</u></u> |

BREVARD COUNTY, FLORIDA
SECOND GUARANTEED ENTITLEMENT BONDS, SERIES 1996
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|---|---------------------------------------|--------------------------|---|
| REVENUES | | | |
| Taxes | \$ 583,655 | \$ 559,863 | \$ (23,792) |
| Miscellaneous revenues | 16,000 | 10,745 | (5,255) |
| Total revenues | <u>\$ 599,655</u> | <u>\$ 570,608</u> | <u>\$ (29,047)</u> |
| EXPENDITURES | | | |
| Debt service: | | | |
| Principal | \$ 215,000 | \$ 215,000 | \$ 0 |
| Interest | 179,356 | 176,443 | 2,913 |
| Total expenditures | <u>\$ 394,356</u> | <u>\$ 391,443</u> | <u>\$ 2,913</u> |
| Excess of revenues over expenditures | <u>\$ 205,299</u> | <u>\$ 179,165</u> | <u>\$ (26,134)</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 0 | \$ 3,277 | \$ 3,277 |
| Transfers out | (1,113,145) | (1,114,688) | (1,543) |
| Total other financing sources and uses | <u>\$ (1,113,145)</u> | <u>\$ (1,111,411)</u> | <u>\$ 1,734</u> |
| Net change in fund balances | <u>\$ (907,846)</u> | <u>\$ (932,246)</u> | <u>\$ (24,400)</u> |
| Fund balances - beginning | <u>1,083,070</u> | <u>1,083,070</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 175,224</u></u> | <u><u>\$ 150,824</u></u> | <u><u>\$ (24,400)</u></u> |

BREVARD COUNTY, FLORIDA
PARKS AND RECREATIONAL FACILITIES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|-----------------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 852,078 | \$ 786,050 | \$ (66,028) |
| Miscellaneous revenues | 818,360 | 1,255,866 | 437,506 |
| Total revenues | <u>\$ 1,670,438</u> | <u>\$ 2,041,916</u> | <u>\$ 371,478</u> |
| EXPENDITURES | | | |
| Capital outlay | <u>\$ 68,914,199</u> | <u>\$ 27,857,435</u> | <u>\$ 41,056,764</u> |
| Deficiency of revenues under expenditures | <u>\$ (67,243,761)</u> | <u>\$ (25,815,519)</u> | <u>\$ 41,428,242</u> |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers in | \$ 7,511,723 | \$ 7,328,135 | \$ (183,588) |
| Transfers out | <u>(1,590)</u> | <u>(1,529)</u> | <u>61</u> |
| Total other financing sources and uses | <u>\$ 7,510,133</u> | <u>\$ 7,326,606</u> | <u>\$ (183,527)</u> |
| Net change in fund balances | <u>\$ (59,733,628)</u> | <u>\$ (18,488,913)</u> | <u>\$ 41,244,715</u> |
| Fund balances - beginning | <u>59,919,341</u> | <u>59,919,341</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 185,713</u></u> | <u><u>\$ 41,430,428</u></u> | <u><u>\$ 41,244,715</u></u> |

BREVARD COUNTY, FLORIDA
GENERAL GOVERNMENT FACILITIES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|-----------------------------|---|
| REVENUES | | | |
| Charges for services | \$ 1,430,020 | \$ 2,654,840 | \$ 1,224,820 |
| Miscellaneous revenues | 179,680 | 114,830 | (64,850) |
| Total revenues | <u>\$ 1,609,700</u> | <u>\$ 2,769,670</u> | <u>\$ 1,159,970</u> |
| EXPENDITURES | | | |
| Capital outlay | <u>\$ 17,205,155</u> | <u>\$ 1,677,171</u> | <u>\$ 15,527,984</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (15,595,455)</u> | <u>\$ 1,092,499</u> | <u>\$ 16,687,954</u> |
| OTHER FINANCING SOURCES | | | |
| Transfers in | \$ 940,521 | \$ 219,643 | \$ (720,878) |
| Proceeds of the sale of capital assets | 0 | 181,515 | 181,515 |
| Capital related debt issued | <u>14,156,000</u> | <u>14,163,322</u> | <u>7,322</u> |
| Total other financing sources | <u>\$ 15,096,521</u> | <u>\$ 14,564,480</u> | <u>\$ (532,041)</u> |
| Net change in fund balances | \$ (498,934) | \$ 15,656,979 | \$ 16,155,913 |
| Fund balances - beginning | <u>493,359</u> | <u>493,359</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ (5,575)</u></u> | <u><u>\$ 16,150,338</u></u> | <u><u>\$ 16,155,913</u></u> |

BREVARD COUNTY, FLORIDA
SPECIAL ASSESSMENT CONSTRUCTION PROJECTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

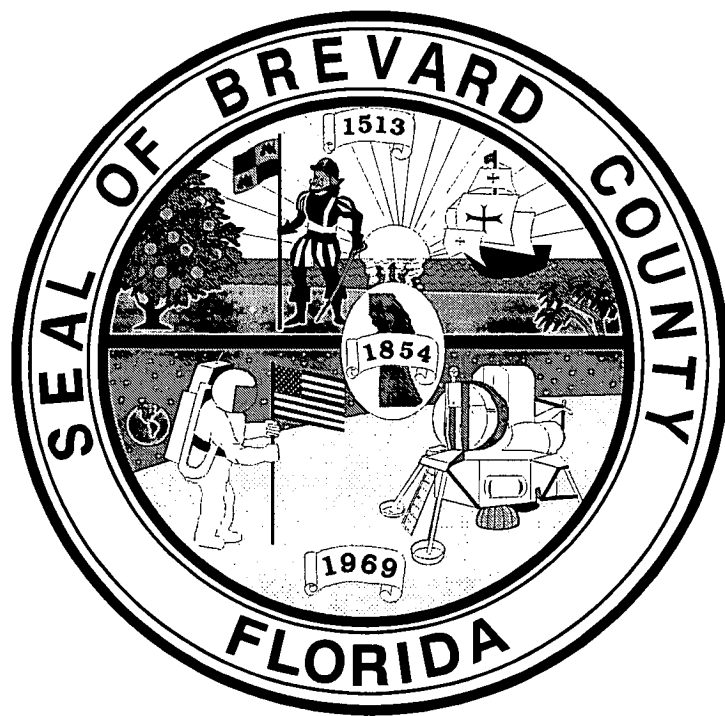
| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Miscellaneous revenues | \$ 0 | \$ 3,151 | \$ 3,151 |
| EXPENDITURES | | | |
| Capital outlay | \$ 34,000 | \$ 33,248 | \$ 752 |
| Deficiency of revenues under expenditures | \$ (34,000) | \$ (30,097) | \$ 3,903 |
| OTHER FINANCING SOURCES AND (USES) | | | |
| Transfers out | \$ 0 | \$ (104,884) | \$ (104,884) |
| Capital related debt issued | 34,000 | 33,064 | (936) |
| Total other financing sources and uses | \$ 34,000 | \$ (71,820) | \$ (105,820) |
| Net change in fund balances | \$ 0 | \$ (101,917) | \$ (101,917) |
| Fund balances - beginning | 125,316 | 125,316 | 0 |
| Fund balances - ending | <u>\$ 125,316</u> | <u>\$ 23,399</u> | <u>\$ (101,917)</u> |

BREVARD COUNTY, FLORIDA
COUNTYWIDE LIBRARY PROJECTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|----------------------|---|
| REVENUES | | | |
| Miscellaneous revenues | \$ 36,116 | \$ 51,866 | \$ 15,750 |
| EXPENDITURES | | | |
| Capital outlay | \$ 817,119 | \$ 11,088 | \$ 806,031 |
| Excess (deficiency) of revenues over (under) expenditures | \$ (781,003) | \$ 40,778 | \$ 821,781 |
| Net change in fund balances | \$ (781,003) | \$ 40,778 | \$ 821,781 |
| Fund balances - beginning | 776,591 | 776,591 | 0 |
| Fund balances - ending | <u>\$ (4,412)</u> | <u>\$ 817,369</u> | <u>\$ 821,781</u> |

BREVARD COUNTY, FLORIDA
ENVIRONMENTALLY ENDANGERED LAND PURCHASES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Final Budgeted Amounts</i> | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|---------------------------------------|-----------------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 2,842,606 | \$ 107,857 | \$ (2,734,749) |
| Miscellaneous revenues | 1,036,046 | 1,281,635 | 245,589 |
| Total revenues | <u>\$ 3,878,652</u> | <u>\$ 1,389,492</u> | <u>\$ (2,489,160)</u> |
| EXPENDITURES | | | |
| Capital outlay | <u>\$ 28,144,419</u> | <u>\$ 446,362</u> | <u>\$ 27,698,057</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (24,265,767)</u> | <u>\$ 943,130</u> | <u>\$ 25,208,897</u> |
| OTHER FINANCING SOURCES AND USES | | | |
| Transfers in | \$ 50,000 | \$ 50,000 | \$ 0 |
| Transfers out | (2,689,611) | (1,499,121) | 1,190,490 |
| Proceeds of the sale of capital assets | 0 | 2,478,266 | 2,478,266 |
| Capital related debt issued | 59,671,283 | 59,671,283 | 0 |
| Bond premium | 32,157 | 32,157 | 0 |
| Total other financing sources and uses | <u>\$ 57,063,829</u> | <u>\$ 60,732,585</u> | <u>\$ 3,668,756</u> |
| Net change in fund balances | \$ 32,798,062 | \$ 61,675,715 | \$ 28,877,653 |
| Fund balances - beginning | <u>9,975,880</u> | <u>9,975,880</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 42,773,942</u></u> | <u><u>\$ 71,651,595</u></u> | <u><u>\$ 28,877,653</u></u> |



Nonmajor Enterprise Funds

Solid Waste Collection Services Fund - to account for service charge revenues and expenses associated with the provision of solid waste collection and recycling programs within the unincorporated areas of Brevard County.

Space Coast Area Transit Fund - to account for revenues and expenses associated with the provision of mass transit services, including the transportation of the handicapped and elderly, as provided in Chapter 427, Florida Statutes.

Brevard County Golf Courses Fund – to account for fees and expenses associated with the operation of Spessard Holland Golf Course, The Habitat Golf Course, and Savannahs at Sykes Creek Golf Course.

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS
SEPTEMBER 30, 2005

| | <i>Business-type</i> | |
|---|--|---|
| | <i>Solid Waste Collection Services</i> | <i>Space Coast Area Transit</i> |
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 834,173 | \$ 100,706 |
| Accounts receivable (net of allowance for uncollectibles) | 9,135 | 69,303 |
| Accrued interest receivable | 11,323 | 0 |
| Due from other funds | 0 | 232 |
| Due from other governmental units | 3,019,612 | 953,515 |
| Inventories | 0 | 676 |
| Total current assets | <u>\$ 3,874,243</u> | <u>\$ 1,124,432</u> |
| Noncurrent assets: | | |
| Capital assets: | | |
| Land | \$ 0 | \$ 228,520 |
| Buildings and structures | 0 | 1,520,103 |
| Improvements to land | 0 | 0 |
| Improvements other than buildings | 0 | 12,014 |
| Machinery and equipment | 0 | 14,590,765 |
| Less accumulated depreciation | 0 | (9,652,137) |
| Construction in progress | 0 | 132,998 |
| Unamortized debt issue costs | 0 | 0 |
| Total noncurrent assets | <u>\$ 0</u> | <u>\$ 6,832,263</u> |
| Total assets | <u>\$ 3,874,243</u> | <u>\$ 7,956,695</u> |
| LIABILITIES | | |
| Current liabilities | | |
| (payable from current assets): | | |
| Vouchers and contracts payable | \$ 1,056,374 | \$ 595,377 |
| Accrued wages and benefits payable | 0 | 59,561 |
| Due to other funds | 2,054,824 | 235,386 |
| Due to other governmental units | 0 | 0 |
| Accrued interest payable | 0 | 0 |
| Accrued compensated absences | 0 | 24,106 |
| Revenue bonds | 0 | 0 |
| Capital leases payable | 0 | 0 |
| Total current liabilities (payable from current assets) | <u>\$ 3,111,198</u> | <u>\$ 914,430</u> |
| Noncurrent liabilities: | | |
| Revenue bonds payable (net of unamortized discounts and deferred amount on refunding) | \$ 0 | \$ 0 |
| Capital leases payable | 0 | 0 |
| Advances from others funds | 0 | 464,614 |
| Accrued compensated absences | 0 | 249,229 |
| Total noncurrent liabilities | <u>\$ 0</u> | <u>\$ 713,843</u> |
| Total liabilities | <u>\$ 3,111,198</u> | <u>\$ 1,628,273</u> |
| NET ASSETS | | |
| Invested in capital assets, net of related debt | \$ 0 | \$ 6,832,263 |
| Unrestricted | 763,045 | (503,841) |
| Total net assets | <u>\$ 763,045</u> | <u>\$ 6,328,422</u> |

Activities - Enterprise Funds

| <i>Brevard County Golf Courses</i> | <i>Total</i> |
|--|----------------------|
| \$ 1,371,344 | \$ 2,306,223 |
| 0 | 78,438 |
| 5,343 | 16,666 |
| 0 | 232 |
| 64,319 | 4,037,446 |
| 131,392 | 132,068 |
| <u>\$ 1,572,398</u> | <u>\$ 6,571,073</u> |
| | |
| \$ 1,943,379 | \$ 2,171,899 |
| 2,319,272 | 3,839,375 |
| 7,840,442 | 7,840,442 |
| 131,718 | 143,732 |
| 974,453 | 15,565,218 |
| (5,489,683) | (15,141,820) |
| 0 | 132,998 |
| 96,447 | 96,447 |
| <u>\$ 7,816,028</u> | <u>\$ 14,648,291</u> |
| <u>\$ 9,388,426</u> | <u>\$ 21,219,364</u> |
| | |
| \$ 70,699 | \$ 1,722,450 |
| 14,712 | 74,273 |
| 23,463 | 2,313,673 |
| 7,530 | 7,530 |
| 126,400 | 126,400 |
| 9,648 | 33,754 |
| 684,799 | 684,799 |
| 98,144 | 98,144 |
| <u>\$ 1,035,395</u> | <u>\$ 5,061,023</u> |
| | |
| \$ 7,625,924 | \$ 7,625,924 |
| 341,954 | 341,954 |
| 0 | 464,614 |
| 84,501 | 333,730 |
| <u>\$ 8,052,379</u> | <u>\$ 8,766,222</u> |
| <u>\$ 9,087,774</u> | <u>\$ 13,827,245</u> |
| | |
| \$ (346,441) | \$ 6,485,822 |
| 647,093 | 906,297 |
| <u>\$ 300,652</u> | <u>\$ 7,392,119</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Business-type</i> | |
|--|--|---|
| | <i>Solid Waste Collection Services</i> | <i>Space Coast Area Transit</i> |
| Operating revenues: | | |
| Service fees | \$ 9,768,454 | \$ 1,940,290 |
| Less cost of goods sold | 0 | 0 |
| Total operating revenues | <u>\$ 9,768,454</u> | <u>\$ 1,940,290</u> |
| Operating expenses: | | |
| Wages and benefits | \$ 1,822 | \$ 3,664,198 |
| Repair, maintenance, and other services | 23,329,251 | 2,607,272 |
| Materials and supplies | 0 | 637,986 |
| Depreciation | 0 | 1,335,496 |
| Total operating expenses | <u>\$ 23,331,073</u> | <u>\$ 8,244,952</u> |
| Operating loss | <u>\$ (13,562,619)</u> | <u>\$ (6,304,662)</u> |
| Nonoperating revenues (expenses): | | |
| Income on investments | \$ 36,704 | \$ 1,604 |
| Interest expense | 0 | 0 |
| Miscellaneous revenue | 225,413 | 9,472 |
| Grants and matching funds | 12,300,117 | 2,624,593 |
| Gain on disposal of capital assets | 0 | 93,353 |
| Amortization of debt issue costs | 0 | 0 |
| Total nonoperating revenue (expense) | <u>\$ 12,562,234</u> | <u>\$ 2,729,022</u> |
| Loss before contributions and transfers | <u>\$ (1,000,385)</u> | <u>\$ (3,575,640)</u> |
| Capital contributions | \$ 0 | \$ 3,179,200 |
| Transfers in | 0 | 0 |
| Transfers out | (115,214) | 0 |
| Total contributions and transfers | <u>\$ (115,214)</u> | <u>\$ 3,179,200</u> |
| Change in net assets | <u>\$ (1,115,599)</u> | <u>\$ (396,440)</u> |
| Net assets - beginning | <u>\$ 1,878,644</u> | <u>\$ 6,724,862</u> |
| Net assets - ending | <u><u>\$ 763,045</u></u> | <u><u>\$ 6,328,422</u></u> |

Activities - Enterprise Funds

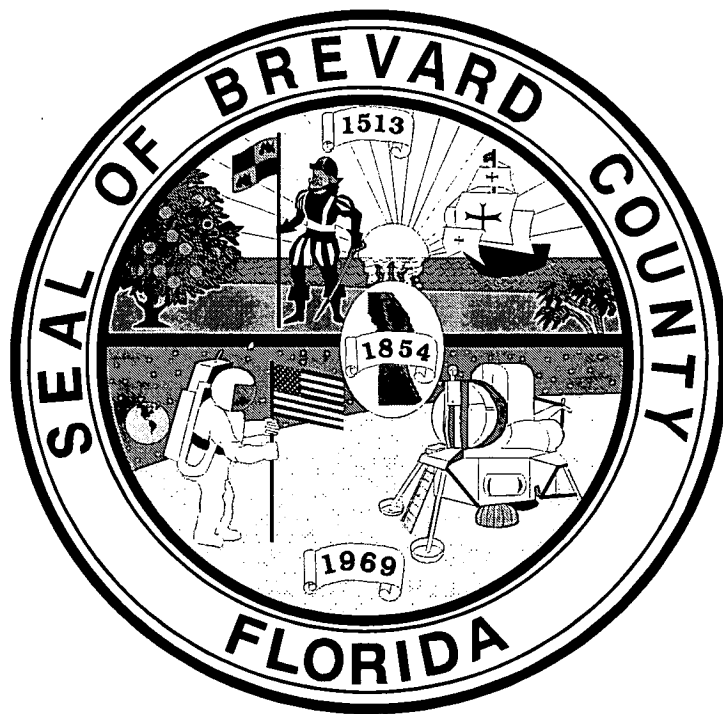
| <i>Brevard County Golf Courses</i> | <i>Total</i> |
|--|------------------------|
| \$ 3,007,975 | \$ 14,716,719 |
| (155,984) | (155,984) |
| <u>\$ 2,851,991</u> | <u>\$ 14,560,735</u> |
| \$ 866,445 | \$ 4,532,465 |
| 2,420,729 | 28,357,252 |
| 38,319 | 676,305 |
| 423,786 | 1,759,282 |
| <u>\$ 3,749,279</u> | <u>\$ 35,325,304</u> |
| <u>\$ (897,288)</u> | <u>\$ (20,764,569)</u> |
| \$ 34,885 | \$ 73,193 |
| (457,307) | (457,307) |
| 0 | 234,885 |
| 112,696 | 15,037,406 |
| 189,520 | 282,873 |
| (16,121) | (16,121) |
| <u>\$ (136,327)</u> | <u>\$ 15,154,929</u> |
| \$ (1,033,615) | \$ (5,609,640) |
| \$ 0 | \$ 3,179,200 |
| 1,745,155 | 1,745,155 |
| 0 | (115,214) |
| <u>\$ 1,745,155</u> | <u>\$ 4,809,141</u> |
| <u>\$ 711,540</u> | <u>\$ (800,499)</u> |
| <u>\$ (410,888)</u> | <u>\$ 8,192,618</u> |
| <u>\$ 300,652</u> | <u>\$ 7,392,119</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <u>Nonmajor</u> |
|---|--|
| | <u>Solid Waste Collection Services</u> |
| Cash flows from operating activities: | |
| Cash receipts for service fees | \$ 9,775,691 |
| Cash receipts from other sources | 225,413 |
| Cash payments to employees for services | (1,160) |
| Cash payments to suppliers for goods and services | (29,001,757) |
| Net cash used for operating activities | <u>\$ (19,001,813)</u> |
| Cash flows from noncapital financing activities: | |
| Grant receipts | \$ 15,697,757 |
| Transfers in | 0 |
| Transfers out | (115,214) |
| Interfund loans | 1,970,577 |
| Net cash flows provided by (used for) noncapital financing activities | <u>\$ 17,553,120</u> |
| Cash flows from capital and related financing activities: | |
| Principal payments | \$ 0 |
| Interest payments | 0 |
| Capital grant receipts | 0 |
| Payments to acquire, construct, or improve fixed assets | 0 |
| Proceeds from disposal of capital assets | 0 |
| Net cash flows provided by (used for) capital and related financing activities | <u>\$ 0</u> |
| Cash flows from investing activities: | |
| Interest on investments | \$ 128,504 |
| Net increase (decrease) in cash and cash equivalents | \$ (1,320,189) |
| Cash and cash equivalents, October 1, 2004 | 2,154,362 |
| Cash and cash equivalents, September 30, 2005 | <u>\$ 834,173</u> |
| Reconciliation of operating income (loss) to net cash flows from operating activities | |
| Operating loss | \$ (13,562,619) |
| Adjustments to reconcile operating loss to net cash used for operating activities: | |
| Depreciation expense | \$ 0 |
| Miscellaneous revenue | 225,413 |
| Changes in assets and liabilities: | |
| (Increase) decrease in accounts receivable | 65,398 |
| (Increase) decrease in due from other funds | 741 |
| (Increase) decrease in due from other governmental units | (2,084,968) |
| (Increase) decrease in inventory of supplies | 0 |
| (Increase) decrease in allowance for uncollectibles | (856) |
| Increase (decrease) in accrued compensated absences | 0 |
| Increase (decrease) in vouchers & contracts payable | (5,670,856) |
| Increase (decrease) in wages payable | (28,890) |
| Increase (decrease) in due to other funds | 2,054,824 |
| Increase (decrease) in due to other governmental units | 0 |
| Total adjustment | <u>\$ (5,439,194)</u> |
| Net cash used for operating activities | <u>\$ (19,001,813)</u> |
| Non-cash investing, capital, and financing activities: | |
| Aquisition of capital assets through lease-purchase | <u>\$ 0</u> |

Business-type Activities - Enterprise Funds

| <i>Space Coast Area Transit</i> | <i>Brevard County Golf Courses</i> | <i>Total</i> |
|---|--|------------------------|
| \$ 2,155,346 | \$ 3,016,809 | \$ 14,947,846 |
| 9,670 | 0 | 235,083 |
| (3,666,970) | (835,737) | (4,503,867) |
| (3,642,938) | (2,750,254) | (35,394,949) |
| <u>\$ (5,144,892)</u> | <u>\$ (569,182)</u> | <u>\$ (24,715,887)</u> |
| \$ 2,990,564 | \$ 48,378 | \$ 18,736,699 |
| 0 | 1,745,155 | 1,745,155 |
| 0 | 0 | (115,214) |
| 0 | (11,231) | 1,959,346 |
| <u>\$ 2,990,564</u> | <u>\$ 1,782,302</u> | <u>\$ 22,325,986</u> |
| \$ 0 | \$ (538,037) | \$ (538,037) |
| 0 | (400,048) | (400,048) |
| 3,082,949 | 0 | 3,082,949 |
| (1,026,976) | (109,923) | (1,136,899) |
| 60,330 | 291,074 | 351,404 |
| <u>\$ 2,116,303</u> | <u>\$ (756,934)</u> | <u>\$ 1,359,369</u> |
| \$ 9 | \$ 27,074 | \$ 155,587 |
| \$ (38,016) | \$ 483,260 | \$ (874,945) |
| 138,722 | 888,084 | 3,181,168 |
| <u>\$ 100,706</u> | <u>\$ 1,371,344</u> | <u>\$ 2,306,223</u> |
| <u>\$ (6,304,662)</u> | <u>\$ (897,288)</u> | <u>\$ (20,764,569)</u> |
| \$ 1,335,496 | \$ 423,786 | \$ 1,759,282 |
| 9,472 | 0 | 234,885 |
| 64,574 | 0 | 129,972 |
| 94,110 | 0 | 94,851 |
| (106,138) | 0 | (2,191,106) |
| 11 | 22,788 | 22,799 |
| 0 | 0 | (856) |
| 28,400 | 8,554 | 36,954 |
| (208,068) | (133,902) | (6,012,826) |
| (58,087) | 1,759 | (85,218) |
| 0 | 0 | 2,054,824 |
| 0 | 5,121 | 5,121 |
| <u>\$ 1,159,770</u> | <u>\$ 328,106</u> | <u>\$ (3,951,318)</u> |
| <u>\$ (5,144,892)</u> | <u>\$ (569,182)</u> | <u>\$ (24,715,887)</u> |
| <u>\$ 0</u> | <u>\$ 471,845</u> | <u>\$ 471,845</u> |



Internal Service Funds

Information Systems Fund - to account for service charge revenues and expenses associated with the provision of data processing support for the various departments and agencies of Brevard County.

Risk Management Fund - to account for the premiums and claims associated with the provision of self-insured and fully insured programs for the various departments and agencies of Brevard County.

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2005

| | <i>Information Systems</i> | <i>Risk Management</i> | <i>Total</i> |
|--|--------------------------------|----------------------------|----------------------|
| ASSETS | | | |
| Current assets: | | | |
| Cash | \$ 1,687,785 | \$ 31,388,364 | \$ 33,076,149 |
| Cash with escrow and paying agent | 0 | 671,220 | 671,220 |
| Accounts receivable | 6,050 | 4,132 | 10,182 |
| Accrued interest receivable | 9,191 | 123,540 | 132,731 |
| Due from other governmental units | 246,026 | 368,236 | 614,262 |
| Total current assets | <u>\$ 1,949,052</u> | <u>\$ 32,555,492</u> | <u>\$ 34,504,544</u> |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Machinery and equipment | \$ 3,375,329 | \$ 107,236 | \$ 3,482,565 |
| Less accumulated depreciation | <u>(1,170,735)</u> | <u>(74,268)</u> | <u>(1,245,003)</u> |
| Total capital assets (net of accumulated depreciation) | <u>\$ 2,204,594</u> | <u>\$ 32,968</u> | <u>\$ 2,237,562</u> |
| Total assets | <u>\$ 4,153,646</u> | <u>\$ 32,588,460</u> | <u>\$ 36,742,106</u> |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Vouchers and contracts payable | \$ 115,824 | \$ 411,903 | \$ 527,727 |
| Accrued wages and benefits payable | 31,766 | 16,242 | 48,008 |
| Claims payable | 0 | 7,376,404 | 7,376,404 |
| Accrued compensated absences | 9,454 | 7,475 | 16,929 |
| Total current liabilities | <u>\$ 157,044</u> | <u>\$ 7,812,024</u> | <u>\$ 7,969,068</u> |
| Noncurrent liabilities: | | | |
| Notes payable | \$ 168,000 | \$ 0 | \$ 168,000 |
| Accrued compensated absences | 159,661 | 91,274 | 250,935 |
| Claims payable | 0 | 4,734,952 | 4,734,952 |
| Total noncurrent liabilities | <u>\$ 327,661</u> | <u>\$ 4,826,226</u> | <u>\$ 5,153,887</u> |
| Total liabilities | <u>\$ 484,705</u> | <u>\$ 12,638,250</u> | <u>\$ 13,122,955</u> |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | \$ 2,036,594 | \$ 32,968 | \$ 2,069,562 |
| Unrestricted | <u>1,632,347</u> | <u>19,917,242</u> | <u>21,549,589</u> |
| Total net assets | <u>\$ 3,668,941</u> | <u>\$ 19,950,210</u> | <u>\$ 23,619,151</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Information Systems</i> | <i>Risk Management</i> | <i>Total</i> |
|---|--------------------------------|----------------------------|---------------|
| Operating revenues: | | | |
| Service fees | \$ 3,458,894 | \$ 44,979,591 | \$ 48,438,485 |
| Operating expenses: | | | |
| Wages and benefits | \$ 1,580,231 | \$ 964,053 | \$ 2,544,284 |
| Repair, maintenance, and other services | 1,129,490 | 7,708,469 | 8,837,959 |
| Materials and supplies | 10,916 | 30,147 | 41,063 |
| Depreciation | 285,709 | 9,563 | 295,272 |
| Insurance claims expense | 0 | 36,254,044 | 36,254,044 |
| Total operating expenses | \$ 3,006,346 | \$ 44,966,276 | \$ 47,972,622 |
| Operating income | \$ 452,548 | \$ 13,315 | \$ 465,863 |
| Nonoperating revenues (expenses): | | | |
| Grants and matching funds | \$ 0 | \$ 4,025 | \$ 4,025 |
| Income on investments | 56,969 | 665,863 | 722,832 |
| Gain on disposal of capital assets | 5,915 | 0 | 5,915 |
| Miscellaneous revenue | 63,545 | 739,842 | 803,387 |
| Interest expense | (5,618) | 0 | (5,618) |
| Total nonoperating revenues (expenses) | \$ 120,811 | \$ 1,409,730 | \$ 1,530,541 |
| Income before transfers | \$ 573,359 | \$ 1,423,045 | \$ 1,996,404 |
| Transfers out | \$ 0 | \$ (219,643) | \$ (219,643) |
| Change in net assets | \$ 573,359 | \$ 1,203,402 | \$ 1,776,761 |
| Net assets - beginning | 3,095,582 | 18,746,808 | 21,842,390 |
| Net assets - ending | \$ 3,668,941 | \$ 19,950,210 | \$ 23,619,151 |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Information Systems</i> | <i>Risk Management</i> | <i>Total</i> |
|--|--------------------------------|----------------------------|-----------------------|
| Cash flows from operating activities: | | | |
| Cash receipts for service fees | \$ 3,460,729 | \$ 47,524,344 | \$ 50,985,073 |
| Cash receipts from other sources | 68,358 | 0 | 68,358 |
| Cash payments to employees for services | (1,696,905) | (1,138,234) | (2,835,139) |
| Cash payments to suppliers for goods and services | (1,009,890) | (4,883,309) | (5,893,199) |
| Cash payments for insurance claims | 0 | (41,526,376) | (41,526,376) |
| Net cash provided by (used for) operating activities | <u>\$ 822,292</u> | <u>\$ (23,575)</u> | <u>\$ 798,717</u> |
| Cash flows from noncapital financing activities: | | | |
| Transfers out | \$ 0 | \$ (219,643) | \$ (219,643) |
| Interfund loans | 0 | 2,454,277 | 2,454,277 |
| Net cash flows provided by noncapital and related financing activities | <u>\$ 0</u> | <u>\$ 2,234,634</u> | <u>\$ 2,234,634</u> |
| Cash flows from capital and related financing activities: | | | |
| Principal payments | \$ (56,000) | \$ 0 | \$ (56,000) |
| Interest payments | (5,619) | 0 | (5,619) |
| Proceeds from sale of capital assets | 5,716 | 0 | 5,716 |
| Payments to acquire, construct, or improve fixed assets | (1,975,353) | (13,981) | (1,989,334) |
| Net cash flows used for capital and related financing activities | <u>\$ (2,031,256)</u> | <u>\$ (13,981)</u> | <u>\$ (2,045,237)</u> |
| Cash flows from investing activities: | | | |
| Interest on investments | \$ 61,770 | \$ 689,867 | \$ 751,637 |
| Net increase (decrease) in cash and cash equivalents | \$ (1,147,194) | \$ 2,886,945 | \$ 1,739,751 |
| Cash and cash equivalents, October 1, 2004 | <u>2,834,979</u> | <u>29,172,639</u> | <u>32,007,618</u> |
| Cash and cash equivalents, September 30, 2005 | <u>\$ 1,687,785</u> | <u>\$ 32,059,584</u> | <u>\$ 33,747,369</u> |
| Reconciliation of operating income to net cash provided by operating activities | | | |
| Operating income | \$ 452,548 | \$ 13,315 | \$ 465,863 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | | |
| Depreciation expense | \$ 285,709 | \$ 9,563 | \$ 295,272 |
| Miscellaneous revenues | 63,545 | 739,842 | 803,387 |
| Changes in assets and liabilities: | | | |
| (Increase) decrease in accounts receivable | (6,000) | (190) | (6,190) |
| (Increase) decrease in due from other governmental units | 12,004 | (242,754) | (230,750) |
| Increase (decrease) in vouchers and contracts payable | (6,775) | (240,743) | (247,518) |
| Increase (decrease) in insurance claims | 0 | (279,681) | (279,681) |
| Increase (decrease) in wages payable | 2,135 | 3,104 | 5,239 |
| Increase (decrease) in accrued compensated absences | 19,126 | (4,793) | 14,333 |
| Increase (decrease) in due to other governmental units | 0 | (21,238) | (21,238) |
| Total adjustments | <u>\$ 369,744</u> | <u>\$ (36,890)</u> | <u>\$ 332,854</u> |
| Net cash provided by operating activities | <u>\$ 822,292</u> | <u>\$ (23,575)</u> | <u>\$ 798,717</u> |

Agency Funds

Board Agency Fund - to account for assets held by the Brevard County Board of County Commissioners as trustee or agent.

Sheriff Agency Fund - to account for assets held by the Brevard County Sheriff as trustee or agent.

Clerk Agency Fund - to account for assets held by the Brevard County Clerk of the Circuit Court as trustee or agent.

Tax Collector Agency Fund - to account for assets held by the Brevard County Tax Collector as trustee or agent.

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2005

| | <i>Board Agency Funds</i> | <i>Sheriff Agency Funds</i> |
|---|-----------------------------------|-------------------------------------|
| ASSETS | | |
| Cash | \$ 1,178,858 | \$ 66,361 |
| Investments | 0 | 0 |
| Accounts receivable | 0 | 0 |
| Assessments, current | 2,580 | 0 |
| Accrued interest receivable | 4,788 | 0 |
| Due from other governmental units | 0 | 0 |
| Total assets | <u>\$ 1,186,226</u> | <u>\$ 66,361</u> |
| LIABILITIES | | |
| Due to employees, individuals, and others | \$ 136,350 | \$ 66,361 |
| Due to other governmental units | 13,226 | 0 |
| Escrow and refundable deposits | 1,036,650 | 0 |
| Total liabilities | <u>\$ 1,186,226</u> | <u>\$ 66,361</u> |

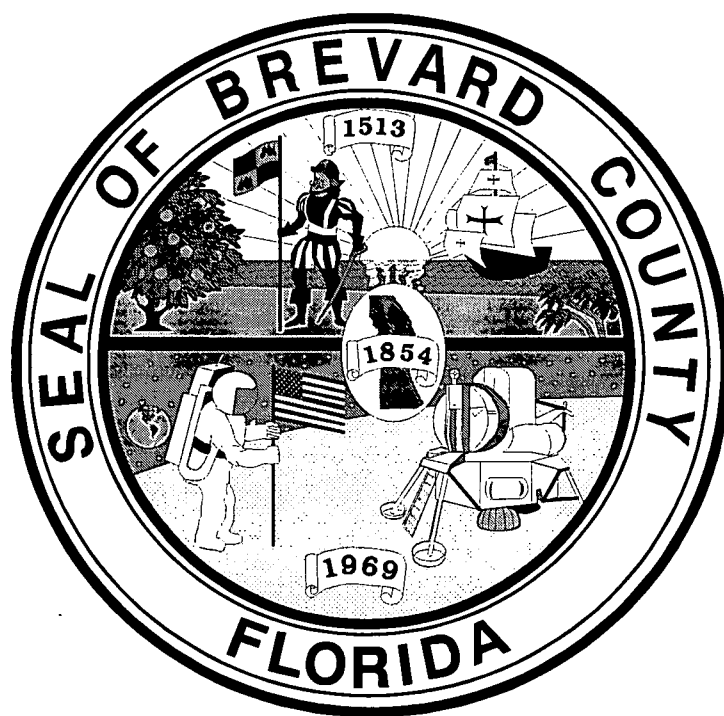
| <i>Clerk Agency Funds</i> | <i>Tax Collector Agency Funds</i> | <i>Total</i> |
|-----------------------------------|---|----------------------|
| \$ 21,216,182 | \$ 6,783,714 | \$ 29,245,115 |
| 1,442,779 | 0 | 1,442,779 |
| 116,999 | 82,078 | 199,077 |
| 0 | 0 | 2,580 |
| 0 | 6,121 | 10,909 |
| 0 | 1,292 | 1,292 |
| <u>\$ 22,775,960</u> | <u>\$ 6,873,205</u> | <u>\$ 30,901,752</u> |
| | | |
| \$ 720,068 | \$ 5,734,683 | \$ 6,657,462 |
| 8,034,053 | 1,138,522 | 9,185,801 |
| 14,021,839 | 0 | 15,058,489 |
| <u>\$ 22,775,960</u> | <u>\$ 6,873,205</u> | <u>\$ 30,901,752</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Balance Oct. 1, 2004</i> | <i>Additions</i> | <i>Deductions</i> | <i>Balance Sept. 30, 2005</i> |
|---|---------------------------------|-----------------------|-----------------------|-----------------------------------|
| <u>Board Agency</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 1,170,704 | \$ 808,871 | \$ 800,717 | \$ 1,178,858 |
| Assessments receivable | 2,580 | 0 | 0 | 2,580 |
| Interest receivable | 6,150 | 4,788 | 6,150 | 4,788 |
| TOTAL ASSETS | <u>\$ 1,179,434</u> | <u>\$ 813,659</u> | <u>\$ 806,867</u> | <u>\$ 1,186,226</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 170,751 | \$ 9,088 | \$ 43,489 | \$ 136,350 |
| Due to other governmental units | 15,898 | 3,497 | 6,169 | 13,226 |
| Escrow and refundable deposits | 992,785 | 801,074 | 757,209 | 1,036,650 |
| TOTAL LIABILITIES | <u>\$ 1,179,434</u> | <u>\$ 813,659</u> | <u>\$ 806,867</u> | <u>\$ 1,186,226</u> |
| <u>Sheriff Agency</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 78,523 | \$ 2,749,094 | \$ 2,761,256 | \$ 66,361 |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 59,423 | \$ 2,749,094 | \$ 2,742,156 | \$ 66,361 |
| Due to other governmental units | 502 | 0 | 502 | 0 |
| Escrow and refundable deposits | 18,598 | 0 | 18,598 | 0 |
| TOTAL LIABILITIES | <u>\$ 78,523</u> | <u>\$ 2,749,094</u> | <u>\$ 2,761,256</u> | <u>\$ 66,361</u> |
| <u>Clerk Agency</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 12,000,447 | \$ 194,233,141 | \$ 185,017,406 | \$ 21,216,182 |
| Investments | 10,862 | 2,346,176 | 914,259 | 1,442,779 |
| Accounts receivable | 28,545 | 9,977,379 | 9,888,925 | 116,999 |
| TOTAL ASSETS | <u>\$ 12,039,854</u> | <u>\$ 206,556,696</u> | <u>\$ 195,820,590</u> | <u>\$ 22,775,960</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 627,843 | \$ 19,102,649 | \$ 19,010,424 | \$ 720,068 |
| Due to other funds | 35,000 | 0 | 35,000 | 0 |
| Due to other governmental units | 2,886,265 | 142,253,306 | 137,105,518 | 8,034,053 |
| Escrow and refundable deposits | 8,490,746 | 45,200,741 | 39,669,648 | 14,021,839 |
| TOTAL LIABILITIES | <u>\$ 12,039,854</u> | <u>\$ 206,556,696</u> | <u>\$ 195,820,590</u> | <u>\$ 22,775,960</u> |

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Balance Oct. 1, 2004</i> | <i>Additions</i> | <i>Deductions</i> | <i>Balance Sept. 30, 2005</i> |
|---|---------------------------------|-----------------------|-----------------------|-----------------------------------|
| <u>Tax Collector Agency</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 6,325,387 | \$ 607,038,999 | \$ 606,580,672 | \$ 6,783,714 |
| Accounts receivable | 66,689 | 19,351 | 3,962 | 82,078 |
| Interest receivable | 0 | 6,121 | 0 | 6,121 |
| Due from other governmental units | 532 | 760 | 0 | 1,292 |
| TOTAL ASSETS | <u>\$ 6,392,608</u> | <u>\$ 607,065,231</u> | <u>\$ 606,584,634</u> | <u>\$ 6,873,205</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 5,075,268 | \$ 22,298,935 | \$ 21,639,520 | \$ 5,734,683 |
| Due to other governmental units | 1,317,340 | 584,766,296 | 584,945,114 | 1,138,522 |
| TOTAL LIABILITIES | <u>\$ 6,392,608</u> | <u>\$ 607,065,231</u> | <u>\$ 606,584,634</u> | <u>\$ 6,873,205</u> |
| <u>TOTAL - ALL FIDUCIARY FUNDS</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 19,575,061 | \$ 804,830,105 | \$ 795,160,051 | \$ 29,245,115 |
| Investments | 10,862 | 2,346,176 | 914,259 | 1,442,779 |
| Accounts receivable | 95,234 | 9,996,730 | 9,892,887 | 199,077 |
| Assessments receivable | 2,580 | 0 | 0 | 2,580 |
| Interest receivable | 6,150 | 10,909 | 6,150 | 10,909 |
| Due from other governmental units | 532 | 760 | 0 | 1,292 |
| TOTAL ASSETS | <u>\$ 19,690,419</u> | <u>\$ 817,184,680</u> | <u>\$ 805,973,347</u> | <u>\$ 30,901,752</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 5,933,285 | \$ 44,159,766 | \$ 43,435,589 | \$ 6,657,462 |
| Due to other funds | 35,000 | 0 | 35,000 | 0 |
| Due to other governmental units | 4,220,005 | 727,023,099 | 722,057,303 | 9,185,801 |
| Escrow and refundable deposits | 9,502,129 | 46,001,815 | 40,445,455 | 15,058,489 |
| TOTAL LIABILITIES | <u>\$ 19,690,419</u> | <u>\$ 817,184,680</u> | <u>\$ 805,973,347</u> | <u>\$ 30,901,752</u> |



Component Units

North Brevard County Public Library District Fund - to account for the operations of a public library system in Brevard County which was established pursuant to Chapter 69-869, Laws of Florida. The Library District is presented as a governmental fund type.

Merritt Island Redevelopment Agency Fund - to account for the collection of incremental taxes pursuant to Section 163.387, Florida Statutes, in accordance with Ordinance 89-28, as amended by 90-188, for the provision of community redevelopment. The Agency is presented as a governmental fund type.

Titusville - Cocoa Airport Authority Fund - to account for the operation of three general aviation airports in Brevard County pursuant to Chapter 63-1143, Special Acts of Florida. The Airport Authority is presented as a proprietary fund type.

Melbourne - Tillman Water Control District Fund - to account for revenues and expenses associated with the provision of a surface water management system within an area of South Brevard County pursuant to Chapter 86-418, Special Acts of Florida. The Water Control District is presented as a proprietary fund type.

Housing Finance Authority Fund - to account for the operating activities associated with the administration of the Brevard County Housing Finance Authority. The Housing Finance Authority is presented as a proprietary fund type.

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF NET ASSETS
COMPONENT UNITS
SEPTEMBER 30, 2005

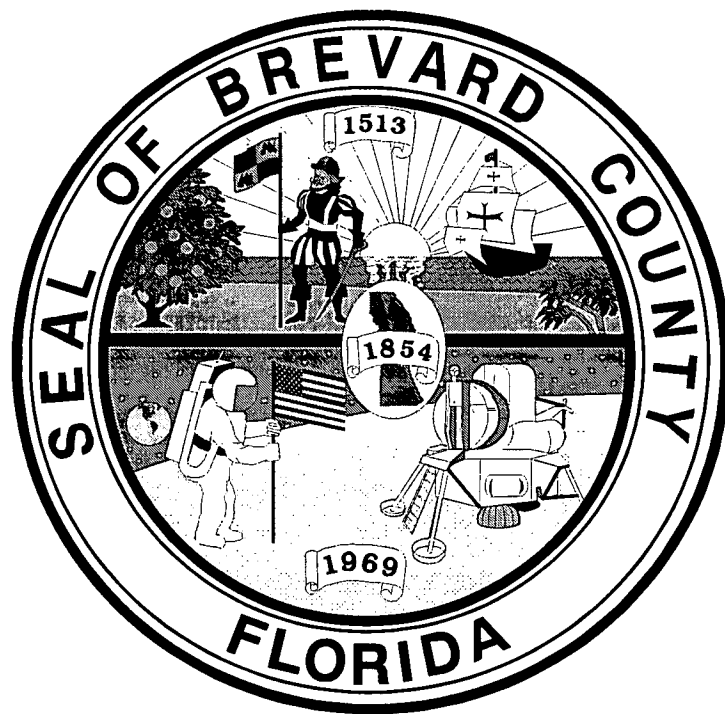
| | <i>North Brevard County Public Library District</i> | <i>Merritt Island Redevelopment Agency</i> |
|--|---|--|
| ASSETS | | |
| Cash and cash equivalents | \$ 14,670 | \$ 1,560,537 |
| Receivables: | | |
| Receivables (net of allowance for uncollectibles) | 0 | 0 |
| Accrued interest receivable | 0 | 6,463 |
| Due from other governmental units | 0 | 0 |
| Inventory | 0 | 0 |
| Prepaid items | 0 | 0 |
| Deferred charges | 0 | 0 |
| Restricted assets: | | |
| Capital assets: | | |
| Land | 0 | 0 |
| Buildings and structures | 0 | 0 |
| Improvements to land | 0 | 0 |
| Improvements other than buildings | 0 | 0 |
| Machinery and equipment | 0 | 0 |
| Less accumulated depreciation | 0 | 0 |
| Construction in progress | 0 | 0 |
| Total assets | <u>\$ 14,670</u> | <u>\$ 1,567,000</u> |
| LIABILITIES | | |
| Accounts payable | \$ 0 | \$ 1,210 |
| Accrued liabilities | 0 | 0 |
| Accrued wages and benefits payable | 0 | 782 |
| Advance payments | 0 | 0 |
| Deferred revenue | 0 | 0 |
| Noncurrent liabilities: | | |
| Due within one year: | | |
| Accrued compensated absences | 0 | 0 |
| Loans and leases payable | 0 | 0 |
| Due in more than one year: | | |
| Loans and leases payable | 0 | 0 |
| Total liabilities | <u>\$ 0</u> | <u>\$ 1,992</u> |
| NET ASSETS | | |
| Invested in capital assets (net of related debt) | \$ 0 | \$ 0 |
| Unrestricted | 14,670 | 1,565,008 |
| Total net assets | <u>\$ 14,670</u> | <u>\$ 1,565,008</u> |

| <i>Titusville- Cocoa Airport Authority</i> | <i>Melbourne- Tillman Water Control District</i> | <i>Housing Finance Authority</i> | <i>Total</i> |
|--|--|--|----------------------|
| \$ 2,628,138 | \$ 8,099,142 | \$ 2,607,091 | \$ 14,909,578 |
| 88,523 | 0 | 63,243 | 151,766 |
| 0 | 0 | 3,727 | 10,190 |
| 303,737 | 0 | 0 | 303,737 |
| 0 | 31,838 | 0 | 31,838 |
| 58,891 | 0 | 0 | 58,891 |
| 4,292 | 0 | 0 | 4,292 |
| 10,192,738 | 277,821 | 0 | 10,470,559 |
| 11,007,697 | 373,789 | 0 | 11,381,486 |
| 332,254 | 8,229,276 | 0 | 8,561,530 |
| 20,444,952 | 0 | 0 | 20,444,952 |
| 2,176,338 | 1,659,926 | 0 | 3,836,264 |
| (15,175,407) | (6,825,278) | 0 | (22,000,685) |
| 4,837,763 | 0 | 0 | 4,837,763 |
| <u>\$ 36,899,916</u> | <u>\$ 11,846,514</u> | <u>\$ 2,674,061</u> | <u>\$ 53,002,161</u> |
| \$ 228,938 | \$ 8,722 | \$ 26,949 | \$ 265,819 |
| 91,880 | 0 | 0 | 91,880 |
| 10,364 | 18,045 | 0 | 29,191 |
| 287,729 | 0 | 40,000 | 327,729 |
| 0 | 0 | 46,497 | 46,497 |
| 75,150 | 101,734 | 0 | 176,884 |
| 137,067 | 27,645 | 0 | 164,712 |
| 2,419,589 | 42,426 | 0 | 2,462,015 |
| <u>\$ 3,250,717</u> | <u>\$ 198,572</u> | <u>\$ 113,446</u> | <u>\$ 3,564,727</u> |
| \$ 31,259,104 | \$ 3,645,463 | \$ 0 | \$ 34,904,567 |
| 2,390,095 | 8,002,479 | 2,560,615 | 14,532,867 |
| <u>\$ 33,649,199</u> | <u>\$ 11,647,942</u> | <u>\$ 2,560,615</u> | <u>\$ 49,437,434</u> |

BREVARD COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Functions/</i> | |
|----------------------------------|---|--|
| | <i>North Brevard County Public Library District</i> | <i>Merritt Island Redevelopment Agency</i> |
| Expenses: | | |
| Expenses | \$ 2,756 | \$ 234,156 |
| Total expenses | \$ 2,756 | \$ 234,156 |
| Program revenues: | | |
| Charges for services | \$ 5,236 | \$ 0 |
| Capital grants and contributions | 0 | 0 |
| Total program revenues | \$ 5,236 | \$ 0 |
| Net program revenue (expenses) | \$ 2,480 | \$ (234,156) |
| General revenues: | | |
| Taxes: | | |
| Ad valorem taxes | \$ 0 | \$ 0 |
| Others | 0 | 1,041,822 |
| Unrestricted investment earnings | 0 | 0 |
| Miscellaneous | 0 | 37,118 |
| Total general revenues | \$ 0 | \$ 1,078,940 |
| Changes in net assets | \$ 2,480 | \$ 844,784 |
| Net assets - beginning | 12,190 | 720,224 |
| Net assets - ending | \$ 14,670 | \$ 1,565,008 |

| <i>Programs</i> | | | |
|--|--|--|----------------------|
| <i>Titusville- Cocoa Airport Authority</i> | <i>Melbourne- Tillman Water Control District</i> | <i>Housing Finance Authority</i> | <i>Total</i> |
| <u>\$ 2,431,482</u> | <u>\$ 2,289,188</u> | <u>\$ 260,096</u> | <u>\$ 5,217,678</u> |
| <u>\$ 2,431,482</u> | <u>\$ 2,289,188</u> | <u>\$ 260,096</u> | <u>\$ 5,217,678</u> |
| <u>\$ 1,716,031</u> | <u>\$ 5,866,938</u> | <u>\$ 418,183</u> | <u>\$ 8,006,388</u> |
| <u>1,784,331</u> | <u>0</u> | <u>0</u> | <u>1,784,331</u> |
| <u>\$ 3,500,362</u> | <u>\$ 5,866,938</u> | <u>\$ 418,183</u> | <u>\$ 9,790,719</u> |
| <u>\$ 1,068,880</u> | <u>\$ 3,577,750</u> | <u>\$ 158,087</u> | <u>\$ 4,573,041</u> |
| | | | |
| <u>\$ 187,456</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 187,456</u> |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>1,041,822</u> |
| <u>59,212</u> | <u>134,706</u> | <u>60,049</u> | <u>253,967</u> |
| <u>0</u> | <u>212,774</u> | <u>0</u> | <u>249,892</u> |
| <u>\$ 246,668</u> | <u>\$ 347,480</u> | <u>\$ 60,049</u> | <u>\$ 1,733,137</u> |
| <u>\$ 1,315,548</u> | <u>\$ 3,925,230</u> | <u>\$ 218,136</u> | <u>\$ 6,306,178</u> |
| | | | |
| <u>32,333,651</u> | <u>7,722,712</u> | <u>2,342,479</u> | <u>43,131,256</u> |
| | | | |
| <u>\$ 33,649,199</u> | <u>\$ 11,647,942</u> | <u>\$ 2,560,615</u> | <u>\$ 49,437,434</u> |



BREVARD COUNTY, FLORIDA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | |
|---|-----------------------|
| Governmental funds capital assets: | |
| Land | \$ 123,539,489 |
| Buildings and structures | 145,347,090 |
| Infrastructure | 32,264,801 |
| Improvements to land | 12,852,932 |
| Improvements other than buildings | 15,722,803 |
| Machinery and equipment | 110,308,561 |
| Construction in progress | 62,053,690 |
| Total governmental funds capital assets | <u>\$ 502,089,366</u> |

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above activities. Generally, the capital assets of the internal service funds are included as governmental activities in the statement of net assets.

BREVARD COUNTY, FLORIDA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION
SEPTEMBER 30, 2005

| FUNCTION | <u>Land</u> | <u>Buildings and structures</u> | <u>Infrastructure</u> |
|---|-----------------------|---|-----------------------|
| General government | \$ 3,770,995 | \$ 51,480,953 | \$ 0 |
| Public safety | 3,294,454 | 28,138,458 | 0 |
| Physical environment | 33,139,842 | 1,456,892 | 5,008,156 |
| Transportation | 6,857,050 | 1,585,474 | 27,256,645 |
| Economic environment | 0 | 0 | 0 |
| Human services | 594,698 | 1,916,479 | 0 |
| Culture and recreation | 75,882,450 | 60,768,834 | 0 |
| Total governmental funds capital assets | <u>\$ 123,539,489</u> | <u>\$ 145,347,090</u> | <u>\$ 32,264,801</u> |

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above activities. Generally, the capital assets of the internal service funds are included as governmental activities in the statement of net assets.

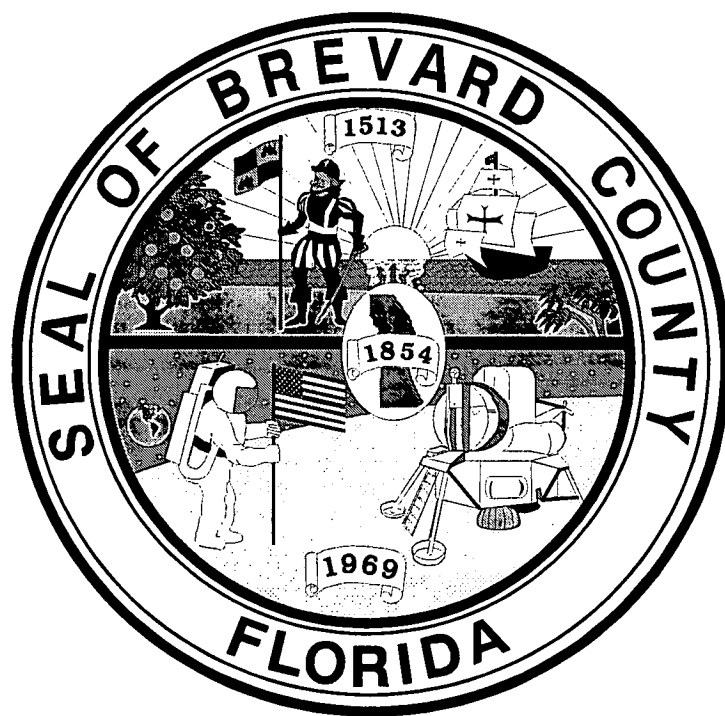
| <i>Improvements to land</i> | <i>Improvements other than buildings</i> | <i>Machinery and equipment</i> | <i>Construction in progress</i> | <i>Total</i> |
|-------------------------------------|--|------------------------------------|---|-----------------------|
| \$ 481,661 | \$ 1,012,668 | \$ 16,340,562 | \$ 3,645,637 | \$ 76,732,476 |
| 629,376 | 6,525 | 48,576,878 | 93,614 | 80,739,305 |
| 521,446 | 0 | 2,109,120 | 5,791,318 | 48,026,774 |
| 278,884 | 17,009 | 21,436,295 | 19,877,479 | 77,308,836 |
| 0 | 0 | 234,340 | 146,448 | 380,788 |
| 0 | 95,230 | 9,018,720 | 6,404 | 11,631,531 |
| 10,941,565 | 14,591,371 | 12,592,646 | 32,492,790 | 207,269,656 |
| <u>\$ 12,852,932</u> | <u>\$ 15,722,803</u> | <u>\$ 110,308,561</u> | <u>\$ 62,053,690</u> | <u>\$ 502,089,366</u> |

BREVARD COUNTY, FLORIDA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| FUNCTION | <i>Governmental Funds Capital Assets Oct. 1, 2004</i> |
|---|---|
| General government | \$ 72,802,168 |
| Public safety | 75,870,259 |
| Physical environment | 49,321,820 |
| Transportation | 63,283,562 |
| Economic environment | 242,372 |
| Human services | 10,945,264 |
| Culture and recreation | 179,082,197 |
| Total governmental funds capital assets | <u>\$ 451,547,642</u> |

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above activities. Generally, the capital assets of the internal service funds are included as governmental activities in the statement of net assets.

| <u>Additions</u> | <u>Deductions</u> | <u>Transfers</u> | <u>Governmental Funds Capital Assets Sept. 30, 2005</u> |
|----------------------|----------------------|------------------|---|
| \$ 5,381,263 | \$ 1,490,517 | \$ 39,562 | \$ 76,732,476 |
| 9,580,732 | 4,703,702 | (7,984) | 80,739,305 |
| 6,856,789 | 8,137,612 | (14,223) | 48,026,774 |
| 18,037,004 | 3,974,700 | (37,030) | 77,308,836 |
| 157,036 | 18,620 | 0 | 380,788 |
| 957,874 | 270,882 | (725) | 11,631,531 |
| 38,410,088 | 10,243,029 | 20,400 | 207,269,656 |
| <u>\$ 79,380,786</u> | <u>\$ 28,839,062</u> | <u>\$ 0</u> | <u>\$ 502,089,366</u> |



BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

TABLE 1
1 OF 7

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

| <i>Federal Grantor/Pass Through Grantor Program Title, Contract No., WPI No., Job No.</i> | <i>Grant or Contract Number</i> | <i>CFDA/ CSFA Number</i> | <i>Pass-Through Entity ID Number</i> | <i>Federal Expenditures</i> |
|---|---|----------------------------------|--|---------------------------------|
| PRIMARY GOVERNMENT | | | | |
| DEPARTMENT OF TRANSPORTATION: | | | | |
| FL90-0518 | | 20.507 | | \$ 1,971,078 |
| FL90-X358 | | 20.507 | | 21,985 |
| FL90-X392 | | 20.507 | | 195,604 |
| FL90-X407 | | 20.507 | | 565,654 |
| FL90-X433 | | 20.507 | | 77,091 |
| FL90-X467 | | 20.507 | | 73,464 |
| FL90-X494 | | 20.507 | | 474,324 |
| PL112 05/06, PL-0263(43) | 409752-1-14-01, A-5064 | 20.205 | | 112,594 |
| PL112 04/05, PL-0263(42) | 407209-1-14-01, A-5064 | 20.205 | | 280,651 |
| FL-80-X014 | 245980-1-14-14, AM792 | 20.505 | | 140,280 |
| Passed through the Florida Department of Transportation | | | | |
| Aggressive Driving II | SC-05-13-07 | 20.600 | | 82,118 |
| DUI/Mobile Breath Test II | FA-05-22-01 | 20.601 | | 39,876 |
| Micco Road Sidewalk | ANB04 | 20.205 | | 81,464 |
| Emergency Relief Program | | | | |
| FAS-DOT Hurricane Frances | ANX36 | 20.205 | * | 2,059,813 |
| FAS-DOT Hurricane Jeanne | ANX36 | 20.205 | * | 2,090,998 |
| Federal Aviation Administration | | | | |
| Valkaria Hurricane Grant | 12-0144-E1-2005 | 20.106 | | 72,999 |
| Total Department of Transportation | | | | <u>\$ 8,339,993</u> |
| DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT: | | | | |
| Community Development Block Grant | | 14.218 | | \$ 1,683,742 |
| HOME Investment Partnership Program | | | | |
| M00DC120200 | | 14.239 | | 1,219,692 |
| Total Department of Housing and Urban Development | | | | <u>\$ 2,903,434</u> |
| DEPARTMENT OF JUSTICE: | | | | |
| Federal Asset Sharing | FL0050000 | 16.000 | | \$ 4,629 |
| LLEBG 2003 | 2003-LB-BX-1509 | 16.592 | | 32,954 |
| LLEBG 2004 | 2004-LB-BX-0757 | 16.592 | | 60,344 |
| COPS in Schools | 2001-SHWX-0580 | 16.710 | | 75,727 |
| COPS UHP 20 | 2002-ULWX-0069 | 16.710 | | 328,092 |
| COPS UHP 12 | 2003-ULWX-0023 | 16.710 | | 336,706 |
| GREAT Grant III | 2004-JV-FX-0072 | 16.737 | | 52,899 |
| Passed through the Florida Department of Law Enforcement | | | | |
| Jail Transport | 05-CJ-K3-06-15-01-057 | 16.579 | | 259,181 |
| SHOCAP Tracking | 05-CJ-K3-06-15-01-058 | 16.579 | | 752 |
| INTOX 8000 Phase 2 | 05-CJ-5A-06-15-01-261 | 16.579 | | 61,350 |
| INTOX 8000 Phase 3 | 05-CJ-J3-06-15-01-267 | 16.579 | | 42,862 |
| Passed through the Florida Office of the Attorney General | | | | |
| VOCA | V4096 | 16.575 | | 65,523 |
| Total Department of Justice | | | | <u>\$ 1,321,019</u> |

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

| <i>Federal Grantor/Pass Through Grantor Program Title, Contract No., WPI No., Job No.</i> | <i>Grant or Contract Number</i> | <i>CFDA/ CSFA Number</i> | <i>Pass-Through Entity ID Number</i> | <i>Federal Expenditures</i> |
|--|---|----------------------------------|--|---------------------------------|
| DEPARTMENT OF THE TREASURY: | | | | |
| Federal Asset Sharing | FL0050000 | 21.000 | | \$ 126,672 |
| DEPARTMENT OF ENERGY: | | | | |
| Passed through the Florida Department of Community Affairs Weatherization | 05WX-44-06-15-01-S04 | 81.042 | | \$ 24,254 |
| GENERAL SERVICES ADMINISTRATION: | | | | |
| Passed through the Florida Bureau of Federal Property Assistance Federal Surplus Property Donation Program | | 39.003 | | \$ 13,550 |
| DEPARTMENT OF HEALTH AND HUMAN SERVICES: | | | | |
| Passed through the Florida Department of Public Health Service Pregnant Postpartum Women & Infants | 1 H79 TI13510-01 | 93.230 | | \$ 369,666 |
| Passed through Florida Department of Community Affairs Low Income Energy Assistance | 04EA-4P-06-15-01-003 | 93.568 | | 269,715 |
| Low Income Energy Assistance | 05EA-5K-06-15-01-003 | 93.568 | | 314,752 |
| LIHEAP | 05LH-3R-06-15-01-004 | 93.568 | | 16,322 |
| LIHEAP | 05LH-4P-06-15-01-004 | 93.568 | | 13,503 |
| Community Action Agency Grant | 04SB-3T-06-15-01-002 | 93.569 | | 215,061 |
| Passed through the Florida Department of Revenue Child Support Enforcement | CC305 | 93.563 | | 413,333 |
| Service of Process | GZ501 | 93.563 | | 31,706 |
| Passed through the Florida Department of Children and Families Office of Homelessness | | | | |
| Community Based Care | GJ162 | 93.558 | | 241,072 |
| Foster Care Beds at Country Acres | | | | |
| Parental Home GJ233 | GJ233 | 60.094 | | 367,450 |
| Title IV-E Foster Care Reimbursement | 89XM5M5 | 93.658 | | 97,846 |
| Passed through the Florida Department of State Division of Elections | | | | |
| Polling Place Accessibility Grant | | 93.617 | | 4,340 |
| Total Department of Health and Human Services | | | | \$ 2,354,766 |
| DEPARTMENT OF AGRICULTURE: | | | | |
| Passed through the Florida Department of Education Summer Food Service Program | 04-0614 | 10.559 | | \$ 29,543 |
| School Breakfast/Lunch Program | 01-221 | 10.555 | | 17,375 |
| Total Department of Agriculture | | | | \$ 46,918 |

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

| <i>Federal Grantor/Pass Through Grantor Program Title, Contract No., WPI No., Job No.</i> | <i>Grant or Contract Number</i> | <i>CFDA/ CSFA Number</i> | <i>Pass-Through Entity ID Number</i> | <i>Federal Expenditures</i> |
|---|---|----------------------------------|--|---------------------------------|
| DEPARTMENT OF THE INTERIOR: | | | | |
| Fish and Wildlife Service | | | | |
| Multi-Species Scrub Plant | 401813G066 | 15.615 | | \$ 34,386 |
| Invasive Plant Management | 1448-40181-02-J-042 | 15.631 | | 1,296 |
| Total Department of the Interior | | | | <u>\$ 35,682</u> |
| ENVIRONMENTAL PROTECTION AGENCY: | | | | |
| Passed through the Department of Environmental Protection | | | | |
| Chain of Lakes | WM804 | 66.460 | | \$ 283,244 |
| Indian Trail Pond | WM842 | 66.460 | | 12,000 |
| Sarno Lakes | WM830 | 66.460 | | 299,819 |
| Total Environmental Protection Agency | | | | <u>\$ 595,063</u> |
| FEDERAL EMERGENCY MANAGEMENT AGENCY: | | | | |
| Passed through the Florida Department of Community Affairs | | | | |
| Hazard Mitigation Grant Program/Local | 04HS-L+-13-00-21-188 | 83.548 | | <u>\$ 10,000</u> |
| DEPARTMENT OF HOMELAND SECURITY: | | | | |
| Major Disaster Relief | | | | |
| Hurricane Charley | FEMA-DR-1539-FL | 97.036 | * | \$ 91,935 |
| Hurricane Frances | FEMA-DR-1545-FL | 97.036 | * | 2,018,493 |
| Hurricane Jeanne | FEMA-DR-1561-FL | 97.036 | * | 15,890,012 |
| Passed through the Florida Department of Community Affairs | | | | |
| Equipment Acquisitions | 05-DS-2N-06-15-01-480 | 97.004 | | 89,095 |
| Homeland Security Initiatives | 05DS-04-06-15-01-168 | 97.004 | | 222,302 |
| Enhanced Community Emergency Response Team (CERT) | 05-CI-2P-06-15-10-286 | 97.004 | | 11,621 |
| WMD Haz Mat Equip. & Training | 05-DS-2N-13-00-16-317 | 97.004 | | |
| (Subgrant under State Fire Marshall) | (FM 164 Proj. 13 & 14) | | | 7,222 |
| EMS MCI/WMD equipment | | 97.067 | | 81,601 |
| Emergency Management Preparedness and Assistance Grant (SLA) | 05BG-04-06-15-01-178 | 97.042 | | 61,207 |
| Bomb Robot | 05-CJ-L3-05-15-01-008 | 97.004 | | 162,825 |
| Van and Sat. Communication | 05-CJ-L2-05-15-01-065 | 97.004 | | 120,000 |
| Safe Boat/Border Patrol | 05-CJ-L2-05-15-04-093 | 97.004 | | 187,377 |
| IPAQ Technology | 05-DS-2N-03-15-23-385 | 97.004 | | 3,211 |
| Total Department of Homeland Security | | | | <u>\$ 18,946,901</u> |
| ELECTIONS ASSISTANCE COMMISSION: | | | | |
| Passed through Department of State Division of Elections | | | | |
| Voting Systems Assistance | 28711 | 90.401 | * | \$ 627,637 |
| Voter Education | 2871P | 39.011 | | 97,099 |
| Total Elections Assistance Commission | | | | <u>\$ 724,736</u> |

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

| <i>Federal Grantor/Pass Through Grantor Program Title, Contract No., WPI No., Job No.</i> | <i>Grant or Contract Number</i> | <i>CFDA/ CSFA Number</i> | <i>Pass-Through Entity ID Number</i> | <i>Federal Expenditures</i> |
|---|---|----------------------------------|--|---------------------------------|
| INSTITUTE OF MUSEUM AND LIBRARY SERVICES: | | | | |
| Passed through the Florida Department of State | | | | |
| Prime Time Family Reading Time | 04-LSTA-D-05-G | 45.310 | | \$ 4,324 |
| Family Literacy | 04-LSTA-E-01 | 45.310 | | 65,100 |
| Total Institute of Museum and Library Services | | | | <u>\$ 69,424</u> |
| DEPARTMENT OF COMMERCE: | | | | |
| National Oceanic and Atmospheric Administration | | | | |
| Coastal Impact Assistance Program | NA170Z2084 | 11.419 | | \$ 8,770 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS - PRIMARY GOVERNMENT | | | | <u>\$ 35,521,182</u> |
| COMPONENT UNITS | | | | |
| DEPARTMENT OF TRANSPORTATION: | | | | |
| Federal Aviation Administration | | | | |
| Improvement Program | | | | |
| AD Lighting Rehab | 312010101022 | 20.106 | | \$ 148 |
| SC Master Plan | 312008011401 | 20.106 | | 9,353 |
| SC East Ramp | 312008001603 | 20.106 | | 17,854 |
| AD Master Plan | 3120101012002 | 20.106 | | 33,750 |
| AD Hurricane Repair | 120101E12005 | 20.106 | | 7,500 |
| SC Hurricane Repair | 120101E12005 | 20.106 | | 7,500 |
| MI Hurricane Repair | 120101E12005 | 20.106 | | 7,500 |
| MI R/W/ & T/W Lights & Signs | 31200130142005 | 20.106 | | 48,305 |
| MI T/W B Rehab | 312001301203 | 20.106 | | 617,232 |
| Total Department of Transportation | | | | <u>\$ 749,142</u> |
| TOTAL EXPENDITURES OF FEDERAL AWARDS - REPORTING ENTITY | | | | <u>\$ 36,270,324</u> |

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

| <i>State Grantor/Pass Through Grantor Program Title</i> | <i>Grant or Contract Number</i> | <i>CFDA/ CSFA Number</i> | <i>Pass-Through Entity ID Number</i> | <i>State Expenditures</i> |
|--|---|----------------------------------|--|-------------------------------|
| PRIMARY GOVERNMENT | | | | |
| DEPARTMENT OF ENVIRONMENTAL PROTECTION: | | | | |
| Leaking Underground Storage Tanks | GC-621 | 37.024 | | \$ 391,334 |
| Brevard County Shore Protection Project | 99BE1 | 37.003 | * | 1,649,676 |
| Beach Erosion | 05BE1 | 37.003 | | 369,219 |
| Interim Dune | H5BE1 | 37.065 | * | 8,395,000 |
| Ponce Landing | F0282 | 37.017 | | 200,000 |
| Rotary Park | F02166 | 37.017 | | 112,500 |
| Invasive Plant Management | SL895 | 37.017 | | 37,964 |
| HAZARDOUS WASTE MANAGEMENT: | | | | |
| E-Scrap Grant | S0068 | 37.008 | | 3,068 |
| Total Department of Environmental Protection | | | | <u>\$ 11,158,761</u> |
| DEPARTMENT OF CHILDREN AND FAMILIES: | | | | |
| Office of Homelessness | | | | |
| Homeless Assistance CHALLENGE | GFZ21 | 60.014 | | \$ 82,500 |
| Homeless Housing Grant | GFZ22 | 60.015 | | 161,750 |
| Homeless Family Grant | GF200 | 60.021 | | 49,517 |
| Total Department of Children and Families | | | | <u>\$ 293,767</u> |
| DEPARTMENT OF COMMUNITY AFFAIRS: | | | | |
| Emergency Management Preparedness and Assistance Grant (EMPA) | | | | |
| Weatherization Grant | 05BG-04-06-15-01-178 | 52.008 | | \$ 78,443 |
| Low Income Emergency Home Repair | 04LE-35-06-05-01-004 | 52.015 | | 37,867 |
| Hazardous Material Planning Assistance | 05CP-11-06-15-01-045 | 52.023 | | 6,319 |
| Hazardous Material Planning Assistance | 06CP-11-06-15-01-154 | 52.023 | | 1,443 |
| Major Disaster Relief | | | | |
| Hurricane Charley | 05-PA-C%-06-15-01-544 | 52600308 | | 5,013 |
| Hurricane Frances | 05-PA-C%-06-15-01-147 | 52600308 | | 111,070 |
| Hurricane Jeanne | 05-PA-E+-06-15-01-589 | 52600308 | | 797,791 |
| Total Department of Community Affairs | | | | <u>\$ 1,037,946</u> |
| DEPARTMENT OF STATE: | | | | |
| Library State Aid | 05-ST-02 | 45.030 | | \$ 878,350 |
| Division of Historical Resources | | | | |
| Brevard County Markers | S0538 | 45.031 | | 3,000 |
| Total Department of State | | | | <u>\$ 881,350</u> |
| DEPARTMENT OF HEALTH: | | | | |
| Emergency Medical Services County Trust | 05-005 | 64.005 | | <u>\$ 77,366</u> |
| DEPARTMENT OF REVENUE: | | | | |
| Conversion of County Parcel Maps | | 73.023 | | <u>\$ 75,000</u> |

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

| <i>State Grantor/Pass Through Grantor Program Title</i> | <i>Grant or Contract Number</i> | <i>CFDA/ CSFA Number</i> | <i>Pass-Through Entity ID Number</i> | <i>State Expenditures</i> |
|--|---|----------------------------------|--|-------------------------------|
| DEPARTMENT OF ELDER AFFAIRS: | | | | |
| Community Care for the Elderly | SCAT-CEV-05 | 65.010 | | \$ 35,890 |
| Community Care for the Elderly | CCP-SCAT-05-06 | 65.010 | | <u>33,607</u> |
| Total Department of Elder Affairs | | | | <u>\$ 69,497</u> |
| DEPARTMENT OF AGRICULTURE & CONSUMER SERVICES: | | | | |
| Mosquito Control | DACS 008582 | 42.003 | | \$ 37,025 |
| Rare Plant Survey | DACS 007336 | 42.009 | | 4,337 |
| Hoover and Suntree Tree Planting | DACS 008790 | 42.009 | | <u>9,618</u> |
| Total Department of Agriculture & Consumer Services | | | | <u>\$ 50,980</u> |
| DEPARTMENT OF HIGHWAY SAFETY & MOTOR VEHICLES: | | | | |
| "Choose Life" License Plate Fees | FL Statute 320.05025 | | | <u>\$ 18,087</u> |
| DEPARTMENT OF JUVENILE JUSTICE: | | | | |
| Juvenile Justice Delinquency Prevention | Q3001 | 16.548 | | 46,801 |
| Juvenile Justice Delinquency Prevention | Q3002 | 16.548 | | <u>72,050</u> |
| Total Department of Juvenile Justice | | | | <u>\$ 118,851</u> |
| DEPARTMENT OF TRANSPORTATION: | | | | |
| Commuter Assistance | ANM60 | 55.007 | | \$ 92,696 |
| DOT BLOCK | AN105 | 55.010 | | 1,177,365 |
| SR A1A Trolley | AJ859 | 55.007 | | 86,076 |
| Highway Beautification Grant ANE72 | 413698-7-74-01 | 55.003 | | <u>29,280</u> |
| Transportation Disadvantaged Grant 05 | ANQ37 | 55.001 | | 1,012,055 |
| Transportation Disadvantaged Planning Grant 05 | AK689 | 55.001 | | 26,712 |
| Operational and Maintenance Security Req | AHN22 | 55.004 | | <u>117,877</u> |
| Total Department of Transportation | | | | <u>\$ 2,542,061</u> |
| FLORIDA HOUSING FINANCE CORPORATION: | | | | |
| Housing and Human Services Department State Housing Initiative Program Trust Fund | HS-007 | 52.901 | | <u>\$ 1,521,220</u> |
| TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE - PRIMARY GOVERNMENT | | | | <u><u>\$ 17,844,886</u></u> |

(1) State grants and aids appropriation monies.

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2005

| <i>State Grantor/Pass Through Grantor Program Title</i> | <i>Grant or Contract Number</i> | <i>CFDA/ CSFA Number</i> | <i>Pass-Through Entity ID Number</i> | <i>State Expenditures</i> |
|---|---|----------------------------------|--|-------------------------------|
| COMPONENT UNITS | | | | |
| DEPARTMENT OF TRANSPORTATION: | | | | |
| Transportation Systems Development | | | | |
| AG805 (AD T-Hangar) | 247376 | 55.004 | | \$ 121,138 |
| AI262 (MI AWOS) | 407619 | 55.004 | | 39,569 |
| AN320 (AD AWOS) | 247368 | 55.004 | | 34,752 |
| AG983 (AD T-Hangar Expansion) | 247380 | 55.004 | | 2,982 |
| ANW12 (AD Hurricane Repair) | 418816 | 55.004 | | 26,162 |
| AJ460 (AD Master Plan) | 247352 | 55.004 | | 1,625 |
| ANL64 (SC Infrastructure) | 413151 | 55.004 | | 4,561 |
| ANL64 (SC Terminal Apron) | 411943 | 55.004 | | 14,972 |
| AC296 (SC Security) | 247174 | 55.004 | | 94,333 |
| AL874 (SC Corp Term) | 413150 | 55.004 | | 10,000 |
| ANL69 (SC Signage) | 404923 | 55.004 | | 30,668 |
| AND11 (MI Security Fencing) | 409786 | 55.004 | | 54,171 |
| AN319 (MI Hangar Door Assembly) | 409788 | 55.004 | | 93,531 |
| AO278 (MI R/W & T/W Lights & Signs) | 409457 | 55.004 | | 1,271 |
| AN857 (MI T/W B Rehab) | 410051 | 55.004 | | 96,490 |
| ANA83 (SC East Ramp) | 409473 | 55.004 | | 39 |
| AL875 (MI Hangar Office) | 247388 | 55.004 | | 7,593 |
| AN855 (MI Rehab Rotation Beacon) | 415208 | 55.004 | | 3,879 |
| Transportation Outreach Program | | | | |
| AM283 (SC Corp Terminal) | 412988 | 55.022 | | 202,691 |
| Total Department of Transportation | | | | <u>\$ 840,427</u> |
| TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE - REPORTING ENTITY | | | | <u>\$ 18,685,313</u> |

* Designates major programs tested.

General:

The Schedule of Federal Financial Assistance presents the activity of all federal financial assistance programs of Brevard County, Florida. The reporting entity of Brevard County is defined in the notes to financial statements. The accounting policies, and presentation of the Single Audit Report, have been designed to conform to generally accepted accounting principles as applicable to governmental units. Conformance also includes the reporting and compliance requirements of the Audits of States, Local Governments, and Non-Profit Organizations, and Office of Management and Budget Circular A-133, Compliance Supplement (A-133).

Basis of Accounting:

The Schedule of Federal Financial Assistance is maintained on a modified accrual basis of accounting for Governmental Fund types except for donated items and the full accrual basis of accounting for the Proprietary Fund types which is described in the notes to financial statements.

BREVARD COUNTY, FLORIDA

REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS,
THE SINGLE AUDIT ACT, AND
CHAPTER 10.600, RULES OF AUDITOR GENERAL

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

Report On Compliance With Requirements Applicable To Each Major
Federal Program And State Project And On Internal Control Over
Compliance In Accordance With OMB Circular A-133
And EOG State Projects Compliance Supplement

Schedule Of Findings And Questioned Costs

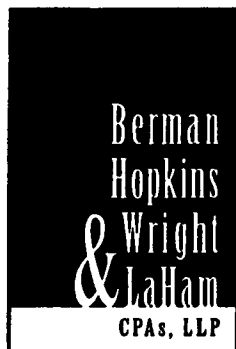
Summary Schedule Of Prior Audit Findings

SEPTEMBER 30, 2005

The following component units, which are of various degrees of significance to the reporting entity of the Brevard County Board of County Commissioners, have been audited by other auditors:

Titusville - Cocoa Airport Authority
Melbourne - Tillman Water Control District
Housing Finance Authority

The separate auditors' report for these component units may be obtained directly from the appropriate entity.



**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**

Board of County Commissioners
Brevard County, 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 Brevard County, Florida as of and for the year ended September 30, 2005, and have issued our report thereon dated April 14, 2006. We did not audit the financial statements of Titusville-Cocoa Airport Authority, Melbourne-Tillman Water Control District, and the Brevard County Housing Finance Authority, which collectively represent 97 percent, 97 percent and 86 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units of Brevard County, Florida. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the above mentioned component units, is based solely on the reports of the other auditors. Accordingly, the above-mentioned component units are not covered by this report. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Brevard County, Florida's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of Brevard County, Florida and respective Charter Officers as an attachment to our Management Letter.

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley
W. Ed Moss, Jr.
Brian L. Nemeroff
Phillip J. Hayes

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

480 N. Orlando Ave.
Suite 218
Winter Park, FL 32789
Phone: 407.644.5811
Fax 407.644.6022

www.bermanhopkins.com

info@bermanhopkins.com

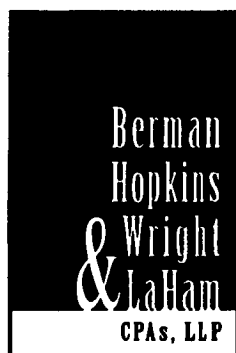
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Brevard County, 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*. However, we noted certain immaterial instances of noncompliance that we have reported to the management of Brevard County, Florida and respective Charter Officers as an attachment to our Management Letter.

This report is intended solely for the information and use of the governing body of Brevard County, Florida, management and appropriate federal, state and other awarding agencies and is not intended to be and should not be used by anyone other than those specified parties.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & Latham, CPAs, LLP



**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
WITH THE EOG STATE PROJECTS COMPLIANCE SUPPLEMENT**

Board of County Commissioners
Brevard County, Florida

Compliance

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley
W. Ed Moss, Jr.
Brian L. Nemeroff
Phillip J. Hayes

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

480 N. Orlando Ave.
Suite 218
Winter Park, FL 32789
Phone: 407.644.5811
Fax 407.644.6022

www.bermanhopkins.com

info@bermanhopkins.com

We have audited the compliance of Brevard County, Florida, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the requirements described in the State of Florida's *Executive Office of the Governor's (EOG) State Projects Compliance Supplement* that are applicable to each of its major federal programs and state projects for the year ended September 30, 2005. Brevard County, 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 and state projects is the responsibility of Brevard County, Florida's management. Our responsibility is to express an opinion on Brevard County, Florida's compliance based on our audit.

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*; and Chapter 10.550, Rules of the Auditor General, State of Florida. Those standards, OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General, 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 or state project occurred. An audit includes examining, on a test basis, evidence about Brevard County, 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.

Compliance (continued)

Our audit does not provide a legal determination on Brevard County, Florida's compliance with those requirements.

In our opinion, Brevard County, Florida complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs and state projects for the year ended September 30, 2005.

Internal Control Over Compliance

The management of Brevard County, Florida is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs and state projects. In planning and performing our audit, we considered Brevard County, Florida's internal control over compliance with requirements that could have a direct and material effect on a major federal program or state projects in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133, and Chapter 10.550, Rules of the Auditor General.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Brevard County, Florida's basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the governing body of Brevard County, Florida, management and appropriate federal, state, and other awarding agencies and is not intended to be and should not be used by anyone other than those specified parties.

April 21, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

**BREVARD COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2005**

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

- | | |
|---|---------------|
| 1. Type of auditors' report issued: | Unqualified |
| 2. Internal control over financial reporting: | |
| a. Material weakness identified? | No |
| b. Reportable condition identified that are not considered to be material weakness? | None reported |
| 3. Noncompliance material to financial statements noted? | No |

Federal Awards

- | | |
|---|---------------|
| 1. Type of auditors' report issued on compliance for major programs: | Unqualified |
| 2. Internal control over major projects: | |
| a. Material weakness identified? | No |
| b. Reportable condition identified that are not considered to be material weakness? | None reported |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | No |
| 4. Dollar threshold used to distinguish between type A and type B Projects | \$1,065,635 |
| 5. Auditee qualified as a low-risk auditee? | Yes |

Identification of major programs:

| <u>CFDA Number</u> | <u>Name of Program</u> |
|--------------------|---|
| 20.205 | Department of Transportation Emergency Relief Program |
| 97.036 | Department of Homeland Security FEMA - Major Disaster Relief |
| 90.401 | Elections Assistance Commission Voting Systems Assistance |

**BREVARD COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2005**

State Financial Assistance

- | | |
|---|---------------|
| 1. Type of auditors' report issued on compliance for major projects: | Unqualified |
| 2. Internal control over major projects: | |
| a. Material weakness identified? | No |
| b. Reportable condition identified that are not considered to be material weakness? | None reported |
| 3. Any audit findings disclosed that are required to be reported under Rule 10.557? | No |
| 4. Dollar threshold used to distinguish between type A and type B Projects | \$535,347 |

Identification of major projects:

| <u>CSFA Number</u> | <u>Name of Project</u> |
|--------------------|---|
| 37.003 | Department of Environmental Protection Beach Erosion Control Program |
| 37.065 | Department of Environmental Protection Interim Dune |

SECTION II - FINANCIAL STATEMENT FINDINGS

None reported

SECTION III - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AND STATE AWARD PROGRAMS

None reported

SECTION IV - SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

None reported

MANAGEMENT LETTER

Board of County Commissioners
Brevard County, Florida

We have audited the financial statements of Brevard County, Florida as of and for the fiscal year ended September 30, 2005, and have issued our report thereon dated April 14, 2006.

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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, Rules of the Auditor General, State of Florida. We have issued our Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters, dated April 14, 2006, Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Federal Program and State Project and on Internal Control Over Compliance, and Schedule of Findings and Questioned Costs, dated April 22, 2006. Disclosures in those reports and schedule, should be considered in conjunction with this management letter.

Our opinion on the financial statements, insofar as it relates to the Titusville-Cocoa Airport Authority, Melbourne-Tillman Water Control District, and Brevard County Housing Finance Authority, is based solely on the reports of other auditors. Accordingly, these component units are not covered by this letter.

Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter. As required by the Rules of the Auditor General, we have performed separate audits of each of Brevard County's constitutional officers. The comments included in those separately issued reports should be considered in conjunction with this management letter.

The discussion required by the Rules of the Auditor General follows:

1. There were no: (1) violations of laws, rules, regulations, and contractual provisions that have occurred, or are likely to have occurred; (2) improper or illegal expenditures; (3) improper or inadequate accounting procedures; (4) failures to properly record financial transactions; and (5) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor except as noted at item 05-1 in the attachment to this letter "Other Matters from Current Year".

2. Status of Prior Year Recommendations - Board of County Commissioners

| <u>Recommendation</u> | <u>Status</u> |
|---------------------------------|---------------|
| Financial Condition Assessment | Corrected |
| Outgoing Wire Transfer Controls | Corrected |

3. Brevard County, Florida complied with Section 218.415, Florida Statutes, regarding the investment of public funds.

Berman
Hopkins
& Wright
LaHam
CPAs, LLP

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

4. Our audit disclosed certain matters that are required to be disclosed by the Rules of the Auditor General. These matters are noted in the attachment to this letter under the heading "Other Matters from Current Year."
5. The Brevard County Board of County Commissioners and County Officers were originally established by the Constitution of the State of Florida, Article VIII, Section 1(e). Effective January 1, 1995, the citizens of Brevard County, Florida, elected to establish a Home Rule Charter in accordance with the Constitution of the State of Florida, Article VIII, Section 1(g). Component units of Brevard County, Florida are disclosed in the notes to the financial statements.
6. In connection with our audit, we determined that Brevard County, Florida did not meet any of the conditions described in Section 218.503(1), Florida Statutes.
7. The financial information for Brevard County, Florida for the year ended September 30, 2005, included in the combined Brevard County financial report as filed with the Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the year ended September 30, 2005.
8. We applied financial condition assessment procedures pursuant to Chapter 10.556(7), Rules of the Auditor General, as of September 30, 2005. 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 management.

This management letter is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the courteous and cooperative assistance received from Brevard County, Florida's personnel during the course of our audit.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

Brevard County, Florida

OTHER MATTERS FROM CURRENT YEAR

September 30, 2005

Brevard County Board of County Commissioners

05-1 Other Matters

We are required to disclose certain matters that are not clearly inconsequential as described by the Florida Auditor General. Such matters include but are not limited to other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that came to the attention of the auditor during the course of the audit.

During our audit, County management notified us of an instance of payroll fraud committed by an employee over the course of several years totaling an estimated cumulative amount of \$60,000. The estimated amount pertaining to fiscal year 2005 totaled \$5,100. The fraud was perpetrated by overstating hours worked on time sheets. The employee held a supervisory position with the County and although each employee's time card is required to be signed, the time worked was not verified. The fraud was detected by an internal quality control officer who was investigating employee complaints about the supervisor. The County responded by conducting an audit of all employees time reported in the department for calendar years 2004 and 2005. No additional fraudulent activity was found. The County stated it will continue to audit time cards until a system to prevent overstated time is in place. The person is no longer employed by the County and the County has provided the information to the State Attorney and Sheriff Offices.



OFFICE OF THE COUNTY MANAGER
Brevard County Government Center, 2725 Judge Fran Jamieson Way, Bldg. C, Viera, FL 32940

Telephone: (321) 633-2001

August 22, 2006

Berman Hopkins Wright & LaHam CPAs, LLP
320 Fortenberry Road
Merritt Island, Florida 32952

Please find below Brevard County's response to management comment 05-1, Other Matters for the fiscal year audit ending September 30, 2005.

Audit Comment

05-1 Other Matters

We are required to disclose certain matters that are not clearly inconsequential as described by the Florida Auditor General. Such matters include but are not limited to other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that came to the attention of the auditor during the course of the audit.

Management Response

During the audit, County management notified the Auditors of an instance of payroll fraud committed by an employee over the course of several years totaling an estimated cumulative amount of \$60,000. The estimated amount pertaining to fiscal year 2005 totaled \$5,100. The fraud was perpetrated by overstating hours worked on time sheets. The employee held a supervisory position with the County and although each employee's time card is required to be signed, the time worked was not verified. The fraud was detected by an internal quality control officer who was investigating employee complaints about the supervisor. The employee resigned in lieu of termination and the County conducted an audit of all employees time reported in the department for calendar years 2004 and 2005. No additional fraudulent activity was found. The County will continue to audit time cards until a system to prevent overstated time is in place.

Sincerely,

PEGGY BUSACCA
County Manager

PAB:cc

cc: Stockton Whitten, Assistant County Manager
Stephen Burdett, Director, Finance Department



SHERIFF

BREVARD COUNTY SHERIFF

SEPTEMBER 30, 2005

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INDEPENDENT AUDITOR'S REPORT

Honorable Jack Parker
Brevard County Sheriff
Brevard County, Florida

**Berman
Hopkins
& Wright
LaHam**
CPAs, LLP

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

We have audited the accompanying special-purpose financial statements of the Brevard County Sheriff, as of and for the year ended September 30, 2005, as listed in the table of contents. These special-purpose financial statements are the responsibility of Brevard County Sheriff's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

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 *Governmental 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 special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes 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 provides a reasonable basis for our opinion.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation under Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. These special-purpose financial statements present only the financial position of the Brevard County Sheriff at September 30, 2005, and the changes in financial position for the year then ended, and is not intended to be a complete presentation of the County.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Brevard County Sheriff, as of September 30, 2005, and the changes in financial position and the respective budgetary comparison for the General, Special Law Enforcement District, Inmate Welfare, State Forfeiture, Special Law Enforcement Training Fund Second Dollar, Special Law Enforcement Training \$2.50, City of Cape Canaveral Law Enforcement, Port Canaveral Law Enforcement, Federal Forfeiture Department of Justice, and Federal Forfeiture Department of Treasury Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2006, on our consideration of the Brevard County Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 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.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than the specified parties.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

BREVARD COUNTY

SHERIFF

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

BREVARD COUNTY SHERIFF

General Fund – The General Fund is the general operating fund of the Sheriff. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Law Enforcement District Special Revenue Fund - to account for the county-wide operation of law enforcement services, operations, and facilities within the unincorporated area of Brevard County. Revenues for these services and all costs incurred in providing these services are accounted for in this fund.

Inmate Welfare Special Revenue Fund – is used to account for the receipt of prisoner commissary and telephone commissions revenues which are restricted by the Florida Department of Corrections for commissary operations and prisoner welfare.

State Forfeiture Special Revenue Fund – is used to account for the receipt of revenue obtained from confiscated property and monies declared forfeited by a Circuit Court Judge. This fund is used by the Sheriff to defray certain costs as set forth in Chapter 932.704, Florida Statutes, and for other law enforcement purposes approved by the Board of County Commissioners.

Special Law Enforcement Training Fund Second Dollar – is used to account for the receipt of revenue obtained from the assessment of court costs collected and distributed to the Sheriff's Department for reimbursement of criminal justice education and training as prescribed in Chapter 943, Florida Statutes, and County Ordinance No. 81-54.

Special Law Enforcement Training \$2.50 Fund – is used to account for the receipt of revenue obtained from the assessment of court costs collected and distributed to the Sheriff's Department for reimbursement of criminal justice education and training as prescribed in Chapter 318.18 (11)(c) of the Florida Statutes.

City of Cape Canaveral Law Enforcement Fund - to account for the operation of law enforcement services provided to the City of Cape Canaveral, Florida. Charges for these services and all costs incurred in providing these services are accounted for in this fund.

Port Canaveral Law Enforcement Fund - to account for the operation of law enforcement services provided to the Canaveral Port Authority, Port Canaveral, Florida. Charges for these services and all costs incurred in providing these services are accounted for in this fund.

Federal Forfeiture Department of Justice Special Revenue Fund – is used to account for the receipt of federal revenue obtained from confiscated property and monies declared forfeited by a Circuit Court Judge. These monies are used in accordance with Federal Department of Justice guidelines for law enforcement purposes.

Federal Forfeiture Department of Treasury Special Revenue Fund – is used to account for receipt of federal revenue obtained from confiscated property and monies declared forfeited by a Circuit Court Judge. These monies are used in accordance with Federal Department of Treasury guidelines for law enforcement purposes.

Civil Process Fee Deposits - to account for the collection and payment of civil process fee deposits held by the Sheriff's office.

Prisoner Deposits - to account for the collection and disbursement of cash held by the Sheriff's office for prisoners during the term of their incarceration.

BREVARD COUNTY SHERIFF
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <u>General</u> | <u>Special Law Enforcement District</u> |
|---|---------------------|---|
| ASSETS | | |
| Cash | \$ 4,674,820 | \$ 1,429,367 |
| Accounts receivable (net of allowance for uncollectibles) | 26,347 | 0 |
| Due from charter officers | 89,827 | 260,466 |
| Due from other governmental units | 763,615 | 157,246 |
| Inventory of supplies | 779,502 | 0 |
| Total assets | <u>\$ 6,334,111</u> | <u>\$ 1,847,079</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Vouchers and contracts payable | \$ 771,333 | \$ 11,769 |
| Accrued wages and benefits payable | 1,447,434 | 169,917 |
| Due to charter officers | 3,205,178 | 1,665,393 |
| Due to other governmental units | 71,745 | 0 |
| Deferred income | 58,919 | 0 |
| Due to individuals and others | 0 | 0 |
| Total liabilities | <u>\$ 5,554,609</u> | <u>\$ 1,847,079</u> |
| Fund balances: | | |
| Reserved for: | | |
| Inventory | \$ 779,502 | \$ 0 |
| Other purposes | 0 | 0 |
| Total fund balances | <u>\$ 779,502</u> | <u>\$ 0</u> |
| Total liabilities and fund balances | <u>\$ 6,334,111</u> | <u>\$ 1,847,079</u> |

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

| <i>Inmate Welfare</i> | <i>State Forfeiture</i> | <i>Special Law Enforcement Training Fund Second Dollar</i> | <i>Special Law Enforcement Training \$2.50 Fund</i> | <i>City of Cape Canaveral Law Enforcement</i> |
|---------------------------|-----------------------------|--|---|---|
| \$ 1,012,549 | \$ 312,905 | \$ 4,614 | \$ 38,709 | \$ 148,631 |
| 111,621 | 250 | 0 | 2,856 | 0 |
| 0 | 11,324 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$ 1,124,170</u> | <u>\$ 324,479</u> | <u>\$ 4,614</u> | <u>\$ 41,565</u> | <u>\$ 148,631</u> |
| \$ 50,302 | \$ 3,025 | \$ 0 | \$ 3,214 | \$ 3,960 |
| 1,925 | 0 | 0 | 0 | 25,025 |
| 0 | 0 | 4,614 | 38,351 | 0 |
| 0 | 0 | 0 | 0 | 119,646 |
| 0 | 321,454 | 0 | 0 | 0 |
| 28 | 0 | 0 | 0 | 0 |
| <u>\$ 52,255</u> | <u>\$ 324,479</u> | <u>\$ 4,614</u> | <u>\$ 41,565</u> | <u>\$ 148,631</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 1,071,915 | 0 | 0 | 0 | 0 |
| <u>\$ 1,071,915</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| <u>\$ 1,124,170</u> | <u>\$ 324,479</u> | <u>\$ 4,614</u> | <u>\$ 41,565</u> | <u>\$ 148,631</u> |

BREVARD COUNTY SHERIFF
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <i>Port Canaveral Law Enforcement</i> | <i>Federal Forfeiture Department of Justice</i> |
|---|---|---|
| ASSETS | | |
| Cash | \$ 88,531 | \$ 158,392 |
| Accounts receivable (net of allowance for uncollectibles) | 0 | 0 |
| Due from charter officers | 0 | 0 |
| Due from other governmental units | 0 | 0 |
| Inventory of supplies | 0 | 0 |
| Total assets | <u>\$ 88,531</u> | <u>\$ 158,392</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Vouchers and contracts payable | \$ 2,760 | \$ 0 |
| Accrued wages and benefits payable | 17,602 | 0 |
| Due to charter officers | 0 | 0 |
| Due to other governmental units | 68,169 | 0 |
| Deferred income | 0 | 0 |
| Due to individuals and others | 0 | 0 |
| Total liabilities | <u>\$ 88,531</u> | <u>\$ 0</u> |
| Fund balances: | | |
| Reserved for: | | |
| Inventory | \$ 0 | \$ 0 |
| Other purposes | 0 | 158,392 |
| Total fund balances | <u>\$ 0</u> | <u>\$ 158,392</u> |
| Total liabilities and fund balances | <u>\$ 88,531</u> | <u>\$ 158,392</u> |

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

| <i>Federal Forfeiture Department of Treasury</i> | <i>Total</i> |
|--|----------------------|
| \$ 101,731 | \$ 7,970,249 |
| 0 | 141,074 |
| 0 | 361,617 |
| 0 | 920,861 |
| 0 | 779,502 |
| <u>\$ 101,731</u> | <u>\$ 10,173,303</u> |

| | |
|------------------|---------------------|
| \$ 3,577 | \$ 849,940 |
| 0 | 1,661,903 |
| 0 | 4,913,536 |
| 23,472 | 283,032 |
| 0 | 380,373 |
| 0 | 28 |
| <u>\$ 27,049</u> | <u>\$ 8,088,812</u> |

| | |
|-------------------|----------------------|
| \$ 0 | \$ 779,502 |
| 74,682 | 1,304,989 |
| <u>\$ 74,682</u> | <u>\$ 2,084,491</u> |
| <u>\$ 101,731</u> | <u>\$ 10,173,303</u> |

BREVARD COUNTY SHERIFF
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>General</i> | <i>Special Law Enforcement District</i> |
|--|--------------------------|---|
| REVENUES | | |
| Intergovernmental revenues | \$ 2,260,989 | \$ 1,220,290 |
| Charges for services | 904,983 | 0 |
| Fines and forfeits | 0 | 0 |
| Miscellaneous revenues | 748,809 | 380,598 |
| Total revenues | <u>\$ 3,914,781</u> | <u>\$ 1,600,888</u> |
| EXPENDITURES | | |
| Public safety | \$ 57,677,692 | \$ 11,488,444 |
| Capital outlay | 3,718,760 | 464,863 |
| Total expenditures | <u>\$ 61,396,452</u> | <u>\$ 11,953,307</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (57,481,671)</u> | <u>\$ (10,352,419)</u> |
| OTHER FINANCING SOURCES AND (USES) | | |
| Transfers from charter officers | \$ 59,548,723 | \$ 12,485,539 |
| Transfers to charter officers | (2,305,491) | (2,133,120) |
| Transfers to other governmental units | 0 | 0 |
| Sale of fixed assets | 163,476 | 0 |
| Total other financing sources and uses | <u>\$ 57,406,708</u> | <u>\$ 10,352,419</u> |
| Net change in fund balances | \$ (74,963) | \$ 0 |
| Fund balances - beginning | 562,276 | 0 |
| Increase in reserve for inventory of supplies | 292,189 | 0 |
| Fund balances - ending | <u><u>\$ 779,502</u></u> | <u><u>\$ 0</u></u> |

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

| <i>Inmate Welfare</i> | <i>State Forfeiture</i> | <i>Special Law Enforcement Training Fund Second Dollar</i> | <i>Special Law Enforcement Training \$2.50 Fund</i> | <i>City of Cape Canaveral Law Enforcement</i> |
|----------------------------|-----------------------------|--|---|---|
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 1,223,006 | 0 | 0 | 0 | 0 |
| <u>\$ 1,223,006</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| | | | | |
| \$ 833,297 | \$ 77,247 | \$ 7,386 | \$ 151,649 | \$ 1,900,271 |
| 1,435 | 65,398 | 0 | 0 | 0 |
| <u>\$ 834,732</u> | <u>\$ 142,645</u> | <u>\$ 7,386</u> | <u>\$ 151,649</u> | <u>\$ 1,900,271</u> |
| | | | | |
| <u>\$ 388,274</u> | <u>\$ (142,645)</u> | <u>\$ (7,386)</u> | <u>\$ (151,649)</u> | <u>\$ (1,900,271)</u> |
| | | | | |
| \$ 0 | \$ 193,324 | \$ 12,000 | \$ 190,000 | \$ 2,019,917 |
| 0 | 0 | (4,614) | (38,351) | 0 |
| 0 | (50,679) | 0 | 0 | (119,646) |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| | | | | |
| <u>\$ 0</u> | <u>\$ 142,645</u> | <u>\$ 7,386</u> | <u>\$ 151,649</u> | <u>\$ 1,900,271</u> |
| | | | | |
| \$ 388,274 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 683,641 | 0 | 0 | 0 | 0 |
| | | | | |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| | | | | |
| <u><u>\$ 1,071,915</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> |

BREVARD COUNTY SHERIFF
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Port Canaveral Law Enforcement</i> | <i>Federal Forfeiture Department of Justice</i> |
|--|---|---|
| REVENUES | | |
| Intergovernmental revenues | \$ 0 | \$ 0 |
| Charges for services | 0 | 0 |
| Fines and forfeits | 0 | 102,545 |
| Miscellaneous revenues | 0 | 4,841 |
| Total revenues | <u>\$ 0</u> | <u>\$ 107,386</u> |
| EXPENDITURES | | |
| Public safety | \$ 1,258,861 | \$ 0 |
| Capital outlay | 0 | 4,629 |
| Total expenditures | <u>\$ 1,258,861</u> | <u>\$ 4,629</u> |
| Excess (deficiency) of revenues over under expenditures | <u>\$ (1,258,861)</u> | <u>\$ 102,757</u> |
| OTHER FINANCING SOURCES AND (USES) | | |
| Transfers from charter officers | \$ 1,327,030 | \$ 0 |
| Transfers to charter officers | 0 | 0 |
| Transfers to other governmental units | (68,169) | 0 |
| Sale of fixed assets | 0 | 0 |
| Total other financing sources and uses | <u>\$ 1,258,861</u> | <u>\$ 0</u> |
| Net change in fund balances | \$ 0 | \$ 102,757 |
| Fund balances - beginning | 0 | 55,635 |
| Increase in reserve for inventory of supplies | 0 | 0 |
| Fund balances - ending | <u><u>\$ 0</u></u> | <u><u>\$ 158,392</u></u> |

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

| <i>Federal Forfeiture Department of Treasury</i> | <i>Total</i> |
|--|------------------------|
| \$ 0 | \$ 3,481,279 |
| 0 | 904,983 |
| 0 | 102,545 |
| 7,249 | 2,364,503 |
| <u>\$ 7,249</u> | <u>\$ 6,853,310</u> |
| \$ 6,938 | \$ 73,401,785 |
| 119,734 | 4,374,819 |
| <u>\$ 126,672</u> | <u>\$ 77,776,604</u> |
| <u>\$ (119,423)</u> | <u>\$ (70,923,294)</u> |
| \$ 0 | \$ 75,776,533 |
| 0 | (4,481,576) |
| 0 | (238,494) |
| 0 | 163,476 |
| <u>\$ 0</u> | <u>\$ 71,219,939</u> |
| \$ (119,423) | \$ 296,645 |
| 194,105 | 1,495,657 |
| 0 | 292,189 |
| <u>\$ 74,682</u> | <u>\$ 2,084,491</u> |

BREVARD COUNTY SHERIFF

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|------------------------|------------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Intergovernmental revenues | \$ 419,703 | \$ 1,449,817 | \$ 2,260,989 | \$ 811,172 |
| Charges for services | 447,500 | 447,500 | 904,983 | 457,483 |
| Miscellaneous revenues | 255,857 | 662,096 | 748,809 | 86,713 |
| Total revenues | <u>\$ 1,123,060</u> | <u>\$ 2,559,413</u> | <u>\$ 3,914,781</u> | <u>\$ 1,355,368</u> |
| EXPENDITURES | | | | |
| Public safety | \$ 58,362,081 | \$ 58,765,643 | \$ 57,677,692 | \$ 1,087,951 |
| Capital outlay | 1,450,357 | 3,715,474 | 3,718,760 | (3,286) |
| Total expenditures | <u>\$ 59,812,438</u> | <u>\$ 62,481,117</u> | <u>\$ 61,396,452</u> | <u>\$ 1,084,665</u> |
| Deficiency of revenues under expenditures | <u>\$ (58,689,378)</u> | <u>\$ (59,921,704)</u> | <u>\$ (57,481,671)</u> | <u>\$ 2,440,033</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 58,639,378 | \$ 59,671,437 | \$ 59,548,723 | \$ (122,714) |
| Transfer to charter officers | 0 | 0 | (2,305,491) | (2,305,491) |
| Sale of fixed assets | 50,000 | 143,000 | 163,476 | 20,476 |
| Total other financing sources and uses | <u>\$ 58,689,378</u> | <u>\$ 59,814,437</u> | <u>\$ 57,406,708</u> | <u>\$ (2,407,729)</u> |
| Net change in fund balances | \$ 0 | \$ (107,267) | \$ (74,963) | \$ 32,304 |
| Fund balances - beginning | 562,276 | 562,276 | 562,276 | 0 |
| Increase in reserve for inventory of supplies | 0 | 0 | 292,189 | 292,189 |
| Fund balances - ending | <u>\$ 562,276</u> | <u>\$ 455,009</u> | <u>\$ 779,502</u> | <u>\$ 324,493</u> |

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

BREVARD COUNTY SHERIFF
SPECIAL LAW ENFORCEMENT DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|------------------------|------------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Intergovernmental revenues | \$ 731,081 | \$ 731,081 | \$ 1,220,290 | \$ 489,209 |
| Miscellaneous revenues | 239,000 | 239,000 | 380,598 | 141,598 |
| Total revenues | <u>\$ 970,081</u> | <u>\$ 970,081</u> | <u>\$ 1,600,888</u> | <u>\$ 630,807</u> |
| EXPENDITURES | | | | |
| Public safety | \$ 12,215,513 | \$ 12,443,966 | \$ 11,488,444 | \$ 955,522 |
| Intergovernmental | 229,606 | 80,277 | 0 | 80,277 |
| Capital outlay | 510,000 | 510,000 | 464,863 | 45,137 |
| Total expenditures | <u>\$ 12,955,119</u> | <u>\$ 13,034,243</u> | <u>\$ 11,953,307</u> | <u>\$ 1,080,936</u> |
| Deficiency of revenues under expenditures | <u>\$ (11,985,038)</u> | <u>\$ (12,064,162)</u> | <u>\$ (10,352,419)</u> | <u>\$ 1,711,743</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 12,646,538 | \$ 12,725,662 | \$ 12,485,539 | \$ (240,123) |
| Transfers to charter officers | (661,500) | (661,500) | (2,133,120) | (1,471,620) |
| Total other financing sources and uses | <u>\$ 11,985,038</u> | <u>\$ 12,064,162</u> | <u>\$ 10,352,419</u> | <u>\$ (1,711,743)</u> |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Fund balances - beginning | 0 | 0 | 0 | 0 |
| Fund balances - ending | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |

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

BREVARD COUNTY SHERIFF

INMATE WELFARE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|--------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Miscellaneous revenues | \$ 633,006 | \$ 884,366 | \$ 1,223,006 | \$ 338,640 |
| Total revenues | \$ 633,006 | \$ 884,366 | \$ 1,223,006 | \$ 338,640 |
| EXPENDITURES | | | | |
| Public safety | \$ 329,717 | \$ 929,473 | \$ 833,297 | \$ 96,176 |
| Intergovernmental | 303,289 | 259,435 | 0 | 259,435 |
| Capital outlay | 0 | 0 | 1,435 | (1,435) |
| Total expenditures | \$ 633,006 | \$ 1,188,908 | \$ 834,732 | \$ 354,176 |
| Excess (deficiency) of revenues over (under) expenditures | \$ 0 | \$ (304,542) | \$ 388,274 | \$ 692,816 |
| Net change in fund balances | \$ 0 | \$ (304,542) | \$ 388,274 | \$ 692,816 |
| Fund balances - beginning | 683,641 | 683,641 | 683,641 | 0 |
| Fund balances - ending | \$ 683,641 | \$ 379,099 | \$ 1,071,915 | \$ 692,816 |

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

BREVARD COUNTY SHERIFF

STATE FORFEITURE

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|--------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Fines and forfeits | \$ 460,519 | \$ 705,271 | \$ 0 | \$ (705,271) |
| Total revenues | \$ 460,519 | \$ 705,271 | \$ 0 | \$ (705,271) |
| EXPENDITURES | | | | |
| Public safety | \$ 78,000 | \$ 113,000 | \$ 77,247 | \$ 35,753 |
| Intergovernmental | 382,519 | 513,271 | 0 | 513,271 |
| Capital outlay | 0 | 79,000 | 65,398 | 13,602 |
| Total expenditures | \$ 460,519 | \$ 705,271 | \$ 142,645 | \$ 562,626 |
| Deficiency of revenues under expenditures | \$ 0 | \$ 0 | \$ (142,645) | \$ (142,645) |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 0 | \$ 0 | \$ 193,324 | \$ 193,324 |
| Transfers to other governmental units | 0 | 0 | (50,679) | (50,679) |
| Total other financing sources and uses | \$ 0 | \$ 0 | \$ 142,645 | \$ 142,645 |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Fund balances - beginning | 0 | 0 | 0 | 0 |
| Fund balances - ending | \$ 0 | \$ 0 | \$ 0 | \$ 0 |

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

BREVARD COUNTY SHERIFF
SPECIAL LAW ENFORCEMENT TRAINING FUND SECOND DOLLAR
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|--------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Fines and forfeits | \$ 120,895 | \$ 0 | \$ 0 | \$ 0 |
| Total revenues | \$ 120,895 | \$ 0 | \$ 0 | \$ 0 |
| EXPENDITURES | | | | |
| Public safety | \$ 12,000 | \$ 12,000 | \$ 7,386 | \$ 4,614 |
| Intergovernmental | 108,895 | 134,410 | 0 | 134,410 |
| Total expenditures | \$ 120,895 | \$ 146,410 | \$ 7,386 | \$ 139,024 |
| Deficiency of revenues under expenditures | \$ 0 | \$ (146,410) | \$ (7,386) | \$ 139,024 |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 0 | \$ 146,410 | \$ 12,000 | \$ (134,410) |
| Transfers to charter officers | 0 | 0 | (4,614) | (4,614) |
| Total other financing sources and uses | \$ 0 | \$ 146,410 | \$ 7,386 | \$ (139,024) |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Fund balances - beginning | 0 | 0 | 0 | 0 |
| Fund balances - ending | \$ 0 | \$ 0 | \$ 0 | \$ 0 |

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

BREVARD COUNTY SHERIFF
SPECIAL LAW ENFORCEMENT TRAINING \$2.50 FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|--------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Fines and forfeits | \$ 190,000 | \$ 0 | \$ 0 | \$ 0 |
| Total revenues | \$ 190,000 | \$ 0 | \$ 0 | \$ 0 |
| EXPENDITURES | | | | |
| Public safety | \$ 190,000 | \$ 190,000 | \$ 151,649 | \$ 38,351 |
| Total expenditures | \$ 190,000 | \$ 190,000 | \$ 151,649 | \$ 38,351 |
| Deficiency of revenues under expenditures | \$ 0 | \$ (190,000) | \$ (151,649) | \$ 38,351 |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 0 | \$ 190,000 | \$ 190,000 | \$ 0 |
| Transfers to charter officers | 0 | 0 | (38,351) | (38,351) |
| Total other financing sources and uses | \$ 0 | \$ 190,000 | \$ 151,649 | \$ (38,351) |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Fund balances - beginning | 0 | 0 | 0 | 0 |
| Fund balances - ending | \$ 0 | \$ 0 | \$ 0 | \$ 0 |

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

BREVARD COUNTY SHERIFF
CITY OF CAPE CANAVERAL LAW ENFORCEMENT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|-----------------------|-----------------------|---|
| | <i>Original</i> | <i>Final</i> | <i>Actual Amount</i> | |
| EXPENDITURES | | | | |
| Public safety | \$ 1,966,134 | \$ 2,026,279 | \$ 1,900,271 | \$ 126,008 |
| Capital outlay | 111,875 | 0 | 0 | 0 |
| Total expenditures | <u>\$ 2,078,009</u> | <u>\$ 2,026,279</u> | <u>\$ 1,900,271</u> | <u>\$ 126,008</u> |
| Deficiency of revenues under expenditures | <u>\$ (2,078,009)</u> | <u>\$ (2,026,279)</u> | <u>\$ (1,900,271)</u> | <u>\$ 126,008</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 2,078,009 | \$ 2,026,279 | \$ 2,019,917 | \$ (6,362) |
| Transfers to other governmental units | 0 | 0 | (119,646) | (119,646) |
| Total other financing sources and uses | <u>\$ 2,078,009</u> | <u>\$ 2,026,279</u> | <u>\$ 1,900,271</u> | <u>\$ (126,008)</u> |
| Net change in fund balances | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Fund balances - beginning | 0 | 0 | 0 | 0 |
| Fund balances - ending | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> |

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

BREVARD COUNTY SHERIFF
 PORT CANAVERAL LAW ENFORCEMENT
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|-----------------------|-----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| EXPENDITURES | | | | |
| Public safety | \$ 1,323,977 | \$ 1,327,030 | \$ 1,258,861 | \$ 68,169 |
| Capital outlay | 123,820 | 0 | 0 | 0 |
| Total expenditures | <u>\$ 1,447,797</u> | <u>\$ 1,327,030</u> | <u>\$ 1,258,861</u> | <u>\$ 68,169</u> |
| Deficiency of revenues under expenditures | <u>\$ (1,447,797)</u> | <u>\$ (1,327,030)</u> | <u>\$ (1,258,861)</u> | <u>\$ 68,169</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 1,447,797 | \$ 1,327,030 | \$ 1,327,030 | \$ 0 |
| Transfers to other governmental units | 0 | 0 | (68,169) | (68,169) |
| Total other financing sources and uses | <u>\$ 1,447,797</u> | <u>\$ 1,327,030</u> | <u>\$ 1,258,861</u> | <u>\$ (68,169)</u> |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Fund balances - beginning | 0 | 0 | 0 | 0 |
| Fund balances - ending | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |

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

BREVARD COUNTY SHERIFF
 FEDERAL FORFEITURE DEPARTMENT OF JUSTICE
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|-------------------------|--------------------------|---|
| | <i>Original</i> | <i>Final</i> | <i>Actual Amount</i> | |
| REVENUES | | | | |
| Fines and forfeits | \$ 0 | \$ 0 | \$ 102,545 | \$ 102,545 |
| Miscellaneous revenues | 0 | 0 | 4,841 | 4,841 |
| Total revenues | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 107,386</u> | <u>\$ 107,386</u> |
| EXPENDITURES | | | | |
| Capital outlay | \$ 0 | \$ 0 | \$ 4,629 | \$ (4,629) |
| Total expenditures | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 4,629</u> | <u>\$ (4,629)</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 102,757</u> | <u>\$ 102,757</u> |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 102,757 | \$ 102,757 |
| Fund balances - beginning | <u>55,635</u> | <u>55,635</u> | <u>55,635</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 55,635</u></u> | <u><u>\$ 55,635</u></u> | <u><u>\$ 158,392</u></u> | <u><u>\$ 102,757</u></u> |

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

BREVARD COUNTY SHERIFF
 FEDERAL FORFEITURE DEPARTMENT OF TREASURY
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|-------------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Miscellaneous revenues | \$ 0 | \$ 0 | \$ 7,249 | \$ 7,249 |
| Total revenues | \$ 0 | \$ 0 | \$ 7,249 | \$ 7,249 |
| EXPENDITURES | | | | |
| Public safety | \$ 0 | \$ 0 | \$ 6,938 | \$ (6,938) |
| Capital outlay | 0 | 0 | 119,734 | (119,734) |
| Total expenditures | \$ 0 | \$ 0 | \$ 126,672 | \$ (126,672) |
| Excess (deficiency) of revenues over (under) expenditures | \$ 0 | \$ 0 | \$ (119,423) | \$ (119,423) |
| Net change in fund balances | \$ 0 | \$ 0 | \$ (119,423) | \$ (119,423) |
| Fund balances - beginning | 194,105 | 194,105 | 194,105 | 0 |
| Fund balances - ending | <u>\$ 194,105</u> | <u>\$ 194,105</u> | <u>\$ 74,682</u> | <u>\$ (119,423)</u> |

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

BREVARD COUNTY SHERIFF
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2005

| | <i>Agency Funds</i> |
|---|-------------------------|
| ASSETS | |
| Cash | \$ 66,361 |
| LIABILITIES | |
| Due to employees, individuals, and others | \$ 66,361 |
| NET ASSETS | \$ 0 |

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

BREVARD COUNTY SHERIFF
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 SEPTEMBER 30, 2005

| | <i>Civil Process Fee Deposits</i> | <i>Prisoner Deposits</i> | <i>Total</i> |
|---|---|------------------------------|--------------|
| ASSETS | | | |
| Cash | \$ 50,261 | \$ 16,100 | \$ 66,361 |
| LIABILITIES | | | |
| Due to employees, individuals, and others | \$ 50,261 | \$ 16,100 | \$ 66,361 |
| NET ASSETS | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |

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

BREVARD COUNTY SHERIFF
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Balance Oct. 1, 2004</i> | <i>Additions</i> | <i>Deductions</i> | <i>Balance Sept. 30, 2005</i> |
|---|---------------------------------|------------------|-------------------|-----------------------------------|
| <u>Civil Process Fee Deposits</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 59,423 | \$ 499,461 | \$ 508,623 | \$ 50,261 |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 59,423 | \$ 499,461 | \$ 508,623 | \$ 50,261 |
| <u>Prisoner Deposits</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 18,991 | \$ 2,249,633 | \$ 2,252,524 | \$ 16,100 |
| Due from other funds | 109 | 0 | 109 | 0 |
| Total assets | \$ 19,100 | \$ 2,249,633 | \$ 2,252,633 | \$ 16,100 |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 0 | \$ 2,249,633 | \$ 2,233,533 | \$ 16,100 |
| Due to other governmental units | 502 | 0 | 502 | 0 |
| Escrow and refundable deposits | 18,598 | 0 | 18,598 | 0 |
| Total liabilities | \$ 19,100 | \$ 2,249,633 | \$ 2,252,633 | \$ 16,100 |
| <u>Total - All Agency Funds</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 78,414 | \$ 2,749,094 | \$ 2,761,147 | \$ 66,361 |
| Due from other funds | 109 | 0 | 109 | 0 |
| TOTAL ASSETS | \$ 78,523 | \$ 2,749,094 | \$ 2,761,256 | \$ 66,361 |
| LIABILITIES | | | | |
| Due to employees, individuals, and others | \$ 59,423 | \$ 2,749,094 | \$ 2,742,156 | \$ 66,361 |
| Due to other governmental units | 502 | 0 | 502 | 0 |
| Escrow and refundable deposits | 18,598 | 0 | 18,598 | 0 |
| TOTAL LIABILITIES | \$ 78,523 | \$ 2,749,094 | \$ 2,761,256 | \$ 66,361 |

BREVARD COUNTY SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

All governmental fund financial statements are reported using a current financial resources measurement focus on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty days.

The primary revenue source for governmental funds is appropriations from the Board of County Commissioners. Primary revenue sources associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenues, such as miscellaneous revenues, are considered to be measurable and available only when payment is received.

Expenditures are generally recorded when liabilities are incurred, as under accrual accounting. However, liabilities such as accumulated sick and vacation pay are recorded only when payment is due.

In applying the modified accrual basis of accounting to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are typically two types of intergovernmental revenues. One type requires monies to be expended for the specific purpose of a project before any amounts will be reimbursed to the Sheriff and, therefore, the revenues recognized are based upon recorded expenditures. The other provides monies that are generally unrestricted as to purpose of expenditure and are substantially irrevocable (i.e. revocable only for failure to comply with prescribed compliance requirements). These revenues are recognized at the time of receipt or earlier if they meet the availability criterion.

These special-purpose financial statements are fund financial statements that have been prepared in conformity with reporting guidelines established by the Governmental Accounting Standards Board (GASB) and accounting practices prescribed by the Auditor General, State of Florida. The basic financial statements for the County as a whole, which includes the funds of the Sheriff, were prepared in conformity with accounting principles generally accepted in the United States (GAAP).

Refer to Note 1.C. in the County-wide Financial Statements for additional information.

BREVARD COUNTY SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

The Sheriff utilizes the following types:

General Fund – The General Fund is the general operating fund of the Sheriff. All general tax revenues and other receipts that are not required either legally or by generally accepted accounting principles to be accounted for in other funds are accounted for in the General Fund.

Special Law Enforcement District Special Revenue Fund – is used to account for the county-wide operation of law enforcement services, operations, and facilities within the unincorporated area of Brevard County. Revenues for these services and all costs incurred in providing these services are accounted for in this fund.

Inmate Welfare Special Revenue Fund – is used to account for the receipt of prisoner commissary and telephone commissions revenues which are restricted by the Florida Department of Corrections for commissary operations and prisoner welfare.

State Forfeiture Special Revenue Fund – is used to account for the receipt of revenue obtained from confiscated property and monies declared forfeited by a Circuit Court Judge. This fund is used by the Sheriff to defray certain costs as set forth in Chapter 932.704, Florida Statutes, and for other law enforcement purposes approved by the Board of County Commissioners.

City of Cape Canaveral Law Enforcement Special Revenue Fund – is used to account for the operation of law enforcement services provided to the City of Cape Canaveral, Florida. Charges for these services and all costs incurred in providing these services are accounted for in the fund.

Port Canaveral Law Enforcement Special Revenue Fund – is used to account for the operation of law enforcement services provided to the Canaveral Port Authority, Port Canaveral, Florida. Charges for these services and all costs incurred in providing these services are accounted for in this fund.

Federal Forfeiture Special Revenue Funds – are used to account for the receipt of federal revenue obtained from confiscated property and monies declared forfeited by a Circuit Court Judge. These monies are used in accordance with federal guidelines for law enforcement purposes.

Law Enforcement Training Special Revenue Funds – are used to account for the receipt of revenue obtained from the assessment of court costs collected and distributed to the Sheriff's Department for reimbursement of criminal justice education and training as prescribed in Chapter 943, Florida Statutes, and County Ordinance No. 81-54.

BREVARD COUNTY SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

The Sheriff also reports the following funds:

Agency Funds - Agency funds are clearing accounts for assets held by a government as an agent for individuals, private organizations, other governments or other funds. Agency funds are custodial in nature (assets equals liabilities) and do not involve the measurement of results of operations.

B. Budget

Refer to Note 1. D. in the County-wide Financial Statements.

C. Interfund Receivables and Payables

Refer to Note 1. E. in the County-wide Financial Statements.

D. Capital Assets

Refer to Note 1. F. in the County-wide Financial Statements.

E. Inventory and Prepaid Items

Refer to Note 1. I. in the County-wide Financial Statements.

F. Investments

Refer to Note 1. J. in the County-wide Financial Statements.

G. Accrued Compensated Absences

Refer to Note 1. L. in the County-wide Financial Statements.

The Sheriff accrued compensated absences were:

| <u>Oct 1, 2004</u> | <u>Increase</u> | <u>Decrease</u> | <u>Sept 30, 2005</u> |
|--------------------|-----------------|-----------------|----------------------|
| \$9,388,290 | \$1,190,073 | \$946,288 | \$9,632,075 |

H. Reserves of Fund Balances and Net Assets

Refer to Note 1. O. in the County-wide Financial Statements.

I. Use of Estimates

Refer to Note 1. P. in the County-wide Financial Statements.

BREVARD COUNTY SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

2. Cash and Investments

Refer to Note 6 in the County-wide Financial Statements.

The carrying amount of the Sheriff's deposits with financial institutions was \$8,036,608, and the bank balance was \$10,002,664. The bank balance is categorized as follows:

| | |
|---|-------------|
| Amount insured by the FDIC or collateralized with securities held by the State Treasury in accordance with Chapter 280, Florida Statutes. | \$5,577,401 |
|---|-------------|

The remaining balance classified as cash in the amount of \$4,425,262, which represents both book and market value, is invested with the State Board of Administration (SBA).

3. Capital Assets

Fixed assets for the Sheriff are not included in the fund financial statements of the Sheriff but are included in the County-wide Financial Statements.

Capital asset activity for the year ended September 30, 2005, was as follows:

| | <u>Oct. 1, 2004</u> | <u>Increases</u> | <u>Decreases</u> | <u>Sept. 30, 2005</u> |
|---|---------------------|--------------------|-------------------|-----------------------|
| Governmental Activities: | | | | |
| Operating machinery and equipment | \$25,554,739 | \$4,513,991 | \$2,992,120 | \$27,076,610 |
| Less accumulated depreciation | <u>16,900,268</u> | <u>2,700,666</u> | <u>2,722,229</u> | <u>16,878,705</u> |
| Total governmental activities capital assets, net | <u>\$ 8,654,471</u> | <u>\$1,813,325</u> | <u>\$ 269,891</u> | <u>\$10,197,905</u> |

4. Leases

Capital leases for the Sheriff are not included in the fund financial statements of the Sheriff but are included in the County-wide Financial Statements.

The Sheriff entered into capital lease arrangements for the lease purchase of copy and fax machines. These leases were accounted for as direct financing leases and were recorded at the present value of their future minimum lease payments in previous years. For the year ending September 30, 2005, the cost for capital leases was \$14,645. There are no future minimum capital lease payments at September 30, 2005.

BREVARD COUNTY SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

The Sheriff is obligated under two operating lease agreements for storage facilities and commercial office space through May 2006 and May 2007, respectively. The total cost for these leases was \$56,807 for the year ended September 30, 2005. The future minimum lease payments are as follows:

| <u>Year Ended</u> <u>September 30</u> | <u>Amount</u> |
|--|-----------------|
| 2006 | \$57,679 |
| 2007 | <u>30,986</u> |
| Total minimum lease payable | <u>\$88,665</u> |

The Sheriff is obligated under several operating lease agreements for office copiers and fax machines expiring between December 2005 and June 2010. Total costs for the leases were \$115,814 for the year ended September 30, 2005. The future minimum lease payments are as follows:

| <u>Year Ended</u> <u>September 30</u> | <u>Amount</u> |
|--|------------------|
| 2006 | \$105,515 |
| 2007 | 76,931 |
| 2008 | 57,207 |
| 2009 | 33,145 |
| 2010 | <u>16,376</u> |
| Total minimum lease payable | <u>\$289,174</u> |

The Sheriff is obligated under a noncancelable operating lease agreement for 911 equipment, software, service, and system maintenance through March 2007. Total cost was \$120,480 for the year ended September 30, 2005. The future minimum lease payments are as follows:

| <u>Year Ended</u> <u>September 30</u> | <u>Amount</u> |
|--|------------------|
| 2006 | \$120,480 |
| 2007 | <u>60,240</u> |
| Total minimum lease payable | <u>\$180,720</u> |

5. Retirement

Refer to Note 23. in the County-wide Financial Statements.

BREVARD COUNTY SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

The Sheriff's contributions for the years ending September 30, 2005, 2004, and 2003, were \$6,109,235, \$6,160,201, and \$4,706,333, respectively, and equals the required contributions for each year. Contributions for the year ending September 30, 2005, represented 15.48% of covered payroll.

6. Deferred Compensation

Refer to Note 24. in the County-wide Financial Statements.

7. Changes in Fund Reporting

In order to comply with GASB 34, all expendable trust funds were eliminated during fiscal year 2005. A summary of those changes is listed below:

| <u>Eliminated funds</u> | <u>Disposition/New funds</u> |
|---------------------------|---|
| Dispatch Services | Rolled into General Fund |
| Federal Forfeiture | Replaced by Federal Forfeiture Department of Justice and Federal Forfeiture Department of Treasury |
| Law Enforcement Trust | Replaced by State Forfeiture |
| Law Enforcement Training | Replaced by Special Law Enforcement Training Fund Second Dollar and Special Law Enforcement Training \$2.50 Fund |
| Inmate Welfare Trust Fund | Replaced by Inmate Welfare Special Revenue Fund |

8. Excess of Expenditures over Appropriations

General fund capital outlay exceeded appropriations by \$3,286.

Inmate Welfare Fund capital outlay expenditures exceeded appropriations by \$1,435. Federal Forfeiture Department of Justice capital outlay expenditures exceeded appropriations by \$4,629. Federal Forfeiture Department of Treasury public safety and capital outlay expenditures exceeded appropriations by \$6,938 and \$119,734, respectively.

9. Contingent Liabilities

The Sheriff is insured through the Florida Sheriff's Association for coverage of substantially all risks and general liability claims. The Florida Sheriff's Association is a public entity risk pool, which purchases insurance policies on behalf of its members. The pool's members are not obligated for risk associated with such coverage.

BREVARD COUNTY SHERIFF
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

Several claims have been filed against the Sheriff by employees of the Sheriff's office, and prisoners and ex-prisoners of the Brevard County Jail. These claims are covered by the Florida Sheriff's Self-Insurance Fund and, in the opinion of attorneys for the Florida Sheriff's Association, except as otherwise disclosed, no material liability will be incurred by the Sheriff's office.

10. Risk Management

Refer to Note 21. in the County-wide Financial Statements.



BREVARD COUNTY

SHERIFF

**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

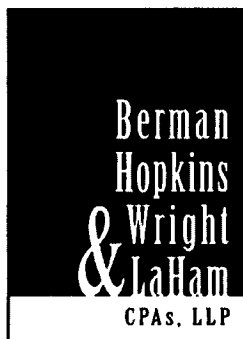


**REPORT ON COMPLIANCE WITH FEDERAL EQUITABLE SHARING
GUIDELINE**



MANAGEMENT LETTER

SEPTEMBER 30, 2005



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

Honorable Jack Parker
Brevard County Sheriff
Brevard County, Florida

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

We have audited the special-purpose financial statements of the Brevard County Sheriff, as of and for the year ended September 30, 2005, and have issued our report thereon dated April 14, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Brevard County Sheriff's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance

As part of obtaining reasonable assurance about whether Brevard County Sheriff's special-purpose 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

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

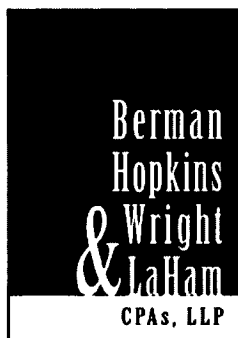
info@bermanhopkins.com

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 that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

April 14, 2006
Merritt Island, Florida

*Berman Hopkins
Wright & LaHam, CPAs, LLP*



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH FEDERAL EQUITABLE SHARING GUIDELINES

Honorable Jack Parker
Brevard County Sheriff
Brevard County, Florida

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

We have audited the compliance of the Brevard County Sheriff with the types of compliance requirements described in the Department of the Treasury's *Guide to Equitable Sharing for Foreign Countries and Federal, State, and Local Law Enforcement Agencies* and the Department of Justice's *Guide to Equitable Sharing Federally Forfeited Property for State and Local Law Enforcement Agencies* that are applicable to each of its federal equitable sharing programs for the year ended September 30, 2005. Compliance with the requirements of laws, regulations, and guidelines applicable to federal equitable sharing programs is the responsibility of the Brevard County Sheriff's management. Our responsibility is to express an opinion on the Brevard County Sheriff's compliance based on our audit.

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

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. Those standards 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 federal equitable sharing program occurred. An audit includes examining on a test basis, evidence about the Brevard County Sheriff'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 Brevard County Sheriff's compliance with those requirements.

In our opinion, the Brevard County Sheriff complied, in all material respects, with the requirements referred to above that are applicable to each of federal equitable sharing programs for the year ended September 30, 2005.

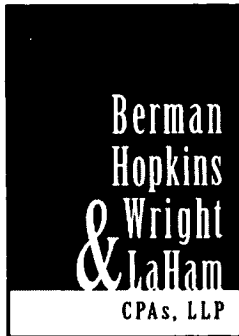
This report is intended solely for the information and use of management, the Department of the Treasury, and the Department of Justice and is not intended to be and should not be used by anyone other than these specified parties.

April 14, 2006
Merritt Island, Florida

*Berman Hopkins
Wright & LaHam, CPAs, LLP*

MANAGEMENT LETTER

Honorable Jack Parker
Brevard County Sheriff
Brevard County, Florida



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

We have audited the special-purpose financial statements of the Brevard County Sheriff, as of and for the fiscal year ended September 30, 2005, and have issued our report thereon dated April 14, 2006.

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. We have issued our Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters dated April 14, 2006, and disclosures in that report, if any, 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 govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

The discussion required by the Rules of the Auditor General follows:

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

1. There were no: (1) violations of laws, rules, regulations, and contractual provisions that have occurred, or are likely to have occurred; (2) improper or illegal expenditures; (3) improper or inadequate accounting procedures; (4) failures to properly record financial transactions; and (5) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor.
2. The Brevard County Sheriff complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
3. Our audit did not disclose any current recommendations that are required to be disclosed by the Rules of the Auditor General.
4. There were no recommendations made in the preceding annual financial audit report.
5. The Brevard County Sheriff was originally established by the Constitution of the State of Florida, Article VIII, Section 1(d). Effective January 1, 1995, the citizens of Brevard County, Florida, elected to establish a Home Rule Charter in accordance with the Constitution of the State of Florida, Article VIII, Section 1(g). There were no component units related to the Brevard County Sheriff.

This management letter is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the courteous and cooperative assistance received from Brevard County Sheriff's personnel during the course of our audit.

April 14, 2006
Merritt Island, Florida

*Berman Hopkins
Wright & LaHam, CPAs, LLP*

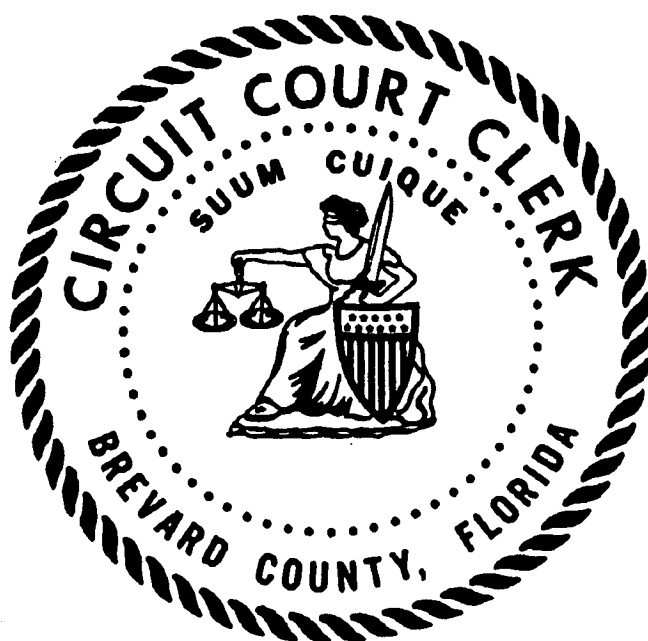
**CLERK
OF THE
CIRCUIT COURT**

BREVARD COUNTY CLERK OF THE CIRCUIT COURT

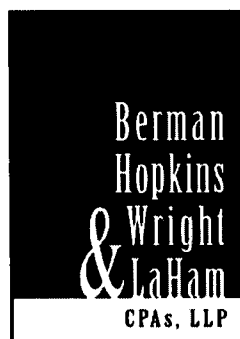
SEPTEMBER 30, 2005

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INDEPENDENT AUDITOR'S REPORT



Honorable Scott Ellis
Brevard County Clerk of the Circuit Court
Brevard County, Florida

We have audited the accompanying special-purpose financial statements of the Brevard County Clerk of the Circuit Court, as of and for the year ended September 30, 2005, as listed in the table of contents. These special-purpose financial statements are the responsibility of Brevard County Clerk of the Circuit Court's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

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 *Governmental 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 special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes 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 provides a reasonable basis for our opinion.

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation under Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. These special-purpose financial statements present only the financial position of the Brevard County Clerk of the Circuit Court at September 30, 2005, and the changes in financial position for the year then ended, and is not intended to be a complete presentation of the County.

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Brevard County Clerk of the Circuit Court, as of September 30, 2005, and the changes in financial position and the respective budgetary comparison for the General, Public Records Modernization Trust, and Court Related Technology Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2006, on our consideration of the Brevard County Clerk of the Circuit Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 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.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than the specified parties.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

BREVARD COUNTY
CLERK OF THE CIRCUIT COURT
FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2005



General Fund - is used to account for all sources and uses of financial resources applicable to the general operations of the Brevard County Clerk of the Circuit Court. All general operating revenues, which are not restricted as to use, are recorded in the General Fund.

Public Records Modernization Trust Fund - to account for service charges collected on recording fees to be used for modernization of the official records system, as set forth in Section 28.24, Florida Statutes.

Court Related Technology - to account for court related technology needs of the Clerk as defined in Section 29.008, Florida Statutes.

BREVARD COUNTY CLERK OF CIRCUIT COURT
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <u>General</u> | <u>Records Modernization Trust</u> |
|--------------------------------------|----------------------------|--|
| ASSETS | | |
| Cash | \$ 3,020,110 | \$ 1,791,499 |
| Due from charter officers | 193,750 | 0 |
| Due from other governmental units | 99,651 | 0 |
| Total assets | <u>\$ 3,313,511</u> | <u>\$ 1,791,499</u> |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Vouchers and contracts payable | \$ 154,977 | \$ 0 |
| Accrued wages and benefits payable | 442,703 | 0 |
| Due to charter officers | 483,417 | 0 |
| Due to other governmental units | 2,232,414 | 0 |
| Total liabilities | <u>\$ 3,313,511</u> | <u>\$ 0</u> |
| Fund balances: | | |
| Unreserved reported in: | | |
| Special Revenue funds | <u>\$ 0</u> | <u>\$ 1,791,499</u> |
| Total liabilities and fund balances | <u><u>\$ 3,313,511</u></u> | <u><u>\$ 1,791,499</u></u> |

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

| <i>Court Related Technology</i> | <i>Total</i> |
|-------------------------------------|---------------------|
| \$ 2,017,263 | \$ 6,828,872 |
| 0 | 193,750 |
| 0 | 99,651 |
| <u>\$ 2,017,263</u> | <u>\$ 7,122,273</u> |
| | |
| \$ 126,611 | \$ 281,588 |
| 0 | 442,703 |
| 0 | 483,417 |
| 25,766 | 2,258,180 |
| <u>\$ 152,377</u> | <u>\$ 3,465,888</u> |
| | |
| \$ 1,864,886 | \$ 3,656,385 |
| <u>\$ 2,017,263</u> | <u>\$ 7,122,273</u> |

BREVARD COUNTY CLERK OF CIRCUIT COURT
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>General</i> | <i>Records Modernization Trust</i> |
|--|-----------------------|--|
| REVENUES | | |
| Intergovernmental revenues | \$ 2,183,898 | \$ 0 |
| Charges for services | 18,865,369 | 773,067 |
| Miscellaneous revenues | 989,515 | 17,870 |
| Total revenues | <u>\$ 22,038,782</u> | <u>\$ 790,937</u> |
| EXPENDITURES | | |
| General government | <u>\$ 23,880,359</u> | <u>\$ 393,255</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>\$ (1,841,577)</u> | <u>\$ 397,682</u> |
| OTHER FINANCING SOURCES AND (USES) | | |
| Transfers from charter officers | \$ 2,324,994 | \$ 0 |
| Transfers to charter officers | <u>(483,417)</u> | <u>0</u> |
| Total other financing sources and uses | <u>\$ 1,841,577</u> | <u>\$ 0</u> |
| Net change in fund balances | \$ 0 | \$ 397,682 |
| Fund balances - beginning | <u>0</u> | <u>1,393,817</u> |
| Fund balances - ending | <u><u>\$ 0</u></u> | <u><u>\$ 1,791,499</u></u> |

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

| <i>Court Related Technology</i> | <i>Total</i> |
|-------------------------------------|----------------------|
| \$ 0 | \$ 2,183,898 |
| 2,352,584 | 21,991,020 |
| 54,382 | 1,061,767 |
| <u>\$ 2,406,966</u> | <u>\$ 25,236,685</u> |
| \$ 955,427 | \$ 25,229,041 |
| <u>\$ 1,451,539</u> | <u>\$ 7,644</u> |
| \$ 0 | \$ 2,324,994 |
| <u>0</u> | <u>(483,417)</u> |
| \$ 0 | \$ 1,841,577 |
| \$ 1,451,539 | \$ 1,849,221 |
| 413,347 | 1,807,164 |
| <u>\$ 1,864,886</u> | <u>\$ 3,656,385</u> |

BREVARD COUNTY CLERK OF CIRCUIT COURT

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|----------------------------|--------------------------|-----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Intergovernmental revenues | \$ 4,401,117 | \$ 4,401,117 | \$ 2,183,898 | \$ (2,217,219) |
| Charges for services | 14,219,405 | 17,889,874 | 18,865,369 | 975,495 |
| Miscellaneous revenues | 221,500 | 221,500 | 989,515 | 768,015 |
| Total revenues | <u>\$ 18,842,022</u> | <u>\$ 22,512,491</u> | <u>\$ 22,038,782</u> | <u>\$ (473,709)</u> |
| EXPENDITURES | | | | |
| General government | <u>\$ 19,682,800</u> | <u>\$ 23,910,200</u> | <u>\$ 23,880,359</u> | <u>\$ 29,841</u> |
| Deficiency of revenues under expenditures | <u>\$ (840,778)</u> | <u>\$ (1,397,709)</u> | <u>\$ (1,841,577)</u> | <u>\$ (443,868)</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | \$ 2,324,995 | \$ 2,324,995 | \$ 2,324,994 | \$ (1) |
| Transfers to charter officers | <u>0</u> | <u>0</u> | <u>(483,417)</u> | <u>(483,417)</u> |
| Total other financing sources and uses | <u>\$ 2,324,995</u> | <u>\$ 2,324,995</u> | <u>\$ 1,841,577</u> | <u>\$ (483,418)</u> |
| Net change in fund balances | <u>\$ 1,484,217</u> | <u>\$ 927,286</u> | <u>\$ 0</u> | <u>\$ (927,286)</u> |
| Fund balances - beginning | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 1,484,217</u></u> | <u><u>\$ 927,286</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ (927,286)</u></u> |

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

BREVARD COUNTY CLERK OF CIRCUIT COURT
 RECORDS MODERNIZATION TRUST
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | | <i>Variance with final budget - Positive (Negative)</i> |
|---|--------------------------|--------------------------|----------------------------|---|
| | <i>Original</i> | <i>Final</i> | <i>Actual Amount</i> | |
| REVENUES | | | | |
| Charges for services | \$ 359,300 | \$ 359,300 | \$ 773,067 | \$ 413,767 |
| Miscellaneous revenues | 5,100 | 5,100 | 17,870 | 12,770 |
| Total revenues | <u>\$ 364,400</u> | <u>\$ 364,400</u> | <u>\$ 790,937</u> | <u>\$ 426,537</u> |
| EXPENDITURES | | | | |
| General government | \$ 1,108,100 | \$ 1,108,100 | \$ 393,255 | \$ 714,845 |
| Excess of revenues over expenditures | <u>\$ (743,700)</u> | <u>\$ (743,700)</u> | <u>\$ 397,682</u> | <u>\$ 1,141,382</u> |
| Net change in fund balances | \$ (743,700) | \$ (743,700) | \$ 397,682 | \$ 1,141,382 |
| Fund balances - beginning | <u>1,393,817</u> | <u>1,393,817</u> | <u>1,393,817</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 650,117</u></u> | <u><u>\$ 650,117</u></u> | <u><u>\$ 1,791,499</u></u> | <u><u>\$ 1,141,382</u></u> |

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

BREVARD COUNTY CLERK OF CIRCUIT COURT
COURT RELATED TECHNOLOGY

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <u>Budgeted Amounts</u> | | <u>Actual Amount</u> | <i>Variance with final budget - Positive (Negative)</i> |
|---|----------------------------|--------------------------|----------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Charges for services | \$ 1,123,838 | \$ 1,006,213 | \$ 2,352,584 | \$ 1,346,371 |
| Miscellaneous revenues | 0 | 0 | 54,382 | 54,382 |
| Total revenues | <u>\$ 1,123,838</u> | <u>\$ 1,006,213</u> | <u>\$ 2,406,966</u> | <u>\$ 1,400,753</u> |
| EXPENDITURES | | | | |
| General government | <u>\$ 1,808,100</u> | <u>\$ 955,900</u> | <u>\$ 955,427</u> | <u>\$ 473</u> |
| Excess of revenues over expenditures | <u>\$ (684,262)</u> | <u>\$ 50,313</u> | <u>\$ 1,451,539</u> | <u>\$ 1,401,226</u> |
| Net change in fund balances | <u>\$ (684,262)</u> | <u>\$ 50,313</u> | <u>\$ 1,451,539</u> | <u>\$ 1,401,226</u> |
| Fund balances - beginning | <u>413,347</u> | <u>413,347</u> | <u>413,347</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ (270,915)</u></u> | <u><u>\$ 463,660</u></u> | <u><u>\$ 1,864,886</u></u> | <u><u>\$ 1,401,226</u></u> |

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

BREVARD COUNTY CLERK OF CIRCUIT COURT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
SEPTEMBER 30, 2005

| | <i>Agency Funds</i> |
|---|-------------------------|
| ASSETS | |
| Cash | \$ 21,516,898 |
| Accounts receivable | 116,999 |
| Investments | <u>1,442,779</u> |
| Total assets | <u>\$ 23,076,676</u> |
| LIABILITIES | |
| Due to employees, individuals, and others | \$ 720,068 |
| Due to other governmental units | 8,334,769 |
| Escrow and refundable deposits | <u>14,021,839</u> |
| Total liabilities | <u>\$ 23,076,676</u> |
| NET ASSETS | <u><u>\$ 0</u></u> |

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

BREVARD COUNTY CLERK OF CIRCUIT COURT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Balance Oct. 1, 2004</i> | <i>Additions</i> | <i>Deductions</i> | <i>Balance Sept. 30, 2005</i> |
|--|---------------------------------|-----------------------|-----------------------|-----------------------------------|
| <u>Agency Fund</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 12,092,606 | \$ 194,140,984 | \$ 184,716,692 | \$ 21,516,898 |
| Accounts receivable | 28,545 | 9,977,379 | 9,888,925 | 116,999 |
| Investments | 10,862 | 2,346,176 | 914,259 | 1,442,779 |
| TOTAL ASSETS | <u>\$ 12,132,013</u> | <u>\$ 206,464,539</u> | <u>\$ 195,519,876</u> | <u>\$ 23,076,676</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 627,844 | \$ 19,102,649 | \$ 19,010,425 | \$ 720,068 |
| Due to other funds | 35,000 | 0 | 35,000 | 0 |
| Due to other governmental units | 2,978,423 | 142,161,149 | 136,804,803 | 8,334,769 |
| Escrow and refundable deposits | 8,490,746 | 45,200,741 | 39,669,648 | 14,021,839 |
| TOTAL LIABILITIES | <u>\$ 12,132,013</u> | <u>\$ 206,464,539</u> | <u>\$ 195,519,876</u> | <u>\$ 23,076,676</u> |

BREVARD COUNTY CLERK OF THE CIRCUIT COURT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

All governmental fund financial statements are reported using a current financial resources measurement focus on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty days.

The primary revenue sources for governmental funds are appropriations from the Board of County Commissioners and charges for services. Primary revenue sources associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenues, such as miscellaneous revenues, are considered to be measurable and available only when payment is received.

Expenditures are generally recorded when liabilities are incurred, as under accrual accounting. However, liabilities such as accumulated sick and vacation pay are recorded only when payment is due.

In applying the modified accrual basis of accounting to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are typically two types of intergovernmental revenues. One type requires monies to be expended for the specific purpose of a project before any amounts will be reimbursed to the Clerk, and therefore, the revenues recognized are based upon recorded expenditures. The other provides monies that are generally unrestricted as to purpose of expenditure and are substantially irrevocable (i.e. revocable only for failure to comply with prescribed compliance requirements). These revenues are recognized at the time of receipt or earlier if they meet the availability criterion.

These special-purpose financial statements are fund financial statements that have been prepared in conformity with reporting guidelines established by the Government Accounting Standards Board (GASB) and accounting practices prescribed by the Auditor General, State of Florida. The basic financial statements for the County as a whole which includes the funds of the Clerk, were prepared in conformity with accounting principles generally accepted in the United States (GAAP).

Refer to Note 1. C. in the County-wide Financial Statements for additional information.

BREVARD COUNTY CLERK OF THE CIRCUIT COURT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

The Clerk utilizes the following fund types:

General Fund – The General Fund is the general operating fund of the Clerk. All general revenues and other receipts that are not required either legally or by generally accepted accounting principles to be accounted for in other funds are accounted for in the General Fund.

Agency Funds - Agency funds are clearing accounts for assets held by a government as an agent for individuals, private organizations, other governments or other funds. Agency funds are custodial in nature (assets equals liabilities) and do not involve the measurement of results of operations.

B. Budget

Refer to Note 1. D. in the County-wide Financial Statements.

C. Capital Assets

Refer to Note 1. F. in the County-wide Financial Statements.

| | <u>Oct. 1, 2004</u> | <u>Increases</u> | <u>Decreases</u> | <u>Sept. 30, 2005</u> |
|---|---------------------|------------------|------------------|-----------------------|
| Governmental Activities: | | | | |
| Operating machinery and equipment | \$2,739,052 | \$608,840 | \$161,900 | \$3,185,992 |
| Less accumulated depreciation | <u>1,352,092</u> | <u>396,367</u> | <u>154,104</u> | <u>1,594,355</u> |
| Total governmental activities capital assets, net | <u>\$1,386,960</u> | <u>\$212,473</u> | <u>\$ 7,796</u> | <u>\$1,591,637</u> |

D. Investments

Refer to Note 1. J. in the County-wide Financial Statements.

E. Accrued Compensated Absences

Refer to Note 1. L. in the County-wide Financial Statements.

The Clerk of Circuit Court accrued compensated absences were:

| <u>Oct 1, 2004</u> | <u>Increase</u> | <u>Decrease</u> | <u>Sept 30, 2005</u> |
|--------------------|-----------------|-----------------|----------------------|
| \$1,663,207 | \$278,999 | \$86,549 | \$1,855,657 |

BREVARD COUNTY CLERK OF THE CIRCUIT COURT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

F. Reserves of Fund Balances and Net Assets

Refer to Note 1. O. in the County-wide Financial Statements.

G. Use of Estimates

Refer to Note 1. P. in the County-wide Financial Statements.

2. Cash and Investments

Refer to Note 6 in the County-wide Financial Statements.

The carrying amount of the Clerk's deposits with financial institutions was \$20,639,566, and the bank balance was \$22,031,242. The bank balance is categorized as follows:

| | |
|--|--------------|
| Amount insured by the FDIC or collateralized with securities held by the State Treasurer in accordance with Chapter 280, Florida Statutes. | \$22,031,242 |
|--|--------------|

The remaining balance classified as cash in the amount of \$5,874,386, which represents both book and market value, is invested with the State Board of Administration (SBA).

The \$1,442,779 investment balance, accounted for in the Agency Funds consists of Certificates of Deposit.

3. Deferred Compensation

Refer to Note 24. in the County-wide Financial Statements.

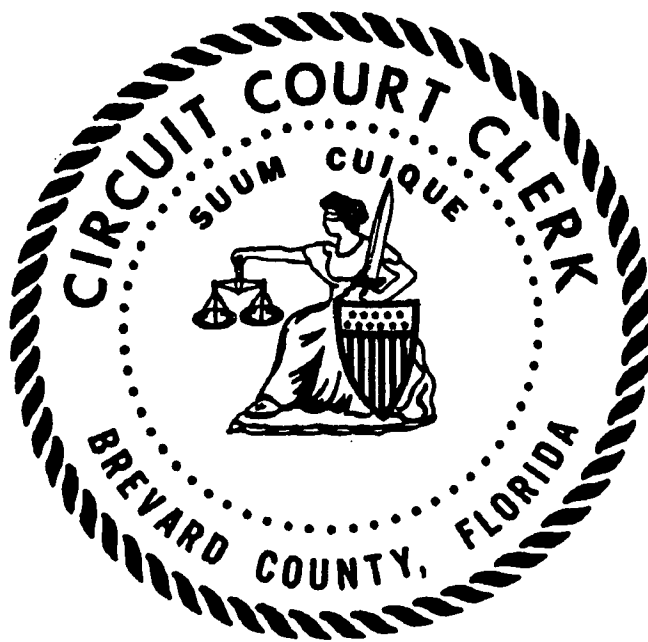
4. Retirement

Refer to Note 23. in the County-wide Financial Statements.

The Clerk's contributions for the years ending September 30, 2005, 2004, and 2003 were \$1,007,768, \$954,232, and \$761,807, respectively, and equals the required contributions for each year. Contributions for the year ending September 30, 2005, represented 7.69% of covered payroll.

5. Risk Management

Refer to Note 21. in the County-wide Financial Statements.



**BREVARD COUNTY
CLERK OF THE CIRCUIT COURT**

**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

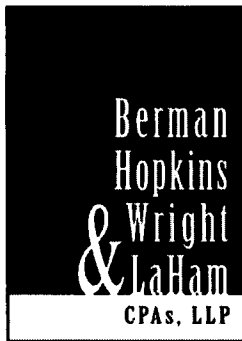


MANAGEMENT LETTER



MANAGEMENT'S RESPONSE LETTER

SEPTEMBER 30, 2005



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

Honorable Scott Ellis
Brevard County Clerk of the Circuit Court
Brevard County, Florida

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

We have audited the special-purpose financial statements of the Brevard County Clerk of the Circuit Court, as of and for the year ended September 30, 2005, and have issued our report thereon dated April 14, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Brevard County Clerk of the Circuit Court's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of Brevard County Clerk of the Circuit Court in a separate letter.

Compliance

As part of obtaining reasonable assurance about whether Brevard County Clerk of the Circuit Court's special-purpose 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to the management of Brevard County Clerk of the Circuit Court in a separate letter.

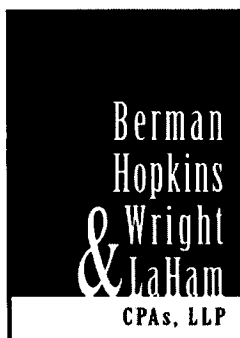
This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

April 14, 2006
Merritt Island, Florida

*Berman Hopkins
Wright & LaHam, CPAs, LLP*

MANAGEMENT LETTER

Honorable Scott Ellis
Brevard County Clerk of the Circuit Court
Brevard County, Florida



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

We have audited the special-purpose financial statements of the Brevard County Clerk of the Circuit Court, as of and for the fiscal year ended September 30, 2005, and have issued our report thereon dated April 14, 2006.

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. We have issued our Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters dated April 14, 2006, and disclosures in that report, if any, 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 govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

The discussion required by the Rules of the Auditor General follows:

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

1. There were no: (1) violations of laws, rules, regulations, and contractual provisions that have occurred, or are likely to have occurred; (2) improper or illegal expenditures; (3) improper or inadequate accounting procedures; (4) failures to properly record financial transactions; and (5) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor.
2. Status of Prior Year Recommendations:

| <u>Recommendation</u> | <u>Status</u> |
|---------------------------|------------------|
| Multiple Software Systems | Repeated as 05-1 |
3. The Brevard County Clerk of the Circuit Court complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
4. Our audit disclosed certain matters that are required to be disclosed by the Rules of the Auditor General. These matters are noted in the attachment to this letter under the heading "Management Recommendations from Current Year."
5. The Brevard County Clerk of the Circuit Court was originally established by the Constitution of the State of Florida, Article VIII, Section 1(d). Effective January 1, 1995, the citizens of Brevard County, Florida, elected to establish a Home Rule Charter in accordance with the Constitution of the State of Florida, Article VIII, Section 1(g). There were no component units related to the Brevard County Clerk of the Circuit Court.

6. The Brevard County Clerk of the Circuit Court complied with the budget and performance standards developed and certified by the Florida Clerk of Courts Operations Corporation pursuant to Section 28.35, Florida Statutes, except for the matter noted in 05-3 in the attachment "Management Recommendations from Current Year."

This management letter is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the courteous and cooperative assistance received from Brevard County Clerk of the Circuit Court's personnel during the course of our audit.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

Brevard County Clerk of the Circuit Court

MANAGEMENT RECOMMENDATIONS FROM CURRENT YEAR

September 30, 2005

05-1 Multiple Software Systems

A comprehensive software system is important to many organizations in order to operate efficiently and reduce risk associated with errors and controls. Such a system would allow operational users to input data that would result in the automatic creation of a financial general ledger.

Currently, the Clerk of the Circuit Court (Clerk) utilizes several operational software systems to carry out the duties of the Clerk's office. A separate software system, using reports generated from operational systems, summarizes revenues and agency liabilities, and automates the accounts payable function. Using several non-integrated systems is not efficient and increases the risk of errors and the potential avoidance of controls.

We recommend that the Clerk interface the existing software systems, if possible, or continue to search for a system that will accomplish all of the tasks required by the Clerk's office, including the production of an automated general ledger.

05-2 Reconciliations

Timely preparation of complete and accurate account reconciliations is crucial to maintaining adequate control over financial transactions.

During our audit, it was noted that monthly reconciliations for several accounts were not prepared in a timely manner.

In order to make the financial reports generated by the accounting system as meaningful as possible, the Clerk should reconcile general ledger accounts to supporting documents on a timely basis. A benefit of preparing timely reconciliations is that errors do not accumulate, but rather can be identified and attributed to a particular period making it easier to perform future reconciliations.

05-3 Collections Performance Measures

The Clerk is required to report information related to collection performance measures pursuant to Section 28.35, Florida Statutes.

While performing audit procedures, it was noted the Clerk's office was unable to produce and report information regarding the collections performance measures.

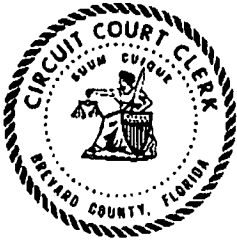
The Clerk should pursue the ability to produce and report the collections performance measures in a timely manner to ensure compliance with Section 28.35, Florida Statutes.

05-4 Outstanding Check Lists

The Clerk currently utilizes positive pay, a process whereby an issuer's checks are reconciled to checks presented for payment to identify potentially fraudulent checks. Under positive pay, an issuer and its bank work together to detect fraudulent checks by identifying items presented for payment that the issuer did not issue. Therefore, it is imperative the bank be provided with data detailing all checks issued for a particular period.

On a monthly basis, the bank supplies an outstanding check list with the bank statement to the Clerk. During our audit, we noted the outstanding check lists maintained by the Clerk did not mirror those supplied by the bank.

We recommend the Clerk reconcile the information provided by the bank to its internal documents to ensure proper reconciliation of cash to bank activities and to realize the efficacy of the positive pay process.



Clerk of the Circuit Court **Brevard County, Florida**
400 South Street, P.O. Box 999, Titusville, Florida 32781-0999
Telephone (321) 637-2002 Fax (321) 225-3051
<http://www.brevardclerk.us>

Scott Ellis, Clerk

July 6, 2006

Honorable William O. Monroe, Auditor General
State of Florida
P. O. Box 1735
Tallahassee, Florida 32301-1735

Re: Response to Auditor's Comments

Dear Sir:

In accordance with Section 11.45, Florida Statutes and Chapter 10.550, Rules of the Auditor General, this is to provide my written statement of explanation or rebuttal concerning the auditor's comments, including corrective action planned.

Finding 05-01 Multiple Software Systems:

Currently, the Clerk's Office is replacing the Recording, Marriage License, Passport, and Tax Deed applications with a solution package which will streamline these processes. We are still evaluating Court managing systems which will include an automated financial upload. Once implemented, we will realize the benefits of having only two systems integrated with our accounting system.

Finding 05-02 Reconciliations:

The Clerk's Office agrees with this finding and has brought current all account reconciliations. This will be maintained monthly.

Finding 05-03 Collections Performance Measures:

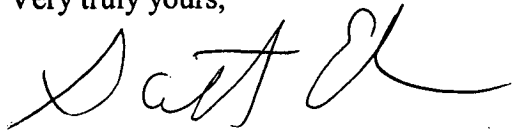
The Clerk's Office agrees with this finding. The Performance Measures Report has been finalized and arrangements have been made with the IS Department to generate this report on the 10th of the month following the end of each quarter. The report will be placed in a CRON job and after it is executed, an email will be generated alerting a specific group of clerks of its successful completion. A primary and secondary clerk will

be assigned to completing the official Performance Measures Report for submission to the CCOC. The Finance Department will be notified when the Report has been filed.

Finding 05-04 Outstanding Check Lists:

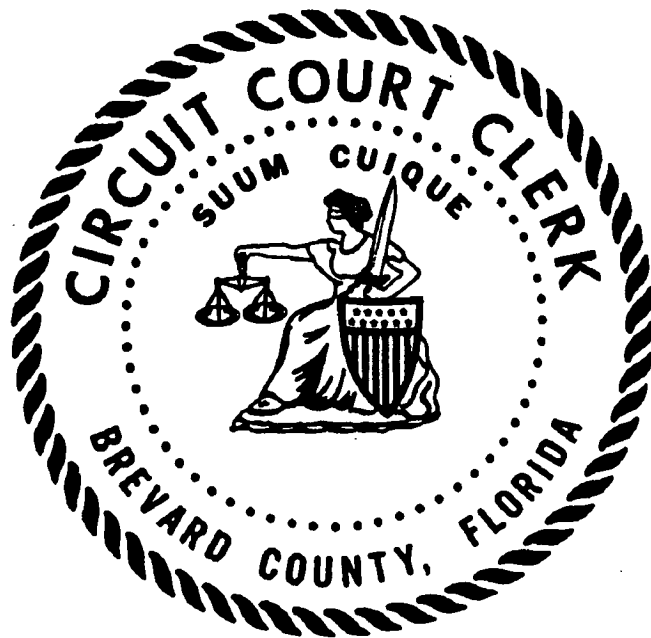
The Clerk's Office agrees with this finding and has reconciled the bank's information to internal documents. This will be maintained monthly.

Very truly yours,

A handwritten signature in black ink, appearing to read "Scott Ellis", with a stylized flourish at the end.

Scott Ellis
Clerk of Courts

SE/mmcd



TAX

COLLECTOR

BREVARD COUNTY TAX COLLECTOR

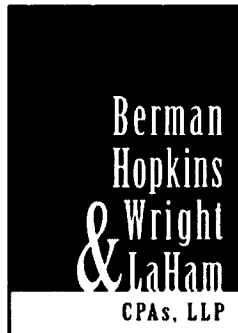
SEPTEMBER 30, 2005

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INDEPENDENT AUDITOR'S REPORT



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

Honorable Rod Northcutt
Brevard County Tax Collector
Brevard County, Florida

We have audited the accompanying special-purpose financial statements of the Brevard County Tax Collector, as of and for the year ended September 30, 2005, as listed in the table of contents. These special-purpose financial statements are the responsibility of Brevard County Tax Collector's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

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 *Governmental 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 special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes 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 provides a reasonable basis for our opinion.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation under Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. These special-purpose financial statements present only the financial position of the Brevard County Tax Collector at September 30, 2005, and the changes in financial position for the year then ended, and is not intended to be a complete presentation of the County.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Brevard County Tax Collector, as of September 30, 2005, and the changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2006, on our consideration of the Brevard County Tax Collector's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 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.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than the specified parties.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

BREVARD COUNTY

TAX COLLECTOR

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

BREVARD COUNTY

TAX COLLECTOR

General Fund - is used to account for all sources and uses of financial resources applicable to the general operations of the Brevard County Tax Collector. All general operating revenues, which are not restricted as to use, are recorded in the General Fund.

Tax Agency Fund - to account for the collection and distribution of taxes to municipalities, special districts, and the Board of County Commissioners.

Tag Agency Fund - to account for monies associated with the sale of state license plates, in accordance with Chapter 320, Florida Statutes.

BREVARD COUNTY TAX COLLECTOR
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <u>General</u> |
|------------------------------------|---------------------|
| ASSETS | |
| Cash | \$ 1,376,923 |
| Accrued interest receivable | 918 |
| Total assets | <u>\$ 1,377,841</u> |
| LIABILITIES AND FUND BALANCE | |
| Liabilities: | |
| Vouchers and contracts payable | \$ 47,164 |
| Due to charter officers | 1,236,297 |
| Due to other governmental units | 94,380 |
| Total liabilities | <u>\$ 1,377,841</u> |
| Fund balance | <u>\$ 0</u> |
| Total liabilities and fund balance | <u>\$ 1,377,841</u> |

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

BREVARD COUNTY TAX COLLECTOR
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>General</i> |
|--|-----------------------|
| REVENUES | |
| Charges for services | \$ 12,280,103 |
| Miscellaneous revenues | <u>165,008</u> |
| Total revenues | <u>\$ 12,445,111</u> |
| EXPENDITURES | |
| General government | <u>\$ 9,010,632</u> |
| Excess of revenues over expenditures | <u>\$ 3,434,479</u> |
| OTHER FINANCING USES | |
| Transfers to charter officers and other governmental units | <u>\$ (3,434,479)</u> |
| Total other financing uses | <u>\$ (3,434,479)</u> |
| Net change in fund balances | <u>\$ 0</u> |
| Fund balance - beginning | \$ 176,836 |
| Cumulative effect in prior years of accounting error | <u>(176,836)</u> |
| Fund balance - beginning, restated | <u>\$ 0</u> |
| Fund balance - ending | <u><u>\$ 0</u></u> |

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

BREVARD COUNTY TAX COLLECTOR

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | | <i>Variance with final budget - Positive (Negative)</i> |
|---|-------------------------|----------------|----------------------|---|
| | <i>Original</i> | <i>Final</i> | <i>Actual Amount</i> | |
| REVENUES | | | | |
| Charges for services | \$ 11,898,595 | \$ 12,254,635 | \$ 12,280,103 | \$ 25,468 |
| Miscellaneous revenues | 113,100 | 165,400 | 165,008 | (392) |
| Total revenues | \$ 12,011,695 | \$ 12,420,035 | \$ 12,445,111 | \$ 25,076 |
| EXPENDITURES | | | | |
| General government | \$ 8,721,755 | \$ 9,010,650 | \$ 9,010,632 | \$ 18 |
| Excess of revenues over expenditures | \$ 3,289,940 | \$ 3,409,385 | \$ 3,434,479 | \$ 25,094 |
| OTHER FINANCING USES | | | | |
| Transfers to charter officers and other governmental units | \$ (3,289,940) | \$ (3,409,385) | \$ (3,434,479) | \$ (25,094) |
| Total other financing uses | \$ (3,289,940) | \$ (3,409,385) | \$ (3,434,479) | \$ (25,094) |
| Net change in fund balances | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Fund balances - beginning | \$ 176,836 | \$ 176,836 | \$ 176,836 | \$ 0 |
| Cumulative effect in prior years of accounting error | 0 | 0 | (176,836) | (176,836) |
| Fund balance - beginning restated | \$ 176,836 | \$ 176,836 | \$ 0 | \$ (176,836) |
| Fund balances - ending | \$ 176,836 | \$ 176,836 | \$ 0 | \$ (176,836) |

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

BREVARD COUNTY TAX COLLECTOR
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2005

| | <i>Agency Funds</i> |
|---|-------------------------|
| ASSETS | |
| Cash | \$ 7,747,897 |
| Accounts receivable | 82,078 |
| Due from other governmental units | 1,292 |
| Accrued interest receivable | 6,121 |
| Total assets | <u>\$ 7,837,388</u> |
| LIABILITIES | |
| Due to employees, individuals, and others | \$ 382,433 |
| Due to other governmental units | 2,102,706 |
| Prepaid taxes | 5,352,249 |
| Total liabilities | <u>\$ 7,837,388</u> |
| NET ASSETS | <u>\$ 0</u> |

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

BREVARD COUNTY TAX COLLECTOR
 COMBINING STATEMENT OF NET ASSETS
 FIDUCIARY FUNDS
 SEPTEMBER 30, 2005

| | <i>Tag Agency</i> | <i>Tax Agency</i> | <i>Total</i> |
|---|-----------------------|-----------------------|---------------------|
| ASSETS | | | |
| Cash | \$ 756,225 | \$ 6,991,672 | \$ 7,747,897 |
| Accounts receivable | 57,964 | 24,114 | 82,078 |
| Due from other governmental units | 1,292 | 0 | 1,292 |
| Accrued interest receivable | 0 | 6,121 | 6,121 |
| Total assets | <u>\$ 815,481</u> | <u>\$ 7,021,907</u> | <u>\$ 7,837,388</u> |
| LIABILITIES | | | |
| Due to employees, individuals, and others | \$ 6,795 | \$ 375,638 | \$ 382,433 |
| Due to other governmental units | 808,686 | 1,294,020 | 2,102,706 |
| Prepaid taxes | 0 | 5,352,249 | 5,352,249 |
| Total liabilities | <u>\$ 815,481</u> | <u>\$ 7,021,907</u> | <u>\$ 7,837,388</u> |
| NET ASSETS | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |

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

BREVARD COUNTY TAX COLLECTOR
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Balance Oct. 1, 2004</i> | <i>Additions</i> | <i>Deductions</i> | <i>Balance Sept. 30, 2005</i> |
|--|---------------------------------|-----------------------|-----------------------|-----------------------------------|
| <u>Tag Agency</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 800,987 | \$ 45,835,492 | \$ 45,880,254 | \$ 756,225 |
| Accounts receivable | 51,936 | 9,445 | 3,417 | 57,964 |
| Due from other governmental units | 532 | 760 | 0 | 1,292 |
| TOTAL ASSETS | <u>\$ 853,455</u> | <u>\$ 45,845,697</u> | <u>\$ 45,883,671</u> | <u>\$ 815,481</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 3,033 | \$ 99,014 | \$ 95,252 | \$ 6,795 |
| Due to other governmental units | 850,422 | 45,746,683 | 45,788,419 | 808,686 |
| TOTAL LIABILITIES | <u>\$ 853,455</u> | <u>\$ 45,845,697</u> | <u>\$ 45,883,671</u> | <u>\$ 815,481</u> |
| <u>Tax Agency</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 6,169,247 | \$ 561,203,507 | \$ 560,381,082 | \$ 6,991,672 |
| Accounts receivable | 14,753 | 9,906 | 545 | 24,114 |
| Accrued interest receivable | 0 | 6,121 | 0 | 6,121 |
| TOTAL ASSETS | <u>\$ 6,184,000</u> | <u>\$ 561,219,534</u> | <u>\$ 560,381,627</u> | <u>\$ 7,021,907</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 478,960 | \$ 16,584,211 | \$ 16,687,533 | \$ 375,638 |
| Due to other governmental units | 1,111,765 | 539,019,614 | 538,837,359 | 1,294,020 |
| Prepaid taxes | 4,593,275 | 5,615,709 | 4,856,735 | 5,352,249 |
| TOTAL LIABILITIES | <u>\$ 6,184,000</u> | <u>\$ 561,219,534</u> | <u>\$ 560,381,627</u> | <u>\$ 7,021,907</u> |
| <u>Total - All Agency Funds</u> | | | | |
| ASSETS: | | | | |
| Cash | \$ 6,970,234 | \$ 607,038,999 | \$ 606,261,336 | \$ 7,747,897 |
| Accounts receivable | 66,689 | 19,351 | 3,962 | 82,078 |
| Due from other governmental units | 532 | 760 | 0 | 1,292 |
| Accrued interest receivable | 0 | 6,121 | 0 | 6,121 |
| TOTAL ASSETS | <u>\$ 7,037,455</u> | <u>\$ 607,065,231</u> | <u>\$ 606,265,298</u> | <u>\$ 7,837,388</u> |
| LIABILITIES: | | | | |
| Due to employees, individuals, and others | \$ 481,993 | \$ 16,683,225 | \$ 16,782,785 | \$ 382,433 |
| Due to other governmental units | 1,962,187 | 584,766,297 | 584,625,778 | 2,102,706 |
| Prepaid taxes | 4,593,275 | 5,615,709 | 4,856,735 | 5,352,249 |
| TOTAL LIABILITIES | <u>\$ 7,037,455</u> | <u>\$ 607,065,231</u> | <u>\$ 606,265,298</u> | <u>\$ 7,837,388</u> |

BREVARD COUNTY TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

All governmental fund financial statements are reported using a current financial resources measurement focus on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty days.

The primary revenue sources for governmental funds are commissions from tax collections, interest earnings, and charges for services. Primary revenue sources associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenues, such as miscellaneous revenues, are considered to be measurable and available only when payment is received.

Expenditures are generally recorded when liabilities are incurred, as under accrual accounting. However, liabilities such as accumulated sick and vacation pay, and insurance are recorded only when payment is due.

In applying the modified accrual basis of accounting to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are typically two types of intergovernmental revenues. One type requires monies to be expended for the specific purpose of a project before any amounts will be reimbursed to the Tax Collector, and therefore, the revenues recognized are based upon recorded expenditures. The other provides monies that are generally unrestricted as to purpose of expenditure and are substantially irrevocable (i.e. revocable only for failure to comply with prescribed compliance requirements). These revenues are recognized at the time of receipt or earlier if they meet the availability criterion.

These special-purpose financial statements are fund financial statements that have been prepared in conformity with reporting guidelines established by the Government Accounting Standards Board (GASB) and accounting practices prescribed by the Auditor General, State of Florida. The basic financial statements for the County as a whole, which includes the funds of the Tax Collector, were prepared in conformity with accounting principles generally accepted in the United States (GAAP).

Refer to Note 1. C. in County-wide Financial Statements for additional information.

BREVARD COUNTY TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

The Tax Collector utilizes the following fund types:

General Fund – The General Fund is the general operating fund of the Tax Collector. All general revenues and other receipts that are not required either legally or by generally accepted accounting principles to be accounted for in other funds are accounted for in the General Fund.

Agency Funds - Agency funds are clearing accounts for assets held by a government as an agent for individuals, private organizations, other governments or other funds. Agency funds are custodial in nature (assets equals liabilities) and do not involve the measurement of results of operations.

B. Budget

Refer to Note 1. D. in the County-wide Financial Statements.

C. Capital Assets

Refer to Note 1. F. in the County-wide Financial Statements.

| | <u>Oct. 1, 2004</u> | <u>Increases</u> | <u>Decreases</u> | <u>Sept. 30, 2005</u> |
|---|---------------------|------------------|------------------|-----------------------|
| Governmental Activities: | | | | |
| Operating machinery and equipment | \$1,843,022 | \$ 43,751 | \$34,951 | \$1,851,822 |
| Less accumulated depreciation | <u>541,667</u> | <u>232,044</u> | <u>34,291</u> | <u>739,420</u> |
| Total governmental activities capital assets, net | <u>\$1,301,355</u> | <u>\$188,293</u> | <u>\$ 660</u> | <u>\$1,112,402</u> |

D. Investments

Refer to Note 1. J. in the County-wide Financial Statements.

E. Accrued Compensated Absences

Refer to Note 1. L. in the County-wide Financial Statements.

The Tax Collector accrued compensated absences were:

| <u>Oct 1, 2004</u> | <u>Increase</u> | <u>Decrease</u> | <u>Sept 30, 2005</u> |
|--------------------|-----------------|-----------------|----------------------|
| \$702,457 | \$79,347 | \$85,179 | \$696,625 |

BREVARD COUNTY TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

F. Reserves of Fund Balances and Net Assets

Refer to Note 1. O. in the County-wide Financial Statements.

G. Use of Estimates

Refer to Note 1. P. in the County-wide Financial Statements.

2. Cash and Investments

Refer to Note 6. in the County-wide Financial Statements.

The carrying amount of the Tax Collector's deposits with financial institutions was \$3,234,084, and the bank balance was \$3,051,975. The bank balance is categorized as follows:

Amount insured by the FDIC or collateralized with securities held by
the State Treasurer in accordance with Chapter 280, Florida Statutes. \$3,051,975

The remaining balance classified as cash in the amount of \$5,890,736 is broken down as follows: \$14,200 in the Petty Cash/Change Funds and \$5,876,536, which represents both book and market value, is invested with the State Board of Administration (SBA).

3. Deferred Compensation

Refer to Note 24. in the County-wide Financial Statements.

4. Retirement

Refer to Note 23. in the County-wide Financial Statements.

The Tax Collector's contributions for the years ending September 30, 2005, 2004, and 2003 were \$375,767, \$369,101, and \$317,027, respectively, and equals the required contributions for each year. Contributions for the year ending September 30, 2005, represented 7.95% of covered payroll.

BREVARD COUNTY TAX COLLECTOR
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

5. Leases

The Tax Collector is obligated under a noncancelable operating lease for office equipment through May 2009. Total cost for the year ended September 30, 2005, was \$44,807. The future minimum lease payment is as follows:

| <u>Year Ended</u> <u>September 30</u> | <u>Amount</u> |
|--|------------------|
| 2006 | \$ 56,537 |
| 2007 | 47,247 |
| 2008 | 39,461 |
| 2009 | <u>23,710</u> |
| Total | <u>\$166,955</u> |

The Tax Collector leases three office facilities under noncancelable operating leases. Total costs for the leases were \$151,199 for the year ended September 30, 2005. The known future minimum lease payments are as follows:

| <u>Year Ended</u> <u>September 30</u> | <u>Amount</u> |
|--|--------------------|
| 2006 | \$ 157,817 |
| 2007 | 181,164 |
| 2008 | 205,739 |
| 2009 | 210,218 |
| 2010 | 191,651 |
| 2011 | 150,166 |
| 2012 | 155,288 |
| 2013 | 128,536 |
| 2014 | 68,952 |
| 2015 | <u>71,720</u> |
| Total | <u>\$1,521,251</u> |

6. Risk Management

Refer to Note 21. in the County-wide Financial Statements.

7. Prior Period Adjustment

Beginning fund balance for the general fund in the Statement of Revenues, Expenditures and Changes in Fund Balances has been restated in the amount of (\$176,836) and the corresponding adjustment was made to cash with fiscal agent to correctly report the amount of lease proceeds for the purchase of computer software for the Tax Collector's office. Net changes in fund balance for fiscal year 2004 were overstated by \$176,836.

BREVARD COUNTY
TAX COLLECTOR

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE**

AND OTHER MATTERS

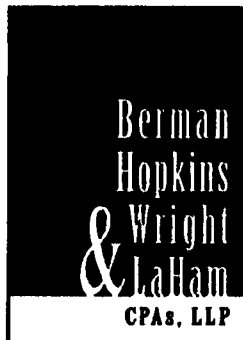
**BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH**

GOVERNMENT AUDITING STANDARDS



MANAGEMENT LETTER

SEPTEMBER 30, 2005



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

Honorable Rod Northcutt
Brevard County Tax Collector
Brevard County, Florida

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

We have audited the special-purpose financial statements of the Brevard County Tax Collector, as of and for the year ended September 30, 2005, and have issued our report thereon dated April 14, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Brevard County Tax Collector's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance

As part of obtaining reasonable assurance about whether Brevard County Tax Collector's special-purpose 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

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

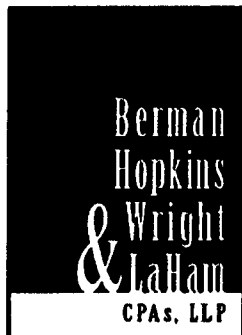
opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

April 14, 2006
Merritt Island, Florida

*Berman Hopkins
Wright & LaHam, CPAs, LLP*

MANAGEMENT LETTER



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

Honorable Rod Northcutt
Brevard County Tax Collector
Brevard County, Florida

We have audited the special-purpose financial statements of the Brevard County Tax Collector, as of and for the fiscal year ended September 30, 2005, and have issued our report thereon dated April 14, 2006.

We conducted our audit 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. We have issued our Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters dated April 14, 2006, and disclosures in that report, if any, 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 govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

The discussion required by the Rules of the Auditor General follows:

1. There were no: (1) violations of laws, rules, regulations, and contractual provisions that have occurred, or are likely to have occurred; (2) improper or illegal expenditures; (3) improper or inadequate accounting procedures; (4) failures to properly record financial transactions; and (5) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor.
2. The Brevard County Tax Collector complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
3. Our audit did not disclose any current recommendations that are required to be disclosed by the Rules of the Auditor General.
4. There were no recommendations made in the preceding annual financial audit report.
5. The Brevard County Tax Collector was originally established by the Constitution of the State of Florida, Article VIII, Section 1(d). Effective January 1, 1995, the citizens of Brevard County, Florida, elected to establish a Home Rule Charter in accordance with the Constitution of the State of Florida, Article VIII, Section 1(g). There were no component units related to the Brevard County Tax Collector.

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

This management letter is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the courteous and cooperative assistance received from Brevard County Tax Collector's personnel during the course of our audit.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP



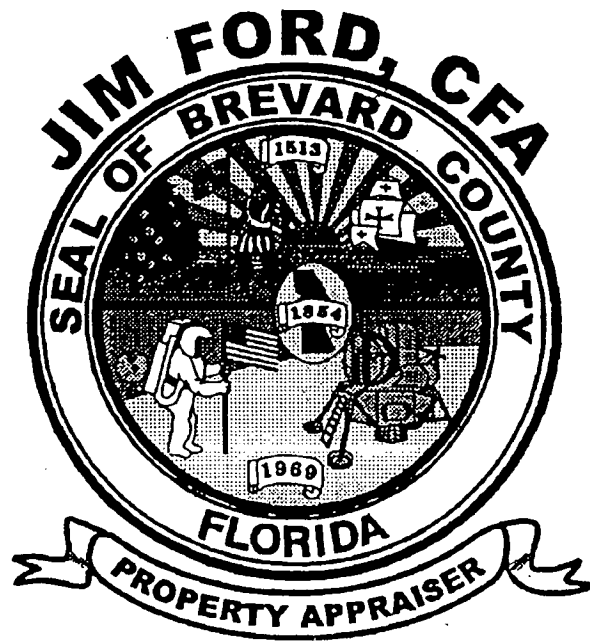
PROPERTY APPRAISER

BREVARD COUNTY PROPERTY APPRAISER

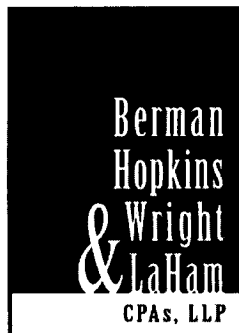
SEPTEMBER 30, 2005

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INDEPENDENT AUDITOR'S REPORT



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

Honorable Jim Ford
Brevard County Property Appraiser
Brevard County, Florida

We have audited the accompanying special-purpose financial statements of the Brevard County Property Appraiser, as of and for the year ended September 30, 2005, as listed in the table of contents. These special-purpose financial statements are the responsibility of Brevard County Property Appraiser's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

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 *Governmental 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 special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes 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 provides a reasonable basis for our opinion.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation under Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. These special-purpose financial statements present only the financial position of the Brevard County Property Appraiser at September 30, 2005, and the changes in financial position for the year then ended, and is not intended to be a complete presentation of the County.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Brevard County Property Appraiser, as of September 30, 2005, and the changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2006, on our consideration of the Brevard County Property Appraiser'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 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.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than the specified parties.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

**BREVARD COUNTY
PROPERTY APPRAISER**

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

BREVARD COUNTY
PROPERTY APPRAISER

General Fund - is used to account for all sources and uses of financial resources applicable to the general operations of the Brevard County Property Appraiser. All general operating revenues, which are not restricted as to use, are recorded in the General Fund.

BREVARD COUNTY PROPERTY APPRAISER
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <i>General</i> |
|------------------------------------|-------------------|
| ASSETS | |
| Cash | \$ 31,158 |
| Receivables | 6,926 |
| Prepaid expenses | 77,109 |
| Total assets | <u>\$ 115,193</u> |
| LIABILITIES AND FUND BALANCE | |
| Liabilities: | |
| Accounts payable | \$ 64,038 |
| Due to charter officers | 38,441 |
| Due to other governmental units | 1,821 |
| Total liabilities | <u>\$ 104,300</u> |
| Fund balance and reserves | |
| Reserve for prepaid items | \$ 77,109 |
| Fund deficit | <u>(66,216)</u> |
| Net reserves and fund deficit | <u>\$ 10,893</u> |
| Total liabilities and fund balance | <u>\$ 115,193</u> |

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

BREVARD COUNTY PROPERTY APPRAISER
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>General</i> |
|--|-------------------------|
| REVENUES | |
| Intergovernmental revenues | \$ 75,000 |
| Charges for services | 982,857 |
| Miscellaneous revenues | 29,493 |
| Total revenues | <u>\$ 1,087,350</u> |
| EXPENDITURES | |
| General government | <u>\$ 9,762,018</u> |
| Deficiency of revenues under expenditures | <u>\$ (8,674,668)</u> |
| OTHER FINANCING SOURCES AND (USES) | |
| Transfers from charter officers | <u>\$ 8,583,452</u> |
| Net change in fund balance | <u>\$ (91,216)</u> |
| Fund balance - beginning | 249,848 |
| Cumulative effect in prior years of accounting error | <u>25,000</u> |
| Fund balance - beginning restated | \$ 274,848 |
| Decrease in reserve for prepaids | <u>(172,739)</u> |
| Fund balance - ending | <u><u>\$ 10,893</u></u> |

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

BREVARD COUNTY PROPERTY APPRAISER

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|---|-------------------------|-----------------------|-------------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Intergovernmental revenue | \$ 75,000 | \$ 75,000 | \$ 75,000 | \$ 0 |
| Charges for services | 297,797 | 304,606 | 982,857 | 678,251 |
| Miscellaneous revenues | 0 | 0 | 29,493 | 29,493 |
| Total revenues | <u>\$ 372,797</u> | <u>\$ 379,606</u> | <u>\$ 1,087,350</u> | <u>\$ 707,744</u> |
| EXPENDITURES | | | | |
| General government | <u>\$ 8,764,378</u> | <u>\$ 8,963,058</u> | <u>\$ 9,762,018</u> | <u>\$ (798,960)</u> |
| Deficiency of revenues under expenditures | <u>\$ (8,391,581)</u> | <u>\$ (8,583,452)</u> | <u>\$ (8,674,668)</u> | <u>\$ (91,216)</u> |
| OTHER FINANCING SOURCES AND (USES) | | | | |
| Transfers from charter officers | <u>\$ 8,391,581</u> | <u>\$ 8,583,452</u> | <u>\$ 8,583,452</u> | <u>\$ 0</u> |
| Net change in fund balances | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ (91,216)</u> | <u>\$ (91,216)</u> |
| Fund balances - beginning | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 249,848</u> | <u>\$ 249,848</u> |
| Cumulative effect in prior years of accounting error | <u>0</u> | <u>0</u> | <u>25,000</u> | <u>25,000</u> |
| Fund balances - beginning restated | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 274,848</u> | <u>\$ 274,848</u> |
| Decrease in reserve for prepaids | <u>0</u> | <u>0</u> | <u>(172,739)</u> | <u>(172,739)</u> |
| Fund balances - ending | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 10,893</u></u> | <u><u>\$ 10,893</u></u> |

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

BREVARD COUNTY PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

All governmental fund financial statements are reported using a current financial resources measurement focus on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty days.

The primary revenue sources for governmental funds are charges for services to the Board of County Commissioners and other taxing districts. Primary revenue sources associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenues, such as miscellaneous revenues, are considered to be measurable and available only when payment is received.

Expenditures are generally recorded when liabilities are incurred, as under accrual accounting. However, liabilities such as accumulated sick and vacation pay, insurance and similar items, are recorded only when payment is due.

In applying the modified accrual basis of accounting to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are typically two types of intergovernmental revenues. One type requires monies to be expended for the specific purpose of a project before any amounts will be reimbursed to the Property Appraiser, and therefore, the revenues recognized are based upon recorded expenditures. The other provides monies that are generally unrestricted as to purpose of expenditure and are substantially irrevocable (i.e. revocable only for failure to comply with prescribed compliance requirements). These revenues are recognized at the time of receipt or earlier if they meet the availability criterion.

These special-purpose financial statements are fund financial statements that have been prepared in conformity with reporting guidelines established by the Government Accounting Standards Board (GASB) and accounting practices prescribed by the Auditor General, State of Florida. The basic financial statements for the County as a whole, which includes the funds of the Property Appraiser, were prepared in conformity with accounting principles generally accepted in the United States (GAAP).

Refer to Note 1. C. in the County-wide Financial Statements for additional information.

BREVARD COUNTY PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

A. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(continued)

The Property Appraiser utilizes the following fund type:

General Fund – The General Fund is the general operating fund of the Property Appraiser. All general revenues and other receipts that are not required either legally or by generally accepted accounting principles to be accounted for in other funds are accounted for in the General Fund.

B. Budget

Refer to Note 1. D. in the County-wide Financial Statements.

C. Capital Assets

Refer to Note 1. F. in the County-wide Financial Statements.

| | <u>Oct. 1, 2004</u> | <u>Increases</u> | <u>Decreases</u> | <u>Sept. 30, 2005</u> |
|---|---------------------|------------------|------------------|-----------------------|
| Governmental Activities: | | | | |
| Operating machinery and equipment | \$1,235,362 | \$359,787 | \$121,155 | \$1,473,994 |
| Less accumulated depreciation | <u>655,495</u> | <u>179,672</u> | <u>104,165</u> | <u>731,002</u> |
| Total governmental activities capital assets, net | <u>\$ 579,867</u> | <u>\$180,115</u> | <u>\$ 16,990</u> | <u>\$ 742,992</u> |

D. Investments

Refer to Note 1. J. in the County-wide Financial Statements.

E. Accrued Compensated Absences

Refer to Note 1. L. in the County-wide Financial Statements.

The Property Appraiser accrued compensated absences were:

| <u>Oct 1, 2004</u> | <u>Increase</u> | <u>Decrease</u> | <u>Sept 30, 2005</u> |
|--------------------|------------------|-------------------|----------------------|
| <u>\$874,025</u> | <u>\$791,091</u> | <u>\$ 983,922</u> | <u>\$681,194</u> |

F. Reserves of Fund Balances and Net Assets

Refer to Note 1. O. in the County-wide Financial Statements.

BREVARD COUNTY PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

G. Use of Estimates

Refer to Note 1. P. in the County-wide Financial Statements.

2. Comparison of Expenditures to Appropriations

Expenditures exceeded appropriations in the General Fund by \$798,960 as a result of unbudgeted mapping expenses and prior year adjustments. The Property Appraiser receives funding from the Board of County Commissioners to provide field data collections in support of County programs. The Florida Department of Revenue does not require that these expenditures be budgeted.

3. Cash and Investments

Refer to Note 6 in the County-wide Financial Statements.

The carrying amount of the Property Appraiser's deposits with financial institutions was \$31,158, and the bank balance was \$132,784. The bank balance is categorized as follows:

| | |
|---|-----------|
| Amount insured by FDIC or collateralized with securities held by the State Treasurer in accordance with Chapter 280, Florida Statutes. | \$132,784 |
|---|-----------|

4. Deferred Compensation

Refer to Note 24. in the County-wide Financial Statements.

5. Retirement

Refer to Note 23. in the County-wide Financial Statements.

The Property Appraiser's contributions for the years ending September 30, 2005, 2004, and 2003 were \$444,507, \$450,440, and \$337,245 respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2005, represented 8.22% of covered payroll.

BREVARD COUNTY PROPERTY APPRAISER
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

6. Leases

The Property Appraiser is obligated under an operating lease agreement for office equipment and vehicles through 2009. Total cost for the lease was \$45,780 for the year ended September 30, 2005. The future minimum lease payments are as follows:

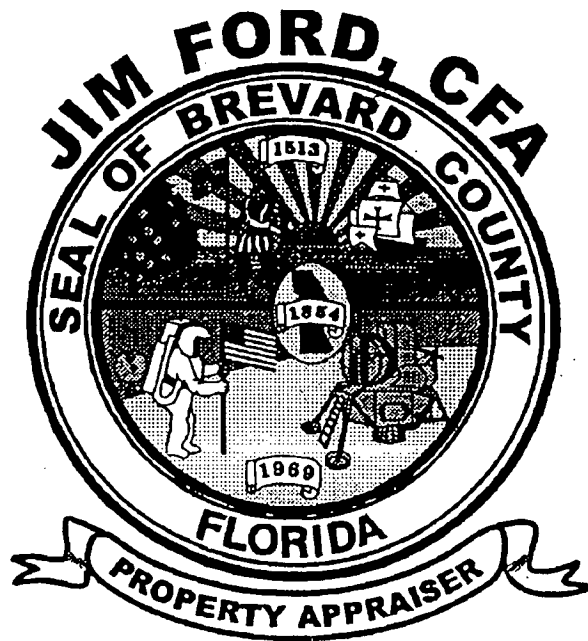
| <u>Year Ended September 30</u> | <u>Amount</u> |
|------------------------------------|-----------------|
| 2006 | \$22,098 |
| 2007 | 15,715 |
| 2008 | 12,363 |
| 2009 | <u>5,187</u> |
| Total | <u>\$55,363</u> |

7. Risk Management

Refer to Note 21. in the County-wide Financial Statements.

8. Prior Period Adjustment

During the year, it was determined that amounts due to charter officers as of September 30, 2004 were incorrectly recorded. It was discovered that amounts equal to \$25,000 were due from charter officers at September 30, 2004 but not recorded. This amount should have partially offset amounts due to charter officers. Additionally, \$103,000 of excess contract services revenue included in the amount due to charter officers at September 30, 2004 was not subject to remittance under Florida Statute 218.36(2) as determined by the Property Appraiser's legal counsel. This amount should have been recorded as deferred revenue and reduced program services for September 30, 2004. The effect of these adjustments for September 30, 2005 reduces amounts due from charter officers by \$128,000, reduces the beginning fund balance by \$25,000 and increases program services by \$103,000. The adjustments resulted in a decrease to deficiency of revenue under expenditures by \$103,000. Net changes in fund balance for fiscal year 2004 were understated by \$25,000.



BREVARD COUNTY
PROPERTY APPRAISER

**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***

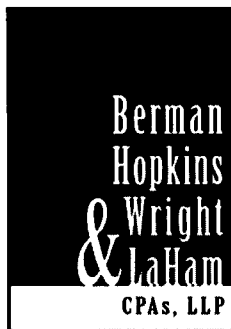


MANAGEMENT LETTER



MANAGEMENT'S RESPONSE LETTER

SEPTEMBER 30, 2005



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

Honorable Jim Ford
Brevard County Property Appraiser
Brevard County, Florida

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
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307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
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www.bermanhopkins.com

info@bermanhopkins.com

We have audited the special-purpose financial statements of the Brevard County Property Appraiser, as of and for the year ended September 30, 2005, and have issued our report thereon dated April 14, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Brevard County Property Appraiser's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance

As part of obtaining reasonable assurance about whether Brevard County Property Appraiser's special-purpose 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

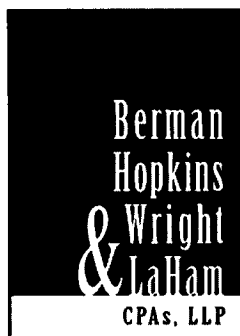
determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

April 14, 2006
Merritt Island, Florida

*Berman Hopkins
Wright & LaHam, CPAs, LLP*

MANAGEMENT LETTER



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

Honorable Jim Ford
Brevard County Property Appraiser
Brevard County, Florida

We have audited the special-purpose financial statements of the Brevard County Property Appraiser, as of and for the fiscal year ended September 30, 2005, and have issued our report thereon dated April 14, 2006.

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. We have issued our Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters dated April 14, 2006, and disclosures in that report, if any, 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 govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

The discussion required by the Rules of the Auditor General follows:

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

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FL 32901
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Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

1. There were no: (1) violations of laws, rules, regulations, and contractual provisions that have occurred, or are likely to have occurred; (2) improper or illegal expenditures; (3) improper or inadequate accounting procedures; (4) failures to properly record financial transactions; and (5) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor.
2. The Brevard County Property Appraiser complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
3. Our audit disclosed certain matters that are required to be disclosed by the Rules of the Auditor General. These matters are noted in the attachment to this letter under the heading "Management Recommendations from the Current Year."
4. There were no recommendations made in the preceding annual financial audit report.
5. The Brevard County Property Appraiser was originally established by the Constitution of the State of Florida, Article VIII, Section 1(d). Effective January 1, 1995, the citizens of Brevard County, Florida, elected to establish a Home Rule Charter in accordance with the Constitution of the State of Florida, Article VIII, Section 1(g). There were no component units related to the Brevard County Property Appraiser.

This management letter is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the courteous and cooperative assistance received from Brevard County Property Appraiser's personnel during the course of our audit.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

Brevard County Property Appraiser

MANAGEMENT RECOMMENDATIONS FROM CURRENT YEAR

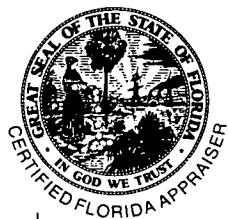
September 30, 2005

05-1 Modified Accrual Basis of Accounting

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period and expenditures are generally recorded when liabilities are incurred. The modified accrual basis is required by generally accepted accounting principles since it results in financial statements that reflect the complete effects of an entity's financial transactions for a period.

Under the existing accounting process, transactions are recorded on a cash basis during the year, whereby certain revenues are recognized when received, and expenses are recognized when paid. At year end, adjustments are made to convert the accounting data from the cash basis to the modified accrual basis.

We recommend that modified accrual entries be made during the period close to report activity on the modified accrual basis.



JIM FORD, CFA
PROPERTY APPRAISER
BREVARD COUNTY, FLORIDA



<http://www.brevardpropertyappraiser.com>

P.O. BOX 429 • TITUSVILLE, FL 32781-0429 • PHONE (321) 264-6700 • FAX (321) 264-5187

September 12, 2006

Honorable William O. Monroe
Auditor General, State of Florida
P O Box 1735
Tallahassee, Florida 32301-1735

Regarding: Response to Auditor's Comments

Dear Sir:

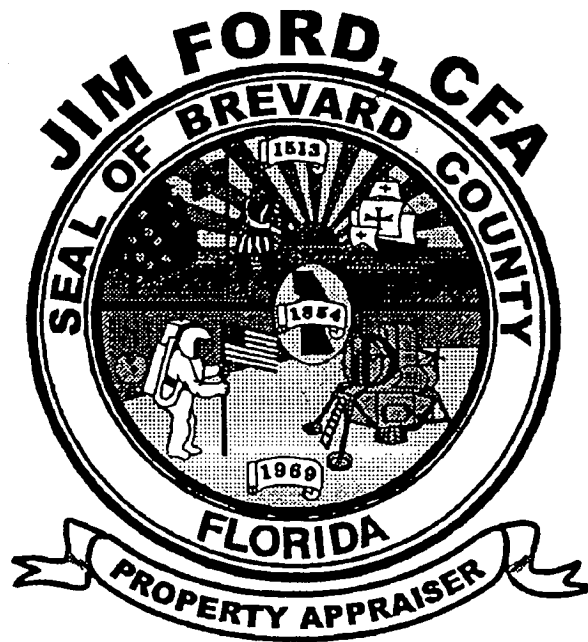
In accordance with Section 11.45, Florida Statutes and Chapter 10.550, Rules of the Auditor General, the following is my response to the auditors' management comment for the fiscal year ended September 30, 2005.

Comment 05-1 Modified Accrual Basis of Accounting

The Property Appraiser's Office agrees with the auditors' comment and will utilize the modified accrual methodology, as recommended, beginning with the fiscal year ending September 30, 2006.

Sincerely,

Jim Ford, CFA
Brevard County Property Appraiser



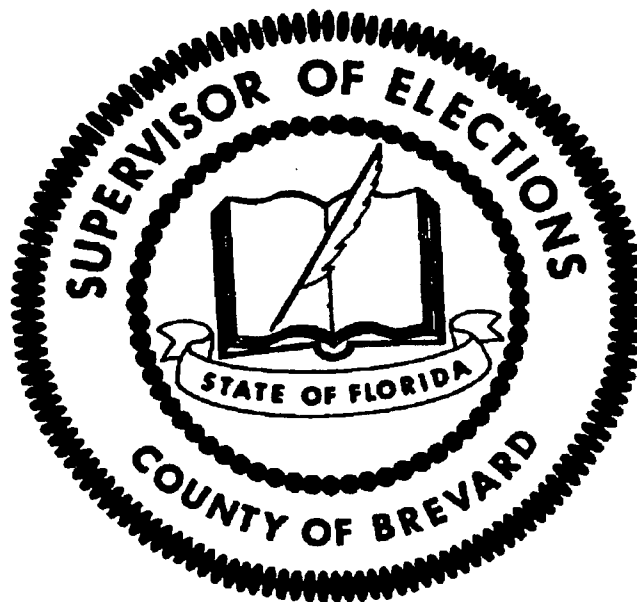
SUPERVISOR OF ELECTIONS

BREVARD COUNTY SUPERVISOR OF ELECTIONS

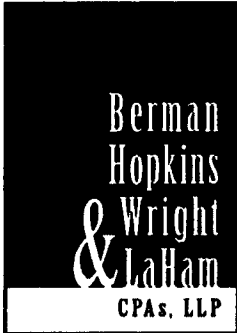
SEPTEMBER 30, 2005

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INDEPENDENT AUDITOR'S REPORT



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

Honorable Fred D. Galey
Brevard County Supervisor of Elections
Brevard County, Florida

We have audited the accompanying special-purpose financial statements of the Brevard County Supervisor of Elections, as of and for the year ended September 30, 2005, as listed in the table of contents. These special-purpose financial statements are the responsibility of Brevard County Supervisor of Elections' management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

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 *Governmental 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 special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes 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 provides a reasonable basis for our opinion.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation under Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. These special-purpose financial statements present only the financial position of the Brevard County Supervisor of Elections at September 30, 2005, and the changes in financial position for the year then ended, and is not intended to be a complete presentation of the County.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Brevard County Supervisor of Elections, as of September 30, 2005, and the changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2006, on our consideration of the Brevard County Supervisor of Elections' 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 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.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than the specified parties.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & LaHam, CPAs, LLP

BREVARD COUNTY
SUPERVISOR OF ELECTIONS

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

BREVARD COUNTY
SUPERVISOR OF ELECTIONS

General Fund - is used to account for all sources and uses of financial resources applicable to the general operations of the Brevard County Supervisor of Elections. All general operating revenues, which are not restricted as to use, are recorded in the General Fund.

BREVARD COUNTY SUPERVISOR OF ELECTIONS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2005

| | <u>General</u> |
|---|--------------------------|
| ASSETS | |
| Cash | \$ 699,088 |
| Due from other governmental units | 4,340 |
| Accrued interest receivable | <u>2,118</u> |
| Total assets | <u><u>\$ 705,546</u></u> |
| LIABILITIES AND FUND BALANCE | |
| Liabilities: | |
| Vouchers and contracts payable | \$ 54,703 |
| Accrued wages and benefits payable | 30,053 |
| Due to charter officers | <u>620,790</u> |
| Total liabilities | <u>\$ 705,546</u> |
| Fund balance | <u>\$ 0</u> |
| Total liabilities and fund balance | <u><u>\$ 705,546</u></u> |

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

BREVARD COUNTY SUPERVISOR OF ELECTIONS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <u>General</u> |
|--|-----------------------|
| REVENUES | |
| Intergovernmental revenues | \$ 101,439 |
| Charges for services | 43,625 |
| Miscellaneous revenues | <u>17,200</u> |
| Total revenues | <u>\$ 162,264</u> |
| EXPENDITURES | |
| General government | <u>\$ 3,773,685</u> |
| Deficiency of revenues under expenditures | <u>\$ (3,611,421)</u> |
| OTHER FINANCING SOURCES | |
| Transfers from charter officers | <u>\$ 3,611,421</u> |
| Net change in fund balance | \$ 0 |
| Fund balance - beginning | <u>0</u> |
| Fund balance - ending | <u><u>\$ 0</u></u> |

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

BREVARD COUNTY SUPERVISOR OF ELECTIONS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2005

| | <i>Budgeted Amounts</i> | | <i>Actual Amount</i> | <i>Variance with final budget - Positive (Negative)</i> |
|--|-------------------------|------------------------|-----------------------|---|
| | <i>Original</i> | <i>Final</i> | | |
| REVENUES | | | | |
| Intergovernmental revenues | \$ 100,446 | \$ 100,446 | \$ 101,439 | \$ 993 |
| Charges for services | 19,300 | 19,300 | 43,625 | 24,325 |
| Miscellaneous revenues | 8,000 | 8,000 | 17,200 | 9,200 |
| Total revenues | <u>\$ 127,746</u> | <u>\$ 127,746</u> | <u>\$ 162,264</u> | <u>\$ 34,518</u> |
| EXPENDITURES | | | | |
| General government | <u>\$ 4,558,950</u> | <u>\$ 4,357,843</u> | <u>\$ 3,773,685</u> | <u>\$ 584,158</u> |
| Deficiency of revenues under expenditures | <u>\$ (4,431,204)</u> | <u>\$ (4,230,097)</u> | <u>\$ (3,611,421)</u> | <u>\$ 618,676</u> |
| OTHER FINANCING SOURCES | | | | |
| Transfers from charter officers | <u>\$ 4,433,319</u> | <u>\$ 4,232,212</u> | <u>\$ 3,611,421</u> | <u>\$ (620,791)</u> |
| Net change in fund balances | <u>\$ 2,115</u> | <u>\$ 2,115</u> | <u>\$ 0</u> | <u>\$ (2,115)</u> |
| Fund balances - beginning | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Fund balances - ending | <u><u>\$ 2,115</u></u> | <u><u>\$ 2,115</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ (2,115)</u></u> |

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

BREVARD COUNTY SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

All governmental fund financial statements are reported using a current financial resources measurement focus on a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty days.

The primary revenue sources for governmental funds are appropriations from the Board of County Commissioners and charges for services. Primary revenue sources associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenues, such as miscellaneous revenues, are considered to be measurable and available only when payment is received.

Expenditures are generally recorded when liabilities are incurred, as under accrual accounting. However, liabilities such as accumulated sick and vacation pay, are recorded only when payment is due.

In applying the modified accrual basis of accounting to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. There are typically two types of intergovernmental revenues. One type requires monies to be expended for the specific purpose of a project before any amounts will be reimbursed to the Supervisor of Elections, and therefore, the revenues recognized are based upon recorded expenditures. The other provides monies that are generally unrestricted as to purpose of expenditure and are substantially irrevocable (i.e. revocable only for failure to comply with prescribed compliance requirements). These revenues are recognized at the time of receipt or earlier if they meet the availability criterion.

These special-purpose financial statements are fund financial statements that have been prepared in conformity with reporting guidelines established by the Government Accounting Standards Board (GASB) and accounting practices prescribed by the Auditor General, State of Florida. The basic financial statements for the County as a whole, which includes the fund of the Supervisor of Elections, were prepared in conformity with accounting principles generally accepted in the United States (GAAP).

Refer to Note 1. C in the County-wide Financial Statements for additional information.

BREVARD COUNTY SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

The Supervisor of Elections utilizes the following fund type:

General Fund – The General Fund is the general operating fund of the Supervisor of Elections. All general revenues and other receipts that are not required either legally or by generally accepted accounting principles to be accounted for in other funds are accounted for in the General Fund.

B. Budget

Refer to Note 1. D. in the County-wide Financial Statements.

C. Capital Assets

Refer to Note 1. F. in the County-wide Financial Statements.

| | <u>Oct. 1, 2004</u> | <u>Increases</u> | <u>Decreases</u> | <u>Sept. 30, 2005</u> |
|---|---------------------|-------------------|------------------|-----------------------|
| Governmental Activities: | | | | |
| Operating machinery and equipment | \$1,625,752 | \$1,044,042 | \$35,186 | \$2,634,608 |
| Less accumulated depreciation | <u>869,659</u> | <u>159,949</u> | <u>31,982</u> | <u>997,626</u> |
| Total governmental activities capital assets, net | <u>\$ 756,093</u> | <u>\$ 884,093</u> | <u>\$ 3,204</u> | <u>\$1,636,982</u> |

D. Investments

Refer to Note 1. J. in the County-wide Financial Statements.

E. Accrued Compensated Absences

Refer to Note 1. L. in the County-wide Financial Statements.

The Supervisor of Elections accrued compensated absences were:

| <u>Oct 1, 2004</u> | <u>Increase</u> | <u>Decrease</u> | <u>Sept 30, 2005</u> |
|--------------------|-----------------|-----------------|----------------------|
| \$175,613 | \$950 | \$3,189 | \$173,374 |

F. Reserves of Fund Balances and Net Assets

Refer to Note 1. O. in the County-wide Financial Statements.

G. Use of Estimates

Refer to Note 1. P. in the County-wide Financial Statements.

BREVARD COUNTY SUPERVISOR OF ELECTIONS
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005

2. Cash and Investments

Refer to Note 6 in the County-wide Financial Statements.

Cash in the amount of \$699,088 represents both book and market value, was invested with the State Board of Administration, State of Florida.

3. Deferred Compensation

Refer to Note 24. in the County-wide Financial Statements.

4. Retirement

Refer to Note 23. in the County-wide Financial Statements.

The Supervisor of Elections' contributions for the years ending September 30, 2005, 2004, and 2003 were \$112,163, \$103,386, and \$85,595, respectively, and equals the required contributions for each year. Contributions for the year ending September 30, 2005 represented 8.18% of covered payroll.

5. Risk Management

Refer to Note 21. in the County-wide Financial Statements.

**BREVARD COUNTY
SUPERVISOR OF ELECTIONS**

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE**

AND OTHER MATTERS

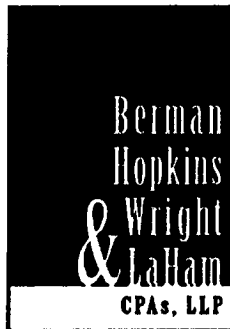
**BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH**

GOVERNMENT AUDITING STANDARDS



MANAGEMENT LETTER

SEPTEMBER 30, 2005



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

Honorable Fred D. Galey
Brevard County Supervisor of Elections
Brevard County, Florida

Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

We have audited the special-purpose financial statements of the Brevard County Supervisor of Elections, as of and for the year ended September 30, 2005, and have issued our report thereon dated April 14, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Brevard County Supervisor of Elections' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance

As part of obtaining reasonable assurance about whether Brevard County Supervisor of Elections' special-purpose 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

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
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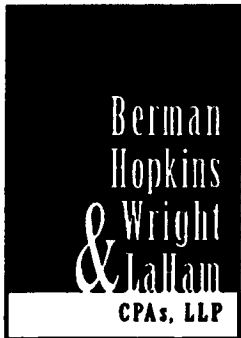
of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

April 14, 2006
Merritt Island, Florida

*Berman Hopkins
Wright & LaHam, CPAs, LLP*

MANAGEMENT LETTER



Partners:

John R. Hopkins
James A. Wright, Jr.
James S. LaHam
Ross A. Whitley

320 Fortenberry Road
Merritt Island
FL 32952
Phone 321.453.2020
Fax 321.459.1026

307 E. New Haven Ave.
Suite One
Melbourne
FL 32901
Phone 321.727.2353
Fax 321.676.3923

www.bermanhopkins.com

info@bermanhopkins.com

Honorable Fred D. Galey
Brevard County Supervisor of Elections
Brevard County, Florida

We have audited the special-purpose financial statements of the Brevard County Supervisor of Elections, as of and for the fiscal year ended September 30, 2005, and have issued our report thereon dated April 14, 2006.

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. We have issued our Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters dated April 14, 2006, and disclosures in that report, if any, 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 govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

The discussion required by the Rules of the Auditor General follows:

1. There were no: (1) violations of laws, rules, regulations, and contractual provisions that have occurred, or are likely to have occurred; (2) improper or illegal expenditures; (3) improper or inadequate accounting procedures; (4) failures to properly record financial transactions; and (5) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor.
2. The Brevard County Supervisor of Elections complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
3. Our audit did not disclose any current recommendations that are required to be disclosed by the Rules of the Auditor General.
4. There were no recommendations made in the preceding annual financial audit report.
5. The Brevard County Supervisor of Elections was originally established by the Constitution of the State of Florida, Article VIII, Section 1(d). Effective January 1, 1995, the citizens of Brevard County, Florida, elected to establish a Home Rule Charter in accordance with the Constitution of the State of Florida, Article VIII, Section 1(g). There were no component units related to the Brevard County Supervisor of Elections.

This management letter is intended solely for the information and use of management and the Florida Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the courteous and cooperative assistance received from Brevard County Supervisor of Elections' personnel during the course of our audit.

April 14, 2006
Merritt Island, Florida

Berman Hopkins
Wright & Latham, CPAs, LLP

