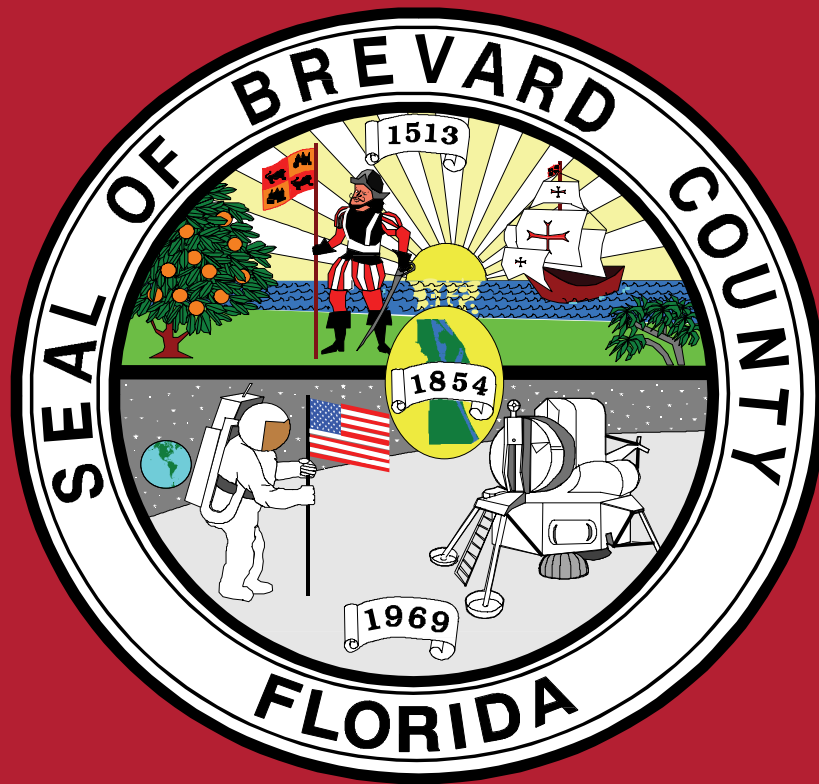


# ANNUAL FINANCIAL AUDITS



*BREVARD COUNTY  
SHERIFF  
CLERK OF THE CIRCUIT COURT  
TAX COLLECTOR  
PROPERTY APPRAISER  
SUPERVISOR OF ELECTIONS*

Brevard County, Florida  
For the Year Ended September 30, 2008

**BREVARD**

**COUNTY**

BREVARD COUNTY, FLORIDA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT

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Partners:

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

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners  
Brevard County, Florida



BREVARD OFFICE

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

ORLANDO OFFICE

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

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, 2008, which collectively comprise 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, which collectively represent 92 percent, 91 percent and 77 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 opinions, insofar as it relates to the amounts included for the aggregate discretely presented component units is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports 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, 2008, and the respective changes in financial position and, where applicable, cash flows 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 March 11, 2009, on our consideration of Brevard County, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis 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 introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Chapter 10.550, *Local Government Entity Audits*, Rules of the Auditor General of the State of Florida and is also not a required part of the basic financial statements of Brevard County, Florida. The combining and individual nonmajor fund statements and schedules and the schedule of expenditures of federal awards and state financial assistance have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

March 11, 2009  
Melbourne, Florida

*Berman Hopkins Wright & LaHam*  
*CPAs and Associates, 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, 2008. 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, 2008 by \$918.3 million (net assets). Of this amount, \$100.4 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 \$38.1 million over the previous year with \$31.6 million of the increase resulting from governmental activities and \$6.4 million resulting from business-type activities.
- The General Fund reported a fund balance of \$53.8 million, an increase of \$.7 million over the previous fiscal year.
- Total bonded debt decreased \$31.8 million in fiscal year 2008.

## 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's 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, economic environment, human services, 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 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.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Brevard County's progress in funding its obligation to provide other postemployment benefits to its employees. Required supplementary information can be found on Exhibit A-13 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 \$918.3 million at the close of the most recent fiscal year. Brevard County's increase in net assets for this fiscal year amounts to \$38.1 million.

The largest portion of Brevard County's net assets (60 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 most of the capital assets themselves cannot be used to liquidate these liabilities.

	<b>Brevard County's Net Assets</b>					
	(in millions)					
	Governmental Activities		Business-type Activities		Total	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Current and other assets	\$ 490.0	\$ 563.3	\$ 112.7	\$ 115.8	\$ 602.7	\$ 679.1
Capital assets	<u>661.0</u>	<u>556.7</u>	<u>239.9</u>	<u>237.1</u>	<u>900.9</u>	<u>793.8</u>
Total assets	<u>\$1,151.0</u>	<u>\$1,120.0</u>	<u>\$352.6</u>	<u>\$352.9</u>	<u>\$1,503.6</u>	<u>\$1,472.9</u>
Long-term liabilities outstanding	\$ 401.4	\$ 408.6	\$ 81.7	\$ 88.9	\$ 483.1	\$ 497.5
Other liabilities	<u>83.2</u>	<u>76.6</u>	<u>19.0</u>	<u>18.6</u>	<u>102.2</u>	<u>95.2</u>
Total liabilities	<u>\$ 484.6</u>	<u>\$ 485.2</u>	<u>\$100.7</u>	<u>\$107.5</u>	<u>\$ 585.3</u>	<u>\$ 592.7</u>
Net assets						
Invested in capital assets, net of related debt	\$ 374.0	\$ 325.3	\$ 174.3	\$ 161.4	\$ 548.3	\$ 486.7
Restricted	238.8	241.0	30.8	28.7	269.6	269.7
Unrestricted	<u>53.6</u>	<u>68.5</u>	<u>46.8</u>	<u>55.3</u>	<u>100.4</u>	<u>123.8</u>
Total net assets	<u>\$ 666.4</u>	<u>\$ 634.8</u>	<u>\$251.9</u>	<u>\$245.4</u>	<u>\$ 918.3</u>	<u>\$ 880.2</u>

The restricted portion of Brevard County's net assets (29 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, road construction/resurfacing and modernizing judicial records systems. The remaining balance of unrestricted net assets (\$100.4 million) may be used to meet the government's ongoing obligations to citizens and creditors within the respective governmental and business-type activities.

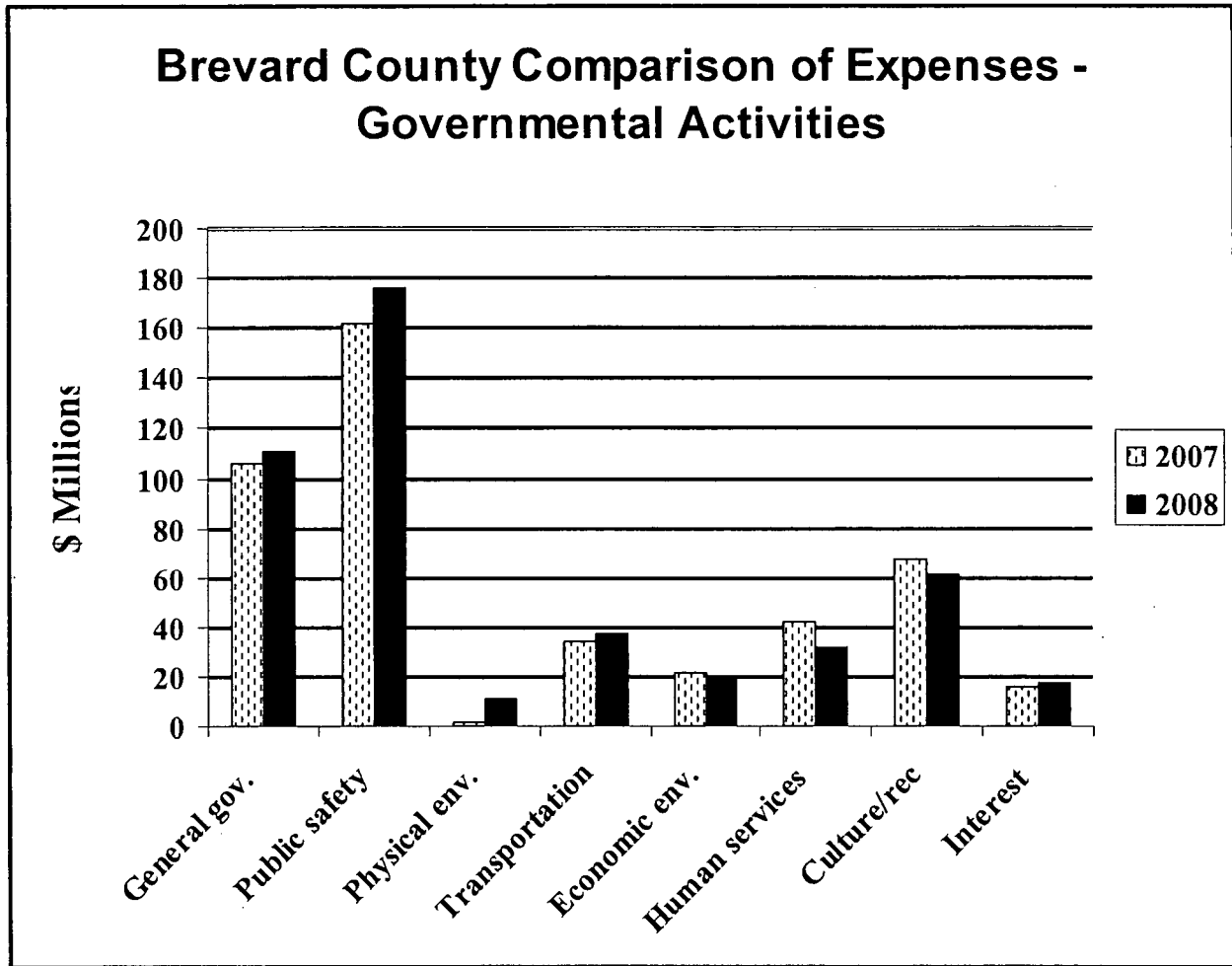
At the end of the current fiscal year, Brevard County is able to report positive balances in all three categories of net assets as a whole and individually within the governmental and business-type activities.

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, as well as additional taxes, user fees and unspent capital bond proceeds.

<b>Brevard County's Changes in Net Assets</b>						
(in millions)						
	Governmental Activities		Business-type Activities		Total	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Revenues						
Program revenues:						
Charges for services	\$138.2	\$131.5	\$ 69.5	\$ 68.2	\$207.7	\$199.7
Operating grants and contributions	29.3	36.9	7.4	6.7	36.7	43.6
Capital grants and contributions	4.2	1.7	9.1	10.9	13.3	12.6
General revenues:						
Property taxes	237.7	240.2	0	0	237.7	240.2
Other taxes	26.1	41.9	0	0	26.1	41.9
State shared	30.6	33.2	0	0	30.6	33.2
Interest	19.2	27.5	4.6	6.3	23.8	33.8
Other	<u>17.2</u>	<u>16.2</u>	<u>.8</u>	<u>.8</u>	<u>18.0</u>	<u>17.0</u>
Total revenues	<u>\$502.5</u>	<u>\$529.1</u>	<u>\$ 91.4</u>	<u>\$ 92.9</u>	<u>\$593.9</u>	<u>\$622.0</u>
Expenses:						
General government	\$110.6	\$106.2	\$ 0	\$ 0	\$110.6	\$106.2
Public safety	176.2	161.7	0	0	176.2	161.7
Physical environment	11.5	1.2	0	0	11.5	1.2
Transportation	37.8	34.3	0	0	37.8	34.3
Economic environment	20.0	21.2	0	0	20.0	21.2
Human services	32.2	42.5	0	0	32.2	42.5
Culture and recreation	61.4	67.9	0	0	61.4	67.9
Interest on long-term debt	17.8	15.8	0	0	17.8	15.8
Solid waste	0	0	38.0	37.3	38.0	37.3
Water resources	0	0	34.3	32.2	34.3	32.2
Transit service	0	0	11.7	10.0	11.7	10.0
Golf courses	<u>0</u>	<u>0</u>	<u>4.3</u>	<u>4.7</u>	<u>4.3</u>	<u>4.7</u>
Total expenses	<u>\$467.5</u>	<u>\$450.8</u>	<u>\$ 88.3</u>	<u>\$ 84.2</u>	<u>\$555.8</u>	<u>\$535.0</u>
Increase in net assets before transfers and special items	\$ 35.0	\$ 78.3	\$ 3.1	\$ 8.7	\$ 38.1	\$ 87.0
Special items	0	.7	0	.5	0	1.2
Transfers	<u>(3.4)</u>	<u>(1.9)</u>	<u>3.4</u>	<u>1.9</u>	<u>0</u>	<u>0</u>
Increase in net assets	<u>\$ 31.6</u>	<u>\$ 77.1</u>	<u>\$ 6.5</u>	<u>\$ 11.1</u>	<u>\$ 38.1</u>	<u>\$ 88.2</u>
Net assets beginning	\$634.8	\$562.9	\$245.4	\$234.5	\$880.2	\$797.4
Cumulative effect in prior years	<u>0</u>	<u>(5.2)</u>	<u>0</u>	<u>(.2)</u>	<u>0</u>	<u>(5.4)</u>
Net assets ending	<u>\$666.4</u>	<u>\$634.8</u>	<u>\$251.9</u>	<u>\$245.4</u>	<u>\$918.3</u>	<u>\$880.2</u>

**Financial Analysis of Governmental Activities**

Governmental activities increased the County’s net assets by \$31.6 million, compared to an increase of \$77.1 million in the previous year. Public safety expenses, including the Sheriff’s department and Fire/Rescue account for the largest percentage (38%) of program expenses. This category of expenses experienced a \$14.5 million increase over the previous year. Salary and benefits costs for law enforcement and fire rescue personnel increased due to pay raises approved as part of a revised pay and classification plan. Increases in health insurance premiums were also a factor. Property tax revenues decreased 1.0% over the previous year as a result of decreased property assessments. The chart comparing the major expenses of governmental activities for fiscal years 2007 and 2008 is as follows:



**Financial Analysis of Business-type Activities**

Business type activities increased the County’s net assets by \$6.5 million, compared to \$11.1 million in the previous year. The County’s solid waste operations experienced the largest increase in net assets at \$3.6 million, which is consistent with the results of the prior year. The County’s water resources operations reported a \$500,000 change in net assets, a decrease of \$6.2 million from the previous year. Capital contributions, in the form of connection fees and developer-constructed assets, have seen a significant decline due to the decline in building activity.

## 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, 2008, Brevard County governmental funds reported combined fund balances of \$387.2 million, a decrease of \$80.2 million from the prior year balances. The decrease primarily resulted from project funds expended for parks, roads and endangered land purchases. Grants, impact fees and special court revenues received in prior years have also been expended toward rehabilitation and improvement projects. The County's Building Code Compliance department experienced a \$700,000 operating deficit due to the drop in economic activity; the department has adjusted operations of the office to accommodate the conditions.

The General Fund is the chief operating fund of the County. At September 30, 2008, total fund balance in the General Fund was \$53.8 million, of which \$49.6 million was unreserved. This represents a minimal change from the General Fund balance (\$53.1 million) in the preceding fiscal year. The General Fund revenues and other sources for fiscal year 2008 were in line with expenditures and other uses. The increase in inventory of supplies and prepaid expenditures increased the reserved General Fund balance by approximately \$600,000. As a measure of the General Fund's liquidity, the total and unreserved fund balances compared to total fund expenditures and other financing uses shows percentages of 19.2% and 17.7 % respectively. The chart comparing the major revenues of governmental activities for fiscal years 2007 and 2008 is as follows:

Emergency Services received \$73.9 million of dedicated property taxes, fire assessment, ambulance fees and General fund financial support during fiscal year 2008. The department expended \$66.7 million for personnel, operations and some capital renovations. The \$4.4 million excess generated during fiscal year 2008 represents part of the \$27.3 million being carried over into fiscal year 2008 to complete stations, acquire vehicles and other capital facilities. The department anticipates receiving \$64.0 million of property taxes, fire assessment, ambulance fees and General Fund financial support during fiscal year 2009.

The cash and investments held in the Transportation Trust, the Parks and Recreation Facilities, and the Environmentally Endangered Land Purchases Fund(s) include approximately \$184 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, 2008, total net assets amounted to \$248.9 million for enterprise funds as compared to \$242.6 million at September 30, 2007. 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 \$3.6 million, which includes impact fees of \$1.1 million. The service fees assessed are also used to fund part of the department's ongoing capital program.

The Water Resources Department reported an increase in net assets for fiscal year 2008 of approximately \$500,000, compared to the \$6.7 million increase in net assets in the preceding fiscal year. The net loss before contributions and transfers of \$4.3 million is offset by capital contributions from connection fees of \$2.4 million and \$2.1 million of assets donated by developers. The total capital contributions of \$4.5 million received in fiscal year 2008 dropped



substantially from the \$9.5 million received in fiscal year 2007. The Water Resources Department is required by bond resolution to maintain user rates sufficient to pay for operations, debt services and all reserve requirements. The coverage for fiscal year 2008 was just at 100% (down from 107% in fiscal 2007) and unless future rates or costs are adjusted, the County may not adhere to bond covenants.

### 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 2008 as well as the final budget is presented.

A comparison of the original to the final operating revenue budget shows an increase of \$1.47 million, primarily as a result of Federal and State grants applied to hurricanes relief. Expenditures were \$18.7 million less than final budgeted amounts. Spending levels for 2008 were adjusted by County management during the fiscal year in recognition of declining general revenues.

The overall financial condition of Brevard County government is stable. The County's service functions, dependant on revenues from development or economic activity, are experiencing some financial stress. Some government functions receive dedicated taxes, assessments or other revenue sources and have accumulated reserves or fund balances that can help withstand the fiscal challenge. The County's governing body can review the service levels and revenue sources while considering and potentially realigning where funds are allocated.

### 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, 2008, amounts to \$900.9 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, bridges and other infrastructure are also included. The total increase in Brevard County's investment in capital assets for the current fiscal year was 13.5 percent (an 18.7 percent increase for governmental activities and a 1.2 percent increase for business-type activities).

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

	Governmental Activities		Business-type Activities		Total	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Land	\$227.8	\$170.6	\$ 37.8	\$ 37.8	\$265.6	\$208.4
Buildings and structures	185.5	149.0	36.6	37.1	222.1	186.1
Infrastructure	88.4	80.1	9.5	9.4	97.9	89.5
Improvements to land	21.5	18.7	3.7	4.0	25.2	22.7
Improvements other than buildings	7.4	8.3	125.6	120.7	133.0	129.0
Machinery and equipment	53.5	52.3	19.4	16.1	72.9	68.4
Construction in progress	<u>76.9</u>	<u>77.7</u>	<u>7.3</u>	<u>12.0</u>	<u>84.2</u>	<u>89.7</u>
Total	<u>\$661.0</u>	<u>\$556.7</u>	<u>\$239.9</u>	<u>\$237.1</u>	<u>\$900.9</u>	<u>\$793.8</u>

Additional information on Brevard County's capital assets can be found in notes to financial statements (Exhibit A-12, Note 7).

**Long-term debt.** At the end of the current fiscal year, Brevard County had total bonded debt outstanding of \$433.7 million. Of this amount, \$188.4 million comprises debt backed by voter approved property taxes and \$245.3 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>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Limited Ad valorem Tax Bonds	\$188.4	\$200.7	\$ 0	\$ 0	\$188.4	\$200.7
Revenue bonds	<u>180.6</u>	<u>190.3</u>	<u>64.7</u>	<u>74.5</u>	<u>245.3</u>	<u>264.8</u>
Total	<u>\$369.0</u>	<u>\$391.0</u>	<u>\$ 64.7</u>	<u>\$ 74.5</u>	<u>\$433.7</u>	<u>\$465.5</u>

Additional information on Brevard County's long-term debt can be found in notes to financial statements (Exhibit A-12, Note 14)

**Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for Brevard County is currently 6.5 percent, which was an increase from a rate of 4.4 percent a year ago. The state's average unemployment rate is 6.0 percent and the national average rate is 5.8 percent.
- Total property valuation decreased from \$71.4 billion to \$68.5 billion. Taxable property valuation decreased from \$41.0 billion to \$38.0 billion. The valuation of Save Our Homes exemptions is \$8.3 billion, down from \$11.2 billion in 2007.

Brevard County is experiencing a decline in sales tax and other general revenues dependent on economic activity. Administrative steps have been taken to reduce expenditures to balance with funding available.

The number of building permits issued during 2008 was 8,372, a 28% decrease, reflecting a general decline in building activity.

All of these factors were considered in preparing Brevard County's budget for the 2009 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.

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# **BASIC FINANCIAL STATEMENTS**

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BREVARD COUNTY, FLORIDA  
STATEMENT OF NET ASSETS  
SEPTEMBER 30, 2008

	<i>Primary Government</i>			<i>Component Units</i>
	<i>Governmental Activities</i>	<i>Business-type Activities</i>	<i>Total</i>	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 449,574,801	\$ 62,051,339	\$ 511,626,140	\$ 19,414,895
Cash with escrow and paying agents	1,351,482	0	1,351,482	0
Investments	0	0	0	106,808
Receivables (net of allowance for uncollectibles)	11,159,358	1,336,482	12,495,840	423,944
Assessments receivable	252,426	0	252,426	0
Accrued interest receivable	2,203,992	568,330	2,772,322	27,616
Internal balances	(4,421,944)	4,421,944	0	0
Due from other governmental units	17,885,226	6,289,643	24,174,869	354,218
Inventory of supplies	6,242,095	1,270,331	7,512,426	163,399
Prepaid items	1,813,784	0	1,813,784	24,953
Deferred charges	0	0	0	3,293
Restricted assets:				
Cash and cash equivalents	0	35,605,944	35,605,944	0
Due from other governmental units	0	625,374	625,374	0
Capital assets, net of accumulated depreciation:				
Land	227,779,001	37,784,864	265,563,865	12,909,393
Buildings and structures	185,461,435	36,634,319	222,095,754	6,275,557
Infrastructure	88,414,555	9,476,540	97,891,095	0
Improvements to land	21,512,533	3,671,145	25,183,678	1,843,499
Improvements other than buildings	7,428,446	125,668,671	133,097,117	11,756,876
Machinery and equipment	53,527,977	19,373,246	72,901,223	1,651,122
Construction in progress	76,933,236	7,287,220	84,220,456	2,333,492
Unamortized debt issue costs	3,944,058	503,863	4,447,921	0
<b>Total assets</b>	<b>\$ 1,151,062,461</b>	<b>\$ 352,569,255</b>	<b>\$ 1,503,631,716</b>	<b>\$ 57,289,065</b>

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>LIABILITIES</b>				
Vouchers and contracts payable	\$ 30,558,823	\$ 6,819,161	\$ 37,377,984	\$ 515,551
Accrued wages and benefits payable	7,282,843	0	7,282,843	33,221
Accrued interest payable	3,539,870	94,614	3,634,484	0
Advance payments	0	0	0	304,993
Due to other governmental units	2,957,801	474,000	3,431,801	0
Matured interest payable	0	4,708	4,708	0
Unearned revenue	5,232,382	100	5,232,482	146,209
Liabilities payable from restricted assets:				
Accrued interest payable	0	541,700	541,700	0
Customer deposits	0	1,079,868	1,079,868	0
Revenue bonds	0	3,786,667	3,786,667	0
Noncurrent liabilities:				
Due within one year:				
Claims payable	7,905,038	0	7,905,038	0
Compensated absences	2,507,531	135,930	2,643,461	114,957
Arbitrage rebate	31,485	0	31,485	0
Leases payable	271,971	120,849	392,820	0
Notes payable	311,000	0	311,000	161,690
Bonds payable	22,900,917	5,912,416	28,813,333	0
Due in more than one year:				
Claims payable	8,991,518	0	8,991,518	0
Landfill closure and postclosure care	0	23,022,704	23,022,704	0
Compensated absences	26,131,001	2,067,201	28,198,202	137,415
Arbitrage rebate	296,379	0	296,379	0
Other postemployment benefits	7,536,715	861,074	8,397,789	0
Leases payable	188,833	48,190	237,023	0
Notes payable	9,477,000	0	9,477,000	1,717,929
Bonds payable (net of unamortized discounts and deferred amount on refunding)	348,484,694	55,720,552	404,205,246	0
Total liabilities	\$ 484,605,801	\$ 100,689,734	\$ 585,295,535	\$ 3,131,965
<b>NET ASSETS</b>				
Invested in capital assets (net of related debt)	\$ 374,045,574	\$ 174,307,331	\$ 548,352,905	\$ 34,890,320
Restricted for:				
Debt Service	3,200,272	7,793,850	10,994,122	0
General government	15,451,418	0	15,451,418	0
Education	3,613,956	0	3,613,956	0
Public safety	29,574,401	0	29,574,401	0
Physical environment	9,033,380	0	9,033,380	0
Transportation	93,407,530	0	93,407,530	0
Economic environment	12,930,296	0	12,930,296	0
Human services	9,788,156	0	9,788,156	0
Culture and recreation	61,772,582	0	61,772,582	0
Renewal and replacement	0	23,029,133	23,029,133	0
Unrestricted	53,639,095	46,749,207	100,388,302	19,266,780
Total net assets	\$ 666,456,660	\$ 251,879,521	\$ 918,336,181	\$ 54,157,100

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, 2008

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 110,574,906	\$ 59,024,702	\$ 3,319,859	\$ 12,016
Public safety	176,227,887	46,519,294	5,230,789	443,507
Physical environment	11,493,986	4,410,847	2,356,376	1,280,265
Transportation	37,826,008	15,501,505	8,886,093	1,832,818
Economic environment	19,972,140	3,553	6,810,368	0
Human services	32,237,331	8,937,228	1,975,996	0
Culture and recreation	61,376,105	3,845,230	806,015	617,543
Interest on long-term debt	17,824,109	0	0	0
Total governmental activities	<u>\$ 467,532,472</u>	<u>\$ 138,242,359</u>	<u>\$ 29,385,496</u>	<u>\$ 4,186,149</u>
Business type activities:				
Solid Waste	\$ 38,035,616	\$ 37,082,187	\$ 926,378	\$ 1,053,249
Water Resources	34,328,684	27,828,552	147,729	4,469,840
Transit Service	11,730,113	1,284,551	6,286,775	3,527,486
County-wide golf courses	4,242,615	3,321,893	1,747	0
Total business type activities	<u>\$ 88,337,028</u>	<u>\$ 69,517,183</u>	<u>\$ 7,362,629</u>	<u>\$ 9,050,575</u>
<b>Total primary government</b>	<u><u>\$ 555,869,500</u></u>	<u><u>\$ 207,759,542</u></u>	<u><u>\$ 36,748,125</u></u>	<u><u>\$ 13,236,724</u></u>
<b>Component units:</b>				
North Brevard County				
Public Library District	\$ 2,411	\$ 4,877	\$ 0	\$ 0
Merritt Island Redevelopment Agency	859,287	0	0	0
Titusville-Cocoa Airport Authority	2,761,949	1,910,695	0	1,032,567
Melbourne-Tillman Water Control District	2,773,669	1,656,951	0	0
Housing Finance Authority	168,203	760,058	0	0
<b>Total component units</b>	<u><u>\$ 6,565,519</u></u>	<u><u>\$ 4,332,581</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 1,032,567</u></u>

General revenues:

Taxes:

- Ad valorem taxes, levied for general purposes
- Ad valorem taxes, levied for debt service
- Communication service tax
- Local option gas tax
- Tourist tax
- Other
- State shared revenues (unrestricted)
- Interest income
- Gain on the of sale of capital assets
- 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>	
\$ (48,218,329)	\$ 0	\$ (48,218,329)	
(124,034,297)	0	(124,034,297)	
(3,446,498)	0	(3,446,498)	
(11,605,592)	0	(11,605,592)	
(13,158,219)	0	(13,158,219)	
(21,324,107)	0	(21,324,107)	
(56,107,317)	0	(56,107,317)	
(17,824,109)	0	(17,824,109)	
<u>\$ (295,718,468)</u>	<u>\$ 0</u>	<u>\$ (295,718,468)</u>	
\$ 0	\$ 1,026,198	\$ 1,026,198	
0	(1,882,563)	(1,882,563)	
0	(631,301)	(631,301)	
0	(918,975)	(918,975)	
<u>\$ 0</u>	<u>\$ (2,406,641)</u>	<u>\$ (2,406,641)</u>	
<u>\$ (295,718,468)</u>	<u>\$ (2,406,641)</u>	<u>\$ (298,125,109)</u>	
			\$ 2,466
			(859,287)
			181,313
			(1,116,718)
			591,855
			<u>\$ (1,200,371)</u>
\$ 214,164,082	\$ 0	\$ 214,164,082	\$ 232
23,502,006	0	23,502,006	0
9,475,706	0	9,475,706	0
7,548,755	0	7,548,755	0
8,513,468	0	8,513,468	0
599,825	0	599,825	1,472,415
30,573,107	0	30,573,107	0
19,161,675	4,636,661	23,798,336	502,536
444,087	0	444,087	0
16,814,169	782,602	17,596,771	76,562
(3,411,036)	3,411,036	0	0
<u>\$ 327,385,844</u>	<u>\$ 8,830,299</u>	<u>\$ 336,216,143</u>	<u>\$ 2,051,745</u>
<u>\$ 31,667,376</u>	<u>\$ 6,423,658</u>	<u>\$ 38,091,034</u>	<u>\$ 851,374</u>
<u>\$ 634,789,284</u>	<u>\$ 245,455,863</u>	<u>\$ 880,245,147</u>	<u>\$ 53,305,726</u>
<u>\$ 666,456,660</u>	<u>\$ 251,879,521</u>	<u>\$ 918,336,181</u>	<u>\$ 54,157,100</u>

BREVARD COUNTY, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<u>General</u>	<u>Emergency Services</u>
<b>ASSETS</b>		
Cash	\$ 59,924,340	\$ 27,308,855
Cash with escrow and paying agent	0	0
Receivables (net of allowance for uncollectibles):		
Accounts	4,156,733	5,915,220
Assessments, current	14,746	0
Accrued interest	259,521	161,207
Due from other funds	2,277,026	99,252
Due from other governmental units	6,906,788	1,988,247
Inventory of supplies	3,224,173	1,564,385
Advances to other funds	755,017	0
Prepaid items	232,274	0
Assessments receivable - deferred	0	0
Total assets	<u>\$ 77,750,618</u>	<u>\$ 37,037,166</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Vouchers and contracts payable	\$ 7,325,050	\$ 3,411,820
Accrued wages and benefits payable	6,871,857	0
Due to other funds	1,250,455	0
Due to other governmental units	2,607,311	200,547
Advances from other funds	1,794,551	0
Deferred revenue	4,124,028	6,140,799
Total liabilities	<u>\$ 23,973,252</u>	<u>\$ 9,753,166</u>
Fund balances:		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	3,224,173	1,564,385
Prepaid items	232,274	0
Noncurrent receivables	755,017	0
Unreserved, reported in:		
General Fund	49,565,902	0
Debt Service funds	0	0
Special Revenue funds	0	25,719,615
Capital Project funds	0	0
Total fund balances	<u>\$ 53,777,366</u>	<u>\$ 27,284,000</u>
Total liabilities and fund balances	<u>\$ 77,750,618</u>	<u>\$ 37,037,166</u>

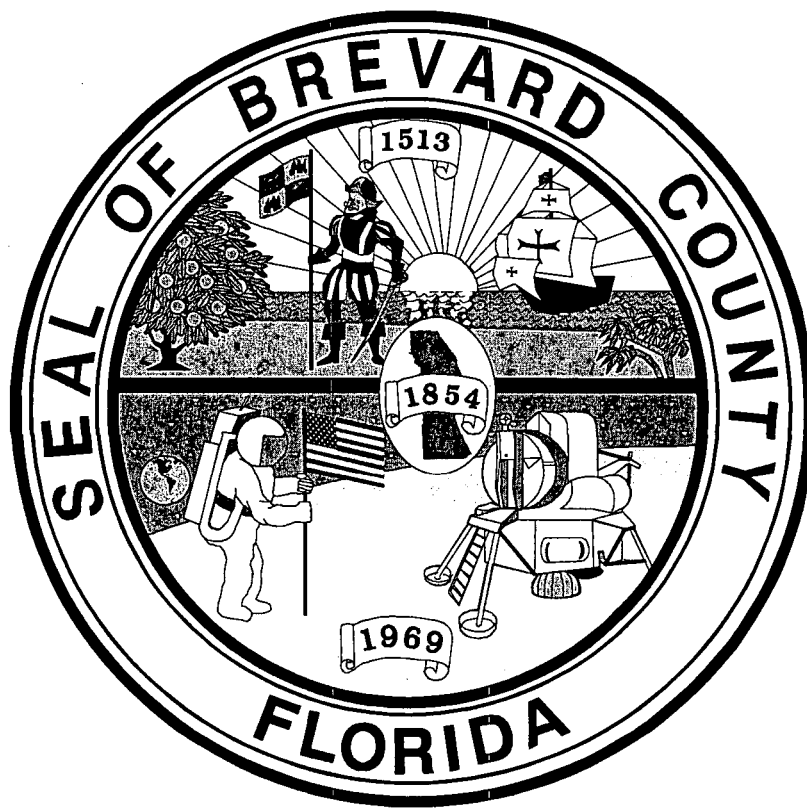
The accompanying notes to the financial statements are an integral part of this statement.



<u>Brevard County Transportation Trust</u>	<u>Parks and Recreation Facilities</u>	<u>Environmentally Endangered Land Purchases</u>	<u>Other Governmental Funds</u>	<u>Total</u>
\$ 134,232,388	\$ 76,224,262	\$ 11,721,414	\$ 97,250,778	\$ 406,662,037
282,491	0	0	4,771	287,262
1,813	0	0	230,254	10,304,020
0	0	0	56,643	71,389
791,325	108,399	67,312	543,479	1,931,243
912,859	0	0	1,039,099	4,328,236
2,757,111	0	30,619	5,117,852	16,800,617
54,243	0	0	1,399,294	6,242,095
0	0	0	448,524	1,203,541
0	0	0	0	232,274
0	0	0	181,037	181,037
<u>\$ 139,032,230</u>	<u>\$ 76,332,661</u>	<u>\$ 11,819,345</u>	<u>\$ 106,271,731</u>	<u>\$ 448,243,751</u>
\$ 5,058,346	\$ 3,076,738	\$ 548,100	\$ 9,178,287	\$ 28,598,341
0	0	0	410,986	7,282,843
0	0	0	3,192,162	4,442,617
19,478	0	0	130,465	2,957,801
0	0	0	755,017	2,549,568
552,402	0	30,619	4,393,570	15,241,418
<u>\$ 5,630,226</u>	<u>\$ 3,076,738</u>	<u>\$ 578,719</u>	<u>\$ 18,060,487</u>	<u>\$ 61,072,588</u>
\$ 0	\$ 0	\$ 0	\$ 707,000	\$ 707,000
54,243	0	0	1,399,294	6,242,095
0	0	0	0	232,274
0	0	0	448,524	1,203,541
0	0	0	0	49,565,902
0	0	0	13,497,719	13,497,719
133,347,761	0	0	64,651,867	223,719,243
0	73,255,923	11,240,626	7,506,840	92,003,389
<u>\$ 133,402,004</u>	<u>\$ 73,255,923</u>	<u>\$ 11,240,626</u>	<u>\$ 88,211,244</u>	<u>\$ 387,171,163</u>
<u>\$ 139,032,230</u>	<u>\$ 76,332,661</u>	<u>\$ 11,819,345</u>	<u>\$ 106,271,731</u>	<u>\$ 448,243,751</u>

BREVARD COUNTY, FLORIDA  
RECONCILIATION OF THE BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

Fund balances - total governmental funds	\$ 387,171,163
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.	659,072,163
Other assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	3,944,058
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.	(421,264,006)
Deferred revenue in the governmental funds susceptible to full accrual on the entity-wide statements.	10,009,036
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>27,524,246</u>
Net assets of governmental activities	<u>\$ 666,456,660</u>



BREVARD COUNTY, FLORIDA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

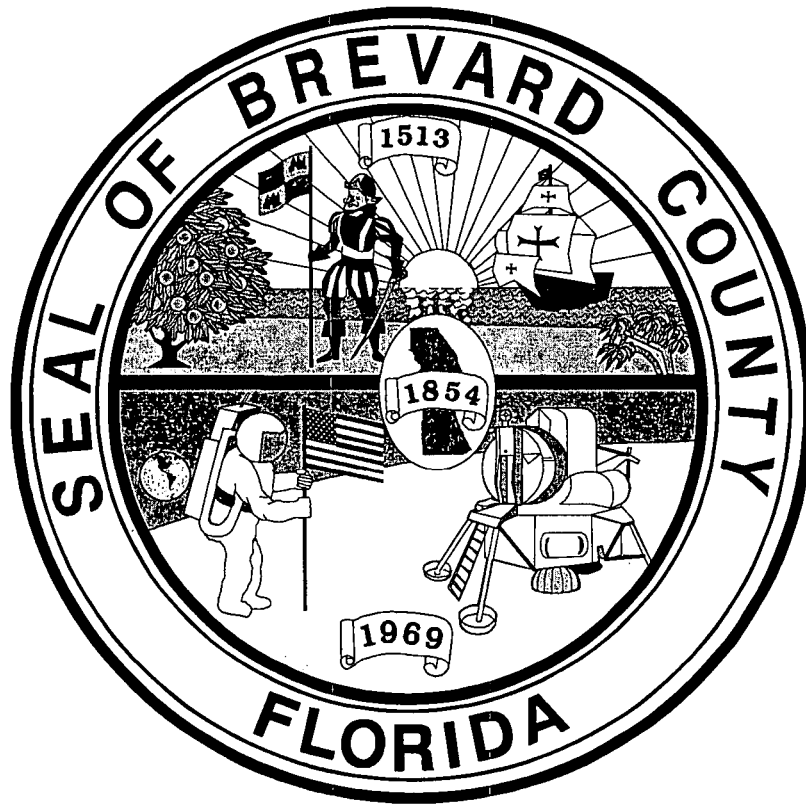
	<i>General</i>	<i>Emergency Services</i>
<b>REVENUES</b>		
Taxes	\$ 158,882,066	\$ 11,295,127
Licenses and permits	18,959,140	0
Intergovernmental revenues	37,168,721	3,184,094
Charges for services	39,143,528	13,882,877
Fines and forfeits	3,676,844	652,719
Miscellaneous revenues	7,137,568	27,554,192
Total revenues	\$ 264,967,867	\$ 56,569,009
<b>EXPENDITURES</b>		
Current:		
General government	\$ 96,512,976	\$ 0
Public safety	86,079,905	63,655,084
Physical environment	5,007,418	0
Transportation	7,450,321	0
Economic environment	1,971,004	0
Human services	12,692,961	0
Culture and recreation	18,637,780	0
Intergovernmental	5,116,309	803,394
Capital outlay	0	0
Debt service:		
Principal	441,414	2,189,314
Interest	206,365	72,832
Total expenditures	\$ 234,116,453	\$ 66,720,624
Excess (deficiency) of revenues over (under) expenditures	\$ 30,851,414	\$ (10,151,615)
<b>OTHER FINANCING SOURCES AND (USES)</b>		
Transfers in	\$ 11,235,609	\$ 17,116,566
Transfers out	(45,564,283)	(2,704,625)
Proceeds of the sale of capital assets	92,918	74,431
Insurance proceeds	208,288	101,478
Capital related debt issued	3,249,000	0
Total other financing sources and (uses)	\$ (30,778,468)	\$ 14,587,850
Net change in fund balances	\$ 72,946	\$ 4,436,235
Fund balances - beginning	53,135,215	21,977,994
Increase in reserve for inventory of supplies and prepaid items	569,205	869,771
Fund balances - ending	\$ 53,777,366	\$ 27,284,000

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>
\$ 8,233,849	\$ 0	\$ 0	\$ 85,392,802	\$ 263,803,844
0	0	0	2,626,377	21,585,517
8,624,317	226,396	213,178	16,513,940	65,930,646
4,294,236	0	0	10,706,881	68,027,522
0	0	0	1,622,266	5,951,829
12,570,686	4,805,291	1,258,486	18,040,375	71,366,598
<u>\$ 33,723,088</u>	<u>\$ 5,031,687</u>	<u>\$ 1,471,664</u>	<u>\$ 134,902,641</u>	<u>\$ 496,665,956</u>
\$ 0	\$ 0	\$ 0	\$ 10,146,155	\$ 106,659,131
0	0	0	26,021,057	175,756,046
0	0	0	8,966,745	13,974,163
35,790,709	0	0	6,887,558	50,128,588
0	0	0	15,201,942	17,172,946
0	0	0	9,030,239	21,723,200
0	0	0	36,178,799	54,816,579
2,519,383	0	0	9,875,631	18,314,717
0	23,139,214	54,964,150	5,408,751	83,512,115
3,393,472	0	0	20,258,161	26,282,361
5,822,778	0	0	11,851,094	17,953,069
<u>\$ 47,526,342</u>	<u>\$ 23,139,214</u>	<u>\$ 54,964,150</u>	<u>\$ 159,826,132</u>	<u>\$ 586,292,915</u>
<u>\$ (13,803,254)</u>	<u>\$ (18,107,527)</u>	<u>\$ (53,492,486)</u>	<u>\$ (24,923,491)</u>	<u>\$ (89,626,959)</u>
\$ 4,464,983	\$ 619,493	\$ 0	\$ 27,198,959	\$ 60,635,610
(393,919)	0	0	(8,536,609)	(57,199,436)
250,781	0	0	26,677	444,807
40,263	28,988	0	65,598	444,615
0	0	0	64,079	3,313,079
<u>\$ 4,362,108</u>	<u>\$ 648,481</u>	<u>\$ 0</u>	<u>\$ 18,818,704</u>	<u>\$ 7,638,675</u>
\$ (9,441,146)	\$ (17,459,046)	\$ (53,492,486)	\$ (6,104,787)	\$ (81,988,284)
142,838,757	90,714,969	64,733,112	93,985,270	467,385,317
4,393	0	0	330,761	1,774,130
<u>\$ 133,402,004</u>	<u>\$ 73,255,923</u>	<u>\$ 11,240,626</u>	<u>\$ 88,211,244</u>	<u>\$ 387,171,163</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, 2008

Net change in fund balances - total governmental funds	\$ (81,988,284)
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.	102,060,012
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.	2,602,982
Some revenues reported governmental funds are to be collected on a long-term basis and therefore are not reported in the statement of activities.	(1,136,102)
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.	22,969,282
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.	(10,285,780)
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.	1,774,130
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>(4,328,864)</u>
Change in net assets of governmental activities	<u>\$ 31,667,376</u>



BREVARD COUNTY, FLORIDA

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Taxes:				
Ad valorem taxes	\$ 158,393,425	\$ 158,393,425	\$ 149,518,463	\$ (8,874,962)
Communication services tax	9,114,591	9,635,107	8,790,613	(844,494)
Other taxes	253,000	253,000	572,990	319,990
<b>Total taxes</b>	<b>\$ 167,761,016</b>	<b>\$ 168,281,532</b>	<b>\$ 158,882,066</b>	<b>\$ (9,399,466)</b>
Licenses and permits:				
Franchise fees-electricity	18,347,966	16,507,119	15,547,727	(959,392)
Other licenses	3,872,339	3,912,953	3,411,413	(501,540)
<b>Total licenses and permits</b>	<b>\$ 22,220,305</b>	<b>\$ 20,420,072</b>	<b>\$ 18,959,140</b>	<b>\$ (1,460,932)</b>
Intergovernmental revenues:				
Federal grants	\$ 839,465	\$ 4,221,127	\$ 1,665,174	\$ (2,555,953)
Federal payments in lieu of taxes	350,000	350,000	349,030	(970)
State grants	3,562,495	3,569,328	2,959,100	(610,228)
State shared revenues	33,705,000	32,301,282	30,736,052	(1,565,230)
Grants from other local units	0	21,053	22,500	1,447
Payments from other local units in lieu of taxes	1,417,760	1,418,864	1,436,865	18,001
<b>Total intergovernmental revenues</b>	<b>\$ 39,874,720</b>	<b>\$ 41,881,654</b>	<b>\$ 37,168,721</b>	<b>\$ (4,712,933)</b>
Charges for services:				
General government	\$ 14,141,479	\$ 13,955,721	\$ 13,391,737	\$ (563,984)
Public safety	10,526	454,526	710,190	255,664
Physical environment	358,526	358,262	328,036	(30,226)
Transportation	735,500	629,838	610,647	(19,191)
Human services	321,000	321,000	278,220	(42,780)
Culture and recreation	3,033,013	2,962,965	2,459,112	(503,853)
Court-related revenues	11,335,499	11,335,499	12,092,780	757,281
Other charges for services	9,421,032	9,404,796	9,272,806	(131,990)
<b>Total charges for services</b>	<b>\$ 39,356,575</b>	<b>\$ 39,422,607</b>	<b>\$ 39,143,528</b>	<b>\$ (279,079)</b>
Fines and forfeits	\$ 4,028,939	\$ 4,028,939	\$ 3,676,844	\$ (352,095)
Miscellaneous revenues:				
Interest earnings	\$ 5,038,064	\$ 4,191,664	\$ 2,353,014	\$ (1,838,650)
Rents and royalties	1,542,143	1,493,643	1,484,943	(8,700)
Special assessments	0	0	6,316	6,316
Sales of surplus materials and scrap	0	0	3,524	3,524
Contributions and donations	869,679	873,767	101,897	(771,870)
Other miscellaneous revenues	1,471,552	3,045,126	3,187,874	142,748
<b>Total miscellaneous revenues</b>	<b>\$ 8,921,438</b>	<b>\$ 9,604,200</b>	<b>\$ 7,137,568</b>	<b>\$ (2,466,632)</b>
<b>Total revenues</b>	<b>\$ 282,162,993</b>	<b>\$ 283,639,004</b>	<b>\$ 264,967,867</b>	<b>\$ (18,671,137)</b>
<b>EXPENDITURES</b>				
Current:				
General government:				
Legislative	\$ 1,515,248	\$ 1,538,911	\$ 1,427,268	\$ 111,643
Executive	966,870	981,160	947,704	33,456
Financial and administrative	36,336,767	37,053,050	36,277,658	775,392
Legal counsel	1,307,704	1,388,777	1,318,839	69,938
Comprehensive planning	3,979,821	3,972,449	3,615,045	357,404
Court related	29,578,267	29,806,814	28,760,769	1,046,045
Other general government	29,732,937	29,198,735	24,165,693	5,033,042
<b>Total general government</b>	<b>\$ 103,417,614</b>	<b>\$ 103,939,896</b>	<b>\$ 96,512,976</b>	<b>\$ 7,426,920</b>



	<u>Budgeted Amounts</u>			<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>	<u>Actual Amount</u>	<u>(Negative)</u>
<b>Expenditures (continued)</b>				
Public safety:				
Law enforcement	\$ 40,601,614	\$ 41,909,660	\$ 40,681,439	\$ 1,228,221
Detention and/or correction	39,288,347	39,887,911	39,993,908	(105,997)
Protective inspections	2,450,665	2,494,311	2,279,251	215,060
Emergency and disaster relief services	1,675,150	1,901,182	1,547,681	353,501
Medical examiner	1,691,311	1,775,822	1,560,107	215,715
Other public safety	0	0	17,519	(17,519)
Total public safety	<u>\$ 85,707,087</u>	<u>\$ 87,968,886</u>	<u>\$ 86,079,905</u>	<u>\$ 1,888,981</u>
Physical environment:				
Conservation and resource management	\$ 3,855,851	\$ 6,429,753	\$ 5,007,418	\$ 1,422,335
Transportation:				
Road and street facilities	\$ 8,107,866	\$ 8,238,536	\$ 6,951,365	\$ 1,287,171
Airports	400,291	582,569	448,866	133,703
Other transportation services	54,735	54,735	50,090	4,645
Total transportation	<u>\$ 8,562,892</u>	<u>\$ 8,875,840</u>	<u>\$ 7,450,321</u>	<u>\$ 1,425,519</u>
Economic environment:				
Industry development	\$ 1,808,540	\$ 1,810,065	\$ 1,720,328	\$ 89,737
Veterans' services	309,015	314,417	250,676	63,741
Total economic environment	<u>\$ 2,117,555</u>	<u>\$ 2,124,482</u>	<u>\$ 1,971,004</u>	<u>\$ 153,478</u>
Human services:				
Health	\$ 9,096,544	\$ 9,193,175	\$ 8,206,275	\$ 986,900
Mental health	2,259,056	2,264,850	2,076,111	188,739
Welfare	2,643,564	2,660,620	2,324,427	336,193
Developmental disabilities	136,218	138,665	79,541	59,124
Other human services	44,140	44,140	6,607	37,533
Total human services	<u>\$ 14,179,522</u>	<u>\$ 14,301,450</u>	<u>\$ 12,692,961</u>	<u>\$ 1,608,489</u>
Culture and recreation:				
Parks and recreation	\$ 23,020,002	\$ 22,637,298	\$ 18,048,303	\$ 4,588,995
Cultural services	609,139	611,051	589,477	21,574
Total culture and recreation	<u>\$ 23,629,141</u>	<u>\$ 23,248,349</u>	<u>\$ 18,637,780</u>	<u>\$ 4,610,569</u>
Intergovernmental	\$ 5,148,297	\$ 5,148,297	\$ 5,116,309	\$ 31,988
Debt service:				
Principal	\$ 418,150	\$ 594,998	\$ 441,414	\$ 153,584
Interest	130,104	258,383	206,365	52,018
Total debt service	<u>\$ 548,254</u>	<u>\$ 853,381</u>	<u>\$ 647,779</u>	<u>\$ 205,602</u>
Total expenditures	<u>\$ 247,166,213</u>	<u>\$ 252,890,334</u>	<u>\$ 234,116,453</u>	<u>\$ 18,773,881</u>
Excess of revenues over expenditures	<u>\$ 34,996,780</u>	<u>\$ 30,748,670</u>	<u>\$ 30,851,414</u>	<u>\$ 102,744</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers in	\$ 9,365,450	\$ 12,112,286	\$ 11,235,609	\$ (876,677)
Transfers out	(47,059,610)	(47,537,510)	(45,564,283)	1,973,227
Proceeds of the sale of capital assets	28,000	73,000	92,918	19,918
Insurance proceeds	0	0	208,288	208,288
Capital related debt issued	0	3,249,000	3,249,000	0
Total other financing sources and uses	<u>\$ (37,666,160)</u>	<u>\$ (32,103,224)</u>	<u>\$ (30,778,468)</u>	<u>\$ 1,324,756</u>
Net change in fund balances	<u>\$ (2,669,380)</u>	<u>\$ (1,354,554)</u>	<u>\$ 72,946</u>	<u>\$ 1,427,500</u>
Fund balances - beginning	\$ 53,135,215	\$ 53,135,215	\$ 53,135,215	\$ 0
Increase in reserve for inventory of supplies and prepaid items	0	0	569,205	569,205
Fund balances - ending	<u>\$ 50,465,835</u>	<u>\$ 51,780,661</u>	<u>\$ 53,777,366</u>	<u>\$ 1,996,705</u>

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with final budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 11,715,531	\$ 11,715,531	\$ 11,295,127	\$ (420,404)
Intergovernmental revenues	1,543,324	1,972,037	3,184,094	1,212,057
Charges for services	17,379,924	17,379,924	13,882,877	(3,497,047)
Fines and forfeits	1,015,000	1,015,000	652,719	(362,281)
Miscellaneous revenues	26,474,132	29,299,004	27,554,192	(1,744,812)
Total revenues	<u>\$ 58,127,911</u>	<u>\$ 61,381,496</u>	<u>\$ 56,569,009</u>	<u>\$ (4,812,487)</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	\$ 74,355,116	\$ 80,149,966	\$ 63,655,084	\$ 16,494,882
Intergovernmental	803,394	803,394	803,394	0
Debt service:				
Principal	492,346	2,190,048	2,189,314	734
Interest	115,623	125,483	72,832	52,651
Total expenditures	<u>\$ 75,766,479</u>	<u>\$ 83,268,891</u>	<u>\$ 66,720,624</u>	<u>\$ 16,548,267</u>
Deficiency of revenues under expenditures	<u>\$ (17,638,568)</u>	<u>\$ (21,887,395)</u>	<u>\$ (10,151,615)</u>	<u>\$ 11,735,780</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers in	\$ 16,556,082	\$ 16,474,801	\$ 17,116,566	\$ 641,765
Transfers out	(1,086,766)	(3,102,602)	(2,704,625)	397,977
Proceeds of the sale of capital assets	1,000	1,000	74,431	73,431
Insurance proceeds	0	240,000	101,478	(138,522)
Total other financing sources and uses	<u>\$ 15,470,316</u>	<u>\$ 13,613,199</u>	<u>\$ 14,587,850</u>	<u>\$ 974,651</u>
Net change in fund balances	\$ (2,168,252)	\$ (8,274,196)	\$ 4,436,235	\$ 12,710,431
Fund balances - beginning	21,977,994	21,977,994	21,977,994	0
Increase in reserve for inventory of supplies	0	0	869,771	869,771
Fund balances - ending	<u>\$ 19,809,742</u>	<u>\$ 13,703,798</u>	<u>\$ 27,284,000</u>	<u>\$ 13,580,202</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 8,447,432	\$ 8,047,432	\$ 8,233,849	\$ 186,417
Intergovernmental revenues	8,575,665	9,121,679	8,624,317	(497,362)
Charges for services	4,223,943	4,223,943	4,294,236	70,293
Miscellaneous revenues	19,300,581	10,931,027	12,570,686	1,639,659
Total revenues	<u>\$ 40,547,621</u>	<u>\$ 32,324,081</u>	<u>\$ 33,723,088</u>	<u>\$ 1,399,007</u>
<b>EXPENDITURES</b>				
Current:				
Transportation	\$ 119,508,236	\$ 191,534,132	\$ 35,790,709	\$ 155,743,423
Intergovernmental	0	3,193,541	2,519,383	674,158
Debt service:				
Principal	3,402,047	3,402,047	3,393,472	8,575
Interest	5,773,794	5,822,006	5,822,778	(772)
Total expenditures	<u>\$ 128,684,077</u>	<u>\$ 203,951,726</u>	<u>\$ 47,526,342</u>	<u>\$ 156,425,384</u>
Deficiency of revenues under expenditures	<u>\$ (88,136,456)</u>	<u>\$ (171,627,645)</u>	<u>\$ (13,803,254)</u>	<u>\$ 157,824,391</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers in	\$ 6,869,178	\$ 5,479,423	\$ 4,464,983	\$ (1,014,440)
Transfers out	(362,506)	(438,612)	(393,919)	44,693
Proceeds of the sale of capital assets	0	0	250,781	250,781
Insurance proceeds	0	0	40,263	40,263
Total other financing sources and uses	<u>\$ 6,506,672</u>	<u>\$ 5,040,811</u>	<u>\$ 4,362,108</u>	<u>\$ (678,703)</u>
Net change in fund balances	<u>\$ (81,629,784)</u>	<u>\$ (166,586,834)</u>	<u>\$ (9,441,146)</u>	<u>\$ 157,145,688</u>
Fund balances - beginning	\$ 142,838,757	\$ 142,838,757	\$ 142,838,757	\$ 0
Increase in reserve for inventory of supplies	0	0	4,393	4,393
Fund balances - ending	<u>\$ 61,208,973</u>	<u>\$ (23,748,077)</u>	<u>\$ 133,402,004</u>	<u>\$ 157,150,081</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, 2008

	<i>Business-type</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 40,991,098	\$ 12,032,855
Cash with escrow and paying agent	0	0
Accounts receivable (net of allowance for uncollectibles)	914,006	161,574
Accrued interest receivable	371,666	140,478
Due from other funds	38,126	136,255
Due from other governmental units	537,877	3,297,594
Prepaid items	0	0
Inventories	250,824	822,021
Restricted assets:		
Cash and cash equivalents	22,737,509	11,908,991
Due from other governmental units	0	625,374
Total current assets	<u>\$ 65,841,106</u>	<u>\$ 29,125,142</u>
Noncurrent assets:		
Capital assets:		
Land	\$ 27,087,160	\$ 3,525,805
Buildings and structures	25,181,372	20,673,679
Infrastructure	2,401,518	7,790,900
Improvements to land	1,053,398	0
Improvements other than buildings	18,669,077	230,569,547
Machinery and equipment	18,876,317	9,979,874
Less accumulated depreciation	(24,552,408)	(137,247,442)
Construction in progress	2,926,519	4,249,504
Advances to other funds	448,667	1,896,895
Unamortized debt issue costs	3,259	174,270
Total noncurrent assets	<u>\$ 72,094,879</u>	<u>\$ 141,613,032</u>
Total assets	<u>\$ 137,935,985</u>	<u>\$ 170,738,174</u>

<i>Activities - Enterprise Funds</i>			<i>Governmental Activities- Internal Service Funds</i>
<i>Barefoot Bay Water &amp; Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	
\$ 1,073,482	\$ 7,953,904	\$ 62,051,339	\$ 42,912,764
0	0	0	1,064,220
165,582	95,320	1,336,482	855,338
9,523	46,663	568,330	272,749
0	0	174,381	0
80,026	2,374,146	6,289,643	1,084,609
0	0	0	1,581,510
87,196	110,290	1,270,331	0
959,444	0	35,605,944	0
0	0	625,374	0
<u>\$ 2,375,253</u>	<u>\$ 10,580,323</u>	<u>\$ 107,921,824</u>	<u>\$ 47,771,190</u>
\$ 5,000,000	\$ 2,171,899	\$ 37,784,864	\$ 0
1,339,186	4,901,135	52,095,372	0
0	0	10,192,418	0
0	7,840,442	8,893,840	0
13,977,161	143,732	263,359,517	0
162,396	17,140,260	46,158,847	4,934,736
(5,721,678)	(18,354,545)	(185,876,073)	(2,949,716)
85,290	25,907	7,287,220	0
0	0	2,345,562	0
272,931	53,403	503,863	0
<u>\$ 15,115,286</u>	<u>\$ 13,922,233</u>	<u>\$ 242,745,430</u>	<u>\$ 1,985,020</u>
<u>\$ 17,490,539</u>	<u>\$ 24,502,556</u>	<u>\$ 350,667,254</u>	<u>\$ 49,756,210</u>

BREVARD COUNTY, FLORIDA  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
SEPTEMBER 30, 2008

	<i>Business-type</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
<b>LIABILITIES</b>		
Current liabilities		
(payable from current assets):		
Vouchers and contracts payable	\$ 2,839,948	\$ 1,482,135
Claims payable	0	0
Due to other funds	0	0
Due to other governmental units	455,963	378
Matured interest payable	0	4,708
Accrued interest payable	0	0
Accrued compensated absences	43,372	47,320
Revenue bonds	2,890,000	2,433,333
Capital leases payable	0	0
Current liabilities		
(payable from restricted assets):		
Accrued interest payable	0	174,847
Customer deposits	373,371	659,001
Revenue bonds	0	3,406,667
Unearned revenue	0	0
Total current liabilities	<u>\$ 6,602,654</u>	<u>\$ 8,208,389</u>
Noncurrent liabilities:		
Revenue bonds payable (net of unamortized discounts and deferred amount on refunding)	\$ 1,138,929	\$ 35,100,184
Capital leases payable	0	0
Advances from other funds	0	0
Claims payable	0	0
Landfill closure and postclosure care	23,022,704	0
Accrued compensated absences	713,675	831,392
Other postemployment benefits	317,158	315,643
Total noncurrent liabilities	<u>\$ 25,192,466</u>	<u>\$ 36,247,219</u>
Total liabilities	<u>\$ 31,795,120</u>	<u>\$ 44,455,608</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	\$ 67,614,024	\$ 98,601,683
Restricted for:		
Debt service	0	7,793,850
Renewal and replacement	22,364,138	500,000
Unrestricted	16,162,703	19,387,033
Total net assets	<u>\$ 106,140,865</u>	<u>\$ 126,282,566</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.

<u>Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Barefoot Bay</u>	<u>Other</u>		<u>Activities-</u>
<u>Water &amp; Sewer</u>	<u>Business-type</u>	<u>Total</u>	<u>Internal</u>
<u>District</u>	<u>Activities</u>		<u>Service</u>
			<u>Funds</u>
\$ 77,864	\$ 2,419,214	\$ 6,819,161	\$ 1,960,482
0	0	0	7,905,038
60,000	0	60,000	0
0	17,659	474,000	0
0	0	4,708	0
0	94,614	94,614	0
2,335	42,903	135,930	32,063
0	589,083	5,912,416	0
0	120,849	120,849	0
366,853	0	541,700	0
47,496	0	1,079,868	0
380,000	0	3,786,667	0
100	0	100	0
<u>\$ 934,648</u>	<u>\$ 3,284,322</u>	<u>\$ 19,030,013</u>	<u>\$ 9,897,583</u>
\$ 14,113,884	\$ 5,367,555	\$ 55,720,552	\$ 0
0	48,190	48,190	0
999,535	0	999,535	0
0	0	0	8,991,518
0	0	23,022,704	0
91,869	430,265	2,067,201	319,713
28,282	199,991	861,074	61,614
<u>\$ 15,233,570</u>	<u>\$ 6,046,001</u>	<u>\$ 82,719,256</u>	<u>\$ 9,372,845</u>
<u>\$ 16,168,218</u>	<u>\$ 9,330,323</u>	<u>\$ 101,749,269</u>	<u>\$ 19,270,428</u>
\$ 348,471	\$ 7,743,153	\$ 174,307,331	\$ 1,985,020
0	0	7,793,850	0
164,995	0	23,029,133	0
808,855	7,429,080	43,787,671	28,500,762
<u>\$ 1,322,321</u>	<u>\$ 15,172,233</u>	<u>\$ 248,917,985</u>	<u>\$ 30,485,782</u>
		2,961,536	
		<u>\$ 251,879,521</u>	

BREVARD COUNTY, FLORIDA  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Business-type</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
Operating revenues:		
Service fees	\$ 26,199,739	\$ 24,789,741
Less cost of goods sold	0	0
Total operating revenues	\$ 26,199,739	\$ 24,789,741
Operating expenses:		
Wages and benefits	\$ 9,272,731	\$ 8,908,032
Repair, maintenance, and other services	7,090,042	10,088,666
Materials and supplies	4,124,234	1,407,405
Landfill closure and postclosure care	2,121,400	0
Depreciation	3,874,130	8,009,808
Insurance claims expense	0	0
Total operating expenses	\$ 26,482,537	\$ 28,413,911
Operating income (loss)	\$ (282,798)	\$ (3,624,170)
Nonoperating revenues (expenses):		
Income on investments	\$ 2,861,017	\$ 1,255,975
Interest expense	(251,577)	(1,950,312)
Miscellaneous revenue	398,920	21,351
Grants and matching funds	194,029	129,019
Gain (loss) on disposal of capital assets	(114,097)	(19,834)
Amortization of debt issue costs	(11,413)	(65,782)
Total nonoperating revenues (expenses)	\$ 3,076,879	\$ (629,583)
Income (loss) before contributions and transfers	\$ 2,794,081	\$ (4,253,753)
Capital contributions	\$ 1,053,249	\$ 4,457,315
Transfers in	465,908	308,977
Transfers out	(672,501)	(7,573)
Total contributions and transfers	\$ 846,656	\$ 4,758,719
Change in net assets	\$ 3,640,737	\$ 504,966
Net assets - beginning	\$ 102,500,128	\$ 125,777,600
Net assets - ending	\$ 106,140,865	\$ 126,282,566

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.



*Activities - Enterprise Funds*

<i>Barefoot Bay Water &amp; Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	<i>Governmental Activities- Internal Service Funds</i>
\$ 3,038,811	\$ 15,638,503	\$ 69,666,794	\$ 69,132,731
0	(149,611)	(149,611)	0
<u>\$ 3,038,811</u>	<u>\$ 15,488,892</u>	<u>\$ 69,517,183</u>	<u>\$ 69,132,731</u>
\$ 847,594	\$ 6,195,448	\$ 25,223,805	\$ 3,260,439
1,011,075	17,184,202	35,373,985	12,913,552
172,325	1,538,614	7,242,578	83,906
0	0	2,121,400	0
908,102	2,226,690	15,018,730	608,061
0	0	0	54,076,339
<u>\$ 2,939,096</u>	<u>\$ 27,144,954</u>	<u>\$ 84,980,498</u>	<u>\$ 70,942,297</u>
<u>\$ 99,715</u>	<u>\$ (11,656,062)</u>	<u>\$ (15,463,315)</u>	<u>\$ (1,809,566)</u>
\$ 78,128	\$ 441,541	\$ 4,636,661	\$ 1,848,749
(944,239)	(334,204)	(3,480,332)	(292)
43,778	318,553	782,602	2,449,334
18,710	7,020,871	7,362,629	0
(1,871)	294,116	158,314	(200,369)
(21,938)	(14,092)	(113,225)	0
<u>\$ (827,432)</u>	<u>\$ 7,726,785</u>	<u>\$ 9,346,649</u>	<u>\$ 4,097,422</u>
<u>\$ (727,717)</u>	<u>\$ (3,929,277)</u>	<u>\$ (6,116,666)</u>	<u>\$ 2,287,856</u>
\$ 12,525	\$ 3,527,486	\$ 9,050,575	\$ 309,203
24,533	3,760,045	4,559,463	26,885
0	(468,353)	(1,148,427)	(6,874,095)
<u>\$ 37,058</u>	<u>\$ 6,819,178</u>	<u>\$ 12,461,611</u>	<u>\$ (6,538,007)</u>
<u>\$ (690,659)</u>	<u>\$ 2,889,901</u>	<u>\$ 6,344,945</u>	<u>\$ (4,250,151)</u>
<u>\$ 2,012,980</u>	<u>\$ 12,282,332</u>		<u>\$ 34,735,933</u>
<u>\$ 1,322,321</u>	<u>\$ 15,172,233</u>		<u>\$ 30,485,782</u>
		78,713	
		<u>\$ 6,423,658</u>	

BREVARD COUNTY, FLORIDA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Business-type Activities -</i>	
	<u>Solid Waste Management Department</u>	<u>Water Resources Department</u>
Cash flows from operating activities:		
Cash receipts for service fees	\$ 25,615,357	\$ 24,108,626
Cash receipts from other sources	471,917	9,489
Cash payments to employees for services	(8,831,009)	(9,006,781)
Cash payments for customer deposits	0	(102,551)
Cash payments to suppliers for goods and services	(10,481,104)	(10,590,713)
Cash payments for insurance claims	0	0
Net cash from operating activities	<u>\$ 6,775,161</u>	<u>\$ 4,418,070</u>
Cash flows from noncapital financing activities:		
Grant receipts	\$ 178,453	\$ 740
Transfers in	465,908	308,977
Transfers out	(672,501)	(7,573)
Interfund loans	57,007	249,028
Net cash flows from noncapital financing activities	<u>\$ 28,867</u>	<u>\$ 551,172</u>
Cash flows from capital and related financing activities:		
Principal payments	\$ (2,780,000)	\$ (5,550,000)
Interest payments	(195,330)	(2,198,859)
Capital grant receipts	0	0
Payments to acquire, construct, or improve fixed assets	(4,637,042)	(8,971,434)
Proceeds from disposal of capital assets	346,557	60,069
Impact/connection fees for capital purposes	913,096	2,382,663
Net cash flows from capital and related financing activities	<u>\$ (6,352,719)</u>	<u>\$ (14,277,561)</u>
Cash flows from investing activities:		
Interest on investments	\$ 2,687,894	\$ 1,220,458
Net increase (decrease) in cash and cash equivalents	\$ 3,139,203	\$ (8,087,861)
Cash and cash equivalents, October 1, 2007	60,589,404	32,029,707
Cash and cash equivalents, September 30, 2008	<u>\$ 63,728,607</u>	<u>\$ 23,941,846</u>

<i>Enterprise Funds</i>			<i>Governmental Activities- Internal Service Funds</i>
<i>Barefoot Bay Water &amp; Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	
\$ 3,034,643	\$ 15,689,540	\$ 68,448,166	\$ 70,446,237
46,013	309,087	836,506	1,668,144
(808,859)	(6,129,367)	(24,776,016)	(3,213,739)
0	0	(102,551)	0
(1,151,936)	(17,983,966)	(40,207,719)	(13,166,728)
0	0	0	(53,762,670)
<u>\$ 1,119,861</u>	<u>\$ (8,114,706)</u>	<u>\$ 4,198,386</u>	<u>\$ 1,971,244</u>
\$ 0	\$ 6,185,650	\$ 6,364,843	\$ 0
24,533	3,760,045	4,559,463	26,885
0	(468,353)	(1,148,427)	(6,874,095)
(180,000)	0	126,035	0
<u>\$ (155,467)</u>	<u>\$ 9,477,342</u>	<u>\$ 9,901,914</u>	<u>\$ (6,847,210)</u>
\$ (365,000)	\$ (1,231,923)	\$ (9,926,923)	\$ (56,000)
(914,153)	(310,582)	(3,618,924)	(292)
0	3,437,586	3,437,586	0
(108,720)	(3,300,458)	(17,017,654)	(260,108)
0	288,272	694,898	6,135
5,025	0	3,300,784	0
<u>\$ (1,382,848)</u>	<u>\$ (1,117,105)</u>	<u>\$ (23,130,233)</u>	<u>\$ (310,265)</u>
<u>\$ 83,081</u>	<u>\$ 432,696</u>	<u>\$ 4,424,129</u>	<u>\$ 1,770,774</u>
\$ (335,373)	\$ 678,227	\$ (4,605,804)	\$ (3,415,457)
2,368,299	7,275,677	102,263,087	47,392,441
<u>\$ 2,032,926</u>	<u>\$ 7,953,904</u>	<u>\$ 97,657,283</u>	<u>\$ 43,976,984</u>

BREVARD COUNTY, FLORIDA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Business-type Activities -</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
Reconciliation of operating income (loss) to net cash flows from operating activities		
Operating income (loss)	\$ (282,798)	\$ (3,624,170)
Adjustments to reconcile operating income (loss) to net cash from operating activities:		
Depreciation expense	\$ 3,874,130	\$ 8,009,808
Landfill closure and postclosure care	2,121,400	0
Miscellaneous revenue	398,920	21,351
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(389,377)	(35,813)
(Increase) decrease in due from other funds	38,119	0
(Increase) decrease in due from other governmental units	(42,000)	(203,003)
(Increase) decrease in inventory of supplies	(62,816)	(35,195)
(Increase) decrease in allowance for uncollectible accounts	23,795	0
(Increase) decrease in prepaid items	0	0
Increase (decrease) in customer deposits	2,342	(219,498)
Increase (decrease) in accrued compensated absences	0	90,178
Increase (decrease) in other postemployment benefits	317,158	315,643
Increase (decrease) vouchers & contracts payable	776,288	98,389
Increase (decrease) in insurance claims	0	0
Increase (decrease) in due to other governmental units	0	380
Total adjustment	\$ 7,057,959	\$ 8,042,240
Net cash provided by operating activities	\$ 6,775,161	\$ 4,418,070
Noncash investing, capital and financing activities:		
Capital contributed by developers, individuals, and governmental entities	\$ 152,083	\$ 2,053,950

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

<u>Enterprise Funds</u>			<u>Governmental</u>
<u>Barefoot Bay</u>	<u>Other</u>		<u>Activities-</u>
<u>Water &amp; Sewer</u>	<u>Business-type</u>	<u>Total</u>	<u>Internal</u>
<u>District</u>	<u>Activities</u>		<u>Service Funds</u>
\$ 99,715	\$ (11,656,062)	\$ (15,463,315)	\$ (1,809,566)
\$ 908,102	\$ 2,226,690	\$ 15,018,730	\$ 608,061
0	0	2,121,400	0
43,778	318,553	782,602	2,449,334
(8,536)	(11,004)	(444,730)	(460,888)
0	(507)	37,612	0
0	91,503	(153,500)	(372,582)
12,483	14,461	(71,067)	0
0	1,039	24,834	0
0	0	0	666,655
900	0	(216,256)	0
10,453	16,110	116,741	30,680
28,282	199,991	861,074	61,614
24,684	675,500	1,574,861	(851,314)
0	0	0	1,653,650
0	9,020	9,400	(4,400)
<u>\$ 1,020,146</u>	<u>\$ 3,541,356</u>	<u>\$ 19,661,701</u>	<u>\$ 3,780,810</u>
<u>\$ 1,119,861</u>	<u>\$ (8,114,706)</u>	<u>\$ 4,198,386</u>	<u>\$ 1,971,244</u>
<u>\$ 7,500</u>	<u>\$ 92,262</u>	<u>\$ 2,305,795</u>	<u>\$ 309,203</u>

BREVARD COUNTY, FLORIDA  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2008

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash	\$ 47,709,544
Accounts receivable	120,605
Accrued interest receivable	8,798
Due from other governmental units	88,217
Total assets	<u>\$ 47,927,164</u>
<b>LIABILITIES</b>	
Due to employees, individuals, and others	\$ 10,771,642
Due to other governmental units	26,408,129
Escrow and refundable deposits	10,747,393
Total liabilities	<u>\$ 47,927,164</u>

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

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

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 (GAAP), 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 board. 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 board. 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 board 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 Finance Authority is presented as a proprietary fund type. Revenue bonds issued by

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

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. The Intergovernmental activity represents disbursements to other governments that will administer use of the funds. 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 recognized in the period earned and expenses are recognized when a liability is incurred. Proprietary funds



BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

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.

**Emergency Services** - The Emergency Services Special Revenue Fund is used to account for an ad valorem, impact fees, ambulance charges, and a county-wide non-ad valorem assessment for the provision of fire protection services in the unincorporated areas of Brevard County and participating municipalities.

**Transportation Trust** - 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.

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

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

The following are reported as major enterprise funds:

**Solid Waste Management Department** - 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.

**Water Resources** - 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.

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

**Barefoot Bay Water & Sewer District** - 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 fund types:

**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/communications systems.

**Agency Funds** - Agency funds are clearing accounts for assets held by a government as an agent for individuals, private organizations, or other governments or other funds. Agency funds are custodial in nature (assets equals liabilities) and do not involve the measurement of results of operations. The County has agency funds to account for performance bonds, forfeitures, registry of court, and tax collections received and held by the Board, Sheriff, Clerk, and Tax Collector as agents for individuals, private organizations or other governments.

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 Clerk to the Board's portion 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.

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.

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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 \$101,405,397 were enacted during the fiscal year primarily to authorize appropriation of proceeds from the issuance of debt, grant revenues, and unbudgeted cash balances. Revenue budgets were reduced in areas impacted by construction activity, i.e., building permits and impact fees.

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

In accordance with GASB Statement No. 34, effective October 1, 2005, the county implemented the retroactive reporting of infrastructure assets associated with governmental activities acquired or constructed after October 1, 1980.

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

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G. Unbilled Service Revenues

Approximately 91% of the Water Resources Department's service fee 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 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 current assets. Recognition of governmental fund type revenues, represented by noncurrent receivables, is deferred until they become current receivables. Significant deferred income in the governmental fund types include receivables for the provision of ambulance services and grants. 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.

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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 generally 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

Cash and cash equivalents are cash on hand as well as demand deposits, investments and certificates of deposit included in pooled cash with original maturities of three months or less. Investments include non-pooled investments and certificates of deposit with original maturities of three months or greater.

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 \$421,264,006 difference are as follows:

Bonds payable	\$369,038,808
Less: Deferred charge on refunding (to be amortized as interest expense)	(3,178,834)
Less: Discount (to be amortized as interest expense)	(230,148)
Plus: Issuance premium (to be amortized as interest expense)	5,755,785
Accrued interest payable	3,539,870
Leases payable	460,804
Notes payable	9,788,000
Accrued compensated absences	28,286,756
Arbitrage rebate	327,864
Other postemployment benefits	<u>7,475,101</u>

Net adjustment to reduce *fund balance - total governmental funds*  
to arrive at *net assets - governmental activities* \$421,264,006

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 \$102,060,012 difference are as follows:

Capital outlay	\$126,432,112
Depreciation expense	<u>(24,372,100)</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>\$102,060,012</u>

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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 increase net assets." The details of this \$2,602,982 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.	\$ 2,067,741
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>(4,670,723)</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>\$ 2,602,982</u>

Another element of the 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 \$22,969,282 difference are as follows:

Debt issued or incurred:	
Capital leases	\$ 20,079
Issuance of notes payable	3,293,000
Principal repayments:	
Bonds	(21,956,854)
Capital lease	(320,507)
Notes payable	<u>(4,005,000)</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>\$ 22,969,282</u>

Another element of the 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 \$10,285,780 difference are as follows:

Accrued compensated absences	\$ 2,053,781
Arbitrage rebate	327,864
Other postemployment benefits	7,475,101
Accrued interest	(178,862)
Amortization of deferred charge on refunding	628,592
Amortization of debt issuance costs	558,286
Amortization of bond discounts/premium	<u>(578,982)</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>\$ 10,285,780</u>

3. Fund Balance Deficit - Nonmajor Governmental Funds – The fund balance deficit of \$1,036,292 for Grants, is a result of grant reimbursements received too late in the subsequent fiscal year to be considered available, and were therefore reported as deferred revenue.
4. Cash - Monies available within various funds were consolidated for investment purposes. The amount of public funds invested is discussed in Note 5. Substantially all operating cash at September 30, 2008, 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 2.74% to 5.41%.

Cash with escrow and paying agent of \$1,351,482 is comprised of \$282,491 accounted for in Brevard County Transportation Trust fund for the acquisition of land, \$4,771 accounted for in the Special Revenue Funds for the Brevard County Shore Protection Project and \$1,064,220 accounted for in the Internal Service Funds as an insurance reserve balance as required by the County's insurance providers.

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5. **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 corporate notes and commercial paper.

On November 29, 2007, the State Board of Administration implemented a temporary freeze on the assets held in the Pool due to an unprecedented amount of withdrawals from the Fund coupled with the absence of market liquidity for certain securities within the Pool. The significant amount of withdrawals followed reports that the Pool held asset-backed commercial paper that was subject to sub prime mortgage risk.

On December 4, 2007, based on recommendations from an outside financial advisor, the State Board of Administration restructured the Pool into two separate pools. Pool A consisted of all money market appropriate assets, which was approximately \$12 billion or 86% of Pool assets. Pool B consisted of assets that either defaulted on a payment, paid more slowly than expected, and/or had any significant credit and liquidity risk, which was approximately \$2 billion or 14% of Pool assets. At the time of the restructuring, all current pool participants had their existing balances proportionately allocated into Pool A and Pool B.

Pool A, subsequently renamed as the LGIP pool, is considered a Securities and Exchange Commission (SEC) "2a7-like" fund, with the fair value of the investment equal to the account balance. A 2a7-like fund is not registered with the SEC as an investment company, but has a policy that it will, and does operate in a manner consistent with SEC's Rule 2a7 of the Investment Company Act of 1940, the rules governing money market funds. Thus, the pool operates essentially as a money market fund, but is classified as an external investment pool. On December 21, 2007, Standard and Poor's Ratings Services assigned its "AAAm" principal stability fund rating to Pool A/LGIP.

Pool A/LGIP participants were permitted initially to withdraw up to the higher of 15% of their balance or \$2 million without penalty. Withdrawals from Pool A in excess of the above limit are subject to a 2% redemption fee. These withdrawal provisions for Pool A/LGIP increased periodically throughout the year as its investments matured, and subject to the liquidity requirements of the Pool. The withdrawal provisions at September 30, 2008 allow the higher of 65% of each participant's December 4, 2007 balance or \$12 million, without penalty. New investments in Pool A/LGIP are not subject to the redemption fee or withdrawal restrictions.

Pool B participants are prohibited from withdrawing any amount from Pool B. As securities mature in Pool B, funds are transferred to Pool A/LGIP at which time the funds are available to withdraw without any restrictions. Amounts totaling \$1.4 billion were transferred by the SBA from Pool B to Pool A/LGIP, with immediate availability, between February and September 2008, leaving a Pool B balance for all participants of approximately \$800 million at September 30, 2008. The weighted average days to maturity of Pool A/LGIP was 8.5 days, while the weighted average life of Fund B was 9.36 years, as of September 30, 2008.

On September 30, 2008 the County had \$96,485,480 invested in Pool A/LGIP and \$16,466,191 remaining in Pool B, with a fair value of \$13,147,557.

#### Custodial Risk

The carrying amount of the County's demand deposits was \$57,218,896 at September 30, 2008. 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 are limited to 5% per issuer. Investments in Federal Home Loan Bank, Federal

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Home Loan Mortgage Corp., Federal Farm Credit Bank and Federal National Mortgage Assn. represented 6%, 12%, 2%, and 10% respectively, of the County's total investments.

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, in the category "Aa" by Moody's and "AA" by Standard & Poor's. The Corporate Notes currently held in the portfolio have a Standard & Poor's rating of AA. The credit quality of the federal agency securities held by the County is AAA rated by Standard & Poor's. The Local Government Surplus Funds Trust Investment Pool (Fund A/LGIP) was rated AAAM by Standard and Poor's at September 30, 2008. The Local Government Surplus Funds Trust Fund B was not rated by a nationally recognized statistical rating agency at September 30, 2008.

**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 0.92 years.

As of September 30, 2008, the County had the following investments and maturities:

	Fair Value	Maturity (Years)			
		Less Than 1	1-2	2-3	Over 3 Years
Corporate Note	\$ 17,462,538	\$ 8,580,978	\$ 8,881,560	\$ 0	\$ 0
Federal Farm Credit Bank	9,601,719	0	9,601,719	0	0
Federal Home Loan Bank	32,817,770	19,930,400	12,887,370	0	0
Federal Home Loan Mortgage Corp.	67,818,884	30,071,310	11,538,606	26,208,968	0
Federal National Mortgage Assn.	57,652,576	14,796,727	15,071,424	27,784,425	0
U.S. Treasury Bonds/Notes	107,026,115	63,970,580	29,772,659	13,282,876	0
State Board of Administration	109,633,037	96,485,480	0	0	13,147,557
Money Market Accounts	100,442,768	100,442,768	0	0	0
Guaranteed Investment Contract	57,367,142	0	0	57,367,142	0
<b>Total</b>	<b>\$559,822,549</b>	<b>\$334,278,243</b>	<b>\$87,753,338</b>	<b>\$124,643,411</b>	<b>\$13,147,557</b>

Of the amount invested with the State Board of Administration \$21,986,776 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 \$8,512,618 and the bank balance was \$8,554,719, which is insured by FDIC or collateralized with securities held by the State Treasurer in accordance with Chapter 280, Florida Statutes. On September 30, 2008 the component units had \$5,814,921 invested in Pool A/LGIP and \$615,311 remaining in Pool B, with a fair value of \$495,969.

6. **Receivables** - The accounts receivable for the governmental activities of \$11,159,358 are net of allowances for doubtful accounts of \$2,917,534. Charges for services are net of mandatory contractual adjustments in the amount of \$3,137,788 for Medicare/Medicaid and Champus. Having billed these organizations, the County is federally mandated to accept their allowable charges for services rendered. The accounts receivable for the business-type activities of \$1,336,482 are net of allowances for doubtful accounts of \$105,467.



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7. Capital Assets

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

Primary Government	Oct. 1, 2007	Increases	Decreases	Sept. 30, 2008
Governmental Activities:				
Capital assets not depreciated:				
Land	\$170,552,592	\$ 58,014,013	\$ 787,604	\$227,779,001
Construction in progress	<u>77,718,731</u>	<u>56,141,463</u>	<u>56,926,958</u>	<u>76,933,236</u>
Total assets not depreciated	<u>\$248,271,323</u>	<u>\$114,155,476</u>	<u>\$57,714,562</u>	<u>\$304,712,237</u>
Capital assets depreciated:				
Buildings and structures	\$188,785,228	\$ 42,192,834	\$ 544,562	\$230,433,500
Infrastructure	109,564,973	11,792,450	0	121,357,423
Improvements to land	24,398,526	4,150,394	0	28,548,920
Improvements other than buildings	16,229,378	154,188	550	16,383,016
Operating machinery and equipment	<u>130,820,075</u>	<u>16,183,819</u>	<u>7,859,590</u>	<u>139,144,304</u>
Total assets depreciated	<u>\$469,798,180</u>	<u>\$ 74,473,685</u>	<u>\$ 8,404,702</u>	<u>\$535,867,163</u>
Less accumulated depreciation:				
Buildings and structures	\$ 39,562,736	\$ 5,596,548	\$ 187,219	\$ 44,972,065
Infrastructure	29,479,268	3,463,600	0	32,942,868
Improvements to land	5,692,630	1,343,757	0	7,036,387
Improvements other than buildings	7,867,766	1,087,248	444	8,954,570
Operating machinery and equipment	<u>78,808,011</u>	<u>13,489,008</u>	<u>6,680,692</u>	<u>85,616,327</u>
Total accumulated depreciation	<u>\$161,410,411</u>	<u>\$ 24,980,161</u>	<u>\$ 6,868,355</u>	<u>\$179,522,217</u>
Total depreciable capital assets, net	<u>\$308,387,769</u>	<u>\$ 49,493,524</u>	<u>\$ 1,536,347</u>	<u>\$356,344,946</u>
Total governmental activities capital assets, net	<u>\$556,659,092</u>	<u>\$163,649,000</u>	<u>\$59,250,909</u>	<u>\$661,057,183</u>

Certain reclassifications of the beginning balances of individual asset accounts and their associated accumulated depreciation have been made.

Business-type Activities:

	Oct. 1, 2007	Increases	Decreases	Sept. 30, 2008
Capital assets not depreciated:				
Land	\$ 37,784,864	\$ 0	\$ 0	\$ 37,784,864
Construction in progress	<u>12,056,451</u>	<u>7,629,845</u>	<u>12,399,076</u>	<u>7,287,220</u>
Total assets not depreciated	<u>\$ 49,841,315</u>	<u>\$ 7,629,845</u>	<u>\$12,399,076</u>	<u>\$ 45,072,084</u>
Capital assets depreciated:				
Buildings and structures	\$ 51,257,360	\$ 1,088,704	\$ 250,692	\$ 52,095,372
Infrastructure	9,811,531	380,887	0	10,192,418
Improvements to land	8,851,830	42,010	0	8,893,840
Improvements other than buildings	249,966,700	13,419,681	26,864	263,359,517
Machinery and equipment	<u>41,679,374</u>	<u>8,407,936</u>	<u>3,928,463</u>	<u>46,158,847</u>
Total assets depreciated	<u>\$361,566,795</u>	<u>\$23,339,218</u>	<u>\$ 4,206,019</u>	<u>\$380,699,994</u>
Less accumulated depreciation:				
Buildings and structures	\$ 14,186,590	\$ 1,376,840	\$ 102,377	\$ 15,461,053
Infrastructure	412,780	303,098	0	715,878
Improvements to land	4,868,382	354,313	0	5,222,695
Improvements other than buildings	129,261,688	8,452,902	23,744	137,690,846
Machinery and equipment	<u>25,581,877</u>	<u>4,531,577</u>	<u>3,327,853</u>	<u>26,785,601</u>
Total accumulated depreciation	<u>\$174,311,317</u>	<u>\$15,018,730</u>	<u>\$ 3,453,974</u>	<u>\$185,876,073</u>
Total depreciable capital assets, net	<u>\$187,255,478</u>	<u>\$ 8,320,488</u>	<u>\$ 752,045</u>	<u>\$194,823,921</u>
Total business-type activities capital assets, net	<u>\$237,096,793</u>	<u>\$15,950,333</u>	<u>\$13,151,121</u>	<u>\$239,896,005</u>

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

Governmental Activities:	
General government	\$ 4,378,287
Public safety	6,847,385
Physical environment	606,430
Transportation	5,206,836
Economic environment	119,478
Human services	967,236
Culture and recreation	6,246,448
Internal service funds	<u>608,061</u>
Total	<u>\$24,980,161</u>

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<b>Business-type Activities:</b>	
Solid Waste Management Department	\$ 3,874,130
Water Resources Department	8,009,808
Barefoot Bay Water & Sewer District	908,102
Space Coast Area Transit	1,780,980
Brevard County Golf Courses	445,710
Total	<u>\$15,018,730</u>

**Component Units**

Capital assets activity for component units is as follows:

**Melbourne-Tillman Water Control District**

	<u>Oct. 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2008</u>
Capital assets not depreciated:				
Land	\$ 277,821	\$ 0	\$ 0	\$ 277,821
Capital assets depreciated:				
Buildings and structures	\$ 373,789	\$ 0	\$ 0	\$ 373,789
Improvements to land	8,229,276	0	0	8,229,276
Machinery and equipment	2,023,321	235,073	5,945	2,252,449
Total assets depreciated	<u>\$10,626,386</u>	<u>\$ 235,073</u>	<u>\$ 5,945</u>	<u>\$10,855,514</u>
Less accumulated depreciation:				
Buildings and structures	\$ 209,635	\$ 13,746	\$ 0	\$ 223,381
Improvements to land	6,315,676	409,355	0	6,725,031
Machinery and equipment	1,465,095	179,809	5,479	1,639,425
Total accumulated depreciation	<u>\$ 7,990,406</u>	<u>\$ 602,910</u>	<u>\$ 5,479</u>	<u>\$ 8,587,837</u>
Total depreciable capital assets, net	<u>\$ 2,635,980</u>	<u>\$ (367,837)</u>	<u>\$ 466</u>	<u>\$ 2,267,677</u>
Total capital assets, net	<u>\$ 2,913,801</u>	<u>\$ (367,837)</u>	<u>\$ 466</u>	<u>\$ 2,545,498</u>

**Titusville-Cocoa Airport Authority**

	<u>Oct. 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2008</u>
Capital assets not depreciated:				
Land	\$12,265,012	\$ 366,560	\$ 0	\$12,631,572
Construction in progress	1,600,335	755,558	22,401	2,333,492
Improvements to land	339,254	0	0	339,254
Total assets not depreciated	<u>\$14,204,601</u>	<u>\$ 1,122,118</u>	<u>\$ 22,401</u>	<u>\$15,304,318</u>
Capital assets depreciated:				
Buildings and structures	\$12,778,003	\$ 3,201	\$ 538,058	\$12,243,146
Improvements other than buildings	22,187,881	0	0	22,187,881
Operating machinery and equipment	2,987,018	72,222	0	3,059,240
Total assets depreciated	<u>\$37,952,902</u>	<u>\$ 75,423</u>	<u>\$ 538,058</u>	<u>\$37,490,267</u>
Less accumulated depreciation:				
Buildings and structures	\$ 5,802,612	\$ 315,385	\$ 0	\$ 6,117,997
Improvements other than buildings	9,807,923	623,082	0	10,431,005
Operating machinery and equipment	1,831,174	189,968	0	2,021,142
Total accumulated depreciation	<u>\$17,441,709</u>	<u>\$ 1,128,435</u>	<u>\$ 0</u>	<u>\$18,570,144</u>
Total depreciable capital assets, net	<u>\$20,511,193</u>	<u>\$ (1,053,012)</u>	<u>\$ 538,058</u>	<u>\$18,920,123</u>
Total capital assets, net	<u>\$34,715,794</u>	<u>\$ 69,106</u>	<u>\$ 560,459</u>	<u>\$34,224,441</u>

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8. Construction and Other Significant Commitments - At September 30, 2008, the County had several uncompleted construction contracts and other contractual commitments as follows:

<u>Project Title</u>	<u>Remaining committed</u>
General Government	\$ 1,414,658
Environmentally Endangered Lands	204,645
Parks and Recreation	17,443,908
Emergency Services	1,619,202
Road Projects	2,720,825
Solid Waste Management Department	1,082,560
Space Coast Area Transit	17,866
Surface Water Improvement Division	1,007,140
Airport	214,789
Savannahs Golf Course	96,500
Water Resources Department	1,710,037
Total	<u>\$27,532,130</u>

9. Interfund Receivable and Payable Balances at September 30, 2008 - The composition of interfund balances as of September 30, 2008, is as follows:

<u>Receivable Fund:</u>	<u>Payable Fund:</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$2,277,026
Emergency Services	General Fund	99,252
Brevard County Transportation Trust	Nonmajor Governmental Funds	912,859
Nonmajor Governmental Funds	General Fund	1,036,822
	Nonmajor Governmental Funds	2,277
Solid Waste Management Department	General Fund	38,126
Water Resources Department	General Fund	76,255
	Barefoot Bay Water & Sewer District	<u>60,000</u>
Total Interfund Receivables and Payables		<u>\$4,502,617</u>

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

10. Advances To and From Other Funds - The General Fund advance from other funds represents a loan from the Solid Waste Management (\$448,667), Water Resources (\$897,360) and Surface Water Improvement (\$448,524) funds for construction of an administrative office building; the \$1,794,551 balance is not scheduled to be paid in fiscal year 2008. The Grants fund advance from other funds represents a loan from the General Fund (\$170,000) to pay costs of the Metropolitan Planning Organization and will be reimbursed by Federal grants. The Education Impact Fee advance from other funds (\$335,017) represents a loan from the General Fund to construct a charter school; the loan will be repaid as impact fees are collected from residential development within the benefiting area. The Special Road and Bridge Districts advance from other funds represents a loan (\$250,000) from General Fund for the completion of a dredging project; the loan will be repaid from future tax revenues. The Barefoot Bay Water & Sewer District advance from other funds includes a loan from the Water Resources Department (\$999,535) for the acquisition and interconnection cost of the Snug Harbor Utility System.
11. Committed Funds - The County executed agreements to accept the donation of land, public safety facilities and cash in return for reimbursing the developer from future impact fees generated by building activity. The cash is to build a causeway interchange and improve the transportation network. Although not obligated, the County reasonably expects to continue assessing the impact fees. Total cost for the public safety facilities and contribution relating to the roadways construction project was \$1,124,555 and \$6,765,736, respectively. The anticipated future payments are as follows:

<u>Year Ended September 30</u>	<u>Amount</u>
2009	\$ 372,000
2010	352,573
2011	300,000
2012	300,000
2013	300,000
After 2013	<u>4,935,168</u>
Total anticipated future payments	<u>\$6,559,741</u>

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12. **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, 2008, the estimated costs of closure and postclosure care for the landfills increased by \$2,121,400. The following information is for the year ending September 30, 2008:

	<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	88%	\$11,019,156	\$1,471,839	2
Central Disposal	24,857,627 cu/yds	80%	\$12,003,548	\$6,311,624	5

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 \$21,986,776 have been restricted for this purpose within the Solid Waste Management Department Fund.

13. **Leases**

- A. The County has entered into numerous capital lease arrangements for the purpose of lease purchasing operating 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, 2008, are as follows:

<u>Year Ended September 30</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
2009	\$292,294	\$125,700
2010	99,676	48,935
2011	89,962	0
2012	10,225	0
Total minimum lease payments	\$492,157	\$174,635
Less amount representing interest	31,353	5,596
Present value of minimum lease payments	<u>\$460,804</u>	<u>\$169,039</u>

The assets acquired through capital leases are as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Machinery and equipment	\$1,221,659	\$576,823
Accumulated depreciation	\$ 323,699	\$184,638

- B. The County leases office facilities, 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 \$709,527, and \$1,147,506, respectively, for the year ended September 30, 2008. The future minimum lease payments for noncancelable operating leases are as follows:

<u>Year Ended September 30</u>	<u>Amount</u>
2009	\$ 424,574
2010	246,034
2011	161,249
2012	159,367
2013	129,216
2014-2018	140,671
Total minimum lease payable	<u>\$1,261,111</u>

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14. Bonded and Other Indebtedness

A. Business-type Activities

\$9,960,000 2002 Solid Waste Management System Revenue Refunding Bonds - due in annual installments of \$1,155,000 to \$2,890,000 through April 1, 2010; interest at 3.375% to 3.80%; issued to finance cost of refunding 1993 Solid Waste Management System Revenue Bonds; payable from gross revenues of the system. \$ 4,045,000

\$55,155,000 2002 Utility Revenue Refunding Bonds – due in annual installments of \$5,840,000 to \$7,545,000 through March 1, 2014; interest at 5.25%; issued to finance the cost of refunding the Utility Revenue Bonds, Series 1993; payable from gross revenues of the Water Resources System. 39,965,000

\$4,880,000 1999 Guaranteed Entitlement Revenue Refunding Bonds - due in annual installments of \$265,000 to \$390,000 through June 1, 2018; interest at 4.25% 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. 3,220,000

\$17,135,000 2000 Utility Bonds (Barefoot Bay Utility System) – serial bonds due in annual installments of \$380,000 to \$435,000 through October 1, 2011; interest at 4.15% 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. 14,550,000

B. Governmental Activities

\$10,670,000 1996 Limited Ad Valorem Revenue Refunding and Improvement Bonds - due in annual installments of \$1,135,000 to \$1,250,000 through September 1, 2011; interest at 5.20% 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. 3,575,000

\$8,840,000 2002 Limited Ad Valorem Tax Refunding Bonds – due in annual installments of \$1,145,000 to \$1,245,000 through September 1, 2011; interest at 3.75% 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. 3,585,000

\$15,670,000 2004 Limited Ad Valorem Tax Bonds – due in annual installments of \$2,535,000 to \$2,700,000 through September 1, 2011; interest at 3.00% to 3.50%; issued to fund the acquisition and improvement of environmentally endangered lands; payable from ad valorem tax revenues. 7,855,000

\$45,000,000 2005 Limited Ad Valorem Tax Bonds – due in annual installments of \$1,855,000 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. 39,745,000

\$15,100,000 2001 North Brevard Recreation Special District, Limited Ad Valorem Tax Bonds – serial bonds due in annual installments of \$645,000 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 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. 11,305,000

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<p>\$11,300,000 2007 North Brevard Recreation Special District, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$415,000 to \$775,000 through July 1, 2024; interest at 3.625% to 5.625%; term bonds maturing July 1, 2026 are subject to mandatory redemption in the amounts of \$810,000 and \$845,000 from July 1, 2025 to final maturity; interest at 4.375%; issued to 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.</p>	<p>10,900,000</p>
<p>\$45,000,000 2001 South Brevard Recreation Special District, Limited Ad Valorem Tax Bonds - due in annual installments of \$1,945,000 to \$3,370,000 through July 1, 2021; interest at 4.10% 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.</p>	<p>33,460,000</p>
<p>\$57,565,000 2007 South Brevard Recreation Special District, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$2,045,000 to \$4,435,000 through July 1, 2026; 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.</p>	<p>55,620,000</p>
<p>\$13,000,000 2001 Merritt Island Recreation Municipal Service Taxing Unit, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$560,000 to \$885,000 through July 1, 2019; interest at 4.20% 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.</p>	<p>9,670,000</p>
<p>\$13,110,000 2007 Merritt Island Recreation Municipal Service Taxing Unit, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$460,000 to \$990,000 through July 1, 2026; interest at 4.00% to 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.</p>	<p>12,670,000</p>
<p>\$4,865,000 1996 Second Guaranteed Entitlement Revenue Bonds - due in annual installments of \$260,000 to \$375,000 through November 1, 2015; interest at 5.20% 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.</p>	<p>2,520,000</p>
<p>\$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 4.50% 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.</p>	<p>5,755,000</p>
<p>\$39,150,000 2001 Sales Tax Refunding and Improvement Revenue Bonds - serial bonds due in annual installments of \$935,000 to \$2,785,000 through December 1, 2018; interest at 4.00% 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-</p>	

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cent sales tax revenue; \$2,926,192 of the outstanding principal and any associated interest will be paid from revenues from the operation of the County's golf courses.	26,745,000
\$16,370,000 2003 Sales Tax Refunding and Improvement Revenue Bonds – serial bonds due in annual installments of \$1,335,000 to \$1,565,000 through December 1, 2013; interest rate 3.00% 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.	11,070,000
\$14,000,000 2005 Sales Tax Revenue Bonds – serial bonds due in annual installments of \$325,000 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.	13,700,000
\$7,070,000 2001 Fourth Cent Tourist Development Tax Revenue Refunding Bonds - serial bonds due in annual installments of \$630,000 to \$745,000 through March 1, 2013, interest at 4.10% to 4.50%; issued to refund the Fourth Cent Tourist Development Tax Revenue Bonds, Series 1993; payable from tourist tax revenues.	3,420,000
\$39,735,000 2000 Constitutional Fuel Tax Revenue Bonds – serial bonds due in annual installments of \$1,705,000 to \$1,790,000 through August 1, 2010; interest at 5.00% to 6.00%; issued to finance the cost of acquiring and constructing certain road and bridge improvements; payable from constitutional fuel tax revenues.	3,495,000
\$25,525,000 2005 Constitutional Fuel Tax Revenue Refunding Bonds – due in annual installments of \$120,000 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 revenues.	25,185,000
\$48,435,000 2007 Local Option Fuel Tax Revenue Bonds - term bonds maturing August 1, 2029, are subject to mandatory redemption in the amounts of \$3,410,000 to \$3,760,000 from August 1, 2027, to final maturity; interest at 5.00%; term bonds maturing August 1, 2032, are subject to mandatory redemption in the amounts of \$3,945,000 to \$4,350,000 from August 1, 2030, to final maturity; interest at 5.00%; term bonds maturing August 1, 2037, are subject to mandatory redemption in the amounts of \$4,570,000 to \$5,555,000 from August 1, 2033, to final maturity; interest at 5.00%; payable from local option fuel tax revenues.	48,435,000
\$48,535,000 2005 Local Option Fuel Tax Revenue Bonds – due in annual installments of \$1,640,000 to \$3,450,000 through August 1, 2026; interest at 3.50% to 5.00%; issued to finance the cost of certain transportation projects within the County; payable from local option fuel tax revenues.	43,255,000
\$12,856,000 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 2.62% on September 30, 2008; this variable rate is based on the underlying commercial paper that is purchased, during the fiscal year the interest rate ranged from 2.13% to 4.12%; 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, 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.	9,788,000

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C. Component Units

\$2,450,000 Titusville-Cocoa Airport Authority Note – payable in equal monthly installments over 15 years; 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. 1,792,077

\$118,293 Titusville-Cocoa Airport Authority Note – payable in equal monthly installments over 15 years; interest at 2.50%; issued as part of a land swap transaction; payable from gross revenues of the Authority. 81,206

D. Summary of Bonded and Other Indebtedness

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

	Oct. 1, 2007	Increase	Decrease	Sept. 30, 2008	Due within one year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$200,660,000	\$ 0	\$12,275,000	\$188,385,000	\$12,740,000
Revenue bonds	190,335,662	0	9,681,854	180,653,808	10,160,917
Less deferred amounts:					
Discounts	277,849	0	47,701	230,148	
Premiums	(6,382,468)	0	(626,683)	(5,755,785)	
Refunding	3,807,426	0	628,592	3,178,834	
Total bonds payable	<u>\$393,292,855</u>	<u>\$ 0</u>	<u>\$21,907,244</u>	<u>\$371,385,611</u>	
Capital lease commitments	761,232	20,079	320,507	460,804	271,971
Notes payable	10,556,000	3,293,000	4,061,000	9,788,000	311,000
Accrued compensated absences	26,554,072	4,252,507	2,168,047	28,638,532	2,507,531
OPEB liability	0	10,599,815	3,063,100	7,536,715	
Arbitrage liability	69,634	258,230	0	327,864	31,485
Claims and judgments	<u>15,185,276</u>	<u>55,473,950</u>	<u>53,762,670</u>	<u>16,896,556</u>	7,905,038
Governmental activities long-term liabilities	<u>\$446,419,069</u>	<u>\$73,897,581</u>	<u>\$85,282,568</u>	<u>\$435,034,082</u>	
Claims and judgments beginning balance adjusted to reflect medical payments.					
<b>Business-type activities:</b>					
Bonds payable:					
Revenue bonds	\$ 74,499,338	\$ 0	\$ 9,793,146	\$ 64,706,192	\$9,699,083
Less deferred amounts:					
Discounts	90,045	0	18,872	71,173	
Premiums	(2,084,346)	0	(567,083)	(1,517,263)	
Refunding	1,109,545	0	376,898	732,647	
Total bonds payable	<u>\$ 75,384,094</u>	<u>\$ 0</u>	<u>\$ 9,964,459</u>	<u>\$ 65,419,635</u>	
Capital lease commitments	302,816	0	133,777	169,039	120,849
Landfill closure and postclosure care	20,901,304	2,121,400	0	23,022,704	
Accrued compensated absences	1,959,521	406,949	163,339	2,203,131	135,929
OPEB liability	0	1,210,564	349,490	861,074	
Business-type activities long-term liabilities	<u>\$ 98,547,735</u>	<u>\$ 3,738,913</u>	<u>\$10,611,065</u>	<u>\$ 91,675,583</u>	
<b>Component units:</b>					
Notes payable	\$ 2,021,480	\$ 0	\$ 148,197	\$ 1,873,283	155,354
Accrued compensated absences	<u>238,645</u>	<u>13,727</u>	<u>0</u>	<u>252,372</u>	114,957
Component units long-term liabilities	<u>\$ 2,260,125</u>	<u>\$ 13,727</u>	<u>\$ 148,197</u>	<u>\$ 2,125,655</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 accrued compensated absences are generally liquidated by each individual governmental fund.



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E. Total Annual Debt Service Requirements

Accrued compensated absences, claims and judgments, and landfill closure and postclosure care, other postemployment benefit liability, and arbitrage liability 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, 2008, are as follows:

Governmental activities						
Year Ending September 30	General Obligation Bonds		Revenue Bonds		Notes and Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 12,740,000	\$ 8,436,343	\$ 10,160,917	\$ 8,169,419	\$ 582,971	\$ 273,495
2010	13,265,000	7,916,914	10,593,968	7,743,912	315,174	254,337
2011	13,800,000	7,381,752	10,650,380	7,306,633	894,488	231,831
2012	8,950,000	6,834,013	9,150,137	6,867,371	3,565,171	147,669
2013	9,325,000	6,461,034	9,445,590	6,464,044	4,891,000	23,137
2014-2018	53,655,000	25,282,986	38,067,024	26,745,466	0	0
2019-2023	55,370,000	12,062,615	28,500,792	19,195,896	0	0
2024-2028	21,280,000	1,901,580	22,640,000	13,365,538	0	0
2029-2033	0	0	20,770,000	8,385,500	0	0
2034-2037	0	0	20,675,000	2,647,750	0	0
Total	<u>\$188,385,000</u>	<u>\$76,277,237</u>	<u>\$180,653,808</u>	<u>\$106,891,529</u>	<u>\$10,248,804</u>	<u>\$ 930,469</u>

Business-type activities						
Year Ending September 30	Revenue Bonds		Leases		Notes and Leases	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 9,699,083	\$ 3,088,158	\$120,849	\$ 4,851	\$ 155,354	\$ 77,083
2010	8,311,032	2,628,664	48,190	745	161,740	70,697
2011	7,514,620	2,210,456	0	0	169,005	63,432
2012	7,899,863	1,816,085	0	0	176,387	56,050
2013	8,309,410	1,396,963	0	0	184,095	48,342
2014-2018	13,057,976	3,397,079	0	0	1,026,702	113,607
2019-2023	3,504,208	2,048,506	0	0	0	0
2024-2028	4,350,000	1,079,500	0	0	0	0
2029-2030	2,060,000	104,250	0	0	0	0
Total	<u>\$64,706,192</u>	<u>\$17,769,661</u>	<u>\$169,039</u>	<u>\$ 5,596</u>	<u>\$1,873,283</u>	<u>\$429,211</u>

15. Obligation for Bond Arbitrage Rebate - Pursuant to the U.S. Internal Revenue Code, the County must rebate to the United States Government the excess of interest earned from the investment of certain debt proceeds and pledged revenues over the yield rate of the applicable debt. Arbitrage rebate, if any, is due and payable on each five year anniversary of the respective debt issue. As of September 30, 2008, the County had outstanding arbitrage rebate liability in the amount of \$327,864.

16. 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 and Series 1973A bonds at September 30, 2008, were \$1,325,000 and \$660,000, respectively. Total outstanding principal of the Series 1978A bonds was \$285,000. The Series 1975 bonds were fully retired during fiscal year 2006.

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

- B. 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, 2008, was \$2,290,000 and \$4,330,000, respectively.
- C. 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 effect 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. Total outstanding principal of the Series 2000 bonds at September 30, 2008, was \$24,150,000.

17. 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, the Water Resources Department, and the Barefoot Bay Water & Sewer District at September 30, 2008. These coverage tests compare debt coverage required with revenue available after covering operating and maintenance expenses.

	Solid Waste Management Department	Water Resources Department	Barefoot Bay Water & Sewer District
Gross revenues available for compliance	\$30,005,516	\$26,485,229	\$3,038,811
Operating and maintenance expense (excluding depreciation expense)	<u>23,280,908</u>	<u>18,662,947</u> (1)	<u>1,801,250</u> (2)
Amount of revenue over operating and maintenance expense	<u>\$ 6,724,608</u>	<u>\$ 7,822,282</u>	<u>\$1,237,561</u>
Debt coverage required	<u>\$ 3,341,723</u>	<u>\$ 7,793,850</u>	<u>\$1,222,933</u>
Percent coverage for the year ended September 30, 2008	<u>201%</u>	<u>100%</u>	<u>101%</u>

- (1) Operating and maintenance expense excludes payment in lieu of taxes (\$926,684), renewal and replacement expenses (\$227,835), extraordinary repairs (\$430,014) and expenses related to Tropical Storm Fay (\$164,196).
- (2) Operating and maintenance expense excludes expenses related to Tropical Storm Fay (\$18,710) and expenses related to the construction and improvement of the system (\$211,034).

18. 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. During fiscal years ended September 30, 2006 and 2008, the 10 year time-frame expired on two of the projects. In accordance with the FDOT grant policy, since no FAA funds were received, the

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

Authority is not required to pay back the excess funding and included \$187,071 and \$62,860 in capital contributions - other governmental on the statement of revenues, expenses and changes in net assets for fiscal years ended September 30, 2006 and 2008, respectively. The last project totaling \$6,336 is scheduled to expire during the fiscal year ending September 30, 2009.

19. 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	\$ 8,828	\$4,725,311	\$ 4,241,208
Capital assets, net of accumulated depreciation	<u>0</u>	<u>0</u>	<u>34,224,441</u>
Total assets	<u>\$ 8,828</u>	<u>\$4,725,311</u>	<u>\$38,465,649</u>
Liabilities:			
Other current liabilities	\$ 0	\$ 99,359	\$ 707,429
Long-term liabilities	<u>0</u>	<u>0</u>	<u>1,994,576</u>
Total liabilities	<u>\$ 0</u>	<u>\$ 99,359</u>	<u>\$ 2,702,005</u>
Net assets:			
Invested in capital assets net of related debt	\$ 0	\$ 0	\$32,344,822
Unrestricted	<u>8,828</u>	<u>4,625,952</u>	<u>3,418,822</u>
Total net assets	<u>\$ 8,828</u>	<u>\$4,625,952</u>	<u>\$35,763,644</u>

	Melbourne- Tillman Water Control District	Housing Finance Authority	Total
Assets:			
Other assets	\$ 7,516,396	\$4,027,383	\$20,519,126
Capital assets, net of accumulated depreciation	<u>2,545,498</u>	<u>0</u>	<u>36,769,939</u>
Total assets	<u>\$10,061,894</u>	<u>\$4,027,383</u>	<u>\$57,289,065</u>
Liabilities:			
Other current liabilities	\$ 39,631	\$ 153,555	\$ 999,974
Long-term liabilities	<u>137,415</u>	<u>0</u>	<u>2,131,991</u>
Total liabilities	<u>\$ 177,046</u>	<u>\$ 153,555</u>	<u>\$ 3,131,965</u>
Net assets:			
Invested in capital assets net of related debt	\$ 2,545,498	\$ 0	\$34,890,320
Unrestricted	<u>7,339,350</u>	<u>3,873,828</u>	<u>19,266,780</u>
Total net assets	<u>\$ 9,884,848</u>	<u>\$3,873,828</u>	<u>\$54,157,100</u>

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

B. Statement of Activities

	North Brevard County Public Library District	Merritt Island Redevelopment Agency	Titusville- Cocoa Airport Authority
Expenses:			
Total expenses	\$ 2,411	\$ 859,287	\$ 2,761,949
Program revenues:			
Charges for services	\$ 4,877	\$ 0	\$ 1,910,695
Capital grants and contributions	<u>0</u>	<u>0</u>	<u>1,032,567</u>
Total program revenues	\$ 4,877	\$ 0	\$ 2,943,262
Net program revenues	\$ 2,466	\$ (859,287)	\$ 181,313
General revenues:			
Taxes	\$ 0	\$1,472,415	\$ 232
Other general revenues	<u>0</u>	<u>282,242</u>	<u>68,819</u>
Total general revenues	\$ 0	\$1,754,657	\$ 69,051
Change in net assets	\$ 2,466	\$ 895,370	\$ 250,364
Beginning net assets	<u>6,362</u>	<u>3,730,582</u>	<u>35,513,280</u>
Ending net assets	<u>\$ 8,828</u>	<u>\$4,625,952</u>	<u>\$35,763,644</u>
	Melbourne- Tillman Water Control District	Housing Finance Authority	Total
Expenses:			
Total expenses	\$ 2,773,669	\$ 168,203	\$ 6,565,519
Program revenues:			
Charges for services	\$ 1,656,951	\$ 760,058	\$ 4,332,581
Capital grants and contributions	<u>0</u>	<u>0</u>	<u>1,032,567</u>
Total program revenues	\$ 1,656,951	\$ 760,058	\$ 5,365,148
Net program revenues	\$ (1,116,718)	\$ 591,855	\$ (1,200,371)
General revenues:			
Taxes	\$ 0	\$ 0	\$ 1,472,647
Other general revenues	<u>162,037</u>	<u>66,000</u>	<u>579,098</u>
Total general revenues	\$ 162,037	\$ 66,000	\$ 2,051,745
Change in net assets	\$ (954,681)	\$ 657,855	\$ 851,374
Beginning net assets	<u>10,839,529</u>	<u>3,215,973</u>	<u>53,305,726</u>
Ending net assets	<u>\$ 9,884,848</u>	<u>\$3,873,828</u>	<u>\$54,157,100</u>

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
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20. 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, the County retains exposure up to a maximum of \$350,000 for each worker's compensation claim, and \$100,000 for each general liability claim. For all risk property, the County retains exposure up to a maximum of \$100,000 per occurrence, all perils. For weather catastrophes, the County retains exposure of 5% of Total Insurable Values (TIV) with a minimum of \$1,000,000 per occurrence. For flood losses, the County retains exposure of 5% of TIV with a minimum of \$1,000,000 for any one occurrence in a special flood hazard area. For floods due to named storms, the exposure is 5% of TIV with a minimum of \$1,000,000; any other flood outside of special flood hazard area \$100,000. The County purchases commercial insurance for claims in excess of coverage provided by the fund. Settled claims have not exceeded this commercial coverage in any of the past three years.

The County has established a self-insured Employee Group Insurance Program to account for medical insurance claims of County employees and their covered dependents. Under this program, the fund provides the employee with a lifetime maximum benefit of \$1,000,000. The following retention (specific deductible) limits were put in effect on January 1, 2008: \$325,000 for specific claim, with an additional aggregating deductible of \$195,000 which can be met by one claimant or multiple claimants in excess of \$325,000. The County has contracted with various agencies to perform certain administrative functions, such as monitoring, reviewing and paying claims.

All County departments participate in the self insurance programs 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 \$16,896,556 in the Risk Management fund, reported at September 30, 2008, 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 2007 and 2008 were:

	<u>2007</u>	<u>2008</u>
Beginning of fiscal year liability	\$ 13,748,422	\$15,185,276
Current year claims	45,485,046	55,473,950
Claim payments	<u>(44,048,192)</u>	<u>(53,762,670)</u>
Balance at fiscal year end	<u>\$15,185,276</u>	<u>\$16,896,556</u>

The claims liability at September 30, 2008, has been calculated as follows:

Present value of estimated outstanding losses (estimated losses of \$21,330,811, discounted to reflect future investment earnings at 3.5%)	\$18,911,688
Unallocated loss adjustment expenses (calculated at 7.5% of outstanding losses, excluding medical insurance)	1,107,095
Estimated recoveries on settled claims	<u>(3,122,227)</u>
Claims liability at September 30, 2008	<u>\$16,896,556</u>

21. 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.
22. 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.

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

23. 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, 2008, were:

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>
General Fund	Emergency Services	\$15,822,409
	Brevard County Transportation Trust	3,729,324
	Nonmajor Governmental Funds	22,962,285
	Solid Waste Management Department	51,168
	Nonmajor Proprietary Funds	2,999,097
Emergency Services	General Fund	2,677,474
	Nonmajor Governmental Funds	5,295
	Brevard County Transportation Trust	21,856
Brevard County Transportation Trust	General Fund	376,863
	Nonmajor Governmental Funds	17,056
Nonmajor Governmental Funds	General Fund	3,760,225
	Brevard County Transportation Trust	255,597
	Parks and Recreation Facilities	611,000
	Nonmajor Governmental Funds	3,374,563
	Nonmajor Proprietary Funds	535,224
Solid Waste Management Department	General Fund	672,501
Water Resources Department	General Fund	2,278
	Nonmajor Governmental Funds	5,295
Nonmajor Proprietary Funds	General Fund	468,353
Internal Service	General Fund	3,277,915
	Emergency Services	1,294,157
	Brevard County Transportation Trust	458,206
	Parks and Recreation Facilities	8,493
	Nonmajor Governmental Funds	834,465
	Solid Waste Management Department	414,740
	Water Resources Department	308,977
	Barefoot Bay Water & Sewer District	24,533
	Nonmajor Proprietary Funds	225,724
	Internal Service	26,885
Total Transfers		<u>\$65,221,958</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.

24. 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.

Brevard County is required to contribute an actuarially determined rate. The retirement plan is funded by employer contributions at a rate of 9.85% of the gross pay for regular employees; 20.92% for special-risk employees, which include law enforcement officers, correctional officers, and firefighters; and 16.53% for elected officials. The County's contributions for the years ending September 30, 2008, 2007, and 2006, were \$25,928,294, \$25,204,062, and \$20,025,531, respectively, which equal the required contributions for each year. Contributions for the year ending September 30, 2008, represented 13.77% of covered payroll.

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

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.

25. Subsequent Events - On December 9, 2008, the Florida State Board of Administration announced that the Florida Local Government Investment Pool (LGIP, formerly known as Fund A) will be 100% liquid on December 23, 2008.

26. Other Postemployment Benefits

Plan Description - The Brevard County Board of County Commissioners (Board) administers a single employer defined benefit healthcare plan (the "Plan"). The Plan provides health care benefits including medical coverage and prescription drug benefits to both active and eligible retired employees and their dependents. Florida Statutes require local governments to offer the same health and hospitalization insurance coverage to retirees and their eligible dependents as is offered to active employees at a premium cost of no more than the premium cost applicable to active employees. For the retired employees and their eligible dependents, the cost of any such continued participation may be paid by the employer or by the retired employees. Full time employees of the Board and Charter Officers are eligible to participate in the Plan. Employees who are active participants in the plan at the time of retirement and are either age 62 with completion of six years of service or have 30 years of service, are also eligible to participate. The Plan does not issue a publicly available financial report.

The Board may amend the plan design, with changes to the benefits, premiums and/or levels of participant contribution at any time. On at least an annual basis and prior to the enrollment process, the Board approves the rates for the coming year for the retiree, employee and County contributions.

As of September 30, 2008, the membership of the County's medical plan consisted of:

Active Employees	3,751
Retirees	779
Dependents	311
Surviving Spouses	<u>46</u>
Total	<u>4,887</u>

Funding Policy - The maximum employer contribution target is 56% of the annual premium cost of the plan. The annual premium costs are between \$5,037 and \$8,629 for retirees and spouses under age 65 and between \$3,112 and \$5,205 for retirees and spouses over age 65. Employees hired prior to January 1, 2006 are eligible to receive 100% of the earned percentage of benefits for their lifetime upon attainment of age 62 and completion of 6 years of service or upon completing 30 years of service, if earlier. Employees hired on or after January 1, 2006 are eligible to receive a graduated earned percentage of benefits upon retirement based on years of service.

Annual OPEB Costs and Net OPEB Obligation - The County's annual other postemployment benefit (OPEB) cost is calculated based on the required contribution of the employer (ARC). The ARC is actuarially determined in accordance with standards set in accepted accounting standards and represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize past unfunded liabilities over thirty years. The Brevard County governing body has elected not to completely fund the ARC.

The following table shows the actuarial determined components of the obligation as of October 1, 2007 based on the current plan provisions:

Annual required contribution	\$11,810,379
Interest on net OPEB contribution	0
Adjustment to annual required contribution	<u>0</u>
Annual OPEB cost (expense)	\$11,810,379
Contributions made	<u>(3,412,590)</u>
Increase in net OPEB obligation	\$ 8,397,789
Net OPEB obligation – beginning of year	0
Net OPEB obligation – end of year	<u>\$ 8,397,789</u>

No trust or agency fund has been established for the plan; there were no adjustments to the annual required contribution or interest earnings.

BREVARD COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

**Funded Status and Funding Progress** - The contributions made for the 2008 fiscal year were 28.9% of the annual OPEB cost. Information for the two preceding fiscal years is not available. As of the October 1, 2007 actuarial valuation date the actuarial accrued liability for benefits was \$136.3 million, all of which was unfunded. The annual payroll of active employees covered by the OPEB plan was \$188,328,613 and the ratio of the UAAL to the covered payroll was 72.4%.

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

Calculations for financial reporting purposes are based on the benefits provided under terms of the substantive plan (the plan as understood by the employer and the plan members) in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations or the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

The actuarial methods are:

Actuarial cost method	Projected unit credit
Amortization method	Level percent of payroll projected to grow 3% per year
Amortization period (closed)	30 years

The actuarial assumptions are:

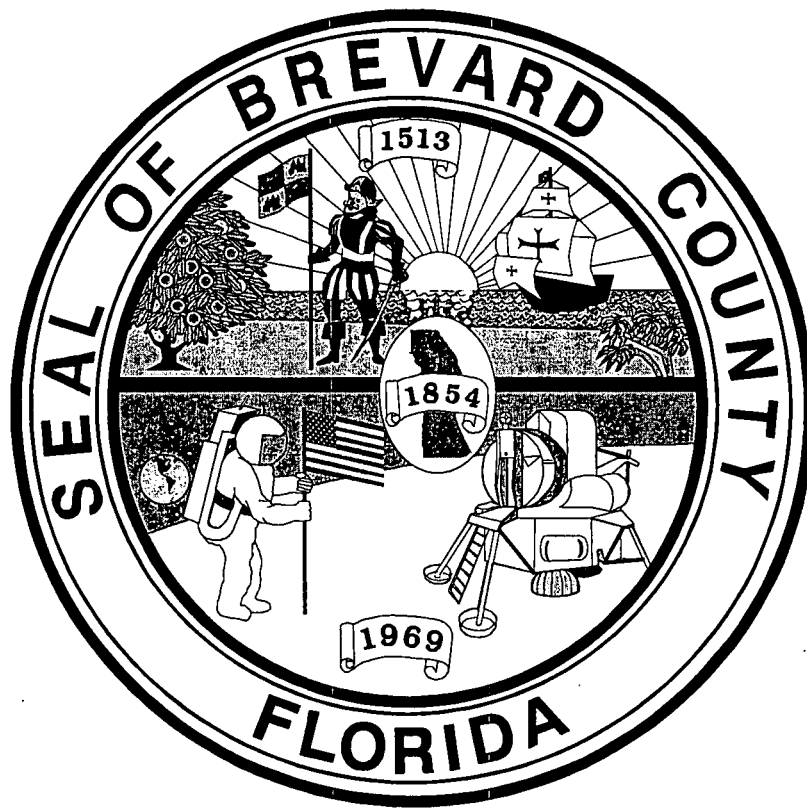
Investment rate of return	4.65%
Projected annual salaries increase	3%
Healthcare cost trend rate	9-10% for the 2008 fiscal year grading to an ultimate rate of 5% for the 2015 fiscal year.



BREVARD COUNTY, FLORIDA  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS  
 FOR THE RETIREE HEALTH PLAN  
 SEPTEMBER 30, 2008

Actuarial Valuation Date (1)	Actuarial Value of Assets	Actuarial Accrued Liability - Projected Unit Credit	Unfunded AAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
10/01/2007	\$ 0	\$ 136,333,419	\$ 136,333,419	0.0%	\$ 188,328,613	72.4%

(1) Initial year of plan disclosure, no prior data available.



## 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.

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.

Hurricane Housing Recovery Program Fund - to account for a housing recovery assistance plan resulting from hurricanes in 2004.

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

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

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

Grants Fund - to account for certain federal and state grants.

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, construction 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.

Commercial Paper Note - to fund the construction of T-hangars and special assessment projects, finance the dredging of channels and canals, acquisition of land and buildings, and purchase of various capital equipment.

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.

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 and improvements to library facilities in Brevard County.

BREVARD COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<u>Special Revenue</u>	
	<u>Recreation District IV Operating</u>	<u>Brevard County Free Public Library District</u>
<b>ASSETS</b>		
Cash	\$ 1,505,885	\$ 6,348,123
Cash with escrow and paying agent	0	0
Receivables (net of allowance for uncollectibles):		
Accounts	1,007	11,088
Assessments, current	0	0
Accrued interest	7,402	37,313
Due from other funds	14,488	164,913
Due from other governmental units	1,033	16,742
Inventory of supplies	11,351	0
Advances to other funds	0	0
Assessments receivable, deferred	0	0
Total assets	<u>\$ 1,541,166</u>	<u>\$ 6,578,179</u>
<b>LIABILITIES AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Vouchers and contracts payable	\$ 169,097	\$ 302,090
Accrued wages and benefits payable	0	0
Due to other funds	0	0
Due to other governmental units	214	692
Advances from other funds	0	0
Deferred revenue	0	4,662
Total liabilities	<u>\$ 169,311</u>	<u>\$ 307,444</u>
<b>Fund balances:</b>		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	11,351	0
Noncurrent receivables	0	0
Unreserved, reported in:		
Debt Service funds	0	0
Special Revenue funds	1,360,504	6,270,735
Capital Project funds	0	0
Total fund balances	<u>\$ 1,371,855</u>	<u>\$ 6,270,735</u>
Total liabilities and fund balances	<u>\$ 1,541,166</u>	<u>\$ 6,578,179</u>

<i>Brevard County Mosquito Control District</i>	<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>
\$ 3,085,526 0	\$ 6,917,167 0	\$ 8,564,868 0	\$ 3,768,068 0	\$ 2,257,163 0
1,972 0	0 0	67,135 0	1,177 0	1,356 0
18,127	39,675	32,481	21,045	1,662
59,367	44,268	38,500	22,416	366,690
165,357	3,114	64,025	40,902	179,321
1,057,789	256,101	0	44,227	0
0	0	0	0	0
0	0	0	0	0
<u>\$ 4,388,138</u>	<u>\$ 7,260,325</u>	<u>\$ 8,767,009</u>	<u>\$ 3,897,835</u>	<u>\$ 2,806,192</u>
\$ 504,579 0 0 0 0	\$ 402,854 0 0 0 250,000	\$ 1,069,762 0 244,593 0 0	\$ 212,267 0 0 558 0	\$ 41,443 383,913 0 91,745 0
135,570	0	300,660	39,098	61,713
<u>\$ 640,149</u>	<u>\$ 652,854</u>	<u>\$ 1,615,015</u>	<u>\$ 251,923</u>	<u>\$ 578,814</u>
\$ 0 1,057,789 0	\$ 0 256,101 0	\$ 0 0 0	\$ 0 44,227 0	\$ 0 0 0
0	0	0	0	0
2,690,200	6,351,370	7,151,994	3,601,685	2,227,378
0	0	0	0	0
<u>\$ 3,747,989</u>	<u>\$ 6,607,471</u>	<u>\$ 7,151,994</u>	<u>\$ 3,645,912</u>	<u>\$ 2,227,378</u>
<u>\$ 4,388,138</u>	<u>\$ 7,260,325</u>	<u>\$ 8,767,009</u>	<u>\$ 3,897,835</u>	<u>\$ 2,806,192</u>

BREVARD COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<u>Special Revenue</u>	
	<u>Tourist Development Tax</u>	<u>Surface Water Improvement Division</u>
<b>ASSETS</b>		
Cash	\$ 13,037,828	\$ 8,745,823
Cash with escrow and paying agent	4,771	0
Receivables (net of allowance for uncollectibles):		
Accounts	54,080	0
Assessments, current	0	0
Accrued interest	74,330	51,249
Due from other funds	0	38,112
Due from other governmental units	625,917	10,165
Inventory of supplies	21,841	0
Advances to other funds	0	448,524
Assessments receivable, deferred	0	0
Total assets	<u>\$ 13,818,767</u>	<u>\$ 9,293,873</u>
<b>LIABILITIES AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Vouchers and contracts payable	\$ 679,860	\$ 260,493
Accrued wages and benefits payable	0	0
Due to other funds	0	0
Due to other governmental units	9,487	0
Advances from other funds	0	0
Deferred revenue	199,124	0
Total liabilities	<u>\$ 888,471</u>	<u>\$ 260,493</u>
<b>Fund balances:</b>		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	21,841	0
Noncurrent receivables	0	448,524
Unreserved, reported in:		
Debt Service funds	0	0
Special Revenue funds	12,908,455	8,584,856
Capital Project funds	0	0
Total fund balances	<u>\$ 12,930,296</u>	<u>\$ 9,033,380</u>
Total liabilities and fund balances	<u>\$ 13,818,767</u>	<u>\$ 9,293,873</u>



<u>State Housing Initiative Partnership</u>	<u>Hurricane Housing Recovery Program</u>	<u>Brevard County Building Code Compliance</u>	<u>Education Impact Fees</u>	<u>Environmentally Endangered Land Program</u>
\$ 5,551,847	\$ 2,047,783	\$ 69,031	\$ 7,295,242	\$ 2,093,534
0	0	0	0	0
63,522	0	0	0	418
0	0	0	0	0
32,049	12,037	545	43,385	12,930
0	0	0	0	0
0	0	0	0	0
0	0	0	0	7,985
0	0	0	0	0
0	0	0	0	0
<u>\$ 5,647,418</u>	<u>\$ 2,059,820</u>	<u>\$ 69,576</u>	<u>\$ 7,338,627</u>	<u>\$ 2,114,867</u>
\$ 134,157	\$ 496,622	\$ 4,261	\$ 3,305,900	\$ 10,978
0	0	0	0	0
0	0	0	83,754	0
0	0	2,292	0	0
0	0	0	335,017	0
0	0	0	0	0
<u>\$ 134,157</u>	<u>\$ 496,622</u>	<u>\$ 6,553</u>	<u>\$ 3,724,671</u>	<u>\$ 10,978</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	7,985
0	0	0	0	0
0	0	0	0	0
5,513,261	1,563,198	63,023	3,613,956	2,095,904
0	0	0	0	0
<u>\$ 5,513,261</u>	<u>\$ 1,563,198</u>	<u>\$ 63,023</u>	<u>\$ 3,613,956</u>	<u>\$ 2,103,889</u>
<u>\$ 5,647,418</u>	<u>\$ 2,059,820</u>	<u>\$ 69,576</u>	<u>\$ 7,338,627</u>	<u>\$ 2,114,867</u>

BREVARD COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<i>Special Revenue</i>	
	<u>Grants</u>	<u>Records Modernization Trust</u>
<b>ASSETS</b>		
Cash	\$ 782,550	\$ 1,762,485
Cash with escrow and paying agent	0	0
Receivables (net of allowance for uncollectibles):		
Accounts	28,499	0
Assessments, current	0	0
Accrued interest	13,072	0
Due from other funds	0	0
Due from other governmental units	3,989,780	0
Inventory of supplies	0	0
Advances to other funds	0	0
Assessments receivable, deferred	0	0
<b>Total assets</b>	<b>\$ 4,813,901</b>	<b>\$ 1,762,485</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Vouchers and contracts payable	\$ 1,275,628	\$ 43,772
Accrued wages and benefits payable	0	27,073
Due to other funds	932,859	0
Due to other governmental units	0	0
Advances from other funds	170,000	0
Deferred revenue	3,471,706	0
<b>Total liabilities</b>	<b>\$ 5,850,193</b>	<b>\$ 70,845</b>
<b>Fund balances:</b>		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	0	0
Noncurrent receivables	0	0
Unreserved, reported in:		
Debt Service funds	0	0
Special Revenue funds	(1,036,292)	1,691,640
Capital Project funds	0	0
<b>Total fund balances</b>	<b>\$ (1,036,292)</b>	<b>\$ 1,691,640</b>
<b>Total liabilities and fund balances</b>	<b>\$ 4,813,901</b>	<b>\$ 1,762,485</b>

*Debt Service*

<i>Mental Health Facilities Refunding Revenue Bonds, Series 1994A</i>	<i>Tourist Development Tax Revenue Refunding Bonds, Series 2001</i>	<i>Sales Tax Revenue Bonds</i>	<i>Commercial Paper Note</i>	<i>Limited Ad Valorem Tax Bonds</i>
\$ 0	\$ 1,155,826	\$ 427,147	\$ 91,661	\$ 11,236,505
0	0	0	0	0
0	0	0	0	0
0	0	0	56,643	0
0	6,819	2,424	10,163	64,798
0	0	0	0	284,706
0	0	0	42	21,084
0	0	0	0	0
0	0	0	0	0
0	0	0	181,037	0
<u>\$ 0</u>	<u>\$ 1,162,645</u>	<u>\$ 429,571</u>	<u>\$ 339,546</u>	<u>\$ 11,607,093</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0
0	0	0	0	27,872
0	0	12,088	13,389	0
0	0	0	0	0
0	0	0	181,037	0
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,088</u>	<u>\$ 194,426</u>	<u>\$ 27,872</u>
\$ 0	\$ 707,000	\$ 0	\$ 0	\$ 0
0	0	0	0	0
0	0	0	0	0
0	455,645	417,483	145,120	11,579,221
0	0	0	0	0
0	0	0	0	0
<u>\$ 0</u>	<u>\$ 1,162,645</u>	<u>\$ 417,483</u>	<u>\$ 145,120</u>	<u>\$ 11,579,221</u>
<u>\$ 0</u>	<u>\$ 1,162,645</u>	<u>\$ 429,571</u>	<u>\$ 339,546</u>	<u>\$ 11,607,093</u>

BREVARD COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<u>Debt Service</u> <u>Second</u> <u>Guaranteed</u> <u>Entitlement</u> <u>Bonds,</u> <u>Series 1996</u>
<b>ASSETS</b>	
Cash	\$ 889,050
Cash with escrow and paying agent	0
Receivables (net of allowance for uncollectibles):	
Accounts	0
Assessments, current	0
Accrued interest	5,191
Due from other funds	5,639
Due from other governmental units	370
Inventory of supplies	0
Advances to other funds	0
Assessments receivable, deferred	0
Total assets	<u>\$ 900,250</u>
<b>LIABILITIES AND FUND BALANCES</b>	
Liabilities:	
Vouchers and contracts payable	\$ 0
Accrued wages and benefits payable	0
Due to other funds	0
Due to other governmental units	0
Advances from other funds	0
Deferred revenue	0
Total liabilities	<u>\$ 0</u>
Fund balances:	
Reserved for:	
Debt service	\$ 0
Inventory	0
Noncurrent receivables	0
Unreserved, reported in:	
Debt Service funds	900,250
Special Revenue funds	0
Capital Project funds	0
Total fund balances	<u>\$ 900,250</u>
Total liabilities and fund balances	<u>\$ 900,250</u>

*Capital Projects*

<u>General Government Facilities</u>	<u>Special Assessment Construction Projects</u>	<u>Countywide Library Projects</u>	<u>Total</u>
\$ 8,689,833	\$ 34,071	\$ 893,762	\$ 97,250,778
0	0	0	4,771
0	0	0	230,254
0	0	0	56,643
51,278	210	5,294	543,479
0	0	0	1,039,099
0	0	0	5,117,852
0	0	0	1,399,294
0	0	0	448,524
0	0	0	181,037
<u>\$ 8,741,111</u>	<u>\$ 34,281</u>	<u>\$ 899,056</u>	<u>\$ 106,271,731</u>
\$ 264,524	\$ 0	\$ 0	\$ 9,178,287
0	0	0	410,986
1,903,084	0	0	3,192,162
0	0	0	130,465
0	0	0	755,017
0	0	0	4,393,570
<u>\$ 2,167,608</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 18,060,487</u>
\$ 0	\$ 0	\$ 0	\$ 707,000
0	0	0	1,399,294
0	0	0	448,524
0	0	0	13,497,719
0	0	0	64,651,867
6,573,503	34,281	899,056	7,506,840
<u>\$ 6,573,503</u>	<u>\$ 34,281</u>	<u>\$ 899,056</u>	<u>\$ 88,211,244</u>
<u>\$ 8,741,111</u>	<u>\$ 34,281</u>	<u>\$ 899,056</u>	<u>\$ 106,271,731</u>

BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Special Revenue</i>	
	<i>Recreation District IV Operating</i>	<i>Brevard County Free Public Library District</i>
<b>REVENUES</b>		
Taxes	\$ 1,645,958	\$ 18,598,966
Licenses and permits	0	0
Intergovernmental revenues	0	0
Charges for services	219,425	0
Fines and forfeits	0	688,077
Miscellaneous revenues	160,353	584,223
Total revenues	\$ 2,025,736	\$ 19,871,266
<b>EXPENDITURES</b>		
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	5,550,359	18,735,025
Intergovernmental	0	0
Capital outlay	0	0
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	\$ 5,550,359	\$ 18,735,025
Excess (deficiency) of revenues over (under) expenditures	\$ (3,524,623)	\$ 1,136,241
<b>OTHER FINANCING SOURCES AND (USES)</b>		
Transfers in	\$ 3,685,189	\$ 367,658
Transfers out	(60,380)	(2,271,329)
Proceeds of the sale of capital assets	3,591	0
Insurance proceeds	17,564	0
Capital related debt issued	0	0
Total other financing sources and uses	\$ 3,645,964	\$ (1,903,671)
Net change in fund balances	\$ 121,341	\$ (767,430)
Fund balances - beginning	1,254,669	7,038,165
Increase (decrease) in reserve for inventory of supplies	(4,155)	0
Fund balances - ending	\$ 1,371,855	\$ 6,270,735

<i>Brevard County Mosquito Control District</i>	<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>
\$ 6,766,652	\$ 4,963,761	\$ 0	\$ 3,357,455	\$ 15,271,826
0	0	0	0	0
77,634	0	0	141,405	3,352
0	0	3,691,326	305,131	5,213,590
0	0	926,208	0	0
337,939	332,206	1,421,440	421,702	220,334
<u>\$ 7,182,225</u>	<u>\$ 5,295,967</u>	<u>\$ 6,038,974</u>	<u>\$ 4,225,693</u>	<u>\$ 20,709,102</u>
\$ 0	\$ 0	\$ 6,241,833	\$ 0	\$ 0
0	0	2,939,474	0	19,305,852
36,007	0	0	0	0
0	4,757,418	0	0	0
0	0	0	0	0
6,319,205	0	0	0	0
0	0	0	9,075,667	0
0	0	0	54,351	0
0	0	0	0	0
768,000	134,000	0	30,000	0
13,364	8,714	0	6,453	0
<u>\$ 7,136,576</u>	<u>\$ 4,900,132</u>	<u>\$ 9,181,307</u>	<u>\$ 9,166,471</u>	<u>\$ 19,305,852</u>
\$ 45,649	\$ 395,835	\$ (3,142,333)	\$ (4,940,778)	\$ 1,403,250
\$ 232,212	\$ 47,428	\$ 4,672,737	\$ 6,115,809	\$ 132,006
(246,038)	(221,012)	(496,941)	(757,266)	(535,104)
432	0	0	5,435	12,765
14,686	0	0	25,820	0
0	0	0	0	0
<u>\$ 1,292</u>	<u>\$ (173,584)</u>	<u>\$ 4,175,796</u>	<u>\$ 5,389,798</u>	<u>\$ (390,333)</u>
\$ 46,941	\$ 222,251	\$ 1,033,463	\$ 449,020	\$ 1,012,917
3,325,543	6,418,836	6,118,531	3,187,528	1,214,461
375,505	(33,616)	0	9,364	0
<u>\$ 3,747,989</u>	<u>\$ 6,607,471</u>	<u>\$ 7,151,994</u>	<u>\$ 3,645,912</u>	<u>\$ 2,227,378</u>

BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Special Revenue</i>	
	<i>Tourist Development Tax</i>	<i>Surface Water Improvement Division</i>
REVENUES		
Taxes	\$ 8,254,230	\$ 0
Licenses and permits	0	0
Intergovernmental revenues	495,339	0
Charges for services	0	37,178
Fines and forfeits	0	0
Miscellaneous revenues	483,943	3,748,943
Total revenues	\$ 9,233,512	\$ 3,786,121
EXPENDITURES		
Current:		
General government	\$ 0	\$ 0
Public safety	0	0
Physical environment	336,369	2,591,927
Transportation	0	0
Economic environment	5,069,181	0
Human services	0	0
Culture and recreation	1,341,625	0
Intergovernmental	0	0
Capital outlay	0	0
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	\$ 6,747,175	\$ 2,591,927
Excess (deficiency) of revenues over (under) expenditures	\$ 2,486,337	\$ 1,194,194
OTHER FINANCING SOURCES AND (USES)		
Transfers in	\$ 186,035	\$ 18,034
Transfers out	(978,521)	(542,849)
Proceeds of the sale of capital assets	0	0
Insurance proceeds	0	0
Capital related debt issued	0	0
Total other financing sources and uses	\$ (792,486)	\$ (524,815)
Net change in fund balances	\$ 1,693,851	\$ 669,379
Fund balances - beginning	11,235,976	8,364,001
Increase (decrease) in reserve for inventory of supplies	469	0
Fund balances - ending	\$ 12,930,296	\$ 9,033,380



<i>State Housing Initiative Partnership</i>	<i>Hurricane Housing Recovery Program</i>	<i>Brevard County Building Code Compliance</i>	<i>Education Impact Fees</i>	<i>Environmentally Endangered Land Program</i>
\$ 0	\$ 0	\$ 26,835	\$ 0	\$ 2,745,875
0	0	2,626,377	0	0
2,065,774	428,796	0	0	0
0	0	9,759	0	2,635
0	0	7,981	0	0
310,271	167,840	35,873	7,884,893	98,701
<u>\$ 2,376,045</u>	<u>\$ 596,636</u>	<u>\$ 2,706,825</u>	<u>\$ 7,884,893</u>	<u>\$ 2,847,211</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	3,411,973	0	0
0	0	0	0	2,673,775
0	0	0	0	0
2,486,417	3,756,214	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	9,821,280	0
0	0	0	0	0
0	0	81,307	0	0
0	0	8,994	0	0
<u>\$ 2,486,417</u>	<u>\$ 3,756,214</u>	<u>\$ 3,502,274</u>	<u>\$ 9,821,280</u>	<u>\$ 2,673,775</u>
<u>\$ (110,372)</u>	<u>\$ (3,159,578)</u>	<u>\$ (795,449)</u>	<u>\$ (1,936,387)</u>	<u>\$ 173,436</u>
\$ 3,000	\$ 0	\$ 119,309	\$ 0	\$ 38,126
0	0	(24,268)	(190,142)	0
0	0	4,438	0	16
0	0	688	0	6,840
0	0	20,079	0	0
<u>\$ 3,000</u>	<u>\$ 0</u>	<u>\$ 120,246</u>	<u>\$ (190,142)</u>	<u>\$ 44,982</u>
\$ (107,372)	\$ (3,159,578)	\$ (675,203)	\$ (2,126,529)	\$ 218,418
5,620,633	4,722,776	738,226	5,740,485	1,902,277
0	0	0	0	(16,806)
<u>\$ 5,513,261</u>	<u>\$ 1,563,198</u>	<u>\$ 63,023</u>	<u>\$ 3,613,956</u>	<u>\$ 2,103,889</u>

BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Special Revenue</i>	
	<i>Grants</i>	<i>Records Modernization Trust</i>
<b>REVENUES</b>		
Taxes	\$ 0	\$ 0
Licenses and permits	0	0
Intergovernmental revenues	13,301,640	0
Charges for services	0	1,227,837
Fines and forfeits	0	0
Miscellaneous revenues	181,281	53,151
Total revenues	\$ 13,482,921	\$ 1,280,988
<b>EXPENDITURES</b>		
Current:		
General government	\$ 375,885	\$ 3,528,437
Public safety	363,758	0
Physical environment	3,328,667	0
Transportation	2,130,140	0
Economic environment	3,890,130	0
Human services	2,711,034	0
Culture and recreation	1,476,123	0
Intergovernmental	0	0
Capital outlay	0	0
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	\$ 14,275,737	\$ 3,528,437
Excess (deficiency) of revenues over (under) expenditures	\$ (792,816)	\$ (2,247,449)
<b>OTHER FINANCING SOURCES AND (USES)</b>		
Transfers in	\$ 839,414	\$ 0
Transfers out	(300,000)	0
Proceeds of the sale of capital assets	0	0
Insurance proceeds	0	0
Capital related debt issued	0	0
Total other financing sources and uses	\$ 539,414	\$ 0
Net change in fund balances	\$ (253,402)	\$ (2,247,449)
Fund balances - beginning	(782,890)	3,939,089
Increase (decrease) in reserve for inventory of supplies	0	0
Fund balances - ending	\$ (1,036,292)	\$ 1,691,640

*Debt Service*

<i>Mental Health Facilities Refunding Revenue Bonds, Series 1994A</i>	<i>Tourist Development Tax Revenue Refunding Bonds, Series 2001</i>	<i>Sales Tax Revenue Bonds</i>	<i>Commercial Paper Note</i>	<i>Limited Ad Valorem Tax Bonds</i>
\$ 0	\$ 259,238	\$ 0	\$ 0	\$ 22,867,929
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
11,597	49,617	13,899	130,711	896,854
<u>\$ 11,597</u>	<u>\$ 308,855</u>	<u>\$ 13,899</u>	<u>\$ 130,711</u>	<u>\$ 23,764,783</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
430,000	605,000	5,066,854	618,000	12,275,000
21,470	160,915	2,435,165	138,752	8,914,739
<u>\$ 451,470</u>	<u>\$ 765,915</u>	<u>\$ 7,502,019</u>	<u>\$ 756,752</u>	<u>\$ 21,189,739</u>
<u>\$ (439,873)</u>	<u>\$ (457,060)</u>	<u>\$ (7,488,120)</u>	<u>\$ (626,041)</u>	<u>\$ 2,575,044</u>
\$ 0	\$ 518,143	\$ 7,848,188	\$ 685,326	\$ 484,706
0	(180,296)	(535,224)	(9,976)	(1,164,104)
0	0	0	0	0
0	0	0	0	0
0	0	0	12,016	0
<u>\$ 0</u>	<u>\$ 337,847</u>	<u>\$ 7,312,964</u>	<u>\$ 687,366</u>	<u>\$ (679,398)</u>
<u>\$ (439,873)</u>	<u>\$ (119,213)</u>	<u>\$ (175,156)</u>	<u>\$ 61,325</u>	<u>\$ 1,895,646</u>
439,873	1,281,858	592,639	83,795	9,683,575
0	0	0	0	0
<u>\$ 0</u>	<u>\$ 1,162,645</u>	<u>\$ 417,483</u>	<u>\$ 145,120</u>	<u>\$ 11,579,221</u>

BREVARD COUNTY, FLORIDA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

		<u>Debt Service</u> <i>Second</i> <i>Guaranteed</i> <i>Entitlement</i> <i>Bonds,</i> <i>Series 1996</i>
<b>REVENUES</b>		
Taxes	\$	634,077
Licenses and permits		0
Intergovernmental revenues		0
Charges for services		0
Fines and forfeits		0
Miscellaneous revenues		77,976
Total revenues	\$	<u>712,053</u>
<b>EXPENDITURES</b>		
Current:		
General government	\$	0
Public safety		0
Physical environment		0
Transportation		0
Economic environment		0
Human services		0
Culture and recreation		0
Intergovernmental		0
Capital outlay		0
Debt service:		
Principal		250,000
Interest		142,528
Total expenditures	\$	<u>392,528</u>
Excess (deficiency) of revenues over (under) expenditures	\$	<u>319,525</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>		
Transfers in	\$	5,639
Transfers out		(23,159)
Proceeds of the sale of capital assets		0
Insurance proceeds		0
Capital related debt issued		0
Total other financing sources and uses	\$	<u>(17,520)</u>
Net change in fund balances	\$	302,005
Fund balances - beginning		598,245
Increase (decrease) in reserve for inventory of supplies		0
Fund balances - ending	\$	<u><u>900,250</u></u>

*Capital Projects*

<i>General Government Facilities</i>	<i>Special Assessment Construction Projects</i>	<i>Countywide Library Projects</i>	<i>Total</i>
\$ 0	\$ 0	\$ 0	\$ 85,392,802
0	0	0	2,626,377
0	0	0	16,513,940
0	0	0	10,706,881
0	0	0	1,622,266
392,488	0	24,140	18,040,375
<u>\$ 392,488</u>	<u>\$ 0</u>	<u>\$ 24,140</u>	<u>\$ 134,902,641</u>
\$ 0	\$ 0	\$ 0	\$ 10,146,155
0	0	0	26,021,057
0	0	0	8,966,745
0	0	0	6,887,558
0	0	0	15,201,942
0	0	0	9,030,239
0	0	0	36,178,799
0	0	0	9,875,631
5,390,621	18,130	0	5,408,751
0	0	0	20,258,161
0	0	0	11,851,094
<u>\$ 5,390,621</u>	<u>\$ 18,130</u>	<u>\$ 0</u>	<u>\$ 159,826,132</u>
\$ (4,998,133)	\$ (18,130)	\$ 24,140	\$ (24,923,491)
\$ 1,200,000	\$ 0	\$ 0	\$ 27,198,959
0	0	0	(8,536,609)
0	0	0	26,677
0	0	0	65,598
0	31,984	0	64,079
<u>\$ 1,200,000</u>	<u>\$ 31,984</u>	<u>\$ 0</u>	<u>\$ 18,818,704</u>
\$ (3,798,133)	\$ 13,854	\$ 24,140	\$ (6,104,787)
10,371,636	20,427	874,916	93,985,270
0	0	0	330,761
<u>\$ 6,573,503</u>	<u>\$ 34,281</u>	<u>\$ 899,056</u>	<u>\$ 88,211,244</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, 2008

	<u>Final Budgeted Amounts</u>	<u>Actual Amount</u>	<u>Variance with final budget - Positive (Negative)</u>
<b>REVENUES</b>			
Taxes	\$ 1,749,029	\$ 1,645,958	\$ (103,071)
Charges for services	263,380	219,425	(43,955)
Miscellaneous revenues	433,799	160,353	(273,446)
	<u>\$ 2,446,208</u>	<u>\$ 2,025,736</u>	<u>\$ (420,472)</u>
<b>EXPENDITURES</b>			
Current:			
Culture and recreation	\$ 7,132,846	\$ 5,550,359	\$ 1,582,487
Deficiency of revenues under expenditures	\$ (4,686,638)	\$ (3,524,623)	\$ 1,162,015
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 3,627,788	\$ 3,685,189	\$ 57,401
Transfers out	(62,421)	(60,380)	2,041
Proceeds of the sale of capital assets	0	3,591	3,591
Insurance proceeds	0	17,564	17,564
	<u>\$ 3,565,367</u>	<u>\$ 3,645,964</u>	<u>\$ 80,597</u>
Net change in fund balances	\$ (1,121,271)	\$ 121,341	\$ 1,242,612
Fund balances - beginning	1,254,669	1,254,669	0
Decrease in reserve for inventory of supplies	0	(4,155)	(4,155)
Fund balances - ending	<u>\$ 133,398</u>	<u>\$ 1,371,855</u>	<u>\$ 1,238,457</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Taxes	\$ 19,628,463	\$ 18,598,966	\$ (1,029,497)
Fines and forfeits	656,324	688,077	31,753
Miscellaneous revenues	517,325	584,223	66,898
	<u>\$ 20,802,112</u>	<u>\$ 19,871,266</u>	<u>\$ (930,846)</u>
<b>EXPENDITURES</b>			
Current:			
Culture and recreation	\$ 23,021,199	\$ 18,735,025	\$ 4,286,174
Excess (deficiency) of revenues over (under) expenditures	\$ (2,219,087)	\$ 1,136,241	\$ 3,355,328
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 444,226	\$ 367,658	\$ (76,568)
Transfers out	(2,330,461)	(2,271,329)	59,132
Total other financing sources and uses	\$ (1,886,235)	\$ (1,903,671)	\$ (17,436)
Net change in fund balances	\$ (4,105,322)	\$ (767,430)	\$ 3,337,892
Fund balances - beginning	7,038,165	7,038,165	0
Fund balances - ending	<u>\$ 2,932,843</u>	<u>\$ 6,270,735</u>	<u>\$ 3,337,892</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Taxes	\$ 7,087,644	\$ 6,766,652	\$ (320,992)
Intergovernmental revenues	229,505	77,634	(151,871)
Miscellaneous revenues	364,742	337,939	(26,803)
	<u>\$ 7,681,891</u>	<u>\$ 7,182,225</u>	<u>\$ (499,666)</u>
<b>EXPENDITURES</b>			
Current:			
Physical environment	\$ 84,103	\$ 36,007	\$ 48,096
Human services	8,879,612	6,319,205	2,560,407
Debt service:			
Principal	768,000	768,000	0
Interest	44,000	13,364	30,636
	<u>\$ 9,775,715</u>	<u>\$ 7,136,576</u>	<u>\$ 2,639,139</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (2,093,824)</u>	<u>\$ 45,649</u>	<u>\$ 2,139,473</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 117,344	\$ 232,212	\$ 114,868
Transfers out	(279,101)	(246,038)	33,063
Proceeds of the sale of capital assets	0	432	432
Insurance proceeds	0	14,686	14,686
	<u>\$ (161,757)</u>	<u>\$ 1,292</u>	<u>\$ 163,049</u>
Net change in fund balances	\$ (2,255,581)	\$ 46,941	\$ 2,302,522
Fund balances - beginning	3,325,543	3,325,543	0
Increase in reserve for inventory of supplies	0	375,505	375,505
	<u>\$ 1,069,962</u>	<u>\$ 3,747,989</u>	<u>\$ 2,678,027</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>REVENUES</b>			
Taxes	\$ 5,162,467	\$ 4,963,761	\$ (198,706)
Charges for services	3,000	0	(3,000)
Miscellaneous revenues	110,000	332,206	222,206
	<u>          </u>	<u>          </u>	<u>          </u>
Total revenues	\$ 5,275,467	\$ 5,295,967	\$ 20,500
	<u>          </u>	<u>          </u>	<u>          </u>
<b>EXPENDITURES</b>			
Current:			
Transportation	\$ 10,288,663	\$ 4,757,418	\$ 5,531,245
Debt service:			
Principal	134,184	134,000	184
Interest	20,000	8,714	11,286
	<u>          </u>	<u>          </u>	<u>          </u>
Total expenditures	\$ 10,442,847	\$ 4,900,132	\$ 5,542,715
	<u>          </u>	<u>          </u>	<u>          </u>
Excess (deficiency) of revenues over (under) expenditures	\$ (5,167,380)	\$ 395,835	\$ 5,563,215
	<u>          </u>	<u>          </u>	<u>          </u>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 15,660	\$ 47,428	\$ 31,768
Transfers out	(277,050)	(221,012)	56,038
Capital related debt issued	250,000	0	(250,000)
	<u>          </u>	<u>          </u>	<u>          </u>
Total other financing sources and uses	\$ (11,390)	\$ (173,584)	\$ (162,194)
	<u>          </u>	<u>          </u>	<u>          </u>
Net change in fund balances	\$ (5,178,770)	\$ 222,251	\$ 5,401,021
	<u>          </u>	<u>          </u>	<u>          </u>
Fund balances - beginning	6,418,836	6,418,836	0
Decrease in reserve for inventory of supplies	0	(33,616)	(33,616)
	<u>          </u>	<u>          </u>	<u>          </u>
Fund balances - ending	\$ 1,240,066	\$ 6,607,471	\$ 5,367,405
	<u>          </u>	<u>          </u>	<u>          </u>

BREVARD COUNTY, FLORIDA  
MISCELLANEOUS FINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Intergovernmental revenues	\$ 42,702	\$ 0	\$ (42,702)
Charges for services	4,064,972	3,691,326	(373,646)
Fines and forfeits	861,435	926,208	64,773
Miscellaneous revenues	<u>2,083,626</u>	<u>1,421,440</u>	<u>(662,186)</u>
Total revenues	<u>\$ 7,052,735</u>	<u>\$ 6,038,974</u>	<u>\$ (1,013,761)</u>
<b>EXPENDITURES</b>			
Current:			
General government	\$ 7,615,595	\$ 6,241,833	\$ 1,373,762
Public safety	4,772,671	2,939,474	1,833,197
Physical environment	<u>313,605</u>	<u>0</u>	<u>313,605</u>
Total expenditures	<u>\$ 12,701,871</u>	<u>\$ 9,181,307</u>	<u>\$ 3,520,564</u>
Deficiency of revenues under expenditures	<u>\$ (5,649,136)</u>	<u>\$ (3,142,333)</u>	<u>\$ 2,506,803</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 4,884,449	\$ 4,672,737	\$ (211,712)
Transfers out	<u>(497,941)</u>	<u>(496,941)</u>	<u>1,000</u>
Total other financing sources and uses	<u>\$ 4,386,508</u>	<u>\$ 4,175,796</u>	<u>\$ (210,712)</u>
Net change in fund balances	\$ (1,262,628)	\$ 1,033,463	\$ 2,296,091
Fund balances - beginning	<u>6,118,531</u>	<u>6,118,531</u>	<u>0</u>
Fund balances - ending	<u>\$ 4,855,903</u>	<u>\$ 7,151,994</u>	<u>\$ 2,296,091</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Taxes	\$ 3,536,347	\$ 3,357,455	\$ (178,892)
Intergovernmental revenues	439,835	141,405	(298,430)
Charges for services	334,872	305,131	(29,741)
Miscellaneous revenues	266,278	421,702	155,424
<b>Total revenues</b>	<b>\$ 4,577,332</b>	<b>\$ 4,225,693</b>	<b>\$ (351,639)</b>
<b>EXPENDITURES</b>			
Current:			
Culture and recreation	\$ 12,233,835	\$ 9,075,667	\$ 3,158,168
Intergovernmental	344,690	54,351	290,339
Debt service:			
Principal	30,000	30,000	0
Interest	14,136	6,453	7,683
<b>Total expenditures</b>	<b>\$ 12,622,661</b>	<b>\$ 9,166,471</b>	<b>\$ 3,456,190</b>
Deficiency of revenues under expenditures	\$ (8,045,329)	\$ (4,940,778)	\$ 3,104,551
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 6,018,765	\$ 6,115,809	\$ 97,044
Transfers out	(894,392)	(757,266)	137,126
Proceeds of the sale of capital assets	300	5,435	5,135
Insurance proceeds	0	25,820	25,820
<b>Total other financing sources and uses</b>	<b>\$ 5,124,673</b>	<b>\$ 5,389,798</b>	<b>\$ 265,125</b>
<b>Net change in fund balances</b>	<b>\$ (2,920,656)</b>	<b>\$ 449,020</b>	<b>\$ 3,369,676</b>
Fund balances - beginning	3,187,528	3,187,528	0
Increase in reserve for inventory of supplies	0	9,364	9,364
<b>Fund balances - ending</b>	<b>\$ 266,872</b>	<b>\$ 3,645,912</b>	<b>\$ 3,379,040</b>

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>REVENUES</b>			
Taxes	\$ 15,868,578	\$ 15,271,826	\$ (596,752)
Intergovernmental revenues	0	3,352	3,352
Charges for services	5,568,212	5,213,590	(354,622)
Miscellaneous revenues	62,105	220,334	158,229
	<u>          </u>	<u>          </u>	<u>          </u>
Total revenues	\$ 21,498,895	\$ 20,709,102	\$ (789,793)
<b>EXPENDITURES</b>			
Current:			
Public safety	\$ 20,589,447	\$ 19,305,852	\$ 1,283,595
	<u>          </u>	<u>          </u>	<u>          </u>
Excess of revenues over expenditures	\$ 909,448	\$ 1,403,250	\$ 493,802
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 0	\$ 132,006	\$ 132,006
Transfers out	(1,424,812)	(535,104)	889,708
Proceeds of the sale of capital assets	20,000	12,765	(7,235)
	<u>          </u>	<u>          </u>	<u>          </u>
Total other financing sources and uses	\$ (1,404,812)	\$ (390,333)	\$ 1,014,479
Net change in fund balances	\$ (495,364)	\$ 1,012,917	\$ 1,508,281
Fund balances - beginning	<u>1,214,461</u>	<u>1,214,461</u>	<u>0</u>
Fund balances - ending	<u>\$ 719,097</u>	<u>\$ 2,227,378</u>	<u>\$ 1,508,281</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Taxes	\$ 7,538,811	\$ 8,254,230	\$ 715,419
Intergovernmental revenues	800,000	495,339	(304,661)
Miscellaneous revenues	683,300	483,943	(199,357)
<b>Total revenues</b>	<b>\$ 9,022,111</b>	<b>\$ 9,233,512</b>	<b>\$ 211,401</b>
<b>EXPENDITURES</b>			
Current:			
Physical environment	\$ 5,701,643	\$ 336,369	\$ 5,365,274
Economic environment	7,191,698	5,069,181	2,122,517
Culture and recreation	5,185,228	1,341,625	3,843,603
<b>Total expenditures</b>	<b>\$ 18,078,569</b>	<b>\$ 6,747,175</b>	<b>\$ 11,331,394</b>
Excess (deficiency) of revenues over (under) expenditures	\$ (9,056,458)	\$ 2,486,337	\$ 11,542,795
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 188,847	\$ 186,035	\$ (2,812)
Transfers out	(990,124)	(978,521)	11,603
<b>Total other financing sources and uses</b>	<b>\$ (801,277)</b>	<b>\$ (792,486)</b>	<b>\$ 8,791</b>
<b>Net change in fund balances</b>	<b>\$ (9,857,735)</b>	<b>\$ 1,693,851</b>	<b>\$ 11,551,586</b>
Fund balances - beginning	11,235,976	11,235,976	0
Increase in reserve for inventory of supplies	0	469	469
<b>Fund balances - ending</b>	<b>\$ 1,378,241</b>	<b>\$ 12,930,296</b>	<b>\$ 11,552,055</b>

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
REVENUES			
Charges for services	\$ 42,613	\$ 37,178	\$ (5,435)
Miscellaneous revenues	3,681,390	3,748,943	67,553
Total revenues	<u>\$ 3,724,003</u>	<u>\$ 3,786,121</u>	<u>\$ 62,118</u>
EXPENDITURES			
Current:			
Physical environment	\$ 11,357,038	\$ 2,591,927	\$ 8,765,111
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (7,633,035)</u>	<u>\$ 1,194,194</u>	<u>\$ 8,827,229</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 9,313	\$ 18,034	\$ 8,721
Transfers out	(543,778)	(542,849)	929
Total other financing sources and uses	<u>\$ (534,465)</u>	<u>\$ (524,815)</u>	<u>\$ 9,650</u>
Net change in fund balances	\$ (8,167,500)	\$ 669,379	\$ 8,836,879
Fund balances - beginning	<u>8,364,001</u>	<u>8,364,001</u>	<u>0</u>
Fund balances - ending	<u>\$ 196,501</u>	<u>\$ 9,033,380</u>	<u>\$ 8,836,879</u>

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Intergovernmental revenues	\$ 1,388,141	\$ 2,065,774	\$ 677,633
Miscellaneous revenues	102,929	310,271	207,342
Total revenues	<u>\$ 1,491,070</u>	<u>\$ 2,376,045</u>	<u>\$ 884,975</u>
<b>EXPENDITURES</b>			
Current:			
Economic environment	<u>\$ 6,895,828</u>	<u>\$ 2,486,417</u>	<u>\$ 4,409,411</u>
Deficiency of revenues under expenditures	<u>\$ (5,404,758)</u>	<u>\$ (110,372)</u>	<u>\$ 5,294,386</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	<u>\$ 1,244</u>	<u>\$ 3,000</u>	<u>\$ 1,756</u>
Net change in fund balances	\$ (5,403,514)	\$ (107,372)	\$ 5,296,142
Fund balances - beginning	<u>5,620,633</u>	<u>5,620,633</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 217,119</u></u>	<u><u>\$ 5,513,261</u></u>	<u><u>\$ 5,296,142</u></u>

BREVARD COUNTY, FLORIDA  
HURRICANE HOUSING RECOVERY PROGRAM  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Intergovernmental revenues	\$ 447,098	\$ 428,796	\$ (18,302)
Miscellaneous revenues	<u>0</u>	<u>167,840</u>	<u>167,840</u>
Total revenues	<u>\$ 447,098</u>	<u>\$ 596,636</u>	<u>\$ 149,538</u>
<b>EXPENDITURES</b>			
Current:			
Economic environment	<u>\$ 6,785,218</u>	<u>\$ 3,756,214</u>	<u>\$ 3,029,004</u>
Deficiency of revenues under expenditures	<u>\$ (6,338,120)</u>	<u>\$ (3,159,578)</u>	<u>\$ 3,178,542</u>
Net change in fund balances	\$ (6,338,120)	\$ (3,159,578)	\$ 3,178,542
Fund balances - beginning	<u>4,722,776</u>	<u>4,722,776</u>	<u>0</u>
Fund balances - ending	<u><u>\$ (1,615,344)</u></u>	<u><u>\$ 1,563,198</u></u>	<u><u>\$ 3,178,542</u></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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Taxes	\$ 45,000	\$ 26,835	\$ (18,165)
Licenses and permits	2,827,812	2,626,377	(201,435)
Charges for services	17,295	9,759	(7,536)
Fines and forfeits	5,000	7,981	2,981
Miscellaneous revenues	99,556	35,873	(63,683)
	<u>\$ 2,994,663</u>	<u>\$ 2,706,825</u>	<u>\$ (287,838)</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	\$ 3,533,889	\$ 3,411,973	\$ 121,916
Debt service:			
Principal	77,850	81,307	(3,457)
Interest	18,332	8,994	9,338
	<u>\$ 3,630,071</u>	<u>\$ 3,502,274</u>	<u>\$ 127,797</u>
Deficiency of revenues under expenditures	<u>\$ (635,408)</u>	<u>\$ (795,449)</u>	<u>\$ (160,041)</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 75,561	\$ 119,309	\$ 43,748
Transfers out	(24,264)	(24,268)	(4)
Proceeds of the sale of capital assets	0	4,438	4,438
Insurance proceeds	0	688	688
Capital related debt issued	0	20,079	20,079
	<u>\$ 51,297</u>	<u>\$ 120,246</u>	<u>\$ 68,949</u>
Net change in fund balances	\$ (584,111)	\$ (675,203)	\$ (91,092)
Fund balances - beginning	<u>738,226</u>	<u>738,226</u>	<u>0</u>
Fund balances - ending	<u>\$ 154,115</u>	<u>\$ 63,023</u>	<u>\$ (91,092)</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Miscellaneous revenues	\$ 8,673,073	\$ 7,884,893	\$ (788,180)
<b>EXPENDITURES</b>			
Intergovernmental	\$ 13,767,887	\$ 9,821,280	\$ 3,946,607
Debt service:			
Principal	500,000	0	500,000
Total expenditures	\$ 14,267,887	\$ 9,821,280	\$ 4,446,607
Deficiency of revenues under expenditures	\$ (5,594,814)	\$ (1,936,387)	\$ 3,658,427
<b>OTHER FINANCING USES</b>			
Transfers out	\$ (206,377)	\$ (190,142)	\$ 16,235
Net change in fund balances	\$ (5,801,191)	\$ (2,126,529)	\$ 3,674,662
Fund balances - beginning	5,740,485	5,740,485	0
Fund balances - ending	\$ (60,706)	\$ 3,613,956	\$ 3,674,662

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Taxes	\$ 3,007,031	\$ 2,745,875	\$ (261,156)
Charges for services	0	2,635	2,635
Miscellaneous revenues	85,464	98,701	13,237
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total revenues	\$ 3,092,495	\$ 2,847,211	\$ (245,284)
<b>EXPENDITURES</b>			
Current:			
Physical environment	\$ 3,503,754	\$ 2,673,775	\$ 829,979
Excess (deficiency) of revenues over(under) expenditures	<u>\$ (411,259)</u>	<u>\$ 173,436</u>	<u>\$ 584,695</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 14,245	\$ 38,126	\$ 23,881
Proceeds of the sale of capital assets	0	16	16
Insurance proceeds	3,356	6,840	3,484
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total other financing sources and uses	\$ 17,601	\$ 44,982	\$ 27,381
Net change in fund balances	\$ (393,658)	\$ 218,418	\$ 612,076
Fund balances - beginning	1,902,277	1,902,277	0
Decrease in reserve for inventory of supplies	<u>0</u>	<u>(16,806)</u>	<u>(16,806)</u>
Fund balances - ending	<u>\$ 1,508,619</u>	<u>\$ 2,103,889</u>	<u>\$ 595,270</u>

BREVARD COUNTY, FLORIDA  
GRANTS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>Final Budgeted Amounts</u>	<u>Actual Amount</u>	<u>Variance with final budget - Positive (Negative)</u>
<b>REVENUES</b>			
Intergovernmental revenues	\$ 26,802,735	\$ 13,301,640	\$ (13,501,095)
Charges for services	51,579	0	(51,579)
Miscellaneous revenues	0	181,281	181,281
<b>Total revenues</b>	<u>\$ 26,854,314</u>	<u>\$ 13,482,921</u>	<u>\$ (13,371,393)</u>
<b>EXPENDITURES</b>			
Current:			
General government	\$ 387,984	\$ 375,885	\$ 12,099
Public safety	1,400,330	363,758	1,036,572
Physical environment	5,579,252	3,328,667	2,250,585
Transportation	6,422,027	2,130,140	4,291,887
Economic environment	8,328,759	3,890,130	4,438,629
Human services	3,119,472	2,711,034	408,438
Culture and recreation	1,420,741	1,476,123	(55,382)
<b>Total expenditures</b>	<u>\$ 26,658,565</u>	<u>\$ 14,275,737</u>	<u>\$ 12,382,828</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 195,749</u>	<u>\$ (792,816)</u>	<u>\$ (988,565)</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 969,651	\$ 839,414	\$ (130,237)
Transfers out	(300,000)	(300,000)	0
<b>Total other financing sources and uses</b>	<u>\$ 669,651</u>	<u>\$ 539,414</u>	<u>\$ (130,237)</u>
<b>Net change in fund balances</b>	<u>\$ 865,400</u>	<u>\$ (253,402)</u>	<u>\$ (1,118,802)</u>
<b>Fund balances - beginning</b>	<u>(782,890)</u>	<u>(782,890)</u>	<u>0</u>
<b>Fund balances - ending</b>	<u><u>\$ 82,510</u></u>	<u><u>\$ (1,036,292)</u></u>	<u><u>\$ (1,118,802)</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>REVENUES</b>			
Charges for services	\$ 1,686,463	\$ 1,227,837	\$ (458,626)
Miscellaneous revenues	25,000	53,151	28,151
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total revenues</b>	<b>\$ 1,711,463</b>	<b>\$ 1,280,988</b>	<b>\$ (430,475)</b>
<b>EXPENDITURES</b>			
Current:			
General government	\$ 4,585,550	\$ 3,528,437	\$ 1,057,113
	<u>          </u>	<u>          </u>	<u>          </u>
Deficiency of revenues under expenditures	\$ (2,874,087)	\$ (2,247,449)	\$ 626,638
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Net change in fund balances</b>	<b>\$ (2,874,087)</b>	<b>\$ (2,247,449)</b>	<b>\$ 626,638</b>
	<u>          </u>	<u>          </u>	<u>          </u>
Fund balances - beginning	3,939,089	3,939,089	0
	<u>          </u>	<u>          </u>	<u>          </u>
Fund balances - ending	<u>\$ 1,065,002</u>	<u>\$ 1,691,640</u>	<u>\$ 626,638</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
REVENUES			
Miscellaneous revenues	\$ 175,000	\$ 11,597	\$ (163,403)
EXPENDITURES			
Debt service:			
Principal	\$ 430,000	\$ 430,000	\$ 0
Interest	<u>27,470</u>	<u>21,470</u>	<u>6,000</u>
Total expenditures	<u>\$ 457,470</u>	<u>\$ 451,470</u>	<u>\$ 6,000</u>
Deficiency of revenues under expenditures	<u>\$ (282,470)</u>	<u>\$ (439,873)</u>	<u>\$ (157,403)</u>
Net change in fund balances	\$ (282,470)	\$ (439,873)	\$ (157,403)
Fund balances - beginning	<u>439,873</u>	<u>439,873</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 157,403</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (157,403)</u></u>

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
REVENUES			
Taxes	\$ 0	\$ 259,238	\$ 259,238
Miscellaneous revenues	61,750	49,617	(12,133)
Total revenues	<u>\$ 61,750</u>	<u>\$ 308,855</u>	<u>\$ 247,105</u>
EXPENDITURES			
Debt service:			
Principal	\$ 605,000	\$ 605,000	\$ 0
Interest	159,816	160,915	(1,099)
Total expenditures	<u>\$ 764,816</u>	<u>\$ 765,915</u>	<u>\$ (1,099)</u>
Deficiency of revenues under expenditures	<u>\$ (703,066)</u>	<u>\$ (457,060)</u>	<u>\$ 246,006</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 327,965	\$ 518,143	\$ 190,178
Transfers out	(186,270)	(180,296)	5,974
Total other financing sources and uses	<u>\$ 141,695</u>	<u>\$ 337,847</u>	<u>\$ 196,152</u>
Net change in fund balances	\$ (561,371)	\$ (119,213)	\$ 442,158
Fund balances - beginning	<u>1,281,858</u>	<u>1,281,858</u>	<u>0</u>
Fund balances - ending	<u>\$ 720,487</u>	<u>\$ 1,162,645</u>	<u>\$ 442,158</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Miscellaneous revenues	\$ 4,000	\$ 13,899	\$ 9,899
<b>EXPENDITURES</b>			
Debt service:			
Principal	\$ 5,602,077	\$ 5,066,854	\$ 535,223
Interest	2,442,178	2,435,165	7,013
Total expenditures	\$ 8,044,255	\$ 7,502,019	\$ 542,236
Deficiency of revenues under expenditures	\$ (8,040,255)	\$ (7,488,120)	\$ 552,135
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 7,855,085	\$ 7,848,188	\$ (6,897)
Transfers out	0	(535,224)	(535,224)
Total other financing sources and uses	\$ 7,855,085	\$ 7,312,964	\$ (542,121)
Net change in fund balances	\$ (185,170)	\$ (175,156)	\$ 10,014
Fund balances - beginning	592,639	592,639	0
Fund balances - ending	\$ 407,469	\$ 417,483	\$ 10,014



BREVARD COUNTY, FLORIDA  
COMMERCIAL PAPER NOTE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Miscellaneous revenues	\$ 151,255	\$ 130,711	\$ (20,544)
EXPENDITURES			
Debt service:			
Principal	\$ 713,018	\$ 618,000	\$ 95,018
Interest	187,089	138,752	48,337
Total expenditures	\$ 900,107	\$ 756,752	\$ 143,355
Deficiency of revenues under expenditures	\$ (748,852)	\$ (626,041)	\$ 122,811
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 703,607	\$ 685,326	\$ (18,281)
Transfers out	(9,976)	(9,976)	0
Capital related debt issued	8,858	12,016	3,158
Total other financing sources and (uses)	\$ 702,489	\$ 687,366	\$ (15,123)
Net change in fund balances	\$ (46,363)	\$ 61,325	\$ 107,688
Fund balances - beginning	83,795	83,795	0
Fund balances - ending	\$ 37,432	\$ 145,120	\$ 107,688

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Taxes	\$ 23,925,679	\$ 22,867,929	\$ (1,057,750)
Miscellaneous revenues	523,204	896,854	373,650
<b>Total revenues</b>	<b>\$ 24,448,883</b>	<b>\$ 23,764,783</b>	<b>\$ (684,100)</b>
<b>EXPENDITURES</b>			
Debt service:			
Principal	\$ 12,275,000	\$ 12,275,000	\$ 0
Interest	8,977,753	8,914,739	63,014
<b>Total expenditures</b>	<b>\$ 21,252,753</b>	<b>\$ 21,189,739</b>	<b>\$ 63,014</b>
Excess (deficiency) of revenues over (under) expenditures	<b>\$ 3,196,130</b>	<b>\$ 2,575,044</b>	<b>\$ (621,086)</b>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 242,000	\$ 484,706	\$ 242,706
Transfers out	(1,262,364)	(1,164,104)	98,260
<b>Total other financing sources and uses</b>	<b>\$ (1,020,364)</b>	<b>\$ (679,398)</b>	<b>\$ 340,966</b>
<b>Net change in fund balances</b>	<b>\$ 2,175,766</b>	<b>\$ 1,895,646</b>	<b>\$ (280,120)</b>
Fund balances - beginning	9,683,575	9,683,575	0
<b>Fund balances - ending</b>	<b>\$ 11,859,341</b>	<b>\$ 11,579,221</b>	<b>\$ (280,120)</b>

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>REVENUES</b>			
Taxes	\$ 666,418	\$ 634,077	\$ (32,341)
Miscellaneous revenues	22,053	77,976	55,923
	<u>          </u>	<u>          </u>	<u>          </u>
Total revenues	\$ 688,471	\$ 712,053	\$ 23,582
<b>EXPENDITURES</b>			
Debt service:			
Principal	\$ 250,000	\$ 250,000	\$ 0
Interest	175,440	142,528	32,912
	<u>          </u>	<u>          </u>	<u>          </u>
Total expenditures	\$ 425,440	\$ 392,528	\$ 32,912
<b>Excess (deficiency) of revenues over (under) expenditures</b>			
	<u>          </u>	<u>          </u>	<u>          </u>
	\$ 263,031	\$ 319,525	\$ 56,494
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers in	\$ 0	\$ 5,639	\$ 5,639
Transfers out	0	(23,159)	(23,159)
	<u>          </u>	<u>          </u>	<u>          </u>
Total other financing sources and uses	\$ 0	\$ (17,520)	\$ (17,520)
<b>Net change in fund balances</b>			
	<u>          </u>	<u>          </u>	<u>          </u>
	\$ 263,031	\$ 302,005	\$ 38,974
<b>Fund balances - beginning</b>			
	<u>          </u>	<u>          </u>	<u>          </u>
	598,245	598,245	0
<b>Fund balances - ending</b>			
	<u>          </u>	<u>          </u>	<u>          </u>
	\$ 861,276	\$ 900,250	\$ 38,974

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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Intergovernmental revenues	\$ 4,450,526	\$ 226,396	\$ (4,224,130)
Miscellaneous revenues	4,160,263	4,805,291	645,028
Total revenues	<u>\$ 8,610,789</u>	<u>\$ 5,031,687</u>	<u>\$ (3,579,102)</u>
<b>EXPENDITURES</b>			
Capital outlay	<u>\$ 99,813,889</u>	<u>\$ 23,139,214</u>	<u>\$ 76,674,675</u>
Deficiency of revenues under expenditures	<u>\$ (91,203,100)</u>	<u>\$ (18,107,527)</u>	<u>\$ 73,095,573</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	\$ 712,437	\$ 619,493	\$ (92,944)
Insurance proceeds	0	28,988	28,988
Total other financing sources	<u>\$ 712,437</u>	<u>\$ 648,481</u>	<u>\$ (63,956)</u>
Net change in fund balances	\$ (90,490,663)	\$ (17,459,046)	\$ 73,031,617
Fund balances - beginning	<u>90,714,969</u>	<u>90,714,969</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 224,306</u></u>	<u><u>\$ 73,255,923</u></u>	<u><u>\$ 73,031,617</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
<b>REVENUES</b>			
Charges for services	\$ 2,129,081	\$ 0	\$ (2,129,081)
Miscellaneous revenues	164,941	392,488	227,547
Total revenues	<u>\$ 2,294,022</u>	<u>\$ 392,488</u>	<u>\$ (1,901,534)</u>
<b>EXPENDITURES</b>			
Capital outlay	<u>\$ 13,730,851</u>	<u>\$ 5,390,621</u>	<u>\$ 8,340,230</u>
Deficiency of revenues under expenditures	<u>\$ (11,436,829)</u>	<u>\$ (4,998,133)</u>	<u>\$ 6,438,696</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	<u>\$ 1,200,000</u>	<u>\$ 1,200,000</u>	<u>\$ 0</u>
Net change in fund balances	<u>\$ (10,236,829)</u>	<u>\$ (3,798,133)</u>	<u>\$ 6,438,696</u>
Fund balances - beginning	<u>10,371,636</u>	<u>10,371,636</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 134,807</u></u>	<u><u>\$ 6,573,503</u></u>	<u><u>\$ 6,438,696</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
EXPENDITURES			
Capital outlay	\$ 63,484	\$ 18,130	\$ 45,354
Deficiency of revenues under expenditures	\$ (63,484)	\$ (18,130)	\$ 45,354
OTHER FINANCING SOURCES			
Capital related debt issued	\$ 31,984	\$ 31,984	\$ 0
Net change in fund balances	\$ (31,500)	\$ 13,854	\$ 45,354
Fund balances - beginning	<u>20,427</u>	<u>20,427</u>	<u>0</u>
Fund balances - ending	<u>\$ (11,073)</u>	<u>\$ 34,281</u>	<u>\$ 45,354</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>          </u>	<u>          </u>	<u>          </u>
REVENUES			
Miscellaneous revenues	\$           0	\$     24,140	\$     24,140
EXPENDITURES			
Capital outlay	\$     6,267	\$           0	\$     6,267
Excess (deficiency) of revenues over (under) expenditures	\$     (6,267)	\$     24,140	\$     30,407
Net change in fund balances	\$     (6,267)	\$     24,140	\$     30,407
Fund balances - beginning	<u>874,916</u>	<u>874,916</u>	<u>0</u>
Fund balances - ending	<u>\$   868,649</u>	<u>\$   899,056</u>	<u>\$   30,407</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, 2008

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
REVENUES			
Intergovernmental revenues	\$ 493,331	\$ 213,178	\$ (280,153)
Miscellaneous revenues	2,229,681	1,258,486	(971,195)
Total revenues	<u>\$ 2,723,012</u>	<u>\$ 1,471,664</u>	<u>\$ (1,251,348)</u>
EXPENDITURES			
Capital outlay	<u>\$ 67,493,932</u>	<u>\$ 54,964,150</u>	<u>\$ 12,529,782</u>
Deficiency of revenues under expenditures	<u>\$ (64,770,920)</u>	<u>\$ (53,492,486)</u>	<u>\$ 11,278,434</u>
Net change in fund balances	\$ (64,770,920)	\$ (53,492,486)	\$ 11,278,434
Fund balances - beginning	<u>64,733,112</u>	<u>64,733,112</u>	<u>0</u>
Fund balances - ending	<u>\$ (37,808)</u>	<u>\$ 11,240,626</u>	<u>\$ 11,278,434</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, 2008

	<i>Business-type</i>	
	<i>Solid Waste Collection Services</i>	<i>Space Coast Area Transit</i>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 6,288,252	\$ 736,355
Accounts receivable (net of allowance for uncollectibles)	60,712	27,134
Accrued interest receivable	36,751	5,593
Due from other governmental units	1,440,410	450,714
Inventories	0	0
Total current assets	\$ 7,826,125	\$ 1,219,796
Noncurrent assets:		
Capital assets:		
Land	\$ 0	\$ 228,520
Buildings and structures	0	1,866,602
Improvements to land	0	0
Improvements other than buildings	0	12,014
Machinery and equipment	0	16,266,705
Less accumulated depreciation	0	(11,732,255)
Construction in progress	0	25,907
Unamortized debt issue costs	0	0
Total noncurrent assets	\$ 0	\$ 6,667,493
Total assets	\$ 7,826,125	\$ 7,887,289
<b>LIABILITIES</b>		
Current liabilities		
(payable from current assets):		
Vouchers and contracts payable	\$ 1,623,669	\$ 684,880
Due to other governmental units	0	9,394
Accrued interest payable	0	0
Accrued compensated absences	0	32,059
Revenue bonds	0	0
Capital leases payable	0	0
Total current liabilities (payable from current assets)	\$ 1,623,669	\$ 726,333
Noncurrent liabilities:		
Revenue bonds payable (net of unamortized discounts and deferred amount on refunding)	\$ 0	\$ 0
Capital leases payable	0	0
Accrued compensated absences	0	313,636
Other postemployment benefits	0	175,750
Total noncurrent liabilities	\$ 0	\$ 489,386
Total liabilities	\$ 1,623,669	\$ 1,215,719
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	\$ 0	\$ 6,667,493
Unrestricted	6,202,456	4,077
Total net assets	\$ 6,202,456	\$ 6,671,570

*Activities - Enterprise Funds*

<i>Brevard County</i>	
<i>Golf</i>	
<i>Courses</i>	<i>Total</i>
\$ 929,297	\$ 7,953,904
7,474	95,320
4,319	46,663
483,022	2,374,146
110,290	110,290
<u>\$ 1,534,402</u>	<u>\$ 10,580,323</u>
\$ 1,943,379	\$ 2,171,899
3,034,533	4,901,135
7,840,442	7,840,442
131,718	143,732
873,555	17,140,260
(6,622,290)	(18,354,545)
0	25,907
53,403	53,403
<u>\$ 7,254,740</u>	<u>\$ 13,922,233</u>
<u>\$ 8,789,142</u>	<u>\$ 24,502,556</u>
\$ 110,665	\$ 2,419,214
8,265	17,659
94,614	94,614
10,844	42,903
589,083	589,083
120,849	120,849
<u>\$ 934,320</u>	<u>\$ 3,284,322</u>
\$ 5,367,555	\$ 5,367,555
48,190	48,190
116,629	430,265
24,241	199,991
<u>\$ 5,556,615</u>	<u>\$ 6,046,001</u>
<u>\$ 6,490,935</u>	<u>\$ 9,330,323</u>
\$ 1,075,660	\$ 7,743,153
1,222,547	7,429,080
<u>\$ 2,298,207</u>	<u>\$ 15,172,233</u>

BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
NONMAJOR PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Business-type</i>	
	<i>Solid Waste Collection Services</i>	<i>Space Coast Area Transit</i>
Operating revenues:		
Service fees	\$ 10,882,448	\$ 1,284,551
Less cost of goods sold	0	0
Total operating revenues	<u>\$ 10,882,448</u>	<u>\$ 1,284,551</u>
Operating expenses:		
Wages and benefits	\$ 6,040	\$ 5,068,468
Repair, maintenance, and other services	11,198,814	3,568,719
Materials and supplies	0	1,487,721
Depreciation	0	1,780,980
Total operating expenses	<u>\$ 11,204,854</u>	<u>\$ 11,905,888</u>
Operating gain (loss)	<u>\$ (322,406)</u>	<u>\$ (10,621,337)</u>
Nonoperating revenues (expenses):		
Income on investments	\$ 358,818	\$ 38,905
Interest expense	0	0
Miscellaneous revenue	315,335	2,672
Grants and matching funds	732,349	6,286,775
Gain on disposal of capital assets	0	157,458
Amortization of debt issue costs	0	0
Total nonoperating revenue (expense)	<u>\$ 1,406,502</u>	<u>\$ 6,485,810</u>
Income (loss) before contributions and transfers	<u>\$ 1,084,096</u>	<u>\$ (4,135,527)</u>
Capital contributions	\$ 0	\$ 3,527,486
Transfers in	0	1,534,279
Transfers out	(136,353)	0
Total contributions and transfers	<u>\$ (136,353)</u>	<u>\$ 5,061,765</u>
Change in net assets	\$ 947,743	\$ 926,238
Net assets - beginning	5,254,713	5,745,332
Net assets - ending	<u>\$ 6,202,456</u>	<u>\$ 6,671,570</u>

*Activities - Enterprise Funds*

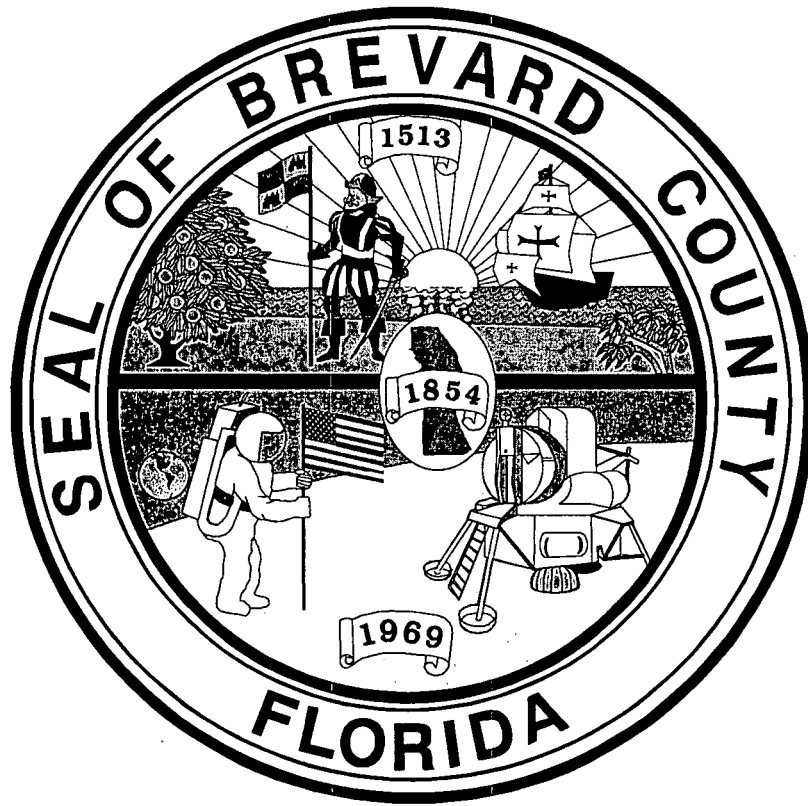
<u>Brevard County Golf Courses</u>	<u>Total</u>
\$ 3,471,504	\$ 15,638,503
(149,611)	(149,611)
<u>\$ 3,321,893</u>	<u>\$ 15,488,892</u>
\$ 1,120,940	\$ 6,195,448
2,416,669	17,184,202
50,893	1,538,614
445,710	2,226,690
<u>\$ 4,034,212</u>	<u>\$ 27,144,954</u>
<u>\$ (712,319)</u>	<u>\$ (11,656,062)</u>
\$ 43,818	\$ 441,541
(334,204)	(334,204)
546	318,553
1,747	7,020,871
136,658	294,116
(14,092)	(14,092)
<u>\$ (165,527)</u>	<u>\$ 7,726,785</u>
<u>\$ (877,846)</u>	<u>\$ (3,929,277)</u>
\$ 0	\$ 3,527,486
2,225,766	3,760,045
(332,000)	(468,353)
<u>\$ 1,893,766</u>	<u>\$ 6,819,178</u>
<u>\$ 1,015,920</u>	<u>\$ 2,889,901</u>
1,282,287	12,282,332
<u>\$ 2,298,207</u>	<u>\$ 15,172,233</u>

BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Nonmajor</i>
	<i>Solid Waste Collection Services</i>
Cash flows from operating activities:	
Cash receipts for service fees	\$ 10,891,114
Cash receipts from other sources	305,375
Cash payments to employees for services	(6,040)
Cash payments to suppliers for goods and services	(10,539,981)
Net cash from operating activities	\$ 650,468
Cash flows from noncapital financing activities:	
Grant receipts	\$ 72,042
Transfers in	0
Transfers out	(136,353)
Net cash flows from noncapital financing activities	\$ (64,311)
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 from capital and related financing activities	\$ 0
Cash flows from investing activities:	
Interest on investments	\$ 339,564
Net increase (decrease) in cash and cash equivalents	\$ 925,721
Cash and cash equivalents, October 1, 2007	5,362,531
Cash and cash equivalents, September 30, 2008	\$ 6,288,252
Reconciliation of operating income (loss) to net cash flows from operating activities	
Operating income (loss)	\$ (322,406)
Adjustments to reconcile operating loss to net cash from operating activities:	
Depreciation expense	\$ 0
Miscellaneous revenue	315,335
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(2,074)
(Increase) decrease in due from other funds	(507)
(Increase) decrease in due from other governmental units	0
(Increase) decrease in inventory of supplies	0
(Increase) decrease in allowance for uncollectibles	1,039
Increase (decrease) in accrued compensated absences	0
Increase (decrease) in other postemployment benefits	0
Increase (decrease) in vouchers & contracts payable	659,081
Increase (decrease) in due to other governmental units	0
Total adjustment	\$ 972,874
Net cash from operating activities	\$ 650,468
Non-cash investing, capital, and financing activities:	
Capital contributed by developers, individuals, and governmental entities	\$ 0

*Business-type Activities - Enterprise Funds*

<i>Space Coast Area Transit</i>	<i>Brevard County Golf Courses</i>	<i>Total</i>
\$ 1,318,781	\$ 3,479,645	\$ 15,689,540
3,712	0	309,087
(5,049,908)	(1,073,419)	(6,129,367)
(4,604,400)	(2,839,585)	(17,983,966)
<u>\$ (8,331,815)</u>	<u>\$ (433,359)</u>	<u>\$ (8,114,706)</u>
\$ 6,113,608	\$ 0	\$ 6,185,650
1,534,279	2,225,766	3,760,045
0	(332,000)	(468,353)
<u>\$ 7,647,887</u>	<u>\$ 1,893,766</u>	<u>\$ 9,477,342</u>
\$ 0	\$ (1,231,923)	\$ (1,231,923)
0	(310,582)	(310,582)
3,437,586	0	3,437,586
(3,236,596)	(63,862)	(3,300,458)
153,242	135,030	288,272
<u>\$ 354,232</u>	<u>\$ (1,471,337)</u>	<u>\$ (1,117,105)</u>
\$ 47,637	\$ 45,495	\$ 432,696
\$ (282,059)	\$ 34,565	\$ 678,227
1,018,414	894,732	7,275,677
<u>\$ 736,355</u>	<u>\$ 929,297</u>	<u>\$ 7,953,904</u>
<u>\$ (10,621,337)</u>	<u>\$ (712,319)</u>	<u>\$ (11,656,062)</u>
\$ 1,780,980	\$ 445,710	\$ 2,226,690
2,672	546	318,553
(10,157)	1,227	(11,004)
0	0	(507)
91,503	0	91,503
0	14,461	14,461
0	0	1,039
0	16,110	16,110
175,750	24,241	199,991
239,745	(223,326)	675,500
9,029	(9)	9,020
<u>\$ 2,289,522</u>	<u>\$ 278,960</u>	<u>\$ 3,541,356</u>
<u>\$ (8,331,815)</u>	<u>\$ (433,359)</u>	<u>\$ (8,114,706)</u>
<u>\$ 89,900</u>	<u>\$ 2,362</u>	<u>\$ 92,262</u>





## Internal Service Funds

Information Systems Fund - to account for service charge revenues and expenses associated with the provision of data processing support, telephone and other communication equipment 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, 2008

	<i>Information Systems</i>	<i>Risk Management</i>	<i>Total</i>
<b>ASSETS</b>			
Current assets:			
Cash	\$ 2,388,268	\$ 40,524,496	\$ 42,912,764
Cash with escrow and paying agent	0	1,064,220	1,064,220
Accounts receivable	65,164	790,174	855,338
Accrued interest receivable	14,104	258,645	272,749
Due from other governmental units	0	1,084,609	1,084,609
Prepaid items	43,256	1,538,254	1,581,510
Total current assets	\$ 2,510,792	\$ 45,260,398	\$ 47,771,190
Noncurrent assets:			
Capital assets:			
Machinery and equipment	\$ 4,825,797	\$ 108,939	\$ 4,934,736
Less accumulated depreciation	(2,868,449)	(81,267)	(2,949,716)
Total capital assets (net of accumulated depreciation)	\$ 1,957,348	\$ 27,672	\$ 1,985,020
Total assets	\$ 4,468,140	\$ 45,288,070	\$ 49,756,210
<b>LIABILITIES</b>			
Current liabilities:			
Vouchers and contracts payable	\$ 464,620	\$ 1,495,862	\$ 1,960,482
Claims payable	0	7,905,038	7,905,038
Accrued compensated absences	19,733	12,330	32,063
Total current liabilities	\$ 484,353	\$ 9,413,230	\$ 9,897,583
Noncurrent liabilities:			
Claims payable	\$ 0	\$ 8,991,518	\$ 8,991,518
Accrued compensated absences	189,922	129,791	319,713
Other postemployment benefits	31,312	30,302	61,614
Total noncurrent liabilities	\$ 221,234	\$ 9,151,611	\$ 9,372,845
Total liabilities	\$ 705,587	\$ 18,564,841	\$ 19,270,428
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	\$ 1,957,348	\$ 27,672	\$ 1,985,020
Unrestricted	1,805,205	26,695,557	28,500,762
Total net assets	\$ 3,762,553	\$ 26,723,229	\$ 30,485,782

BREVARD COUNTY, FLORIDA  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>Information Systems</u>	<u>Risk Management</u>	<u>Total</u>
Operating revenues:			
Service fees	\$ 6,381,942	\$ 62,750,789	\$ 69,132,731
Operating expenses:			
Wages and benefits	\$ 2,073,631	\$ 1,186,808	\$ 3,260,439
Repair, maintenance, and other services	4,068,160	8,845,392	12,913,552
Materials and supplies	45,966	37,940	83,906
Depreciation	598,803	9,258	608,061
Insurance claims expense	0	54,076,339	54,076,339
Total operating expenses	<u>\$ 6,786,560</u>	<u>\$ 64,155,737</u>	<u>\$ 70,942,297</u>
Operating income (loss)	<u>\$ (404,618)</u>	<u>\$ (1,404,948)</u>	<u>\$ (1,809,566)</u>
Nonoperating revenues (expenses):			
Income on investments	\$ 112,706	\$ 1,736,043	\$ 1,848,749
Gain (loss) on disposal of capital assets	(200,732)	363	(200,369)
Miscellaneous revenue	1,141	2,448,193	2,449,334
Interest expense	(292)	0	(292)
Total nonoperating revenues (expenses)	<u>\$ (87,177)</u>	<u>\$ 4,184,599</u>	<u>\$ 4,097,422</u>
Income (loss) before contribution	<u>\$ (491,795)</u>	<u>\$ 2,779,651</u>	<u>\$ 2,287,856</u>
Capital contribution	\$ 309,203	\$ 0	\$ 309,203
Transfers in	26,885	0	26,885
Transfers out	0	(6,874,095)	(6,874,095)
Total transfers	<u>\$ 336,088</u>	<u>\$ (6,874,095)</u>	<u>\$ (6,538,007)</u>
Change in net assets	<u>\$ (155,707)</u>	<u>\$ (4,094,444)</u>	<u>\$ (4,250,151)</u>
Net assets - beginning	<u>\$ 3,918,260</u>	<u>\$ 30,817,673</u>	<u>\$ 34,735,933</u>
Net assets - ending	<u><u>\$ 3,762,553</u></u>	<u><u>\$ 26,723,229</u></u>	<u><u>\$ 30,485,782</u></u>

BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Information Systems</i>	<i>Risk Management</i>	<i>Total</i>
Cash flows from operating activities:			
Cash receipts for service fees	\$ 6,499,679	\$ 63,946,558	\$ 70,446,237
Cash receipts from other sources	1,141	1,667,003	1,668,144
Cash payments to employees for services	(2,091,727)	(1,122,012)	(3,213,739)
Cash payments to suppliers for goods and services	(4,191,303)	(8,975,425)	(13,166,728)
Cash payments for insurance claims	0	(53,762,670)	(53,762,670)
Net cash from operating activities	<u>\$ 217,790</u>	<u>\$ 1,753,454</u>	<u>\$ 1,971,244</u>
Cash flows from noncapital financing activities:			
Transfers in	\$ 26,885	\$ 0	\$ 26,885
Transfers out	0	(6,874,095)	(6,874,095)
Net cash flows provided by noncapital and related financing activities	<u>\$ 26,885</u>	<u>\$ (6,874,095)</u>	<u>\$ (6,847,210)</u>
Cash flows from capital and related financing activities:			
Principal payments	\$ (56,000)	\$ 0	\$ (56,000)
Interest payments	(292)	0	(292)
Proceeds from sale of capital assets	6,135	0	6,135
Payments to acquire, construct, or improve fixed assets	(258,321)	(1,787)	(260,108)
Net cash flows from capital and related financing activities	<u>\$ (308,478)</u>	<u>\$ (1,787)</u>	<u>\$ (310,265)</u>
Cash flows from investing activities:			
Interest on investments	\$ 102,750	\$ 1,668,024	\$ 1,770,774
Net increase (decrease) in cash and cash equivalents	<u>\$ 38,947</u>	<u>\$ (3,454,404)</u>	<u>\$ (3,415,457)</u>
Cash and cash equivalents, October 1, 2007	<u>2,349,321</u>	<u>45,043,120</u>	<u>47,392,441</u>
Cash and cash equivalents, September 30, 2008	<u>\$ 2,388,268</u>	<u>\$ 41,588,716</u>	<u>\$ 43,976,984</u>
Reconciliation of operating income (loss) to net cash flows from operating activities			
Operating income (loss)	<u>\$ (404,618)</u>	<u>\$ (1,404,948)</u>	<u>\$ (1,809,566)</u>
Adjustments to reconcile operating income to net cash from operating activities:			
Depreciation expense	\$ 598,803	\$ 9,258	\$ 608,061
Miscellaneous revenues	1,141	2,448,193	2,449,334
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	61,156	(522,044)	(460,888)
(Increase) decrease in due from other governmental units	0	(372,582)	(372,582)
(Increase) decrease in prepaid items	(43,256)	709,911	666,655
Increase (decrease) in vouchers and contracts payable	(34,307)	(817,007)	(851,314)
Increase (decrease) in insurance claims	0	1,653,650	1,653,650
Increase (decrease) in accrued compensated absences	11,959	18,721	30,680
Increase (decrease) in other postemployment benefits	31,312	30,302	61,614
Increase (decrease) in due to other governmental units	(4,400)	0	(4,400)
Total adjustments	<u>\$ 622,408</u>	<u>\$ 3,158,402</u>	<u>\$ 3,780,810</u>
Net cash from operating activities	<u>\$ 217,790</u>	<u>\$ 1,753,454</u>	<u>\$ 1,971,244</u>
Non-cash investing, capital, and financing activities:			
Capital contributed by developers, individuals, and governmental entities	<u>\$ 309,203</u>		<u>\$ 309,203</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, 2008

	<i>Board Agency Funds</i>	<i>Sheriff Agency Funds</i>
ASSETS		
Cash	\$ 1,394,181	\$ 32,626
Accounts receivable	0	0
Accrued interest receivable	8,798	0
Due from other governmental units	0	0
Total assets	<u>\$ 1,402,979</u>	<u>\$ 32,626</u>
LIABILITIES		
Due to employees, individuals, and others	\$ 498,135	\$ 32,626
Due to other governmental units	16,193	0
Escrow and refundable deposits	888,651	0
Total liabilities	<u>\$ 1,402,979</u>	<u>\$ 32,626</u>

<i>Clerk Agency Funds</i>	<i>Tax Collector Agency Funds</i>	<i>Total</i>
\$ 12,236,110	\$ 34,046,627	\$ 47,709,544
145	120,460	120,605
0	0	8,798
87,823	394	88,217
<u>\$ 12,324,078</u>	<u>\$ 34,167,481</u>	<u>\$ 47,927,164</u>
\$ 745,703	\$ 9,495,178	\$ 10,771,642
1,719,633	24,672,303	26,408,129
9,858,742	0	10,747,393
<u>\$ 12,324,078</u>	<u>\$ 34,167,481</u>	<u>\$ 47,927,164</u>

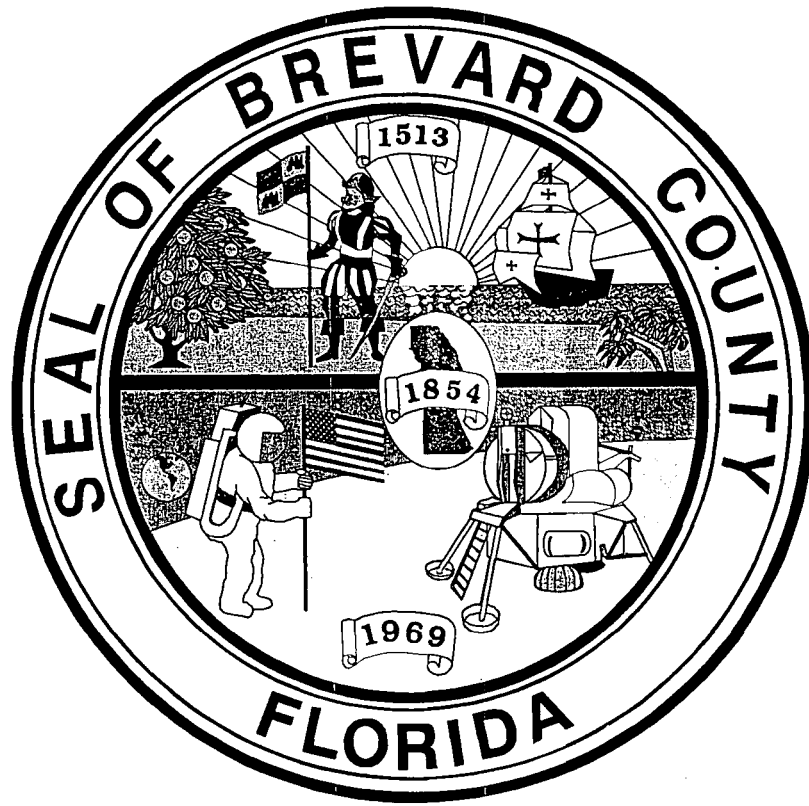
BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Balance</i> <i>Oct. 1, 2007</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance</i> <i>Sept. 30, 2008</i>
<u>Board Agency</u>				
ASSETS:				
Cash	\$ 1,795,867	\$ 732,138	\$ 1,133,824	\$ 1,394,181
Assessments receivable	2,580	0	2,580	0
Accrued interest receivable	7,618	8,798	7,618	8,798
<b>TOTAL ASSETS</b>	<b><u>\$ 1,806,065</u></b>	<b><u>\$ 740,936</u></b>	<b><u>\$ 1,144,022</u></b>	<b><u>\$ 1,402,979</u></b>
LIABILITIES:				
Due to employees, individuals, and others	\$ 265,237	\$ 441,516	\$ 208,618	\$ 498,135
Due to other governmental units	30,791	9,577	24,175	16,193
Escrow and refundable deposits	1,510,037	658,873	1,280,259	888,651
<b>TOTAL LIABILITIES</b>	<b><u>\$ 1,806,065</u></b>	<b><u>\$ 1,109,966</u></b>	<b><u>\$ 1,513,052</u></b>	<b><u>\$ 1,402,979</u></b>
<u>Sheriff Agency</u>				
ASSETS:				
Cash	\$ 125,546	\$ 3,106,763	\$ 3,199,683	\$ 32,626
Accounts receivable	720	0	720	0
<b>TOTAL ASSETS</b>	<b><u>\$ 126,266</u></b>	<b><u>\$ 3,106,763</u></b>	<b><u>\$ 3,200,403</u></b>	<b><u>\$ 32,626</u></b>
LIABILITIES:				
Due to employees, individuals, and others	\$ 126,266	\$ 3,106,043	\$ 3,199,683	\$ 32,626
<b>TOTAL LIABILITIES</b>	<b><u>\$ 126,266</u></b>	<b><u>\$ 3,106,043</u></b>	<b><u>\$ 3,199,683</u></b>	<b><u>\$ 32,626</u></b>
<u>Clerk Agency</u>				
ASSETS:				
Cash	\$ 15,025,766	\$ 82,508,878	\$ 85,298,534	\$ 12,236,110
Investments	1,604,423	5,284	1,609,707	0
Accounts receivable	164,901	6,243,708	6,408,464	145
Due from other governmental units	49,048	8,950,439	8,911,664	87,823
<b>TOTAL ASSETS</b>	<b><u>\$ 16,844,138</u></b>	<b><u>\$ 97,708,309</u></b>	<b><u>\$ 102,228,369</u></b>	<b><u>\$ 12,324,078</u></b>
LIABILITIES:				
Due to employees, individuals, and others	\$ 811,687	\$ 11,982,625	\$ 12,048,609	\$ 745,703
Due to other governmental units	2,505,995	57,104,946	57,891,308	1,719,633
Escrow and refundable deposits	13,526,456	28,634,111	32,301,825	9,858,742
<b>TOTAL LIABILITIES</b>	<b><u>\$ 16,844,138</u></b>	<b><u>\$ 97,721,682</u></b>	<b><u>\$ 102,241,742</u></b>	<b><u>\$ 12,324,078</u></b>



BREVARD COUNTY, FLORIDA  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Balance Oct. 1, 2007</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance Sept. 30, 2008</i>
<u>Tax Collector Agency</u>				
<b>ASSETS:</b>				
Cash	\$ 8,757,325	\$ 809,336,121	\$ 784,046,819	\$ 34,046,627
Accounts receivable	124,923	20,263	24,726	120,460
Due from other governmental units	0	394	0	394
<b>TOTAL ASSETS</b>	<u>\$ 8,882,248</u>	<u>\$ 809,356,778</u>	<u>\$ 784,071,545</u>	<u>\$ 34,167,481</u>
<b>LIABILITIES:</b>				
Due to employees, individuals, and others	\$ 7,905,035	\$ 37,027,043	\$ 35,436,900	\$ 9,495,178
Due to other governmental units	977,213	772,329,735	748,634,645	24,672,303
<b>TOTAL LIABILITIES</b>	<u>\$ 8,882,248</u>	<u>\$ 809,356,778</u>	<u>\$ 784,071,545</u>	<u>\$ 34,167,481</u>
<u><b>TOTAL - ALL FIDUCIARY FUNDS</b></u>				
<b>ASSETS:</b>				
Cash	\$ 25,704,504	\$ 895,683,900	\$ 873,678,860	\$ 47,709,544
Investments	1,604,423	5,284	1,609,707	0
Accounts receivable	290,544	6,263,971	6,433,910	120,605
Assessments receivable	2,580	0	2,580	0
Accrued interest receivable	7,618	8,798	7,618	8,798
Due from other governmental units	49,048	8,950,833	8,911,664	88,217
<b>TOTAL ASSETS</b>	<u>\$ 27,658,717</u>	<u>\$ 910,912,786</u>	<u>\$ 890,644,339</u>	<u>\$ 47,927,164</u>
<b>LIABILITIES:</b>				
Due to employees, individuals, and others	\$ 9,108,225	\$ 52,557,227	\$ 50,893,810	\$ 10,771,642
Due to other governmental units	3,513,999	829,444,258	806,550,128	26,408,129
Escrow and refundable deposits	15,036,493	29,292,984	33,582,084	10,747,393
<b>TOTAL LIABILITIES</b>	<u>\$ 27,658,717</u>	<u>\$ 911,294,469</u>	<u>\$ 891,026,022</u>	<u>\$ 47,927,164</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, 2008

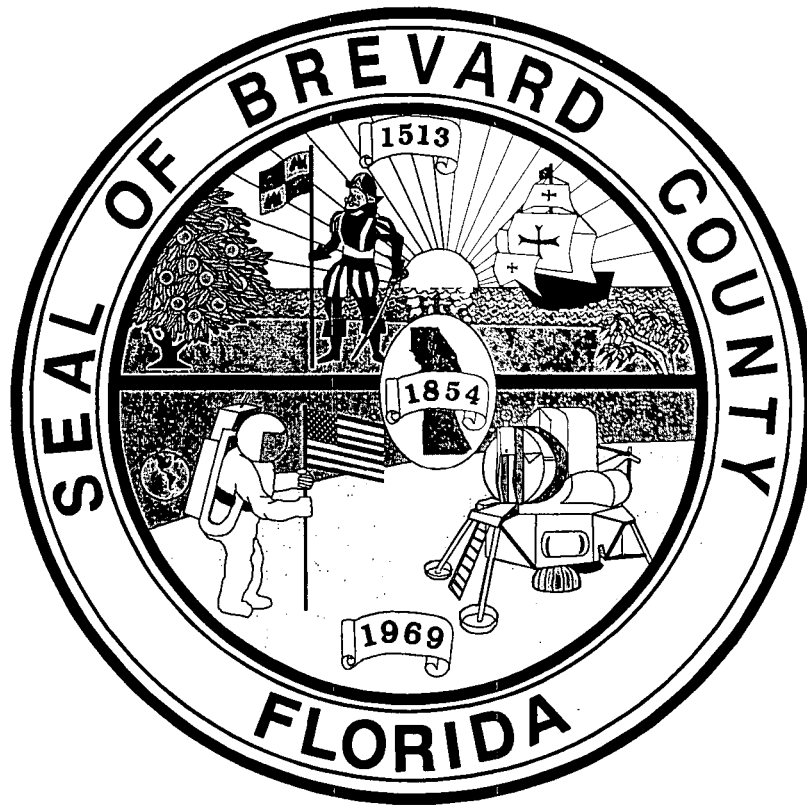
	<i>North Brevard County Public Library District</i>	<i>Merritt Island Redevelopment Agency</i>
	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 8,828	\$ 4,697,695
Investments	0	0
Receivables:		
Receivables (net of allowance for uncollectibles)	0	0
Accrued interest receivable	0	27,616
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>\$ 8,828</u>	<u>\$ 4,725,311</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 0	\$ 13,127
Accrued liabilities	0	0
Accrued wages and benefits payable	0	0
Advance payments	0	0
Deferred revenue	0	86,232
Noncurrent liabilities:		
Due within one year:		
Accrued compensated absences	0	0
Loans and leases payable	0	0
Due in more than one year:		
Accrued compensated absences	0	0
Loans and leases payable	0	0
Total liabilities	<u>\$ 0</u>	<u>\$ 99,359</u>
<b>NET ASSETS</b>		
Invested in capital assets (net of related debt)	\$ 0	\$ 0
Unrestricted	8,828	4,625,952
Total net assets	<u>\$ 8,828</u>	<u>\$ 4,625,952</u>

<u>Titusville- Cocoa Airport Authority</u>	<u>Melbourne- Tillman Water Control District</u>	<u>Housing Finance Authority</u>	<u>Total</u>
\$ 3,786,438 0	\$ 7,352,997 0	\$ 3,568,937 106,808	\$ 19,414,895 106,808
72,306 0 354,218 0 24,953 3,293	0 0 0 163,399 0 0	351,638 0 0 0 0 0	423,944 27,616 354,218 163,399 24,953 3,293
12,631,572 12,243,146 339,254 22,187,881 3,059,240 (18,570,144) 2,333,492	277,821 373,789 8,229,276 0 2,252,449 (8,587,837) 0	0 0 0 0 0 0 0	12,909,393 12,616,935 8,568,530 22,187,881 5,311,689 (27,157,981) 2,333,492
<u>\$ 38,465,649</u>	<u>\$ 10,061,894</u>	<u>\$ 4,027,383</u>	<u>\$ 57,289,065</u>
\$ 396,161 66,275 0 244,993 0	\$ 6,410 0 33,221 0 0	\$ 33,578 0 0 60,000 59,977	\$ 449,276 66,275 33,221 304,993 146,209
114,957 161,690 0 1,717,929	0 0 137,415 0	0 0 0 0	114,957 161,690 137,415 1,717,929
<u>\$ 2,702,005</u>	<u>\$ 177,046</u>	<u>\$ 153,555</u>	<u>\$ 3,131,965</u>
\$ 32,344,822 3,418,822	\$ 2,545,498 7,339,350	\$ 0 3,873,828	\$ 34,890,320 19,266,780
<u>\$ 35,763,644</u>	<u>\$ 9,884,848</u>	<u>\$ 3,873,828</u>	<u>\$ 54,157,100</u>

BREVARD COUNTY, FLORIDA  
STATEMENT OF ACTIVITIES  
COMPONENT UNITS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Functions/</i>	
	<i>North Brevard County Public Library District</i>	<i>Merritt Island Redevelopment Agency</i>
Expenses	\$ 2,411	\$ 859,287
Program revenues:		
Charges for services	\$ 4,877	\$ 0
Capital grants and contributions	0	0
Total program revenues	\$ 4,877	\$ 0
Net program revenue (expenses)	\$ 2,466	\$ (859,287)
General revenues:		
Taxes:		
Ad valorem taxes	\$ 0	\$ 0
Others	0	1,472,415
Interest Income	0	205,680
Miscellaneous	0	76,562
Total general revenues	\$ 0	\$ 1,754,657
Changes in net assets	\$ 2,466	\$ 895,370
Net assets - beginning	6,362	3,730,582
Net assets - ending	\$ 8,828	\$ 4,625,952

<i>Programs</i>			
<i>Titusville- Cocoa Airport Authority</i>	<i>Melbourne- Tillman Water Control District</i>	<i>Housing Finance Authority</i>	<i>Total</i>
\$ 2,761,949	\$ 2,773,669	\$ 168,203	\$ 6,565,519
\$ 1,910,695	\$ 1,656,951	\$ 760,058	\$ 4,332,581
1,032,567	0	0	1,032,567
\$ 2,943,262	\$ 1,656,951	\$ 760,058	\$ 5,365,148
\$ 181,313	\$ (1,116,718)	\$ 591,855	\$ (1,200,371)
\$ 232	\$ 0	\$ 0	\$ 232
0	0	0	1,472,415
68,819	162,037	66,000	502,536
0	0	0	76,562
\$ 69,051	\$ 162,037	\$ 66,000	\$ 2,051,745
\$ 250,364	\$ (954,681)	\$ 657,855	\$ 851,374
35,513,280	10,839,529	3,215,973	53,305,726
\$ 35,763,644	\$ 9,884,848	\$ 3,873,828	\$ 54,157,100





BREVARD COUNTY, FLORIDA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

Governmental funds capital assets:	
Land	\$ 227,779,001
Buildings and structures	230,433,500
Infrastructure	121,357,423
Improvements to land	28,548,920
Improvements other than buildings	16,383,016
Machinery and equipment	134,209,568
Construction in progress	76,933,236
Total governmental funds capital assets	<u>\$ 835,644,664</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, 2008

FUNCTION	<u>Land</u>	<u>Buildings and structures</u>	<u>Infrastructure</u>
General government	\$ 8,210,490	\$ 102,808,354	\$ 0
Public safety	600,665	13,822,529	117,909
Physical environment	97,443,809	8,269,250	6,803,645
Transportation	36,789,946	2,547,968	110,181,107
Economic environment	539,822	545,684	3,444,773
Human services	749,511	2,100,436	0
Culture and recreation	83,444,758	100,339,279	809,989
Total governmental funds capital assets	<u>\$ 227,779,001</u>	<u>\$ 230,433,500</u>	<u>\$ 121,357,423</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.

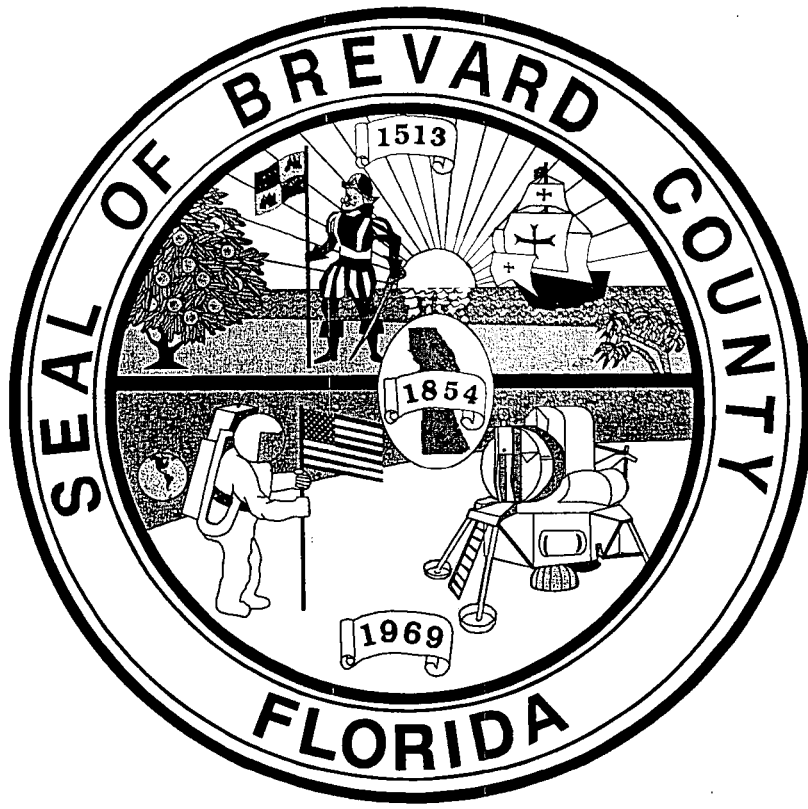
<u>Improvements to land</u>	<u>Improvements other than buildings</u>	<u>Machinery and equipment</u>	<u>Construction in progress</u>	<u>Total</u>
\$ 561,003	\$ 894,063	\$ 16,485,214	\$ 2,698,017	\$ 131,657,141
682,434	104,937	61,890,565	1,785,383	79,004,422
1,569,852	142,072	2,728,356	5,835,024	122,792,008
512,339	17,009	26,362,285	24,040,931	200,451,585
335,394	57,903	309,284	1,316,741	6,549,601
30,336	95,230	9,936,766	0	12,912,279
24,857,562	15,071,802	16,497,098	41,257,140	282,277,628
<u>\$ 28,548,920</u>	<u>\$ 16,383,016</u>	<u>\$ 134,209,568</u>	<u>\$ 76,933,236</u>	<u>\$ 835,644,664</u>

BREVARD COUNTY, FLORIDA  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

FUNCTION	<i>Governmental Funds Capital Assets Oct. 1, 2007</i>
General government	\$ 122,852,034
Public safety	71,495,897
Physical environment	65,662,895
Transportation	180,251,682
Economic environment	4,466,229
Human services	11,801,183
Culture and recreation	256,577,980
Total governmental funds capital assets	<u>\$ 713,107,900</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>	<i>Governmental Funds Capital Assets Sept. 30, 2008</i>
\$ 28,768,069	\$ 19,803,734	\$ (159,228)	\$ 131,657,141
15,025,944	7,498,577	(18,842)	79,004,422
62,814,522	5,738,139	52,730	122,792,008
29,084,848	8,542,932	(342,013)	200,451,585
5,300,658	3,205,666	(11,620)	6,549,601
1,490,317	841,135	461,914	12,912,279
45,553,404	19,870,815	17,059	282,277,628
<u>\$ 188,037,762</u>	<u>\$ 65,500,998</u>	<u>\$ 0</u>	<u>\$ 835,644,664</u>



BREVARD COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
SEPTEMBER 30, 2008

TABLE 1  
1 OF 6

BREVARD COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
SEPTEMBER 30, 2008

<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>
<b>PRIMARY GOVERNMENT</b>				
<b>DEPARTMENT OF AGRICULTURE:</b>				
Passed through the Florida Department of Education				
School Breakfast/Lunch Program	01-221	10.555		\$ 11,676
Summer Food Service Program	04-0614	10.559		51,316
				<u>\$ 62,992</u>
Total Department of Agriculture				
<b>DEPARTMENT OF COMMERCE:</b>				
National Oceanic and Atmospheric Administration				
Brevard County Marine Turtle Hurricane Mitigation	2006-0114-0002	11.481		\$ 31,667
<b>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</b>				
Community Development Block Grant (CDBG)				
HOME Investment Partnership Program	B05-UC-12-0011	14.218		\$ 2,529,673
Passed through the Florida Housing Finance Corporation	M05-DC-12-0200	14.239		1,470,788
HOME Again	HA04-724	14.239		21,883
				<u>\$ 4,022,344</u>
Total Department of Housing and Urban Development				
<b>DEPARTMENT OF JUSTICE:</b>				
Safe Havens				
COPS Methamphetamine Initiative	2006-CW-AX-0011	16.527		\$ 147,295
Federal JAG Transportation	2007CKWX0233	16.710		183,587
Federal JAG Transportation	2006-DJ-BX-0766	16.738	*	8,713
Passed through the Florida Office of the Attorney General	2007-DJ-BX-1238	16.738	*	108,661
VOCA	V7116	16.575		132,717
Passed through the Florida Department of Law Enforcement				
Jail Transport	2008-JAGC-BREV-1-Q9-022	16.738	*	213,708
				<u>\$ 794,681</u>
Total Department of Justice				
<b>DEPARTMENT OF TRANSPORTATION:</b>				
Passed through the Florida Department of Transportation				
PL112 07/08, PL-0263(45)	414320-1-14-01, A-5064	20.205	*	\$ 561,676
PL112 08/09, PL-0263(46)	416354-1-14-01, A-5064	20.205	*	155,301
Safe Routes to School Teacher Training	422284-1-84-01, AOP19	20.205	*	3,564
Micco Road Sidewalk	ANB04	20.205	*	589,532
Kings Park Trailhead	415435-1-38-1	20.205	*	8,951
FL-80-X017	420635-1-14-16, A0J53	20.505		149,256
Federal Transit Administration				
FL15-X002		20.500	*	263,160
FL90-X494	FTA G-10	20.507	*	1,459,499
FL90-X518	FTA G-13	20.507	*	1,396,429
FL90-X558	FTA G-14	20.507	*	993,705
FL90-X589	FTA G-12	20.507	*	568,029
FL90-X644	FTA G-14	20.507	*	1,704,491
				<u>\$ 7,853,593</u>
Total Department of Transportation				
<b>DEPARTMENT OF THE TREASURY:</b>				
Federal Asset Sharing	FL0050000	21.000		\$ 904
<b>GENERAL SERVICES ADMINISTRATION:</b>				
Passed through the Florida Bureau of Federal Property Assistance				
Federal Surplus Property Donation Program		39.003		\$ 12,016
<b>ENVIRONMENTAL PROTECTION AGENCY:</b>				
Passed through the State Department of Environmental Protection				
Lake Washington Pond Construction	G0241	66.460	*	\$ 425,083
Beach Out Falls	G0248	66.460	* C9-99451502-0	37,446
				<u>\$ 462,529</u>
Total Environmental Protection Agency				
<b>DEPARTMENT OF ENERGY:</b>				
Passed through the Florida Department of Community Affairs				
Weatherization	07WX-6D-06-15-01-004	81.042		\$ 27,360



BREVARD COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
SEPTEMBER 30, 2008

<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>
<b>ELECTIONS ASSISTANCE COMMISSION:</b>				
Passed through the Department of State				
Division of Elections				
Voter Education FY 05/06		39.011		\$ 809
Poll Worker Training 05/06		90.401		23,610
Poll Worker Training 06/07		90.401		26,639
Voter Education FY 06/07		90.401		59,543
Federal Election Activities		90.041		61,336
Ballot on Demand		90.041		199,459
Total Elections Assistance Commission				<u>\$ 371,396</u>
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>				
Passed through the Florida Department of State				
Division of Elections				
FY 05 Polling Place Accessibility Grant		93.617		\$ 3,859
FY 06 Polling Place Accessibility		93.617		630
Passed through the Florida Department of Revenue				
Child Support Enforcement	CD305	93.563		242,315
Service of Process	CS605	93.563		38,610
Passed through the Florida Department of Community Affairs				
Low Income Energy Assistance (LIHEAP)	07EA-6J-06-15-01-003	93.568		315,899
Low Income Energy Assistance (LIHEAP)	08EA-7B-06-15-01-003	93.568		272,943
WAP-LIHEAP	07LH-6S-06-15-01-004	93.568		72,100
Community Action Agency (CSBG)	08SB-6I-06-15-01-002	93.569		242,770
Passed through the Florida Department of Children and Families				
Childcare Licensing Grant	GJH55	93.575		28,322
Childcare Licensing Grant	GJJ55	93.575		9,438
Developmental Disabilities Basic Support				
Disabilities Employee Initiative	RFP#2006-EM-4300	93.630		1,001
Foster Care Beds at Country Acres				
Foster Care Title IVE (CBC)	RGC0704	93.658		107,040
Foster Care Title IVE (CBC)	RGC0804	93.658		29,829
Foster Care Waiver IVE	89XOT	93.658		123,949
Social Services Block Grant	RGC0704	93.667		60,656
Social Services Block Grant	RGC0804	93.667		23,863
Total Department of Health and Human Services				<u>\$ 1,573,224</u>
<b>DEPARTMENT OF HOMELAND SECURITY:</b>				
Major Disaster Relief				
Hurricane Frances	FEMA-DR-1545-FL	97.036	*	\$ 63,321
Hurricane Wilma	06-WL-&K-06-15-01-710	97.036	*	799,293
Tropical Storm Fay	FEMA-DR-1785-FL	97.036	*	1,368,140
Passed through the Florida Department of Financial Services				
WMD Haz Mat Equip. & Training (Subgrant with State Fire Marshall)	07DS-5N-13-00-16-217 (FM 246)	97.004		10,727
Passed through the Florida Department of Law Enforcement				
Sustainment of Specialty Teams	2007-SHSP-BREV-1-Q5-029	97.067		24,602
SWAT Deploy Vehicle	2007-SHSP-BREV-2-Q5-015	97.067		291,655
Passed through the Division of Emergency Management				
Homeland Security Issue 27 (ETEAM)	07DS-5N-06-15-01-036	97.067		4,210
Community Emergency Response Team	07CI-5R-06-15-01-136	97.067		7,665
HMPG-Lightening Protection	08HM-7I-06-15-012	97.039		83,941
Homeland Security Issue 08 (PTE)	07-DS-3W-06-15-01-085	97.067		40,747
Emergency Management Preparedness and Assistance Grant (SLA)	08BG-04-06-15-01-262	97.042		61,162
Crane Creek Drainage Improvement ( Lamplighter)	FEMA 1561-142R	97.039		3,490
Total Department of Homeland Security				<u>\$ 2,758,953</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS - PRIMARY GOVERNMENT</b>				<u><u>\$ 17,971,659</u></u>

BREVARD COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
SEPTEMBER 30, 2008

<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>
<b>COMPONENT UNITS</b>				
<b>DEPARTMENT OF TRANSPORTATION:</b>				
Federal Aviation Administration Improvement Program				
SC 9/27 Safety Areas	31200800172004	20.106		\$ 249,415
SC East Ramps	31200800162003	20.106		713,965
MI Master Plan	31200130152006	20.106		<u>79,712</u>
Total Department of Transportation				<u>\$ 1,043,092</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS - COMPONENT UNITS				<u>\$ 1,043,092</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS - REPORTING ENTITY				<u>\$ 19,014,751</u>

BREVARD COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
SEPTEMBER 30, 2008

<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>
<b>PRIMARY GOVERNMENT</b>				
<b>DEPARTMENT OF ENVIRONMENTAL PROTECTION:</b>				
Brevard County Beach Restoration Project	05BE1	37.003	*	\$ 890,821
South Brevard County Beach Restoration	07BE1	37.003	*	435,121
Brevard County North and South Reach Beach Restoration Project	07BE2	37.003	*	41,961
Brevard County Multi-Purpose Erosion Control	07BE3	37.003	*	38,398
Upland Invasive Exotic Plant Control Services	SL895/MC-069	37.017		72,000
Brevard Zoo Linear Park	A09169	37.017		7,872
Chain of Lakes	F07140	37.017		200,000
Mitchell Ellington Park	F07148	37.017		200,000
Leaking Underground Storage Tanks	GC-621	37.024		461,625
Brevard County Dune Restoration Project	H6BE1	37.065		77,698
Veteran's Memorial Center	L0701	37.071		24,341
Hazardous Waste Materials: Innovative Waste Reduction and Recycling	IG8-19	37.050		38,922
Total Department of Environmental Protection				<u>\$ 2,488,759</u>
<b>DEPARTMENT OF AGRICULTURE &amp; CONSUMER SERVICES:</b>				
Mosquito Control	DACS 013027	42.003		<u>\$ 52,831</u>
<b>DEPARTMENT OF STATE:</b>				
Division of Historical Resources				
City Point Community Church, Cocoa Project	S0838	45.031		\$ 17,809
Pritchard House	SC740	45.032		24,958
Division of Library and Information Services				
Library State Aid	08-ST-02	45.030		670,066
Total Department of State				<u>\$ 712,833</u>
<b>DEPARTMENT OF COMMUNITY AFFAIRS:</b>				
Florida Communities Trust				
Thousand Islands Conservation Lands Reynolds Parcel	07-CT-1C-07-F6-A1-080	52.002	*	\$ 776,437
Weatherization Program Office				
Low Income Emergency Home Repair Prog (LEHRP)	08LE-L3-06-15-04-004	52.015		23,347
Total Department of Community Affairs				<u>\$ 799,784</u>
<b>DIVISION OF EMERGENCY MANAGEMENT:</b>				
Emergency Management Preparedness and Assistance Grant (EMPA)	08BG-04-06-15-01-262	52.008		\$ 102,959
EOC Renovations Project	08CP-70-06-15-01-430	52.010		42,584
Hazardous Material Planning Assistance	08CP-04-06-15-01-056	52.023		9,763
Total Division of Emergency Management				<u>\$ 155,306</u>
<b>FLORIDA HOUSING FINANCE CORPORATION:</b>				
Housing and Human Services Department				
State Housing Initiative Program Trust Fund	RESOLUTION 06-112	52.901		\$ 2,486,417
Hurricane Housing Recovery Program (HHRP)		52.902	*	3,756,214
Total Florida Housing Finance Corporation				<u>\$ 6,242,631</u>

BREVARD COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
SEPTEMBER 30, 2008

<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>
<b>DEPARTMENT OF TRANSPORTATION:</b>				
Commission for the Transportation Disadvantaged				\$ 808,631
Trip/Equipment Grant	AOT41	55.001		268,966
Trip/Equipment Grant	AP613	55.001		20,960
Transportation Disadvantaged Planning 07/08	AOR68	55.002		7,075
Transportation Disadvantaged Planning 08/09	AP640	55.002		25,790
Operational and Maintenance Security Req	ANH22	55.004	*	295,658
Airport Facilities Hangar	AOW88	55.004	*	28
Fuel Farm Road & Relocation	AP346	55.004	*	176,125
Commuter Assistance	AOJ51	55.007		1,213,212
DOT Block Grant	AP073	55.010		91,000
Week-end Bus Service	AOO04	55.012	*	172,019
Evening Bus Service	AOO05	55.012	*	350,000
Transit Corridor Grant SR 520	AOE59	55.013	*	350,000
Fixed Route Bus Service SR A1A	AOE60	55.013	*	
Transportation Regional Incentive Program				912,859
Pineda Causeway Realignment	AOQ18	55.026	*	
Total Department of Transportation				<u>\$ 4,692,323</u>
<b>DEPARTMENT OF CHILDREN AND FAMILIES:</b>				
Office of Homelessness				\$ 100,000
Homeless Assistance Challenge	GFZH3	60.014		52,704
Grant in Aid	GFG03	60.021		29,333
Grant in Aid	GFJ03	60.021		189,105
Parental Home & Clothing (Country Acres)	RGC0704	60.094		45,737
Parental Home & Clothing (Country Acres)	RGC0804	60.094		
Total Department of Children and Families				<u>\$ 416,879</u>
<b>DEPARTMENT OF HEALTH:</b>				
Emergency Medical Services County Trust	C7005	64.005		<u>\$ 58,878</u>
<b>DEPARTMENT OF ELDER AFFAIRS:</b>				
Community Care for the Elderly	CCP-SCAT-07-08	65.010		\$ 61,696
Community Care for the Elderly	CCP-SCAT-08-09	65.010		18,886
Fall Prevention for Seniors	GB007	65.012		6,211
Martin Andersen Senior Center	XQ871	65.013		49,713
Total Department of Elder Affairs				<u>\$ 136,506</u>
<b>DEPARTMENT OF HIGHWAY SAFETY &amp; MOTOR VEHICLES:</b>				
Barrier Island Ecosystem Center Exhibitry Project	05-029E	76.070		<u>\$ 20,000</u>
<b>FLORIDA FISH AND WILDLIFE CONSERVATION COMMISSION:</b>				
Derelict Vessel Program	FWC 06166	77.006		\$ 40,043
South County Boat Launch-Phase I	FWC 05106	77.006		100,000
South County Boat Launch-Phase II	FWC 06073	77.006		35,000
Total Florida Fish and Wildlife Conservation Commission				<u>\$ 175,043</u>
<b>TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE - PRIMARY GOVERNMENT</b>				<u><u>\$ 15,951,773</u></u>

BREVARD COUNTY, FLORIDA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE  
SEPTEMBER 30, 2008

<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>
<b>COMPONENT UNITS</b>				
<b>DEPARTMENT OF TRANSPORTATION:</b>				
Transportation Systems Development				
ANL64 (SC Terminal Apron)	411943	55.004	*	\$ 1,523
ANA83 (SC East Ramp/Apron)	409473	55.004	*	9,140
AO227 (SC Security Project)	419117	55.004	*	4,126
<b>Total Department of Transportation</b>				<u>\$ 14,789</u>
<b>TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE - REPORTING ENTITY</b>				<u>\$ 15,966,562</u>

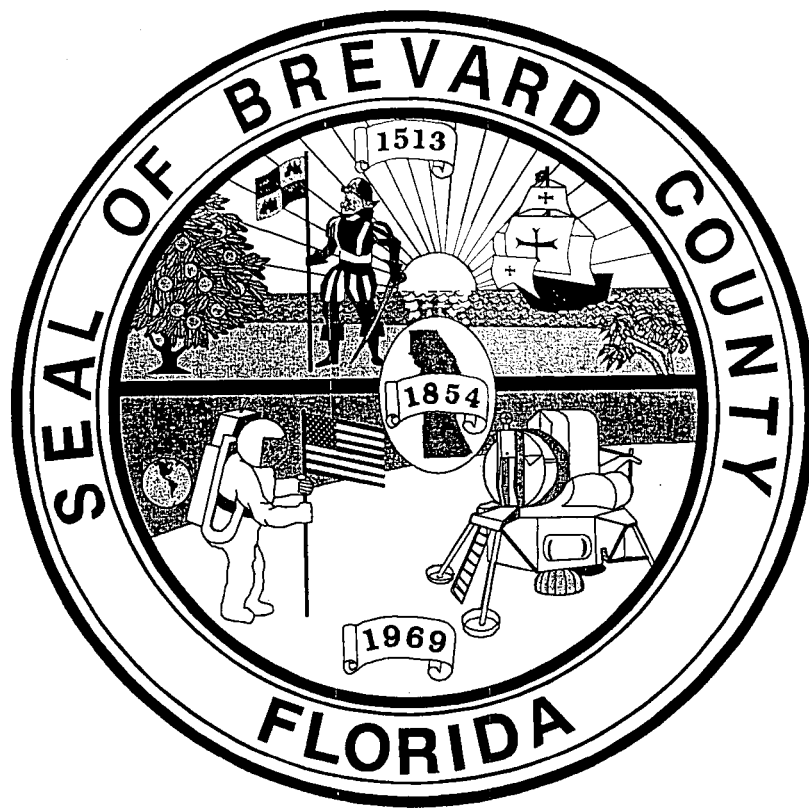
\* Designates major programs tested.

General:

The Schedule of Expenditures of Federal Financial Awards and State 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 Expenditures of Federal Financial Awards and State 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  
Program And On Internal Control Over Compliance In  
Accordance With OMB Circular A-133 And With  
The EOG State Projects Compliance Supplement

Schedule Of Findings And Questioned Costs

Summary Schedule Of Prior Audit Findings

SEPTEMBER 30, 2008

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**

**Partners:**

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

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, 2008, which collectively comprise Brevard County, Florida's basic financial statements and have issued our report thereon dated March 11, 2009. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of Titusville-Cocoa Airport Authority, Melbourne-Tillman Water Control District, and the Brevard County Housing Finance Authority, as described in our report on Brevard County, Florida's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.



**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**  
480 N. Orlando Ave.  
Suite 218

Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Brevard County, Florida's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Brevard County, Florida's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Brevard County's internal control over financial reporting.

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis.



A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency described in the accompanying "Schedule of Findings and Questioned Costs" at item 08-1 to be a significant deficiency in internal control over financial reporting.

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

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

#### 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*.

We noted certain matters that we reported to management of Brevard County, Florida in a separate letter dated March 11, 2009.

Brevard County's response to the finding identified in our audit is described in the accompanying "Schedule of Findings and Questioned Costs." We did not audit Brevard County's response and, accordingly, we express no opinion on it.

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

March 11, 2009  
Melbourne, Florida

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

**Partners:**

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

**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



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, 2008. 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.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

Brevard County, Florida's basic financial statements include the operations of the Titusville-Cocoa Airport Authority, which received \$1,043,092 in federal awards and \$14,789 in state financial assistance that is included in the schedule during the year ended September 30, 2008. Our audit, described below, did not include the operations of the Titusville-Cocoa Airport Authority because the component unit engaged other auditors to perform an audit in accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General.

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. 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, 2008.

#### 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 the 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Brevard County, Florida's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program and state project on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program and state project such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program and state project that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we considered to be material weaknesses, as defined above.

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

March 11, 2009  
Melbourne, Florida

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

**BREVARD COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED SEPTEMBER 30, 2008**

**SECTION I - SUMMARY OF AUDITORS' RESULTS**

Financial Statements

- |  |             |
|--|-------------|
| 1. Type of auditors' report issued:  | Unqualified |
| 2. Internal control over financial reporting:  |             |
| a. Material weakness(es) identified?   | No          |
| b. Significant deficiency(ies) identified that are not considered to be material weakness(es)? | Yes         |
| 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 programs:  |             |
| a. Material weakness(es) identified?  | No          |
| b. Significant deficiency(ies) identified that are not considered to be material weakness(es)?                        | No          |
| 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 Programs  | \$539,150   |
| 5. Auditee qualified as a low-risk auditee?   | No          |

Identification of major programs Federal:

<u>CFDA Number</u>	<u>Name of Program</u>
20.205	Department of Transportation Highway Planning and Construction
20.507 and 20.500	Department of Transportation Federal Transit - Capital Investment and Formula Grant

**BREVARD COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED SEPTEMBER 30, 2008**

**SECTION I - SUMMARY OF AUDITORS' RESULTS (continued)**

Identification of major programs (continued):

<u>CFDA Number</u>	<u>Name of Program</u>
97.036	Department of Homeland Security Public Assistance Grant
16.738	Department of Justice Edward Byrne Memorial Justice Assistance Grant
66.460	Environmental Protection Agency Nonpoint Sources Implementation Grant Program

State Financial Assistance

- |  |             |
|--|-------------|
| 1. Type of auditors' report issued on compliance for major projects:                           | Unqualified |
| 2. Internal control over major projects:   |             |
| a. Material weakness(es) identified?   | No          |
| b. Significant deficiency(ies) identified that are not considered to be material weakness(es)? | No          |
| 3. Any audit findings disclosed that are required to be reported under Rule 10.557?            | Yes         |
| 4. Dollar threshold used to distinguish between type A and type B Projects                     | \$478,553   |

Identification of major projects:

<u>CSFA Number</u>	<u>Name of Project</u>
37.003	Department of Environmental Protection Beach Erosion Control Program
52.002	Department of Community Affairs Florida Forever Act
52.902	Florida Housing Finance Corp Hurricane Housing Recovery Program

**BREVARD COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED SEPTEMBER 30, 2008**

**SECTION I - SUMMARY OF AUDITORS' RESULTS (continued)**

Identification of major projects (continued):

<u>CSFA Number</u>	<u>Name of Project</u>
55.013	Department of Transportation Transit Corridor Program
55.026	Department of Transportation Transportation Regional Incentive Program
55.004	Department of Transportation Aviation Development Grants
55.012	Department of Transportation Public Transit Service Development Program

**SECTION II - FINANCIAL STATEMENT FINDINGS**

**08-01 Budget Amendment & Supplement Processing**

*Internal control significant deficiency*

Criteria: Florida Statute 129.03 establishes procedures for the preparation and adoption of a county budget, while Florida Statute 129.06 establishes procedures for the execution and amendment of that budget. Florida Statute 129.07 requires that the Board of County Commissioners not expend more than the amount budgeted in each fund in any fiscal year.

Condition: Prior to approval, budget amendments and supplements are entered into the client's accounting system (SAP) by the department requesting the budget change. These entries remain held ("parked") in the system pending approval by the Budget Office, County Management and/or the Board as required by Board policy. Upon approval, budget amendments and supplements are released into SAP by the budget department, updating the budget in the affected funds in SAP. SAP uses the budget balance to ensure that no expenditures occur in excess of budget. We identified two instances in which SAP errors occurred in the release of approved budget changes into the system. Consequently, these budget changes did not get reflected in SAP which resulted in improper final budget balances in the affected funds.

Cause: Approved budget changes entered into SAP are not monitored for timely release by management.

Effect: Potential over-expenditure by departments resulting in non-compliance with Florida Statute 129.07.

**BREVARD COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED SEPTEMBER 30, 2008**

**SECTION II - FINANCIAL STATEMENT FINDINGS (continued)**

Auditors' Recommendation: We recommend the Budget Office implement a review process to insure that the proper release of approved budget amendments and supplements are reflected properly into SAP. Once an approved budget change is released in SAP, the responsible employee should subsequently enter into the system to check that the entry has in fact been posted. The Budget Office should then send an e-mail to the department affected by the budget change and notify them of the update in SAP. Upon receipt of this e-mail, the department should enter into the SAP system and compare what they request to what was updated in the system. Any differences should be brought to the attention of the Budget Office.

Views of responsible officials and planned corrective actions: The Budget Office identified SAP's problem with "stuck" budget changes in 2006. When SAP responded to Brevard County's request for assistance, the solution provided was to "un-stick" the budget changes; no solution for the underlying cause(s) has been provided. In FY 2008, over 35 "stuck" budget changes were identified. 33 of these were identified by Budget Office staff and corrected during the year. Two changes, which were part of the fourth quarter supplement, the last budget changes for the year, were not identified due to staff not completing the established procedure for reconciliation at the time of processing.

Please note that the department staff who enters the budget change into SAP is notified of the completed (or rejected) action through an SAP e-mail. Users are instructed on how to check these messages at training provided twice yearly. Approximately one thousand budget changes are released each year. If Budget Office staff did review the posting of all budget changes, a portion might continue to be incorrect because SAP sometimes marks budget changes as posted when they are not.

In FY 2009 the budget change process has been changed. Department staff will continue to pre-post changes in SAP, but now enter the changes in the intranet application BCRA for routing instead of submitting paper forms. This application parallels the SAP workflow and provides an Outlook e-mail to the creator when the budget change is approved, rejected, or changed. It is anticipated that more user SAP entry errors will be caught earlier and the reconciliation with SAP will be easier through comparison of BCRA reports with Crystal Reports, which displays SAP data.

The two 2008 budget changes cited by the auditors have been correctly released in SAP and all budget and finance documentation has been updated.

**SECTION III - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL PROGRAMS AND STATE PROJECTS**

None reported.

**BREVARD COUNTY, FLORIDA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED SEPTEMBER 30, 2008**

**SECTION IV - SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

**07-1 Revenue Recognition**

*Internal control material weakness*

Condition: The current audit for the September 30, 2007 year end included material prior period adjustments associated with revenue recognition, some of which are identified as a material weakness, in accordance with SAS 112. There were certain items, which should have been detected in the processing and recording of financial information.

Auditors' Recommendation: We recommend that the County perform a thorough review of all revenues received at year end to ensure proper recording and cut-off in accordance with generally accepted accounting principles. Specifically, the County should implement policies and procedures that ensure all relevant legal and contractual requirements are carefully researched and evaluated as they pertain to the recognition of revenue. It should be noted that the Finance department was able to identify and correct a majority of the adjustments contributing to this material weakness for the year ended September 30, 2007.

Current Status: The Finance department has incorporated, as part of its year end process, a thorough review of revenues to ensure proper revenue recognition. Included in such review will be communication to County departments to make them aware of the special accounting treatment necessary for any revenues received as part of interlocal agreements. The finding does not warrant further action.



**Partners:**

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

**MANAGEMENT LETTER**

Board of County Commissioners  
Brevard County, Florida

We have audited the financial statements of the Brevard County, Florida, as of and for the fiscal year ended September 30, 2008, and have issued our report thereon dated March 11, 2009.



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; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. We have issued our Report on Internal Control over Financial Reporting and on Compliance and Other Matters, 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. Disclosures in those reports and schedule, which are dated March 11, 2009, should be considered in conjunction with this management letter.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

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 governs the conduct of local governmental entity audits performed in the State of Florida and, unless otherwise required to be reported in the report on compliance and internal controls or schedule of findings and question costs, this letter is required to include the following information. 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.

Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report except as noted in the attachment to this letter "Management Comments and Recommendations."

Section 10.554(1)(i)2., *Rules of the Auditor General*, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Brevard County, Florida complied with Section 218.415, Florida Statutes.

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, such matters are noted in the attachment to this letter "Management Comments and Recommendations."

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that we address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of financial statement amounts that is less than material, but, more than inconsequential. In connection with our audit, we did not have any such findings.

Section 10.554(1)(i)5., *Rules of the Auditor General*, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and (2) control deficiencies that are not significant deficiencies, including, but not limited to; (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with our audit, we did not have any such findings.

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

Section 10.554(1)(i)7.a., *Rules of the Auditor General*, requires a statement be included as to whether or not the local governmental entity has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the Brevard County, Florida did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

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

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America requires us to indicate that this 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.

March 11, 2009  
Melbourne, Florida

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

**Brevard County, Florida**

**MANAGEMENT RECOMMENDATIONS**

**September 30, 2008**

**Current year recommendation**

08-02 Compensated absence calculation

Criteria: Compensated absence hours earned is calculated based on years of permanent service, (permanent service is considered from the date an employee becomes a full-time permanent employee) completed at September 30, 2008.

Condition: The payroll department calculates service time from an employee's "Accrual Date," (date an employee becomes a full-time permanent employee) but the finance department calculates service time from an employee's "Hire Date." (An employee that is hired as a part-time/temporary employee that subsequently becomes full-time/permanent or an employee with service time from a prior government position can obtain approval to transfer the previous service time earned.)

Cause: The finance department was not aware that employees could have a date that is different than the "Hire Date" for service time calculations.

Effect: The accrued compensation liability prepared by the finance department uses the annual leave hours accrued by the payroll department for the annual leave liability calculation. The sick leave liability is calculated based on an employee's service time which determines the percentage of the maximum payout. The discrepancy in the calculation of an employee's service time could increase/decrease the accrued sick leave liability.

Recommendation: Implement a process to verify the dates used by the payroll department to accrue annual and sick leave agrees with the employee's personnel file.

**Brevard County, Florida**

**MANAGEMENT RECOMMENDATIONS**

**September 30, 2008**

**Prior year recommendation repeated**

07-01 Accounts receivable reconciliation

Criteria: Accounts receivable reconciliations are a primary means for preventing or detecting an error or fraud in accounts and ensure proper valuation.

Condition: For the past few years, the County's general ledger accounts receivable balance has not agreed with the City of Melbourne's records for water and sewer collections by approximately \$160,000. The County attributes this difference to adjustments recorded by the City of Melbourne to adjust for a system error. In addition, an adjustment of approximately \$145,000 was recorded to the Barefoot Bay Water and Sewer District enterprise fund to correct an error made in previous years.

The County has continued to work with the City of Melbourne to identify and reconcile the difference. At September 30, 2008, the difference remained unchanged at approximately \$160,000, no collection has occurred and no valuation allowance has been recorded.

Effect: Reduced effectiveness in the reconciliation process by carrying unexplained variances in amounts recorded to subsidiary records.

Auditors' Recommendation: We recommend the County work with the City of Melbourne to resolve the difference and adjust the appropriate records. In addition, the County should develop procedures to ensure that all accounts are reconciled to subsidiary ledger detail and any reconciling differences are identified, researched, and resolved in a timely manner.



SCOTT ELLIS, Clerk of the Board, P.O. Box 1496, Titusville, FL 32781-1496  
STEPHEN P. BURDETT, C.P.A., County Finance Director, (321) 637-2002, Fax (321) 264-5227  
<http://www.brevardclerk.us/pages/finance.htm>

May 19, 2009

Berman Hopkins Wright & LaHam CPA;s, LLP  
8035 Spyglass Hill Road  
Melbourne FL 32940

The following is Brevard County's response to the Management Recommendations

Recommendation 07-01 Accounts receivable reconciliation

The adjustment to the accounts receivable records has been made in fiscal year 2009. Brevard County does have procedures reconciling accounts to subsidiary ledger detail. Accounts are reconciled monthly and differences, if any, are identified and adjusted on a regular basis.

Recommendation 08-02 Compensated absence calculation

County Finance will implement a process to verify that the dates used to calculate the service time for purposes of the compensated absence calculation are consistent with the dates from the employee's personnel file used by the payroll department.

Sincerely,

Scott Ellis  
Clerk of Courts

SHERIFF

BREVARD COUNTY SHERIFF

SEPTEMBER 30, 2008

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**Partners:**

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

**INDEPENDENT AUDITORS' REPORT**

The Honorable Jack Parker  
Brevard County Sheriff  
Brevard County, Florida

We have audited the accompanying special-purpose financial statements of each major fund and the aggregate remaining fund information of the Brevard County Sheriff as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Sheriff's special-purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the Brevard County Sheriff's management. Our responsibility is to express opinions on these 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 opinions.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

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, Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation of the financial position of Brevard County, Florida and the result of its operations in conformity with accounting principles generally accepted in the United State of America.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Brevard County Sheriff, as of September 30, 2008, and the respective changes in financial position and, the respective budgetary comparison for the General, Special Law Enforcement District, Inmate Welfare, and City of Cape Canaveral Law Enforcement 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 March 11, 2009, 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, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the special-purpose financial statements that collectively comprise the Brevard County Sheriff's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, are fairly stated in all material respects in relation to the special-purpose financial statements taken as a whole.

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

March 11, 2009  
Melbourne, Florida

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

**BREVARD COUNTY**

**SHERIFF**

**FUND FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2008**

BREVARD COUNTY SHERIFF  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<u>General</u>	<u>Special Law Enforcement District</u>
<b>ASSETS</b>		
Cash	\$ 4,861,338	\$ 1,556,825
Accounts receivable	187,371	1,356
Due from other funds	242,316	234,684
Due from constitutional officers	321,530	132,006
Due from other governmental units	309,946	161,306
Inventory of supplies	928,419	0
Total assets	<u>\$ 6,850,920</u>	<u>\$ 2,086,177</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Vouchers and contracts payable	\$ 801,799	\$ 33,418
Accrued wages and benefits payable	1,533,073	304,910
Due to other funds	270,907	0
Due to constitutional officers	2,974,050	1,686,293
Due to other governmental units	34,148	0
Deferred income	308,524	61,556
Total liabilities	<u>\$ 5,922,501</u>	<u>\$ 2,086,177</u>
Fund balances:		
Reserved for inventory	\$ 928,419	\$ 0
Unreserved	0	0
Total fund balances	<u>\$ 928,419</u>	<u>\$ 0</u>
Total liabilities and fund balances	<u>\$ 6,850,920</u>	<u>\$ 2,086,177</u>

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

<i>Revenue Funds</i>			
<i>Inmate Welfare</i>	<i>City of Cape Canaveral Law Enforcement</i>	<i>Other Governmental Funds</i>	<i>Total</i>
\$ 1,342,577	\$ 131,866	\$ 1,385,894	\$ 9,278,500
67,135	0	0	255,862
0	0	38,500	515,500
0	7,636	0	461,172
0	8,414	0	479,666
0	0	0	928,419
<u>\$ 1,409,712</u>	<u>\$ 147,916</u>	<u>\$ 1,424,394</u>	<u>\$ 11,919,119</u>
\$ 50,939	\$ 5,025	\$ 17,086	\$ 908,267
0	50,989	28,014	1,916,986
0	0	244,593	515,500
0	0	362,393	5,022,736
0	91,745	0	125,893
0	157	300,660	670,897
<u>\$ 50,939</u>	<u>\$ 147,916</u>	<u>\$ 952,746</u>	<u>\$ 9,160,279</u>
\$ 0	\$ 0	\$ 0	\$ 928,419
1,358,773	0	471,648	1,830,421
<u>\$ 1,358,773</u>	<u>\$ 0</u>	<u>\$ 471,648</u>	<u>\$ 2,758,840</u>
<u>\$ 1,409,712</u>	<u>\$ 147,916</u>	<u>\$ 1,424,394</u>	<u>\$ 11,919,119</u>

BREVARD COUNTY SHERIFF  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>General</i>	<i>Special Law Enforcement District</i>
<b>REVENUES</b>		
Intergovernmental revenues	\$ 1,318,467	\$ 140
Charges for services	706,835	484,750
Fines and forfeits	0	0
Miscellaneous revenues	1,833,778	9,385
Total revenues	\$ 3,859,080	\$ 494,275
<b>EXPENDITURES</b>		
Public safety	\$ 83,575,856	\$ 14,421,564
Capital outlay	2,753,017	609,097
Total expenditures	\$ 86,328,873	\$ 15,030,661
Excess (deficiency) of revenues over (under) expenditures	\$ (82,469,793)	\$ (14,536,386)
<b>OTHER FINANCING SOURCES AND (USES)</b>		
Transfers from constitutional officers	\$ 84,079,721	\$ 16,746,104
Transfers to constitutional officers	(1,647,244)	(2,221,398)
Transfers to other governmental units	0	0
Proceeds of the sale of capital assets	37,316	11,680
Total other financing sources and uses	\$ 82,469,793	\$ 14,536,386
Net change in fund balances	\$ 0	\$ 0
Fund balances - beginning	735,560	0
Increase in reserve for inventory of supplies	192,859	0
Fund balances - ending	\$ 928,419	\$ 0

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

<i>Revenue Funds</i>			
<i>Inmate Welfare</i>	<i>City of Cape Canaveral Law Enforcement</i>	<i>Other Governmental Funds</i>	<i>Total</i>
\$ 0	\$ 3,212	\$ 0	\$ 1,321,819
0	36,854	0	1,228,439
0	0	49,843	49,843
<u>951,867</u>	<u>7,143</u>	<u>8,065</u>	<u>2,810,238</u>
\$ <u>951,867</u>	\$ <u>47,209</u>	\$ <u>57,908</u>	\$ <u>5,410,339</u>
\$ 840,747	\$ 2,509,834	\$ 1,941,972	\$ 103,289,973
22,031	158,649	41,394	3,584,188
<u>862,778</u>	<u>2,668,483</u>	<u>1,983,366</u>	<u>106,874,161</u>
\$ <u>89,089</u>	\$ <u>(2,621,274)</u>	\$ <u>(1,925,458)</u>	\$ <u>(101,463,822)</u>
\$ 0	\$ 2,710,428	\$ 2,544,020	\$ 106,080,273
0	0	(312,131)	(4,180,773)
0	(90,239)	0	(90,239)
<u>0</u>	<u>1,085</u>	<u>0</u>	<u>50,081</u>
\$ <u>0</u>	\$ <u>2,621,274</u>	\$ <u>2,231,889</u>	\$ <u>101,859,342</u>
\$ 89,089	\$ 0	\$ 306,431	\$ 395,520
1,269,684	0	165,217	2,170,461
<u>0</u>	<u>0</u>	<u>0</u>	<u>192,859</u>
\$ <u>1,358,773</u>	\$ <u>0</u>	\$ <u>471,648</u>	\$ <u>2,758,840</u>



BREVARD COUNTY SHERIFF  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Intergovernmental revenues	\$	\$ 1,388,046	\$ 1,318,467	\$ (69,579)
Charges for services	444,000	444,000	706,835	262,835
Miscellaneous revenues	1,001,000	1,588,664	1,833,778	245,114
Total revenues	<u>\$ 1,445,000</u>	<u>\$ 3,420,710</u>	<u>\$ 3,859,080</u>	<u>\$ 438,370</u>
<b>EXPENDITURES</b>				
Public safety	\$ 81,650,711	\$ 84,491,593	\$ 83,575,856	\$ 915,737
Capital outlay	1,982,206	3,050,985	2,753,017	297,968
Total expenditures	<u>\$ 83,632,917</u>	<u>\$ 87,542,578</u>	<u>\$ 86,328,873</u>	<u>\$ 1,213,705</u>
Deficiency of revenues under expenditures	<u>\$ (82,187,917)</u>	<u>\$ (84,121,868)</u>	<u>\$ (82,469,793)</u>	<u>\$ 1,652,075</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers from constitutional officers	\$ 82,282,613	\$ 84,171,564	\$ 84,079,721	\$ (91,843)
Transfers to constitutional officers	(94,696)	(94,696)	(1,647,244)	(1,552,548)
Proceeds of the sale of capital assets	0	45,000	37,316	(7,684)
Total other financing sources and uses	<u>\$ 82,187,917</u>	<u>\$ 84,121,868</u>	<u>\$ 82,469,793</u>	<u>\$ (1,652,075)</u>
Net change in fund balances	\$ 0	\$ 0	\$ 0	\$ 0
Fund balances - beginning	735,560	735,560	735,560	0
Increase in reserve for inventory of supplies	0	0	192,859	192,859
Fund balances - ending	<u>\$ 735,560</u>	<u>\$ 735,560</u>	<u>\$ 928,419</u>	<u>\$ 192,859</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, 2008

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 0	\$ 0	\$ 140	\$ 140
Charges for services	382,956	382,956	484,750	101,794
Miscellaneous revenues	20,000	20,000	9,385	(10,615)
Total revenues	<u>\$ 402,956</u>	<u>\$ 402,956</u>	<u>\$ 494,275</u>	<u>\$ 91,319</u>
<b>EXPENDITURES</b>				
Public safety	\$ 15,642,853	\$ 15,642,853	\$ 14,421,564	\$ 1,221,289
Capital outlay	691,690	691,690	609,097	82,593
Total expenditures	<u>\$ 16,334,543</u>	<u>\$ 16,334,543</u>	<u>\$ 15,030,661</u>	<u>\$ 1,303,882</u>
Deficiency of revenues under expenditures	<u>\$ (15,931,587)</u>	<u>\$ (15,931,587)</u>	<u>\$ (14,536,386)</u>	<u>\$ 1,395,201</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers from constitutional officers	\$ 16,623,993	\$ 16,623,993	\$ 16,746,104	\$ 122,111
Transfers to constitutional officers	(712,406)	(712,406)	(2,221,398)	(1,508,992)
Proceeds of the sale of capital assets	20,000	20,000	11,680	(8,320)
Total other financing sources and uses	<u>\$ 15,931,587</u>	<u>\$ 15,931,587</u>	<u>\$ 14,536,386</u>	<u>\$ (1,395,201)</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Miscellaneous revenues	\$ 960,000	\$ 960,000	\$ 951,867	\$ (8,133)
EXPENDITURES				
Public safety	\$ 960,000	\$ 960,000	\$ 840,747	\$ 119,253
Capital outlay	0	0	22,031	(22,031)
Total expenditures	\$ 960,000	\$ 960,000	\$ 862,778	\$ 97,222
Excess (deficiency) of revenues over (under) expenditures	\$ 0	\$ 0	\$ 89,089	\$ 89,089
Net change in fund balances	\$ 0	\$ 0	\$ 89,089	\$ 89,089
Fund balances - beginning	1,269,684	1,269,684	1,269,684	0
Fund balances - ending	\$ 1,269,684	\$ 1,269,684	\$ 1,358,773	\$ 89,089

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, 2008

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 0	\$ 0	\$ 3,212	\$ 3,212
Charges for services	26,341	26,341	36,854	10,513
Miscellaneous revenues	0	0	7,143	7,143
Total revenues	<u>\$ 26,341</u>	<u>\$ 26,341</u>	<u>\$ 47,209</u>	<u>\$ 20,868</u>
<b>EXPENDITURES</b>				
Public safety	\$ 2,570,861	\$ 2,578,120	\$ 2,509,834	\$ 68,286
Capital outlay	212,063	162,966	158,649	4,317
Total expenditures	<u>\$ 2,782,924</u>	<u>\$ 2,741,086</u>	<u>\$ 2,668,483</u>	<u>\$ 72,603</u>
Deficiency of revenues under expenditures	<u>\$ (2,756,583)</u>	<u>\$ (2,714,745)</u>	<u>\$ (2,621,274)</u>	<u>\$ 93,471</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers from constitutional officers	\$ 2,756,583	\$ 2,714,745	\$ 2,710,428	\$ (4,317)
Transfers to other governmental units	0	0	(90,239)	(90,239)
Proceeds of the sale of capital assets	0	0	1,085	1,085
Total other financing sources and uses	<u>\$ 2,756,583</u>	<u>\$ 2,714,745</u>	<u>\$ 2,621,274</u>	<u>\$ (93,471)</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  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2008

	<u>Agency Funds</u>
ASSETS	
Cash	\$ <u>32,626</u>
LIABILITIES	
Due to individuals	\$ <u>32,626</u>

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

BREVARD COUNTY SHERIFF  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Brevard County Sheriff is a separately elected official established pursuant to the Constitution of the State of Florida.

B. 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 (one hundred twenty days for intergovernmental revenues).

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 for the purpose of complying with Section 218.39(2), Florida Statutes and Chapter 10.550 Rules of the Auditor General. The Sheriff is reported as part of the primary government of Brevard County, Florida. The Sheriff's special-purpose financial statements do not purport to reflect the financial position or results of operations of Brevard County, Florida, taken as a whole.

BREVARD COUNTY SHERIFF  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

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

The Sheriff utilizes the following major funds:

**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 commissions revenues which are restricted by the Florida Department of Corrections for commissary operations and prisoner welfare.

**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 this fund.

The Sheriff also reports the following fund types:

**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 equal liabilities) and do not involve the measurement of results of operations.

The Sheriff has two agency funds. One fund is used to account for collection and payment of civil process fee deposits held by the Sheriff's Office. The other agency fund is used to account for the collection and disbursement of cash held by the Sheriff's Office for prisoners during the term of incarceration.

C. Budget

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

D. Interfund Receivables and Payables

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

BREVARD COUNTY SHERIFF  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

E. Capital Assets

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

F. Inventory and Prepaid Items

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

G. Investments

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

H. Accrued Compensated Absences

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

The activity in the accrued compensated absence balances was as follows:

<u>Oct. 1, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept. 30, 2008</u>
\$12,323,585	\$1,732,962	\$928,252	\$13,128,295

The accrued compensated absence liability due within one year is estimated at \$1,100,164.

I. Reserves of Fund Balances and Net Assets

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

J. Use of Estimates

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

2. Cash and Investments

Refer to Notes 4 and 5 in the County-wide Financial Statements.



BREVARD COUNTY SHERIFF  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

The carrying amount of the Sheriff's deposits with financial institutions was \$9,188,140. 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.	\$10,089,352
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In addition \$96,719, which represents both book and market value, is invested with the State Board of Administration (SBA) reported as cash. The remaining \$26,267 represents cash on hand.

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, 2008, was as follows:

	<u>Oct. 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2008</u>
Governmental Activities:				
Capital assets depreciated:				
Buildings and structures	\$ 357,817	\$ 0	\$ 0	\$ 357,817
Improvements other than buildings	98,412	0	0	98,412
Operating machinery and equipment	<u>29,061,133</u>	<u>5,513,136</u>	<u>2,845,500</u>	<u>31,728,769</u>
Total assets depreciated	<u>\$29,517,362</u>	<u>\$5,513,136</u>	<u>\$2,845,500</u>	<u>\$32,184,998</u>
Less accumulated depreciation:				
Buildings and structures	\$ 89,574	\$ 8,945	\$ 0	\$ 98,519
Improvements other than buildings	33,120	5,696	0	38,816
Operating machinery and equipment	<u>17,976,727</u>	<u>3,602,362</u>	<u>2,440,903</u>	<u>19,138,186</u>
Total accumulated depreciation	<u>\$18,099,421</u>	<u>\$3,617,003</u>	<u>\$2,440,903</u>	<u>\$19,275,521</u>
Total governmental activities capital assets, net	<u>\$11,417,941</u>	<u>\$1,896,133</u>	<u>\$ 404,597</u>	<u>\$12,909,477</u>

Capital assets used by the Sheriff's operations are recorded in the governmental fund types as expenditures at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County.

BREVARD COUNTY SHERIFF  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

4. Leases

The Sheriff had no capital leases as of September 30, 2008.

The Sheriff is obligated under several operating lease agreements for storage and building facilities expiring between August 2011 and December 2030. The total cost for these leases was \$151,677 for the year ended September 30, 2008. The future minimum lease payments are as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2009	\$138,048
2010	140,887
2011	122,216
2012	17,031
2013	17,448
2014-2018	78,352
2019-2023	90,831
2024-2028	105,298
2029-2031	<u>52,596</u>
Total minimum lease payable	<u>\$762,707</u>

The Sheriff is obligated under several operating lease agreements for office copiers and fax machines expiring between December 2008 and November 2013. Total cost for the leases was \$120,061 for the year ended September 30, 2008. The future minimum lease payments are as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2009	\$117,686
2010	99,296
2011	66,449
2012	24,904
2013	10,090
2014	<u>393</u>
Total minimum lease payable	<u>\$318,818</u>

BREVARD COUNTY SHERIFF  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

The Sheriff is obligated to make payments on four commercial payment loans with the Board of County Commissioners from May 2009 to May 2027. These loans were approved for the construction of a hangar at TICO, the replacement of the Computer Aided Dispatch system, and the acquisition of a building and land for the Sheriff's Criminal Investigation Division and Crime Scene Investigation Laboratory in Rockledge. The minimum commitments payable are as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2009	\$ 298,960
2010	298,960
2011	298,960
2012	298,960
2013	298,960
2014-2018	1,301,409
2019-2023	1,011,323
2024-2027	<u>809,059</u>
Total minimum commitments payable	<u>\$4,616,591</u>

5. Retirement Plan

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

The Sheriff's contributions for the years ending September 30, 2008, 2007, and 2006, were \$9,522,865, \$8,866,475, and \$7,103,418, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2008, represented 18.06% of covered payroll.

6. Deferred Compensation

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

7. 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.

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.

BREVARD COUNTY SHERIFF  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

8. Risk Management

Refer to Note 20 in the County-wide Financial Statements.

9. Other Postemployment Benefits

Refer to Note 26 in the County-wide Financial Statements.

The following table shows the actuarial determined components of the Sheriff employee's portion of Brevard County's obligation as of October 1, 2007 based on the current plan provisions:

Annual required contribution	\$2,907,567
Interest on net OPEB contribution	0
Adjustment to annual required contribution	<u>0</u>
Annual OPEB cost (expense)	\$2,907,567
Contributions made	<u>(878,593)</u>
Increase in net OPEB obligation	\$2,028,974
Net OPEB obligation – beginning of year	<u>0</u>
Net OPEB obligation – end of year	<u>\$2,028,974</u>

No trust or agency fund has been established by Brevard County for the plan; there were no adjustments to the annual required contribution or interest earnings.

Funded Status and Funding Progress - The contributions made for the 2008 fiscal year were 30.2% of the annual OPEB cost. Information for the two preceding fiscal years is not available. As of the October 1, 2007 actuarial valuation date the actuarial accrued liability for benefits was \$34,691,563, all of which was unfunded by Brevard County. The annual payroll of active employees covered by the OPEB plan was \$52,729,042 and the ratio of the UAAL to the covered payroll was 65.8%.

**BREVARD COUNTY**

**SHERIFF**

**COMBINING AND INDIVIDUAL FUNDS STATEMENTS  
AND SCHEDULES**

**SEPTEMBER 30, 2008**

## **BREVARD COUNTY SHERIFF**

### **Nonmajor Governmental Funds**

#### **Special Revenue Funds**

Contraband - 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.

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 - 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 - 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.

Crime Prevention - 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 crime prevention programs in the county, including safe neighborhood programs as prescribed in Chapter 775.083 (2) of the Florida Statutes.

BREVARD COUNTY SHERIFF  
BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<i>Special Revenue Funds</i>		
	<i>Contraband</i>	<i>Special Law Enforcement Training Fund Second Dollar</i>	<i>Special Law Enforcement Training \$2.50 Fund</i>
<b>ASSETS</b>			
Cash	\$ 332,495	\$ 174,585	\$ 310,639
Due from other funds	38,500	0	0
Total assets	\$ 370,995	\$ 174,585	\$ 310,639
 <b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Vouchers and contracts payable	\$ 11,913	\$ 0	\$ 0
Accrued wages and benefits payable	0	0	0
Due to other funds	0	96,683	147,910
Due to constitutional officers	58,422	77,902	162,729
Deferred income	300,660	0	0
Total liabilities	\$ 370,995	\$ 174,585	\$ 310,639
Fund balances:			
Unreserved	\$ 0	\$ 0	\$ 0
Total fund balances	\$ 0	\$ 0	\$ 0
Total liabilities and fund balances	\$ 370,995	\$ 174,585	\$ 310,639

*Special Revenue Funds*

<u>Port Canaveral Law Enforcement</u>	<u>Federal Forfeiture Department of Justice</u>	<u>Federal Forfeiture Department of Treasury</u>	<u>Crime Prevention</u>	<u>Total</u>
\$ 280,441	\$ 74,298	\$ 148,827	\$ 64,609	\$ 1,385,894
0	0	0	0	38,500
<u>\$ 280,441</u>	<u>\$ 74,298</u>	<u>\$ 148,827</u>	<u>\$ 64,609</u>	<u>\$ 1,424,394</u>
\$ 3,000	\$ 0	\$ 904	\$ 1,269	\$ 17,086
28,014	0	0	0	28,014
0	0	0	0	244,593
0	0	0	63,340	362,393
0	0	0	0	300,660
<u>\$ 31,014</u>	<u>\$ 0</u>	<u>\$ 904</u>	<u>\$ 64,609</u>	<u>\$ 952,746</u>
\$ 249,427	\$ 74,298	\$ 147,923	\$ 0	\$ 471,648
\$ 249,427	\$ 74,298	\$ 147,923	\$ 0	\$ 471,648
<u>\$ 280,441</u>	<u>\$ 74,298</u>	<u>\$ 148,827</u>	<u>\$ 64,609</u>	<u>\$ 1,424,394</u>



BREVARD COUNTY SHERIFF  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Special Revenue Funds</i>		
	<u>Contraband</u>	<u>Special Law Enforcement Training Fund Second Dollar</u>	<u>Special Law Enforcement Training \$2.50 Fund</u>
<b>REVENUES</b>			
Fines and forfeits	\$ 0	\$ 0	\$ 0
Miscellaneous revenues	0	0	0
Total revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>EXPENDITURES</b>			
Public safety	\$ 133,800	\$ 96,684	\$ 147,910
Capital outlay	5,334	0	0
Total expenditures	<u>\$ 139,134</u>	<u>\$ 96,684</u>	<u>\$ 147,910</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (139,134)</u>	<u>\$ (96,684)</u>	<u>\$ (147,910)</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>			
Transfers from constitutional officers	\$ 147,294	\$ 174,586	\$ 310,639
Transfers to constitutional officers	<u>(8,160)</u>	<u>(77,902)</u>	<u>(162,729)</u>
Total other financing sources and uses	<u>\$ 139,134</u>	<u>\$ 96,684</u>	<u>\$ 147,910</u>
Net change in fund balances	\$ 0	\$ 0	\$ 0
Fund balances - beginning	0	0	0
Fund balances - ending	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

*Special Revenue Funds*

<i>Port Canaveral Law Enforcement</i>	<i>Federal Forfeiture Department of Justice</i>	<i>Federal Forfeiture Department of Treasury</i>	<i>Crime Prevention</i>	<i>Total</i>
\$ 0	\$ 9,589	\$ 40,254	\$ 0	\$ 49,843
0	2,934	5,131	0	8,065
<u>\$ 0</u>	<u>\$ 12,523</u>	<u>\$ 45,385</u>	<u>\$ 0</u>	<u>\$ 57,908</u>
\$ 1,516,469	\$ 0	\$ 0	\$ 47,109	\$ 1,941,972
0	0	904	35,156	41,394
<u>\$ 1,516,469</u>	<u>\$ 0</u>	<u>\$ 904</u>	<u>\$ 82,265</u>	<u>\$ 1,983,366</u>
<u>\$ (1,516,469)</u>	<u>\$ 12,523</u>	<u>\$ 44,481</u>	<u>\$ (82,265)</u>	<u>\$ (1,925,458)</u>
\$ 1,765,896	\$ 0	\$ 0	\$ 145,605	\$ 2,544,020
0	0	0	(63,340)	(312,131)
<u>\$ 1,765,896</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 82,265</u>	<u>\$ 2,231,889</u>
\$ 249,427	\$ 12,523	\$ 44,481	\$ 0	\$ 306,431
0	61,775	103,442	0	165,217
<u>\$ 249,427</u>	<u>\$ 74,298</u>	<u>\$ 147,923</u>	<u>\$ 0</u>	<u>\$ 471,648</u>

BREVARD COUNTY SHERIFF  
CONTRABAND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
<b>EXPENDITURES</b>				
Public safety	\$ 130,000	\$ 147,294	\$ 133,800	\$ 13,494
Capital outlay	0	0	5,334	(5,334)
Total expenditures	\$ 130,000	\$ 147,294	\$ 139,134	\$ 8,160
Deficiency of revenues under expenditures	\$ (130,000)	\$ (147,294)	\$ (139,134)	\$ 8,160
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers from constitutional officers	\$ 130,000	\$ 147,294	\$ 147,294	\$ 0
Transfers to constitutional officers	0	0	(8,160)	(8,160)
Total other financing sources and uses	\$ 130,000	\$ 147,294	\$ 139,134	\$ (8,160)
Net change in fund balances	\$ 0	\$ 0	\$ 0	\$ 0
Fund balances - beginning	0	0	0	0
Fund balances - ending	\$ 0	\$ 0	\$ 0	\$ 0

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES				
Public safety	\$ 206,228	\$ 206,228	\$ 96,684	\$ 109,544
Deficiency of revenues under expenditures	\$ (206,228)	\$ (206,228)	\$ (96,684)	\$ 109,544
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 206,228	\$ 206,228	\$ 174,586	\$ (31,642)
Transfers to constitutional officers	0	0	(77,902)	(77,902)
Total other financing sources and uses	\$ 206,228	\$ 206,228	\$ 96,684	\$ (109,544)
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>

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES				
Public safety	\$ 310,639	\$ 310,639	\$ 147,910	\$ 162,729
Deficiency of revenues under expenditures	\$ (310,639)	\$ (310,639)	\$ (147,910)	\$ 162,729
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 310,639	\$ 310,639	\$ 310,639	\$ 0
Transfers to constitutional officers	0	0	(162,729)	(162,729)
Total other financing sources and uses	\$ 310,639	\$ 310,639	\$ 147,910	\$ (162,729)
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>

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES				
Public safety	\$ 1,614,808	\$ 1,614,808	\$ 1,516,469	\$ 98,339
Capital outlay	162,119	162,119	0	162,119
Total expenditures	<u>\$ 1,776,927</u>	<u>\$ 1,776,927</u>	<u>\$ 1,516,469</u>	<u>\$ 260,458</u>
Deficiency of revenues under expenditures	<u>\$ (1,776,927)</u>	<u>\$ (1,776,927)</u>	<u>\$ (1,516,469)</u>	<u>\$ 260,458</u>
OTHER FINANCING SOURCES				
Transfers from constitutional officers	<u>\$ 1,776,927</u>	<u>\$ 1,776,927</u>	<u>\$ 1,765,896</u>	<u>\$ (11,031)</u>
Net change in fund balances	\$ 0	\$ 0	\$ 249,427	\$ 249,427
Fund balances - beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 249,427</u></u>	<u><u>\$ 249,427</u></u>

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines and forfeits	\$ 0	\$ 0	\$ 9,589	\$ 9,589
Miscellaneous revenues	0	0	2,934	2,934
Total revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,523</u>	<u>\$ 12,523</u>
Excess of revenues over expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,523</u>	<u>\$ 12,523</u>
Net change in fund balances	\$ 0	\$ 0	\$ 12,523	\$ 12,523
Fund balances - beginning	0	0	61,775	61,775
Fund balances - ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 74,298</u>	<u>\$ 74,298</u>

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines and forfeits	\$ 0	\$ 0	\$ 40,254	\$ 40,254
Miscellaneous revenues	0	0	5,131	5,131
Total revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 45,385</u>	<u>\$ 45,385</u>
EXPENDITURES				
Capital outlay	\$ 0	\$ 0	\$ 904	\$ (904)
Excess of revenues over expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 44,481</u>	<u>\$ 44,481</u>
Net change in fund balances	\$ 0	\$ 0	\$ 44,481	\$ 44,481
Fund balances - beginning	0	0	103,442	103,442
Fund balances - ending	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 147,923</u></u>	<u><u>\$ 147,923</u></u>



BREVARD COUNTY SHERIFF  
CRIME PREVENTION

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with final budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES				
Public safety	\$ 111,005	\$ 111,005	\$ 47,109	\$ 63,896
Capital outlay	9,600	34,600	35,156	(556)
Total expenditures	<u>\$ 120,605</u>	<u>\$ 145,605</u>	<u>\$ 82,265</u>	<u>\$ 63,340</u>
Deficiency of revenues under expenditures	<u>\$ (120,605)</u>	<u>\$ (145,605)</u>	<u>\$ (82,265)</u>	<u>\$ 63,340</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 120,605	\$ 145,605	\$ 145,605	\$ 0
Transfers to constitutional officers	0	0	(63,340)	(63,340)
Total other financing sources and uses	<u>\$ 120,605</u>	<u>\$ 145,605</u>	<u>\$ 82,265</u>	<u>\$ (63,340)</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>

BREVARD COUNTY SHERIFF  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2008

	<u>Civil Process Fee Deposits</u>	<u>Prisoner Deposits</u>	<u>Total</u>
ASSETS			
Cash	<u>\$ 15,160</u>	<u>\$ 17,466</u>	<u>\$ 32,626</u>
LIABILITIES			
Due to individuals	<u>\$ 15,160</u>	<u>\$ 17,466</u>	<u>\$ 32,626</u>



**BREVARD COUNTY**

**SHERIFF**

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



**MANAGEMENT LETTER  
and  
MANAGEMENT RECOMMENDATION**



**MANAGEMENT'S RESPONSE**

SEPTEMBER 30, 2008

**Partners:**

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

**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



We have audited the special-purpose financial statements of each major fund and the aggregate remaining fund information of the Brevard County Sheriff, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Sheriff's special-purpose financial statements and have issued our report thereon dated March 11, 2009. 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 the Brevard County Sheriff's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Brevard County Sheriff's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Brevard County Sheriff's internal control over financial reporting.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Brevard County Sheriff's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Brevard County Sheriff's special-purpose financial statements that is more than inconsequential will not be prevented or detected by the Brevard County Sheriff's internal control.

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

BREVARD OFFICE  
8035 Spyglass Hill Road  
Melbourne, FL 32940  
phone: 321.757.2020  
fax: 321.242.4844

ORLANDO OFFICE  
480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789  
phone: 407.644.5811  
fax: 407.644.6022

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 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*.

We noted certain matters that we reported to management of the Brevard County Sheriff, in a separate letter dated March 11, 2009.

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

March 11, 2009  
Melbourne, Florida

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

**Partners:**

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

**MANAGEMENT LETTER**

Honorable Jack Parker  
Brevard County Sheriff  
Brevard County, Florida.

We have audited the special-purpose financial statements of the Brevard County Sheriff, as of and for the fiscal year ended September 30, 2008, and have issued our report thereon dated March 11, 2009.



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. We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters, dated March 11, 2009. Disclosures in this report should be considered in conjunction with this management letter.

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

- Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report except as noted in the attachment to this letter "Management Recommendation" as 07-01.
- Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Brevard County Sheriff complied with Section 218.415, Florida Statutes.
- Section 10.554(1)(i)3., Rules of the Auditor General requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, recommendations are noted in the attachment to this letter "Management Recommendation" as 08-01.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of special-purpose financial statement amounts that is less than material but more than inconsequential. In connection with our audit, recommendations are noted in the attachment to this letter "Management Recommendation" as 08-01.
- Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of special-purpose financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and (2) control deficiencies that are not significant deficiencies, including, but not limited to: (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of the auditor. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)6., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the special-purpose financial statements. The Brevard County Sheriff was 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). The Brevard County Sheriff does not have any related component units.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this letter is intended solely for the information and use of the Brevard County Sheriff and management, and the Florida Auditor General, and other applicable regulatory agencies and is not intended to be and should not be used by anyone other than these specified parties.

March 11, 2009  
Melbourne, Florida

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



**Brevard County Sheriff**

**MANAGEMENT RECOMMENDATION**

**September 30, 2008**

**Current Year Recommendation**

**08-01 Travel and meal reimbursement**

Criteria: The Sheriff's policies require employees who are authorized to incur travel expenses in the performance of official duties to follow meal reimbursement and travel policies as set out in Florida Statute 112.061 which states when lodging or meals are provided at a state institution, the traveler shall be reimbursed only for the actual expenses of such lodging or meals. Additionally, the Sheriff's procedures require that a travel expense form be submitted to the Accounting Unit within 10 days of the employee's return date.

Condition: Of a sample of 25, we identified 4 instances of travel expense forms that were not provided to the Accounting Unit within the 10 days of return date. Additionally, we noted 1 instance of an employee paid meal reimbursement totaling approximately \$2,500 even though the meals were provided for free.

Effect: Non-compliance with Sheriff's policies and procedures.

Auditor Recommendations: We recommend the Sheriff's Office reinforce to all employees the policies and procedures, as currently stated, for meal reimbursement and travel. Any deviation from the policies or procedures should be documented and approved by the Sheriff.

**Prior Year Recommendation Repeated**

**07-01 Maximum Accrual for Leave**

Criteria: The Sheriff's policies require annual leave balances in excess of the stated maximum at calendar year end be used by March 31 of the subsequent year. In addition, the maximum holiday hour accumulated balance may not exceed 110 hours.

Condition: During our audit, we noted that 10 of the 45 tested employee leave balances were in excess of the maximum annual leave allowed per the policy as of March 31, 2007 with no documented approval to carry the excess balances forward.

Effect: Non-compliance with Sheriff's policies.

Auditors' Recommendations: We recommend the Sheriff's Office reinforce to all employees the policies as currently stated for annual and holiday leave balances. The Sheriff's Office should consider reviewing a report detailing holiday and annual leave balances as of March 31 and investigating any balances that exceed the ceiling(s) specified in the Sheriff's policies. Any exceptions should have documented approval.

**Brevard County Sheriff**

**MANAGEMENT RECOMMENDATION**

**September 30, 2008**

Status as of September 30, 2008: The Human Resource office has implemented procedures to enforce the annual and holiday leave policies that are currently in place. As a result of an error in the report provided to command staff of employees who have accrued annual leave balances in excess of the limits, there are still employees who have balances that exceed the ceiling specified in the Sheriff policies on March 31. We recommend the Human Resource department reconcile the balances with the Accounting department to ensure proper balances are reported to the command staff thus reflecting excess hours for employees to use before the cutoff date per the policy.



# Sheriff J.R. "Jack" Parker

## BREVARD COUNTY SHERIFF'S OFFICE

700 Park Avenue \* Titusville, Florida 32780-4095 \* (321) 264-5201 \* Fax (321) 264-5360

Member  
Florida Sheriffs Association  
National Sheriffs Association

May 4, 2009



Honorable David W. Martin, CPA  
Auditor General  
State of Florida  
P.O. Box 1735  
Tallahassee, Florida 32301-1735

An Internationally Accredited  
Law Enforcement Agency

Re: Response to Auditors' Comments

North Precinct  
700 Park Avenue  
Titusville, FL 32780  
(321) 264-5353  
(321) 264-5359 fax

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, 2008.

East Precinct  
2575 N. Courtenay Pkwy.  
Merrill Island, FL 32953  
(321) 455-1485  
(321) 455-1488 fax

### Comment 08-01 Travel and Meal Reimbursement

Canaveral Precinct  
111 Polk Avenue  
Cape Canaveral, FL 32920  
(321) 868-1113  
(321) 784-8340 fax

The Sheriff's Office agrees to apply Florida statutory standards to Federal training to ensure required documentation of actual expenses, and to enforce timely submittal of travel reports.

West Precinct  
2725 Judge Fran Jamieson  
Way, Bldg. E  
Viera, FL 32940  
(321) 633-2123  
(321) 633-1965 fax

### Comment 07-01 Maximum Accrual for Leave

The Sheriff's Accounting Unit will assume responsibility for reporting leave balance overages to command staff. This will ensure the accuracy of the information reported.

South Precinct  
1515 Samo Road  
Melbourne, FL 32901  
(321) 253-6684  
(321) 255-4337 fax

Sincerely,

Tom Jenkins  
Chief Administrative Officer

Brevard County  
Detention Center  
P. O. Box 800  
860 Camp Road  
Sharpes, FL 32959  
(321) 690-1500  
(321) 635-7800 fax

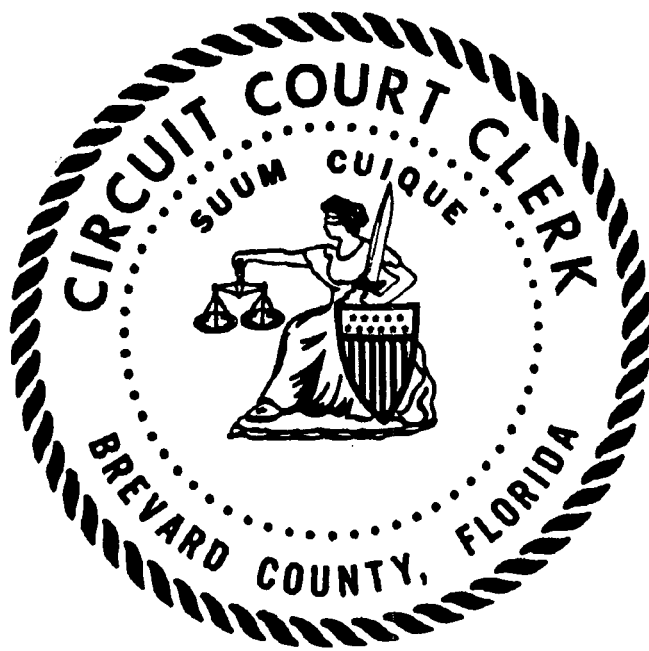
**CLERK  
OF THE  
CIRCUIT COURT**

BREVARD COUNTY CLERK OF THE CIRCUIT COURT

SEPTEMBER 30, 2008

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**Partners:**

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

**INDEPENDENT AUDITORS' REPORT**

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

We have audited the accompanying special-purpose financial statements of each major fund and the aggregate remaining fund information of the Brevard County Clerk of the Circuit Court, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Clerk of the Circuit Court's special-purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the Brevard County Clerk of the Circuit Court's management. Our responsibility is to express opinions 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 *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 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 opinions.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

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, Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation of the financial position of Brevard County, Florida and the result of its operation's in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the Brevard County Clerk of the Circuit Court, as of September 30, 2008, and the changes in financial position and, and the respective budgetary comparison for the General, 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, March 11, 2009, 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, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

March 11, 2009  
Melbourne, Florida

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



**BREVARD COUNTY**  
**CLERK OF THE CIRCUIT COURT**

**FUND FINANCIAL STATEMENTS**

SEPTEMBER 30, 2008



BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<i>General</i>	<i>Records Modernization Trust</i>
<b>ASSETS</b>		
Cash	\$ 2,162,473	\$ 1,225,830
Due from other governmental units	66,352	0
Total assets	\$ 2,228,825	\$ 1,225,830
 <b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Vouchers and contracts payable	\$ 86,211	\$ 0
Accrued wages and benefits payable	1,629,163	0
Due to other governmental units	513,451	0
Total liabilities	\$ 2,228,825	\$ 0
Fund balances:		
Unreserved reported in:		
Special Revenue funds	\$ 0	\$ 1,225,830
Total liabilities and fund balances	\$ 2,228,825	\$ 1,225,830

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

<u>Court Related Technology</u>	<u>Total</u>
\$ 536,655	\$ 3,924,958
0	66,352
<u>\$ 536,655</u>	<u>\$ 3,991,310</u>
\$ 43,772	\$ 129,983
27,073	1,656,236
0	513,451
<u>\$ 70,845</u>	<u>\$ 2,299,670</u>
\$ 465,810	\$ 1,691,640
<u>\$ 536,655</u>	<u>\$ 3,991,310</u>

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>General</u>	<u>Records Modernization Trust</u>
REVENUES		
Intergovernmental revenues	\$ 2,887,192	\$ 0
Charges for services	16,438,445	312,495
Miscellaneous revenues	859,247	9,664
Total revenues	<u>\$ 20,184,884</u>	<u>\$ 322,159</u>
EXPENDITURES		
General government	\$ 22,542,199	\$ 1,641,414
Deficiency of revenues under expenditures	<u>\$ (2,357,315)</u>	<u>\$ (1,319,255)</u>
OTHER FINANCING SOURCES		
Transfers from constitutional officers	<u>\$ 2,357,315</u>	<u>\$ 0</u>
Net change in fund balances	\$ 0	\$ (1,319,255)
Fund balances - beginning	<u>0</u>	<u>2,545,085</u>
Fund balances - ending	<u><u>\$ 0</u></u>	<u><u>\$ 1,225,830</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	\$ 2,887,192
915,342	17,666,282
43,489	912,400
<u>\$ 958,831</u>	<u>\$ 21,465,874</u>
<u>\$ 1,887,025</u>	<u>\$ 26,070,638</u>
<u>\$ (928,194)</u>	<u>\$ (4,604,764)</u>
<u>\$ 0</u>	<u>\$ 2,357,315</u>
<u>\$ (928,194)</u>	<u>\$ (2,247,449)</u>
1,394,004	3,939,089
<u>\$ 465,810</u>	<u>\$ 1,691,640</u>

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 3,454,005	\$ 3,454,005	\$ 2,887,192	\$ (566,813)
Charges for services	17,254,108	16,302,529	16,438,445	135,916
Miscellaneous revenues	1,389,065	1,389,065	859,247	(529,818)
Total revenues	<u>\$ 22,097,178</u>	<u>\$ 21,145,599</u>	<u>\$ 20,184,884</u>	<u>\$ (960,715)</u>
<b>EXPENDITURES</b>				
General government	<u>\$ 23,460,900</u>	<u>\$ 22,556,900</u>	<u>\$ 22,542,199</u>	<u>\$ 14,701</u>
Deficiency of revenues under expenditures	<u>\$ (1,363,722)</u>	<u>\$ (1,411,301)</u>	<u>\$ (2,357,315)</u>	<u>\$ (946,014)</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers from constitutional officers	<u>\$ 2,310,664</u>	<u>\$ 2,357,316</u>	<u>\$ 2,357,315</u>	<u>\$ (1)</u>
Net change in fund balances	<u>\$ 946,942</u>	<u>\$ 946,015</u>	<u>\$ 0</u>	<u>\$ (946,015)</u>
Fund balances - beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 946,942</u></u>	<u><u>\$ 946,015</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (946,015)</u></u>

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

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
 RECORDS MODERNIZATION TRUST  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Charges for services	\$ 288,000	\$ 288,000	\$ 312,495	\$ 24,495
Miscellaneous revenues	25,000	25,000	9,664	(15,336)
Total revenues	<u>\$ 313,000</u>	<u>\$ 313,000</u>	<u>\$ 322,159</u>	<u>\$ 9,159</u>
<b>EXPENDITURES</b>				
General government	\$ 2,697,350	\$ 2,697,350	\$ 1,641,414	\$ 1,055,936
Deficiency of revenues under expenditures	\$ (2,384,350)	\$ (2,384,350)	\$ (1,319,255)	\$ 1,065,095
Net change in fund balances	\$ (2,384,350)	\$ (2,384,350)	\$ (1,319,255)	\$ 1,065,095
Fund balances - beginning	2,545,085	2,545,085	2,545,085	0
Fund balances - ending	<u>\$ 160,735</u>	<u>\$ 160,735</u>	<u>\$ 1,225,830</u>	<u>\$ 1,065,095</u>

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

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
COURT RELATED TECHNOLOGY

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Charges for services	\$ 1,439,516	\$ 1,398,463	\$ 915,342	\$ (483,121)
Miscellaneous revenues	0	0	43,489	43,489
Total revenues	<u>\$ 1,439,516</u>	<u>\$ 1,398,463</u>	<u>\$ 958,831</u>	<u>\$ (439,632)</u>
<b>EXPENDITURES</b>				
General government	<u>\$ 1,927,200</u>	<u>\$ 1,888,200</u>	<u>\$ 1,887,025</u>	<u>\$ 1,175</u>
Deficiency of revenues under expenditures	<u>\$ (487,684)</u>	<u>\$ (489,737)</u>	<u>\$ (928,194)</u>	<u>\$ (438,457)</u>
Net change in fund balances	<u>\$ (487,684)</u>	<u>\$ (489,737)</u>	<u>\$ (928,194)</u>	<u>\$ (438,457)</u>
Fund balances - beginning	<u>1,394,004</u>	<u>1,394,004</u>	<u>1,394,004</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 906,320</u></u>	<u><u>\$ 904,267</u></u>	<u><u>\$ 465,810</u></u>	<u><u>\$ (438,457)</u></u>

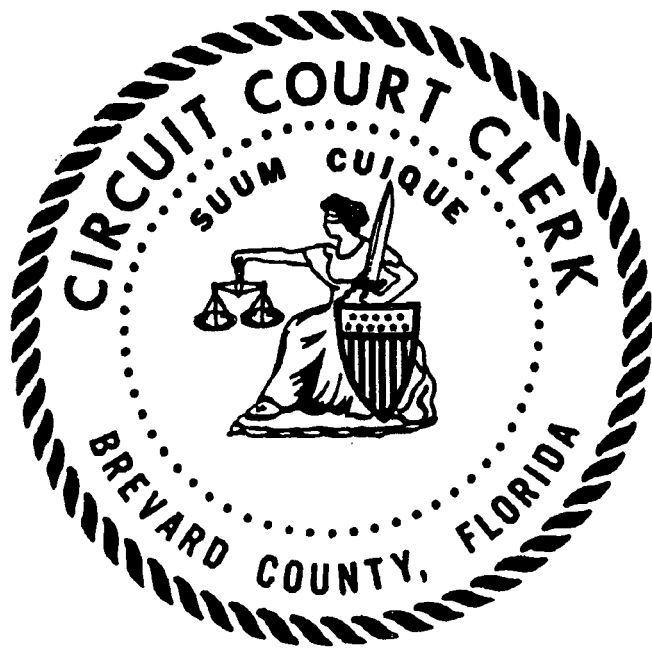
The accompanying notes to the financial statements are an integral part of this statement.



BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2008

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and equivalents	\$ 12,414,396
Investments in SBA	42,198
Other receivable	<u>87,967</u>
Total assets	<u><u>\$ 12,544,561</u></u>
 <b>LIABILITIES</b>	
Due to employees, individuals, and others	\$ 745,702
Due to other governmental units	1,931,601
Escrow and refundable deposits	<u>9,867,258</u>
Total liabilities	<u><u>\$ 12,544,561</u></u>

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



BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Brevard County Clerk of the Circuit Court is a separately elected official established pursuant to the Constitution of the State of Florida.

B. 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 for the purpose of complying with Section 218.39(2), Florida Statutes and Chapter 10.550 Rules of the Auditor General. The Clerk of the Circuit Court is reported as part of the primary government of Brevard County, Florida. The Clerk's special-purpose financial statements do not purport to reflect the financial position or results of operations of Brevard County, Florida, taken as a whole.

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

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

The Clerk utilizes the following major funds:

**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.

**Records Modernization Trust Fund** - is used 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** - is used to account for court related technology needs of the Clerk as defined in Section 29.008, Florida Statutes.

Records Modernization Trust and Court Related Technology have restricted and unrestricted funds. The Clerk utilizes the unrestricted funds prior to the restricted, per Florida Statutes.

The Clerk also reports the following fund types:

**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.

The Clerk's agency funds serve as a means of accounting for collection of certain fines and fees and distributing them per Florida Statutes.

C. Budget

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

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

D. Capital Assets

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

	<u>Oct. 1, 2007</u>	<u>Adjustments</u>	<u>Oct. 1, 2007 As adjusted</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2008</u>
Governmental Activities:						
Operating machinery and equipment	\$4,495,253	\$(154,976)	\$4,340,277	\$ 377,229	\$213,536	\$4,503,970
Less accumulated depreciation	<u>2,117,847</u>	<u>0</u>	<u>2,117,847</u>	<u>617,573</u>	<u>195,182</u>	<u>2,540,238</u>
Total governmental activities capital assets, net	<u>\$2,377,406</u>	<u>\$(154,976)</u>	<u>\$2,222,430</u>	<u>\$(240,344)</u>	<u>\$ 18,354</u>	<u>\$1,963,732</u>

Capital assets used by the Clerk's operations are recorded in the governmental fund types as expenditures at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County.

An adjustment to the capital assets balance at October 1, 2007 was made as a result of prior capitalization of a portion of the new storage building under construction.

E. Investments

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

F. Accrued Compensated Absences

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

The Clerk of the Circuit Court accrued compensated absences were:

<u>Oct. 1, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept. 30, 2008</u>
\$2,289,704	\$344,457	\$182,980	\$2,451,181

The accrued compensated absence liability due within one year is estimated at \$182,774.

G. Reserves of Fund Balances and Net Assets

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

H. Use of Estimates

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

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

2. Cash and Investments

Refer to Notes 4 and 5 in the County-wide Financial Statements.

The carrying amount of the Clerk's deposits with financial institutions was \$16,330,854, and the bank balance was \$17,983,787. 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. \$17,983,787

On September 30, 2008 the Clerk had \$29,256 invested in Pool A/LGIP and \$12,942 remaining in Pool B, with a fair value of \$10,332.

The Clerk has a petty cash fund of \$8,500.

3. Deferred Compensation

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

4. Retirement

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

The Clerk's contributions for the years ending September 30, 2008, 2007, and 2006 were \$1,483,140, \$1,500,292, and \$1,149,235, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2008, represented 10.09% of covered payroll.

5. Leases

The Clerk is obligated under noncancelable operating leases for office equipment through September 2013. Total cost for the year ended September 30, 2008, was \$95,186.

The future minimum lease payment is as follows:

Year Ended <u>Sept. 30</u>	<u>Amount</u>
2009	\$ 67,523
2010	54,384
2011	11,084
2012	4,080
2013	<u>680</u>
Total minimum lease payable	<u>\$137,751</u>

BREVARD COUNTY CLERK OF THE CIRCUIT COURT  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

6. Risk Management

Refer to Note 20 in the County-wide Financial Statements.

7. Other Postemployment Benefits

Refer to Note 26 in the County-wide Financial Statements.

The following table shows the actuarial determined components of the Clerk of Circuit Court employee's portion of Brevard County's obligation as of October 1, 2007 based on the current plan provisions:

Annual required contribution	\$ 955,384
Interest on net OPEB contribution	0
Adjustment to annual required contribution	<u>0</u>
Annual OPEB cost (expense)	\$ 955,384
Contributions made	<u>(214,393)</u>
Increase in net OPEB obligation	\$ 740,991
Net OPEB obligation – beginning of year	<u>0</u>
Net OPEB obligation – end of year	<u>\$ 740,991</u>

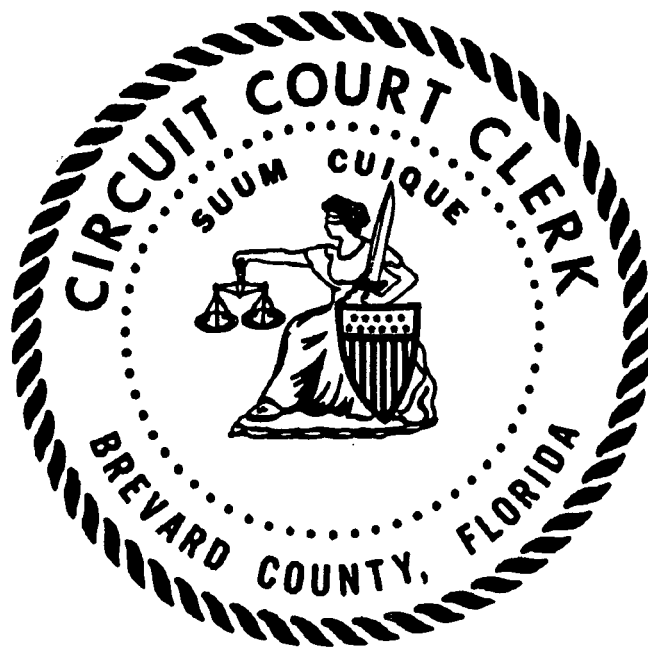
No trust or agency fund has been established by Brevard County for the plan; there were no adjustments to the annual required contribution or interest earnings.

Funded Status and Funding Progress - The contributions made for the 2008 fiscal year were 22.4% of the annual OPEB cost. Information for the two preceding fiscal years is not available. As of the October 1, 2007 actuarial valuation date the actuarial accrued liability for benefits was \$10,538,590, all of which was unfunded by Brevard County. The annual payroll of active employees covered by the OPEB plan was \$14,703,003 and the ratio of the UAAL to the covered payroll was 71.7%.

8. Subsequent Event

Refer to Note 25 in the County-wide Financial Statements.

As discussed in Note 2, at September 30, 2008, the Brevard County Clerk of the Circuit Court had \$42,198 invested in the State Board of Administration's Local Government Surplus Funds Trust Fund Investment Pool (Pool).





**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  
SPECIAL-PURPOSE FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***



**MANAGEMENT LETTER  
and  
MANAGEMENT COMMENTS and RECOMMENDATIONS**



**MANAGEMENT'S RESPONSE**

SEPTEMBER 30, 2008

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

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

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



We have audited the special-purpose financial statements of each major fund and the aggregate remaining fund information of the Brevard County Clerk of the Circuit Court ("the Clerk"), as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Clerk of the Circuit Court's special-purpose financial statements and have issued our report thereon dated March 11, 2009. 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

BREVARD OFFICE  
8035 Spyglass Hill Road  
Melbourne, FL 32940  
phone: 321.757.2020  
fax: 321.242.4844

In planning and performing our audit, we considered the Brevard County Clerk of the Circuit Court's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Clerk's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Clerk's internal control over financial reporting.

ORLANDO OFFICE  
480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789  
phone: 407.644.5811  
fax: 407.644.6022

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

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Clerk's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Clerk's special-purpose financial statements that is more than inconsequential will not be prevented or detected by the Clerk's internal control. We consider the deficiencies described in the accompanying "Management Comments and Recommendations" at items 08-1 and 08-2 to be significant deficiencies in internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Brevard County Clerk of the Circuit Court, in a separate letter dated March 11, 2009.

The Brevard County Clerk of the Circuit Court's response to the findings identified in our audit is described in the accompanying "Management Comments and Recommendations". We did not audit the Brevard County Clerk of the Circuit Court's response and, accordingly, we express no opinion on it.

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

March 11, 2009  
Melbourne, Florida

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

MANAGEMENT LETTER

Partners:

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

Honorable Scott Ellis  
Brevard County Clerk of the Circuit Courts  
Brevard County, Florida.

We have audited the special-purpose financial statements of the Brevard County Clerk of the Circuit Court, Florida, as of and for the fiscal year ended September 30, 2008, and have issued our report thereon dated March 11, 2009.

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. We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters. Disclosures in that report, which are dated March 11, 2009, should be considered in conjunction with this management letter.



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

BREVARD OFFICE

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

ORLANDO OFFICE

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

- Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no recommendations in the preceding annual financial audit report
- Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Brevard County Clerk of the Circuit Court complied with Section 218.415, Florida Statutes.
- Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, recommendations are noted in the attachment to this letter "Management Comments and Recommendations."
- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of financial statement amounts that is less than material, but, more than inconsequential. In connection with our audit, we did not have any such findings.

- Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and (2) control deficiencies that are not significant deficiencies, including, but not limited to; (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)6., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Brevard County Clerk of the Circuit Court was 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). The Brevard County Clerk of the Circuit Court does not have any related component units.
- Section 10.554(1)(i)8., Rules of the Auditor General, requires a statement as to whether or not the clerk of the courts complied with Section 28.35, Florida Statutes, regarding the budget and performance standards certified by the Florida Clerk of Courts Operations Corporation. In connection with our audit, we determined that the clerk did not comply with all performance standards pursuant to Section 28.35, Florida Statutes. Findings are noted in the attachment to this letter "Management Comments and Recommendations."

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America requires us to indicate that this letter is intended solely for the information and use of the Brevard County Clerk of the Circuit Court, management, and the Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

March 11, 2009  
Melbourne, Florida

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

**Brevard County Clerk of the Circuit Court**  
**MANAGEMENT COMMENTS AND RECOMMENDATIONS**

**September 30, 2008**

**Current Year Comments**

08-01 Management approval of bank reconciliations

Criteria: Timely preparation of complete and accurate bank reconciliations is a key to maintaining adequate control over both cash receipts and disbursements. Management's review of the bank statement and reconciliation will ensure that unusual items are investigated on a timely basis.

Condition: Bank reconciliations are prepared on a timely basis by the assigned accounting specialists, however, management is not provided with the reconciliations for review.

Cause: The bank reconciliation policy has not been followed by assigned accounting specialists or enforced by management.

Effect: Unusual transactions can not be investigated on a timely basis.

Recommendation: Management should enforce the bank reconciliation policy. Subsequent to the discussion with management about the condition, management immediately began enforcing the bank reconciliation policy, effective February 2009 and will be reviewing and approving all bank reconciliations from now on.

08-02 Follow-up on cases with balances due

Criteria: Florida Statute 28.246 requires the Clerk of Courts to pursue the collection of unpaid court-related balances greater than ninety days.

Condition: Two cases out of a sample of 25 with court-related balances greater than ninety days had not been assigned for collection. A total population of 296,388 cases from 1960 to 2008 with unpaid balances of \$117 million was requested for testing.

Cause: One case was excluded from collection due to an event code that was not updated for the change in requirements. The other case was excluded from collection due to a suspension process that was not run on December 30, 2005 due to the holidays. As a result, the suspension transmission date was not updated to the case and thus was excluded from the collection process.

Effect: Unpaid case balances that are not collected and not recorded as revenue.

Recommendation: Implement a reconciliation of unpaid case balances recorded in the FACTs database with the cases assigned to the collection agencies as they are assigned. In addition a review process of the scripts used to generate the cases for collection should be implemented to address any changes in statutes, event codes, etc. Based on the two cases that were excluded from the collection process, the Clerk performed an additional search and identified ten additional cases that were excluded from the collection process as a result of the failure to run the suspension process. The Clerk has implemented changes to the script processes to correct the omissions in the scripts that caused the above condition.

**Brevard County Clerk of the Circuit Court**  
**MANAGEMENT COMMENTS AND RECOMMENDATIONS**

**September 30, 2008**

**Current Year Recommendation**

**08-03 Article V - Output Measures**

Criteria: Article V compliance with performance measures requires that the number of new and reopened civil cases filed, by court; the number of defendants for new and reopened criminal court cases filed, by court; the number of financial receipts; the number of jurors summoned; the number of juror payments issued; and the number of notices of appeal filed agree to the same number of cases and case types as reported to the Florida Clerks of Court Operations Corporation ("Corporation").

Condition: Lack of adequate systems in place for the accumulation and reporting of performance data.

Cause: The query script process used to obtain the total new cases, reopen cases and notice of appeal case counts from FACTs is not consist with the Business Rules and Budget Instructions provided by the Corporation.

Effect: Inconsistent performance measures used to facilitate an objective determination of the performance of each clerk in accordance with minimum standards for operational efficiency.

Recommendation: Management should implement query scripts that will total the case counts consistently based on the Business Rules and Budget Instructions provided by the Corporation.

**08-04 Article V - Collection Rate Output Measures**

Criteria: Article V compliance with performance measures requires that the collection rate outcome measures are comparable to the actual performance measures reported by the clerk to the performance standards included on the clerk's budget documents.

Condition: The "Collections Quarterly Report Form for CCOC" reported at September 30, 2008, was incorrectly reported.

Cause: Changes were made to the FACTs receivable table during July 2008 that included receivable codes that were left out of the programming script used to generate the data for the "Collections Quarterly Report Form for CCOC."

Effect: Incorrect recording of performance data that are intended to facilitate an objective determination of the performance of each clerk in accordance with minimum standards for effective collection of fines, fees, service charges, and court costs.

Recommendation: Management should implement a review process when data tables or programming scripts are revised, updated or changed in order to insure the correct output of information.

**Brevard County Clerk of the Circuit Court**  
**MANAGEMENT COMMENTS AND RECOMMENDATIONS**

**September 30, 2008**

**Current Year Recommendation - continued**

08-05 Article V - Timeliness Rate Output Measures

Criteria: Article V compliance with performance measures requires that the timeliness rate outcome measures are comparable to the actual performance measures reported by the clerk to the performance standards included on the clerk's budget documents.

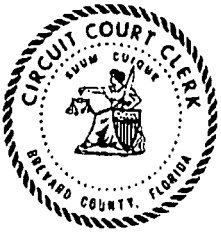
Condition: Two jurors out of 25 samples selected received payment for service greater than 20 days after the last day of juror service.

Cause: Clerk staff incorrectly entered the jurors notices marked "Retired" as "Employer pays..." into the juror payment system.

Effect: Jurors were not compensated for juror service in a timely manor.

Recommendation: Management should re-train clerk staff and / or add a review 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**

**March 30, 2009**

Honorable David W. Martin, Auditor General  
State of Florida  
Claude Denson Pepper Bldg.,  
111 West Madison Street,  
Tallahassee, Florida 32399-1450

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 08-01 Management approval of bank reconciliations:

As noted, management immediately began timely approval of bank reconciliations and will continue to do so.

Finding 08-02 Follow-up on cases with balances due:

Changes were made to the program to select all cases to correct the omission of any future cases with balances due.

Finding 08-03 Article V – Output Measures:

Query scripts will be reviewed to ensure they are tabulating the total new cases, reopen cases and notice of appeals consistent with the Business Rules and Budget Instructions provided by the Florida Clerks of Court Operations Corporation.

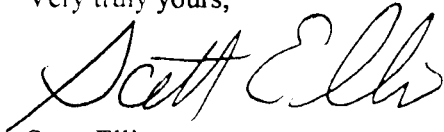
Finding 08-04 Article V – Collection Rate Output Measures:

Changes made to our Courts management software will be reviewed to ensure correct information is retrieved for our various reports.

Finding 08-05 Article V – Timeliness Rate Output Measures:

Juror payments will be reviewed on a sample basis to ensure timely payments are made.

Very truly yours,

A handwritten signature in cursive script that reads "Scott Ellis". The signature is written in black ink and is positioned above the printed name and title.

Scott Ellis  
Clerk of Courts

SE/mmc

**TAX**

**COLLECTOR**

BREVARD COUNTY TAX COLLECTOR

SEPTEMBER 30, 2008

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**Partners:**

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

**INDEPENDENT AUDITORS' REPORT**

The Honorable Lisa Cullen  
Brevard County Tax Collector  
Brevard County, Florida

We have audited the accompanying special-purpose financial statements of the major fund and the aggregate remaining fund information of the Brevard County Tax Collector, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Tax Collector's special-purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the Brevard County Tax Collector's management. Our responsibility is to express opinions 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 *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 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 opinions.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

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, Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation of the financial position of Brevard County, Florida and the result of its operation's in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund and the aggregate remaining fund information of the Brevard County Tax Collector, as of September 30, 2008, and the changes in financial position and, 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, March 11, 2009, 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, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

March 11, 2009  
Melbourne, Florida

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

**BREVARD COUNTY**

**TAX COLLECTOR**

**FUND FINANCIAL STATEMENTS**

SEPTEMBER 30, 2008



BREVARD COUNTY TAX COLLECTOR  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<i>General</i>
<b>ASSETS</b>	
Cash	\$ 6,217,411
Due from constitutional officers	27,872
Total assets	\$ 6,245,283
<b>LIABILITIES AND FUND BALANCE</b>	
Liabilities:	
Vouchers and contracts payable	\$ 22,429
Due to employees, individuals, and others	3,543
Due to Board	5,936,589
Due to other governmental units	282,722
Total liabilities	\$ 6,245,283
Fund balance	\$ 0
Total liabilities and fund balance	\$ 6,245,283

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, 2008

	<i>General</i>
REVENUES	
Charges for services	\$ 15,679,576
Miscellaneous revenues	224,988
Total revenues	\$ 15,904,564
EXPENDITURES	
General government	\$ 9,699,086
Excess of revenues over expenditures	\$ 6,205,478
OTHER FINANCING USES	
Transfers to constitutional officers and other governmental units	\$ (6,205,478)
Total other financing uses	\$ (6,205,478)
Net change in fund balances	\$ 0
Fund balance - beginning	0
Fund balance - ending	\$ 0

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 BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2008

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
<b>REVENUES</b>				
Charges for services	\$ 15,504,754	\$ 15,730,527	\$ 15,679,576	\$ (50,951)
Miscellaneous revenues	192,600	224,900	224,988	88
Total revenues	<u>\$ 15,697,354</u>	<u>\$ 15,955,427</u>	<u>\$ 15,904,564</u>	<u>\$ (50,863)</u>
<b>EXPENDITURES</b>				
General government	\$ 10,103,243	\$ 10,293,050	\$ 9,699,086	\$ 593,964
Excess of revenues over expenditures	<u>\$ 5,594,111</u>	<u>\$ 5,662,377</u>	<u>\$ 6,205,478</u>	<u>\$ 543,101</u>
<b>OTHER FINANCING USES</b>				
Transfers to constitutional officers and other governmental units	\$ (5,594,111)	\$ (5,662,377)	\$ (6,205,478)	\$ (543,101)
Total other financing uses	<u>\$ (5,594,111)</u>	<u>\$ (5,662,377)</u>	<u>\$ (6,205,478)</u>	<u>\$ (543,101)</u>
Net change in fund balance	\$ 0	\$ 0	\$ 0	\$ 0
Fund balance - beginning	0	0	0	0
Fund balance - 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 TAX COLLECTOR  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2008

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and equivalents	\$ 38,839,837
Other receivable	120,460
Due from other governmental units	394
Total assets	<u>\$ 38,960,691</u>
 <b>LIABILITIES</b>	
Due to employees, individuals, and others	\$ 1,190,308
Due to other governmental units	29,465,513
Prepaid taxes	8,304,870
Total liabilities	<u>\$ 38,960,691</u>

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

BREVARD COUNTY TAX COLLECTOR  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Brevard County Tax Collector is a separately elected official established pursuant to the Constitution of the State of Florida.

B. 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 for the purpose of complying with Section 218.39(2), Florida Statutes and Chapter 10.550 Rules of the Auditor General. The Tax Collector is reported as part of the primary government of Brevard County, Florida. The Tax Collector's special-purpose financial statements do not purport to reflect the financial position or results of operations of Brevard County, Florida, taken as a whole.

BREVARD COUNTY TAX COLLECTOR  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

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

The Tax Collector utilizes the following major fund:

**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.

The Tax Collector also reports the following fund type:

**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. These agency funds are used to account for taxes collected by the Tax Collector on behalf of other governments.

C. Budget

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

D. Capital Assets

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

	<u>Oct. 1, 2007</u>	<u>Adjustments</u>	<u>Oct. 1, 2007 As adjusted</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2008</u>
Governmental Activities:						
Operating machinery and equipment	\$2,209,197	(\$85,989)	\$2,123,208	\$288,956	\$11,207	\$2,400,957
Less accumulated depreciation	<u>1,149,554</u>	<u>0</u>	<u>1,149,554</u>	<u>277,450</u>	<u>10,062</u>	<u>1,416,942</u>
Total governmental activities capital assets, net	<u>\$1,059,643</u>	<u>(\$85,989)</u>	<u>\$ 973,654</u>	<u>\$ 11,506</u>	<u>\$ 1,145</u>	<u>\$ 984,015</u>

Capital assets used by the Tax Collector's operations are recorded in the governmental fund types as expenditures at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County.

An adjustment to the capital assets balance at October 1, 2007 was made as a result of prior capitalization of a portion of the Titusville Tag office under construction.

BREVARD COUNTY TAX COLLECTOR  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

E. Investments

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

F. Accrued Compensated Absences

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

The Tax Collector accrued compensated absences were:

<u>Oct 1, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept 30, 2008</u>
\$631,954	\$68,398	\$56,855	\$643,497

The accrued compensated absence due within one year is estimated at \$64,593.

G. Reserves of Fund Balances

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

H. Use of Estimates

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

2. Cash and Investments

Refer to Notes 4 and 5 in the County-wide Financial Statements.

The carrying amount of the Tax Collector's deposits with financial institutions was \$16,355,187, and the bank balance was \$16,106,826. 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. \$16,106,826

The remaining balance classified as cash in the amount of \$14,200 is in the Petty Cash/Change Funds which represent both book and market value.

On September 30, 2008, the Tax Collector had \$21,300,928 invested in Pool A/LGIP and \$9,250,464 remaining in Pool B, with a fair value of \$7,386,933.

3. Deferred Compensation

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

BREVARD COUNTY TAX COLLECTOR  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

4. Retirement

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

The Tax Collector's contributions for the years ending September 30, 2008, 2007, and 2006 were \$509,005, \$530,890, and \$450,221, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2008, represented 10.23% of covered payroll.

5. Leases

The Tax Collector is obligated under a noncancelable operating lease for office equipment through May 2012. Total cost for the year ended September 30, 2008, was \$54,777. The future minimum lease payment is as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2009	\$45,580
2010	14,132
2011	14,132
2012	<u>10,599</u>
Total	<u>\$84,443</u>

The Tax Collector leases three office facilities under noncancelable operating leases. Total costs for the leases were \$246,934 for the year ended September 30, 2008. The known future minimum lease payments are as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2009	\$ 210,218
2010	191,650
2011	150,165
2012	155,287
2013	128,536
2014-2016	<u>189,753</u>
Total	<u>\$1,025,609</u>

6. Risk Management

Refer to Note 20 in the County-wide Financial Statements.



BREVARD COUNTY TAX COLLECTOR  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

7. Other Postemployment Benefits

Refer to Note 26 in the County-wide Financial Statements.

The following table shows the actuarial determined components of the Tax Collector employee's portion of Brevard County's obligation as of October 1, 2007 based on the current plan provisions:

Annual required contribution	\$ 448,923
Interest on net OPEB contribution	0
Adjustment to annual required contribution	<u>0</u>
Annual OPEB cost (expense)	\$ 448,923
Contributions made	<u>(150,745)</u>
Increase in net OPEB obligation	\$ 298,178
Net OPEB obligation – beginning of year	<u>0</u>
Net OPEB obligation – end of year	<u>\$ 298,178</u>

No trust or agency fund has been established by Brevard County for the plan; there were no adjustments to the annual required contribution or interest earnings.

Funded Status and Funding Progress - The contributions made for the 2008 fiscal year were 33.6% of the annual OPEB cost. Information for the two preceding fiscal years is not available. As of the October 1, 2007 actuarial valuation date the actuarial accrued liability for benefits was \$5,106,884, all of which was unfunded by Brevard County. The annual payroll of active employees covered by the OPEB plan was \$4,976,103 and the ratio of the UAAL to the covered payroll was 102.6%.

8. Subsequent Event

Refer to Note 25 in the County-wide Financial Statements.

As discussed in Note 2, at September 30, 2008, the Brevard County Tax Collector had \$30,551,392 invested in the State Board of Administration's Local Government Surplus Funds Trust Fund Investment Pool (Pool).

**BREVARD COUNTY**  
**TAX COLLECTOR**

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



**MANAGEMENT LETTER  
and  
MANAGEMENT RECOMMENDATION**



**MANAGEMENT'S RESPONSE**

SEPTEMBER 30, 2008

**Partners:**

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

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

Honorable Lisa Cullen  
Brevard County Tax Collector  
Brevard County, Florida



We have audited the special-purpose financial statements of the major fund and the aggregate remaining fund information of the Brevard County Tax Collector, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Tax Collector's special-purpose financial statements and have issued our report thereon dated March 11, 2009. 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

BREVARD OFFICE

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

In planning and performing our audit, we considered the Brevard County Tax Collector's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Brevard County Tax Collector's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Brevard County Tax Collector's internal control over financial reporting.

ORLANDO OFFICE

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Brevard County Tax Collector's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Brevard County Tax Collector's special-purpose financial statements that is more than inconsequential will not be prevented or detected by the Brevard County Tax Collector's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 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*.

We noted certain matters that we reported to management of the Brevard County Tax Collector, in a separate letter dated March 11, 2009.

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

March 11, 2009  
Melbourne, Florida

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

**Partners:**

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

**MANAGEMENT LETTER**

Honorable Lisa Cullen  
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, 2008, and have issued our report thereon dated March 11, 2009.



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. We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters. Disclosures in that report, which are dated March 11, 2009, 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. This letter includes the following information, which is not included in the aforementioned auditors' reports:

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

- Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report. There were no recommendations made in the preceding annual financial audit report.
- Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Brevard County Tax Collector complied with Section 218.415, Florida Statutes.
- Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, a recommendation is noted in the attachment to this letter "Management Recommendation."

- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of financial statement amounts that is less than material, but, more than inconsequential. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and (2) control deficiencies that are not significant deficiencies, including, but not limited to; (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)6., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Brevard County Tax Collector was 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). The Brevard County Tax Collector does not have any related component units.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America requires us to indicate that this letter is intended solely for the information and use of the Brevard County Tax Collector, management, and the Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

March 11, 2009  
Melbourne, Florida

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

**Brevard County Tax Collector**  
**MANAGEMENT RECOMMENDATION**

**September 30, 2008**

**Current Year Recommendation**

08-01 IT / IS Department Separation of Duties

Criteria: The organizational structure of the IT / IS department should require adequate staffing and training to mitigate the risk of a single point failure.

Condition: The Tax Collector's IT / IS department is small with the IT and IS managers having total knowledge, access and control over the IT network and IS databases.

Cause: The Tax Collector has maintained a small IT / IS department of four to five employees including management. The organizational structure of the IT department required overlapping of internal control functions to maintain the system. (i.e. the IS manager is on call to respond to hardware outages and network security issues)

Effect: The retirement of the IT department manager required the next level of management in the IT department to assume the IT department manager's responsibilities as well as his own. With the retirement of the IT department manager, only two IT / IS employees have the knowledge, access and control over the IT network and IS databases should the system fail.

Recommendation: The Tax Collector should evaluate the IT / IS department structure and train additional IT / IS qualified staff to maintain the network and databases efficiently and effectively.

Follow-up: The newly elected Tax Collector responded to the verbally discussed recommendation immediately by contracting with a reputable IT / IS system consultant. The consultant is evaluating the Tax Collector's IT / IS systems and will be making recommendations to improve the internal control and establish a disaster recovery plan.



LISA CULLEN, C.F.C.  
CERTIFIED FLORIDA COLLECTOR

# BREVARD COUNTY

## OFFICE OF THE TAX COLLECTOR

400 South Street, 6th Floor  
Post Office Box 2500, Titusville, FL 32781-2500  
Telephone (321) 264-6920, Fax (321) 264-5398

April 30, 2009

Honorable David W. Martin, CPA  
Auditor General  
State of Florida  
P.O. Box 1735  
Tallahassee, FL 32301-1735

RE: Response to Auditors' Management Recommendation

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 auditor's management recommendation for the fiscal year ended September 30, 2008.

Recommendation 08-01 IT / IS Department Staffing and Training

I agree with this recommendation and will ensure that the IT / IS Department is adequately staffed and trained. As the newly elected Tax Collector, I have contracted with a reputable IT / IS systems consultant to evaluate and make recommendations to improve the operational efficiency, internal control, and disaster recovery readiness of the Tax Collector's IT / IS Department.

Sincerely,

Lisa Cullen, CFC  
Brevard County Tax Collector

LC/bs

BRANCH OFFICES:

1515 Samo Road, Melbourne, Florida 32935 - 2575 N. Courtenay Parkway, Merritt Island, Florida 32953  
Rockledge Square Shopping Center, 1840 S. U.S. 1, Rockledge, Florida 32955  
240 E. Eau Gallie Blvd., Indian Harbour Beach, Florida 32937  
450 Cogan Dr. SE, Palm Bay, Florida 32905  
700 Park Ave., Titusville, Florida 32780





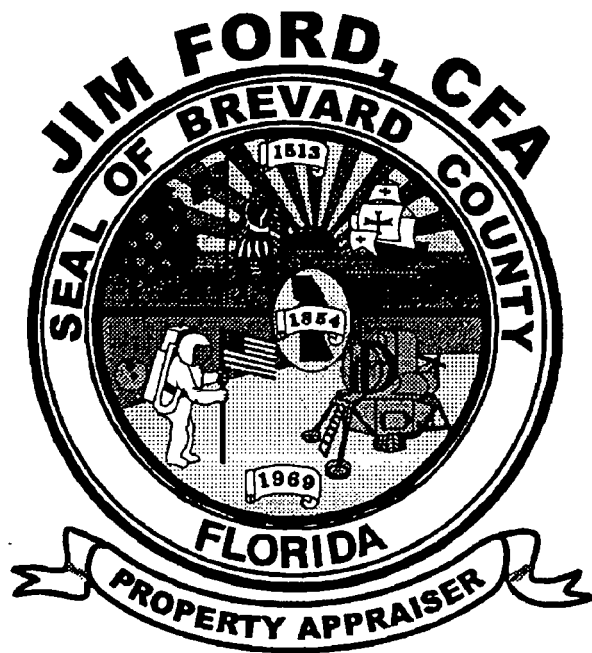
**PROPERTY  
APPRAISER**

BREVARD COUNTY PROPERTY APPRAISER

SEPTEMBER 30, 2008

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**Partners:**

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

**INDEPENDENT AUDITORS' REPORT**

The Honorable Jim Ford  
Brevard County Property Appraiser  
Brevard County, Florida



We have audited the accompanying special-purpose financial statements of the major fund of the Brevard County Property Appraiser, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Property Appraiser's special-purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the 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 *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 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.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

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, Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation of the financial position of Brevard County, Florida and the result of its operation's in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund of the Brevard County Property Appraiser, as of September 30, 2008, 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, March 11, 2009, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

March 11, 2009  
Melbourne, Florida

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

BREVARD COUNTY  
PROPERTY APPRAISER

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2008

BREVARD COUNTY PROPERTY APPRAISER  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<i>General</i>
<b>ASSETS</b>	
Cash	\$ 853,516
Prepaid expenses	232,274
Total assets	\$ 1,085,790
<b>LIABILITIES AND FUND BALANCE</b>	
Liabilities:	
Accounts payable	\$ 18,350
Accrued compensation	56,014
Deferred revenue	199,579
Due to board and constitutional officers	547,817
Due to other governmental units	31,756
Total liabilities	\$ 853,516
Fund balance:	
Reserve for prepaid items	\$ 232,274
Total liabilities and fund balance	\$ 1,085,790

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, 2008

	<i>General</i>
REVENUES	
Charges for services	\$ 858,974
Miscellaneous revenues	62,462
Total revenues	\$ 921,436
EXPENDITURES	
General government	\$ 11,112,050
Deficiency of revenues under expenditures	\$ (10,190,614)
OTHER FINANCING SOURCES AND (USES)	
Transfers from constitutional officers and other governmental units	\$ 10,815,340
Transfers to constitutional officers and other governmental units	(558,510)
Total other financing sources and uses	\$ 10,256,830
Net change in fund balance	\$ 66,216
Fund balance - beginning	\$ 68,226
Increase in reserve for prepaids	97,832
Fund balance - ending	\$ 232,274

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with final budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Charges for services	\$ 378,112	\$ 385,447	\$ 858,974	\$ 473,527
Miscellaneous revenues	0	0	62,462	62,462
Total revenues	<u>\$ 378,112</u>	<u>\$ 385,447</u>	<u>\$ 921,436</u>	<u>\$ 535,989</u>
<b>EXPENDITURES</b>				
General government	<u>\$ 10,922,201</u>	<u>\$ 11,134,071</u>	<u>\$ 11,112,050</u>	<u>\$ 22,021</u>
Deficiency of revenues under expenditures	<u>\$ (10,544,089)</u>	<u>\$ (10,748,624)</u>	<u>\$ (10,190,614)</u>	<u>\$ 558,010</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers from constitutional officers and other governmental units	\$ 10,544,089	\$ 10,748,624	\$ 10,815,340	\$ 66,716
Transfers from constitutional officers and other governmental units	0	0	(558,510)	(558,510)
Total other financing sources and uses	<u>\$ 10,544,089</u>	<u>\$ 10,748,624</u>	<u>\$ 10,256,830</u>	<u>\$ (491,794)</u>
Net change in fund balances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 66,216</u>	<u>\$ 66,216</u>
Fund balance - beginning	0	0	68,226	68,226
Increase in reserve for prepaids	0	0	97,832	97,832
Fund balance - ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 232,274</u>	<u>\$ 232,274</u>

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

BREVARD COUNTY PROPERTY APPRAISER  
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Brevard County Property Appraiser is a separately elected official established pursuant to the Constitution of the State of Florida.

B. 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.

BREVARD COUNTY PROPERTY APPRAISER  
 NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

These special-purpose financial statements are fund financial statements that have been prepared for the purpose of complying with Section 218.39(2), Florida Statutes and Chapter 10.550 Rules of the Auditor General. The Property Appraiser is reported as part of the primary government of Brevard County, Florida. The Property Appraiser's special-purpose financial statements do not purport to reflect the financial position or results of operations of Brevard County, Florida, taken as a whole.

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

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.

C. Budget

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

D. Prepaid Items

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

E. Capital Assets

Refer to Note 1. F. in the County-wide Financial Statements. Capital asset activity for the year ended September 30, 2008 was as follows:

	<u>Oct. 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2008</u>
Governmental Activities:				
Operating machinery and equipment	\$1,388,015	\$ 25,887	\$51,707	\$1,362,195
Less accumulated depreciation	<u>846,360</u>	<u>202,548</u>	<u>49,562</u>	<u>999,346</u>
Total governmental activities capital assets, net	<u>\$ 541,655</u>	<u>\$(176,661)</u>	<u>\$ 2,145</u>	<u>\$ 362,849</u>

BREVARD COUNTY PROPERTY APPRAISER  
 NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

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 Property Appraiser accrued compensated absences were:

<u>Oct 1, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept 30, 2008</u>
\$939,396	\$953,446	\$965,801	\$927,041

Accrued compensated absence liability due within one year is estimated at \$42,000.

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.

2. Comparison of Expenditures to Appropriations

Appropriations exceeded expenditures in the General Fund by \$22,021 as a result of a decrease in the expense accounts for personal services, operating expenses and capital outlay. The Property Appraiser receives funding from the Board of County Commissioners to provide field data collections in support of County programs. During the year, actual revenue for mapping services totaled \$473,527 and is included in charges for services. The Florida Department of Revenue does not require that mapping services revenues or expenditures be budgeted. When excluding mapping related amounts, the actual charges for services are the final budgeted amounts and the actual general government expenditures are \$475,507 less than the final budgeted amounts.

BREVARD COUNTY PROPERTY APPRAISER  
 NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

3. Cash and Investments

Refer to Notes 4 and 5 in the County-wide Financial Statements.

The carrying amount of the Property Appraiser's deposits with financial institutions was \$853,516 and the bank balance was \$320,317. 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.	\$320,317
--	-----------

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with longer maturities have greater sensitivity to changes in market interest rates. The Property Appraiser does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rate.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity Date less than one month</u>
Repurchase agreement	\$ 582,000	\$ 582,000

4. Deferred Compensation

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

5. Retirement

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

The Property Appraiser's contributions for the years ending September 30, 2008, 2007, and 2006 were \$677,392, \$711,702, and \$541,503 respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2008, represented 10% of covered payroll.

BREVARD COUNTY PROPERTY APPRAISER  
 NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

6. Leases

The Property Appraiser is obligated under an operating lease agreement for office equipment and vehicles through the year 2012. Total cost for the lease was \$120,763 for the year ended September 30, 2008. The future minimum lease payments are as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2009	\$ 89,340
2010	54,499
2011	10,292
2012	<u>5,146</u>
Total	<u>\$ 159,277</u>

7. Risk Management

Refer to Note 20 in the County-wide Financial Statements.

8. Other Postemployment Benefits

Refer to Note 26 in the County-wide Financial Statements.

The following table shows the actuarial determined components for the Property Appraiser employee's portion of Brevard County's obligation as of October 1, 2007 based on the current plan provisions:

Annual required contribution	\$ 380,707
Interest on net OPEB contribution	-
Adjustment to annual required contribution	-
Annual OPEB cost (expense)	<u>\$ 380,707</u>
Contributions made	<u>(123,433)</u>
Increase in net OPEB obligation	\$ 257,274
Net OPEB obligation - beginning of year	-
Net OPEB obligation - end of year	<u>\$ 257,274</u>

No trust or agency fund has been established by Brevard County for the plan; there were no adjustments to the annual required contribution or interest earnings.

BREVARD COUNTY PROPERTY APPRAISER  
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

Funded Status and Funding Progress – The contributions for the 2008 fiscal year were 32.4% of the annual OPEB cost. Information for the two preceding fiscal years is not available. As of the October 1, 2007 actuarial valuation date the actuarial accrued liability for benefits was \$4,596,934, all of which was unfunded by Brevard County. The annual payroll of active employees covered by the OPEB plan was \$6,550,388 and the ratio of the UAAL to the covered payroll was 70.2%.



**BREVARD COUNTY**  
**PROPERTY APPRAISER**

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



**MANAGEMENT LETTER  
and  
MANAGEMENT RECOMENDATIONS**



**MANAGEMENT'S RESPONSE**

SEPTEMBER 30, 2008

**Partners:**

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

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

Honorable Jim Ford  
Brevard County Property Appraiser  
Brevard County, Florida



We have audited the special-purpose financial statements of the major fund of the Brevard County Property Appraiser, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Property Appraiser's special-purpose financial statements and have issued our report thereon dated March 11, 2009. 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 the Brevard County Property Appraiser's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Brevard County Property Appraiser's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Brevard County Property Appraiser's internal control over financial reporting.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Brevard County Property Appraiser's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Brevard County Property Appraiser's special-purpose financial statements that is more than inconsequential will not be prevented or detected by the Brevard County Property Appraiser's internal control.

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

BREVARD OFFICE

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

ORLANDO OFFICE

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Brevard County Property Appraiser, in a separate letter dated March 11, 2009.

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

March 11, 2009  
Melbourne, Florida

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

**Partners:**

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

**MANAGEMENT LETTER**

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, 2008, and have issued our report thereon dated March 11, 2009.

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. We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters. Disclosures in that report, which are dated March 11, 2009, 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. This letter includes the following information, which is not included in the aforementioned auditors' reports:

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
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- Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report. Corrective plans have been formulated to address significant findings and recommendations made in the preceding annual financial audit. The items for which the plans are formulated are noted in the attachment to this letter "Management Recommendations."
- Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Brevard County Property Appraiser complied with Section 218.415, Florida Statutes.
- Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, recommendations are noted in the attachment to this letter "Management Recommendations."

- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of financial statement amounts that is less than material, but, more than inconsequential. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and (2) control deficiencies that are not significant deficiencies, including, but not limited to; (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)6., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Brevard County Property Appraiser was 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). The Brevard County Property Appraiser does not have any related component units.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America requires us to indicate that this letter is intended solely for the information and use of the Brevard County Property Appraiser, management, and the Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

March 11, 2009  
Melbourne, Florida

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

**Brevard County Property Appraiser**

**MANAGEMENT RECOMMENDATIONS**

**September 30, 2008**

**Current Year Recommendation**

08-01 Financial records

Criteria: The importance of a good accounting system cannot be overemphasized. Without adequate financial records, management may base decisions on incomplete and/or inaccurate information during the year. A comprehensive system may reduce the time associated with year end preparation and auditing of the financial statements.

Condition: The current accounting system does not allow for accrual basis accounting during the fiscal year to provide management with comprehensive interim reports of the financial position.

Cause: A customized general ledger system in MS Excel does not contain a component for addressing asset and liability accounts or journal entries throughout the fiscal year.

Effect: The working trial balance requires journal entries to record the beginning balance sheet accounts and transfer the general ledger account balances into the working trial balance. Presently a list of required journal entries is maintained during the fiscal year and entered into the working trial balance.

Recommendation: We recommend the Property Appraiser further evaluate off the shelf accounting software for use by the Property Appraiser's office in the maintaining and preparation of required financial records.

08-02 Cash receipt procedures

Criteria: Generally Accepted Accounting Principles requires recording revenues in the period earned in accordance with the matching principle.

Condition: Cash receipts are not being tracked, deposited and recorded in the period earned per the Property Appraiser's Procedure number PA 005, dated May 23, 2008, which states that deposits are to be made by the 15<sup>th</sup> and end of each month as well as returning all copies of cash receipts to the finance department.

Cause: Subsequent to implementing the policy, monitoring was incomplete.

Effect: Auditor examined the cash receipts deposited in September 2008 and October 2008 and identified one cash receipt recorded in October 2008 that should have been recorded in September 2008. Auditor also identified cash receipts that were dated in 2003 and 2004 that were not recorded until the implementation of the new cash receipt policy. Review of the sequence of cash receipt numbers identified multiple cash receipts that were not accounted for as they are required to be under the new policy.

**Brevard County Property Appraiser**  
**MANAGEMENT RECOMMENDATIONS**

**September 30, 2008**

**Current Year Recommendation (continued)**

Recommendation: We recommend re-training in the cash receipt procedure approved by the Property Appraiser and that management regularly reviews compliance with the policy.

**Prior Year Recommendation Repeated**

07-01 Accrued Compensated Absences Deficiencies

Criteria: GASB No. 34, para. 119 require that long-term liabilities be disclosed as to the beginning, ending, increases, decreases, and portions due within one year.

Condition: During our testing of the accrued compensated absences, we noted that the schedule prepared by management, based on data from the payroll system, did not entirely account for the estimated liability due at September 30, 2007. The amount reported by the Property Appraiser for inclusion in the Brevard County financial statements as of September 30, 2007 was understated by an amount that would not represent a material misstatement to the financial statements.

Cause: The compensated absences information reporting system was based on a monthly period not a fiscal year. It calculated and considered time balances only. Manual preparation of the required information using a schedule of the accrued compensated absences resulted in an error in calculating the liabilities balance.

Effect: The accrued compensated absence balance is reported in the Brevard County financial statements as well as the Property Appraiser's financial statements. The need for accurate and timely reporting impacts not only the Property Appraiser's financial reports, but also Brevard County.

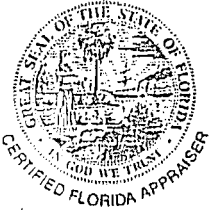
Recommendation: We recommend additional testing and review procedures of the newly implemented automated system that will track, monitor and generate information used in the preparation of accrued compensated absences reports. We recommend management complete testing and begin utilization of the new system.

Follow-up: As of fiscal year ending September 30, 2008, the Property Appraiser's finance department and management were in final design stages of a new accrual system. A random sample of employee's accrued compensation ending balances was tested for compliance with the Property Appraiser's policy with no exceptions noted.

JIM FORD, CFA

PROPERTY APPRAISER

BREVARD COUNTY, FLORIDA



www.brevardpropertyappraiser.com

P.O. BOX 429 • TITUSVILLE, FL 32781-0429 • PHONE (321) 264-6700 • FAX (321) 264-5187

May 1, 2009

Honorable David W Martin, CPA  
Auditor General, State of Florida  
111 West Madison Street  
Tallahassee, Florida 32399-1450

Regarding: Response to Auditor's Recommendations

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 recommendation for the fiscal year ended September 30, 2007.

Comment 08-01 Financial Records

The Property Appraiser's Office ("PAO") is in general agreement with the auditors' comment and is conducting a search for an affordable off-the-shelf system that fits the needs of the PAO. Recent reductions in the PAO budget and the lack of available funds have hampered both the search and acquisition. A major concern is the fact that the Payroll system needs of the PAO are more complex than the remainder of the overall accounting system. The preference of the PAO staff is to find a system with an integrated HR-Payroll subsystem sufficiently sophisticated to provide the services needed by this small agency, which must conform many of its payroll functions and benefits to those of its much larger sister agencies. Nevertheless, the PAO staff is diligently working to find a solution that will be acceptable to both auditors as well as being useable to the PAO. It is anticipated that, with appropriate funding available, this goal will be achieved before the commencement of the next audit. However, we cannot rule out simply making programming adjustments to our existing payroll system in light of budgetary reductions and staff's familiarity with this system.

Comment 08-02 Cash Receipt Procedures

The PAO is in general agreement with the auditors' comment. The establishment of PAO Procedure PA-005, dated May 23, 2008 has proven to be too restrictive in its operation and provides for no adverse effects if altered. It will be revisited and revised during the fiscal year ending September 30, 2009. Additionally enforcement and controls will be established in a practical manner that will work before the end of the current fiscal year. It is also significant to note that the level of cash collections and related revenues has been substantially reduced by the availability of property and mapping data on the office's internet website.



Ltr to D. Martin, Auditor General  
Dated May 1, 2009  
Page 2 of 2

Comment 07-1 Deficiencies in Compensated Absences Recording

The Property Appraiser's Office is in general agreement with the auditors' comment and the process of re-writing the software that drives this subsystem has been completed. The current sub-system was designed more than fifteen years ago. It served exclusively to reflect the compensated absences balance of each employee at the end of each month. Rewritten software is intended to record increases, decreases and accumulate these changes by categories, which will allow the PAO to meet the requirements of GASB Statement # 34. The new sub-system will support compliance with GASB # 34. The new system is currently in full-scale production.

Sincerely,

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

**Jim Ford, CFA**  
**Brevard County Property Appraiser**



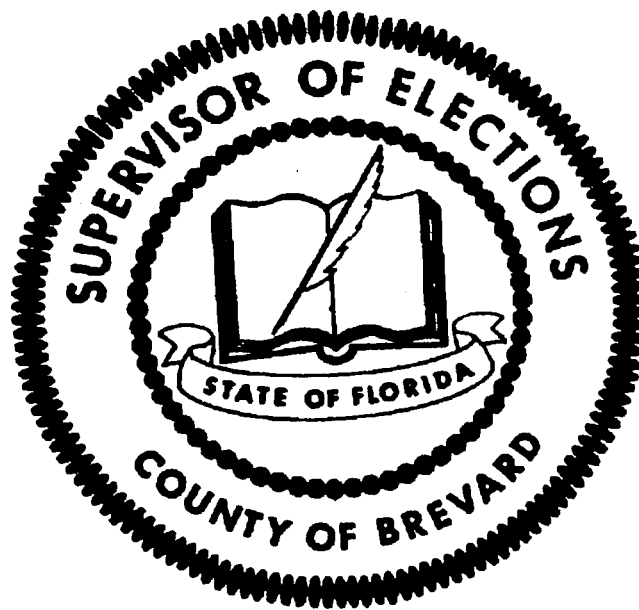
**SUPERVISOR  
OF  
ELECTIONS**

BREVARD COUNTY SUPERVISOR OF ELECTIONS

SEPTEMBER 30, 2008

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**Partners:**

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

**INDEPENDENT AUDITORS' REPORT**

The Honorable Lori Scott  
Brevard County Supervisor of Elections  
Brevard County, Florida

We have audited the accompanying special-purpose financial statements of the major fund of the Brevard County Supervisor of Elections, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Supervisor of Elections' special-purpose financial statements as listed in the table of contents. These financial statements are the responsibility of the 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 *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 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.

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

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, Rules of the Auditor General, State of Florida, and are not intended to be a complete presentation of the financial position of Brevard County, Florida and the result of its operation's in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the respective financial position of the major fund of the Brevard Count Supervisor of Elections, as of September 30, 2008, 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, March 11, 2009, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

March 11, 2009  
Melbourne, Florida

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

**BREVARD COUNTY**  
**SUPERVISOR OF ELECTIONS**

**FUND FINANCIAL STATEMENTS**

SEPTEMBER 30, 2008



BREVARD COUNTY SUPERVISOR OF ELECTIONS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2008

	<i>General</i>
<b>ASSETS</b>	
Cash	\$ 158,320
Due from other governmental units	103,448
Accrued interest receivable	701
Total assets	\$ 262,469
 <b>LIABILITIES AND FUND BALANCE</b>	
Liabilities:	
Vouchers and contracts payable	\$ 253,289
Deferred income	3,058
Total liabilities	\$ 256,347
Fund balance reserved	\$ 6,122
Total liabilities and fund balance	\$ 262,469

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, 2008

	<i>General</i>
<b>REVENUES</b>	
Intergovernmental revenues	\$ 382,113
Charges for services	171,529
Miscellaneous revenues	127,450
Total revenues	\$ 681,092
<b>EXPENDITURES</b>	
General government	\$ 4,955,899
Deficiency of revenues under expenditures	\$ (4,274,807)
<b>OTHER FINANCING SOURCES</b>	
Transfers from constitutional officers	\$ 4,268,607
Net change in fund balance	\$ (6,200)
Fund balance - beginning	12,322
Fund balance reserved - ending	\$ 6,122

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, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 0	\$ 405,791	\$ 382,113	\$ (23,678)
Charges for services	170,524	170,524	171,529	1,005
Miscellaneous revenues	20,000	20,000	127,450	107,450
Total revenues	<u>\$ 190,524</u>	<u>\$ 596,315</u>	<u>\$ 681,092</u>	<u>\$ 84,777</u>
<b>EXPENDITURES</b>				
General government	<u>\$ 4,585,434</u>	<u>\$ 5,097,337</u>	<u>\$ 4,955,899</u>	<u>\$ 141,438</u>
Deficiency of revenues under expenditures	<u>\$ (4,394,910)</u>	<u>\$ (4,501,022)</u>	<u>\$ (4,274,807)</u>	<u>\$ 226,215</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers from constitutional officers	<u>\$ 4,004,436</u>	<u>\$ 4,490,715</u>	<u>\$ 4,268,607</u>	<u>\$ (222,108)</u>
Net change in fund balances	<u>\$ (390,474)</u>	<u>\$ (10,307)</u>	<u>\$ (6,200)</u>	<u>\$ 4,107</u>
Fund balances - beginning	<u>12,322</u>	<u>12,322</u>	<u>12,322</u>	<u>0</u>
Fund balances reserved - ending	<u><u>\$ (378,152)</u></u>	<u><u>\$ 2,015</u></u>	<u><u>\$ 6,122</u></u>	<u><u>\$ 4,107</u></u>

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

BREVARD COUNTY SUPERVISOR OF ELECTIONS  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

1. Summary of Significant Accounting Policies

A. Reporting Entity

The Brevard County Supervisor of Elections is a separately elected official established pursuant to the Constitution of the State of Florida.

B. 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 for the purpose of complying with Section 218.39(2), Florida Statutes and Chapter 10.550 Rules of the Auditor General. The Supervisor of Elections is reported as part of the primary government of Brevard County, Florida. The Supervisor of Elections' special-purpose financial statements do not purport to reflect the financial position or results of operations of Brevard County, Florida, taken as a whole.

BREVARD COUNTY SUPERVISOR OF ELECTIONS  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

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

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.

C. Budget

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

D. Capital Assets

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

	<u>Oct. 1, 2007</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2008</u>
Governmental Activities:				
Operating machinery and equipment	\$2,554,732	\$ 13,825	\$85,214	\$2,483,343
Less accumulated depreciation	<u>1,277,447</u>	<u>243,867</u>	<u>51,591</u>	<u>1,469,723</u>
Total governmental activities capital assets, net	<u>\$1,277,285</u>	<u>\$(230,042)</u>	<u>\$33,623</u>	<u>\$1,013,620</u>

Capital assets used by the Supervisor of Elections' operations are recorded in the governmental fund types as expenditures at the time assets are received and a liability is incurred. Purchased assets are capitalized at historical cost in the government-wide financial statements of the County.

E. Investments

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

F. 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, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept 30, 2008</u>
\$165,019	\$80,000	\$0	\$245,019

BREVARD COUNTY SUPERVISOR OF ELECTIONS  
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
SEPTEMBER 30, 2008

The accrued compensated absence due within one year is estimated at \$11,845.

G. Reserves of Fund Balances

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

H. Use of Estimates

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

2. Cash and Investments

Refer to Notes 4 and 5 in the County-wide Financial Statements.

Cash in the amount of \$158,320 represents book value.

Amount insured by the FDIC or collateralized with securities held by  
the State Treasurer in accordance with Chapter 280, Florida Statutes. \$158,320

3. Deferred Compensation

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

4. Retirement

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

The Supervisor of Elections' contributions for the years ending September 30, 2008, 2007, and 2006 were \$175,849, \$162,755, and \$127,678, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2008 represented 10.05% of covered payroll.

5. Risk Management

Refer to Note 20 in the County-wide Financial Statements.

6. Other Postemployment Benefits

Refer to Note 26 in the County-wide Financial Statements.

BREVARD COUNTY SUPERVISOR OF ELECTIONS  
 NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS  
 SEPTEMBER 30, 2008

The following table shows the actuarial determined components of the Supervisor of Elections employee's portion of Brevard County's obligation as of October 1, 2007 based on the current plan provisions:

Annual required contribution	\$101,348
Interest on net OPEB contribution	0
Adjustment to annual required contribution	<u>0</u>
Annual OPEB cost (expense)	\$101,348
Contributions made	<u>(29,129)</u>
Increase in net OPEB obligation	\$ 72,219
Net OPEB obligation – beginning of year	<u>0</u>
Net OPEB obligation – end of year	<u>\$ 72,219</u>

No trust or agency fund has been established by Brevard County for the plan; there were no adjustments to the annual required contribution or interest earnings.

Funded Status and Funding Progress - The contributions made for the 2008 fiscal year were 28.7% of the annual OPEB cost. Information for the two preceding fiscal years is not available. As of the October 1, 2007 actuarial valuation date the actuarial accrued liability for benefits was \$1,159,241, all of which was unfunded by Brevard County. The annual payroll of active employees covered by the OPEB plan was \$1,748,973 and the ratio of the UAAL to the covered payroll was 66.3%.

BREVARD COUNTY  
SUPERVISOR OF ELECTIONS

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



**MANAGEMENT LETTER**

SEPTEMBER 30, 2008



**Partners:**

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

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

Honorable Lori Scott  
Brevard County Supervisor of Elections  
Brevard County, Florida



We have audited the special-purpose financial statements of the major fund of the Brevard County Supervisor of Elections, as of and for the year ended September 30, 2008, which collectively comprise the Brevard County Supervisor of Elections' special-purpose financial statements and have issued our report thereon dated March 11, 2009. 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 the Brevard County Supervisor of Elections' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Brevard County Supervisor of Elections' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Brevard County Supervisor of Elections' internal control over financial reporting.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Brevard County Supervisor of Elections' ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Brevard County Supervisor of Elections' special-purpose financial statements that is more than inconsequential will not be prevented or detected by the Brevard County Supervisor of Elections' internal control.

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

BREVARD OFFICE

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

ORLANDO OFFICE

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 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*.

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

March 11, 2009  
Melbourne, Florida

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

**Partners:**

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

**MANAGEMENT LETTER**

Honorable Lori Scott  
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, 2008, and have issued our report thereon dated March 11, 2009.



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. We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters. Disclosures in that report, which are dated March 11, 2009, should be considered in conjunction with this management letter.

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

**BREVARD OFFICE**

8035 Spyglass Hill Road  
Melbourne, FL 32940

phone: 321.757.2020  
fax: 321.242.4844

**ORLANDO OFFICE**

480 N. Orlando Ave.  
Suite 218  
Winter Park, FL 32789

phone: 407.644.5811  
fax: 407.644.6022

- Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no recommendations in the preceding annual financial audit report.
- Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Brevard County Supervisor of Elections complied with Section 218.415, Florida Statutes.
- Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of financial statement amounts that is less than material, but more than inconsequential. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and (2) control deficiencies that are not significant deficiencies, including, but not limited to: (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with our audit, we did not have any such findings.
- Section 10.554(1)(i)6., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The Brevard County Supervisor of Elections was 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). The Brevard County Supervisor of Elections does not have any related component units.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing Standards generally accepted in the United States of America requires us to indicate that this letter is intended solely for the information of the Brevard County Supervisor of Elections and management, and the Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

March 11, 2009  
Melbourne, Florida

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

