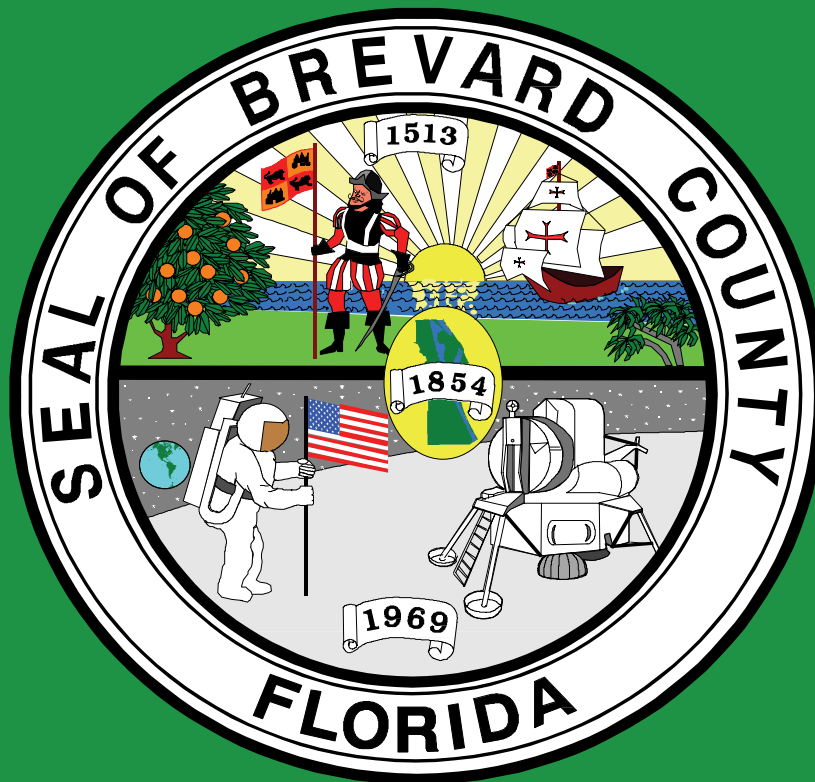


ANNUAL FINANCIAL AUDITS



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

Brevard County, Florida
For the Year Ended September 30, 2009

BREVARD COUNTY

BREVARD COUNTY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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BERMAN HOPKINS
WRIGHT & LAHAM
CPAS AND ASSOCIATES, LLP

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Brevard County, Florida



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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, 2009, 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 95 percent, 95 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, 2009, and the respective changes in financial position, and cash flows, where applicable, thereof and the respective budgetary comparison for the General, Emergency Services, and Brevard County Transportation Trust Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 18, 2010, 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 12, 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 18, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

Management's Discussion and Analysis

As Clerk of the Circuit Court for Brevard County, I 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, 2009. 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, 2009 by \$938.8 million (net assets). Of this amount, \$79.5 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 \$20.7 million over the previous year with \$17.6 million of the increase resulting from governmental activities and \$3.1 million resulting from business-type activities.
- The General Fund reported a fund balance of \$38.6 million, a decrease of \$15.2 million from the previous fiscal year. The original fiscal year 2010 General Fund budget generates a similar fiscal deficit and corresponding decline in fund balance.
- Total bonded debt decreased \$32.6 million in fiscal year 2009.

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 twenty-nine individual governmental funds. The general fund represents the chief operating fund. 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 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 \$938.8 million at the close of the most recent fiscal year. Brevard County's increase in net assets for this fiscal year amounts to \$20.7 million.

The largest portion of Brevard County's net assets (63 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.

The government-wide financial analysis does not consider any legislative or spending restrictions within the governmental and business type activities. For example, gas taxes are usually restricted to road construction/maintenance. Property taxes levied for fire/rescue would be restricted to fire/rescue purposes. The composition of the County's net assets can be used as an indication of overall financial condition. The financial analysis of Brevard County's funds, which begins on page 8, will indicate how past policies have accumulated funds within specific functions as other functions experience fiscal challenges.

Brevard County's Net Assets						
(in millions)						
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Current and other assets	\$ 450.4	\$ 490.0	\$112.8	\$112.7	\$ 563.2	\$ 602.7
Capital assets	<u>697.5</u>	<u>661.0</u>	<u>235.7</u>	<u>239.9</u>	<u>933.2</u>	<u>900.9</u>
Total assets	<u>\$1,147.9</u>	<u>\$1,151.0</u>	<u>\$348.5</u>	<u>\$352.6</u>	<u>\$1,496.4</u>	<u>\$1,503.6</u>
Long-term liabilities						
outstanding	\$ 386.0	\$ 401.4	\$ 77.0	\$ 81.7	\$ 463.0	\$ 483.1
Other liabilities	<u>77.9</u>	<u>83.2</u>	<u>16.7</u>	<u>19.0</u>	<u>94.6</u>	<u>102.2</u>
Total liabilities	<u>\$ 463.9</u>	<u>\$ 484.6</u>	<u>\$93.7</u>	<u>\$100.7</u>	<u>\$ 557.6</u>	<u>\$ 585.3</u>
Net assets						
Invested in capital assets,						
net of related debt	\$ 414.8	\$ 374.0	\$179.9	\$174.3	\$ 594.7	\$ 548.3
Restricted	<u>232.5</u>	<u>238.8</u>	<u>32.1</u>	<u>30.8</u>	<u>264.6</u>	<u>269.6</u>
Unrestricted	<u>36.7</u>	<u>53.6</u>	<u>42.8</u>	<u>46.8</u>	<u>79.5</u>	<u>100.4</u>
Total net assets	<u>\$ 684.0</u>	<u>\$ 666.4</u>	<u>\$254.8</u>	<u>\$251.9</u>	<u>\$ 938.8</u>	<u>\$ 918.3</u>

The restricted portion of Brevard County's net assets (28 percent) represents resources that are subject to external restrictions on how they may be used. The restrictions include acquiring land for preservation, capital improvements to parks and road construction/resurfacing. The remaining balance of unrestricted net assets (\$79.5 million) may be used to meet the government's ongoing obligations to citizens and creditors within the respective governmental and business-type activities.

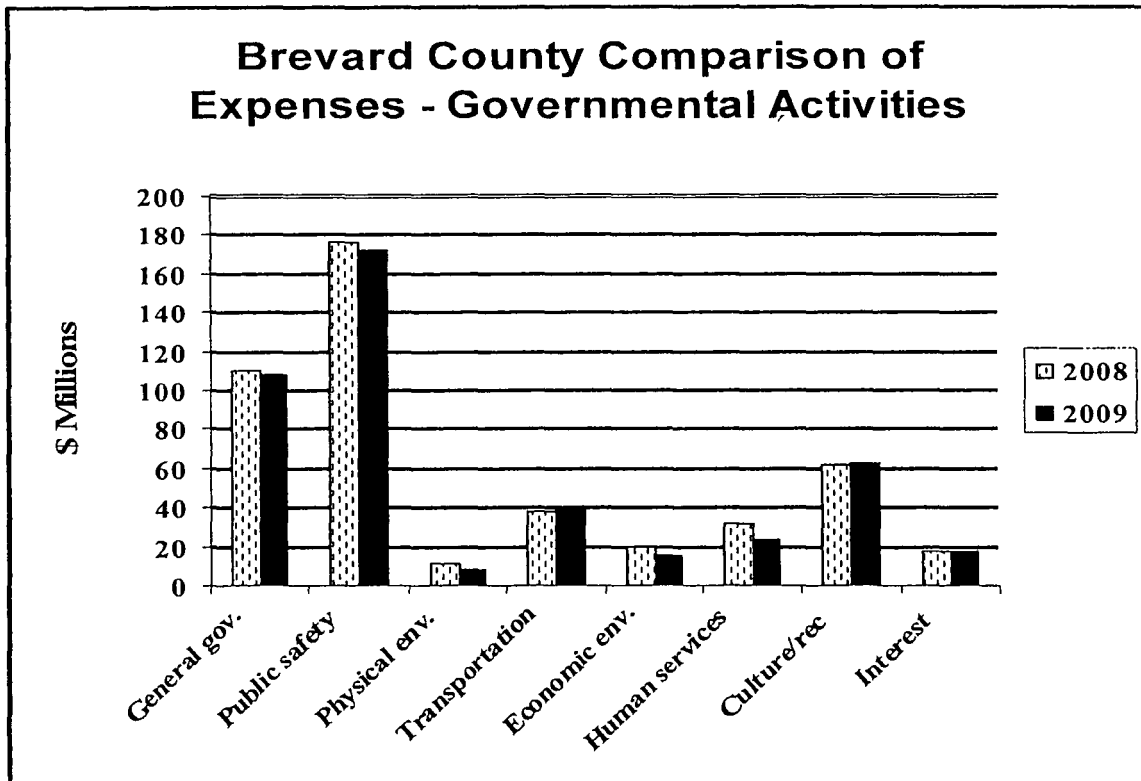
At the end of the current fiscal year, Brevard County is able to report positive balances in all three categories of net assets as a whole and individually within the governmental and business-type activities.

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, user fees and unspent capital bond proceeds.

Brevard County's Changes in Net Assets (in millions)						
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program revenues:						
Charges for services	\$118.9	\$138.2	\$ 70.4	\$ 69.5	\$189.3	\$207.7
Operating grants and contributions	38.0	29.3	6.5	7.4	44.5	36.7
Capital grants and contributions	2.9	4.2	5.5	9.1	8.4	13.3
General revenues:						
Property taxes	223.6	237.7	0	0	223.6	237.7
Other taxes	24.5	26.1	0	0	24.5	26.1
State shared	28.1	30.6	0	0	28.1	30.6
Interest	10.9	19.2	2.1	4.6	13.0	23.8
Other	19.9	17.2	.4	.8	20.3	18.0
Total revenues	<u>\$466.8</u>	<u>\$502.5</u>	<u>\$ 84.9</u>	<u>\$ 91.4</u>	<u>\$551.7</u>	<u>\$593.9</u>
Expenses:						
General government	\$108.0	\$110.6	\$ 0	\$ 0	\$108.0	\$110.6
Public safety	172.0	176.2	0	0	172.0	176.2
Physical environment	7.9	11.5	0	0	7.9	11.5
Transportation	40.0	37.8	0	0	40.0	37.8
Economic environment	15.2	20.0	0	0	15.2	20.0
Human services	23.9	32.2	0	0	23.9	32.2
Culture and recreation	62.5	61.4	0	0	62.5	61.4
Interest on long-term debt	17.4	17.8	0	0	17.4	17.8
Solid waste	0	0	35.6	38.0	35.6	38.0
Water resources	0	0	32.8	34.3	32.8	34.3
Transit service	0	0	11.2	11.7	11.2	11.7
Golf courses	0	0	4.5	4.3	4.5	4.3
Total expenses	<u>\$446.9</u>	<u>\$467.5</u>	<u>\$ 84.1</u>	<u>\$ 88.3</u>	<u>\$531.0</u>	<u>\$555.8</u>
Increase in net assets before transfers	\$ 19.9	\$ 35.0	\$.8	\$ 3.1	\$ 20.7	\$ 38.1
Transfers	(2.3)	(3.4)	2.3	3.4	0	0
Increase in net assets	<u>\$ 17.6</u>	<u>\$ 31.6</u>	<u>\$ 3.1</u>	<u>\$ 6.5</u>	<u>\$ 20.7</u>	<u>\$ 38.1</u>
Net assets beginning	\$666.4	\$634.8	\$251.9	\$245.4	\$918.3	\$880.2
Cumulative effect in prior years	0	0	(.2)	0	(.2)	0
Net assets ending	<u>\$684.0</u>	<u>\$666.4</u>	<u>\$254.8</u>	<u>\$251.9</u>	<u>\$938.8</u>	<u>\$918.3</u>

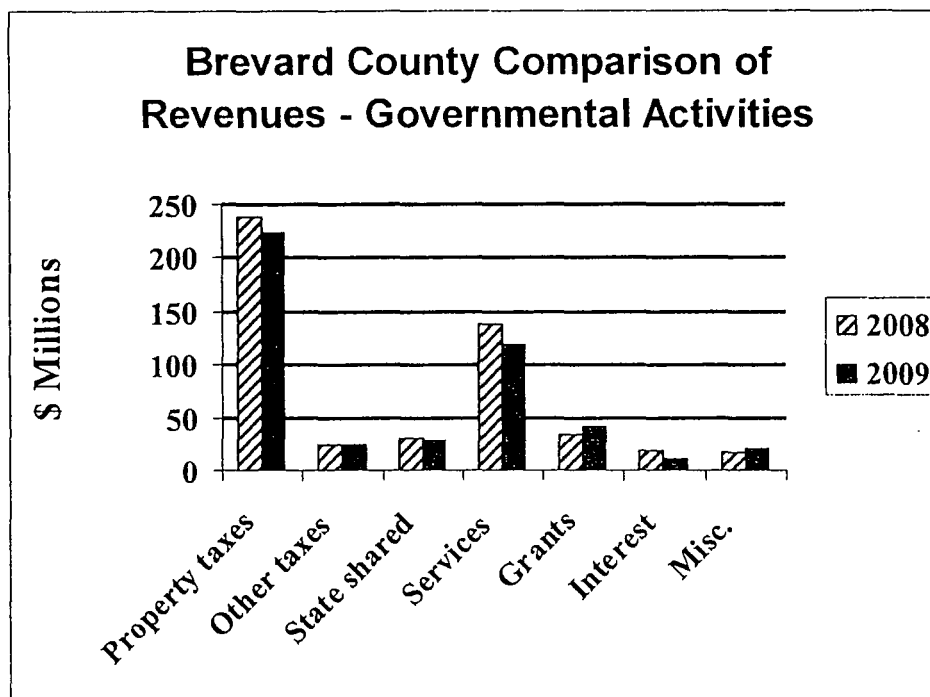
Financial Analysis of Governmental Activities

Governmental activities increased the County's net assets by \$17.6 million, compared to an increase of \$31.6 million in the previous year. Public safety expenses, including the Sheriff's department and Fire/Rescue account for the largest percentage (39%) of program expenses. The cost of culture/recreation continues to increase as new or expanded parks become operational. The chart comparing the major expenses of governmental activities for fiscal years 2008 and 2009 is as follows:



The charges for services program revenues for fiscal year 2009 were reduced by \$19.3 million from fiscal year 2008. The County Commission reduced the assessment to fund fire/rescue in the unincorporated areas by \$4.8 million. Building related revenues declined \$6.3 million due to the reduction in activity and the suspension of imposing the transportation impact fees. Court-related charges declined \$3.5 million since the State of Florida began receiving the majority of court revenues in July. Taxable property values fell and the rates levied by the County Commission generated less ad valorem taxes than the preceding fiscal year.

The chart comparing the major revenues of governmental activities for fiscal years 2008 and 2009 is as follows:



Financial Analysis of Business-type Activities

Business type activities increased the County's net assets by \$3.1 million, compared to \$6.5 million in the previous year. The County's solid waste operations experienced the largest increase in net assets at \$2.2 million, which is consistent with the results of the prior year. The County's water resources operations reported an \$800,000 increase in net assets.

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.

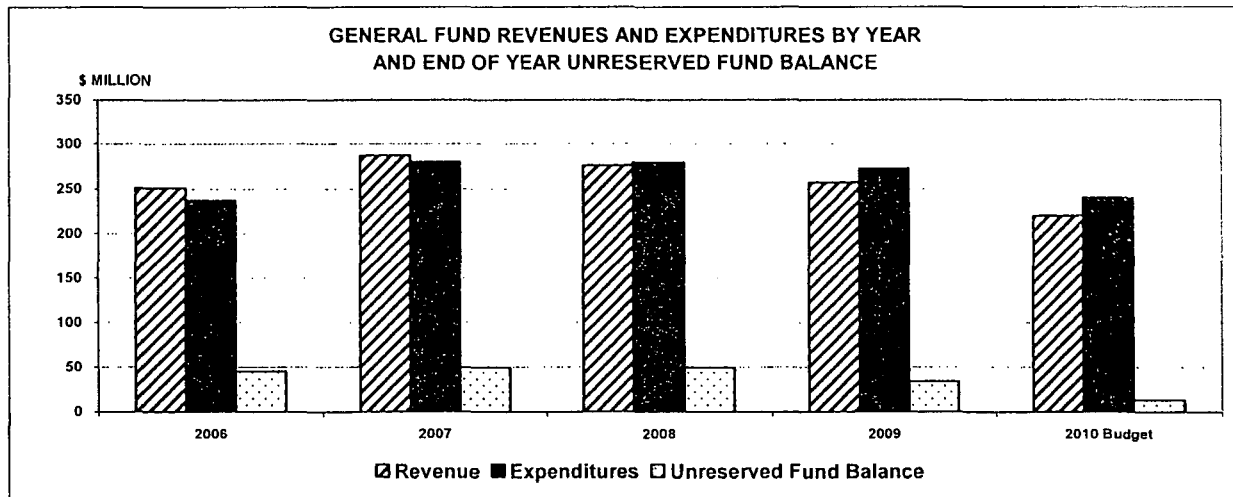
Governmental Funds

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, 2009, Brevard County governmental funds reported combined fund balances of \$348.7 million, a decrease of \$38.5 million from the prior year balances. The decrease primarily resulted from General Fund fiscal deficit and project funds expended for parks and roads. Grants, impact fees and special court revenues received in prior years have also been expended toward rehabilitation and improvement projects.

The General Fund is the chief operating fund of the County. At September 30, 2009, total fund balance in the General Fund was \$38.6 million, of which \$34.2 million was unreserved. The overall financial condition of the General Fund has weakened, as represented by the \$15.5 million fund balance reduction from 2008. Economic

conditions reduced revenues generated from sales tax and building development. Taxable property values fell and the rates levied by the County Commission generated \$8.6 million less than the preceding fiscal year. The cost of human assistance services increased as expected with the increased unemployment level. The fiscal year 2009 General Fund adopted budget included some reduced expenditure levels, however, they were not sufficient to accommodate the significant decline in revenues. 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 14.1% and 12.5 % respectively, representing a decline from the 19.2% and 17.7% levels in the preceding fiscal year. The fiscal year 2010 budget provides for General Fund expenditures to exceed revenues and further reduce fund balance. The General Funds annual fiscal pattern is as follows:



Emergency Services received \$64.3 million of dedicated property taxes, fire assessment, ambulance fees and General fund financial support during fiscal year 2009. The department expended \$59.4 million for personnel, operations and some capital renovations. The \$4.4 million excess generated during fiscal year 2009 represents part of the \$31.8 million being carried forward into fiscal year 2010. The residual cash level of \$28.4 million has increased since the \$18 million level in 2006 and represents 47% of the fiscal year 2009 operating costs.

The Free Public Library District, which represents a countywide service, expended \$2.6 million more than the property taxes and other revenues generated in fiscal year 2009. The District has reduced personnel and implemented cost cutting measures in fiscal year 2010. The district expended \$20 million to operate the library system in fiscal year 2009.

The Tourism Development Tax generated a \$1.5 million surplus for the fiscal year. The \$11.5 million of cash includes \$5.4 million dedicated to replenishing the beaches from erosion and \$2 million to maintain the baseball facility for the professional sports franchise. The County levies 5% of tourist tax, which generated \$8 million in 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 \$156 million dedicated to construct roads, parks, and purchase land within the County. The municipal bonds financing the projects define the authorized uses and permit paying off debt for any projects that may be cancelled.

Florida law and rules issued by the State Auditor General require independent auditors to notify local governments of deteriorating financial conditions. The tests evaluate cash, resources, residual balances, expenditures and the ability of the local government to meet their fiscal obligations. The tests for the fiscal year ended September 30, 2009 resulted in 61% of unfavorable results compared to 28% of unfavorable results for the preceding fiscal year. Brevard County Management is developing a Sustainable Governance Plan to bring expenditures in line with projected revenues, adopt sound fiscal practices and adapt to new fiscal realities facing the County in order to accommodate service levels approved by Brevard County's Board of County Commissioners.

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, 2009, total net assets amounted to \$251.6 million for enterprise funds as compared to \$248.9 million at September 30, 2008. 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 \$2.2 million, which includes impact fees of \$750,000. The total current assets of \$67.5 million include \$23.1 million restricted for landfill closure. The unrestricted current assets of \$43.6 million represent 261% of the \$16.7 million disbursed to operate the department in fiscal year 2009. The department also disbursed \$5.8 million to acquire, construct or improve capital assets during the fiscal year and is expecting to spend funds for future land fill preparation. The outstanding revenue bonds used to finance the systems infrastructure will be completely retired in April of 2010 and any funding requirements imposed by the bond covenants will expire.

The Water Resources Department reported an increase in net assets for fiscal year 2009 of approximately \$800,000, compared to the \$500,000 increase in net assets in the preceding fiscal year. The net loss before contributions and transfers of \$2.5 million is offset by capital contributions from connection fees of \$1.3 million and \$2.1 million of assets donated by developers. The total capital contributions of \$3.4 million received in fiscal year 2009 declined from the \$4.5 million received in fiscal year 2008. 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 2009 was just at 100% of minimum requirements.

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 2009 as well as the final budget is presented.

A comparison of the original to the final operating revenue budget shows an increase of \$6.7 million, primarily as a result of Federal and State grants applied to hurricanes relief. Expenditures were \$20.2 million less than final budgeted amounts. Spending levels for 2009 were adjusted by County management during the fiscal year in recognition of declining general revenues.

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, 2009, amounts to \$929.3 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and structures, improvements, goodwill, 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 3.2 percent (a 5.0 percent increase for governmental activities and a 1.9 percent decrease for business-type activities).

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

	Governmental Activities		Business-type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Land	\$234.3	\$227.8	\$ 37.9	\$ 37.8	\$272.2	\$265.6
Buildings and structures	215.0	185.5	35.3	36.6	250.3	222.1
Infrastructure	92.5	88.4	9.2	9.5	101.7	97.9
Improvements to land	30.3	21.5	3.4	3.7	33.7	25.2
Improvements other than buildings	6.4	7.4	119.1	125.6	125.5	133.0
Goodwill	0	0	1.2	0	1.2	0
Machinery and equipment	49.0	53.5	16.5	19.4	65.5	72.9
Construction in progress	<u>66.5</u>	<u>76.9</u>	<u>12.7</u>	<u>7.3</u>	<u>79.2</u>	<u>84.2</u>
Total	<u>\$694.0</u>	<u>\$661.0</u>	<u>\$235.3</u>	<u>\$239.9</u>	<u>\$929.3</u>	<u>\$900.9</u>

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

Long-term debt. At the end of the current fiscal year, Brevard County had total bonded debt outstanding of \$401.1 million. Of this amount, \$175.6 million comprises debt backed by voter approved property taxes and \$225.5 million is secured solely by specified revenue sources (i.e., revenue bonds).

Brevard County's Outstanding Debt
(in millions)
General Obligation and Revenue Bonds

	Governmental Activities		Business-type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Limited Ad valorem Tax Bonds	\$175.6	\$188.4	\$ 0	\$ 0	\$175.6	\$188.4
Revenue bonds	<u>170.5</u>	<u>180.6</u>	<u>55.0</u>	<u>64.7</u>	<u>225.5</u>	<u>245.3</u>
Total	<u>\$346.1</u>	<u>\$369.0</u>	<u>\$ 55.0</u>	<u>\$ 64.7</u>	<u>\$401.1</u>	<u>\$433.7</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 12.1 percent, which was an increase from a rate of 6.5 percent a year ago. The state's average unemployment rate is 11.6 percent and the national average rate is 9.7 percent. The federal, state and local governments are addressing the transition of the space shuttle program; increased unemployment levels resulting from layoffs at the Kennedy Space Center and associated industries is expected.
- Total property valuation decreased from \$68.5 billion to \$59.2 billion. Taxable property valuation decreased from \$38.0 billion to \$33.3 billion. The valuation of Save Our Homes exemptions is \$4.3 billion, down from \$8.3 billion in 2008.

Brevard County is experiencing a decline in sales tax and other general revenues dependent on economic activity. The number of building permits issued during 2009 was 9,562, an 11% decrease, reflecting a general decline in building activity.

All of these factors were considered in preparing Brevard County's budget for the 2010 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 the Basic Financial Statements or other accounting information provided in this report should be addressed to the County Finance Director, 400 South St. Titusville, Florida 32780. Questions concerning budgets, long-term financial planning, or the management of County operations should be addressed to the County Manager, 2725 Judge Fran Jamieson Way, Viera, Florida 32940. Complete financial statements for each of the individual component units may be obtained at the entity's administrative office.



BASIC FINANCIAL STATEMENTS



BREVARD COUNTY, FLORIDA
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009

	<i>Primary Government</i>			<i>Component Units</i>
	<i>Governmental Activities</i>	<i>Business-type Activities</i>	<i>Total</i>	
ASSETS				
Cash and cash equivalents	\$ 404,242,170	\$ 62,187,549	\$ 466,429,719	\$ 16,920,337
Cash with escrow and paying agents	6,849,546	0	6,849,546	0
Investments	0	0	0	293,156
Receivables (net of allowance for uncollectibles)	12,437,752	964,511	13,402,263	396,977
Assessments receivable	220,401	0	220,401	0
Accrued interest receivable	904,997	259,779	1,164,776	7,492
Internal balances	(4,677,164)	4,677,164	0	0
Due from other governmental units	21,934,086	6,015,051	27,949,137	976,408
Inventory of supplies	6,472,833	1,217,021	7,689,854	61,475
Prepaid items	2,004,662	0	2,004,662	239,602
Deferred charges	0	0	0	2,960
Restricted assets:				
Cash and cash equivalents	0	36,963,770	36,963,770	0
Due from other governmental units	0	483,013	483,013	0
Capital assets, net of accumulated depreciation:				
Land	234,349,482	37,887,068	272,236,550	14,482,639
Buildings and structures	215,006,401	35,306,853	250,313,254	5,948,721
Infrastructure	92,546,777	9,169,886	101,716,663	0
Improvements to land	30,254,328	3,406,619	33,660,947	1,434,144
Improvements other than buildings	6,413,259	119,106,186	125,519,445	11,148,026
Machinery and equipment	48,961,288	16,540,047	65,501,335	1,441,549
Goodwill	0	1,222,169	1,222,169	0
Construction in progress	66,510,280	12,689,650	79,199,930	3,417,240
Unamortized debt issue costs	3,432,352	413,153	3,845,505	0
Total assets	\$ 1,147,863,450	\$ 348,509,489	\$ 1,496,372,939	\$ 56,770,726

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
LIABILITIES				
Vouchers and contracts payable	\$ 22,849,151	\$ 6,206,119	\$ 29,055,270	\$ 1,067,123
Accrued wages and benefits payable	7,213,332	0	7,213,332	40,375
Accrued interest payable	3,343,440	86,538	3,429,978	0
Advance payments	0	0	0	190,537
Due to other funds	99	0	99	0
Due to other governmental units	2,156,798	488,464	2,645,262	0
Matured interest payable	0	4,708	4,708	0
Unearned revenue	7,267,869	0	7,267,869	103,889
Liabilities payable from restricted assets:				
Accrued interest payable	0	510,689	510,689	0
Customer deposits	0	915,659	915,659	0
Revenue bonds	0	3,984,583	3,984,583	0
Noncurrent liabilities:				
Due within one year:				
Claims payable	8,090,553	0	8,090,553	0
Compensated absences	2,684,796	149,966	2,834,762	137,959
Arbitrage rebate	80,697	0	80,697	0
Leases payable	92,174	48,190	140,364	162,084
Notes payable	191,000	0	191,000	0
Bonds payable	23,858,968	4,326,449	28,185,417	0
Due in more than one year:				
Claims payable	10,258,533	0	10,258,533	0
Landfill closure and postclosure care	0	26,302,500	26,302,500	0
Compensated absences	26,711,196	1,938,297	28,649,493	138,371
Arbitrage rebate	992,689	0	992,689	0
Other postemployment benefits	15,338,714	1,738,311	17,077,025	191,634
Leases payable	96,659	0	96,659	1,555,844
Notes payable	7,910,000	0	7,910,000	0
Bonds payable (net of unamortized discounts and deferred amount on refunding)	324,644,745	47,030,451	371,675,196	0
Total liabilities	\$ 463,781,413	\$ 93,730,924	\$ 557,512,337	\$ 3,587,816
NET ASSETS				
Invested in capital assets (net of related debt)	\$ 414,792,821	\$ 179,938,805	\$ 594,731,626	\$ 36,154,391
Restricted for:				
Debt Service	2,224,577	7,784,863	10,009,440	0
General government	9,521,230	0	9,521,230	0
Education	9,267,438	0	9,267,438	0
Public safety	33,453,889	0	33,453,889	0
Physical environment	9,456,748	0	9,456,748	0
Transportation	81,374,871	0	81,374,871	0
Economic environment	14,462,144	0	14,462,144	0
Human services	9,634,353	0	9,634,353	0
Culture and recreation	63,133,320	0	63,133,320	0
Renewal and replacement	0	24,250,990	24,250,990	0
Unrestricted	36,760,646	42,803,907	79,564,553	17,028,519
Total net assets	\$ 684,082,037	\$ 254,778,565	\$ 938,860,602	\$ 53,182,910

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, 2009

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 108,002,509	\$ 49,904,817	\$ 7,022,880	\$ 1,052
Public safety	172,002,673	41,595,460	6,203,173	277,345
Physical environment	7,778,655	4,259,242	957,339	1,712,578
Transportation	40,000,122	12,666,629	12,699,786	47,930
Economic environment	15,166,641	0	5,550,244	173,739
Human services	23,944,093	6,358,377	2,599,257	95,279
Culture and recreation	62,476,025	4,129,119	2,939,838	556,825
Interest on long-term debt	17,412,209	0	0	0
Total governmental activities	<u>\$ 446,782,927</u>	<u>\$ 118,913,644</u>	<u>\$ 37,972,517</u>	<u>\$ 2,864,748</u>
Business type activities:				
Solid Waste	\$ 35,628,104	\$ 36,390,278	\$ 8,064	\$ 742,726
Water Resources	32,797,708	29,358,823	4,834	3,379,687
Transit Service	11,250,101	1,234,495	6,489,062	1,348,932
County-wide golf courses	4,475,369	3,388,239	30,592	2,600
Total business type activities	<u>\$ 84,151,282</u>	<u>\$ 70,371,835</u>	<u>\$ 6,532,552</u>	<u>\$ 5,473,945</u>
Total primary government	<u>\$ 530,934,209</u>	<u>\$ 189,285,479</u>	<u>\$ 44,505,069</u>	<u>\$ 8,338,693</u>
Component units:				
North Brevard County				
Public Library District	\$ 6,619	\$ 3,860	\$ 0	\$ 0
Merritt Island Redevelopment Agency	3,899,109	0	0	0
Titusville-Cocoa Airport Authority	2,612,377	2,096,237	0	2,800,935
Melbourne-Tillman Water Control District	3,176,490	1,573,341	0	0
Housing Finance Authority	144,506	553,955	0	0
Total component units	<u>\$ 9,839,101</u>	<u>\$ 4,227,393</u>	<u>\$ 0</u>	<u>\$ 2,800,935</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/loss on the of sale of capital assets
Miscellaneous

Transfers

Total general revenues, and transfers

Change in net assets

Net assets - beginning

Cumulative effect of prior years accounting error

Net assets - beginning, restated

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>	
\$ (51,073,760)	\$ 0	\$ (51,073,760)	
(123,926,695)	0	(123,926,695)	
(849,496)	0	(849,496)	
(14,585,777)	0	(14,585,777)	
(9,442,658)	0	(9,442,658)	
(14,891,180)	0	(14,891,180)	
(54,850,243)	0	(54,850,243)	
(17,412,209)	0	(17,412,209)	
<u>\$ (287,032,018)</u>	<u>\$ 0</u>	<u>\$ (287,032,018)</u>	
\$ 0	\$ 1,512,964	\$ 1,512,964	
0	(54,364)	(54,364)	
0	(2,177,612)	(2,177,612)	
0	(1,053,938)	(1,053,938)	
<u>\$ 0</u>	<u>\$ (1,772,950)</u>	<u>\$ (1,772,950)</u>	
<u>\$ (287,032,018)</u>	<u>\$ (1,772,950)</u>	<u>\$ (288,804,968)</u>	
			\$ (2,759)
			(3,899,109)
			2,284,795
			(1,603,149)
			409,449
			<u>\$ (2,810,773)</u>
\$ 201,415,673	\$ 0	\$ 201,415,673	\$ 58
22,232,699	0	22,232,699	0
8,375,783	0	8,375,783	0
7,521,127	0	7,521,127	0
8,001,683	0	8,001,683	0
563,232	0	563,232	1,541,007
28,053,370	0	28,053,370	0
10,941,426	2,140,244	13,081,670	114,101
2,017,917	0	2,017,917	(272,662)
17,857,315	429,331	18,286,646	454,079
(2,322,830)	2,322,830	0	0
<u>\$ 304,657,395</u>	<u>\$ 4,892,405</u>	<u>\$ 309,549,800</u>	<u>\$ 1,836,583</u>
<u>\$ 17,625,377</u>	<u>\$ 3,119,455</u>	<u>\$ 20,744,832</u>	<u>\$ (974,190)</u>
\$ 666,456,660	\$ 251,879,521	\$ 918,336,181	\$ 54,157,100
0	(220,411)	(220,411)	0
<u>\$ 666,456,660</u>	<u>\$ 251,659,110</u>	<u>\$ 918,115,770</u>	<u>\$ 54,157,100</u>
<u>\$ 684,082,037</u>	<u>\$ 254,778,565</u>	<u>\$ 938,860,602</u>	<u>\$ 53,182,910</u>

BREVARD COUNTY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<u>General</u>	<u>Emergency Services</u>
ASSETS		
Cash	\$ 45,763,230	\$ 28,336,632
Cash with escrow and paying agent	0	0
Receivables (net of allowance for uncollectibles):		
Accounts	4,053,216	6,186,171
Assessments, current	4,670	0
Accrued interest	82,659	78,044
Due from other funds	1,865,894	78,783
Due from other governmental units	9,783,466	623,170
Inventory of supplies	3,158,608	1,648,920
Advances to other funds	644,059	0
Prepaid items	640,591	0
Assessments receivable - deferred	3,587	0
Total assets	<u>\$ 65,999,980</u>	<u>\$ 36,951,720</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Vouchers and contracts payable	\$ 9,473,546	\$ 783,670
Accrued wages and benefits payable	6,761,910	0
Due to other funds	1,682,542	0
Due to other governmental units	1,731,101	200,547
Advances from other funds	1,661,684	0
Deferred revenue	6,092,516	4,207,331
Total liabilities	<u>\$ 27,403,299</u>	<u>\$ 5,191,548</u>
Fund balances:		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	3,158,608	1,648,920
Prepaid items	640,591	0
Noncurrent receivables	644,059	0
Unreserved, reported in:		
General Fund	34,153,423	0
Debt Service funds	0	0
Special Revenue funds	0	30,111,252
Capital Project funds	0	0
Total fund balances	<u>\$ 38,596,681</u>	<u>\$ 31,760,172</u>
Total liabilities and fund balances	<u>\$ 65,999,980</u>	<u>\$ 36,951,720</u>

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

<i>Brevard County Transportation Trust</i>	<i>Parks and Recreation Facilities</i>	<i>Environmentally Endangered Land Purchases</i>	<i>Other Governmental Funds</i>	<i>Total</i>
\$ 121,133,682	\$ 60,009,523	\$ 11,725,106	\$ 88,287,489	\$ 355,255,662
289,359	0	0	5,438,187	5,727,546
10,940	0	0	143,181	10,393,508
0	0	0	57,082	61,752
315,879	37,536	31,842	230,586	776,546
1,487,268	0	0	654,781	4,086,726
3,289,514	1,160,925	571,223	5,997,666	21,425,964
55,047	0	0	1,610,258	6,472,833
0	0	0	415,317	1,059,376
0	0	0	0	640,591
0	0	0	155,062	158,649
<u>\$ 126,581,689</u>	<u>\$ 61,207,984</u>	<u>\$ 12,328,171</u>	<u>\$ 102,989,609</u>	<u>\$ 406,059,153</u>
\$ 3,271,065	\$ 1,655,268	\$ 275,359	\$ 5,124,819	\$ 20,583,727
0	0	0	451,422	7,213,332
0	0	0	3,357,477	5,040,019
19,478	0	0	205,672	2,156,798
0	0	0	708,559	2,370,243
1,686,480	0	571,223	7,467,681	20,025,231
<u>\$ 4,977,023</u>	<u>\$ 1,655,268</u>	<u>\$ 846,582</u>	<u>\$ 17,315,630</u>	<u>\$ 57,389,350</u>
\$ 0	\$ 0	\$ 0	\$ 707,000	\$ 707,000
55,047	0	0	1,610,258	6,472,833
0	0	0	0	640,591
0	0	0	415,317	1,059,376
0	0	0	0	34,153,423
0	0	0	13,995,990	13,995,990
121,549,619	0	0	64,538,090	216,198,961
0	59,552,716	11,481,589	4,407,324	75,441,629
<u>\$ 121,604,666</u>	<u>\$ 59,552,716</u>	<u>\$ 11,481,589</u>	<u>\$ 85,673,979</u>	<u>\$ 348,669,803</u>
<u>\$ 126,581,689</u>	<u>\$ 61,207,984</u>	<u>\$ 12,328,171</u>	<u>\$ 102,989,609</u>	<u>\$ 406,059,153</u>

BREVARD COUNTY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

Fund balances - total governmental funds	\$ 348,669,803.
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.	692,363,624
Other assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	3,432,352
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.	(405,437,546)
Deferred revenue in the governmental funds is susceptible to full accrual on the entity-wide statements.	14,694,157
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.	30,359,647
Net assets of governmental activities	<u>\$ 684,082,037</u>



BREVARD COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

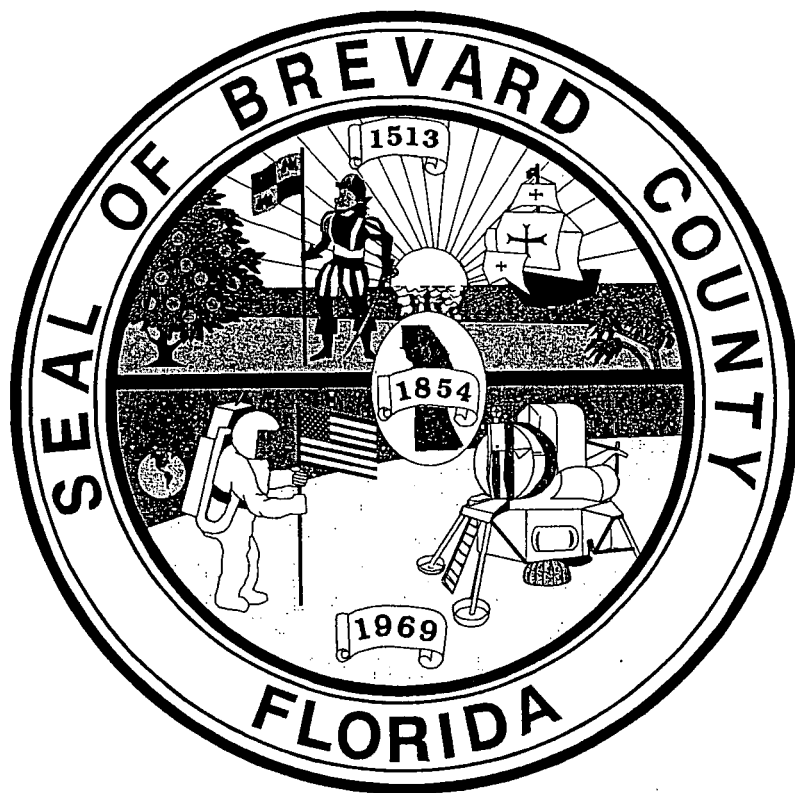
	<u>General</u>	<u>Emergency Services</u>
REVENUES		
Taxes	\$ 149,273,030	\$ 10,345,185
Permits, fees and special assessments	17,551,561	21,056,466
Intergovernmental revenues	38,441,019	5,027,458
Charges for services	34,100,328	12,931,511
Fines and forfeits	2,651,959	513,892
Miscellaneous revenues	8,647,196	983,465
Total revenues	<u>\$ 250,665,093</u>	<u>\$ 50,857,977</u>
EXPENDITURES		
Current:		
General government	\$ 93,222,449	\$ 0
Public safety	86,963,661	58,554,103
Physical environment	6,795,262	0
Transportation	6,900,375	0
Economic environment	1,930,440	0
Human services	14,338,729	0
Culture and recreation	16,930,846	0
Intergovernmental	5,399,810	588,044
Capital outlay	0	0
Debt service:		
Principal	816,111	240,934
Interest	116,637	16,245
Total expenditures	<u>\$ 233,414,320</u>	<u>\$ 59,399,326</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 17,250,773</u>	<u>\$ (8,541,349)</u>
OTHER FINANCING SOURCES AND (USES)		
Transfers in	\$ 6,549,978	\$ 13,338,203
Transfers out	(39,467,739)	(538,787)
Proceeds of the sale of capital assets	143,551	115,693
Insurance proceeds	0	17,877
Total other financing sources and (uses)	<u>\$ (32,774,210)</u>	<u>\$ 12,932,986</u>
Net change in fund balances	<u>\$ (15,523,437)</u>	<u>\$ 4,391,637</u>
Fund balances - beginning	53,777,366	27,284,000
Increase in reserve for inventory of supplies and prepaid items	342,752	84,535
Fund balances - ending	<u><u>\$ 38,596,681</u></u>	<u><u>\$ 31,760,172</u></u>

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

<i>Brevard County Transportation Trust</i>	<i>Parks and Recreation Facilities</i>	<i>Environmentally Endangered Land Purchases</i>	<i>Other Governmental Funds</i>	<i>Total Governmental Funds</i>
\$ 8,064,715	\$ 0	\$ 0	\$ 78,490,472	\$ 246,173,402
2,136,294	0	0	11,620,216	52,364,537
8,148,180	1,417,744	0	16,326,284	69,360,685
5,149,625	0	0	9,416,037	61,597,501
0	0	0	1,785,758	4,951,609
2,520,905	1,796,428	223,290	4,861,856	19,033,140
<u>\$ 26,019,719</u>	<u>\$ 3,214,172</u>	<u>\$ 223,290</u>	<u>\$ 122,500,623</u>	<u>\$ 453,480,874</u>
\$ 130,614	\$ 0	\$ 0	\$ 8,780,447	\$ 102,133,510
0	0	0	23,740,356	169,258,120
0	0	0	4,918,484	11,713,746
32,329,539	0	0	9,258,314	48,488,228
0	0	0	11,021,016	12,951,456
0	0	0	8,660,008	22,998,737
0	0	0	35,942,989	52,873,835
1,159,893	0	0	1,129,245	8,276,992
0	18,133,101	1,542,327	2,457,614	22,133,042
3,471,496	0	0	20,331,347	24,859,888
5,686,006	0	0	11,025,210	16,844,098
<u>\$ 42,777,548</u>	<u>\$ 18,133,101</u>	<u>\$ 1,542,327</u>	<u>\$ 137,265,030</u>	<u>\$ 492,531,652</u>
<u>\$ (16,757,829)</u>	<u>\$ (14,918,929)</u>	<u>\$ (1,319,037)</u>	<u>\$ (14,764,407)</u>	<u>\$ (39,050,778)</u>
\$ 5,087,390	\$ 1,215,722	\$ 0	\$ 21,775,284	\$ 47,966,577
(260,000)	0	0	(10,022,881)	(50,289,407)
76,560	0	1,560,000	122,113	2,017,917
55,737	0	0	141,662	215,276
<u>\$ 4,959,687</u>	<u>\$ 1,215,722</u>	<u>\$ 1,560,000</u>	<u>\$ 12,016,178</u>	<u>\$ (89,637)</u>
\$ (11,798,142)	\$ (13,703,207)	\$ 240,963	\$ (2,748,229)	\$ (39,140,415)
133,402,004	73,255,923	11,240,626	88,211,244	387,171,163
804	0	0	210,964	639,055
<u><u>\$ 121,604,666</u></u>	<u><u>\$ 59,552,716</u></u>	<u><u>\$ 11,481,589</u></u>	<u><u>\$ 85,673,979</u></u>	<u><u>\$ 348,669,803</u></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, 2009

Net change in fund balances - total governmental funds	\$ (39,140,415)
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.	28,648,378
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.	4,643,083
Some revenues reported in the statement of activities are to be collected on a long-term basis and therefore are not reported as revenues in the funds.	4,685,121
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.	24,859,888
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.	(9,545,134)
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.	639,055
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>2,835,401</u>
Change in net assets of governmental activities	<u><u>\$ 17,625,377</u></u>



BREVARD COUNTY, FLORIDA

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Taxes:				
Ad valorem taxes	\$ 151,566,631	\$ 151,566,631	\$ 140,911,159	\$ (10,655,472)
Communication services tax	9,339,282	9,175,671	7,832,194	(1,343,477)
Other taxes	279,229	279,229	529,677	250,448
Total taxes	\$ 161,185,142	\$ 161,021,531	\$ 149,273,030	\$ (11,748,501)
Permits, fees and special assessments:				
Franchise fees-electricity	\$ 16,929,775	\$ 16,872,313	\$ 15,863,455	\$ (1,008,858)
Special assessments	0	0	4,419	4,419
Other permits and fees	2,061,525	2,059,778	1,683,687	(376,091)
Total permits, fees, and special assessments	\$ 18,991,300	\$ 18,932,091	\$ 17,551,561	\$ (1,380,530)
Intergovernmental revenues:				
Federal grants	\$ 1,004,991	\$ 6,671,110	\$ 1,590,272	\$ (5,080,838)
Federal payments in lieu of taxes	350,000	350,000	285,715	(64,285)
State grants	3,615,073	3,871,663	3,312,608	(559,055)
State shared revenues	28,972,444	33,750,569	31,809,828	(1,940,741)
Grants from other local units	0	77,132	22,875	(54,257)
Payments from other local units in lieu of taxes	1,415,135	1,415,135	1,419,721	4,586
Total intergovernmental revenues	\$ 35,357,643	\$ 46,135,609	\$ 38,441,019	\$ (7,694,590)
Charges for services:				
General government	\$ 12,721,570	\$ 13,329,681	\$ 11,715,546	\$ (1,614,135)
Public safety	618,328	600,432	746,307	145,875
Physical environment	351,010	356,401	330,380	(26,021)
Transportation	578,902	578,902	442,313	(136,589)
Human services	321,000	321,000	212,203	(108,797)
Culture and recreation	3,467,221	3,467,221	2,818,842	(648,379)
Court-related revenues	12,668,591	9,355,591	9,180,637	(174,954)
Other charges for services	9,397,452	9,397,452	8,654,100	(743,352)
Total charges for services	\$ 40,124,074	\$ 37,406,680	\$ 34,100,328	\$ (3,306,352)
Fines and forfeits	\$ 3,966,875	\$ 2,702,145	\$ 2,651,959	\$ (50,186)
Miscellaneous revenues:				
Interest earnings	\$ 3,469,728	\$ 3,281,578	\$ 2,963,912	\$ (317,666)
Rents and royalties	1,676,027	1,676,027	1,589,124	(86,903)
Sales of surplus materials	49,744	68,744	2,802	(65,942)
Contributions and donations	1,092,105	1,090,169	108,466	(981,703)
Licenses	1,261,020	1,261,020	1,239,771	(21,249)
Other miscellaneous revenues	1,993,454	2,338,455	2,743,121	404,666
Total miscellaneous revenues	\$ 9,542,078	\$ 9,715,993	\$ 8,647,196	\$ (1,068,797)
Total revenues	\$ 269,167,112	\$ 275,914,049	\$ 250,665,093	\$ (25,248,956)
EXPENDITURES				
Current:				
General government:				
Legislative	\$ 1,533,137	\$ 1,549,837	\$ 1,455,121	\$ 94,716
Executive	946,619	946,619	881,066	65,553
Financial and administrative	35,355,471	35,036,420	35,134,458	(98,038)
Legal counsel	1,334,269	1,334,269	1,280,957	53,312
Comprehensive planning	3,580,317	3,427,109	2,851,074	576,035
Court related	30,610,579	29,551,640	28,747,259	804,381
Other general government	23,880,242	26,092,516	22,872,514	3,220,002
Total general government	\$ 97,240,634	\$ 97,938,410	\$ 93,222,449	\$ 4,715,961

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
Expenditures (continued)				
Public safety:				
Law enforcement	\$ 41,055,071	\$ 43,858,316	\$ 40,961,289	\$ 2,897,027
Detention and/or correction	40,991,677	40,991,677	40,431,998	559,679
Protective inspections	2,304,733	2,302,179	1,969,569	332,610
Emergency and disaster relief services	1,677,591	2,267,022	1,421,252	845,770
Medical examiner	1,704,633	1,704,633	1,563,444	141,189
Other public safety	780,455	761,655	616,109	145,546
Total public safety	\$ 88,514,160	\$ 91,885,482	\$ 86,963,661	\$ 4,921,821
Physical environment:				
Conservation and resource management	\$ 4,251,002	\$ 8,749,338	\$ 6,795,262	\$ 1,954,076
Transportation:				
Road and street facilities	\$ 7,888,309	\$ 7,697,970	\$ 6,366,842	\$ 1,331,128
Airports	544,216	557,673	468,943	88,730
Other transportation services	70,000	70,000	64,590	5,410
Total transportation	\$ 8,502,525	\$ 8,325,643	\$ 6,900,375	\$ 1,425,268
Economic environment:				
Industry development	\$ 1,727,353	\$ 1,727,353	\$ 1,711,320	\$ 16,033
Veterans' services	262,238	262,238	219,120	43,118
Total economic environment	\$ 1,989,591	\$ 1,989,591	\$ 1,930,440	\$ 59,151
Human services:				
Health	\$ 8,596,119	\$ 9,617,326	\$ 9,613,036	\$ 4,290
Mental health	2,261,394	2,261,394	2,115,349	146,045
Welfare	2,852,708	3,112,602	2,533,095	579,507
Developmental disabilities	73,228	73,228	72,083	1,145
Other human services	44,140	55,186	5,166	50,020
Total human services	\$ 13,827,589	\$ 15,119,736	\$ 14,338,729	\$ 781,007
Culture and recreation:				
Parks and recreation	\$ 21,227,175	\$ 22,245,471	\$ 16,398,369	\$ 5,847,102
Cultural services	553,768	553,768	532,477	21,291
Total culture and recreation	\$ 21,780,943	\$ 22,799,239	\$ 16,930,846	\$ 5,868,393
Intergovernmental	\$ 5,455,100	\$ 5,399,810	\$ 5,399,810	\$ 0
Debt service:				
Principal	\$ 469,046	\$ 1,065,615	\$ 816,111	\$ 249,504
Interest	309,851	342,964	116,637	226,327
Total debt service	\$ 778,897	\$ 1,408,579	\$ 932,748	\$ 475,831
Total expenditures	\$ 242,340,441	\$ 253,615,828	\$ 233,414,320	\$ 20,201,508
Excess of revenues over expenditures	\$ 26,826,671	\$ 22,298,221	\$ 17,250,773	\$ (5,047,448)
OTHER FINANCING SOURCES AND (USES)				
Transfers in	\$ 5,481,263	\$ 5,967,539	\$ 6,549,978	\$ 582,439
Transfers out	(40,359,884)	(41,365,118)	(39,467,739)	1,897,379
Proceeds of the sale of capital assets	0	47,206	143,551	96,345
Insurance proceeds	0	36,008	0	(36,008)
Bond and loan proceeds	100,000	0	0	0
Total other financing sources and uses	\$ (34,778,621)	\$ (35,314,365)	\$ (32,774,210)	\$ 2,540,155
Net change in fund balances	\$ (7,951,950)	\$ (13,016,144)	\$ (15,523,437)	\$ (2,507,293)
Fund balances - beginning	\$ 53,777,366	\$ 53,777,366	\$ 53,777,366	\$ 0
Increase in reserve for inventory of supplies and prepaid items	0	0	342,752	342,752
Fund balances - ending	\$ 45,825,416	\$ 40,761,222	\$ 38,596,681	\$ (2,164,541)

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, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Taxes	\$ 10,799,494	\$ 10,799,494	\$ 10,345,185	\$ (454,309)
Permits, fees and special assessments	0	21,914,645	21,056,466	(858,179)
Intergovernmental revenues	1,582,993	3,487,776	5,027,458	1,539,682
Charges for services	13,650,888	13,843,520	12,931,511	(912,009)
Fines and forfeits	880,000	880,000	513,892	(366,108)
Miscellaneous revenues	23,156,500	1,358,949	983,465	(375,484)
Total revenues	\$ 50,069,875	\$ 52,284,384	\$ 50,857,977	\$ (1,426,407)
EXPENDITURES				
Current:				
Public safety	\$ 71,247,519	\$ 71,587,466	\$ 58,554,103	\$ 13,033,363
Intergovernmental	0	588,044	588,044	0
Debt service:				
Principal	240,935	240,935	240,934	1
Interest	16,245	16,245	16,245	0
Total expenditures	\$ 71,504,699	\$ 72,432,690	\$ 59,399,326	\$ 13,033,364
Deficiency of revenues under expenditures	\$ (21,434,824)	\$ (20,148,306)	\$ (8,541,349)	\$ 11,606,957
OTHER FINANCING SOURCES AND (USES)				
Transfers in	\$ 14,180,815	\$ 14,177,577	\$ 13,338,203	\$ (839,374)
Transfers out	(855,957)	(858,086)	(538,787)	319,299
Proceeds of the sale of capital assets	1,000	1,000	115,693	114,693
Insurance proceeds	0	0	17,877	17,877
Total other financing sources and uses	\$ 13,325,858	\$ 13,320,491	\$ 12,932,986	\$ (387,505)
Net change in fund balances	\$ (8,108,966)	\$ (6,827,815)	\$ 4,391,637	\$ 11,219,452
Fund balances - beginning	27,284,000	27,284,000	27,284,000	0
Increase in reserve for inventory of supplies	0	0	84,535	84,535
Fund balances - ending	\$ 19,175,034	\$ 20,456,185	\$ 31,760,172	\$ 11,303,987

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, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Taxes	\$ 8,167,196	\$ 8,167,196	\$ 8,064,715	\$ (102,481)
Permits, fees and special assessments	4,891,600	2,492,202	2,136,294	(355,908)
Intergovernmental revenues	8,981,703	10,221,773	8,148,180	(2,073,593)
Charges for services	3,934,205	4,006,532	5,149,625	1,143,093
Miscellaneous revenues	3,174,869	4,206,586	2,520,905	(1,685,681)
Total revenues	<u>\$ 29,149,573</u>	<u>\$ 29,094,289</u>	<u>\$ 26,019,719</u>	<u>\$ (3,074,570)</u>
EXPENDITURES				
Current:				
General government	\$ 126,548	\$ 118,548	\$ 130,614	\$ (12,066)
Transportation	113,929,693	142,659,117	32,329,539	110,329,578
Intergovernmental	0	1,159,893	1,159,893	0
Debt service:				
Principal	5,801,750	5,802,250	3,471,496	2,330,754
Interest	3,348,870	3,355,370	5,686,006	(2,330,636)
Total expenditures	<u>\$ 123,206,861</u>	<u>\$ 153,095,178</u>	<u>\$ 42,777,548</u>	<u>\$ 110,317,630</u>
Deficiency of revenues under expenditures	<u>\$ (94,057,288)</u>	<u>\$ (124,000,889)</u>	<u>\$ (16,757,829)</u>	<u>\$ 107,243,060</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers in	\$ 5,371,881	\$ 5,339,003	\$ 5,087,390	\$ (251,613)
Transfers out	(272,535)	(260,535)	(260,000)	535
Proceeds of the sale of capital assets	40,000	40,000	76,560	36,560
Insurance proceeds	10,000	10,000	55,737	45,737
Total other financing sources and uses	<u>\$ 5,149,346</u>	<u>\$ 5,128,468</u>	<u>\$ 4,959,687</u>	<u>\$ (168,781)</u>
Net change in fund balances	<u>\$ (88,907,942)</u>	<u>\$ (118,872,421)</u>	<u>\$ (11,798,142)</u>	<u>\$ 107,074,279</u>
Fund balances - beginning	\$ 133,402,004	\$ 133,402,004	\$ 133,402,004	\$ 0
Increase in reserve for inventory of supplies	0	0	804	804
Fund balances - ending	<u>\$ 44,494,062</u>	<u>\$ 14,529,583</u>	<u>\$ 121,604,666</u>	<u>\$ 107,075,083</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, 2009

	<i>Business-type</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 41,966,245	\$ 11,113,842
Cash with escrow and paying agent	0	0
Accounts receivable (net of allowance for uncollectibles)	605,038	137,355
Accrued interest receivable	173,451	60,491
Due from other funds	78,733	217,472
Due from other governmental units	451,221	3,179,221
Prepaid items	0	0
Inventories	307,831	719,361
Restricted assets:		
Cash and cash equivalents	23,938,165	12,053,542
Due from other governmental units	0	483,013
Total current assets	<u>\$ 67,520,684</u>	<u>\$ 27,964,297</u>
Noncurrent assets:		
Capital assets:		
Land	\$ 27,087,160	\$ 3,525,844
Buildings and structures	25,179,694	20,673,679
Infrastructure	2,401,518	7,790,900
Improvements to land	1,054,298	0
Improvements other than buildings	18,669,077	234,208,264
Machinery and equipment	18,009,329	9,427,216
Goodwill	0	0
Less accumulated depreciation	(27,370,556)	(144,612,153)
Construction in progress	8,581,056	3,991,385
Advances to other funds	415,447	1,742,841
Unamortized debt issue costs	0	118,100
Total noncurrent assets	<u>\$ 74,027,023</u>	<u>\$ 136,866,076</u>
Total assets	<u>\$ 141,547,707</u>	<u>\$ 164,830,373</u>

<i>Activities - Enterprise Funds</i>			<i>Governmental Activities- Internal Service Funds</i>
<i>Barefoot Bay Water & Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	
\$ 1,247,300	\$ 7,860,162	\$ 62,187,549	\$ 48,986,508
0	0	0	1,122,000
168,082	54,036	964,511	107,449
4,018	21,819	259,779	128,451
0	0	296,205	730,338
66,414	2,318,195	6,015,051	508,122
0	0	0	1,364,071
76,870	112,959	1,217,021	0
972,063	0	36,963,770	0
0	0	483,013	0
<u>\$ 2,534,747</u>	<u>\$ 10,367,171</u>	<u>\$ 108,386,899</u>	<u>\$ 52,946,939</u>
\$ 5,102,165	\$ 2,171,899	\$ 37,887,068	\$ 0
1,339,186	4,925,994	52,118,553	0
0	0	10,192,418	0
0	7,936,942	8,991,240	0
12,276,680	143,732	265,297,753	0
162,421	17,044,431	44,643,397	5,176,926
1,410,189	0	1,410,189	0
(6,681,139)	(19,237,942)	(197,901,790)	(3,498,735)
117,209	0	12,689,650	0
0	0	2,158,288	64,500
251,566	43,487	413,153	0
<u>\$ 13,978,277</u>	<u>\$ 13,028,543</u>	<u>\$ 237,899,919</u>	<u>\$ 1,742,691</u>
<u>\$ 16,513,024</u>	<u>\$ 23,395,714</u>	<u>\$ 346,286,818</u>	<u>\$ 54,689,630</u>

BREVARD COUNTY, FLORIDA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
SEPTEMBER 30, 2009

	<i>Business-type</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
LIABILITIES		
Current liabilities		
(payable from current assets):		
Vouchers and contracts payable	\$ 3,646,614	\$ 1,069,504
Claims payable	0	0
Due to other funds	0	0
Due to other governmental units	455,963	12,337
Matured interest payable	0	4,708
Accrued interest payable	0	0
Accrued compensated absences	45,811	52,181
Revenue bonds	1,155,000	2,560,417
Capital leases payable	0	0
Current liabilities		
(payable from restricted assets):		
Accrued interest payable	0	149,297
Customer deposits	352,942	517,813
Revenue bonds	0	3,584,583
Total current liabilities	\$ 5,656,330	\$ 7,950,840
Noncurrent liabilities:		
Revenue bonds payable (net of unamortized discounts and deferred amount on refunding)	\$ 0	\$ 28,519,048
Advances from other funds	0	0
Claims payable	0	0
Landfill closure and postclosure care	26,302,500	0
Accrued compensated absences	646,053	772,993
Other postemployment benefits	631,791	637,852
Total noncurrent liabilities	\$ 27,580,344	\$ 29,929,893
Total liabilities	\$ 33,236,674	\$ 37,880,733
NET ASSETS		
Invested in capital assets, net of related debt	\$ 72,456,576	\$ 100,341,087
Restricted for:		
Debt service	0	7,784,863
Renewal and replacement	23,585,223	500,000
Unrestricted	12,269,234	18,323,690
Total net assets	\$ 108,311,033	\$ 126,949,640
Adjustment to reflect the consolidation of Internal Service fund activities related to Enterprise funds		
Net assets of business-type activities		

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

<i>Activities - Enterprise Funds</i>			<i>Governmental</i>
<i>Barefoot Bay Water & Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	<i>Activities- Internal Service Funds</i>
\$ 31,955	\$ 1,458,046	\$ 6,206,119	\$ 2,265,424
0	0	0	8,090,553
60,000	0	60,000	13,349
0	20,164	488,464	0
0	0	4,708	0
0	86,538	86,538	0
5,022	46,952	149,966	40,576
0	611,032	4,326,449	0
0	48,190	48,190	0
361,392	0	510,689	0
44,904	0	915,659	0
400,000	0	3,984,583	0
<u>\$ 903,273</u>	<u>\$ 2,270,922</u>	<u>\$ 16,781,365</u>	<u>\$ 10,409,902</u>
\$ 13,718,277	\$ 4,793,126	\$ 47,030,451	\$ 0
911,921	0	911,921	0
0	0	0	10,258,533
0	0	26,302,500	0
84,945	434,306	1,938,297	311,911
56,564	412,104	1,738,311	155,045
<u>\$ 14,771,707</u>	<u>\$ 5,639,536</u>	<u>\$ 77,921,480</u>	<u>\$ 10,725,489</u>
<u>\$ 15,674,980</u>	<u>\$ 7,910,458</u>	<u>\$ 94,702,845</u>	<u>\$ 21,135,391</u>
\$ (391,566)	\$ 7,532,708	\$ 179,938,805	\$ 1,678,191
0	0	7,784,863	0
165,767	0	24,250,990	0
1,063,843	7,952,548	39,609,315	31,876,048
<u>\$ 838,044</u>	<u>\$ 15,485,256</u>	<u>\$ 251,583,973</u>	<u>\$ 33,554,239</u>
		3,194,592	
		<u>\$ 254,778,565</u>	

BREVARD COUNTY, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Business-type</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
Operating revenues:		
Service fees	\$ 24,973,998	\$ 26,054,703
Less cost of goods sold	0	0
Total operating revenues	<u>\$ 24,973,998</u>	<u>\$ 26,054,703</u>
Operating expenses:		
Wages and benefits	\$ 8,622,576	\$ 8,360,583
Repair, maintenance, and other services	5,144,963	9,854,989
Materials and supplies	3,335,092	1,337,107
Landfill closure and postclosure care	3,279,796	0
Depreciation	4,067,823	8,120,274
Insurance claims expense	0	0
Total operating expenses	<u>\$ 24,450,250</u>	<u>\$ 27,672,953</u>
Operating income (loss)	<u>\$ 523,748</u>	<u>\$ (1,618,250)</u>
Nonoperating revenues (expenses):		
Income on investments	\$ 1,421,447	\$ 451,740
Interest expense	(112,431)	(1,494,140)
Miscellaneous revenue	230,180	58,476
Grants and matching funds	8,064	4,834
Gain (loss) on disposal of capital assets	(317,970)	109,632
Amortization of debt issue costs	(3,259)	(56,170)
Total nonoperating revenues (expenses)	<u>\$ 1,226,031</u>	<u>\$ (925,628)</u>
Income (loss) before contributions and transfers	<u>\$ 1,749,779</u>	<u>\$ (2,543,878)</u>
Capital contributions	\$ 742,726	\$ 3,377,799
Transfers in	66,353	0
Transfers out	(388,690)	(6,220)
Total contributions and transfers	<u>\$ 420,389</u>	<u>\$ 3,371,579</u>
Change in net assets	<u>\$ 2,170,168</u>	<u>\$ 827,701</u>
Net assets - beginning	\$ 106,140,865	\$ 126,282,566
Cumulative effect in prior years of accounting error	0	(160,627)
Net assets - beginning, restated	<u>\$ 106,140,865</u>	<u>\$ 126,121,939</u>
Net assets - ending	<u><u>\$ 108,311,033</u></u>	<u><u>\$ 126,949,640</u></u>

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

Change in net assets of business-type activities

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

<i>Activities - Enterprise Funds</i>			<i>Governmental Activities- Internal Service Funds</i>
<i>Barefoot Bay Water & Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	
\$ 3,304,120	\$ 16,168,242	\$ 70,501,063	\$ 69,413,295
0	(129,228)	(129,228)	0
<u>\$ 3,304,120</u>	<u>\$ 16,039,014</u>	<u>\$ 70,371,835</u>	<u>\$ 69,413,295</u>
\$ 1,108,277	\$ 6,124,513	\$ 24,215,949	\$ 3,187,812
737,846	16,816,635	32,554,433	12,308,909
218,912	1,182,679	6,073,790	60,699
0	0	3,279,796	0
908,456	2,298,820	15,395,373	623,338
0	0	0	52,916,087
<u>\$ 2,973,491</u>	<u>\$ 26,422,647</u>	<u>\$ 81,519,341</u>	<u>\$ 69,096,845</u>
<u>\$ 330,629</u>	<u>\$ (10,383,633)</u>	<u>\$ (11,147,506)</u>	<u>\$ 316,450</u>
\$ 25,751	\$ 241,306	\$ 2,140,244	\$ 831,290
(736,254)	(310,738)	(2,653,563)	0
24,807	115,868	429,331	1,801,367
0	6,519,654	6,532,552	0
(49,949)	137,563	(120,724)	6,580
(21,365)	(9,916)	(90,710)	0
<u>\$ (757,010)</u>	<u>\$ 6,693,737</u>	<u>\$ 6,237,130</u>	<u>\$ 2,639,237</u>
\$ (426,381)	\$ (3,689,896)	\$ (4,910,376)	\$ 2,955,687
\$ 1,888	\$ 1,351,532	\$ 5,473,945	\$ 112,770
0	2,707,285	2,773,638	0
0	(55,898)	(450,808)	0
<u>\$ 1,888</u>	<u>\$ 4,002,919</u>	<u>\$ 7,796,775</u>	<u>\$ 112,770</u>
\$ (424,493)	\$ 313,023	\$ 2,886,399	\$ 3,068,457
\$ 1,322,321	\$ 15,172,233		\$ 30,485,782
(59,784)	0		0
<u>\$ 1,262,537</u>	<u>\$ 15,172,233</u>		<u>\$ 30,485,782</u>
<u>\$ 838,044</u>	<u>\$ 15,485,256</u>		<u>\$ 33,554,239</u>
		233,056	
		<u>\$ 3,119,455</u>	

BREVARD COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Business-type Activities -</i>	
	<i>Solid Waste Management Department</i>	<i>Water Resources Department</i>
Cash flows from operating activities:		
Cash receipts for service fees	\$ 24,960,568	\$ 26,037,380
Cash receipts from other sources	229,208	26,194
Cash payments to employees for services	(8,492,859)	(7,987,442)
Cash payments for customer deposits	0	(48,966)
Cash payments to suppliers for goods and services	(8,164,286)	(11,236,693)
Cash payments for insurance claims	0	0
Net cash from operating activities	<u>\$ 8,532,631</u>	<u>\$ 6,790,473</u>
Cash flows from noncapital financing activities:		
Grant receipts	\$ 79,255	\$ 6,684
Transfers in	66,353	0
Transfers out	(388,690)	(6,220)
Interfund loans	0	87,614
Net cash flows from noncapital financing activities	<u>\$ (243,082)</u>	<u>\$ 88,078</u>
Cash flows from capital and related financing activities:		
Principal payments	\$ (2,890,000)	\$ (5,840,000)
Interest payments	(96,360)	(1,955,838)
Capital grant receipts	0	0
Payments to acquire, construct, or improve capital assets	(5,824,162)	(1,833,007)
Proceeds from disposal of capital assets	344,715	130,027
Impact/connection fees for capital purposes	742,229	1,329,693
Net cash flows from capital and related financing activities	<u>\$ (7,723,578)</u>	<u>\$ (8,169,125)</u>
Cash flows from investing activities:		
Interest on investments	\$ 1,609,832	\$ 516,112
Net cash flows from investing activities	<u>\$ 1,609,832</u>	<u>\$ 516,112</u>
Net increase (decrease) in cash and cash equivalents	\$ 2,175,803	\$ (774,462)
Cash and cash equivalents, October 1, 2008	63,728,607	23,941,846
Cash and cash equivalents, September 30, 2009	<u>\$ 65,904,410</u>	<u>\$ 23,167,384</u>

<i>Enterprise Funds</i>			<i>Governmental Activities- Internal Service Funds</i>
<i>Barefoot Bay Water & Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	
\$ 3,304,345	\$ 16,218,530	\$ 70,520,823	\$ 70,345,455
22,354	112,999	390,755	2,402,034
(1,084,246)	(5,790,157)	(23,354,704)	(3,117,381)
0	0	(48,966)	0
(983,657)	(18,965,097)	(39,349,733)	(14,433,272)
0	0	0	(49,742,019)
<u>\$ 1,258,796</u>	<u>\$ (8,423,725)</u>	<u>\$ 8,158,175</u>	<u>\$ 5,454,817</u>
\$ 13,612	\$ 6,527,967	\$ 6,627,518	\$ 0
0	2,707,285	2,773,638	0
0	(55,898)	(450,808)	0
<u>(87,614)</u>	<u>0</u>	<u>0</u>	<u>(80,000)</u>
<u>\$ (74,002)</u>	<u>\$ 9,179,354</u>	<u>\$ 8,950,348</u>	<u>\$ (80,000)</u>
\$ (380,000)	\$ (709,932)	\$ (9,819,932)	\$ 0
(740,532)	(282,214)	(3,074,944)	0
0	1,348,932	1,348,932	0
(61,875)	(1,648,486)	(9,367,530)	(237,547)
149,943	176,178	800,863	18,667
<u>2,025</u>	<u>0</u>	<u>2,073,947</u>	<u>0</u>
<u>\$ (1,030,439)</u>	<u>\$ (1,115,522)</u>	<u>\$ (18,038,664)</u>	<u>\$ (218,880)</u>
\$ 32,082	\$ 266,151	\$ 2,424,177	\$ 975,587
\$ 32,082	\$ 266,151	\$ 2,424,177	\$ 975,587
\$ 186,437	\$ (93,742)	\$ 1,494,036	\$ 6,131,524
2,032,926	7,953,904	97,657,283	43,976,984
<u>\$ 2,219,363</u>	<u>\$ 7,860,162</u>	<u>\$ 99,151,319</u>	<u>\$ 50,108,508</u>

BREVARD COUNTY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<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)	\$ 523,748	\$ (1,618,250)
Adjustments to reconcile operating income (loss) to net cash from operating activities:		
Depreciation expense	\$ 4,067,823	\$ 8,120,274
Landfill closure and postclosure care	3,279,796	0
Miscellaneous revenue	230,180	58,476
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	312,983	24,220
(Increase) decrease in due from other funds	0	0
(Increase) decrease in due from other governmental units	11,436	83,322
(Increase) decrease in inventories	57,006	102,660
(Increase) decrease in prepaid items	0	0
Increase (decrease) in customer deposits	(20,429)	(141,188)
Increase (decrease) in accrued compensated absences	(65,182)	(53,538)
Increase (decrease) in other postemployment benefits	314,633	322,209
Increase (decrease) vouchers & contracts payable	(179,363)	(120,049)
Increase (decrease) in claims payable	0	0
Increase (decrease) in due to other funds	0	0
Increase (decrease) in due to other governmental units	0	12,337
Total adjustment	\$ 8,008,883	\$ 8,408,723
Net cash provided by operating activities	\$ 8,532,631	\$ 6,790,473
Noncash investing, capital and financing activities:		
Capital contributed by developers, individuals, and governmental entities	\$ 2,500	\$ 2,072,505

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

<i>Enterprise Funds</i>			<i>Governmental Activities- Internal Service Funds</i>
<i>Barefoot Bay Water & Sewer District</i>	<i>Other Business-type Activities</i>	<i>Total</i>	
<u>\$ 330,629</u>	<u>\$ (10,383,633)</u>	<u>\$ (11,147,506)</u>	<u>\$ 316,450</u>
\$ 908,456	\$ 2,298,820	\$ 15,395,373	\$ 623,338
0	0	3,279,796	0
24,807	115,868	429,331	1,801,367
(2,500)	41,283	375,986	747,889
0	0	0	714,838
0	42,689	137,447	(853,189)
10,326	(2,669)	167,323	0
0	0	0	217,440
0	0	(161,617)	0
(4,237)	8,090	(114,867)	711
28,282	212,113	877,237	93,431
(36,967)	(758,791)	(1,095,170)	(953,820)
0	0	0	2,733,013
0	0	0	13,349
0	2,505	14,842	0
<u>\$ 928,167</u>	<u>\$ 1,959,908</u>	<u>\$ 19,305,681</u>	<u>\$ 5,138,367</u>
<u>\$ 1,258,796</u>	<u>\$ (8,423,725)</u>	<u>\$ 8,158,175</u>	<u>\$ 5,454,817</u>
<u>\$ 0</u>	<u>\$ 8,550</u>	<u>\$ 2,083,555</u>	<u>\$ 112,770</u>

BREVARD COUNTY, FLORIDA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2009

	<u>Agency Funds</u>
ASSETS	
Cash	\$ 28,567,191
Accounts receivable	194,721
Accrued interest receivable	2,229
Due from other funds	99
Due from other governmental units	152,754
Total assets	<u>\$ 28,916,994</u>
LIABILITIES	
Due to employees, individuals, and others	\$ 11,081,710
Due to other governmental units	4,846,528
Escrow and refundable deposits	12,988,756
Total liabilities	<u>\$ 28,916,994</u>

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

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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. 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.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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

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

Related Organizations

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

The A. Max Brewer Memorial Law Library, Brevard County Expressway Authority, and Brevard County Health Facilities Authority represent component units and reported no revenues or expenditures for the period ended September 30, 2009.

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.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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 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.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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.

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 Florida Clerks of Court Operations Corporation by October 1 each year. 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 amend the budget during the fiscal year. These amendments must be adopted in accordance with the same laws that governed the adoption of the original budget.

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 budget during the fiscal year or within sixty (60) days after the end of the fiscal year. The County Manager may authorize interdepartmental and line item transfers up to \$100,000.

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

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

Budget amendments totaling \$109,531,501 were enacted during the fiscal year primarily to authorize appropriation of proceeds from grant revenues, and unbudgeted cash balances.

E. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). 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, infrastructure and goodwill 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
Buildings and structures	\$ 35,000
Infrastructure	35,000
Improvements to land	5,000
Improvements other than buildings	5,000
Machinery & equipment	750
Goodwill	Capitalize all

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. Constructed assets are depreciated upon completion.

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	5-40
Infrastructure	10-75
Improvements to land	15-35
Improvements other than buildings	5-25
Machinery & equipment	3-10
Goodwill	15

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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. Cost is determined for the Fire/Rescue department's fleet inventory using the moving average method. All other inventories are valued 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.

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

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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.

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 eligible 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 \$405,437,546 difference are as follows:

Bonds payable	\$346,137,891
Less: Deferred charge on refunding (to be amortized as interest expense)	(2,604,906)
Less: Discount (to be amortized as interest expense)	(190,522)
Plus: Issuance premium (to be amortized as interest expense)	5,161,250
Accrued interest payable	3,343,440
Leases payable	188,833
Notes payable	8,101,000
Accrued compensated absences	29,043,505
Arbitrage rebate	1,073,386
Other postemployment benefits	<u>15,183,669</u>
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at <i>net assets – governmental activities</i>	<u>\$405,437,546</u>

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.”

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The details of this \$28,648,378 difference are as follows:

Capital outlay	\$ 54,495,317
Depreciation expense	<u>(25,846,939)</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>\$ 28,648,378</u>

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 \$4,643,083 difference are as follows:

In the statement of activities, only the *gain* 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.

\$ 857,573

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.

(5,500,656)

Net adjustment to increase *net changes in fund balances – total governmental funds* to arrive at *changes in net assets of governmental activities*

\$ 4,643,083

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 \$24,859,888 difference are as follows:

Principal repayments:	
Bonds	(\$22,900,917)
Capital lease	(271,971)
Notes payable	<u>(1,687,000)</u>

Net adjustment to increase *net changes in fund balances – total governmental funds* to arrive at *changes in net assets of governmental activities*

\$ 24,859,888

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 \$9,545,134 difference are as follows:

Accrued compensated absences	\$ 756,749
Arbitrage rebate	745,522
Other postemployment benefits	7,708,568
Accrued interest	(196,430)
Amortization of deferred charge on refunding	573,928
Amortization of debt issuance costs	511,706
Amortization of bond discounts/premium	<u>(554,909)</u>

Net adjustment to decrease *net changes in fund balances – total governmental funds* to arrive at *changes in net assets of governmental activities*

\$ 9,545,134

3. **Fund Balance Deficit** - Nonmajor Governmental Funds – The fund balance deficit of \$1,894,424 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, 2009, 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 .98% to 2.44%.

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Cash with escrow and paying agent of \$6,849,546 is comprised of \$289,359 accounted for in Brevard County Transportation Trust fund for the acquisition of land, \$5,438,187 accounted for in the Special Revenue Funds for the Brevard County Shore Protection Projects and \$1,122,000 accounted for in the Internal Service Funds as an insurance reserve balance as required by the County's insurance providers.

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.

The SBA's Florida Prime, formerly 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 operates 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.

The SBA Pool B participants are prohibited from withdrawing any amount from Pool B. As securities mature in Pool B, funds are transferred to Florida Prime at which time the funds are available to withdraw without any restrictions. The weighted average days to maturity of Florida Prime was 33 days, while the weighted average life of Fund B was 6.69 years, as of September 30, 2009.

On September 30, 2009 the County had \$33,720 invested in Florida Prime and \$13,605,555 remaining in Pool B, with a fair value of \$7,470,857.

Custodial Risk

The bank amount of the County's demand deposits was \$49,812,567 at September 30, 2009. The demand deposits are insured by the FDIC up to \$250,000 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 Home Loan Mortgage Corp., Federal Farm Credit Bank and Federal National Mortgage Assn. represented 21%, 4%, 2%, and 4% 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 (Florida Prime) was rated AA+ by Standard and Poor's at September 30, 2009. The Local Government Surplus Funds Trust Fund B was not rated by a nationally recognized statistical rating agency at September 30, 2009.

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 0.97 years.

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As of September 30, 2009, the County had the following investments and maturities:

	Fair Value	Maturity (Years)			
		Less Than 1	1-2	2-3	Over 3 Years
Corporate Note	\$ 24,179,325	\$ 0	\$ 0	\$ 24,179,325	\$ 0
Federal Farm Credit Bank	9,123,486	0	3,268,414	5,855,072	0
Federal Home Loan Bank	103,900,863	49,946,811	20,059,400	33,894,652	0
Federal Home Loan Mortgage Corp.	21,429,072	0	19,766,185	1,662,887	0
Federal National Mortgage Assn.	19,998,033	4,944,394	9,045,000	0	6,008,639
U.S. Treasury Bonds/Notes	119,476,885	88,613,108	10,370,156	20,493,621	0
State Board of Administration	7,504,577	33,720	0	0	7,470,857
Money Market Accounts	108,291,631	108,291,631	0	0	0
Certificates of Deposit	35,046,875	35,046,875	0	0	0
Guaranteed Investment Contract	45,325,473	45,325,473	0	0	0
Total	\$494,276,220	\$332,202,012	\$62,509,155	\$ 86,085,557	\$13,479,496

The carrying amount of the discretely presented component units' deposits with financial institutions was \$10,725,890 and the bank balance was \$10,793,819, which is insured by FDIC or collateralized with securities held by the State Treasurer in accordance with Chapter 280, Florida Statutes. On September 30, 2009 the component units had \$2,112,471 invested in Florida Prime and \$311,995 remaining in Pool B, with a fair value of \$242,902.

6. Receivables - The accounts receivable for the governmental activities of \$12,437,752 are net of allowances for doubtful accounts of \$3,310,872. Charges for services are net of mandatory contractual adjustments in the amount of \$3,497,331 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 \$964,511 are net of allowances for doubtful accounts of \$106,567.
7. Prepaid items - The prepaid items include \$1,336,082 of premiums paid on insurance policies. The Sheriff's office, which submits their annual budget pursuant to Chapter 30, Florida Statutes, expended funds appropriated by the Board of County Commissioners for fiscal year 2009 to advance \$520,179 toward lab work, maintenance and jail health services for fiscal year 2010. The remaining amount, \$148,401, represents various maintenance and service agreements.
8. Capital Assets

Capital assets activity for the year ended September 30, 2009, was as follows:

Primary Government	Oct. 1, 2008	Increases	Decreases	Sept. 30, 2009
Governmental Activities:				
Capital assets not depreciated:				
Land	\$227,779,001	\$ 6,570,481	\$ 0	\$234,349,482
Construction in progress	76,933,236	42,194,720	52,617,676	66,510,280
Total assets not depreciated	\$304,712,237	\$48,765,201	\$52,617,676	\$300,859,762
Capital assets depreciated:				
Buildings and structures	\$230,433,500	\$36,551,367	\$ 322,978	\$266,661,889
Infrastructure	121,357,423	7,926,658	0	129,284,081
Improvements to land	28,548,920	10,353,745	0	38,902,665
Improvements other than buildings	16,383,016	86,800	49,972	16,419,844
Operating machinery and equipment	139,144,304	9,250,249	7,502,841	140,891,712
Total assets depreciated	\$535,867,163	\$64,168,819	\$ 7,875,791	\$592,160,191
Less accumulated depreciation:				
Buildings and structures	\$ 44,972,065	\$ 6,731,526	\$ 48,103	\$ 51,655,488
Infrastructure	32,942,868	3,794,436	0	36,737,304
Improvements to land	7,036,387	1,611,950	0	8,648,337
Improvements other than buildings	8,954,570	1,077,699	25,684	10,006,585
Operating machinery and equipment	85,616,327	13,254,666	6,940,569	91,930,424
Total accumulated depreciation	\$179,522,217	\$26,470,277	\$ 7,014,356	\$198,978,138
Total depreciable capital assets, net	\$356,344,946	\$37,698,542	\$ 861,435	\$393,182,053
Total governmental activities capital assets, net	\$661,057,183	\$86,463,743	\$53,479,111	\$694,041,815

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Business-type Activities:

	Oct. 1, 2008	Adjustment	Oct. 1, 2008 Adjusted
Capital assets not depreciated:			
Land	\$ 37,784,864	\$ 242,050	\$ 38,026,914
Construction in progress	7,287,220	0	7,287,220
Total assets not depreciated	<u>\$ 45,072,084</u>	<u>\$ 242,050</u>	<u>\$ 45,314,134</u>
Capital assets depreciated:			
Buildings and structures	\$ 52,095,372	\$ 0	\$ 52,095,372
Infrastructure	10,192,418	0	10,192,418
Improvements to land	8,893,840	0	8,893,840
Improvements other than buildings	263,359,517	(1,652,239)	261,707,278
Machinery and equipment	46,158,847	0	46,158,847
Goodwill	0	1,410,189	1,410,189
Total assets depreciated	<u>\$380,699,994</u>	<u>\$ (242,050)</u>	<u>\$380,457,944</u>
Less accumulated depreciation:			
Buildings and structures	\$ 15,461,053	\$ (22,488)	\$ 15,438,565
Infrastructure	715,878	0	715,878
Improvements to land	5,222,695	0	5,222,695
Improvements other than buildings	137,690,846	(11,735)	137,679,111
Machinery and equipment	26,785,601	0	26,785,601
Goodwill	0	94,007	94,007
Total accumulated depreciation	<u>\$185,876,073</u>	<u>\$ 59,784</u>	<u>\$185,935,857</u>
Total depreciable capital assets, net	<u>\$194,823,921</u>	<u>\$ (301,834)</u>	<u>\$194,522,087</u>
Total business-type activities capital assets, net	<u>\$239,896,005</u>	<u>\$ (59,784)</u>	<u>\$239,836,221</u>

	Oct. 1, 2008 As Adjusted	Increases	Decreases	Sept. 30, 2009
Business-type Activities: Adjusted				
Capital assets not depreciated:				
Land	\$ 38,026,914	\$ 39	\$ 139,885	\$ 37,887,068
Construction in progress	7,287,220	6,522,127	1,119,697	12,689,650
Total assets not depreciated	<u>\$ 45,314,134</u>	<u>\$ 6,522,166</u>	<u>\$ 1,259,582</u>	<u>\$ 50,576,718</u>
Capital assets depreciated:				
Buildings and structures	\$ 52,095,372	\$ 121,813	\$ 98,632	\$ 52,118,553
Infrastructure	10,192,418	0	0	10,192,418
Improvements to land	8,893,840	97,400	0	8,991,240
Improvements other than buildings	261,707,278	3,638,715	48,240	265,297,753
Machinery and equipment	46,158,847	2,459,490	3,974,940	44,643,397
Goodwill	1,410,189	0	0	1,410,189
Total assets depreciated	<u>\$380,457,944</u>	<u>\$ 6,317,418</u>	<u>\$ 4,121,812</u>	<u>\$382,653,550</u>
Less accumulated depreciation:				
Buildings and structures	\$ 15,438,565	\$ 1,400,467	\$ 27,332	\$ 16,811,700
Infrastructure	715,878	306,654	0	1,022,532
Improvements to land	5,222,695	361,926	0	5,584,621
Improvements other than buildings	137,679,111	8,516,843	4,387	146,191,567
Machinery and equipment	26,785,601	4,715,470	3,397,721	28,103,350
Goodwill	94,007	94,013	0	188,020
Total accumulated depreciation	<u>\$185,935,857</u>	<u>\$15,395,373</u>	<u>\$ 3,429,440</u>	<u>\$197,901,790</u>
Total depreciable capital assets, net	<u>\$194,522,087</u>	<u>\$ (9,077,955)</u>	<u>\$ 692,372</u>	<u>\$184,751,760</u>
Total business-type activities capital assets, net	<u>\$239,836,221</u>	<u>\$ (2,555,789)</u>	<u>\$ 1,951,954</u>	<u>\$235,328,478</u>

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

Governmental Activities:

General government	\$ 4,678,752
Public safety	7,022,978
Physical environment	672,261
Transportation	5,479,267
Economic environment	199,279
Human services	744,396
Culture and recreation	7,050,006
Internal service funds	623,338
Total	<u>\$26,470,277</u>

Business-type Activities:

Solid Waste Management Department	\$ 4,067,823
Water Resources Department	8,120,274
Barefoot Bay Water & Sewer District	908,456
Space Coast Area Transit	1,847,179
Brevard County Golf courses	451,641
Total	<u>\$15,395,373</u>

BREVARD COUNTY, FLORIDA
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Component Units

Capital assets activity for component units is as follows:

Melbourne-Tillman Water Control District

	<u>Oct. 1, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2009</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	2,252,449	375,353	335,314	2,292,988
Total assets depreciated	<u>\$10,855,514</u>	<u>\$ 375,853</u>	<u>\$ 335,314</u>	<u>\$10,896,053</u>
Less accumulated depreciation:				
Buildings and structures	\$ 223,381	\$ 13,746	\$ 0	\$ 237,126
Improvements to land	6,725,031	409,355	0	7,134,386
Machinery and equipment	1,639,425	365,035	269,389	1,735,071
Total accumulated depreciation	<u>\$ 8,587,837</u>	<u>\$ 788,135</u>	<u>\$ 269,389</u>	<u>\$ 9,106,583</u>
Total depreciable capital assets, net	<u>\$ 2,267,677</u>	<u>\$ (412,282)</u>	<u>\$ 65,925</u>	<u>\$ 1,789,470</u>
Total capital assets, net	<u>\$ 2,545,498</u>	<u>\$ (412,282)</u>	<u>\$ 65,925</u>	<u>\$ 2,067,291</u>

Titusville-Cocoa Airport Authority

	<u>Oct. 1, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2009</u>
Capital assets not depreciated:				
Land	\$12,631,572	\$1,573,246	\$ 0	\$14,204,818
Construction in progress	2,333,492	2,923,135	1,839,387	3,417,240
Improvements to land	339,254	0	0	339,254
Total assets not depreciated	<u>\$15,304,318</u>	<u>\$4,496,381</u>	<u>\$1,839,387</u>	<u>\$17,961,312</u>
Capital assets depreciated:				
Buildings and structures	\$12,243,146	\$ 0	\$ 559,199	\$11,683,947
Improvements other than buildings	22,187,881	266,141	4,677,059	17,776,963
Operating machinery and equipment	3,059,240	13,779	680,622	2,392,397
Total assets depreciated	<u>\$37,490,267</u>	<u>\$ 279,920</u>	<u>\$5,916,880</u>	<u>\$31,853,307</u>
Less accumulated depreciation:				
Buildings and structures	\$ 6,117,997	\$ 297,276	\$ 543,384	\$ 5,871,889
Improvements other than buildings	10,431,005	600,138	4,402,206	6,628,937
Operating machinery and equipment	2,021,142	168,245	680,622	1,508,765
Total accumulated depreciation	<u>\$18,570,144</u>	<u>\$1,065,659</u>	<u>\$5,626,212</u>	<u>\$14,009,591</u>
Total depreciable capital assets, net	<u>\$18,920,123</u>	<u>\$ (785,739)</u>	<u>\$ 290,668</u>	<u>\$17,843,716</u>
Total capital assets, net	<u>\$34,224,441</u>	<u>\$3,710,642</u>	<u>\$2,130,055</u>	<u>\$35,805,028</u>

9. Construction and Other Significant Commitments - At September 30, 2009, the County had several uncompleted construction contracts and other contractual commitments as follows:

<u>Project Title</u>	<u>Remaining committed</u>
General Government	\$ 622,997
Environmentally Endangered Lands	286,764
Parks and Recreation	9,383,895
Emergency Services	492,270
Road Projects	7,533,880
Solid Waste Management Department	972,988
Surface Water Improvement Division	722,123
Total	<u>\$20,014,917</u>

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. On March 5, 2009, the County suspended transportation impact fees under Ordinance 09-08E. The Ordinance will sunset and be repealed on March 1, 2011. Although not obligated, the County reasonably expects to assess all other 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.

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The anticipated future payments are as follows:

<u>Year Ended September 30</u>	<u>Amount</u>
2010	\$ 69,068
2011	27,883
2012	77,000
2013	77,000
After 2013	<u>6,126,000</u>
Total anticipated future payments	<u>\$6,376,951</u>

10. Interfund Receivable and Payable Balances at September 30, 2009 - The composition of interfund balances as of September 30, 2009, is as follows:

<u>Receivable Fund:</u>	<u>Payable Fund:</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$1,852,545
	Internal Service	13,349
Emergency Services	General Fund	78,783
Brevard County Transportation Trust	Nonmajor Governmental Funds	1,487,268
Nonmajor Governmental Funds	General Fund	652,617
	Nonmajor Governmental Funds	2,164
Solid Waste Management Department	General Fund	78,733
Water Resources Department	General Fund	157,472
	Barefoot Bay Water & Sewer District	60,000
Fiduciary Funds	General Fund	99
Internal Service	General Fund	714,838
	Nonmajor Governmental Funds	<u>15,500</u>
Total Interfund Receivables and Payables		<u>\$5,113,368</u>

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

11. Advances To and From Other Funds - The General Fund advance from other funds represents a loan from the Solid Waste Management (\$415,447), Water Resources (\$830,920) and Surface Water Improvement (\$415,317) funds for construction of an administrative office building; the \$1,661,684 balance is not scheduled to be paid in fiscal year 2010. 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 (\$224,059) 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 the 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 (\$911,921) for the acquisition and interconnection cost of the Snug Harbor Utility System. The Commercial Paper Note advance from other funds represents a loan from Risk Management (\$64,500) to pay off the remaining balance of the Rio Lindo MSBU project; the loan will be repaid from future special assessment revenue collections.
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, 2009, the estimated costs of closure and postclosure care for the landfills increased by \$3,279,796.

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The following information is for the year ending September 30, 2009:

	<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	6,310,364 cu/yds	84%	\$11,833,609	\$2,283,275	3.5
Central Disposal	22,462,332 cu/yds	78%	\$14,468,891	\$7,615,226	4.5

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 \$23,085,223 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 acquiring 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, 2009, are as follows:

<u>Year Ended September 30</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
2010	\$ 99,676	\$ 48,935
2011	89,962	0
2012	10,225	0
Total minimum lease payments	\$199,863	\$ 48,935
Less amount representing interest	11,030	745
Present value of minimum lease payments	<u>\$188,833</u>	<u>\$ 48,190</u>

The assets currently being acquired through capital leases are as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Machinery and equipment	<u>\$434,829</u>	<u>\$368,883</u>
Accumulated depreciation	<u>\$133,724</u>	<u>\$153,860</u>

- B. The County leases office facilities, equipment, service and maintenance, office equipment, and vehicles, under noncancelable operating leases and operating leases. Total payments for noncancelable operating leases and operating leases were \$1,113,388, and \$588,716, respectively, for the year ended September 30, 2009. The future minimum lease payments for noncancelable operating leases are as follows:

<u>Year Ended September 30</u>	<u>Amount</u>
2010	\$ 972,314
2011	880,504
2012	577,267
2013	403,369
2014	311,980
2015-2019	436,875
2020-2024	95,173
2025-2029	110,331
2030-2031	30,249
Total minimum lease payable	<u>\$3,818,062</u>

BREVARD COUNTY, FLORIDA
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14. Bonded and Other Indebtedness

A. Business-type Activities

\$9,960,000 2002 Solid Waste Management System Revenue Refunding Bonds – final payment due in the amount of \$1,155,000 on April 1, 2010; interest at 3.80%; issued to finance cost of refunding 1993 Solid Waste Management System Revenue Bonds; payable from gross revenues of the system. \$ 1,155,000

\$55,155,000 2002 Utility Revenue Refunding Bonds – due in annual installments of \$6,145,000 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. 34,125,000

\$4,880,000 1999 Guaranteed Entitlement Revenue Refunding Bonds - due in annual installments of \$27,000 to \$390,000 through June 1, 2018; interest at 4.35% 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. 2,955,000

\$17,135,000 2000 Utility Bonds (Barefoot Bay Utility System) – serial bonds due in annual installments of \$400,000 to \$435,000 through October 1, 2011; interest at 4.25% 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. 14,170,000

B. Governmental Activities

\$10,670,000 1996 Limited Ad Valorem Revenue Refunding and Improvement Bonds - due in annual installments of \$1,190,000 to \$1,250,000 through September 1, 2011; interest at 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. 2,440,000

\$8,840,000 2002 Limited Ad Valorem Tax Refunding Bonds – due in annual installments of \$1,195,000 to \$1,245,000 through September 1, 2011; interest at 4.00% to 4.10%; issued to refund all or a portion of the outstanding 1993 Limited Ad Valorem Tax Bonds maturing after September 1, 2003; payable from ad valorem tax revenues. 2,440,000

\$15,670,000 2004 Limited Ad Valorem Tax Bonds – due in annual installments of \$2,620,000 to \$2,700,000 through September 1, 2011; interest at 3.00%, issued to fund the acquisition and improvement of environmentally endangered lands; payable from ad valorem tax revenues. 5,320,000

\$45,000,000 2005 Limited Ad Valorem Tax Bonds – due in annual installments of \$1,910,000 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. 37,890,000

\$15,100,000 2001 North Brevard Recreation Special District, Limited Ad Valorem Tax Bonds – serial bonds due in annual installments of \$675,000 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. 10,660,000

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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 \$435,000 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>	10,485,000
<p>\$45,000,000 2001 South Brevard Recreation Special District, Limited Ad Valorem Tax Bonds - due in annual installments of \$2,025,000 to \$3,370,000 through July 1, 2021; interest at 4.20% 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>	31,515,000
<p>\$57,565,000 2007 South Brevard Recreation Special District, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$2,145,000 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>	53,575,000
<p>\$13,000,000 2001 Merritt Island Recreation Municipal Service Taxing Unit, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$585,000 to \$885,000 through July 1, 2019; interest at 4.25% 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>	9,110,000
<p>\$13,110,000 2007 Merritt Island Recreation Municipal Service Taxing Unit, Limited Ad Valorem Tax Bonds - serial bonds due in annual installments of \$485,000 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>	12,210,000
<p>\$4,865,000 1996 Second Guaranteed Entitlement Revenue Bonds - due in annual installments of \$275,000 to \$375,000 through November 1, 2015; interest at 5.30% 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>	2,260,000
<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 4.625% 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>	3,950,000
<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; \$2,602,109 of the outstanding principal and any associated interest will be paid from revenues from the operation of the County's golf courses.	24,255,000
\$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 3.25% 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.	9,560,000
\$14,000,000 2005 Sales Tax Revenue Bonds – serial bonds due in annual installments of \$350,000 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.	13,375,000
\$7,070,000 2001 Fourth Cent Tourist Development Tax Revenue Refunding Bonds - serial bonds due in annual installments of \$655,000 to \$745,000 through March 1, 2013, interest at 4.20% to 4.50%; issued to refund the Fourth Cent Tourist Development Tax Revenue Bonds, Series 1993; payable from tourist tax revenues.	2,790,000
\$39,735,000 2000 Constitutional Fuel Tax Revenue Bonds – serial bonds due in the amount of \$1,790,000 on 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.	1,790,000
\$25,525,000 2005 Constitutional Fuel Tax Revenue Refunding Bonds – due in annual installments of \$125,000 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.	25,065,000
\$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%; issued to finance the cost of certain transportation projects within the County; 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 \$1,705,000 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.	41,615,000
\$11,786,000 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 1.04% on September 30, 2009; this variable rate is based on the underlying commercial paper that is purchased, during the fiscal year the interest rate ranged from 1.03% to 4.55%; 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, and purchase various capital equipment; payable from the County's general revenues, transportation receipts, and prior lien upon certain special assessments.	8,101,000

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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. 1,644,243

\$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. 73,685

D. Summary of Bonded and Other Indebtedness

The long-term liability activity for the year ended September 30, 2009, was as follows:

	Oct. 1, 2008	Increase	Decrease	Sept. 30, 2009	Due within one year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$188,385,000	\$ 0	\$12,740,000	\$175,645,000	\$13,265,000
Revenue bonds	180,653,808	0	10,160,917	170,492,891	10,593,968
Less deferred amounts:					
Discounts	230,148	0	39,626	190,522	
Premiums	(5,755,785)	0	(594,535)	(5,161,250)	
Refunding	3,178,834	0	573,928	2,604,906	
Total bonds payable	\$371,385,611	\$ 0	\$22,881,898	\$348,503,713	
Capital lease commitments	460,804	0	271,971	188,833	92,174
Notes payable	9,788,000	0	1,687,000	8,101,000	191,000
Accrued compensated absences	28,638,532	3,882,923	3,125,463	29,395,992	2,684,796
OPEB liability	7,536,715	11,414,574	3,612,575	15,338,714	
Arbitrage liability	327,864	964,494	218,972	1,073,386	80,697
Claims and judgments	16,896,556	51,194,549	49,742,019	18,349,086	8,090,553
Governmental activities long-term liabilities	<u>\$435,034,082</u>	<u>\$67,456,540</u>	<u>\$81,539,898</u>	<u>\$420,950,724</u>	
Business-type activities:					
Bonds payable:					
Revenue bonds	\$ 64,706,192	\$ 0	\$ 9,699,083	\$ 55,007,109	\$8,311,032
Less deferred amounts:					
Discounts	71,173	0	8,899	62,274	
Premiums	(1,517,263)	0	(484,651)	(1,032,612)	
Refunding	732,647	0	96,683	635,964	
Total bonds payable	\$ 65,419,635	\$ 0	\$10,078,152	\$ 55,341,483	
Capital lease commitments	169,039	0	120,849	48,190	48,190
Landfill closure and postclosure care	23,022,704	3,279,796	0	26,302,500	
Accrued compensated absences	2,203,131	80,764	195,632	2,088,263	149,966
OPEB liability	861,074	1,234,185	356,948	1,738,311	
Business-type activities long-term liabilities	<u>\$ 91,675,583</u>	<u>\$ 4,594,745</u>	<u>\$10,751,581</u>	<u>\$ 85,518,747</u>	
Component units:					
Notes payable	\$ 1,873,283	\$ 0	\$ 155,355	\$ 1,717,928	162,084
Accrued compensated absences	252,372	55,898	31,940	276,330	137,959
Component units long-term liabilities	<u>\$ 2,125,655</u>	<u>\$ 55,898</u>	<u>\$ 187,295</u>	<u>\$ 1,994,258</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, 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, 2009, are as follows:

Governmental activities							
Year Ending September 30	General Obligation Bonds		Revenue Bonds		Notes and Leases		
	Principal	Interest	Principal	Interest	Principal	Interest	
2010	\$ 13,265,000	\$ 7,916,914	\$ 10,593,968	\$ 7,743,912	\$ 283,174	\$ 91,253	
2011	13,800,000	7,381,752	10,650,380	7,306,633	741,488	81,261	
2012	8,950,000	6,834,013	9,150,137	6,867,371	2,784,171	52,802	
2013	9,325,000	6,461,034	9,445,590	6,464,044	4,481,000	8,414	
2014	9,750,000	6,040,270	9,101,295	6,042,510	0	0	
2015-2019	56,180,000	22,759,437	36,371,521	25,111,472	0	0	
2020-2024	52,120,000	9,552,687	25,840,000	17,914,224	0	0	
2025-2029	12,255,000	894,787	21,655,000	12,310,944	0	0	
2030-2033	0	0	21,805,000	7,347,000	0	0	
2034-2037	0	0	15,880,000	1,614,000	0	0	
Total	<u>\$175,645,000</u>	<u>\$67,840,894</u>	<u>\$170,492,891</u>	<u>\$ 98,722,110</u>	<u>\$ 8,289,833</u>	<u>\$ 233,730</u>	

Business-type activities							
Year Ending September 30	Revenue Bonds		Leases		Leases		
	Principal	Interest	Principal	Interest	Principal	Interest	
2010	\$ 8,311,032	\$ 2,628,664	\$ 48,190	\$ 745	\$ 162,084	\$ 70,353	
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	8,743,705	951,572	0	0	192,143	40,294	
2015-2019	5,023,479	2,924,138	0	0	834,214	73,313	
2020-2024	3,585,000	1,870,625	0	0	0	0	
2025-2029	4,565,000	856,625	0	0	0	0	
2030	1,055,000	26,375	0	0	0	0	
Total	<u>\$55,007,109</u>	<u>\$14,681,503</u>	<u>\$ 48,190</u>	<u>\$ 745</u>	<u>\$1,717,928</u>	<u>\$351,784</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, 2009, the County had outstanding arbitrage rebate liability in the amount of \$1,073,386.

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, 2009, were \$865,000 and \$450,000, respectively. Total outstanding principal of the Series 1978A bonds was \$145,000. The Series 1975 bonds were fully retired during fiscal year 2006.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

- 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, 2009, was \$1,640,000 and \$3,515,000, 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, 2009, 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, 2009. These coverage tests compare debt coverage required with revenue available after covering operating and maintenance expenses.

	<u>Solid Waste Management Department</u>	<u>Water Resources Department</u>	<u>Barefoot Bay Water & Sewer District</u>
Gross revenues available for compliance	\$27,122,298	\$27,984,680	\$3,354,677
Operating and maintenance expense (excluding depreciation expense)	<u>20,445,937 (1)</u>	<u>18,241,643 (2)</u>	<u>2,037,657 (3)</u>
Amount of revenue over operating and maintenance expense	<u>\$ 6,676,361</u>	<u>\$ 9,743,037</u>	<u>\$1,317,020</u>
Debt coverage required	<u>\$ 1,498,613</u>	<u>\$ 9,731,078</u>	<u>\$1,227,661</u>
Percent coverage for the year ended September 30, 2009	<u>446%</u>	<u>100%</u>	<u>107%</u>

- (1) Operating and maintenance expense excludes \$325,180 payment in lieu of taxes.
 (2) Operating and maintenance expense excludes payment in lieu of taxes (\$912,040), renewal and replacement expenses (\$405,216).
 (3) Operating and maintenance expense excludes \$27,378 renewal and replacement expenses.

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 Authority is not required to pay back the excess funding and included \$6,336 in capital grants and contributions.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
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	\$ 6,069	\$3,259,590	\$ 4,686,375
Capital assets, net of accumulated depreciation	<u>0</u>	<u>0</u>	<u>35,805,028</u>
Total assets	<u>\$ 6,069</u>	<u>\$3,259,590</u>	<u>\$40,491,403</u>
Liabilities:			
Other current liabilities	\$ 0	\$ 428,291	\$ 849,357
Long-term liabilities	<u>0</u>	<u>0</u>	<u>1,855,887</u>
Total liabilities	<u>\$ 0</u>	<u>\$ 428,291</u>	<u>\$ 2,705,244</u>
Net assets:			
Invested in capital assets net of related debt	\$ 0	\$ 0	\$34,087,100
Unrestricted	<u>6,069</u>	<u>2,831,299</u>	<u>3,699,059</u>
Total net assets	<u>\$ 6,069</u>	<u>\$2,831,299</u>	<u>\$37,786,159</u>

	Melbourne- Tillman Water Control District	Housing Finance Authority	Total
Assets:			
Other assets	\$ 6,574,606	\$4,371,767	\$18,898,407
Capital assets, net of accumulated depreciation	<u>2,067,291</u>	<u>0</u>	<u>37,872,319</u>
Total assets	<u>\$ 8,641,897</u>	<u>\$4,371,767</u>	<u>\$56,770,726</u>
Liabilities:			
Other current liabilities	\$ 43,622	\$ 80,654	\$ 1,401,924
Long-term liabilities	<u>330,005</u>	<u>0</u>	<u>2,185,892</u>
Total liabilities	<u>\$ 373,627</u>	<u>\$ 80,654</u>	<u>\$ 3,587,816</u>
Net assets:			
Invested in capital assets net of related debt	\$ 2,067,291	\$ 0	\$36,154,391
Unrestricted	<u>6,200,979</u>	<u>4,291,113</u>	<u>17,028,519</u>
Total net assets	<u>\$ 8,268,270</u>	<u>\$4,291,113</u>	<u>\$53,182,910</u>

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

B. Statement of Activities

	North Brevard County Public Library District	Merritt Island Redevelopment Agency	Titusville- Cocoa Airport Authority
Expenses:			
Total expenses	\$ 6,619	\$ 3,899,109	\$ 2,612,377
Program revenues:			
Charges for services	\$ 3,860	\$ 0	\$ 2,096,237
Capital grants and contributions	0	0	2,800,935
Total program revenues	\$ 3,860	\$ 0	\$ 4,897,172
Net program revenues	\$ (2,759)	\$ (3,899,109)	\$ 2,284,795
General revenues:			
Taxes	\$ 0	\$ 1,541,007	\$ 58
Other general revenues	0	563,449	(262,338)
Total general revenues	\$ 0	\$ 2,104,456	\$ (262,280)
Change in net assets	\$ (2,759)	\$ (1,794,653)	\$ 2,022,515
Beginning net assets	8,828	4,625,952	35,763,644
Ending net assets	\$ 6,069	\$ 2,831,299	\$37,786,159

	Melbourne- Tillman Water Control District	Housing Finance Authority	Total
Expenses:			
Total expenses	\$ 3,176,490	\$ 144,506	\$ 9,839,101
Program revenues:			
Charges for services	\$ 1,573,341	\$ 553,955	\$ 4,227,393
Capital grants and contributions	0	0	2,800,935
Total program revenues	\$ 1,573,341	\$ 553,955	\$ 7,028,328
Net program revenues	\$ (1,603,149)	\$ 409,449	\$ (2,810,773)
General revenues:			
Taxes	\$ 0	\$ 0	\$ 1,541,065
Other general revenues	(13,429)	7,836	295,518
Total general revenues	\$ (13,429)	7,836	\$ 1,836,583
Change in net assets	\$ (1,616,578)	\$ 417,285	\$ (974,190)
Beginning net assets	9,884,848	3,873,828	54,157,100
Ending net assets	\$ 8,268,270	\$4,291,113	\$52,182,910

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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 \$50,000 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 \$500,000 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, 2009: \$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 \$18,349,086 in the Risk Management fund, reported at September 30, 2009, 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 2008 and 2009 were:

	<u>2008</u>	<u>2009</u>
Beginning of fiscal year liability	\$ 15,185,276	\$16,896,556
Current year claims	55,473,950	51,194,549
Claim payments	<u>(53,762,670)</u>	<u>(49,742,019)</u>
Balance at fiscal year end	<u>\$16,896,556</u>	<u>\$18,349,086</u>

The claims liability at September 30, 2009, has been calculated as follows:

Present value of estimated outstanding losses (estimated losses of \$19,989,180, discounted to reflect future investment earnings at 1.5%)	\$18,920,757
Unallocated loss adjustment expenses (calculated at 7.5% of outstanding losses, excluding medical insurance)	1,126,409
Estimated recoveries on settled claims	<u>(1,698,080)</u>
Claims liability at September 30, 2009	<u>\$18,349,086</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, 2009

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, 2009, were:

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>
General Fund	Emergency Services	\$13,338,203
	Brevard County Transportation Trust	4,913,252
	Nonmajor Governmental Funds	18,442,646
	Solid Waste Management Department	66,353
	Nonmajor Proprietary Funds	2,707,285
Emergency Services	General Fund	514,718
	Nonmajor Governmental Funds	5,295
	Brevard County Transportation Trust	18,774
Brevard County Transportation Trust	General Fund	260,000
Nonmajor Governmental Funds	General Fund	5,329,747
	Brevard County Transportation Trust	155,364
	Parks and Recreation Facilities	1,215,722
	Nonmajor Governmental Funds	3,322,048
Solid Waste Management Department	General Fund	388,690
Water Resources Department	General Fund	925
	Nonmajor Governmental Funds	5,295
Nonmajor Proprietary Funds	General Fund	55,898
Total Transfers		<u>\$50,740,215</u>

Transfers are used to allocate funding within the County government. These include subsidized functions such as emergency services and transportation. The County transfers resources pledged to service annual debt payments to the Debt Service 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, 2009, 2008, and 2007, were \$25,632,654, \$25,928,294, and \$25,204,062, respectively, which equal the required contributions for each year. Contributions for the year ending September 30, 2009, represented 13.89% of covered payroll.

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

25. Subsequent Events - On October 26, 2009, the County issued \$1,547,000 Subordinate Sales Tax Revenue Bond, Series 2009A. The proceeds of the bond are to be used for the repair and renovation of utility improvements for the Barefoot Bay Wastewater treatment plant.

BREVARD COUNTY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

On October 26, 2009, the County issued \$6,787,000 Subordinate Sales Tax Revenue Bond, Series 2009B. The proceeds of the bond are to be used for a current refunding of the 2nd Guaranteed Entitlement Revenue Bonds, Series 1996, Guaranteed Entitlement Revenue Bonds, Series 1999, and Sales Tax Refunding Revenue Bonds, Series 1997.

On November 10, 2009, the County received approval from the City of Melbourne to expand the footprint of the Sarno Road Solid Waste landfill by 9.8 acres.

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, 2009, the membership of the County's medical plan consisted of:

Active Employees	3,634
Retirees	831
Dependents	4,521
Surviving Spouses	54
Total	<u>9,040</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	390,497
Adjustment to annual required contribution	447,883
Annual OPEB cost (expense)	<u>\$12,648,759</u>
Contributions made	<u>(3,969,523)</u>
Increase in net OPEB obligation	\$ 8,679,236
Net OPEB obligation - beginning of year	8,397,789
Net OPEB obligation - end of year	<u>\$ 17,077,025</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, 2009

Funded Status and Funding Progress - The contributions made for the 2008 and 2009 fiscal years were 28.9% and 31.4% respectively of the annual OPEB cost. Information for the fiscal year 2007 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 \$184,571,358 and the ratio of the UAAL to the covered payroll was 73.9%.

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 4% per year
Amortization period (closed)	30 years

The actuarial assumptions are:

Investment rate of return	4.65%
Projected annual salaries increase	4%
Healthcare cost trend rate	9-10% for the 2009 fiscal year grading to an ultimate rate of 5% for the 2015 fiscal year.

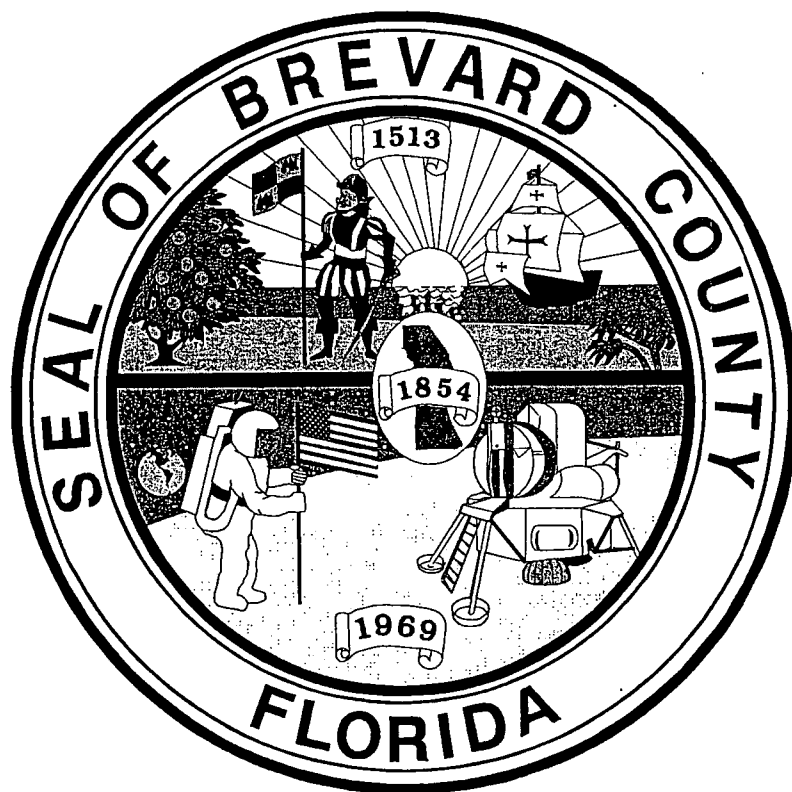
27. **Prior Period Adjustment** – Brevard County contracts with the City of Melbourne to act as its agent for the billing and collection of sewer revenues. During fiscal year 2009, an adjustment of (\$160,627) to the beginning balance for sewer receivables and a corresponding decrease in beginning net assets in the business-type activities on the Statement of Activities and beginning net assets in the Water Resources Department Enterprise fund on the Statement of Revenues, Expenses and Changes in Net Assets was made to bring Brevard County's balances in agreement with the City's.

During fiscal year 2009, an error in classification of capital assets associated with Barefoot Bay Water and Sewer District's acquisition of the Snug Harbor utility system was corrected. In prior years, the entire cost of the acquisition, \$1,863,001, was reported as improvements other than buildings. Corrections were made to properly classify these assets which resulted in an increase in accumulated depreciation of \$59,784. Beginning net assets in the business-type activities on the Statement of Activities and beginning net assets in the Barefoot Bay Water and Sewer District Enterprise fund on the Statement of Revenues, Expenses and Changes in Net Assets were restated by (\$59,784) as well as balances for affected asset classifications (land, improvements other than buildings, goodwill and accumulated depreciation).

BREVARD COUNTY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
FOR THE RETIREE HEALTH PLAN
SEPTEMBER 30, 2009

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%
10/01/2008	\$ 0	\$ 136,333,419	\$ 136,333,419	0.0%	\$ 184,571,358	73.9%

(1) 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

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, 2009

	<u>Special Revenue</u>	
	<u>Recreation District IV Operating</u>	<u>Brevard County Free Public Library District</u>
ASSETS		
Cash	\$ 1,044,701	\$ 3,917,575
Cash with escrow and paying agent	0	0
Receivables (net of allowance for uncollectibles):		
Accounts	4,803	7,360
Assessments, current	0	0
Accrued interest	2,843	11,719
Due from other funds	11,098	123,169
Due from other governmental units	0	6
Inventory of supplies	17,581	0
Advances to other funds	0	0
Assessments receivable, deferred	0	0
Total assets	<u>\$ 1,081,026</u>	<u>\$ 4,059,829</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Vouchers and contracts payable	\$ 89,161	\$ 402,285
Accrued wages and benefits payable	0	0
Due to other funds	0	0
Due to other governmental units	267	521
Advances from other funds	0	0
Deferred revenue	0	0
Total liabilities	<u>\$ 89,428</u>	<u>\$ 402,806</u>
Fund balances:		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	17,581	0
Noncurrent receivables	0	0
Unreserved, reported in:		
Debt Service funds	0	0
Special Revenue funds	974,017	3,657,023
Capital Project funds	0	0
Total fund balances	<u>\$ 991,598</u>	<u>\$ 3,657,023</u>
Total liabilities and fund balances	<u>\$ 1,081,026</u>	<u>\$ 4,059,829</u>

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

Special Revenue

<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>
\$ 4,416,003 0	\$ 7,517,937 0	\$ 6,417,563 0	\$ 3,774,204 0	\$ 2,475,743 0
0	0	18,378	203	0
0	0	0	0	0
11,604	20,057	10,328	12,150	262
50,695	34,345	0	16,856	110,559
143,740	0	64,023	42,307	49,825
1,185,714	338,029	0	39,626	0
0	0	0	0	0
0	0	0	0	0
<u>\$ 5,807,756</u>	<u>\$ 7,910,368</u>	<u>\$ 6,510,292</u>	<u>\$ 3,885,346</u>	<u>\$ 2,636,389</u>
\$ 315,509 0 0 0 0 135,570	\$ 1,106,398 0 0 0 250,000 0	\$ 491,820 2,439 1,342,809 0 0 197,015	\$ 92,128 0 0 396 0 39,098	\$ 32,826 430,607 313,607 189,657 0 0
<u>\$ 451,079</u>	<u>\$ 1,356,398</u>	<u>\$ 2,034,083</u>	<u>\$ 131,622</u>	<u>\$ 966,697</u>
\$ 0 1,185,714 0 0 4,170,963 0	\$ 0 338,029 0 0 6,215,941 0	\$ 0 0 0 0 4,476,209 0	\$ 0 39,626 0 0 3,714,098 0	\$ 0 0 0 0 1,669,692 0
<u>\$ 5,356,677</u>	<u>\$ 6,553,970</u>	<u>\$ 4,476,209</u>	<u>\$ 3,753,724</u>	<u>\$ 1,669,692</u>
<u>\$ 5,807,756</u>	<u>\$ 7,910,368</u>	<u>\$ 6,510,292</u>	<u>\$ 3,885,346</u>	<u>\$ 2,636,389</u>

BREVARD COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<i>Special Revenue</i>	
	<i>Tourist Development Tax</i>	<i>Surface Water Improvement Division</i>
ASSETS		
Cash	\$ 11,447,095	\$ 9,202,501
Cash with escrow and paying agent	5,438,187	0
Receivables (net of allowance for uncollectibles):		
Accounts	37,859	0
Assessments, current	0	0
Accrued interest	28,242	24,206
Due from other funds	0	78,704
Due from other governmental units	543,390	75,156
Inventory of supplies	17,386	0
Advances to other funds	0	415,317
Assessments receivable, deferred	0	0
Total assets	<u>\$ 17,512,159</u>	<u>\$ 9,795,884</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Vouchers and contracts payable	\$ 362,339	\$ 339,136
Accrued wages and benefits payable	0	0
Due to other funds	0	0
Due to other governmental units	10,224	0
Advances from other funds	0	0
Deferred revenue	2,677,452	0
Total liabilities	<u>\$ 3,050,015</u>	<u>\$ 339,136</u>
Fund balances:		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	17,386	0
Noncurrent receivables	0	415,317
Unreserved, reported in:		
Debt Service funds	0	0
Special Revenue funds	14,444,758	9,041,431
Capital Project funds	0	0
Total fund balances	<u>\$ 14,462,144</u>	<u>\$ 9,456,748</u>
Total liabilities and fund balances	<u>\$ 17,512,159</u>	<u>\$ 9,795,884</u>

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

Special Revenue

<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>
\$ 5,895,004 0	\$ 267,321 0	\$ 29,098 0	\$ 9,633,860 0	\$ 1,970,342 0
73,707 0 15,374 0 0 0 0 0	0 0 695 0 0 0 0 0	358 0 166 0 0 0 0 0	0 0 25,677 0 0 0 0 0	0 0 5,464 0 0 11,922 0 0
<u>\$ 5,984,085</u>	<u>\$ 268,016</u>	<u>\$ 29,622</u>	<u>\$ 9,659,537</u>	<u>\$ 1,987,728</u>
\$ 72,428 0 0 0 0 0 0	\$ 7,573 0 0 0 0 0 0	\$ 4,037 0 0 1,560 0 0 0	\$ 93,353 0 74,687 0 224,059 0 0	\$ 8,684 0 0 0 0 0 0
<u>\$ 72,428</u>	<u>\$ 7,573</u>	<u>\$ 5,597</u>	<u>\$ 392,099</u>	<u>\$ 8,684</u>
\$ 0 0 0 0 5,911,657 0	\$ 0 0 0 0 260,443 0	\$ 0 0 0 0 24,025 0	\$ 0 0 0 0 9,267,438 0	\$ 0 11,922 0 0 1,967,122 0
<u>\$ 5,911,657</u>	<u>\$ 260,443</u>	<u>\$ 24,025</u>	<u>\$ 9,267,438</u>	<u>\$ 1,979,044</u>
<u>\$ 5,984,085</u>	<u>\$ 268,016</u>	<u>\$ 29,622</u>	<u>\$ 9,659,537</u>	<u>\$ 1,987,728</u>

BREVARD COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<u>Special Revenue</u>	
	<u>Grants</u>	<u>Records Modernization Trust</u>
ASSETS		
Cash	\$ 390,347	\$ 677,407
Cash with escrow and paying agent	0	0
Receivables (net of allowance for uncollectibles):		
Accounts	513	0
Assessments, current	0	0
Accrued interest	6,624	0
Due from other funds	0	0
Due from other governmental units	5,079,219	0
Inventory of supplies	0	0
Advances to other funds	0	0
Assessments receivable, deferred	0	0
Total assets	\$ 5,476,703	\$ 677,407
LIABILITIES AND FUND BALANCES		
Liabilities:		
Vouchers and contracts payable	\$ 1,430,375	\$ 21,334
Accrued wages and benefits payable	0	18,376
Due to other funds	1,507,268	0
Due to other governmental units	0	0
Advances from other funds	170,000	0
Deferred revenue	4,263,484	0
Total liabilities	\$ 7,371,127	\$ 39,710
Fund balances:		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	0	0
Noncurrent receivables	0	0
Unreserved, reported in:		
Debt Service funds	0	0
Special Revenue funds	(1,894,424)	637,697
Capital Project funds	0	0
Total fund balances	\$ (1,894,424)	\$ 637,697
Total liabilities and fund balances	\$ 5,476,703	\$ 677,407

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

Debt Service

<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>	<i>Second Guaranteed Entitlement Bonds, Series 1996</i>
\$ 1,099,677	\$ 236,579	\$ 77,009	\$ 12,223.868	\$ 820,323
0	0	0	0	0
0	0	0	0	0
0	0	57,082	0	0
2,885	612	7,532	29,521	2,152
0	0	0	225,032	4,323
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	155,062	0	0
<u>\$ 1,102,562</u>	<u>\$ 237,191</u>	<u>\$ 296,685</u>	<u>\$ 12,478,421</u>	<u>\$ 826,798</u>
\$ 550	\$ 0	\$ 0	\$ 8	\$ 0
0	0	0	0	0
0	0	15,500	0	0
0	0	3,047	0	0
0	0	64,500	0	0
0	0	155,062	0	0
<u>\$ 550</u>	<u>\$ 0</u>	<u>\$ 238,109</u>	<u>\$ 8</u>	<u>\$ 0</u>
\$ 707,000	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0
0	0	0	0	0
395,012	237,191	58,576	12,478,413	826,798
0	0	0	0	0
0	0	0	0	0
<u>\$ 1,102,012</u>	<u>\$ 237,191</u>	<u>\$ 58,576</u>	<u>\$ 12,478,413</u>	<u>\$ 826,798</u>
<u>\$ 1,102,562</u>	<u>\$ 237,191</u>	<u>\$ 296,685</u>	<u>\$ 12,478,421</u>	<u>\$ 826,798</u>

BREVARD COUNTY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<i>Capital Projects</i>	
	<i>General Government Facilities</i>	<i>Special Assessment Construction Projects</i>
ASSETS		
Cash	\$ 4,753,332	\$ 0
Cash with escrow and paying agent	0	0
Receivables (net of allowance for uncollectibles):		
Accounts	0	0
Assessments, current	0	0
Accrued interest	12,473	0
Due from other funds	0	0
Due from other governmental units	0	0
Inventory of supplies	0	0
Advances to other funds	0	0
Assessments receivable, deferred	0	0
Total assets	\$ 4,765,805	\$ 0
LIABILITIES AND FUND BALANCES		
Liabilities:		
Vouchers and contracts payable	\$ 254,875	\$ 0
Accrued wages and benefits payable	0	0
Due to other funds	103,606	0
Due to other governmental units	0	0
Advances from other funds	0	0
Deferred revenue	0	0
Total liabilities	\$ 358,481	\$ 0
Fund balances:		
Reserved for:		
Debt service	\$ 0	\$ 0
Inventory	0	0
Noncurrent receivables	0	0
Unreserved, reported in:		
Debt Service funds	0	0
Special Revenue funds	0	0
Capital Project funds	4,407,324	0
Total fund balances	\$ 4,407,324	\$ 0
Total liabilities and fund balances	\$ 4,765,805	\$ 0

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

Capital Projects

<u>Countywide Library Projects</u>	<u>Total</u>
\$ 0	\$ 88,287,489
0	5,438,187
0	143,181
0	57,082
0	230,586
0	654,781
0	5,997,666
0	1,610,258
0	415,317
0	155,062
<u>\$ 0</u>	<u>\$ 102,989,609</u>
\$ 0	\$ 5,124,819
0	451,422
0	3,357,477
0	205,672
0	708,559
0	7,467,681
<u>\$ 0</u>	<u>\$ 17,315,630</u>
\$ 0	\$ 707,000
0	1,610,258
0	415,317
0	13,995,990
0	64,538,090
0	4,407,324
<u>\$ 0</u>	<u>\$ 85,673,979</u>
<u>\$ 0</u>	<u>\$ 102,989,609</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Special Revenue</i>	
	<i>Recreation District IV Operating</i>	<i>Brevard County Free Public Library District</i>
REVENUES		
Taxes	\$ 1,463,313	\$ 16,248,588
Permits, fees and special assessments	0	94,257
Intergovernmental revenues	0	1,050
Charges for services	236,413	0
Fines and forfeits	0	662,789
Miscellaneous revenues	131,668	228,959
Total revenues	<u>\$ 1,831,394</u>	<u>\$ 17,235,643</u>
EXPENDITURES		
Current:		
General government	\$ 0	\$ 0
Public safety	0	0
Physical environment	0	0
Transportation	0	0
Economic environment	0	0
Human services	0	0
Culture and recreation	5,247,629	18,650,055
Intergovernmental	0	160,000
Capital outlay	0	0
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	<u>\$ 5,247,629</u>	<u>\$ 18,810,055</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (3,416,235)</u>	<u>\$ (1,574,412)</u>
OTHER FINANCING SOURCES AND (USES)		
Transfers in	\$ 3,060,411	\$ 124,280
Transfers out	(54,078)	(1,200,763)
Proceeds of the sale of capital assets	4,535	37,183
Insurance proceeds	18,880	0
Total other financing sources and uses	<u>\$ 3,029,748</u>	<u>\$ (1,039,300)</u>
Net change in fund balances	<u>\$ (386,487)</u>	<u>\$ (2,613,712)</u>
Fund balances - beginning	1,371,855	6,270,735
Increase (decrease) in reserve for inventory of supplies	6,230	0
Fund balances - ending	<u><u>\$ 991,598</u></u>	<u><u>\$ 3,657,023</u></u>

Special Revenue

<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>
\$ 6,710,652	\$ 4,453,721	\$ 0	\$ 2,938,478	\$ 14,199,987
0	0	0	0	0
0	0	0	105,868	67,550
0	1,550	3,057,328	264,112	4,569,867
0	0	907,062	0	0
240,064	173,045	797,986	349,850	166,664
<u>\$ 6,950,716</u>	<u>\$ 4,628,316</u>	<u>\$ 4,762,376</u>	<u>\$ 3,658,308</u>	<u>\$ 19,004,068</u>
\$ 0	\$ 0	\$ 6,268,627	\$ 0	\$ 0
0	0	2,253,630	0	18,862,002
59,997	0	0	0	0
0	4,449,321	0	0	0
0	0	0	0	0
5,278,759	0	0	0	0
0	0	0	7,430,267	0
0	0	0	0	0
0	0	0	0	0
0	145,000	0	30,000	0
0	3,399	0	3,787	0
<u>\$ 5,338,756</u>	<u>\$ 4,597,720</u>	<u>\$ 8,522,257</u>	<u>\$ 7,464,054</u>	<u>\$ 18,862,002</u>
\$ 1,611,960	\$ 30,596	\$ (3,759,881)	\$ (3,805,746)	\$ 142,066
\$ 50,695	\$ 34,345	\$ 2,863,342	\$ 5,111,811	\$ 108,395
(235,078)	(200,370)	(1,779,246)	(1,207,416)	(855,102)
18,207	0	0	991	46,955
34,979	0	0	12,773	0
<u>\$ (131,197)</u>	<u>\$ (166,025)</u>	<u>\$ 1,084,096</u>	<u>\$ 3,918,159</u>	<u>\$ (699,752)</u>
\$ 1,480,763	\$ (135,429)	\$ (2,675,785)	\$ 112,413	\$ (557,686)
3,747,989	6,607,471	7,151,994	3,645,912	2,227,378
127,925	81,928	0	(4,601)	0
<u>\$ 5,356,677</u>	<u>\$ 6,553,970</u>	<u>\$ 4,476,209</u>	<u>\$ 3,753,724</u>	<u>\$ 1,669,692</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Special Revenue</i>	
	<i>Tourist Development Tax</i>	<i>Surface Water Improvement Division</i>
REVENUES		
Taxes	\$ 8,001,683	\$ 0
Permits, fees and special assessments	0	3,191,596
Intergovernmental revenues	0	0
Charges for services	0	54,414
Fines and forfeits	0	0
Miscellaneous revenues	423,622	360,725
Total revenues	<u>\$ 8,425,305</u>	<u>\$ 3,606,735</u>
EXPENDITURES		
Current:		
General government	\$ 0	\$ 0
Public safety	0	0
Physical environment	313,213	2,663,755
Transportation	0	0
Economic environment	4,677,986	0
Human services	0	0
Culture and recreation	869,247	0
Intergovernmental	0	133,613
Capital outlay	0	0
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	<u>\$ 5,860,446</u>	<u>\$ 2,797,368</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 2,564,859</u>	<u>\$ 809,367</u>
OTHER FINANCING SOURCES AND (USES)		
Transfers in	\$ 6,456	\$ 0
Transfers out	(1,035,012)	(385,999)
Proceeds of the sale of capital assets	0	0
Insurance proceeds	0	0
Total other financing sources and uses	<u>\$ (1,028,556)</u>	<u>\$ (385,999)</u>
Net change in fund balances	\$ 1,536,303	\$ 423,368
Fund balances - beginning	12,930,296	9,033,380
Increase (decrease) in reserve for inventory of supplies	(4,455)	0
Fund balances - ending	<u>\$ 14,462,144</u>	<u>\$ 9,456,748</u>

Special Revenue

<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	\$ 33,555	\$ 0	\$ 2,403,976
0	0	2,190,397	6,072,669	0
2,481,463	3,112	0	0	0
0	0	4,895	0	2,984
0	0	20,999	0	0
135,561	14,181	26,249	139,225	56,002
<u>\$ 2,617,024</u>	<u>\$ 17,293</u>	<u>\$ 2,276,095</u>	<u>\$ 6,211,894</u>	<u>\$ 2,462,962</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	2,338,192	0	0
0	0	0	0	0
0	0	0	0	0
2,218,628	1,320,048	0	0	0
0	0	0	0	0
0	0	0	0	2,666,947
0	0	0	406,818	0
0	0	0	0	0
0	0	6,430	0	0
0	0	5,694	0	0
<u>\$ 2,218,628</u>	<u>\$ 1,320,048</u>	<u>\$ 2,350,316</u>	<u>\$ 406,818</u>	<u>\$ 2,666,947</u>
<u>\$ 398,396</u>	<u>\$ (1,302,755)</u>	<u>\$ (74,221)</u>	<u>\$ 5,805,076</u>	<u>\$ (203,985)</u>
\$ 0	\$ 0	\$ 25,654	\$ 0	\$ 0
0	0	(4,500)	(151,594)	0
0	0	13,944	0	298
0	0	125	0	74,905
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 35,223</u>	<u>\$ (151,594)</u>	<u>\$ 75,203</u>
\$ 398,396	\$ (1,302,755)	\$ (38,998)	\$ 5,653,482	\$ (128,782)
5,513,261	1,563,198	63,023	3,613,956	2,103,889
0	0	0	0	3,937
<u>\$ 5,911,657</u>	<u>\$ 260,443</u>	<u>\$ 24,025</u>	<u>\$ 9,267,438</u>	<u>\$ 1,979,044</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Special Revenue</i>	
	<i>Grants</i>	<i>Records Modernization Trust</i>
REVENUES		
Taxes	\$ 0	\$ 0
Permits, fees and special assessments	0	0
Intergovernmental revenues	13,667,241	0
Charges for services	75,577	993,967
Fines and forfeits	0	194,908
Miscellaneous revenues	16,770	11,655
Total revenues	<u>\$ 13,759,588</u>	<u>\$ 1,200,530</u>
EXPENDITURES		
Current:		
General government	\$ 152,947	\$ 2,358,873
Public safety	286,532	0
Physical environment	1,881,519	0
Transportation	4,808,993	0
Economic environment	2,804,354	0
Human services	3,381,249	0
Culture and recreation	1,078,844	0
Intergovernmental	428,814	0
Capital outlay	0	0
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	<u>\$ 14,823,252</u>	<u>\$ 2,358,873</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (1,063,664)</u>	<u>\$ (1,158,343)</u>
OTHER FINANCING SOURCES AND (USES)		
Transfers in	\$ 827,900	\$ 104,400
Transfers out	(622,368)	0
Proceeds of the sale of capital assets	0	0
Insurance proceeds	0	0
Total other financing sources and uses	<u>\$ 205,532</u>	<u>\$ 104,400</u>
Net change in fund balances	<u>\$ (858,132)</u>	<u>\$ (1,053,943)</u>
Fund balances - beginning	(1,036,292)	1,691,640
Increase (decrease) in reserve for inventory of supplies	0	0
Fund balances - ending	<u><u>\$ (1,894,424)</u></u>	<u><u>\$ 637,697</u></u>

Debt Service

<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>	<i>Second Guaranteed Entitlement Bonds, Series 1996</i>
\$ 0	\$ 0	\$ 0	\$ 21,498,381	\$ 538,138
0	0	71,297	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
21,668	3,486	3,980	1,438,450	18,826
<u>\$ 21,668</u>	<u>\$ 3,486</u>	<u>\$ 75,277</u>	<u>\$ 22,936,831</u>	<u>\$ 556,964</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
0	0	0	0	0
630,000	5,805,917	714,000	12,740,000	260,000
135,900	2,223,679	82,999	8,440,661	129,091
<u>\$ 765,900</u>	<u>\$ 8,029,596</u>	<u>\$ 796,999</u>	<u>\$ 21,180,661</u>	<u>\$ 389,091</u>
<u>\$ (744,232)</u>	<u>\$ (8,026,110)</u>	<u>\$ (721,722)</u>	<u>\$ 1,756,170</u>	<u>\$ 167,873</u>
\$ 690,055	\$ 7,845,818	\$ 635,178	\$ 225,032	\$ 4,323
(6,456)	0	0	(1,082,010)	(245,648)
0	0	0	0	0
0	0	0	0	0
<u>\$ 683,599</u>	<u>\$ 7,845,818</u>	<u>\$ 635,178</u>	<u>\$ (856,978)</u>	<u>\$ (241,325)</u>
\$ (60,633)	\$ (180,292)	\$ (86,544)	\$ 899,192	\$ (73,452)
1,162,645	417,483	145,120	11,579,221	900,250
0	0	0	0	0
<u>\$ 1,102,012</u>	<u>\$ 237,191</u>	<u>\$ 58,576</u>	<u>\$ 12,478,413</u>	<u>\$ 826,798</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Capital Projects</i>	
	<i>General Government Facilities</i>	<i>Special Assessment Construction Projects</i>
REVENUES		
Taxes	\$ 0	\$ 0
Permits, fees and special assessments	0	0
Intergovernmental revenues	0	0
Charges for services	154,930	0
Fines and forfeits	0	0
Miscellaneous revenues	103,144	76
Total revenues	<u>\$ 258,074</u>	<u>\$ 76</u>
EXPENDITURES		
Current:		
General government	\$ 0	\$ 0
Public safety	0	0
Physical environment	0	0
Transportation	0	0
Economic environment	0	0
Human services	0	0
Culture and recreation	0	0
Intergovernmental	0	0
Capital outlay	2,424,253	33,085
Debt service:		
Principal	0	0
Interest	0	0
Total expenditures	<u>\$ 2,424,253</u>	<u>\$ 33,085</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (2,166,179)</u>	<u>\$ (33,009)</u>
OTHER FINANCING SOURCES AND (USES)		
Transfers in	\$ 57,189	\$ 0
Transfers out	(57,189)	(1,272)
Proceeds of the sale of capital assets	0	0
Insurance proceeds	0	0
Total other financing sources and uses	<u>\$ 0</u>	<u>\$ (1,272)</u>
Net change in fund balances	<u>\$ (2,166,179)</u>	<u>\$ (34,281)</u>
Fund balances - beginning	6,573,503	34,281
Increase (decrease) in reserve for inventory of supplies	0	0
Fund balances - ending	<u><u>\$ 4,407,324</u></u>	<u><u>\$ 0</u></u>

Capital Projects

<u>Countywide Library Projects</u>	<u>Total</u>
\$ 0	\$ 78,490,472
0	11,620,216
0	16,326,284
0	9,416,037
0	1,785,758
0	4,861,856
<u>\$ 0</u>	<u>\$ 122,500,623</u>
 \$ 0	 \$ 8,780,447
0	23,740,356
0	4,918,484
0	9,258,314
0	11,021,016
0	8,660,008
0	35,942,989
0	1,129,245
276	2,457,614
0	20,331,347
0	11,025,210
<u>\$ 276</u>	<u>\$ 137,265,030</u>
 <u>\$ (276)</u>	 <u>\$ (14,764,407)</u>
 \$ 0	 \$ 21,775,284
(898,780)	(10,022,881)
0	122,113
0	141,662
<u>\$ (898,780)</u>	<u>\$ 12,016,178</u>
\$ (899,056)	\$ (2,748,229)
899,056	88,211,244
0	210,964
<u>\$ 0</u>	<u>\$ 85,673,979</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 1,574,806	\$ 1,463,313	\$ (111,493)
Charges for services	377,066	236,413	(140,653)
Miscellaneous revenues	416,161	131,668	(284,493)
Total revenues	<u>\$ 2,368,033</u>	<u>\$ 1,831,394</u>	<u>\$ (536,639)</u>
EXPENDITURES			
Current:			
Culture and recreation	<u>\$ 6,593,012</u>	<u>\$ 5,247,629</u>	<u>\$ 1,345,383</u>
Deficiency of revenues under expenditures	<u>\$ (4,224,979)</u>	<u>\$ (3,416,235)</u>	<u>\$ 808,744</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 3,049,313	\$ 3,060,411	\$ 11,098
Transfers out	(62,421)	(54,078)	8,343
Proceeds of the sale of capital assets	0	4,535	4,535
Insurance proceeds	<u>0</u>	<u>18,880</u>	<u>18,880</u>
Total other financing sources and uses	<u>\$ 2,986,892</u>	<u>\$ 3,029,748</u>	<u>\$ 42,856</u>
Net change in fund balances	\$ (1,238,087)	\$ (386,487)	\$ 851,600
Fund balances - beginning	1,371,855	1,371,855	0
Increase in reserve for inventory of supplies	<u>0</u>	<u>6,230</u>	<u>6,230</u>
Fund balances - ending	<u><u>\$ 133,768</u></u>	<u><u>\$ 991,598</u></u>	<u><u>\$ 857,830</u></u>

BREVARD COUNTY, FLORIDA
BREVARD COUNTY FREE PUBLIC LIBRARY DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 17,301,584	\$ 16,248,588	\$ (1,052,996)
Permits, fees and special assessments	112,670	94,257	(18,413)
Intergovernmental revenues	0	1,050	1,050
Fines and forfeits	656,324	662,789	6,465
Miscellaneous revenues	353,132	228,959	(124,173)
Total revenues	<u>\$ 18,423,710</u>	<u>\$ 17,235,643</u>	<u>\$ (1,188,067)</u>
EXPENDITURES			
Current:			
Culture and recreation	\$ 22,597,627	\$ 18,650,055	\$ 3,947,572
Intergovernmental	160,000	160,000	0
Total expenditures	<u>\$ 22,757,627</u>	<u>\$ 18,810,055</u>	<u>\$ 3,947,572</u>
Deficiency of revenues under expenditures	<u>\$ (4,333,917)</u>	<u>\$ (1,574,412)</u>	<u>\$ 2,759,505</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 275,781	\$ 124,280	\$ (151,501)
Transfers out	(1,283,848)	(1,200,763)	83,085
Proceeds of the sale of capital assets	0	37,183	37,183
Total other financing sources and uses	<u>\$ (1,008,067)</u>	<u>\$ (1,039,300)</u>	<u>\$ (31,233)</u>
Net change in fund balances	<u>\$ (5,341,984)</u>	<u>\$ (2,613,712)</u>	<u>\$ 2,728,272</u>
Fund balances - beginning	<u>6,270,735</u>	<u>6,270,735</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 928,751</u></u>	<u><u>\$ 3,657,023</u></u>	<u><u>\$ 2,728,272</u></u>

BREVARD COUNTY, FLORIDA
BREVARD COUNTY MOSQUITO CONTROL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 7,121,323	\$ 6,710,652	\$ (410,671)
Intergovernmental revenues	150,000	0	(150,000)
Miscellaneous revenues	295,368	240,064	(55,304)
Total revenues	<u>\$ 7,566,691</u>	<u>\$ 6,950,716</u>	<u>\$ (615,975)</u>
EXPENDITURES			
Current:			
Physical environment	\$ 94,591	\$ 59,997	\$ 34,594
Human services	8,608,378	5,278,759	3,329,619
Total expenditures	<u>\$ 8,702,969</u>	<u>\$ 5,338,756</u>	<u>\$ 3,364,213</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (1,136,278)</u>	<u>\$ 1,611,960</u>	<u>\$ 2,748,238</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 40,000	\$ 50,695	\$ 10,695
Transfers out	(249,179)	(235,078)	14,101
Proceeds of the sale of capital assets	15,370	18,207	2,837
Insurance proceeds	11,815	34,979	23,164
Total other financing sources and uses	<u>\$ (181,994)</u>	<u>\$ (131,197)</u>	<u>\$ 50,797</u>
Net change in fund balances	<u>\$ (1,318,272)</u>	<u>\$ 1,480,763</u>	<u>\$ 2,799,035</u>
Fund balances - beginning	3,747,989	3,747,989	0
Increase in reserve for inventory of supplies	<u>0</u>	<u>127,925</u>	<u>127,925</u>
Fund balances - ending	<u><u>\$ 2,429,717</u></u>	<u><u>\$ 5,356,677</u></u>	<u><u>\$ 2,926,960</u></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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 4,696,138	\$ 4,453,721	\$ (242,417)
Charges for services	3,000	1,550	(1,450)
Miscellaneous revenues	110,000	173,045	63,045
Total revenues	<u>\$ 4,809,138</u>	<u>\$ 4,628,316</u>	<u>\$ (180,822)</u>
EXPENDITURES			
Current:			
Transportation	\$ 9,919,325	\$ 4,449,321	\$ 5,470,004
Debt service:			
Principal	112,000	145,000	(33,000)
Interest	40,000	3,399	36,601
Total expenditures	<u>\$ 10,071,325</u>	<u>\$ 4,597,720</u>	<u>\$ 5,473,605</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (5,262,187)</u>	<u>\$ 30,596</u>	<u>\$ 5,292,783</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 12,500	\$ 34,345	\$ 21,845
Transfers out	(249,050)	(200,370)	48,680
Total other financing sources and uses	<u>\$ (236,550)</u>	<u>\$ (166,025)</u>	<u>\$ 70,525</u>
Net change in fund balances	<u>\$ (5,498,737)</u>	<u>\$ (135,429)</u>	<u>\$ 5,363,308</u>
Fund balances - beginning	6,607,471	6,607,471	0
Increase in reserve for inventory of supplies	0	81,928	81,928
Fund balances - ending	<u>\$ 1,108,734</u>	<u>\$ 6,553,970</u>	<u>\$ 5,445,236</u>

BREVARD COUNTY, FLORIDA

MISCELLANEOUS FINES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Charges for services	\$ 3,188,681	\$ 3,057,328	\$ (131,353)
Fines and forfeits	1,008,925	907,062	(101,863)
Miscellaneous revenues	2,068,302	797,986	(1,270,316)
Total revenues	\$ 6,265,908	\$ 4,762,376	\$ (1,503,532)
EXPENDITURES			
Current:			
General government	\$ 7,038,958	\$ 6,268,627	\$ 770,331
Public safety	3,927,863	2,253,630	1,674,233
Physical environment	604,384	0	604,384
Total expenditures	\$ 11,571,205	\$ 8,522,257	\$ 3,048,948
Deficiency of revenues under expenditures	\$ (5,305,297)	\$ (3,759,881)	\$ 1,545,416
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 3,050,557	\$ 2,863,342	\$ (187,215)
Transfers out	(672,597)	(1,779,246)	(1,106,649)
Total other financing sources and uses	\$ 2,377,960	\$ 1,084,096	\$ (1,293,864)
Net change in fund balances	\$ (2,927,337)	\$ (2,675,785)	\$ 251,552
Fund balances - beginning	7,151,994	7,151,994	0
Fund balances - ending	\$ 4,224,657	\$ 4,476,209	\$ 251,552

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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 3,100,173	\$ 2,938,478	\$ (161,695)
Intergovernmental revenues	108,063	105,868	(2,195)
Charges for services	320,638	264,112	(56,526)
Miscellaneous revenues	343,822	349,850	6,028
Total revenues	<u>\$ 3,872,696</u>	<u>\$ 3,658,308</u>	<u>\$ (214,388)</u>
EXPENDITURES			
Current:			
Culture and recreation	\$ 8,837,506	\$ 7,430,267	\$ 1,407,239
Debt service:			
Principal	30,000	30,000	0
Interest	12,001	3,787	8,214
Total expenditures	<u>\$ 8,879,507</u>	<u>\$ 7,464,054</u>	<u>\$ 1,415,453</u>
Deficiency of revenues under expenditures	<u>\$ (5,006,811)</u>	<u>\$ (3,805,746)</u>	<u>\$ 1,201,065</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 5,094,955	\$ 5,111,811	\$ 16,856
Transfers out	(1,293,903)	(1,207,416)	86,487
Proceeds of the sale of capital assets	300	991	691
Insurance proceeds	0	12,773	12,773
Total other financing sources and uses	<u>\$ 3,801,352</u>	<u>\$ 3,918,159</u>	<u>\$ 116,807</u>
Net change in fund balances	<u>\$ (1,205,459)</u>	<u>\$ 112,413</u>	<u>\$ 1,317,872</u>
Fund balances - beginning	3,645,912	3,645,912	0
Decrease in reserve for inventory of supplies	0	(4,601)	(4,601)
Fund balances - ending	<u><u>\$ 2,440,453</u></u>	<u><u>\$ 3,753,724</u></u>	<u><u>\$ 1,313,271</u></u>

BREVARD COUNTY, FLORIDA
SPECIAL LAW ENFORCEMENT DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 15,125,259	\$ 14,199,987	\$ (925,272)
Intergovernmental revenues	30,000	67,550	37,550
Charges for services	7,317,521	4,569,867	(2,747,654)
Miscellaneous revenues	0	166,664	166,664
Total revenues	<u>\$ 22,472,780</u>	<u>\$ 19,004,068</u>	<u>\$ (3,468,712)</u>
EXPENDITURES			
Current:			
Public safety	<u>\$ 22,546,405</u>	<u>\$ 18,862,002</u>	<u>\$ 3,684,403</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (73,625)</u>	<u>\$ 142,066</u>	<u>\$ 215,691</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 0	\$ 108,395	\$ 108,395
Transfers out	(712,406)	(855,102)	(142,696)
Proceeds of the sale of capital assets	0	46,955	46,955
Total other financing sources and uses	<u>\$ (712,406)</u>	<u>\$ (699,752)</u>	<u>\$ 12,654</u>
Net change in fund balances	<u>\$ (786,031)</u>	<u>\$ (557,686)</u>	<u>\$ 228,345</u>
Fund balances - beginning	<u>2,227,378</u>	<u>2,227,378</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 1,441,347</u></u>	<u><u>\$ 1,669,692</u></u>	<u><u>\$ 228,345</u></u>

BREVARD COUNTY, FLORIDA
TOURIST DEVELOPMENT TAX
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 7,693,667	\$ 8,001,683	\$ 308,016
Intergovernmental revenues	272,010	0	(272,010)
Miscellaneous revenues	348,485	423,622	75,137
Total revenues	<u>\$ 8,314,162</u>	<u>\$ 8,425,305</u>	<u>\$ 111,143</u>
EXPENDITURES			
Current:			
Physical environment	\$ 4,630,943	\$ 313,213	\$ 4,317,730
Economic environment	6,123,137	4,677,986	1,445,151
Culture and recreation	4,937,367	869,247	4,068,120
Total expenditures	<u>\$ 15,691,447</u>	<u>\$ 5,860,446</u>	<u>\$ 9,831,001</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (7,377,285)</u>	<u>\$ 2,564,859</u>	<u>\$ 9,942,144</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 6,456	\$ 6,456	\$ 0
Transfers out	(1,209,345)	(1,035,012)	174,333
Total other financing sources and uses	<u>\$ (1,202,889)</u>	<u>\$ (1,028,556)</u>	<u>\$ 174,333</u>
Net change in fund balances	<u>\$ (8,580,174)</u>	<u>\$ 1,536,303</u>	<u>\$ 10,116,477</u>
Fund balances - beginning	12,930,296	12,930,296	0
Decrease in reserve for inventory of supplies	0	(4,455)	(4,455)
Fund balances - ending	<u>\$ 4,350,122</u>	<u>\$ 14,462,144</u>	<u>\$ 10,112,022</u>

BREVARD COUNTY, FLORIDA
SURFACE WATER IMPROVEMENT DIVISION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Permits, fees and special assessments	\$ 3,303,964	\$ 3,191,596	\$ (112,368)
Charges for services	40,786	54,414	13,628
Miscellaneous revenues	<u>228,585</u>	<u>360,725</u>	<u>132,140</u>
Total revenues	<u>\$ 3,573,335</u>	<u>\$ 3,606,735</u>	<u>\$ 33,400</u>
EXPENDITURES			
Current:			
Physical environment	\$ 12,146,941	\$ 2,663,755	\$ 9,483,186
Intergovernmental	<u>0</u>	<u>133,613</u>	<u>(133,613)</u>
Total expenditures	<u>\$ 12,146,941</u>	<u>\$ 2,797,368</u>	<u>\$ 9,349,573</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (8,573,606)</u>	<u>\$ 809,367</u>	<u>\$ 9,382,973</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 135,335	\$ 0	\$ (135,335)
Transfers out	<u>(411,230)</u>	<u>(385,999)</u>	<u>25,231</u>
Total other financing sources and uses	<u>\$ (275,895)</u>	<u>\$ (385,999)</u>	<u>\$ (110,104)</u>
Net change in fund balances	\$ (8,849,501)	\$ 423,368	\$ 9,272,869
Fund balances - beginning	<u>9,033,380</u>	<u>9,033,380</u>	<u>0</u>
Fund balances - ending	<u>\$ 183,879</u>	<u>\$ 9,456,748</u>	<u>\$ 9,272,869</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Intergovernmental revenues	\$ 2,772,320	\$ 2,481,463	\$ (290,857)
Miscellaneous revenues	<u>50,000</u>	<u>135,561</u>	<u>85,561</u>
Total revenues	<u>\$ 2,822,320</u>	<u>\$ 2,617,024</u>	<u>\$ (205,296)</u>
EXPENDITURES			
Current:			
Economic environment	<u>\$ 8,188,176</u>	<u>\$ 2,218,628</u>	<u>\$ 5,969,548</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (5,365,856)</u>	<u>\$ 398,396</u>	<u>\$ 5,764,252</u>
Net change in fund balances	<u>\$ (5,365,856)</u>	<u>\$ 398,396</u>	<u>\$ 5,764,252</u>
Fund balances - beginning	<u>5,513,261</u>	<u>5,513,261</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 147,405</u></u>	<u><u>\$ 5,911,657</u></u>	<u><u>\$ 5,764,252</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Intergovernmental revenues	\$ 0	\$ 3,112	\$ 3,112
Miscellaneous revenues	<u>30,000</u>	<u>14,181</u>	<u>(15,819)</u>
Total revenues	<u>\$ 30,000</u>	<u>\$ 17,293</u>	<u>\$ (12,707)</u>
EXPENDITURES			
Current:			
Economic environment	<u>\$ 1,593,198</u>	<u>\$ 1,320,048</u>	<u>\$ 273,150</u>
Deficiency of revenues under expenditures	<u>\$ (1,563,198)</u>	<u>\$ (1,302,755)</u>	<u>\$ 260,443</u>
Net change in fund balances	<u>\$ (1,563,198)</u>	<u>\$ (1,302,755)</u>	<u>\$ 260,443</u>
Fund balances - beginning	<u>1,563,198</u>	<u>1,563,198</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 0</u></u>	<u><u>\$ 260,443</u></u>	<u><u>\$ 260,443</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 35,000	\$ 33,555	\$ (1,445)
Permits, fees and special assessments	2,742,897	2,190,397	(552,500)
Charges for services	20,500	4,895	(15,605)
Fines and forfeits	5,000	20,999	15,999
Miscellaneous revenues	111,000	26,249	(84,751)
Total revenues	\$ 2,914,397	\$ 2,276,095	\$ (638,302)
EXPENDITURES			
Current:			
Public safety	\$ 2,757,668	\$ 2,338,192	\$ 419,476
Debt service:			
Principal	80,821	6,430	74,391
Interest	14,851	5,694	9,157
Total expenditures	\$ 2,853,340	\$ 2,350,316	\$ 503,024
Excess (deficiency) of revenues over (under) expenditures	\$ 61,057	\$ (74,221)	\$ (135,278)
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 30,128	\$ 25,654	\$ (4,474)
Transfers out	(4,500)	(4,500)	0
Proceeds of the sale of capital assets	0	13,944	13,944
Insurance proceeds	0	125	125
Total other financing sources and uses	\$ 25,628	\$ 35,223	\$ 9,595
Net change in fund balances	\$ 86,685	\$ (38,998)	\$ (125,683)
Fund balances - beginning	63,023	63,023	0
Fund balances - ending	\$ 149,708	\$ 24,025	\$ (125,683)

BREVARD COUNTY, FLORIDA

EDUCATION IMPACT FEES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Permits, fees and special assessments	\$ 6,142,000	\$ 6,072,669	\$ (69,331)
Miscellaneous revenues	<u>177,500</u>	<u>139,225</u>	<u>(38,275)</u>
Total revenues	<u>\$ 6,319,500</u>	<u>\$ 6,211,894</u>	<u>\$ (107,606)</u>
EXPENDITURES			
Intergovernmental	\$ 9,734,456	\$ 406,818	\$ 9,327,638
Debt service:			
Principal	<u>135,000</u>	<u>0</u>	<u>135,000</u>
Total expenditures	<u>\$ 9,869,456</u>	<u>\$ 406,818</u>	<u>\$ 9,462,638</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (3,549,956)</u>	<u>\$ 5,805,076</u>	<u>\$ 9,355,032</u>
OTHER FINANCING USES			
Transfers out	<u>\$ (158,301)</u>	<u>\$ (151,594)</u>	<u>\$ 6,707</u>
Net change in fund balances	<u>\$ (3,708,257)</u>	<u>\$ 5,653,482</u>	<u>\$ 9,361,739</u>
Fund balances - beginning	<u>3,613,956</u>	<u>3,613,956</u>	<u>0</u>
Fund balances - ending	<u><u>\$ (94,301)</u></u>	<u><u>\$ 9,267,438</u></u>	<u><u>\$ 9,361,739</u></u>

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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 2,621,746	\$ 2,403,976	\$ (217,770)
Charges for services	0	2,984	2,984
Miscellaneous revenues	74,406	56,002	(18,404)
Total revenues	<u>\$ 2,696,152</u>	<u>\$ 2,462,962</u>	<u>\$ (233,190)</u>
EXPENDITURES			
Current:			
Culture and recreation	<u>\$ 2,946,696</u>	<u>\$ 2,666,947</u>	<u>\$ 279,749</u>
Deficiency of revenues under expenditures	<u>\$ (250,544)</u>	<u>\$ (203,985)</u>	<u>\$ 46,559</u>
OTHER FINANCING SOURCES			
Proceeds of the sale of capital assets	\$ 0	\$ 298	\$ 298
Insurance proceeds	0	74,905	74,905
Total other financing sources and uses	<u>\$ 0</u>	<u>\$ 75,203</u>	<u>\$ 75,203</u>
Net change in fund balances	<u>\$ (250,544)</u>	<u>\$ (128,782)</u>	<u>\$ 121,762</u>
Fund balances - beginning	2,103,889	2,103,889	0
Increase in reserve for inventory of supplies	0	3,937	3,937
Fund balances - ending	<u><u>\$ 1,853,345</u></u>	<u><u>\$ 1,979,044</u></u>	<u><u>\$ 125,699</u></u>

BREVARD COUNTY, FLORIDA
GRANTS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Intergovernmental revenues	\$ 36,165,617	\$ 13,667,241	\$ (22,498,376)
Charges for services	0	75,577	75,577
Miscellaneous revenues	10,586	16,770	6,184
Total revenues	<u>\$ 36,176,203</u>	<u>\$ 13,759,588</u>	<u>\$ (22,416,615)</u>
EXPENDITURES			
Current:			
General government	\$ 3,001,317	\$ 152,947	\$ 2,848,370
Public safety	677,580	286,532	391,048
Physical environment	4,045,879	1,881,519	2,164,360
Transportation	12,594,305	4,808,993	7,785,312
Economic environment	7,044,527	2,804,354	4,240,173
Human services	4,189,072	3,381,249	807,823
Culture and recreation	3,229,615	1,078,844	2,150,771
Intergovernmental	117,000	428,814	(311,814)
Total expenditures	<u>\$ 34,899,295</u>	<u>\$ 14,823,252</u>	<u>\$ 20,076,043</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,276,908</u>	<u>\$ (1,063,664)</u>	<u>\$ (2,340,572)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 813,912	\$ 827,900	\$ 13,988
Transfers out	(622,368)	(622,368)	0
Total other financing sources and uses	<u>\$ 191,544</u>	<u>\$ 205,532</u>	<u>\$ 13,988</u>
Net change in fund balances	<u>\$ 1,468,452</u>	<u>\$ (858,132)</u>	<u>\$ (2,326,584)</u>
Fund balances - beginning	<u>(1,036,292)</u>	<u>(1,036,292)</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 432,160</u></u>	<u><u>\$ (1,894,424)</u></u>	<u><u>\$ (2,326,584)</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Charges for services	\$ 1,145,000	\$ 993,967	\$ (151,033)
Fines and forfeits	0	194,908	194,908
Miscellaneous revenues	10,000	11,655	1,655
Total revenues	<u>\$ 1,155,000</u>	<u>\$ 1,200,530</u>	<u>\$ 45,530</u>
EXPENDITURES			
Current:			
General government	<u>\$ 2,924,000</u>	<u>\$ 2,358,873</u>	<u>\$ 565,127</u>
Deficiency of revenues under expenditures	<u>\$ (1,769,000)</u>	<u>\$ (1,158,343)</u>	<u>\$ 610,657</u>
OTHER FINANCING SOURCES			
Transfers in	<u>\$ 104,400</u>	<u>\$ 104,400</u>	<u>\$ 0</u>
Net change in fund balances	<u>\$ (1,664,600)</u>	<u>\$ (1,053,943)</u>	<u>\$ 610,657</u>
Fund balances - beginning	<u>1,691,640</u>	<u>1,691,640</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 27,040</u></u>	<u><u>\$ 637,697</u></u>	<u><u>\$ 610,657</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Miscellaneous revenues	\$ 32,614	\$ 21,668	\$ (10,946)
EXPENDITURES			
Debt service:			
Principal	\$ 630,801	\$ 630,000	\$ 801
Interest	135,100	135,900	(800)
Total expenditures	\$ 765,901	\$ 765,900	\$ 1
Deficiency of revenues under expenditures	\$ (733,287)	\$ (744,232)	\$ (10,945)
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 906,712	\$ 690,055	\$ (216,657)
Transfers out	(6,456)	(6,456)	0
Total other financing sources and uses	\$ 900,256	\$ 683,599	\$ (216,657)
Net change in fund balances	\$ 166,969	\$ (60,633)	\$ (227,602)
Fund balances - beginning	1,162,645	1,162,645	0
Fund balances - ending	\$ 1,329,614	\$ 1,102,012	\$ (227,602)

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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Miscellaneous revenues	\$ 0	\$ 3,486	\$ 3,486
EXPENDITURES			
Debt service:			
Principal	\$ 5,805,917	\$ 5,805,917	\$ 0
Interest	2,243,515	2,223,679	19,836
Total expenditures	\$ 8,049,432	\$ 8,029,596	\$ 19,836
Deficiency of revenues under expenditures	\$ (8,049,432)	\$ (8,026,110)	\$ 23,322
OTHER FINANCING SOURCES			
Transfers in	\$ 7,851,968	\$ 7,845,818	\$ (6,150)
Net change in fund balances	\$ (197,464)	\$ (180,292)	\$ 17,172
Fund balances - beginning	417,483	417,483	0
Fund balances - ending	\$ 220,019	\$ 237,191	\$ 17,172

BREVARD COUNTY, FLORIDA
COMMERCIAL PAPER NOTE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Permits, fees and special assessments	\$ 53,244	\$ 71,297	\$ 18,053
Miscellaneous revenues	<u>52,394</u>	<u>3,980</u>	<u>(48,414)</u>
Total revenues	<u>\$ 105,638</u>	<u>\$ 75,277</u>	<u>\$ (30,361)</u>
EXPENDITURES			
Debt service:			
Principal	\$ 776,593	\$ 714,000	\$ 62,593
Interest	<u>148,060</u>	<u>82,999</u>	<u>65,061</u>
Total expenditures	<u>\$ 924,653</u>	<u>\$ 796,999</u>	<u>\$ 127,654</u>
Deficiency of revenues under expenditures	<u>\$ (819,015)</u>	<u>\$ (721,722)</u>	<u>\$ 97,293</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 689,318	\$ 635,178	\$ (54,140)
Capital related debt issued	<u>54,163</u>	<u>0</u>	<u>(54,163)</u>
Total other financing sources and (uses)	<u>\$ 743,481</u>	<u>\$ 635,178</u>	<u>\$ (108,303)</u>
Net change in fund balances	<u>\$ (75,534)</u>	<u>\$ (86,544)</u>	<u>\$ (11,010)</u>
Fund balances - beginning	<u>145,120</u>	<u>145,120</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 69,586</u></u>	<u><u>\$ 58,576</u></u>	<u><u>\$ (11,010)</u></u>

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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 22,648,427	\$ 21,498,381	\$ (1,150,046)
Miscellaneous revenues	<u>364,000</u>	<u>1,438,450</u>	<u>1,074,450</u>
Total revenues	<u>\$ 23,012,427</u>	<u>\$ 22,936,831</u>	<u>\$ (75,596)</u>
EXPENDITURES			
Debt service:			
Principal	\$ 12,740,000	\$ 12,740,000	\$ 0
Interest	<u>8,500,443</u>	<u>8,440,661</u>	<u>59,782</u>
Total expenditures	<u>\$ 21,240,443</u>	<u>\$ 21,180,661</u>	<u>\$ 59,782</u>
Excess of revenues over expenditures	<u>\$ 1,771,984</u>	<u>\$ 1,756,170</u>	<u>\$ (15,814)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 42,000	\$ 225,032	\$ 183,032
Transfers out	<u>(1,221,018)</u>	<u>(1,082,010)</u>	<u>139,008</u>
Total other financing sources and uses	<u>\$ (1,179,018)</u>	<u>\$ (856,978)</u>	<u>\$ 322,040</u>
Net change in fund balances	\$ 592,966	\$ 899,192	\$ 306,226
Fund balances - beginning	<u>11,579,221</u>	<u>11,579,221</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 12,172,187</u></u>	<u><u>\$ 12,478,413</u></u>	<u><u>\$ 306,226</u></u>

BREVARD COUNTY, FLORIDA
SECOND GUARANTEED ENTITLEMENT BONDS, SERIES 1996
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Taxes	\$ 569,907	\$ 538,138	\$ (31,769)
Miscellaneous revenues	16,000	18,826	2,826
Total revenues	<u>\$ 585,907</u>	<u>\$ 556,964</u>	<u>\$ (28,943)</u>
EXPENDITURES			
Debt service:			
Principal	\$ 260,000	\$ 260,000	\$ 0
Interest	132,560	129,091	3,469
Total expenditures	<u>\$ 392,560</u>	<u>\$ 389,091</u>	<u>\$ 3,469</u>
Excess of revenues over expenditures	<u>\$ 193,347</u>	<u>\$ 167,873</u>	<u>\$ (25,474)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 0	\$ 4,323	\$ 4,323
Transfers out	(255,000)	(245,648)	9,352
Total other financing sources and uses	<u>\$ (255,000)</u>	<u>\$ (241,325)</u>	<u>\$ 13,675</u>
Net change in fund balances	<u>\$ (61,653)</u>	<u>\$ (73,452)</u>	<u>\$ (11,799)</u>
Fund balances - beginning	900,250	900,250	0
Fund balances - ending	<u><u>\$ 838,597</u></u>	<u><u>\$ 826,798</u></u>	<u><u>\$ (11,799)</u></u>

BREVARD COUNTY, FLORIDA
PARKS AND RECREATIONAL FACILITIES
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Intergovernmental revenues	\$ 3,871,376	\$ 1,417,744	\$ (2,453,632)
Miscellaneous revenues	<u>3,904,365</u>	<u>1,796,428</u>	<u>(2,107,937)</u>
Total revenues	<u>\$ 7,775,741</u>	<u>\$ 3,214,172</u>	<u>\$ (4,561,569)</u>
EXPENDITURES			
Capital outlay	<u>\$ 82,382,160</u>	<u>\$ 18,133,101</u>	<u>\$ 64,249,059</u>
Deficiency of revenues under expenditures	<u>\$ (74,606,419)</u>	<u>\$ (14,918,929)</u>	<u>\$ 59,687,490</u>
OTHER FINANCING SOURCES			
Transfers in	<u>\$ 1,215,722</u>	<u>\$ 1,215,722</u>	<u>\$ 0</u>
Net change in fund balances	<u>\$ (73,390,697)</u>	<u>\$ (13,703,207)</u>	<u>\$ 59,687,490</u>
Fund balances - beginning	<u>73,255,923</u>	<u>73,255,923</u>	<u>0</u>
Fund balances - ending	<u><u>\$ (134,774)</u></u>	<u><u>\$ 59,552,716</u></u>	<u><u>\$ 59,687,490</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Charges for services	\$ 1,904,347	\$ 154,930	\$ (1,749,417)
Miscellaneous revenues	286,851	103,144	(183,707)
Total revenues	<u>\$ 2,191,198</u>	<u>\$ 258,074</u>	<u>\$ (1,933,124)</u>
EXPENDITURES			
Capital outlay	<u>\$ 8,645,056</u>	<u>\$ 2,424,253</u>	<u>\$ 6,220,803</u>
Deficiency of revenues under expenditures	<u>\$ (6,453,858)</u>	<u>\$ (2,166,179)</u>	<u>\$ 4,287,679</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers in	\$ 57,189	\$ 57,189	\$ 0
Transfers out	<u>(57,189)</u>	<u>(57,189)</u>	<u>0</u>
Total other financing sources and uses	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Net change in fund balances	<u>\$ (6,453,858)</u>	<u>\$ (2,166,179)</u>	<u>\$ 4,287,679</u>
Fund balances - beginning	<u>6,573,503</u>	<u>6,573,503</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 119,645</u></u>	<u><u>\$ 4,407,324</u></u>	<u><u>\$ 4,287,679</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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Miscellaneous revenues	\$ 126	\$ 76	\$ (50)
EXPENDITURES			
Capital outlay	\$ 33,085	\$ 33,085	\$ 0
Deficiency of revenues under expenditures	\$ (32,959)	\$ (33,009)	\$ (50)
OTHER FINANCING SOURCES AND (USES)			
Transfers out	\$ (1,272)	\$ (1,272)	\$ 0
Net change in fund balances	\$ (34,231)	\$ (34,281)	\$ (50)
Fund balances - beginning	34,281	34,281	0
Fund balances - ending	\$ 50	\$ 0	\$ (50)

BREVARD COUNTY, FLORIDA
COUNTYWIDE LIBRARY PROJECTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Miscellaneous revenues	\$ 4,203	\$ 0	\$ (4,203)
EXPENDITURES			
Capital outlay	\$ 5,097	\$ 276	\$ 4,821
Excess (deficiency) of revenues over (under) expenditures	\$ (894)	\$ (276)	\$ 618
OTHER FINANCING USES			
Transfers out	\$ (897,869)	\$ (898,780)	\$ (911)
Net change in fund balances	\$ (898,763)	\$ (899,056)	\$ (293)
Fund balances - beginning	899,056	899,056	0
Fund balances - ending	\$ 293	\$ 0	\$ (293)

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, 2009

	<i>Final Budgeted Amounts</i>	<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
REVENUES			
Intergovernmental revenues	\$ 476,700	\$ 0	\$ (476,700)
Miscellaneous revenues	97,939	223,290	125,351
Total revenues	<u>\$ 574,639</u>	<u>\$ 223,290</u>	<u>\$ (351,349)</u>
EXPENDITURES			
Capital outlay	<u>\$ 11,826,893</u>	<u>\$ 1,542,327</u>	<u>\$ 10,284,566</u>
Deficiency of revenues under expenditures	<u>\$ (11,252,254)</u>	<u>\$ (1,319,037)</u>	<u>\$ 9,933,217</u>
OTHER FINANCING SOURCES			
Proceeds of the sale of capital assets	<u>\$ 0</u>	<u>\$ 1,560,000</u>	<u>\$ 1,560,000</u>
Net change in fund balances	<u>\$ (11,252,254)</u>	<u>\$ 240,963</u>	<u>\$ 11,493,217</u>
Fund balances - beginning	<u>11,240,626</u>	<u>11,240,626</u>	<u>0</u>
Fund balances - ending	<u><u>\$ (11,628)</u></u>	<u><u>\$ 11,481,589</u></u>	<u><u>\$ 11,493,217</u></u>



Nonmajor Enterprise Funds

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

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

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

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS
SEPTEMBER 30, 2009

	<i>Business-type</i>	
	<i>Solid Waste Collection Services</i>	<i>Space Coast Area Transit</i>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 6,543,345	\$ 78,698
Accounts receivable (net of allowance for uncollectibles)	28,002	25,389
Accrued interest receivable	17,154	2,423
Due from other governmental units	1,420,097	415,034
Inventories	0	0
Total current assets	<u>\$ 8,008,598</u>	<u>\$ 521,544</u>
Noncurrent assets:		
Capital assets:		
Land	\$ 0	\$ 228,520
Buildings and structures	0	1,891,461
Improvements to land	0	0
Improvements other than buildings	0	12,014
Machinery and equipment	0	16,181,222
Less accumulated depreciation	0	(12,182,193)
Unamortized debt issue costs	0	0
Total noncurrent assets	<u>\$ 0</u>	<u>\$ 6,131,024</u>
Total assets	<u>\$ 8,008,598</u>	<u>\$ 6,652,568</u>
LIABILITIES		
Current liabilities		
(payable from current assets):		
Vouchers and contracts payable	\$ 942,236	\$ 303,171
Due to other governmental units	0	9,394
Accrued interest payable	0	0
Accrued compensated absences	0	36,377
Revenue bonds	0	0
Capital leases payable	0	0
Total current liabilities (payable from current assets)	<u>\$ 942,236</u>	<u>\$ 348,942</u>
Noncurrent liabilities:		
Revenue bonds payable (net of unamortized discounts and deferred amount on refunding)	\$ 0	\$ 0
Accrued compensated absences	0	329,513
Other postemployment benefits	0	362,611
Total noncurrent liabilities	<u>\$ 0</u>	<u>\$ 692,124</u>
Total liabilities	<u>\$ 942,236</u>	<u>\$ 1,041,066</u>
NET ASSETS		
Invested in capital assets, net of related debt	\$ 0	\$ 6,131,024
Unrestricted	7,066,362	(519,522)
Total net assets	<u><u>\$ 7,066,362</u></u>	<u><u>\$ 5,611,502</u></u>

Activities - Enterprise Funds

<i>Brevard County Golf Courses</i>	<i>Total</i>
\$ 1,238,119	\$ 7,860,162
645	54,036
2,242	21,819
483,064	2,318,195
112,959	112,959
<u>\$ 1,837,029</u>	<u>\$ 10,367,171</u>
\$ 1,943,379	\$ 2,171,899
3,034,533	4,925,994
7,936,942	7,936,942
131,718	143,732
863,209	17,044,431
(7,055,749)	(19,237,942)
43,487	43,487
<u>\$ 6,897,519</u>	<u>\$ 13,028,543</u>
<u>\$ 8,734,548</u>	<u>\$ 23,395,714</u>
\$ 212,639	\$ 1,458,046
10,770	20,164
86,538	86,538
10,575	46,952
611,032	611,032
48,190	48,190
<u>\$ 979,744</u>	<u>\$ 2,270,922</u>
\$ 4,793,126	\$ 4,793,126
104,793	434,306
49,493	412,104
<u>\$ 4,947,412</u>	<u>\$ 5,639,536</u>
<u>\$ 5,927,156</u>	<u>\$ 7,910,458</u>
\$ 1,401,684	\$ 7,532,708
1,405,708	7,952,548
<u>\$ 2,807,392</u>	<u>\$ 15,485,256</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Business-type</i>	
	<i>Solid Waste Collection Services</i>	<i>Space Coast Area Transit</i>
Operating revenues:		
Service fees	\$ 11,416,280	\$ 1,234,495
Less cost of goods sold	0	0
Total operating revenues	<u>\$ 11,416,280</u>	<u>\$ 1,234,495</u>
Operating expenses:		
Wages and benefits	\$ 0	\$ 5,079,178
Repair, maintenance, and other services	10,822,858	3,351,716
Materials and supplies	0	1,137,189
Depreciation	0	1,847,179
Total operating expenses	<u>\$ 10,822,858</u>	<u>\$ 11,415,262</u>
Operating gain (loss)	<u>\$ 593,422</u>	<u>\$ (10,180,767)</u>
Nonoperating revenues (expenses):		
Income on investments	\$ 216,482	\$ 6,126
Interest expense	0	0
Miscellaneous revenue	109,900	5,520
Grants and matching funds	0	6,489,062
Gain on disposal of capital assets	0	115,230
Amortization of debt issue costs	0	0
Total nonoperating revenue (expense)	<u>\$ 326,382</u>	<u>\$ 6,615,938</u>
Income (loss) before contributions and transfers	<u>\$ 919,804</u>	<u>\$ (3,564,829)</u>
Capital contributions	\$ 0	\$ 1,348,932
Transfers in	0	1,155,829
Transfers out	(55,898)	0
Total contributions and transfers	<u>\$ (55,898)</u>	<u>\$ 2,504,761</u>
Change in net assets	<u>\$ 863,906</u>	<u>\$ (1,060,068)</u>
Net assets - beginning	6,202,456	6,671,570
Net assets - ending	<u><u>\$ 7,066,362</u></u>	<u><u>\$ 5,611,502</u></u>

Activities - Enterprise Funds

<u>Brevard County Golf Courses</u>	<u>Total</u>
\$ 3,517,467	\$ 16,168,242
(129,228)	(129,228)
<u>\$ 3,388,239</u>	<u>\$ 16,039,014</u>
\$ 1,045,335	\$ 6,124,513
2,642,061	16,816,635
45,490	1,182,679
451,641	2,298,820
<u>\$ 4,184,527</u>	<u>\$ 26,422,647</u>
<u>\$ (796,288)</u>	<u>\$ (10,383,633)</u>
\$ 18,698	\$ 241,306
(310,738)	(310,738)
448	115,868
30,592	6,519,654
22,333	137,563
(9,916)	(9,916)
<u>\$ (248,583)</u>	<u>\$ 6,693,737</u>
\$ (1,044,871)	\$ (3,689,896)
\$ 2,600	\$ 1,351,532
1,551,456	2,707,285
0	(55,898)
<u>\$ 1,554,056</u>	<u>\$ 4,002,919</u>
\$ 509,185	\$ 313,023
2,298,207	15,172,233
<u>\$ 2,807,392</u>	<u>\$ 15,485,256</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Nonmajor Solid Waste Collection Services</i>
Cash flows from operating activities:	
Cash receipts for service fees	\$ 11,432,305
Cash receipts from other sources	107,728
Cash payments to employees for services	0
Cash payments to suppliers for goods and services	(11,478,424)
Net cash from operating activities	<u>\$ 61,609</u>
Cash flows from noncapital financing activities:	
Grant receipts	\$ 13,303
Transfers in	0
Transfers out	(55,898)
Net cash flows from noncapital financing activities	<u>\$ (42,595)</u>
Cash flows from capital and related financing activities:	
Principal payments	\$ 0
Interest payments	0
Capital grant receipts	0
Payments to acquire, construct, or improve capital assets	0
Proceeds from disposal of capital assets	0
Net cash flows from capital and related financing activities	<u>\$ 0</u>
Cash flows from investing activities:	
Interest on investments	\$ 236,079
Net increase (decrease) in cash and cash equivalents	\$ 255,093
Cash and cash equivalents, October 1, 2008	6,288,252
Cash and cash equivalents, September 30, 2009	<u><u>\$ 6,543,345</u></u>
Reconciliation of operating income (loss) to net cash flows from operating activities	
Operating income (loss)	\$ 593,422
Adjustments to reconcile operating loss to net cash from operating activities:	
Depreciation expense	\$ 0
Miscellaneous revenue	109,900
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	32,711
(Increase) decrease in due from other governmental units	7,009
(Increase) decrease in inventories	0
Increase (decrease) in accrued compensated absences	0
Increase (decrease) in other postemployment benefits	0
Increase (decrease) in vouchers & contracts payable	(681,433)
Increase (decrease) in due to other governmental units	0
Total adjustment	<u>\$ (531,813)</u>
Net cash from operating activities	<u><u>\$ 61,609</u></u>
Non-cash investing, capital, and financing activities:	
Capital contributed by developers, individuals, and governmental entities	<u><u>\$ 0</u></u>

Business-type Activities - Enterprise Funds

<i>Space Coast Area Transit</i>	<i>Brevard County Golf Courses</i>	<i>Total</i>
\$ 1,256,007	\$ 3,530,218	\$ 16,218,530
5,271	0	112,999
(4,749,203)	(1,040,954)	(5,790,157)
(4,775,155)	(2,711,518)	(18,965,097)
<u>\$ (8,263,080)</u>	<u>\$ (222,254)</u>	<u>\$ (8,423,725)</u>
\$ 6,484,115	\$ 30,549	\$ 6,527,967
1,155,829	1,551,456	2,707,285
0	0	(55,898)
<u>\$ 7,639,944</u>	<u>\$ 1,582,005</u>	<u>\$ 9,179,354</u>
\$ 0	\$ (709,932)	\$ (709,932)
0	(282,214)	(282,214)
1,348,932	0	1,348,932
(1,545,199)	(103,287)	(1,648,486)
152,449	23,729	176,178
<u>\$ (43,818)</u>	<u>\$ (1,071,704)</u>	<u>\$ (1,115,522)</u>
\$ 9,297	\$ 20,775	\$ 266,151
\$ (657,657)	\$ 308,822	\$ (93,742)
736,355	929,297	7,953,904
<u>\$ 78,698</u>	<u>\$ 1,238,119</u>	<u>\$ 7,860,162</u>
<u>\$ (10,180,767)</u>	<u>\$ (796,288)</u>	<u>\$ (10,383,633)</u>
\$ 1,847,179	\$ 451,641	\$ 2,298,820
5,520	448	115,868
1,744	6,828	41,283
35,680	0	42,689
0	(2,669)	(2,669)
20,195	(12,105)	8,090
186,861	25,252	212,113
(179,492)	102,134	(758,791)
0	2,505	2,505
<u>\$ 1,917,687</u>	<u>\$ 574,034</u>	<u>\$ 1,959,908</u>
<u>\$ (8,263,080)</u>	<u>\$ (222,254)</u>	<u>\$ (8,423,725)</u>
<u>\$ 5,950</u>	<u>\$ 2,600</u>	<u>\$ 8,550</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, 2009

	<i>Information Systems</i>	<i>Risk Management</i>	<i>Total</i>
ASSETS			
Current assets:			
Cash	\$ 2,339,647	\$ 46,646,861	\$ 48,986,508
Cash with escrow and paying agent	0	1,122,000	1,122,000
Accounts receivable	1,435	106,014	107,449
Accrued interest receivable	6,176	122,275	128,451
Due from other funds	0	730,338	730,338
Due from other governmental units	0	508,122	508,122
Prepaid items	27,989	1,336,082	1,364,071
Total current assets	<u>\$ 2,375,247</u>	<u>\$ 50,571,692</u>	<u>\$ 52,946,939</u>
Noncurrent assets:			
Capital assets:			
Machinery and equipment	\$ 5,066,699	\$ 110,227	\$ 5,176,926
Less accumulated depreciation	(3,415,502)	(83,233)	(3,498,735)
Advances to other funds	0	64,500	64,500
Total noncurrent assets	<u>\$ 1,651,197</u>	<u>\$ 91,494</u>	<u>\$ 1,742,691</u>
Total assets	<u>\$ 4,026,444</u>	<u>\$ 50,663,186</u>	<u>\$ 54,689,630</u>
LIABILITIES			
Current liabilities:			
Vouchers and contracts payable	\$ 115,240	\$ 2,150,184	\$ 2,265,424
Due to other funds	0	13,349	13,349
Claims payable	0	8,090,553	8,090,553
Accrued compensated absences	28,356	12,220	40,576
Total current liabilities	<u>\$ 143,596</u>	<u>\$ 10,266,306</u>	<u>\$ 10,409,902</u>
Noncurrent liabilities:			
Claims payable	\$ 0	\$ 10,258,533	\$ 10,258,533
Accrued compensated absences	168,288	143,623	311,911
Other postemployment benefits	93,431	61,614	155,045
Total noncurrent liabilities	<u>\$ 261,719</u>	<u>\$ 10,463,770</u>	<u>\$ 10,725,489</u>
Total liabilities	<u>\$ 405,315</u>	<u>\$ 20,730,076</u>	<u>\$ 21,135,391</u>
NET ASSETS			
Invested in capital assets, net of related debt	\$ 1,651,197	\$ 26,994	\$ 1,678,191
Unrestricted	1,969,932	29,906,116	31,876,048
Total net assets	<u>\$ 3,621,129</u>	<u>\$ 29,933,110</u>	<u>\$ 33,554,239</u>

BREVARD COUNTY, FLORIDA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Information Systems</i>	<i>Risk Management</i>	<i>Total</i>
Operating revenues:			
Service fees	\$ 5,985,517	\$ 63,427,778	\$ 69,413,295
Operating expenses:			
Wages and benefits	\$ 2,060,883	\$ 1,126,929	\$ 3,187,812
Repair, maintenance, and other services	4,061,967	8,246,942	12,308,909
Materials and supplies	29,464	31,235	60,699
Depreciation	613,712	9,626	623,338
Insurance claims expense	0	52,916,087	52,916,087
Total operating expenses	\$ 6,766,026	\$ 62,330,819	\$ 69,096,845
Operating income (loss)	\$ (780,509)	\$ 1,096,959	\$ 316,450
Nonoperating revenues (expenses):			
Income on investments	\$ 33,860	\$ 797,430	\$ 831,290
Gain (loss) on disposal of capital assets	(8,463)	15,043	6,580
Miscellaneous revenue	504,177	1,297,190	1,801,367
Total nonoperating revenues (expenses)	\$ 529,574	\$ 2,109,663	\$ 2,639,237
Income (loss) before contribution	\$ (250,935)	\$ 3,206,622	\$ 2,955,687
Capital contribution	\$ 109,511	\$ 3,259	\$ 112,770
Change in net assets	\$ (141,424)	\$ 3,209,881	\$ 3,068,457
Net assets - beginning	\$ 3,762,553	\$ 26,723,229	\$ 30,485,782
Net assets - ending	\$ 3,621,129	\$ 29,933,110	\$ 33,554,239

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Information Systems</i>	<i>Risk Management</i>	<i>Total</i>
Cash flows from operating activities:			
Cash receipts for service fees	\$ 6,049,247	\$ 64,296,208	\$ 70,345,455
Cash receipts from other sources	504,177	1,897,857	2,402,034
Cash payments to employees for services	(2,011,871)	(1,105,510)	(3,117,381)
Cash payments to suppliers for goods and services	(4,403,728)	(10,029,544)	(14,433,272)
Cash payments for insurance claims	0	(49,742,019)	(49,742,019)
Net cash from operating activities	<u>\$ 137,825</u>	<u>\$ 5,316,992</u>	<u>\$ 5,454,817</u>
Cash flows from noncapital financing activities:			
Interfund loans	\$ 0	\$ (80,000)	\$ (80,000)
Cash flows from capital and related financing activities:			
Payments to acquire, construct, or improve capital assets	\$ (230,351)	\$ (7,196)	\$ (237,547)
Proceeds from disposal of capital assets	2,117	16,550	18,667
Net cash flows from capital and related financing activities	<u>\$ (228,234)</u>	<u>\$ 9,354</u>	<u>\$ (218,880)</u>
Cash flows from investing activities:			
Interest on investments	\$ 41,788	\$ 933,799	\$ 975,587
Net increase (decrease) in cash and cash equivalents	\$ (48,621)	\$ 6,180,145	\$ 6,131,524
Cash and cash equivalents, October 1, 2008	2,388,268	41,588,716	43,976,984
Cash and cash equivalents, September 30, 2009	<u>\$ 2,339,647</u>	<u>\$ 47,768,861</u>	<u>\$ 50,108,508</u>
Reconciliation of operating income (loss) to net cash flows from operating activities			
Operating income (loss)	\$ (780,509)	\$ 1,096,959	\$ 316,450
Adjustments to reconcile operating income to net cash from operating activities:			
Depreciation expense	\$ 613,712	\$ 9,626	\$ 623,338
Miscellaneous revenues	504,177	1,297,190	1,801,367
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	63,729	684,160	747,889
(Increase) decrease in due from other funds	0	714,838	714,838
(Increase) decrease in due from other governmental units	0	(853,189)	(853,189)
(Increase) decrease in prepaid items	15,267	202,173	217,440
Increase (decrease) in vouchers and contracts payable	(327,659)	(626,161)	(953,820)
Increase (decrease) in claims payable	0	2,733,013	2,733,013
Increase (decrease) in accrued compensated absences	(13,011)	13,722	711
Increase (decrease) in other postemployment benefits	62,119	31,312	93,431
Increase (decrease) in due to other funds	0	13,349	13,349
Total adjustments	<u>\$ 918,334</u>	<u>\$ 4,220,033</u>	<u>\$ 5,138,367</u>
Net cash from operating activities	<u>\$ 137,825</u>	<u>\$ 5,316,992</u>	<u>\$ 5,454,817</u>
Non-cash investing, capital, and financing activities:			
Capital contributed by developers, individuals, and governmental entities	<u>\$ 109,511</u>	<u>\$ 3,259</u>	<u>\$ 112,770</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, 2009

	<i>Board Agency Funds</i>	<i>Sheriff Agency Funds</i>
ASSETS		
Cash	\$ 853,784	\$ 87,172
Accounts receivable	50,782	0
Accrued interest receivable	2,229	0
Due from other funds	0	99
Due from other governmental units	0	0
Total assets	<u>\$ 906,795</u>	<u>\$ 87,271</u>
LIABILITIES		
Due to employees, individuals, and others	\$ 122,543	\$ 87,271
Due to other governmental units	2,989	0
Escrow and refundable deposits	781,263	0
Total liabilities	<u>\$ 906,795</u>	<u>\$ 87,271</u>

<i>Clerk Agency Funds</i>	<i>Tax Collector Agency Funds</i>	<i>Total</i>
<u>\$ 16,271,331</u>	<u>\$ 11,354,904</u>	<u>\$ 28,567,191</u>
27,738	116,201	194,721
0	0	2,229
0	0	99
143,868	8,886	152,754
<u>\$ 16,442,937</u>	<u>\$ 11,479,991</u>	<u>\$ 28,916,994</u>
\$ 724,599	\$ 10,147,297	\$ 11,081,710
3,510,845	1,332,694	4,846,528
12,207,493	0	12,988,756
<u>\$ 16,442,937</u>	<u>\$ 11,479,991</u>	<u>\$ 28,916,994</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Balance Oct. 1, 2008</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance Sept. 30, 2009</i>
<u>Board Agency</u>				
ASSETS:				
Cash	\$ 1,394,181	\$ 1,028,184	\$ 1,568,581	\$ 853,784
Accounts receivable	0	50,782	0	50,782
Accrued interest receivable	8,798	2,229	8,798	2,229
TOTAL ASSETS	<u>\$ 1,402,979</u>	<u>\$ 1,081,195</u>	<u>\$ 1,577,379</u>	<u>\$ 906,795</u>
LIABILITIES:				
Due to employees, individuals, and others	\$ 498,135	\$ 51,082	\$ 426,674	\$ 122,543
Due to other governmental units	16,193	9,021	22,225	2,989
Escrow and refundable deposits	888,651	970,310	1,077,698	781,263
TOTAL LIABILITIES	<u>\$ 1,402,979</u>	<u>\$ 1,030,413</u>	<u>\$ 1,526,597</u>	<u>\$ 906,795</u>
<u>Sheriff Agency</u>				
ASSETS:				
Cash	\$ 32,626	\$ 2,236,399	\$ 2,181,853	\$ 87,172
Due from other funds	0	99	0	99
TOTAL ASSETS	<u>\$ 32,626</u>	<u>\$ 2,236,498</u>	<u>\$ 2,181,853</u>	<u>\$ 87,271</u>
LIABILITIES:				
Due to employees, individuals, and others	\$ 32,626	\$ 2,281,154	\$ 2,226,509	\$ 87,271
TOTAL LIABILITIES	<u>\$ 32,626</u>	<u>\$ 2,281,154</u>	<u>\$ 2,226,509</u>	<u>\$ 87,271</u>
<u>Clerk Agency</u>				
ASSETS:				
Cash	\$ 12,236,110	\$ 76,009,555	\$ 71,974,334	\$ 16,271,331
Accounts receivable	145	7,301,766	7,274,173	27,738
Due from other governmental units	87,823	8,974,771	8,918,726	143,868
TOTAL ASSETS	<u>\$ 12,324,078</u>	<u>\$ 92,286,092</u>	<u>\$ 88,167,233</u>	<u>\$ 16,442,937</u>
LIABILITIES:				
Due to employees, individuals, and others	\$ 745,703	\$ 9,805,171	\$ 9,826,275	\$ 724,599
Due to other governmental units	1,719,633	52,232,948	50,441,736	3,510,845
Escrow and refundable deposits	9,858,742	30,247,973	27,899,222	12,207,493
TOTAL LIABILITIES	<u>\$ 12,324,078</u>	<u>\$ 92,286,092</u>	<u>\$ 88,167,233</u>	<u>\$ 16,442,937</u>

BREVARD COUNTY, FLORIDA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Balance Oct. 1, 2008</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance Sept. 30, 2009</i>
<u>Tax Collector Agency</u>				
ASSETS:				
Cash	\$ 34,046,627	\$ 820,778,665	\$ 843,470,388	\$ 11,354,904
Accounts receivable	120,460	31,761	36,020	116,201
Due from other governmental units	394	8,492	0	8,886
TOTAL ASSETS	<u>\$ 34,167,481</u>	<u>\$ 820,818,918</u>	<u>\$ 843,506,408</u>	<u>\$ 11,479,991</u>
LIABILITIES:				
Due to employees, individuals, and others	\$ 9,495,178	\$ 40,071,446	\$ 39,419,327	\$ 10,147,297
Due to other governmental units	24,672,303	780,747,472	804,087,081	1,332,694
TOTAL LIABILITIES	<u>\$ 34,167,481</u>	<u>\$ 820,818,918</u>	<u>\$ 843,506,408</u>	<u>\$ 11,479,991</u>
<u>TOTAL - ALL FIDUCIARY FUNDS</u>				
ASSETS:				
Cash	\$ 47,709,544	\$ 900,052,803	\$ 919,195,156	\$ 28,567,191
Accounts receivable	120,605	7,384,309	7,310,193	194,721
Accrued interest receivable	8,798	2,229	8,798	2,229
Due from other funds	0	99	0	99
Due from other governmental units	88,217	8,983,263	8,918,726	152,754
TOTAL ASSETS	<u>\$ 47,927,164</u>	<u>\$ 916,422,703</u>	<u>\$ 935,432,873</u>	<u>\$ 28,916,994</u>
LIABILITIES:				
Due to employees, individuals, and others	\$ 10,771,642	\$ 52,208,853	\$ 51,898,785	\$ 11,081,710
Due to other governmental units	26,408,129	832,989,441	854,551,042	4,846,528
Escrow and refundable deposits	10,747,393	31,218,283	28,976,920	12,988,756
TOTAL LIABILITIES	<u>\$ 47,927,164</u>	<u>\$ 916,416,577</u>	<u>\$ 935,426,747</u>	<u>\$ 28,916,994</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, 2009

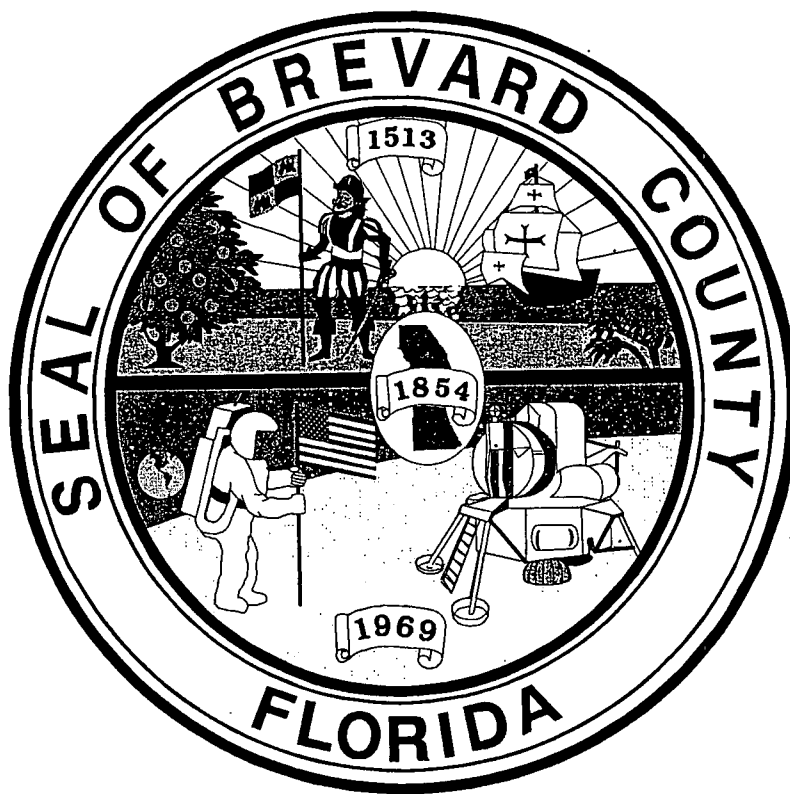
	<i>North Brevard County Public Library District</i>	<i>Merritt Island Redevelopment Agency</i>
ASSETS		
Cash and cash equivalents	\$ 6,069	\$ 2,881,465
Investments	0	0
Receivables:		
Receivables (net of allowance for uncollectibles)	0	3,300
Accrued interest receivable	0	7,492
Due from other governmental units	0	367,333
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>\$ 6,069</u>	<u>\$ 3,259,590</u>
LIABILITIES		
Accounts payable	\$ 0	\$ 372,413
Accrued liabilities	0	0
Accrued wages and benefits payable	0	0
Advance payments	0	0
Deferred revenue	0	55,878
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
Other postemployment benefits	0	0
Loans and leases payable	0	0
Total liabilities	<u>\$ 0</u>	<u>\$ 428,291</u>
NET ASSETS		
Invested in capital assets (net of related debt)	\$ 0	\$ 0
Unrestricted	6,069	2,831,299
Total net assets	<u>\$ 6,069</u>	<u>\$ 2,831,299</u>

<u>Titusville- Cocoa Airport Authority</u>	<u>Melbourne- Tillman Water Control District</u>	<u>Housing Finance Authority</u>	<u>Total</u>
\$ 3,609,373 0	\$ 6,513,131 0	\$ 3,910,299 293,156	\$ 16,920,337 293,156
225,365	0	168,312	396,977
0	0	0	7,492
609,075	0	0	976,408
0	61,475	0	61,475
239,602	0	0	239,602
2,960	0	0	2,960
14,204,818	277,821	0	14,482,639
11,683,947	373,789	0	12,057,736
339,254	8,229,276	0	8,568,530
17,776,963	0	0	17,776,963
2,392,397	2,292,988	0	4,685,385
(14,009,591)	(9,106,583)	0	(23,116,174)
3,417,240	0	0	3,417,240
<u>\$ 40,491,403</u>	<u>\$ 8,641,897</u>	<u>\$ 4,371,767</u>	<u>\$ 56,770,726</u>
\$ 476,005	\$ 3,247	\$ 32,643	\$ 884,308
182,815	0	0	182,815
0	40,375	0	40,375
190,537	0	0	190,537
0	0	48,011	103,889
137,959	0	0	137,959
162,084	0	0	162,084
0	138,371	0	138,371
0	191,634	0	191,634
1,555,844	0	0	1,555,844
<u>\$ 2,705,244</u>	<u>\$ 373,627</u>	<u>\$ 80,654</u>	<u>\$ 3,587,816</u>
\$ 34,087,100	\$ 2,067,291	\$ 0	\$ 36,154,391
3,699,059	6,200,979	4,291,113	17,028,519
<u>\$ 37,786,159</u>	<u>\$ 8,268,270</u>	<u>\$ 4,291,113</u>	<u>\$ 53,182,910</u>

BREVARD COUNTY, FLORIDA
STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Functions/</i>	
	<i>North Brevard County Public Library District</i>	<i>Merritt Island Redevelopment Agency</i>
Expenses	\$ 6,619	\$ 3,899,109
Program revenues:		
Charges for services	\$ 3,860	\$ 0
Capital grants and contributions	0	0
Total program revenues	\$ 3,860	\$ 0
Net program revenue (expenses)	\$ (2,759)	\$ (3,899,109)
General revenues:		
Taxes:		
Ad valorem taxes	\$ 0	\$ 0
Other	0	1,541,007
Interest Income	0	109,370
Gain/loss on sale of fixed assets	0	0
Miscellaneous	0	454,079
Total general revenues	\$ 0	\$ 2,104,456
Changes in net assets	\$ (2,759)	\$ (1,794,653)
Net assets - beginning	8,828	4,625,952
Net assets - ending	\$ 6,069	\$ 2,831,299

<i>Programs</i>			
<i>Titusville- Cocoa Airport Authority</i>	<i>Melbourne- Tillman Water Control District</i>	<i>Housing Finance Authority</i>	<i>Total</i>
<u>\$ 2,612,377</u>	<u>\$ 3,176,490</u>	<u>\$ 144,506</u>	<u>\$ 9,839,101</u>
<u>\$ 2,096,237</u>	<u>\$ 1,573,341</u>	<u>\$ 553,955</u>	<u>\$ 4,227,393</u>
<u>2,800,935</u>	<u>0</u>	<u>0</u>	<u>2,800,935</u>
<u>\$ 4,897,172</u>	<u>\$ 1,573,341</u>	<u>\$ 553,955</u>	<u>\$ 7,028,328</u>
<u>\$ 2,284,795</u>	<u>\$ (1,603,149)</u>	<u>\$ 409,449</u>	<u>\$ (2,810,773)</u>
\$ 58	\$ 0	\$ 0	\$ 58
0	0	0	1,541,007
28,330	(31,435)	7,836	114,101
(290,668)	18,006	0	(272,662)
0	0	0	454,079
<u>\$ (262,280)</u>	<u>\$ (13,429)</u>	<u>\$ 7,836</u>	<u>\$ 1,836,583</u>
<u>\$ 2,022,515</u>	<u>\$ (1,616,578)</u>	<u>\$ 417,285</u>	<u>\$ (974,190)</u>
<u>35,763,644</u>	<u>9,884,848</u>	<u>3,873,828</u>	<u>54,157,100</u>
<u>\$ 37,786,159</u>	<u>\$ 8,268,270</u>	<u>\$ 4,291,113</u>	<u>\$ 53,182,910</u>



BREVARD COUNTY, FLORIDA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

Governmental funds capital assets:

Land	\$ 234,349,482
Buildings and structures	266,661,889
Infrastructure	129,284,081
Improvements to land	38,902,665
Improvements other than buildings	16,419,844
Machinery and equipment	135,714,786
Construction in progress	66,510,280
Total governmental funds capital assets	<u>\$ 887,843,027</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, 2009

FUNCTION	<u>Land</u>	<u>Buildings and structures</u>	<u>Infrastructure</u>
General government	\$ 10,576,240	\$ 117,850,508	\$ 0
Public safety	600,665	17,017,157	117,909
Physical environment	99,736,629	8,785,792	7,738,552
Transportation	37,936,730	3,605,003	117,142,393
Economic environment	2,717,858	783,489	3,475,238
Human services	749,511	2,100,436	0
Culture and recreation	82,031,849	116,519,504	809,989
Total governmental funds capital assets	<u>\$ 234,349,482</u>	<u>\$ 266,661,889</u>	<u>\$ 129,284,081</u>

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

<i>Improvements to land</i>	<i>Improvements other than buildings</i>	<i>Machinery and equipment</i>	<i>Construction in progress</i>	<i>Total</i>
\$ 875,930	\$ 894,063	\$ 16,726,376	\$ 46,929	\$ 146,970,046
682,434	160,737	64,609,020	103,516	83,291,438
1,680,190	112,389	2,579,859	8,830,353	129,463,764
512,339	17,009	25,711,201	30,470,921	215,395,596
1,144,780	57,903	321,164	1,155,267	9,655,699
30,336	95,230	9,759,024	0	12,734,537
33,976,656	15,082,513	16,008,142	25,903,294	290,331,947
<u>\$ 38,902,665</u>	<u>\$ 16,419,844</u>	<u>\$ 135,714,786</u>	<u>\$ 66,510,280</u>	<u>\$ 887,843,027</u>

BREVARD COUNTY, FLORIDA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION
FOR THE YEAR ENDED SEPTEMBER 30, 2009

FUNCTION	<i>Governmental Funds Capital Assets Oct. 1, 2008</i>
General government	\$ 131,657,141
Public safety	79,004,422
Physical environment	122,792,008
Transportation	200,451,585
Economic environment	6,549,601
Human services	12,912,279
Culture and recreation	282,277,628
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.

			<i>Governmental Funds Capital Assets Sept. 30, 2009</i>
<u>Additions</u>	<u>Deductions</u>	<u>Transfers</u>	
\$ 14,212,746	\$ 6,774,446	\$ 7,874,605	\$ 146,970,046
10,877,577	6,478,919	(111,642)	83,291,438
7,581,396	2,193,220	1,283,580	129,463,764
23,692,174	8,765,902	17,739	215,395,596
4,704,479	1,609,766	11,385	9,655,699
372,178	596,816	46,896	12,734,537
51,173,099	33,996,217	(9,122,563)	290,331,947
<u>\$ 112,613,649</u>	<u>\$ 60,415,286</u>	<u>\$ 0</u>	<u>\$ 887,843,027</u>



BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2009

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2009

<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>Federal Expenditures</i>
PRIMARY GOVERNMENT			
DEPARTMENT OF AGRICULTURE:			
Passed through the Florida Department of Education			
School Breakfast/Lunch Program	01-221	10.555	\$ 10,668
Summer Food Service Program	04-0614	10.559	44,449
Pass through the Natural Resources Conservation Service			
Emergency Watershed Protection Program-TS Fay			
Broadway Blvd Drainage	69-4209-9-1730	10.904	221,823
Total Department of Agriculture			<u>\$ 276,940</u>
DEPARTMENT OF COMMERCE:			
National Oceanic and Atmospheric Administration			
Brevard County Marine Turtle Hurricane Mitigation	2006-0114-0002	11.481	<u>\$ 268,111</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:			
Community Development Block Grant (CDBG)	B05-UC-12-0011	14.218 *	\$ 1,293,891
HOME Investment Partnership Program	M05-DC-12-0200	14.239 *	1,698,860
Passed through the Department of Community Affairs			
CDBG Supplemental Disaster Recovery	08DB-D3-06-15-01-ZZ10	14.228	99,502
Total Department of Housing and Urban Development			<u>\$ 3,092,253</u>
DEPARTMENT OF THE INTERIOR:			
Invasive/Exotic Plant Removal	1448-40181-2-J-42	15.230	\$ 22,694
North Buck Lake Scrub Sanctuary	FWS 401818J571	15.631	13,832
Total Department of the Interior			<u>\$ 36,526</u>
DEPARTMENT OF JUSTICE:			
Federal Asset Sharing	FL-0050000	16.FL0050000	\$ 63,482
Safe Havens	2006-CW-AX-0011	16.527	80,732
COPS Methamphetamine Initiative	2007CKWX0233	16.710	180,695
Federal JAG Transportation	2007-DJ-BX-1238	16.738	5,684
Federal JAG Transportation	2008-DJ-BX-0110	16.738	35,616
Passed through the Florida Office of the Attorney General			
VOCA	V8092	16.575	113,170
Passed through the Florida Department of Law Enforcement			
Project Safe Neighborhood Antigang & Gun Violence Reduction Initiative	2009-PSNM-BREV-1-V8-1	16.609	128,438
Project Safe Neighborhood Outreach	2010-PMAG-BREV-1-R6-13	16.609	7,742
Jail Transport	2009-JAGC-BREV-1-T7-135	16.738	86,142
Total Department of Justice			<u>\$ 701,701</u>
DEPARTMENT OF TRANSPORTATION:			
Passed through the Florida Department of Transportation			
PL112 09/10, PL-0263(46)	416354-1-14-01, A-5064	20.205	\$ 219,539
PL112 08/09, PL-0263(46)	416354-1-14-01, A-5064	20.205	493,516
Safe Routes to School Teacher Training	422284-1-84-01, AOP19	20.205	592
Safe Routes to School Teacher Training-Feet Not Fuel	422284-5-84-01, APG79	20.205	52,481
Kings Park Trailhead	415435-1-38-1	20.205	10,591
FL-80-X018	420635-1-14-18, AOJ53	20.505	162,702
FL-80-X017	420635-1-14-16, AOJ53	20.505	6,129
Child Passenger Safety Issues	APC44	20.602	17,480
Federal Transit Administration			
FL90-X518	FTA G-13	20.507 *	214,618
FL90-X558	FTA G-14	20.507 *	942,453
FL90-X589	FTA G-12	20.507 *	20,176
FL90-X644	FTA G-14	20.507 *	99,211
FL90-X670	FTA G-14	20.507 *	3,099,487
Total Department of Transportation			<u>\$ 5,338,975</u>

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2009

<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>Federal Expenditures</i>
DEPARTMENT OF THE TREASURY:			
Federal Asset Sharing	FL0050000	21.FL0050000	\$ 194,189
Passed through Florida Housing Finance Corporation			
Neighborhood Works America National Foreclosure Mitigation Counseling	2008-000FMC	21.2008-000FMC	12,100
Total Department of Treasury			<u>\$ 206,289</u>
GENERAL SERVICES ADMINISTRATION:			
Passed through the Florida Bureau of Federal Property Assistance			
Federal Surplus Property Donation Program		39.003	<u>\$ 18,889</u>
ENVIRONMENTAL PROTECTION AGENCY:			
Passed through the State Department of Environmental Protection			
Maritime Management Master Plan	25126	66.456	\$ 3,800
Sediment Control Sykes Creek	G0268	66.460	22,765
South Lake (Carpenter Road)	G2066	66.460	15,900
Total Environmental Protection Agency			<u>\$ 42,465</u>
DEPARTMENT OF ENERGY:			
Passed through the Florida Department of Community Affairs			
Weatherization	08WX-06-15-01-004	81.042	<u>\$ 35,373</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES:			
Substance Abuse and Mental Health Services Admin			
Adult Drug Court Pretrial Intervention Program	1HT1179019981-01	93.243	\$ 132,405
Passed through the Florida Department of State Division of Elections			
FY 06 Polling Place Accessibility		93.617	1,215
Passed through the Florida Department of Revenue			
Child Support Enforcement	CD305	93.563	396,554
Service of Process	CS605	93.563	40,941
Passed through the Florida Department of Community Affairs			
Low Income Energy Assistance (LIHEAP)	08EA-7B-06-15-01-003	93.568 *	247,355
Low Income Energy Assistance (LIHEAP)	09EA-7K-06-15-01-003	93.568 *	1,140,870
WAP-LIHEAP	08LH-7B-06-15-01-004	93.568 *	51,912
WAP-LIHEAP	09LH-7K-06-15-01-004	93.568 *	13,199
Community Action Agency (CSBG)	09SB-6V-06-15-01-002	93.569	257,648
Passed through the Florida Department of Children and Families			
Childcare Licensing Grant	GJJ55	93.575	28,322
Childcare Licensing Grant	GJK55	93.575	9,438
Foster Care Beds at Country Acres			
Foster Care Title IVE (CBC)	RGC0804	93.658	108,944
Foster Care Waiver IVE	89XOT	93.658	185,394
Social Services Block Grant	RGC0804	93.667	87,155
Total Department of Health and Human Services			<u>\$ 2,701,352</u>
DEPARTMENT OF HOMELAND SECURITY:			
Major Disaster Relief			
Hurricane Jeanne	FEMA-DR-1561-FL	97.036	\$ 104,463
Hurricane Wilma	06-WL-&K-06-15-01-710	97.036	1,151,584
Tropical Storm Fay	FEMA-DR-1785-FL	97.036	3,615,795
Passed through the Division of Emergency Management			
HMPG-Lightening Protection	08HM-71-06-15-012	97.039 *	28,749
Hazard Mitigation Shutters and Bay Doors	09HM-23-06-15-01-004	97.039 *	51,588
Crane Creek Drainage Improvement (Lamplighter)	FEMA 1561-142R	97.039 *	614,140
Homeland Security Issue 06	08-DS-5N-06-15-01-028	97.067	15,000
Emergency Management Preparedness and Assistance Grant (SLA)	09BG-20-06-15-01-067	97.042	31,147
Total Department of Homeland Security			<u>\$ 5,612,466</u>

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2009

<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>Federal Expenditures</i>
AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)			
DEPARTMENT OF ENERGY:			
Passed through the Florida Department of Community Affairs			
Weatherization Assistance Program	10WX-7X-06-15-01-304	81.042	22,355
Energy Efficiency and Conservation Block Grant	DE-EE0000782	81.128	9,011
Total Department of Energy (ARRA)			<u>\$ 31,366</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS - PRIMARY GOVERNMENT			<u><u>\$ 18,362,706</u></u>
COMPONENT UNITS			
DEPARTMENT OF AGRICULTURE:			
Rural Business Enterprise Grant		10.769	<u>\$ 110,770</u>
DEPARTMENT OF TRANSPORTATION:			
Federal Aviation Administration Improvement Program			
AD R/W, T/W Phase A	31201010122009	20.106	\$ 161,440
AD R/W, T/W Phase B	31201010132009	20.106	297,317
TIX Sign Panel Replace	31200800192009	20.106	56,582
SC 52 Acre Land Purchase	31200800212009	20.106	1,482,000
SC East Ramp/Apron	31200800162003	20.106	442,970
MI Master Plan	31200130152006	20.106	80,989
Total Department of Transportation			<u>\$ 2,521,298</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS - COMPONENT UNITS			<u><u>\$ 2,632,068</u></u>
TOTAL EXPENDITURES OF FEDERAL AWARDS - REPORTING ENTITY			<u><u>\$ 20,994,774</u></u>

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2009

State Grantor/Pass Through Grantor Program Title	Grant or Contract Number	CFDA/ CSFA Number	State Expenditures
PRIMARY GOVERNMENT			
DEPARTMENT OF ENVIRONMENTAL PROTECTION:			
Brevard County Beach Restoration Project	05BE1	37.003	\$ 88,718
South Brevard County Beach Restoration	07BE1	37.003	1,941
Brevard County North and South Reach Beach Restoration Project	07BE2	37.003	51,716
Brevard County Multi-Purpose Erosion Control	07BE3	37.003	2,852
Leaking Underground Storage Tanks	GC-621	37.024	367,330
North Merritt Island Lake George-Chase Hammock	LP8952	37.039	9,487
Veteran's Memorial Center	L0701	37.071	12,517
Total Department of Environmental Protection			<u>\$ 534,561</u>
DEPARTMENT OF STATE:			
Division of Library and Information Services Library State Aid	09-ST-02	45.030 *	\$ 536,080
Division of Historical Resources Pritchard House	SC740	45.032 *	325,043
Total Department of State			<u>\$ 861,123</u>
DIVISION OF EMERGENCY MANAGEMENT:			
Emergency Management Preparedness and Assistance Grant (EMPA)	09BG-03-06-15-01-161	52.008	\$ 150,372
Hazardous Material Planning Assistance	09CP-04-06-15-01-000	52.023	9,676
Total Division of Emergency Management			<u>\$ 160,048</u>
FLORIDA HOUSING FINANCE CORPORATION:			
Housing and Human Services Department State Housing Initiative Program Trust Fund	RESOLUTION 06-112	52.901 *	\$ 2,218,629
Hurricane Housing Recovery Program (HHRP)		52.902 *	1,320,048
Total Florida Housing Finance Corporation			<u>\$ 3,538,677</u>
DEPARTMENT OF TRANSPORTATION:			
Commission for the Transportation Disadvantaged Trip/Equipment Grant	APK29	55.001	\$ 258,820
Trip/Equipment Grant	AP613	55.001	804,645
Transportation Disadvantaged Planning 08/09	AP640	55.002	21,222
Transportation Disadvantaged Planning 09/10	APJ45	55.002	7,070
Airport Facilities Hangar	AOW88	55.004	504,342
Fuel Farm Road & Relocation	AP346	55.004	132,934
Commuter Assistance	AOJ51	55.007	175,000
County Incentive Grant Program Agreement Pineda Causeway Extension	AOD20	55.008 *	810,262
DOT Block Grant	APQ73	55.010	1,220,455
Week-end Bus Service	AOO04	55.012	91,000
Evening Bus Service	AOO05	55.012	169,274
Minuteman Causeway Shuttle Service	APL90	55.012	7,790
Transit Corridor Grant SR 520	AOE59	55.013	350,000
Fixed Route Bus Service SR A1A	AOE60	55.013	350,000
Transportation Regional Incentive Program Pineda Causeway Extension	AOQ17	55.026 *	655,393
Pineda Causeway Realignment	AOQ18	55.026 *	1,661,220
Total Department of Transportation			<u>\$ 7,219,427</u>
DEPARTMENT OF CHILDREN AND FAMILIES:			
Office of Homelessness Homeless Assistance Challenge	GFZJ3	60.014	\$ 96,000
Grant in Aid	GFJ03	60.021	17,259
Parental Home & Clothing (Country Acres)	RG0804	60.094	167,047
Total Department of Children and Families			<u>\$ 280,306</u>
DEPARTMENT OF HEALTH:			
Emergency Medical Services County Trust	C7005	64.005 *	<u>\$ 481,603</u>

BREVARD COUNTY, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
SEPTEMBER 30, 2009

<i>State Grantor/Pass Through Grantor Program Title</i>	<i>Grant or Contract Number</i>	<i>CFDA/ CSFA Number</i>	<i>State Expenditures</i>
DEPARTMENT OF ELDER AFFAIRS:			
Community Care for the Elderly	CCP-SCAT-08-09	65.010	\$ 59,535
Community Care for the Elderly	CCP-SCAT-09-10	65.010	19,089
Fall Prevention for Seniors	GB007	65.012	289
Martin Andersen Senior Center	XQ871	65.013	7,680
Total Department of Elder Affairs			<u>\$ 86,593</u>
DEPARTMENT OF LAW ENFORCEMENT:			
Operation Mobile Detail	DC-06/07-015	71.005	\$ 12,708
Operation Free Bird	DC-07/08-015	71.005	8,160
Total Department of Law Enforcement			<u>\$ 20,868</u>
DEPARTMENT OF HIGHWAY SAFETY & MOTOR VEHICLES:			
Sea Turtle Nesting Regulations Signs	08-031E	76.070	\$ 5,135
FLORIDA FISH AND WILDLIFE CONSERVATION COMMISSION:			
Marina Park Boat Launch Facility	FWC 08081	77.006	\$ 65,994
South County Boat Launch-Phase III	FWC 07069	77.006	88,534
South County Boat Launch-Phase II	FWC 06073	77.006	49,155
Total Florida Fish and Wildlife Conservation Commission			<u>\$ 203,683</u>
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE - PRIMARY GOVERNMENT			<u><u>\$ 13,392,024</u></u>
COMPONENT UNITS			
DEPARTMENT OF TRANSPORTATION:			
Transportation Systems Development			
ANL64 (SC Terminal Apron)	411943	55.004	\$ 23,058
ANG59 (AD R/W, T/W Phase A & B)	423939	55.004	12,072
APM85 (SC 52 Acre Land Purchase)	409813	55.004	39,000
APD64 (MI Fuel Farm)	416332	55.004	60,708
APG58 (TIX Sign Panel Replace)	426212	55.004	1,489
Total Department of Transportation			<u>\$ 136,327</u>
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE - REPORTING ENTITY			<u><u>\$ 13,528,351</u></u>

* Designates major programs tested.

Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance

1) 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.

2) 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.

3) Transfers to Subrecipients:

During the year ended September 30, 2009, the following amounts were provided to subrecipients from each Federal Program and State Project.

Name of Federal Program:	CFDA	Amount Transferred
CDBG	14.218	\$ 189,587
HOME	14.239	\$ 1,399,167
Name of State Project:	CFSA	Amount Transferred
SHIP	52.901	\$ 760,629

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, 2009

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.

BERMAN & HOPKINS
WRIGHT & LAHAM
CPAS AND ASSOCIATES, LLP

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



Board of County Commissioners
Brevard County, Florida

We have audited the 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, 2009, which collectively comprise Brevard County, Florida's basic financial statements and have issued our report thereon dated March 18, 2010. Our report includes 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.

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.

A deficiency in internal control 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 and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of Brevard County's financial statements will not be prevented, or detected and corrected, on a timely basis.

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

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However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying "Schedule of Findings and Questioned Costs" at 09-1 and 09-2 that we considered to be significant deficiencies in internal control over financial reporting. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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 also noted certain matters that we reported to management of Brevard County, Florida in a separate letter dated March 18, 2010.

Brevard County's response to the findings 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 18, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP



REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
CHAPTER 10.550 RULES OF THE AUDITOR GENERAL

Board of County Commissioners
Brevard County, Florida

Compliance

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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 Department of Financial Services' *State Projects Compliance Supplement*, that are applicable to each of its major federal programs and state projects for the year ended September 30, 2009. 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 County, Florida's basic financial statements include the operations of the Titusville-Cocoa Airport Authority, which received \$2,632,068 in federal awards and \$136,327 in state financial assistance that are included and separately presented in the schedule during the year ended September 30, 2009. 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, 2009.

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 18, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

**BREVARD COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2009**

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. 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)? | None reported |
| 2. Type of auditors' report issued on compliance
for major programs: | Unqualified |
| 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 | \$550,881 |
| 5. Auditee qualified as a low-risk auditee? | No |

Identification of major programs Federal:

<u>CFDA Number</u>	<u>Name of Program</u>
14.218	Community Development Block Grant (CDBG)
14.239	HOME Investment Partnerships Program
20.507	Federal Transit Formula Grants
93.568	Low Income Home Energy Assistance (LIHEAP)

**BREVARD COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2009**

SECTION I - SUMMARY OF AUDITORS' RESULTS (continued)

Identification of major programs Federal (continued):

<u>CFDA Number</u>	<u>Name of Program</u>
97.039	Emergency Management HMPG - Lightning Protection

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? No

4. Dollar threshold used to distinguish between type A and type B Projects \$401,761

Identification of major projects State:

<u>CSFA Number</u>	<u>Name of Project</u>
45.030	Division of Library and Information Services Library State Aid
45.032	Division of Historical Resources Pritchard House Grant
52.901	Housing and Human Services Department State Housing Initiatives Partnership Trust Fund
52.902	Hurricane Housing Recovery Program (HHRP)
55.008	County Incentive Grant Program Agreement Pineda Causeway Extension
55.026	Transportation Regional Incentive Program Pineda Causeway Extension

**BREVARD COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2009**

SECTION I - SUMMARY OF AUDITORS' RESULTS (continued)

Identification of major projects (continued):

<u>CSFA Number</u>	<u>Name of Project</u>
64.005	Emergency Medical Services County Trust

SECTION II - FINANCIAL STATEMENT FINDINGS

09-01 Solid Waste Closure and Postclosure Care

Internal control significant deficiency

Criteria: According to Governmental Accounting Standards Board (GASB) No. 18 paragraph 7, a portion of the estimated total current cost of the solid waste landfill closure and postclosure care should be recognized as an expense and liability in each period the organization accepts waste.

Condition: The liability and expense accounts were overstated by \$785,587.

Context: While reviewing the organization's calculation we noted that capacity amounts included were not consistent with the engineer's report by 2,541,722 cubic yards.

Effect: An adjusting journal entry was required to correctly reflect account balances.

Cause: The organization contracts an engineer to calculate the capacity of the landfills. Prior year capacity amounts were included in the County's current year calculation incorrectly even though current year amounts changed.

Recommendation: The organization should put special emphasis on the review of the executive summary of the engineer's report as most significant changes are highlighted there. It may also be of additional assistance to tie capacity amounts on the survey directly to the working paper calculation. Additionally, we recommend the departments communicate at the time the annual calculation is performed about key elements to ensure any changes are reflected.

Views of responsible officials and planned corrective actions: Brevard County will incorporate a thorough review of the calculations as part of its annual review of the engineer's report on the solid waste landfill closure and postclosure care. Included in such review will be verification of the remaining landfill capacity and the amount of capacity used.

09-02 Recording of unpaid/delinquent property taxes

Internal control significant deficiency

Criteria: Property tax revenues are to be recognized in the period for which the taxes are levied, even if an enforceable legal claim arises only in the subsequent period, subject to the availability of criterion of modified accrual accounting.

**BREVARD COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2009**

SECTION II - FINANCIAL STATEMENT FINDINGS (continued)

09-02 Recording of unpaid/delinquent property taxes (continued)

Condition: The Brevard County Tax Collector issues tax certificates for all unpaid property taxes as of June 1st for all parcels on which taxes have not been paid. Any tax certificate that was not purchased at the annual tax certificate sale is assigned to Brevard County. While documenting the property tax process from the Brevard County Tax Collector's process to County Finance's process, we discovered that unpaid property taxes were not being recorded. The amount of the unpaid taxes for the tax certificates assigned to Brevard County were not recorded as deferred revenue and property taxes receivable on the government wide financial statements.

Context: The certified tax roll prepared by the Brevard County Tax Collector as of September 30, 2009, identified \$1,936,795 of unpaid property taxes due to the Board that was not recorded.

Effect: Property tax revenue and receivable was understated at September 30, 2009.

Cause: The amount of unpaid property taxes in the past had been deemed immaterial and annual evaluation of the unpaid property taxes had not been done.

Recommendations: County finance should obtain from the Brevard County Tax Collector a report at least annually of the status of unpaid property taxes for evaluation and recording.

Views of responsible officials and planned corrective actions: County Finance will obtain a report from the Tax Collector's office with the status of unpaid property taxes and will continue to review those reports for reporting. For fiscal year 2009, property tax receivable and revenue was reported in the government-wide financial statements.

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

None reported.

SECTION IV - SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

08-01 Budget Amendment & Supplement Processing - Corrected

Internal control significant deficiency

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.

BREVARD COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2009

SECTION IV - SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS (continued)

08-01 Budget Amendment & Supplement Processing - Corrected (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.

Current Status: Changes to the budget process implemented in fiscal year 2009 included utilization of an intranet application BCRA for routing instead of submitting paper forms. The process provides an email to the creator when the budget change is approved, rejected, or changed. Based on the results of the audit testing, all budget changes were properly recorded in SAP. The finding does not warrant further action.

BERMAN HOPKINS
WRIGHT & LAHAM
CPAS AND ASSOCIATES, LLP

MANAGEMENT LETTER



Board of County Commissioners
Brevard County, Florida

We have audited the financial statements of Brevard County, Florida, as of and for the fiscal year ended September 30, 2009, and have issued our report thereon dated March 18, 2010.

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 Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters, Independent Auditors' Report on Compliance with Requirements Applicable to each Major Federal Program and State Project and on Internal Control over Compliance, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated March 18, 2010, should be considered in conjunction with this management letter.

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

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

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 as 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 Brevard County, Florida complied with Section 218.415, Florida Statutes.

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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 Recommendations."

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that we address violations of provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements 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 have an inconsequential effect on financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) control deficiencies that are not significant deficiencies. In connection with our audit, such matters are noted in the attachment to this letter "Management Recommendations."

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 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 Brevard County, Florida for the fiscal year ended September 30, 2009, 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, 2009. 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. It is management's responsibility to monitor Brevard County, Florida'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. The financial condition assessment was based on the amounts in the financial reports through September 30, 2009. In connection with our audit, we determined Brevard County, Florida's overall financial condition is deteriorating. The result of our evaluation showed ten of the eighteen indicators are reflecting unfavorable positions, of which two are critical. For further information, see the attachment to this letter "Management 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 require 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 18, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendations

09-03 State Court Report Statutory Increase Process

Criteria: According to Florida Statutes Section 29.008(4)(a), for County funding of court-related functions states expenditures for fiscal year 2009 in Facility Cost including lease and rent expense, maintenance, utilities, and security, must increase by 1.5 percent over the prior fiscal year balances. Additionally, Communication Systems and Services, Existing Radio Systems, Existing Multi-Agency Criminal Justice Information Systems, Legal Aid programs, and Alternative Sanction Coordinators must also increase by 1.5 percent.

Condition: Of the nine sections listed above, seven were not in compliance with Florida Statutes.

Cause: Although a budget is created each year for the County related-court funding; there is not a monitoring system in place that will verify that the requirements are being met.

Effect: Brevard County is not in compliance with Section 29.008(4)(a) of the Florida Statutes.

Recommendations: We recommend the County implement a process to verify that all expenditures are meeting the requirements set forth in the related Florida Statutes for funding court-related functions.

09-04 Timely Processing of Grant Documentation

Criteria: The County is required to report expenditures that are allowable and reimbursable in accordance with grant contract terms and conditions. Departments should report the status of grant expenditures and encumbrances in a timely manner to County Finance ensuring the schedule of expenditures for federal and state grants is properly reported.

Condition: During testing with major programs and projects, auditor found several incidents where departments did not submit expenditures or encumbrances to the fund accountants in County Finance.

Cause: Departments are not submitting expenditure or encumbrance information to County Finance in a timely manner.

Effect: Improper recording of financial information which could be direct and material to the schedule of expenditures and the financial statements.

Recommendations: We recommend that County management ensure all departments understand the importance of submitting information to County Finance to ensure all grant expenditures and encumbrances are accounted for in a timely manner and all compliance requirements are met.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

09-05 Recording of an Uncollectible Receivable

Criteria: Receivables should be recorded net of amounts determined to be uncollectible.

Condition: Risk management allocates property insurance expenses for the court operation's facilities to the Clerk of Circuit Courts. County Finance records a "Due from" receivable for the amount allocated to the Clerk of Courts. Based on different interpretations of Florida Statute 29.008, the Clerk of Courts has not paid the amount allocated to the Board. An uncollectible receivable is being recorded.

Cause: The Board and the Clerk of Courts has interpreted Florida Statute 29.008 differently in regards to the responsibility of providing property insurance for the facilities used by the courts.

Effect: There continues to be an outstanding receivable that is due from the Clerk of Courts and if determined to be uncollectible will over state the assets of the Board.

Recommendations: The Board and the Clerk of Courts should come to an agreement as to the interpretation of Florida Statute 29.008 as it relates to the property insurance expense and if the receivable will not be collected, it should be written off.

09-06 Compensatory Time

Criteria: According to the County's Merit System Policies, employees may accrue and carry up to 80 hours of compensatory time. For overtime exempt employees, the County Manager can waive the cap when it is in the best interest of the County for situations such as declared emergency conditions up to 240 hours in accordance with the provisions of the Fair Labor Standards Act. Additionally, FASB ASC 710-10-25-1 and 25-2 (formerly SFAS 43, paragraphs 6 and 12) states an employer shall accrue a liability for employees' compensation for future absences if certain conditions exist including the rights to receive compensation is attributable to employees' services already rendered, the obligation relates to rights that vest or accumulate, and payment of the compensation is both probable and estimable.

Condition: During the audit procedures we identified 17 employees who had compensatory time balances over the cap of 80 hours per the policy without the approval of the County Manager. Additionally, we identified a department which is internally tracking compensatory time that is not recorded in the general ledger software program.

Cause: Departments have allowed employees to accrue compensatory time balances over the policy cap without proper approvals. Additionally, the policies do not specify the method of which compensatory time is to be tracked.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

Effect: The organization has overstated the liability owed by approximately \$11,000 for balances of compensatory time that is not required to be paid per the policy. The liability recorded in the general ledger may not be accurate and reflect the correct balance if departments are tracking compensatory time internally or "off the books".

Recommendations: We recommend the organization implement a procedure to ensure employees are unable to accrue compensatory time balance over the policy cap without proper approval. This procedure could include a lock-out function in the software program or other regular reviews. Additionally, we recommend the County update the policy to include the method of which compensatory time should be tracked to ensure that there is consistency among departments and that the liability is correctly reflected in the financial records.

09-07 Unclaimed Property

Criteria: According to Florida Statute 717.113 Property Held by Courts and Public Agencies, all intangible property held by any government or government agency that has not been claimed by the owner for more than 1 year after it became payable is presumed unclaimed. According to Florida Statute 717.117 Report of Unclaimed Property, a report of unclaimed property must be filed by the holder before May 1st of each year which applies to the preceding calendar year and then submitted to the State. The organization is required to use due diligence and send written notice to the owner, but only if the address isn't known as being inaccurate. This notice must occur no less than 60 days and no more than 120 days prior to filing the report.

Condition: During testing of outstanding checks, auditor identified 225 outstanding checks totaling \$36,648 that are out of compliance with the statutes.

Cause: The organization failed to complete its due diligence and locate the owner in a timely manner in accordance with Florida Statutes which resulted in not including the property on the report filed with the State.

Effect: The County could be assessed fines and penalties by the State for not complying with the statute.

Recommendations: We recommend the County implement a procedure to ensure the required notice is completed in a timely manner and all unclaimed property is provided to the State in accordance with the Florida Statutes.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

09-08 Financial Condition

Criteria: According to sections 10.544(1)(i)7.c. and 10.556(7), Rules of the Auditor General, the financial condition assessment procedures are to be applied in determining the financial condition of the government.

Condition: During the evaluation of the financial position of Brevard County it was noted that 10 of the 18 financial indicators, approximately 56%, were unfavorable. Among the 10 unfavorable indicators were two critical indicators.

Cause: The overall state of the economy is in a decline resulting in higher unemployment and foreclosures. The effect on the Brevard County was lower population and lower tax revenues. The state decreased funding to the governments during the year as well.

Effect: Brevard County's overall financial condition is considered unfavorable.

Recommendations: The Auditor recommends that the financial position of Brevard County continues to be monitored for any further deterioration.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Prior Year Recommendations Corrected

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.

Status: As of September 30, 2009, the above comment has been cleared.

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.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Prior Year Recommendations Corrected (continued)

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.

Status: As of September 30, 2009, the above comment has been cleared.



FLORIDA'S SPACE COAST



County Manager's Office
2725 Judge Fran Jamieson Way
Viera, FL 32940

Phone: (321) 633-2004
Fax: (321) 633-2115

May 26, 2010

Ross A. Whitley, CPA
Partner
Berman, Hopkins, Wright & Laham
8035 Spyglass Hill Road
Melbourne, Florida 32940

SUBJECT: Management Responses to September 2009 Audit

Mr. Whitley,

Thank you for the opportunity to provide responses to the management letter for the audit that was conducted for fiscal year ending September 30, 2009.

Attached are the responses from Brevard County on the recommendations that were provided. If you have any questions, please contact Alphonso Jefferson, Budget Director, at 321.633.2153 or by email at alphonso.jefferson@brevardcounty.us.

Sincerely,

Howard N. Tipton
County Manager

HNT/mc
Attachments

c: Stockton Whitten, Assistant County Manager
Mel Scott, Assistant County Manager
Alphonso Jefferson, Budget Director
County Finance

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendations

09-03 State Court Report Statutory Increase Process

Criteria: According to Florida Statutes Section 29.008(4)(a), for County funding of court-related functions states expenditures for fiscal year 2009 in Facility Cost including lease and rent expense, maintenance, utilities, and security, must increase by 1.5 percent over the prior fiscal year balances. Additionally, Communication Systems and Services, Existing Radio Systems, Existing Multi-Agency Criminal Justice Information Systems, Legal Aid programs, and Alternative Sanction Coordinators must also increase by 1.5 percent.

Condition: Of the nine sections listed above, seven were not in compliance with Florida Statutes.

Cause: Although a budget is created each year for the County related-court funding; there is not a monitoring system in place that will verify that the requirements are being met.

Effect: Brevard County is not in compliance with Section 29.008(4)(a) of the Florida Statutes.

Recommendations: We recommend the County implement a process to verify that all expenditures are meeting the requirements set forth in the related Florida Statutes for funding court-related functions.

Management Response: During the 2010 legislative session, the Florida Legislature modified Florida Statutes Section 29.008(4)(a) by lifting the requirement of increasing budgets for programs in this statute by 1.5 percent.

09-04 Timely Processing of Grant Documentation

Criteria: The County is required to report expenditures that are allowable and reimbursable in accordance with grant contract terms and conditions. Departments should report the status of grant expenditures and encumbrances in a timely manner to County Finance ensuring the schedule of expenditures for federal and state grants is properly reported.

Condition: During testing with major programs and projects, auditor found several incidents where departments did not submit expenditures or encumbrances to the fund accountants in County Finance.

Cause: Departments are not submitting expenditure or encumbrance information to County Finance in a timely manner.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

Effect: Improper recording of financial information which could be direct and material to the schedule of expenditures and the financial statements.

Recommendations: We recommend that County management ensure all departments understand the importance of submitting information to County Finance to ensure all grant expenditures and encumbrances are accounted for in a timely manner and all compliance requirements are met.

Management Response: The Brevard County's Budget Office will be coordinating with board departments to ensure the timely processing of grant information. Based on the different departmental requirements, there may be a need to establish a quarterly reporting schedule to County Finance.

09-05 Recording of an Uncollectible Receivable

Criteria: Receivables should be recorded net of amounts determined to be uncollectible.

Condition: Risk management allocates property insurance expenses for the court operation's facilities to the Clerk of Circuit Courts. County Finance records a "Due from" receivable for the amount allocated to the Clerk of Courts. Based on different interpretations for Florida Statute 29.008, the Clerk of Courts has not paid the amount allocated to the Board. An uncollectible receivable is being recorded.

Cause: The Board and the Clerk of Courts has interpreted Florida Statute 29.008 differently in regards to the responsibility of providing property insurance for the facilities used by the courts.

Effect: There continues to be an outstanding receivable that is due from the Clerk of Court, and if determined to be uncollectible, will overstate the assets of the Board.

Recommendations: The Board and the Clerk of Courts should come to an agreement as to the interpretation of Florida Statute 29.008 as it relates to the property insurance expense and if the receivable will not be collected, it should be written off.

Management Response: The Brevard County Management will be meeting with the Clerk of Courts to discuss the interpretation of Florida Statute 29.008. In addition, a benchmark study will be conducted by the Budget Office to have a better understanding on how other counties have implemented Florida Statute 29.008.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

09-06 Compensatory Time

Criteria: According to the County's Merit System Policies, employees may accrue and carry up to 80 hours of compensatory time. For overtime exempt employees, the County Manager can waive the cap when it is in the best interest of the County for situations such as declared emergency conditions up to 240 hours in accordance with the provisions of the Fair Labor Standards Act. Additionally, FASB ASC 710-10-25-1 and 25-2 (formerly SFAS 43, paragraphs 6 and 12) states an employer shall accrue a liability for employees' compensation for future absences if certain conditions exist including the rights to receive compensation is attributable to employees' services already rendered, the obligation relates to rights that vest or accumulate, and payment of the compensation is both probable and estimable.

Condition: During the audit procedures we identified 17 employees who had compensatory time balances over the cap of 80 hours per the policy without the approval of the County Manager. Additionally, we identified a department which is internally tracking compensatory time that is not recorded in the general ledger software program.

Cause: Departments have allowed employees to accrue compensatory time balances over the policy cap without proper approvals. Additionally, the policies do not specify the method of which compensatory time is to be tracked.

Effect: The organization has overstated the liability owed by approximately \$11,000 for balances of compensatory time that is not required to be paid per the policy. The liability recorded in the general ledger may not be accurate and reflect the correct balance if departments are tracking compensatory time internally or "off the books".

Recommendations: We recommend the organization implement a procedure to ensure employees are unable to accrue compensatory time balance over the policy cap without proper approval. This procedure could include a lock-out function in the software program or other regular reviews. Additionally, we recommend the County update the policy to include the method of which compensatory time should be tracked to ensure that there is consistency among departments and that the liability is correctly reflected in the financial records.

Management Response: Modifications to Merit System Policy II, *Pay Plan*, were approved by the Board on December 15, 2009 that addressed approval for compensatory time over the policy cap:

The County Manager is authorized to waive the eighty (80) hour cap on compensatory time accumulation when in the best interest of the County (i.e., declared emergency conditions). Any such waiver shall be in accordance with the provisions of the FLSA.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

In addition, modifications to Merit System Procedure II, *Pay Plan*, were approved by the County Manager on December 16, 2009, further clarifying how compensatory time over the eighty hour cap is to be managed:

Non-exempt employees earning compensatory time in excess of the eighty (80) hour maximum at the end of a pay period shall be paid out for excess hours in accordance with the provisions of the Fair Labor Standard unless either:

- 1. Excess compensatory leave time is permitted to be carried over to the next pay period with the approval of the supervisor (any excess compensatory time must be utilized during the subsequent pay period), or*
- 2. The maximum compensatory time accumulation is waived with the County Manager's approval (if in the best interest of the County) up to the FLSA maximum.*

Overtime exempt employees' excess compensatory time shall be removed at the end of the pay period unless either:

- 1. Excess compensatory leave time is permitted to be carried over to the next pay period with the approval of the supervisor (any excess compensatory time must be utilized during the subsequent pay period), or*
- 2. The maximum compensatory time accumulation is waived with the County Manager's approval (if in the best interest of the County) up to the FLSA maximum.*

A modification to Merit System Procedure II, *Pay Plan*, is presently being submitted to the County Manager for approval that requires Departments and Offices to track compensatory time using the County's HR/Payroll system:

All accrual and usage of compensatory time by employees shall be entered and maintained in the County's HR/Payroll system (SAP).

09-07 Unclaimed Property

Criteria: According to Florida Statute 717.113 Property Held by Courts and Public Agencies, all intangible property held by any government or government agency that has not been claimed by the owner for more than 1 year after it became payable is presumed unclaimed. According to Florida Statute 717.117 Report of Unclaimed Property, a report of unclaimed property must be filed by the holder before May 1st of each year which applies to the preceding calendar year and then submitted to the State. The organization is required to use due diligence and send written notice to the owner, but only if the address isn't known as being inaccurate. This notice must occur no less than 60 days and no more than 120 days prior to filing the report.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

Condition: During testing of outstanding checks, auditor identified 225 outstanding checks totaling \$36,648 that are out of compliance with the statutes.

Cause: The organization failed to complete its due diligence and locate the owner in a timely manner in accordance with Florida Statutes which resulted in not including the property on the report filed with the State.

Effect: The County could be assessed fines and penalties by the State for not complying with the statute.

Recommendations: We recommend the County implement a procedure to ensure the required notice is completed in a timely manner and all unclaimed property is provided to the State in accordance with the Florida Statutes.

Management Response: County Finance staff will implement a procedure to ensure that, in the future, the required notices are sent to holders of unclaimed property within the statutorily specified time frames so that they are reported to the State as required. Staff has been researching the list of outstanding checks referenced by the auditors and have resolved approximately \$9,500 of the identified checks.

09-08 Financial Condition

Criteria: According to sections 10.544(1)(i)7.c. and 10.556(7), Rules of the Auditor General, the financial condition assessment procedures are to be applied in determining the financial condition of the government.

Condition: During the evaluation of the financial position of Brevard County it was noted that 10 of the 18 financial indicators, approximately 56%, were unfavorable. Among the 10 unfavorable indicators were two critical indicators.

Cause: The overall state of the economy is in a decline resulting in higher unemployment and foreclosures. The effect on the Brevard County was lower population and lower tax revenues. The state decreased funding to the governments during the year as well.

Effect: Brevard County's overall financial condition is considered unfavorable.

Recommendations: The Auditor recommends that the financial position of Brevard County continues to be monitored for any further deterioration.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation (continued)

Recommendations: The Auditor recommends that the financial position of Brevard County continues to be monitored for any further deterioration.

Management Response: County Management is aware of the financial condition of the organization and has embarked on developing a Sustainability Governance Plan that is intended to strategically position the organization to meet the financial challenges ahead. As part of the Sustainability Governance Plan, the organization will be developing a budget with less reliance on non-recurring revenue. In addition, the Brevard County's Budget Office will be developing weekly, monthly and quarterly financial reports to properly communicate the financial status of the organization so that timely decisions and strategies can be made to address the financial position of the organization.

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Prior Year Recommendations Corrected

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.

Management Response: As of September 30, 2009, the above comment has been cleared.

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

Brevard County, Florida

MANAGEMENT RECOMMENDATIONS

September 30, 2009

approximately \$160,000, no collection has occurred and no valuation allowance has been recorded.

Prior Year Recommendations Corrected (continued)

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.

Management Response: As of September 30, 2009, the above comment has been cleared.

SHERIFF

BREVARD COUNTY SHERIFF

SEPTEMBER 30, 2009

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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 (the "Sheriff") as of and for the year ended September 30, 2009, which collectively comprise the Sheriff's special-purpose financial statements as listed in the table of contents. These special-purpose financial statements are the responsibility of the Sheriff's management. Our responsibility is to express opinions on these special-purpose financial statements based on our audit.

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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.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the *Rules of the Auditor General*, State of Florida, and present only the financial position of the Sheriff at September 30, 2009, and the changes in financial position for the year then ended. They do not purport to, and do not, present fairly the financial position of Brevard County, Florida, as of September 30, 2009, and the changes in its financial position and its cash flows, where applicable, for the year then ended 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 funds and the aggregate remaining fund information of the Sheriff, as of September 30, 2009, and the respective changes in financial position and the respective budgetary comparison for the General, Special Law Enforcement District, Inmate Welfare, City of Cape Canaveral Law Enforcement, and Port Canaveral Law Enforcement 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 a report dated April 22, 2010, on our consideration of the 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 should be considered in assessing the results of our audit.

April 22, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

BREVARD COUNTY

SHERIFF

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2009

BREVARD COUNTY SHERIFF
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<u>General</u>	<u>Special Special Law Enforcement District</u>
ASSETS		
Cash	\$ 4,634,196	\$ 1,745,263
Accounts receivable	167,289	0
Due from other funds	233,996	2,164
Due from constitutional officers	404,903	108,395
Due from other governmental units	156,687	44,250
Inventory of supplies	976,496	0
Prepaid items	520,179	0
Total assets	<u>\$ 7,093,746</u>	<u>\$ 1,900,072</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Vouchers and contracts payable	\$ 1,393,789	\$ 17,131
Accrued wages and benefits payable	1,710,446	342,022
Due to other funds	99	0
Due to constitutional officers	2,202,762	1,540,919
Due to other governmental units	56,581	0
Deferred income	233,394	0
Total liabilities	<u>\$ 5,597,071</u>	<u>\$ 1,900,072</u>
Fund balances:		
Reserved for:		
Inventory	\$ 976,496	\$ 0
Prepaid items	520,179	0
Unreserved reported in:		
Special Revenue funds	0	0
Total fund balances	<u>\$ 1,496,675</u>	<u>\$ 0</u>
Total liabilities and fund balances	<u>\$ 7,093,746</u>	<u>\$ 1,900,072</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>Port Canaveral Law Enforcement</i>	<i>Other Governmental Funds</i>	<i>Total</i>
\$ 1,411,201	\$ 243,745	\$ 358,224	\$ 817,309	\$ 9,209,938
15,195	0	0	2,052	184,536
0	0	0	0	236,160
0	4,385	0	0	517,683
0	1,190	0	0	202,127
0	0	0	0	976,496
0	0	0	0	520,179
<u>\$ 1,426,396</u>	<u>\$ 249,320</u>	<u>\$ 358,224</u>	<u>\$ 819,361</u>	<u>\$ 11,847,119</u>
\$ 33,729	\$ 3,720	\$ 11,975	\$ 0	\$ 1,460,344
0	55,943	32,642	2,439	2,143,492
0	0	0	236,160	236,259
1,106,649	0	313,607	305,152	5,469,089
0	189,657	0	0	246,238
0	0	0	197,015	430,409
<u>\$ 1,140,378</u>	<u>\$ 249,320</u>	<u>\$ 358,224</u>	<u>\$ 740,766</u>	<u>\$ 9,985,831</u>
\$ 0	\$ 0	\$ 0	\$ 0	976,496
0	0	0	0	520,179
286,018	0	0	78,595	364,613
<u>\$ 286,018</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 78,595</u>	<u>\$ 1,861,288</u>
<u>\$ 1,426,396</u>	<u>\$ 249,320</u>	<u>\$ 358,224</u>	<u>\$ 819,361</u>	<u>\$ 11,847,119</u>

BREVARD COUNTY SHERIFF
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>General</i>	<i>Special Special Law Enforcement District</i>
REVENUES		
Intergovernmental revenues	\$ 932,258	\$ 61,556
Charges for services	743,010	343,500
Fines and forfeits	0	0
Miscellaneous revenues	1,681,585	23,163
Total revenues	<u>\$ 3,356,853</u>	<u>\$ 428,219</u>
EXPENDITURES		
Public safety	\$ 83,966,338	\$ 14,376,457
Capital outlay	3,112,705	9,937
Total expenditures	<u>\$ 87,079,043</u>	<u>\$ 14,386,394</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (83,722,190)</u>	<u>\$ (13,958,175)</u>
OTHER FINANCING SOURCES AND (USES)		
Transfers from constitutional officers	\$ 85,045,803	\$ 16,003,123
Transfers to constitutional officers	(1,390,355)	(2,062,553)
Transfers to other governmental units	0	0
Proceeds of the sale of capital assets	66,742	17,605
Total other financing sources and uses	<u>\$ 83,722,190</u>	<u>\$ 13,958,175</u>
Net change in fund balances	\$ 0	\$ 0
Fund balances - beginning	928,419	0
Increase in reserve for inventory of supplies	568,256	0
Fund balances - ending	<u><u>\$ 1,496,675</u></u>	<u><u>\$ 0</u></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>Port Canaveral Law Enforcement</i>	<i>Other Governmental Funds</i>	<i>Total</i>
\$ 0	\$ 5,994	\$ 0	\$ 0	\$ 999,808
0	23,545	1,765,896	0	2,875,951
0	0	0	113,201	113,201
698,670	28,354	9,387	1,524	2,442,683
<u>\$ 698,670</u>	<u>\$ 57,893</u>	<u>\$ 1,775,283</u>	<u>\$ 114,725</u>	<u>\$ 6,431,643</u>
\$ 664,776	\$ 2,467,874	\$ 1,512,037	\$ 614,518	\$ 103,602,000
0	88,118	217,921	293,317	3,721,998
<u>\$ 664,776</u>	<u>\$ 2,555,992</u>	<u>\$ 1,729,958</u>	<u>\$ 907,835</u>	<u>\$ 107,323,998</u>
<u>\$ 33,894</u>	<u>\$ (2,498,099)</u>	<u>\$ 45,325</u>	<u>\$ (793,110)</u>	<u>\$ (100,892,355)</u>
\$ 0	\$ 2,677,261	\$ 0	\$ 954,636	\$ 104,680,823
(1,106,649)	0	(313,607)	(305,152)	(5,178,316)
0	(189,657)	0	0	(189,657)
0	10,495	18,855	0	113,697
<u>\$ (1,106,649)</u>	<u>\$ 2,498,099</u>	<u>\$ (294,752)</u>	<u>\$ 649,484</u>	<u>\$ 99,426,547</u>
\$ (1,072,755)	\$ 0	\$ (249,427)	\$ (143,626)	\$ (1,465,808)
1,358,773	0	249,427	222,221	2,758,840
0	0	0	0	568,256
<u>\$ 286,018</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 78,595</u>	<u>\$ 1,861,288</u>

BREVARD COUNTY SHERIFF
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Intergovernmental revenues	\$ 270,000	\$ 977,712	\$ 932,258	\$ (45,454)
Charges for services	597,275	597,275	743,010	145,735
Miscellaneous revenues	1,231,000	1,375,799	1,681,585	305,786
Total revenues	\$ 2,098,275	\$ 2,950,786	\$ 3,356,853	\$ 406,067
EXPENDITURES				
Public safety	\$ 84,782,256	\$ 85,337,374	\$ 83,966,338	\$ 1,371,036
Capital outlay	994,615	2,357,725	3,112,705	(754,980)
Total expenditures	\$ 85,776,871	\$ 87,695,099	\$ 87,079,043	\$ 616,056
Deficiency of revenues under expenditures	\$ (83,678,596)	\$ (84,744,313)	\$ (83,722,190)	\$ 1,022,123
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 84,027,292	\$ 85,045,803	\$ 85,045,803	\$ 0
Transfers to constitutional officers	(348,696)	(348,696)	(1,390,355)	(1,041,659)
Proceeds of the sale of capital assets	0	47,206	66,742	19,536
Total other financing sources and uses	\$ 83,678,596	\$ 84,744,313	\$ 83,722,190	\$ (1,022,123)
Net change in fund balances	\$ 0	\$ 0	\$ 0	\$ 0
Fund balances - beginning	928,419	928,419	928,419	0
Increase in reserve for inventory of supplies and prepaid items	0	0	568,256	568,256
Fund balances - ending	\$ 928,419	\$ 928,419	\$ 1,496,675	\$ 568,256

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, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Intergovernmental revenues	\$ 0	\$ 0	\$ 61,556	\$ 61,556
Charges for services	399,000	399,000	343,500	(55,500)
Miscellaneous revenues	0	0	23,163	23,163
Total revenues	<u>\$ 399,000</u>	<u>\$ 399,000</u>	<u>\$ 428,219</u>	<u>\$ 29,219</u>
EXPENDITURES				
Public safety	\$ 15,697,590	\$ 15,697,590	\$ 14,376,457	\$ 1,321,133
Capital outlay	158,000	158,000	9,937	148,063
Total expenditures	<u>\$ 15,855,590</u>	<u>\$ 15,855,590</u>	<u>\$ 14,386,394</u>	<u>\$ 1,469,196</u>
Deficiency of revenues under expenditures	<u>\$ (15,456,590)</u>	<u>\$ (15,456,590)</u>	<u>\$ (13,958,175)</u>	<u>\$ 1,498,415</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 16,168,996	\$ 16,168,996	\$ 16,003,123	\$ (165,873)
Transfers to constitutional officers	(712,406)	(712,406)	(2,062,553)	(1,350,147)
Proceeds of the sale of capital assets	0	0	17,605	17,605
Total other financing sources and uses	<u>\$ 15,456,590</u>	<u>\$ 15,456,590</u>	<u>\$ 13,958,175</u>	<u>\$ (1,498,415)</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, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Miscellaneous revenues	\$ 960,000	\$ 960,000	\$ 698,670	\$ (261,330)
EXPENDITURES				
Public safety	\$ 960,000	\$ 960,000	\$ 664,776	\$ 295,224
Excess of revenues over expenditures	\$ 0	\$ 0	\$ 33,894	\$ 33,894
OTHER FINANCING (USES)				
Transfers to constitutional officers	\$ 0	\$ 0	\$ (1,106,649)	\$ (1,106,649)
Net change in fund balances	\$ 0	\$ 0	\$ (1,072,755)	\$ (1,072,755)
Fund balances - beginning	1,358,773	1,358,773	1,358,773	0
Fund balances - ending	<u>\$ 1,358,773</u>	<u>\$ 1,358,773</u>	<u>\$ 286,018</u>	<u>\$ (1,072,755)</u>

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, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Intergovernmental revenues	\$ 0	\$ 0	\$ 5,994	\$ 5,994
Charges for services	28,500	28,500	23,545	(4,955)
Miscellaneous revenues	0	0	28,354	28,354
Total revenues	<u>\$ 28,500</u>	<u>\$ 28,500</u>	<u>\$ 57,893</u>	<u>\$ 29,393</u>
EXPENDITURES				
Public safety	\$ 2,666,043	\$ 2,617,643	\$ 2,467,874	\$ 149,769
Capital outlay	162,966	113,880	88,118	25,762
Total expenditures	<u>\$ 2,829,009</u>	<u>\$ 2,731,523</u>	<u>\$ 2,555,992</u>	<u>\$ 175,531</u>
Deficiency of revenues under expenditures	<u>\$ (2,800,509)</u>	<u>\$ (2,703,023)</u>	<u>\$ (2,498,099)</u>	<u>\$ 204,924</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 2,800,509	\$ 2,703,023	\$ 2,677,261	\$ (25,762)
Transfers to other governmental units	0	0	(189,657)	(189,657)
Proceeds of the sale of capital assets	0	0	10,495	10,495
Total other financing sources and uses	<u>\$ 2,800,509</u>	<u>\$ 2,703,023</u>	<u>\$ 2,498,099</u>	<u>\$ (204,924)</u>
Net change in fund balances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fund balances - beginning	0	0	0	0
Fund balances - ending	<u>\$ 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
PORT CANAVERAL LAW ENFORCEMENT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Charges for services	\$ 1,807,604	\$ 1,765,896	\$ 1,765,896	\$ 0
Miscellaneous revenues	0	0	9,387	9,387
Total revenues	\$ 1,807,604	\$ 1,765,896	\$ 1,775,283	\$ 9,387
EXPENDITURES				
Public safety	\$ 1,645,485	\$ 1,646,696	\$ 1,512,037	\$ 134,659
Capital outlay	162,119	119,200	217,921	(98,721)
Total expenditures	\$ 1,807,604	\$ 1,765,896	\$ 1,729,958	\$ 35,938
Excess of revenues over expenditures	\$ 0	\$ 0	\$ 45,325	\$ 45,325
OTHER FINANCING SOURCES AND (USES)				
Transfers to constitutional officers	\$ 0	\$ 0	\$ (313,607)	\$ (313,607)
Proceeds of the sale of capital assets	0	0	18,855	18,855
Total other financing sources and uses	\$ 0	\$ 0	\$ (294,752)	\$ (294,752)
Net change in fund balances	\$ 0	\$ 0	\$ (249,427)	\$ (249,427)
Fund balances - beginning	249,427	249,427	249,427	0
Fund balances - ending	\$ 249,427	\$ 249,427	\$ 0	\$ (249,427)

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, 2009

	<i>Agency Funds</i>
ASSETS	
Cash	\$ 87,172
Due from other funds	99
Total assets	<u>\$ 87,271</u>
LIABILITIES	
Due to individuals	<u>\$ 87,271</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, 2009

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, 2009

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.

Port Canaveral Law Enforcement Special Revenue 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.

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.

BREVARD COUNTY SHERIFF
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

D. Interfund Receivables and Payables

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

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, 2008</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept. 30, 2009</u>
\$13,128,295	\$1,783,504	\$935,948	\$13,975,851

The accrued compensated absence liability due within one year is estimated at \$1,109,566.

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, 2009

The carrying amount of the Sheriff's deposits with financial institutions was \$9,236,023. 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.	\$12,377,291
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In addition \$26,419, which represents both book and market value, is invested with the State Board of Administration (SBA) reported as cash. The remaining \$34,667 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, 2009, was as follows:

	<u>Oct. 1, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2009</u>
Governmental Activities:				
Capital assets depreciated:				
Buildings and structures	\$ 357,817	\$ 136,154	\$ 0	\$ 493,971
Improvements other than buildings	98,412	55,800	0	154,212
Operating machinery and equipment	<u>31,728,769</u>	<u>4,071,074</u>	<u>1,870,285</u>	<u>33,929,558</u>
Total assets depreciated	<u>\$32,184,998</u>	<u>\$4,263,028</u>	<u>\$1,870,285</u>	<u>\$34,577,741</u>
Less accumulated depreciation:				
Buildings and structures	\$ 98,519	\$ 8,945	\$ 0	\$ 107,464
Improvements other than buildings	38,816	5,696	0	44,512
Operating machinery and equipment	<u>19,138,186</u>	<u>3,486,975</u>	<u>1,682,348</u>	<u>20,942,813</u>
Total accumulated depreciation	<u>\$19,275,521</u>	<u>\$3,501,616</u>	<u>\$1,682,348</u>	<u>\$21,094,789</u>
Total governmental activities capital assets, net	<u>\$12,909,477</u>	<u>\$ 761,412</u>	<u>\$ 187,937</u>	<u>\$13,482,952</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, 2009

4. Leases

The Sheriff had no capital leases as of September 30, 2009.

The Sheriff is obligated under several operating lease agreements for building facilities expiring between August 2011 and December 2030. The total cost for these leases was \$137,363 for the year ended September 30, 2009. The future minimum lease payments are as follows:

<u>Year Ended September 30</u>	<u>Amount</u>
2010	\$137,891
2011	124,608
2012	14,151
2013	14,576
2014	15,013
2015-2019	82,097
2020-2024	95,173
2025-2029	110,331
2030-2031	<u>30,249</u>
Total minimum lease payable	<u>\$624,089</u>

The Sheriff is obligated under several operating lease agreements for office copiers and fax machines expiring between October 2009 and August 2014. Total cost for the leases was \$131,454 for the year ended September 30, 2009. The future minimum lease payments are as follows:

<u>Year Ended September 30</u>	<u>Amount</u>
2010	\$134,682
2011	96,277
2012	55,126
2013	40,199
2014	<u>25,571</u>
Total minimum lease payable	<u>\$351,855</u>

BREVARD COUNTY SHERIFF
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

The Sheriff is obligated to make payments on four commercial payment loans with the Board of County Commissioners from May 2010 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>
2010	\$ 298,960
2011	298,960
2012	298,960
2013	298,960
2014	298,960
2015-2019	1,204,714
2020-2024	1,011,323
2025-2027	<u>606,794</u>
Total minimum commitments payable	<u><u>\$4,317,631</u></u>

5. Retirement Plan

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

The Sheriff's contributions for the years ending September 30, 2009, 2008, and 2007, were \$9,783,534, \$9,522,865, and \$8,866,475, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2009, represented 18.13% 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, 2009

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	94,347
Adjustment to annual required contribution	<u>108,212</u>
Annual OPEB cost (expense)	\$ 3,110,126
Contributions made	<u>(1,021,979)</u>
Increase in net OPEB obligation	\$ 2,088,147
Net OPEB obligation – beginning of year	<u>2,028,974</u>
Net OPEB obligation – end of year	<u>\$ 4,117,121</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 2009, and 2008 fiscal years were 32.9% and 30.2%, respectively, of the annual OPEB cost. Information for the preceding fiscal year 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 \$53,953,025 and the ratio of the UAAL to the covered payroll was 64.3%.

10. Subsequent Event

The Brevard county Sheriff has evaluated subsequent events through April 22, 2010, the date which the financial statements were available for issuance.

BREVARD COUNTY

SHERIFF

**COMBINING AND INDIVIDUAL FUNDS STATEMENTS
AND SCHEDULES**

SEPTEMBER 30, 2009



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.

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
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<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>
ASSETS			
Cash	\$ 209,917	\$ 48,000	\$ 474,100
Accounts receivable	2,052	0	0
Total assets	<u>\$ 211,969</u>	<u>\$ 48,000</u>	<u>\$ 474,100</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accrued wages and benefits payable	\$ 0	\$ 0	\$ 0
Due to other funds	0	21,902	214,258
Due to constitutional officers	14,954	26,098	259,842
Deferred income	197,015	0	0
Total liabilities	<u>\$ 211,969</u>	<u>\$ 48,000</u>	<u>\$ 474,100</u>
Fund balances:			
Unreserved	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total liabilities and fund balances	<u>\$ 211,969</u>	<u>\$ 48,000</u>	<u>\$ 474,100</u>

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

Special Revenue Funds

<i>Federal Forfeiture Department of Justice</i>	<i>Federal Forfeiture Department of Treasury</i>	<i>Crime Prevention</i>	<i>Total</i>
\$ 11,214	\$ 67,381	\$ 6,697	\$ 817,309
0	0	0	2,052
<u>\$ 11,214</u>	<u>\$ 67,381</u>	<u>\$ 6,697</u>	<u>\$ 819,361</u>
\$ 0	\$ 0	\$ 2,439	\$ 2,439
0	0	0	236,160
0	0	4,258	305,152
0	0	0	197,015
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,697</u>	<u>\$ 740,766</u>
\$ 11,214	\$ 67,381	\$ 0	\$ 78,595
<u>\$ 11,214</u>	<u>\$ 67,381</u>	<u>\$ 6,697</u>	<u>\$ 819,361</u>

BREVARD COUNTY SHERIFF
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<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>
REVENUES			
Fines and forfeits	\$ 0	\$ 0	\$ 0
Miscellaneous revenues	680	0	0
Total revenues	<u>\$ 680</u>	<u>\$ 0</u>	<u>\$ 0</u>
EXPENDITURES			
Public safety	\$ 203,803	\$ 21,902	\$ 214,258
Capital outlay	93,681	0	0
Total expenditures	<u>\$ 297,484</u>	<u>\$ 21,902</u>	<u>\$ 214,258</u>
Deficiency of revenues under expenditures	<u>\$ (296,804)</u>	<u>\$ (21,902)</u>	<u>\$ (214,258)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers from constitutional officers	\$ 311,758	\$ 48,000	\$ 474,100
Transfers to constitutional officers	(14,954)	(26,098)	(259,842)
Total other financing sources and uses	<u>\$ 296,804</u>	<u>\$ 21,902</u>	<u>\$ 214,258</u>
Net change in fund balances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fund balances - beginning	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

Special Revenue Funds

<i>Federal Forfeiture Department of Justice</i>	<i>Federal Forfeiture Department of Treasury</i>	<i>Crime Prevention</i>	<i>Total</i>
\$ 0	\$ 113,201	\$ 0	\$ 113,201
398	446	0	1,524
<u>\$ 398</u>	<u>\$ 113,647</u>	<u>\$ 0</u>	<u>\$ 114,725</u>
\$ 0	\$ 58,035	\$ 116,520	\$ 614,518
63,482	136,154	0	293,317
<u>\$ 63,482</u>	<u>\$ 194,189</u>	<u>\$ 116,520</u>	<u>\$ 907,835</u>
<u>\$ (63,084)</u>	<u>\$ (80,542)</u>	<u>\$ (116,520)</u>	<u>\$ (793,110)</u>
\$ 0	\$ 0	\$ 120,778	\$ 954,636
0	0	(4,258)	(305,152)
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 116,520</u>	<u>\$ 649,484</u>
\$ (63,084)	\$ (80,542)	\$ 0	\$ (143,626)
74,298	147,923	0	222,221
<u>\$ 11,214</u>	<u>\$ 67,381</u>	<u>\$ 0</u>	<u>\$ 78,595</u>

BREVARD COUNTY SHERIFF
CONTRABAND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Miscellaneous revenues	\$ 0	\$ 0	\$ 680	\$ 680
EXPENDITURES				
Public safety	\$ 130,000	\$ 219,308	\$ 203,803	\$ 15,505
Capital outlay	0	92,450	93,681	(1,231)
Total expenditures	\$ 130,000	\$ 311,758	\$ 297,484	\$ 14,274
Deficiency of revenues under expenditures	\$ (130,000)	\$ (311,758)	\$ (296,804)	\$ 14,954
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 130,000	\$ 311,758	\$ 311,758	\$ 0
Transfers to constitutional officers	0	0	(14,954)	(14,954)
Total other financing sources and uses	\$ 130,000	\$ 311,758	\$ 296,804	\$ (14,954)
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
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
EXPENDITURES				
Public safety	\$ 48,000	\$ 48,000	\$ 21,902	\$ 26,098
Deficiency of revenues under expenditures	\$ (48,000)	\$ (48,000)	\$ (21,902)	\$ 26,098
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 48,000	\$ 48,000	\$ 48,000	\$ 0
Transfers to constitutional officers	0	0	(26,098)	(26,098)
Total other financing sources and uses	\$ 48,000	\$ 48,000	\$ 21,902	\$ (26,098)
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 \$2.50 FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<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	\$ 474,100	\$ 474,100	\$ 214,258	\$ 259,842
Deficiency of revenues under expenditures	\$ (474,100)	\$ (474,100)	\$ (214,258)	\$ 259,842
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 474,100	\$ 474,100	\$ 474,100	\$ 0
Transfers to constitutional officers	0	0	(259,842)	(259,842)
Total other financing sources and uses	\$ 474,100	\$ 474,100	\$ 214,258	\$ (259,842)
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
FEDERAL FORFEITURE DEPARTMENT OF JUSTICE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Miscellaneous revenues	\$ 0	\$ 0	\$ 398	\$ 398
EXPENDITURES				
Capital outlay	\$ 0	\$ 0	\$ 63,482	\$ (63,482)
Deficiency of revenues under expenditures	\$ 0	\$ 0	\$ (63,084)	\$ (63,084)
Net change in fund balances	\$ 0	\$ 0	\$ (63,084)	\$ (63,084)
Fund balances - beginning	74,298	74,298	74,298	0
Fund balances - ending	<u>\$ 74,298</u>	<u>\$ 74,298</u>	<u>\$ 11,214</u>	<u>\$ (63,084)</u>

BREVARD COUNTY SHERIFF
FEDERAL FORFEITURE DEPARTMENT OF TREASURY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Fines and forfeits	\$ 0	\$ 0	\$ 113,201	\$ 113,201
Miscellaneous revenues	0	0	446	446
Total revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 113,647</u>	<u>\$ 113,647</u>
EXPENDITURES				
Public safety	\$ 0	\$ 0	\$ 58,035	\$ (58,035)
Capital outlay	0	0	136,154	(136,154)
Total expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 194,189</u>	<u>\$ (194,189)</u>
Deficiency of revenues under expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (80,542)</u>	<u>\$ (80,542)</u>
Net change in fund balances	\$ 0	\$ 0	\$ (80,542)	\$ (80,542)
Fund balances - beginning	<u>147,923</u>	<u>147,923</u>	<u>147,923</u>	<u>0</u>
Fund balances - ending	<u><u>\$ 147,923</u></u>	<u><u>\$ 147,923</u></u>	<u><u>\$ 67,381</u></u>	<u><u>\$ (80,542)</u></u>

BREVARD COUNTY SHERIFF

CRIME PREVENTION

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
EXPENDITURES				
Public safety	\$ 120,778	\$ 120,778	\$ 116,520	\$ 4,258
Deficiency of revenues under expenditures	\$ (120,778)	\$ (120,778)	\$ (116,520)	\$ 4,258
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 120,778	\$ 120,778	\$ 120,778	\$ 0
Transfers to constitutional officers	0	0	(4,258)	(4,258)
Total other financing sources and uses	\$ 120,778	\$ 120,778	\$ 116,520	\$ (4,258)
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

**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 RECOMMENDATIONS**



MANAGEMENT'S RESPONSE

SEPTEMBER 30, 2009

**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**



The Honorable Jack Parker
Brevard County Sheriff
Brevard County, Florida

8035 Spyglass Hill Road
Melbourne, FL 32940
321.757.2020
FAX 321.242.4844

We have audited the special-purpose financial statements of the Brevard County Sheriff (the "Sheriff") as of and for the year ended September 30, 2009, and have issued our report thereon dated April 22, 2010. 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

480 N. Orlando Ave.
Suite 218
Winter Park, FL 32789
407.644.5811
FAX 407.644.6022

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

301 Clematis Street
Suite 3000
W. Palm Beach, FL 33401
561.837.6627
FAX 561.837.6632

Our consideration of internal control over financial reporting was for limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying "Management Recommendations," we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

www.bermanhopkins.com

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Sheriff's special-purpose financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying "Management Recommendations" to be material weaknesses listed as item 09-01.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 special-purpose 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 two instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying "Management Recommendations" listed as items 09-01 and 09-02.

We noted certain matters that we reported to management of the Brevard County Sheriff, in a separate letter dated April 22, 2010.

Sheriff's response to the findings identified in our audit are described in the accompanying "Response to Auditors' Recommendations." We did not audit the Sheriff's response and, accordingly, we express no opinion on it.

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

April 22, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

MANAGEMENT LETTER

The Honorable Jack Parker
Brevard County Sheriff
Brevard County, Florida



We have audited the special-purpose financial statements of the Brevard County Sheriff (the "Sheriff"), as of and for the fiscal year ended September 30, 2009, and have issued our report thereon dated April 22, 2010.

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 is dated April 22, 2010, 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 auditors' report:

- 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 Recommendations" as item 08-01.
- 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 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 Recommendations" as items 09-03 and 09-04.
- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

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- 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 have an inconsequential effect on the special-purpose financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) control deficiencies that are not significant deficiencies. In connection with our audit, recommendations are noted in the attachment to this letter "Management Recommendations" as item 09-02.
- 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). There were no component units related to the Sheriff.

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 applicable federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

April 22, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

MANAGEMENT RECOMMENDATIONS

Current year management comments:

09-01 Fees and Commissions *Material Weakness*

Criteria: Florida Statutes section 30.51 states all fees, commissions, or other funds collected by the Sheriff for services rendered or performed by his or her office shall be remitted monthly to the County.

Condition: During our audit we noted the organization has accumulated fund balances in both the Inmate Welfare Fund and the Port Canaveral Law Enforcement Fund that should be returned to the Board of Commissioners.

Cause: The organization accumulated fund balances for activities that were required to be returned to the Board of Commissioners in accordance with statutes. The management decision made in the current year to use funds previously dedicated to inmate welfare for other expenses established the requirement to return accumulated fund balances as excess fees.

Effect: An adjustment totaling \$1,106,649 for the Inmate Welfare Fund and totaling \$249,427 for the Port Canaveral Law Enforcement Fund was required to adjust for the return of these fees. In addition, a related payable to the Board of Commissioners for excess fees for current year activities was also required totaling \$64,180.

Auditors' recommendation: The Sheriff's Office should perform a review of applicable statutes to ensure each balance is correctly recorded and in compliance with those statutes.

09-02 Custodial requirements and Retention of Public Records

Criteria: Florida Statutes section 119.021 states all public records should be kept in the buildings in which they are ordinarily used as to be easily accessible for convenient use. Additionally, only the governing body or officer may authorize that such records be removed from the building or office in which such records are ordinarily kept for the length of time required to repair, restore, or rebind them.

Condition: As part of the Sheriff's Office disaster recovery plan, an employee of the information services department takes back-up tapes to their home residence.

Cause: The disaster recovery plan of the organization is not in compliance with the statutes.

Effect: The organization is in violation of the Florida Statutes.

Auditors' recommendation: The Sheriff's office should review the disaster recovery plan and implement new processes for the storage of backup tapes at a separate precinct or other organizational offsite facility.

09-03 Improper Sick Time Accrual Rates

Criteria: The Sheriff has a formal Sick Leave Procedure that outlines the criteria and rates for accruing sick time. The policy stipulates two classes with different accrual rates. The accrual rates for employees with more than ten full years of service with the Sheriff Department is 4.62 hours/per pay period, while the rate for those through ten full years is 3.69 hours/pay period.

Condition: During interim testing the auditor identified all employees which were employed between the beginning of the tenth year of service and the completion of the tenth year of service were accruing sick time at rates higher than the rates stipulated by policy for their respective lengths of service.

Cause: The information system was set to automatically increase employees' accrual rate upon start of the tenth year of service instead of at the completion of the tenth year of service.

Effect: By accruing sick time a year earlier than stipulated by the procedure, the department has been incurring expenses and liabilities above what is required. The increased accrual rate increases both the cost of employee benefits and the accrued benefits liability on the balance sheet.

Auditors' recommendation: We recommendation the organization adjust the parameter in the information system so that it accrues at the correct rates. In order to avoid similar problems in the future, the auditor recommends implementing a reconciliation and review process for policy or procedure implementations.

09-04 Reconciliation and Control Over Judicial Process Activity

Criteria: In order to achieve operational, legal, and financial reporting objectives it is imperative that sound financial control is maintained to safeguard assets, ensure proper recording of transactions, and maintain the quality of financial records. All financial records should also be included in the process of a disaster recovery plan.

Condition: During the year under audit, the Judicial Process balance subsidiary account has consistently been out of balance with the general ledger detail. These differences have ranged from \$391 to \$10,707. Additionally, the writs of execution subsidiary ledger is maintained on an electronic spreadsheet on the desktop of a single employee. This spreadsheet has not been included in the backup procedures of the organization.

Cause: The subsidiary ledger reports created by the Judicial Process department which is provided to the Accounting department may be either

incorrectly produced or not include sufficient data. The writs of execution processes are not included in the new software system of the Sheriff and therefore are tracked on a separate electronic spreadsheet.

Effect: There is a possibility that all cash receipts are not being recorded in the general ledger. Additionally, if a natural disaster occurs or the computer of the employee with access to the writs of execution spreadsheet crashes, the ledger documentation may not be recreated in a timely manner.

Auditors' recommendation: The department should thoroughly review the differences between the subsidiary ledger and the general ledger and reconcile the information. Additionally, controls and processes should be developed to ensure the writs of execution is incorporated into the recovery procedures of the organization.

Prior year management comments repeated during the current year:

08-01 Travel and meal reimbursement - Repeated

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.

Status as of September 30, 2009: Of a sample of 7, we identified 4 instances of travel expense forms that were not provided to the Accounting Unit within the 10 days of return date. We identified no instances of meal reimbursements provided to employees where that violated the policy.

Prior year management comments corrected during the current year:

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.

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.

Status as of September 30, 2009: The organization identified 22 employees with leave balances over the maximum amount per the policy. All excess balances were removed with the exception of one employee who obtained approval from the Sheriff. The above issue has been resolved.



Sheriff J. R. "Jack" Parker

BREVARD COUNTY SHERIFF'S OFFICE ★ www.BrevardSheriff.com

Accounting Unit ★ 700 Park Ave. ★ Titusville, Florida 32780 ★ (p) 321-264-5206 ★ (f) 321-264-5357

Member

Florida Sheriffs Association
National Sheriffs Association

Brevard County

Jail Complex
860 Camp Road
Cocoa, FL 32927
(321) 690-1500
(321) 635-7800 fax

Canaveral Precinct

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

Criminal Investigations

340 Gus Hipp Boulevard
Rockledge, FL 32955
(321) 633-8499
(321) 633-8403 fax

East Precinct

2575 N. Courtenay Pkwy.
Merritt Island, FL 32953
(321) 454-6652
(321) 454-6631 fax

North Precinct

700 Park Avenue
Titusville, FL 32780
(321) 264-5208
(321) 264-5359 fax

South Precinct

1515 Samo Road, Bldg B.
Melbourne, FL 32935
(321) 253-6658
(321) 253-6666 fax

Special Operations

2575 N. Courtenay Pkwy.
Merritt Island, FL 32953
(321) 454-6643
(321) 454-6642 fax

West Precinct

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

May 24, 2010

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

Re: Response to Auditors' Comments

Dear Sir:

In accordance with Section 11.45, Florida Statutes and Chapter 10.550, Rules of the Auditor General, the following is my response to the auditors' management comment for the fiscal year ended September 30, 2009.

Comment 09-01 Fees and Commissions

The Sheriff's Office is now adhering to Florida statutory standards for fees and commissions to ensure each balance is correctly recorded and in compliance with those statutes.

Comment 09-02 Custodial Requirements and Retention of Public Records

The Sheriff's Office has modified its practices and will modify the disaster recovery plan for the storage of backup tapes at a separate, secure offsite facility.

Comment 09-03 Improper Sick Time Accrual Rates

The Sheriff's Office has implemented a reconciliation and review process for the leave accrual policy and procedure implementations to ensure leave accrual policy and procedure is applied accurately.


Comment 09-04 Reconciliation and Control Over Judicial Process Activity

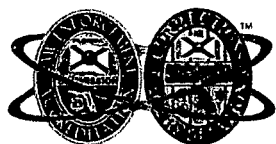
The Sheriff's Office will reconcile the differences between the subsidiary ledger and the general ledger and will implement controls and processes to ensure writs of execution is incorporated into the recovery procedures of the organization.

Comment 08-01 Travel and Meal Reimbursement – Repeated

The Sheriff's Office has modified its practices and will adhere to the policies and procedures as stated.

Sincerely,


Sheriff Jack Parker



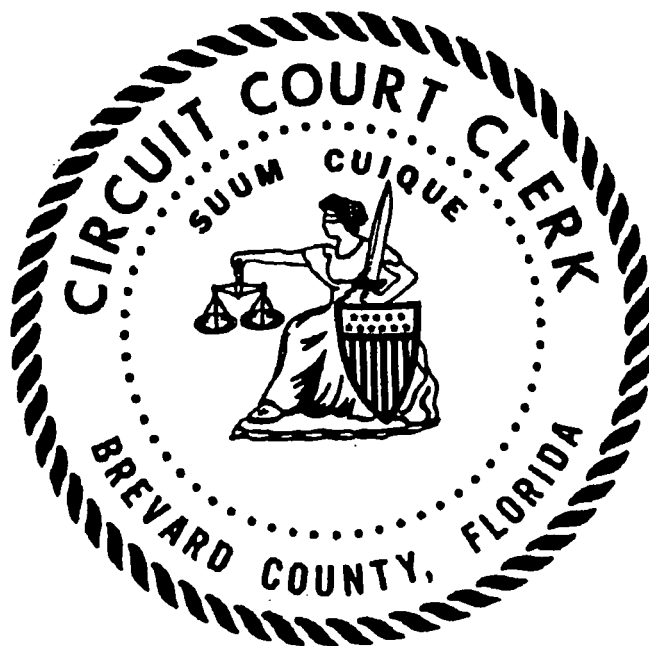
**CLERK
OF THE
CIRCUIT
COURT**

BREVARD COUNTY CLERK OF THE CIRCUIT COURT

SEPTEMBER 30, 2009

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INDEPENDENT AUDITORS' REPORT

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



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We have audited the accompanying special-purpose financial statements of the major fund, and the aggregate remaining fund information of the Clerk of the Circuit Court of Brevard County, Florida (the "Clerk") as of and for the year ended September 30, 2009, which collectively comprise the Clerk's special-purpose financial statements as listed in the table of contents. These special-purpose financial statements are the responsibility of the Clerk'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.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the *Rules of the Auditor General*, State of Florida, and present only the financial position of the Clerk at September 30, 2009, and the changes in financial position for the year then ended. They do not purport to, and do not, present fairly the financial position of Brevard County, Florida, as of September 30, 2009, and the changes in its financial position and its cash flows, where applicable, for the year then ended 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 Clerk, as of September 30, 2009, and the respective changes in financial position and the respective budgetary comparison for the General, Records Modernization Trust, Court Related Technology, and 10% Fine 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 a report dated April 23, 2010, on our consideration of the Clerk'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.

April 23, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

**BREVARD COUNTY
CLERK OF THE CIRCUIT COURT**

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2009



BREVARD COUNTY CLERK OF THE CIRCUIT COURT
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<u>General</u>	<u>Records Modernization Trust</u>
ASSETS		
Cash	\$ 1,182,774	\$ 243,071
Due from other governmental units	882,994	0
Total assets	<u>\$ 2,065,768</u>	<u>\$ 243,071</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Vouchers and contracts payable	\$ 146,215	\$ 0
Accrued wages and benefits payable	1,533,865	0
Due to other governmental units	248,935	0
Total liabilities	<u>\$ 1,929,015</u>	<u>\$ 0</u>
Fund balances:		
Unreserved reported in:		
General funds	\$ 136,753	\$ 0
Special Revenue funds	0	243,071
Total fund balances	<u>\$ 136,753</u>	<u>\$ 243,071</u>
Total liabilities and fund balances	<u>\$ 2,065,768</u>	<u>\$ 243,071</u>

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

<u>10% Fine Fund</u>	<u>Court Related Technology</u>	<u>Total</u>
\$ 194,908	\$ 239,428	\$ 1,860,181
0	0	882,994
<u>\$ 194,908</u>	<u>\$ 239,428</u>	<u>\$ 2,743,175</u>
\$ 0	\$ 21,334	\$ 167,549
0	18,376	1,552,241
0	0	248,935
<u>\$ 0</u>	<u>\$ 39,710</u>	<u>\$ 1,968,725</u>
\$ 0	\$ 0	\$ 136,753
194,908	199,718	637,697
<u>\$ 194,908</u>	<u>\$ 199,718</u>	<u>\$ 774,450</u>
<u>\$ 194,908</u>	<u>\$ 239,428</u>	<u>\$ 2,743,175</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, 2009

	<u>General</u>	<u>Records Modernization Trust</u>
REVENUES		
Intergovernmental revenues	\$ 6,756,551	\$ 0
Charges for services	12,008,410	258,578
Miscellaneous revenues	465,395	2,515
Total revenues	<u>\$ 19,230,356</u>	<u>\$ 261,093</u>
EXPENDITURES		
General government	<u>\$ 21,450,632</u>	<u>\$ 1,243,852</u>
Deficiency of revenues under expenditures	<u>\$ (2,220,276)</u>	<u>\$ (982,759)</u>
OTHER FINANCING SOURCES		
Transfers from constitutional officers	<u>\$ 2,357,029</u>	<u>\$ 0</u>
Net change in fund balances	<u>\$ 136,753</u>	<u>\$ (982,759)</u>
Fund balances - beginning	<u>0</u>	<u>1,225,830</u>
Fund balances - ending	<u><u>\$ 136,753</u></u>	<u><u>\$ 243,071</u></u>

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

<u>10% Fine Fund</u>	<u>Court Related Technology</u>	<u>Total</u>
\$ 194,908	\$ 0	\$ 6,951,459
0	735,389	13,002,377
0	9,140	477,050
<u>\$ 194,908</u>	<u>\$ 744,529</u>	<u>\$ 20,430,886</u>
 \$ 0	 \$ 1,115,021	 \$ 23,809,505
<u>\$ 194,908</u>	<u>\$ (370,492)</u>	<u>\$ (3,378,619)</u>
 \$ 0	 \$ 104,400	 \$ 2,461,429
\$ 194,908	\$ (266,092)	\$ (917,190)
0	465,810	1,691,640
<u>\$ 194,908</u>	<u>\$ 199,718</u>	<u>\$ 774,450</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, 2009

	<i>Budgeted Amounts</i>			<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>	<i>Actual Amount</i>	
REVENUES				
Intergovernmental revenues	\$ 3,615,073	\$ 6,680,574	\$ 6,756,551	\$ 75,977
Charges for services	16,770,530	12,461,747	12,008,410	(453,337)
Miscellaneous revenues	662,387	662,387	465,395	(196,992)
Total revenues	\$ 21,047,990	\$ 19,804,708	\$ 19,230,356	\$ (574,352)
EXPENDITURES				
General government	\$ 22,521,500	\$ 21,490,110	\$ 21,450,632	\$ 39,478
Deficiency of revenues under expenditures	\$ (1,473,510)	\$ (1,685,402)	\$ (2,220,276)	\$ (534,874)
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 2,357,029	\$ 2,357,029	\$ 2,357,029	\$ 0
Net change in fund balances	\$ 883,519	\$ 671,627	\$ 136,753	\$ (534,874)
Fund balances - beginning	0	0	0	0
Fund balances - ending	\$ 883,519	\$ 671,627	\$ 136,753	\$ (534,874)

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, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with final budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 270,000	\$ 270,000	\$ 258,578	\$ (11,422)
Miscellaneous revenues	10,000	10,000	2,515	(7,485)
Total revenues	<u>\$ 280,000</u>	<u>\$ 280,000</u>	<u>\$ 261,093</u>	<u>\$ (18,907)</u>
EXPENDITURES				
General government	<u>\$ 1,766,000</u>	<u>\$ 1,766,000</u>	<u>\$ 1,243,852</u>	<u>\$ 522,148</u>
Excess of revenues over expenditures	<u>\$ (1,486,000)</u>	<u>\$ (1,486,000)</u>	<u>\$ (982,759)</u>	<u>\$ 503,241</u>
Net change in fund balances	<u>\$ (1,486,000)</u>	<u>\$ (1,486,000)</u>	<u>\$ (982,759)</u>	<u>\$ 503,241</u>
Fund balances - beginning	<u>1,225,830</u>	<u>1,225,830</u>	<u>1,225,830</u>	<u>0</u>
Fund balances - ending	<u><u>\$ (260,170)</u></u>	<u><u>\$ (260,170)</u></u>	<u><u>\$ 243,071</u></u>	<u><u>\$ 503,241</u></u>

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

BREVARD COUNTY CLERK OF THE CIRCUIT COURT

10% FINE FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Charges for services	\$ 0	\$ 0	\$ 194,908	\$ 194,908
Miscellaneous revenues	0	0	0	0
Total revenues	\$ 0	\$ 0	\$ 194,908	\$ 194,908
EXPENDITURES				
General government	\$ 0	\$ 0	\$ 0	\$ 0
Excess of revenues over expenditures	\$ 0	\$ 0	\$ 194,908	\$ 194,908
Net change in fund balances	\$ 0	\$ 0	\$ 194,908	\$ 194,908
Fund balances - beginning	0	0	0	0
Fund balances - ending	\$ 0	\$ 0	\$ 194,908	\$ 194,908

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, 2009

	<u>Budgeted Amounts</u>			<i>Variance with final budget - Positive (Negative)</i>
	<u>Original</u>	<u>Final</u>	<u>Actual Amount</u>	
REVENUES				
Charges for services	\$ 875,000	\$ 875,000	\$ 735,389	\$ (139,611)
Miscellaneous revenues	0	0	9,140	9,140
Total revenues	<u>\$ 875,000</u>	<u>\$ 875,000</u>	<u>\$ 744,529</u>	<u>\$ (130,471)</u>
EXPENDITURES				
General government	\$ 1,510,000	\$ 1,115,500	\$ 1,115,021	\$ 479
Deficiency of revenues under expenditures	<u>\$ (635,000)</u>	<u>\$ (240,500)</u>	<u>\$ (370,492)</u>	<u>\$ (129,992)</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers from constitutional officers	\$ 0	\$ 104,400	\$ 104,400	\$ 0
Net change in fund balances	\$ (635,000)	\$ (240,500)	\$ (266,092)	\$ (25,592)
Fund balances - beginning	465,810	465,810	465,810	0
Fund balances - ending	<u>\$ (169,190)</u>	<u>\$ 225,310</u>	<u>\$ 199,718</u>	<u>\$ (25,592)</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, 2009

	<i>Agency Funds</i>
ASSETS	
Cash and equivalents	\$ 16,421,239
Investments in SBA	42,455
Other receivable	<u>171,606</u>
Total assets	<u>\$ 16,635,300</u>
LIABILITIES	
Due to employees, individuals, and others	\$ 724,599
Due to other governmental units	3,703,208
Escrow and refundable deposits	<u>12,207,493</u>
Total liabilities	<u>\$ 16,635,300</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, 2009

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, 2009

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.

10% Fine Fund - is used to account for the collection of 10 percent of all court-related fines to be used exclusively for additional clerk court-related operational needs and program enhancements, as set forth in Section 28.37, 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, 2009

D. Capital Assets

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

	<u>Oct. 1, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2009</u>
Governmental Activities:				
Operating machinery and equipment	\$4,503,970	\$ 101,100	\$61,184	\$4,543,886
Less accumulated depreciation	<u>2,540,238</u>	<u>597,470</u>	<u>52,346</u>	<u>3,085,362</u>
Total governmental activities capital assets, net	<u>\$1,963,732</u>	<u>\$(496,370)</u>	<u>\$ 8,838</u>	<u>\$1,458,524</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.

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, 2008</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept. 30, 2009</u>
\$2,451,181	\$572,139	\$274,521	\$2,748,799

The accrued compensated absence liability due within one year is estimated at \$320,503.

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, 2009

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 \$18,273,978, and the bank balance was \$21,036,703. 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. \$21,036,703

On September 30, 2009, the Clerk had \$31,758 invested in Florida Prime and \$5,874 remaining in Pool B, with a fair value of \$4,823.

The Clerk has a petty cash fund of \$9,000.

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, 2009, 2008, and 2007 were \$1,334,446, \$1,483,140, and \$1,500,292, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2009, represented 10.12% 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, 2009, was \$69,003.

The future minimum lease payment is as follows:

Year Ended <u>Sept. 30</u>	<u>Amount</u>
2010	\$57,344
2011	14,043
2012	7,040
2013	<u>2,160</u>
Total minimum lease payable	<u>\$80,587</u>

BREVARD COUNTY CLERK OF THE CIRCUIT COURT
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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:

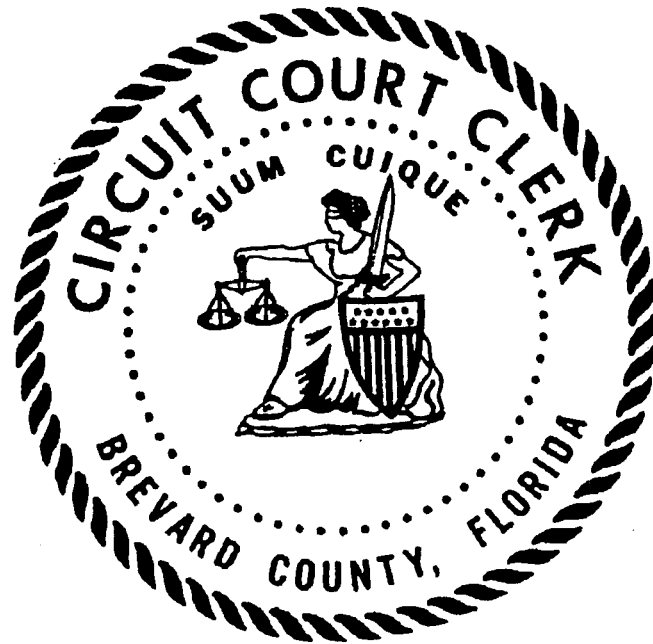
Annual required contribution	\$ 955,384
Interest on net OPEB contribution	34,456
Adjustment to annual required contribution	<u>39,520</u>
Annual OPEB cost (expense)	\$1,029,360
Contributions made	<u>(249,382)</u>
Increase in net OPEB obligation	\$ 779,978
Net OPEB obligation – beginning of year	<u>740,991</u>
Net OPEB obligation – end of year	<u>\$1,520,969</u>

No trust or agency fund has been established by Brevard County for the plan.

Funded Status and Funding Progress - The contributions made for the 2009 and 2008 fiscal years were 24.2% and 22.4%, respectively, of the annual OPEB cost. Information for fiscal year 2007 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 \$13,185,492 and the ratio of the UAAL to the covered payroll was 79.9%.

8. Subsequent Event

The Brevard County Clerk of the Circuit Court has evaluated subsequent events through April 23, 2010, the date which the financial statements were available for issuance.



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 RECOMMENDATIONS**



MANAGEMENT'S RESPONSE

SEPTEMBER 30, 2009



**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**

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

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We have audited the special-purpose financial statements of the major fund, and the aggregate remaining fund information of the Clerk of the Circuit Court of Brevard County, Florida (the "Clerk"), as of and for the year ended September 30, 2009, and have issued our report thereon dated April 23, 2010. 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 Clerk'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 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.

A deficiency in internal control 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 and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Clerk's special-purpose financial statements will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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 Clerk'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 special-purpose 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 April 23, 2010.

The Brevard County Clerk of the Circuit Court's response to the findings identified in our audit is described in the accompanying "Response to Auditors' 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, and the Auditor General of the State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

April 23, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

MANAGEMENT LETTER



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

We have audited the special-purpose financial statements of the Clerk of the Circuit Courts of Brevard County, Florida (the "Clerk"), as of and for the fiscal year ended September 30, 2009, and have issued our report thereon dated April 23, 2010.

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 is dated April 23, 2010, 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 auditors' report:

- 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 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 Clerk 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 provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

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- 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 have an inconsequential effect on the special-purpose financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) control deficiencies that are not significant deficiencies. 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 Clerk was established by the Constitution of the State of Florida, Article VIII, Section I(d). There were no component units related to the Clerk.
- 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 the requirements of Section 28.35 and 28.36, Florida Statutes. In connection with our audit, we determined that the clerk did not comply with all performance standards pursuant to Section 28.35 and 28.36, Florida Statutes. Findings are noted in the attachment to this letter "Management 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 management, the Florida Auditor General and applicable federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

April 23, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

Brevard County Clerk of the Circuit Court

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Current Year Recommendation

09-01 Article V - Output Measure for Juror Payments Issued

Criteria: The number of juror payments issued during the period of October 1, 2008 through September 30, 2009 is to be reported to the FCCOC as part of the output performance measures required for compliance with F.S. 28.35(2)(e).

Condition: The number of juror payments reported as issued to the FCCOC included voided checks not issued.

Cause: Checks voided subsequently to the data extract used to prepare the report submitted to the FCCOC were not excluded.

Effect: The number of juror payments issued was overstated in the report submitted to the FCCOC.

Recommendation: A process should be implemented to reconcile the juror payments issued from the check register with the data extracted for preparation of the FCCOC report.

Prior Year Comments

08-01 Management approval of bank reconciliations - Corrected

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.

Status as of September 30, 2009: Bank reconciliations reviewed were approved by management with in a timely manor.

Brevard County Clerk of the Circuit Court

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Prior Year Comments (continued)

08-02 Follow-up on cases with balances due - Repeated

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.

Status as of September 30, 2009: (1) Four cases with court-related balances greater than ninety days had not been assigned for collection due to the script necessary to identify the cases had not been completed. (2) One case with court-related balances greater than ninety days had not been assigned to collection due to the interpretation of the statute as to balances due to the Clerk only or all balances due. (3) One case with court-related balances greater than ninety days had not been assigned to collection due to a lack of staff to pursue collection of civil case balances. Six out of a sample of 25 cases had exceptions. A total population of 311,705 cases from 1960 to 2009 with unpaid balances of \$132 million was requested for testing.

Prior Year Recommendations

08-03 Article V - Output Measures - Repeated

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").

Brevard County Clerk of the Circuit Court

MANAGEMENT RECOMMENDATIONS

September 30, 2009

Prior Year Recommendations (continued)

08-03 Article V - Output Measures – Repeated (continued)

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 consistent 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.

Status as of September 30, 2009: The data extracted to prepare the report submitted to the FCCOC could not be recreated. As a result 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; and the number of notices of appeal filed could not be agreed to the number reported. In addition, samples of reported financial receipts and notices of appeal could not be tested to agree they were properly reported as to classification by court and properly counted as provided in the budget instructions.

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

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 RECOMMENDATIONS

September 30, 2009

Prior Year Recommendations – continued

08-04 Article V - Collection Rate Output Measures – Corrected (continued)

Status as of September 30, 2009: The Collection Rate Output Measures reported to the FCCOC appear to be correctly reported.

08-05 Article V - Timeliness Rate Output Measures - Repeated

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.

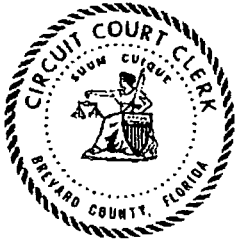
Condition: Two jurors out of 25 samples selected received payment for service greater than 20 days after the last day of juror service.

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 manner.

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

Status as of September 30, 2009: Four jurors out of 25 did not receive payment within the 20 days per Chapter 40.32, Florida Statutes. The Clerk staff incorrectly entered the jurors notices marked "Retired" or "Unemployed" as "Employer pays..." into the juror payment system.



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

April 15, 2010

Honorable David W. Martin, Auditor General
State of Florida
Claude 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 09-01 Article V Output Measure for Juror Payments Issued

A process will be implemented to reconcile juror payments issued from the check register to the data extract used for the reporting to the CCOC.

Finding 08-01 Management approval of bank reconciliations – Corrected

Finding 08-02 Follow-up on cases with balances due – Repeated

Changes were made to the program to select all cases to correct the omission of any future cases with balances due. Additionally, a process was put in place to verify that every day's transmission date is updated to cases so that all files can be sent to collections appropriately.

Finding 08-03 Article V – Output Measures – Repeated

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. Extracts produced after

the original run date will produce different results from those originally reported. In order to validate the numbers are correct, we suggest the Auditors verify our processes to gain an understanding of how the reports are generated. Hard copy audit trails are kept on file for inspection with the exception of one file which could not be located or recreated. The Financial Receipt counts will be reviewed to ensure proper amounts are being reported for the performance measure.

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

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

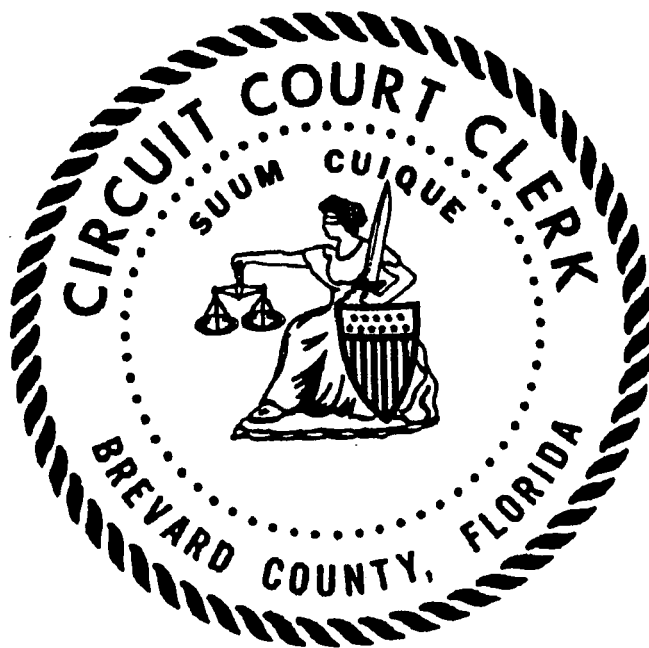
Juror payments will be reviewed on a sample basis to ensure timely payments are made.

Very truly yours,

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

Scott Ellis
Clerk of Courts

SE/mmcd



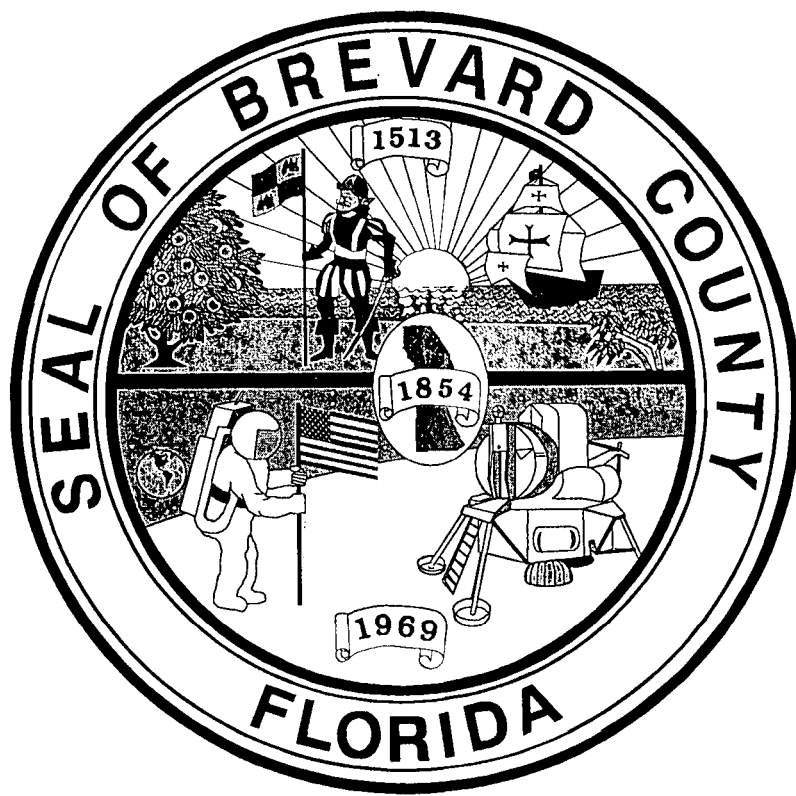
TAX COLLECTOR

BREVARD COUNTY TAX COLLECTOR

SEPTEMBER 30, 2009

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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 Tax Collector of Brevard County, Florida (the "Tax Collector") as of and for the year ended September 30, 2009, which collectively comprise the Tax Collector's special-purpose financial statements as listed in the table of contents. These special-purpose financial statements are the responsibility of the Tax Collector's management. Our responsibility is to express opinions on these special-purpose financial statements based on our audit.

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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.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the *Rules of the Auditor General*, State of Florida, and present only the financial position of the Tax Collector at September 30, 2009, and the changes in financial position for the year then ended. They do not purport to, and do not, present fairly the financial position of Brevard County, Florida, as of September 30, 2009, and the changes in its financial position and its cash flows, where applicable, for the year then ended 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 Tax Collector, as of September 30, 2009, and the respective 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 a report dated April 12, 2010, on our consideration of the 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.

April 12, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

BREVARD COUNTY
TAX COLLECTOR

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2009

BREVARD COUNTY TAX COLLECTOR
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<u>General</u>
ASSETS	
Cash	\$ 2,949,275
LIABILITIES AND FUND BALANCE	
Liabilities:	
Vouchers and contracts payable	\$ 26,331
Accrued wages and benefits payable	165,580
Due to employees, individuals, and others	3,551
Due to Board	2,510,335
Due to other governmental units	243,478
Total liabilities	\$ 2,949,275
Fund balance	\$ 0
Total liabilities and fund balance	\$ 2,949,275

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, 2009

	<i>General</i>
REVENUES	
Charges for services	\$ 15,273,052
Miscellaneous revenues	<u>24,603</u>
Total revenues	<u>\$ 15,297,655</u>
EXPENDITURES	
General government	<u>\$ 9,557,932</u>
Excess of revenues over expenditures	<u>\$ 5,739,723</u>
OTHER FINANCING USES	
Transfers to constitutional officers and other governmental units	<u>\$ (5,739,723)</u>
Total other financing uses	<u>\$ (5,739,723)</u>
Net change in fund balances	<u>\$ 0</u>
Fund balances- beginning	<u>0</u>
Fund balances - ending	<u><u>\$ 0</u></u>

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

BREVARD COUNTY TAX COLLECTOR

GENERAL FUND

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

FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Charges for services	\$ 15,331,385	\$ 15,286,749	\$ 15,273,052	\$ (13,697)
Miscellaneous revenues	205,350	24,500	24,603	103
Total revenues	<u>\$ 15,536,735</u>	<u>\$ 15,311,249</u>	<u>\$ 15,297,655</u>	<u>\$ (13,594)</u>
EXPENDITURES				
General government	<u>\$ 10,009,848</u>	<u>\$ 10,009,848</u>	<u>\$ 9,557,932</u>	<u>\$ 451,916</u>
Excess of revenues over expenditures	<u>\$ 5,526,887</u>	<u>\$ 5,301,401</u>	<u>\$ 5,739,723</u>	<u>\$ 438,322</u>
OTHER FINANCING USES				
Transfers to constitutional officers and other governmental units	<u>\$ (5,526,887)</u>	<u>\$ (5,301,401)</u>	<u>\$ (5,739,723)</u>	<u>\$ (438,322)</u>
Total other financing uses	<u>\$ (5,526,887)</u>	<u>\$ (5,301,401)</u>	<u>\$ (5,739,723)</u>	<u>\$ (438,322)</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 TAX COLLECTOR
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2009

	<i>Agency Funds</i>
ASSETS	
Cash and equivalents	\$ 15,789,186
Other receivable	116,201
Due from other governmental units	8,886
Total assets	<u>\$ 15,914,273</u>
LIABILITIES	
Due to employees, individuals, and others	\$ 1,164,088
Due to other governmental units	5,766,976
Prepaid taxes	8,983,209
Total liabilities	<u>\$ 15,914,273</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, 2009

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 insurance, 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 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, 2009

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, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2009</u>
Governmental Activities:				
Operating machinery and equipment	\$2,400,957	\$161,349	\$25,200	\$2,537,106
Less accumulated depreciation	<u>1,416,942</u>	<u>206,111</u>	<u>19,653</u>	<u>1,603,400</u>
Total governmental activities capital assets, net	<u>\$ 984,015</u>	<u>\$ (44,762)</u>	<u>\$ 5,547</u>	<u>\$ 933,706</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.

E. Investments

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

BREVARD COUNTY TAX COLLECTOR
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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, 2008</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept 30, 2009</u>
\$643,497	\$120,045	\$81,433	\$682,109

The accrued compensated absence due within one year is estimated at \$92,768.

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 \$14,523,555, and the bank balance was \$13,764,682. 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.	\$13,764,682
---	--------------

The remaining balance classified as cash in the amount of \$16,000 is in the Petty Cash/Change Funds which represent both book and market value.

On September 30, 2009, the Tax Collector had six dollars invested in Florida Prime and \$7,646,172 remaining in Pool B, with a fair value of \$4,198,258.

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.

BREVARD COUNTY TAX COLLECTOR
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

The Tax Collector's contributions for the years ending September 30, 2009, 2008, and 2007 were \$492,322, \$509,005, and \$530,890, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2009, represented 10.45% of covered payroll.

5. Leases

The Tax Collector is obligated under two noncancelable operating leases for office equipment through September 2014. Total cost for the year ended September 30, 2009, was \$58,080. The future minimum lease payment is as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2010	\$ 58,535
2011	58,536
2012	55,003
2013	42,410
2014	<u>26,944</u>
Total	<u>\$241,428</u>

The Tax Collector leases three office facilities under noncancelable operating leases. Total costs for the leases were \$234,936 for the year ended September 30, 2009. The known future minimum lease payments are as follows:

<u>Year Ended</u> <u>September 30</u>	<u>Amount</u>
2010	\$214,346
2011	215,446
2012	198,803
2013	128,534
2014	68,962
2015-2016	<u>120,791</u>
Total	<u>\$946,882</u>

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.

BREVARD COUNTY TAX COLLECTOR
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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	13,865
Adjustment to annual required contribution	<u>15,903</u>
Annual OPEB cost (expense)	\$ 478,691
Contributions made	<u>(175,346)</u>
Increase in net OPEB obligation	\$ 303,345
Net OPEB obligation – beginning of year	<u>298,178</u>
Net OPEB obligation – end of year	<u>\$ 601,523</u>

No trust or agency fund has been established by Brevard County for the plan.

Funded Status and Funding Progress - The contributions made for the 2008 and 2009 fiscal years were 33.6% and 36.6% respectively, of the annual OPEB cost. Information for fiscal year 2007 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 \$4,713,448 and the ratio of the UAAL to the covered payroll was 108.3%.

8. Subsequent Event

The Brevard County Tax Collector has evaluated subsequent events through April 12, 2010, the date which the financial statements were available for issuance.

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 COMMENT and RECOMMENDATION



MANAGEMENT'S RESPONSE

SEPTEMBER 30, 2009

**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**



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

8035 Spyglass Hill Road
Melbourne, FL 32940
321.757.2020
FAX 321.242.4844

We have audited the special-purpose financial statements of the major fund, and the aggregate remaining fund information of the Tax Collector of Brevard County, Florida (the "Tax Collector"), as of and for the year ended September 30, 2009, and have issued our report thereon dated April 12, 2010. 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

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In planning and performing our audit, we considered the 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 special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Tax Collector's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Tax Collector's internal control over financial reporting.

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A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Tax Collector's special-purpose financial statements will not be prevented, or detected and corrected on a timely basis.

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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 deficiencies, 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. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying "Management Comment and Recommendation" that we consider to be significant deficiencies in internal control over financial reporting. 09-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 special-purpose 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 April 12, 2010.

Tax Collector's response to the findings identified in our audit is described in the accompanying "Response to Auditors' Comment and Recommendation." We did not audit the Tax Collector's response and, accordingly, we express no opinion on it.

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

April 12, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

MANAGEMENT LETTER

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



We have audited the special-purpose financial statements of the Tax Collector of Brevard County, Florida (the "Tax Collector"), as of and for the fiscal year ended September 30, 2009, and have issued our report thereon dated April 12, 2010.

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 is dated April 12, 2010, 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 auditors' report:

- 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 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 Comment and Recommendation."
- 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 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 Comment and Recommendation".
- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

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- 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 have an inconsequential effect on the special-purpose financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) control deficiencies that are not significant deficiencies. 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 Tax Collector was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Tax Collector.

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, the Florida Auditor General and applicable federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

April 12, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

Brevard County Tax Collector

MANAGEMENT COMMENT AND RECOMMENDATION

September 30, 2009

Current Year Comment

09-01 Local Government Finance (LGF) Report Preparation

Criteria: The Tax Collector is responsible for the preparation of the LGF Report submitted to the Brevard County Board of County Commissioners for incorporation into the Brevard County financial statements.

Condition: The LGF submitted to the Brevard County Board of County Commissioners did not agree with the Tax Collector's accounting records at September 30, 2009 for the Tax Fund.

Cause: The prior year's work papers used to prepare the September 30, 2008 LGF was followed to prepare the current year's LGF. The prior year's accounting record required a subsequent first time adjustment to record the SBA unrealized losses received by the Tax Collector after the LGF had been prepared and submitted to the Brevard County Board of County Commissioners. The current year's accounting records were adjusted in the same manner as the prior year's accounting records. The duplicate adjustment was not necessary in the current year as the SBA unrealized losses had been recorded in the current year.

Effect: The assets and liabilities were overstated by \$3 million for the Tax Fund.

Recommendations: The Tax Collector should implement closing procedures to include the preparation of the LGF from the accounting records.

Current Year Recommendation

09-02 Proper classification of petty cash expense

Criteria: Expenses paid from the petty cash fund should be classified in the same manner as expense paid through the accounts payable process.

Condition: One petty cash reimbursement check was classified as office supplies, however not all of the supporting receipts were for office supplies, but were for other expense classifications.

Cause: Petty cash vouchers are not used to classify the expense at the time it is approved. Receipts are consolidated at the end of the month and reconciled to the cash on hand as a total expense.

Effect: Expenses are not properly recorded and the account balances used by management to monitor budget compliance could be misleading.

Recommendations: The Tax Collector should implement the use of Petty Cash Vouchers to identify, classify and approve each expense paid from the petty cash fund.

Brevard County Tax Collector

MANAGEMENT COMMENT AND RECOMMENDATION

September 30, 2009

Prior Year Recommendation Corrected

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.

Status: As of September 30, 2009, the above comment has been cleared.



BREVARD COUNTY

Office Of The Tax Collector

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April 16, 2010

Honorable David W. Martin, C.P.A.
Auditor General, State of Florida
PO Box 1735
Tallahassee, FL 32301-1735

SUBJ: Response to Auditor's Management Recommendation

Dear Sir:

In accordance with Section 11.45 Florida Statutes and Chapter 10.550, Rules of the Auditor General, this is my written statement in response to the auditor's management comment and recommendation for the fiscal year ended September 30, 2009.

Current Year Comment:

09-01 Local Government Finance (LGF) Report Preparation

I agree that the prior year's LGF was relied upon as a template for the preparation for the fiscal year ended September 30, 2009. 2008 was a remarkable year as the unrealized loss from the SBA had to be adjusted for the first time ever. This information was not fully explained or demonstrated to the Finance Department. The Finance Department is fully aware of the situation and will, in the future, prepare the LGF from accounting records.

Current Year Recommendation:

09-02 Proper Classification of Petty Cash Expense

I have taken steps to implement Petty Cash Vouchers and each expense will be identified, classified and approved.

Best regards,

Lisa Cullen, CFC
Brevard County Tax Collector

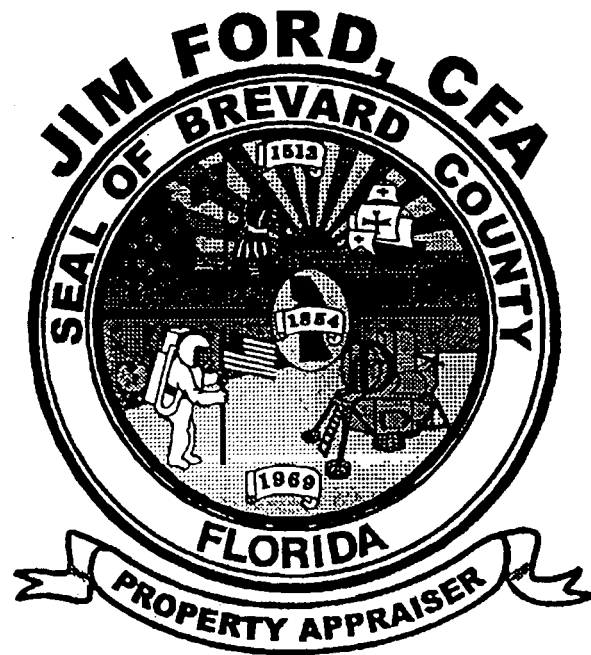
PROPERTY APPRAISER

BREVARD COUNTY PROPERTY APPRAISER

SEPTEMBER 30, 2009

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INDEPENDENT AUDITORS' REPORT



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

8035 Spyglass Hill Road
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FAX 321.242.4844

We have audited the accompanying special-purpose financial statements of the major fund, and the aggregate remaining fund information of the Property Appraiser of Brevard County, Florida (the "Property Appraiser") as of and for the year ended September 30, 2009, which collectively comprise the Property Appraiser's special-purpose financial statements as listed in the table of contents. These special-purpose financial statements are the responsibility of the Property Appraiser's management. Our responsibility is to express opinions on these special-purpose financial statements based on our audit.

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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.

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As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the *Rules of the Auditor General*, State of Florida, and present only the financial position of the Property Appraiser at September 30, 2009, and the changes in financial position for the year then ended. They do not purport to, and do not, present fairly the financial position of Brevard County, Florida, as of September 30, 2009, and the changes in its financial position and its cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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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 Property Appraiser, as of September 30, 2009, and the respective 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 a report dated April 28, 2010, on our consideration of the 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.

April 28, 2010
Melbourne, Florida

Berman Hopkins Wright & Latham
CPAs and Associates, LLP

BREVARD COUNTY
PROPERTY APPRAISER
FUND FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

BREVARD COUNTY PROPERTY APPRAISER
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<u>General</u>
ASSETS	
Cash	\$ 359,221
Accounts receivable	54,280
Prepaid expenses	<u>144,194</u>
Total assets	<u>\$ 557,695</u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Accounts payable	\$ 125,543
Accrued compensation	78,419
Deferred revenue	37,717
Due to board and constitutional officers	154,405
Due to other governmental units	<u>17,417</u>
Total liabilities	<u>\$ 413,501</u>
Fund balance:	
Reserve for prepaid items	<u>\$ 144,194</u>
Total liabilities and fund balance	<u>\$ 557,695</u>

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

BREVARD COUNTY PROPERTY APPRAISER
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<u>General</u>
REVENUES	
Charges for services	\$ 997,760
Miscellaneous revenues	<u>32,418</u>
Total revenues	<u>\$ 1,030,178</u>
EXPENDITURES	
General government	<u>\$ 11,079,144</u>
Deficiency of revenues under expenditures	<u>\$ (10,048,966)</u>
OTHER FINANCING SOURCES AND (USES)	
Transfers from constitutional officers and other governmental units	\$ 10,198,575
Transfers to constitutional officers and other governmental units	<u>(149,609)</u>
Total other financing sources and uses	<u>\$ 10,048,966</u>
Net change in fund balance	<u>\$ 0</u>
Fund balance - beginning	\$ 232,274
Decrease in reserve for prepaids	<u>(88,080)</u>
Fund balance - ending	<u><u>\$ 144,194</u></u>

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

BREVARD COUNTY PROPERTY APPRAISER

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Charges for services	\$ 328,831	\$ 328,844	\$ 997,760	\$ 668,916
Miscellaneous revenues	0	0	32,418	32,418
Total revenues	\$ 328,831	\$ 328,844	\$ 1,030,178	\$ 701,334
EXPENDITURES				
General government	\$ 10,526,985	\$ 10,527,419	\$ 11,079,144	\$ (551,725)
Deficiency of revenues under expenditures	\$ (10,198,154)	\$ (10,198,575)	\$ (10,048,966)	\$ 149,609
OTHER FINANCING SOURCES				
Transfers from constitutional officers and other governmental units	\$ 10,198,154	\$ 10,198,575	\$ 10,198,575	\$ 0
Transfers to constitutional officers and other governmental units	0	0	(149,609)	(149,609)
Total other financing sources and uses	\$ 10,198,154	\$ 10,198,575	\$ 10,048,966	\$ (149,609)
Net change in fund balances	\$ 0	\$ 0	\$ 0	\$ 0
Fund balance - beginning	0	0	232,274	232,274
Increase in reserve for prepaids	0	0	(88,080)	(88,080)
Fund balance - ending	\$ 0	\$ 0	\$ 144,194	\$ 144,194

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, 2009

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, 2009

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(continued)

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, 2009 was as follows:

	<u>Oct. 1, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2009</u>
Governmental Activities:				
Operating machinery and equipment	\$1,362,195	\$ 129,721	\$185,087	\$1,306,830
Less accumulated depreciation	<u>999,346</u>	<u>161,423</u>	<u>183,497</u>	<u>977,272</u>
Total governmental activities capital assets, net	<u>\$ 362,849</u>	<u>\$ (31,702)</u>	<u>\$ 1,590</u>	<u>\$ 329,558</u>

BREVARD COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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, 2008</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept 30, 2009</u>
\$927,041	\$979,367	\$971,795	\$934,613

Accrued compensated absence liability due within one year is estimated at \$30,000.

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

Expenditures exceeded appropriations in the General Fund by \$551,725 as a result of an increase 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 \$668,915 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 \$111,453 less than the final budgeted amounts.

BREVARD COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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 \$359,221 and the bank balance was \$126,251. 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.	\$126,251
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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	<u>\$ 524,000</u>	<u>\$ 524,000</u>

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, 2009, 2008, and 2007 were \$661,779, \$677,392, and \$711,702, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2009, represented 10% of covered payroll.

BREVARD COUNTY PROPERTY APPRAISER
NOTES TO SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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 \$96,275 for the year ended September 30, 2009. The future minimum lease payments are as follows:

Year Ended September 30	Amount
2010	\$ 43,456
2011	10,292
2012	5,146
Total	<u>\$ 58,894</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	11,963
Adjustment to annual required contribution	<u>13,721</u>
Annual OPEB cost (expense)	\$ 406,391
Contributions made	<u>(143,577)</u>
Increase in net OPEB obligation	\$ 262,814
Net OPEB obligation - beginning of year	257,274
Net OPEB obligation - end of year	<u>\$ 520,088</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, 2009

8. Other Postemployment Benefits (continued)

Funded Status and Funding Progress – The contributions made for the 2008 and 2009 fiscal years were 32.4% and 35.3% of the annual OPEB cost. Information for the fiscal year 2007 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 \$6,512,555 and the ratio of the UAAL to the covered payroll was 70.6%.

9. Subsequent Events

The Property Appraiser has evaluated subsequent events through April 28, 2010, the date which the financial statements were available for issuance.

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 COMMENTS AND RECOMENDATIONS**



MANAGEMENT'S RESPONSE

SEPTEMBER 30, 2009

**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
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The Honorable Jim Ford
Brevard County Property Appraiser
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We have audited the special-purpose financial statements of the major fund, and the aggregate remaining fund information of the Property Appraiser of Brevard County, Florida (the "Property Appraiser"), as of and for the year ended September 30, 2009, and have issued our report thereon dated April 28, 2010. 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

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In planning and performing our audit, we considered the 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 special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Property Appraiser's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Property Appraiser's internal control over financial reporting.

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A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Property Appraiser's special-purpose financial statements will not be prevented, or detected and corrected on a timely basis.

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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 deficiencies, 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. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying "Management Comments and Recommendations" that we consider to be significant deficiencies in internal control over financial reporting, listed as items 09-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 special-purpose 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 April 28, 2010.

The Property Appraiser's response to the findings identified in our audit is described in the accompanying "Response to Auditors' Comments and Recommendations." We did not audit the Property Appraiser's response and, accordingly, we express no opinion on it.

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

April 28, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

MANAGEMENT LETTER

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



We have audited the special-purpose financial statements of the Property Appraiser of Brevard County, Florida (the "Property Appraiser"), as of and for the fiscal year ended September 30, 2009, and have issued our report thereon dated April 28, 2010.

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 is dated April 28, 2010, 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 auditors' report:

- 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 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 Comments and Recommendations."
- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

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- 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 have an inconsequential effect on the special-purpose financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) control deficiencies that are not significant deficiencies. 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 Property Appraiser was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Property Appraiser.

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, the Florida Auditor General and applicable federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

April 28, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

Brevard County Property Appraiser

MANAGEMENT COMMENTS AND RECOMMENDATIONS

September 30, 2009

Current Year Comments

09-01 Accrued Compensated Absences Deficiencies
Significant Deficiency

Criteria: The government wide balance sheet accounts must be consistent from period to period. The Property Appraiser does not report long term liabilities, however accrued compensated absences liability is reported as a footnote.

Condition: The accrued compensated absence schedule beginning of the year hours and amounts did not agree to the prior year's ending of the year hours and amounts.

Cause: The Property Appraiser implemented the use of monthly payroll reports of hours used to manually prepare the accrued compensated absences schedule. The payroll system, however could not recreate the monthly payroll report of hours after subsequent adjustments to the system have been made.

Effect: The beginning of the year liability was overstated.

Recommendation: We recommend that the manually prepared accrued compensated absences schedule be reconciled to the end of the month payroll report as well as an annual reconciliation at the end of the fiscal year.

09-02 Recording in the Proper Period

Criteria: Maintenance expenditures should be allocated to the period services will be received.

Condition: During our testing of the EDP Software account changes, an invoice for EDP AMS maintenance from April 30, 2009 through December 30, 2011 was expensed completely in the current year.

Cause: The invoice was not reviewed by management for proper recording in the current period.

Effect: The funds available for future periods will be overstated.

Recommendation: Management should review all invoices, contracts, agreements, etc for terms extending into future periods.

Brevard County Property Appraiser

MANAGEMENT COMMENTS AND RECOMMENDATIONS

September 30, 2009

Prior Year Recommendations

08-01 Financial records - Corrected

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.

Status as of September 30, 2009: The financial records appear to be reported correctly.

08-02 Cash receipt procedures - Repeated

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 15th 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 COMMENTS AND RECOMMENDATIONS

September 30, 2009

Prior Year Recommendations (continued)

08-02 Cash receipt procedures – Repeated (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.

Status as of September 30, 2009: While testing compliance with the implemented cash receipt policy, three deposits from different months included cash receipts from more than one month. The total deposit amounts were minimal, however the multiple month deposit was in violation of the cash receipt policy requiring deposits at least one time per month.

JIM FORD, CFA
PROPERTY APPRAISER
BREVARD COUNTY, FLORIDA



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April 30, 2010

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, 2009.

Comment 09-01 Accrued Compensated Absences Deficiencies

The Property Appraiser's Office has enhanced an internally developed program, which includes a more detailed, transaction based, reporting system. This should permit automatic carry-forward of the prior year-ending balances, track periodic adjustments, and eliminate this issue. Additionally, interim review and internal audit capabilities will be improved.

Comment 09-02 Recording in the Proper Period

Identification of the prepaid components of all expenditures for this small agency has always been a manual operation. A subsidiary record is being developed to record all such prepaid items and insure that there is no repeat of this singular occurrence. The charge was found and included in prepaid items during the audit. The Property Appraiser's Office dissents with regard to the effect. The current accounting treatment of prepayments in governmental reporting, coupled with the unique methodology by which Florida provides for the funding of Property Appraiser's Offices, means that funding for such items is matched with the period in which the charge is paid .

Comment 08-01 Financial Records

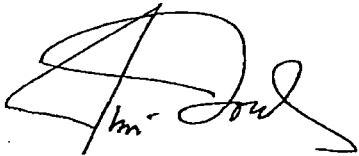
No action was taken on the previous year recommendation because of the cost involved and the current funding conditions of tax supported governmental agencies in Florida. The Property Appraiser's Office will further evaluate the usage of off-the-shelf accounting software.

Ltr to D. Martin, Auditor General
Dated April 30, 2010
Page 2 of 2

Comment 08-02 Cash Receipts Procedures

During the fiscal year beginning October 1, 2008 and ending September 30, 2009 The Property Appraiser's office established procedures for the recording and control of cash receipts. Management accepts the follow up recommendation of the Auditors and will provide additional training and a re-orientation of branch office personnel. At the same time it is worthy of note that this source of revenue, never significant in amount, is less than \$12,000 per year.

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

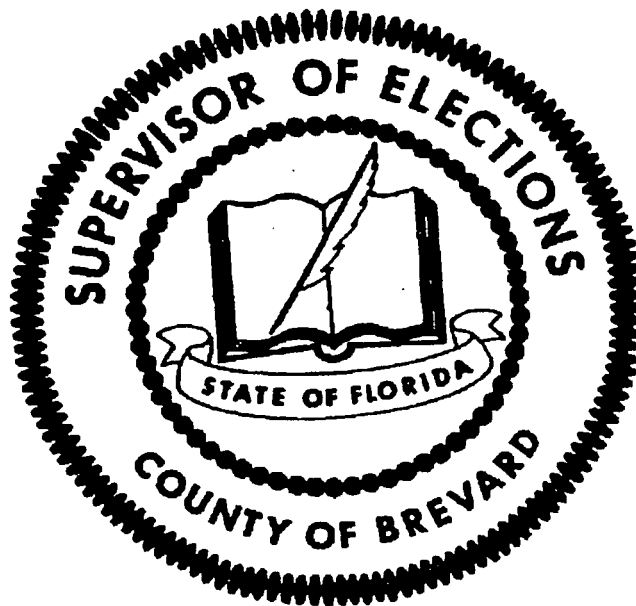
SUPERVISOR OF ELECTIONS

BREVARD COUNTY SUPERVISOR OF ELECTIONS

SEPTEMBER 30, 2009

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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 (the "Supervisor of Elections") as of and for the year ended September 30, 2009, which collectively comprise the Supervisor of Elections' special-purpose financial statements as listed in the table of contents. These special-purpose financial statements are the responsibility of the Supervisor of Elections' management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

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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.

As discussed in Note 1, the special-purpose financial statements referred to above have been prepared for the purpose of complying with, and on the basis of accounting practices specified by, the *Rules of the Auditor General*, State of Florida, and present only the financial position of the Supervisor of Elections at September 30, 2009, and the changes in financial position for the year then ended. They do not purport to, and do not, present fairly the financial position of Brevard County, Florida, as of September 30, 2009, and the changes in its financial position and its cash flows, where applicable, for the year then ended 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 Supervisor of Elections, as of September 30, 2009, and the respective 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 a report dated April 7, 2010, on our consideration of the 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.

April 7, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

BREVARD COUNTY
SUPERVISOR OF ELECTIONS

FUND FINANCIAL STATEMENTS

SEPTEMBER 30, 2009

BREVARD COUNTY SUPERVISOR OF ELECTIONS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009

	<u>General</u>
ASSETS	
Cash	\$ 144,092
Accounts receivable	28,284
Accrued interest receivable	1,556
Due from other governmental units	<u>13,182</u>
Total assets	<u>\$ 187,114</u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Vouchers and contracts payable	\$ 78,127
Other current liabilities	1,064
Deferred income	<u>95,150</u>
Total liabilities	<u>\$ 174,341</u>
Fund balance reserved	<u>\$ 12,773</u>
Total liabilities and fund balance	<u>\$ 187,114</u>

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

BREVARD COUNTY SUPERVISOR OF ELECTIONS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<u>General</u>
REVENUES	
Intergovernmental revenues	\$ 3,564
Charges for services	115,109
Miscellaneous revenues	<u>45,647</u>
Total revenues	<u>\$ 164,320</u>
EXPENDITURES	
General government	<u>\$ 3,913,903</u>
Deficiency of revenues under expenditures	<u>\$ (3,749,583)</u>
OTHER FINANCING SOURCES	
Transfers from constitutional officers	<u>\$ 3,756,234</u>
Net change in fund balance	<u>\$ 6,651</u>
Fund balance - beginning	<u>6,122</u>
Fund balance reserved - ending	<u><u>\$ 12,773</u></u>

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

BREVARD COUNTY SUPERVISOR OF ELECTIONS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	<i>Budgeted Amounts</i>		<i>Actual Amount</i>	<i>Variance with final budget - Positive (Negative)</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Intergovernmental revenues	\$ 0	\$ 11,951	\$ 3,564	\$ (8,387)
Charges for services	26,500	90,962	115,109	24,147
Miscellaneous revenues	20,000	20,000	45,647	25,647
Total revenues	<u>\$ 46,500</u>	<u>\$ 122,913</u>	<u>\$ 164,320</u>	<u>\$ 41,407</u>
EXPENDITURES				
General government	<u>\$ 3,898,636</u>	<u>\$ 3,971,228</u>	<u>\$ 3,913,903</u>	<u>\$ 57,325</u>
Deficiency of revenues under expenditures	<u>\$ (3,852,136)</u>	<u>\$ (3,848,315)</u>	<u>\$ (3,749,583)</u>	<u>\$ 98,732</u>
OTHER FINANCING SOURCES				
Transfers from constitutional officers	<u>\$ 4,104,461</u>	<u>\$ 4,104,461</u>	<u>\$ 3,756,234</u>	<u>\$ (348,227)</u>
Net change in fund balances	<u>\$ 252,325</u>	<u>\$ 256,146</u>	<u>\$ 6,651</u>	<u>\$ (249,495)</u>
Fund balances - beginning	<u>6,122</u>	<u>6,122</u>	<u>6,122</u>	<u>0</u>
Fund balances reserved - ending	<u><u>\$ 258,447</u></u>	<u><u>\$ 262,268</u></u>	<u><u>\$ 12,773</u></u>	<u><u>\$ (249,495)</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, 2009

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, 2009

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, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2009</u>
Governmental Activities:				
Capital assets depreciated:				
Buildings and structures	\$ 0	\$314,465	\$ 0	\$ 314,465
Operating machinery and equipment	<u>2,483,343</u>	<u>8,297</u>	<u>0</u>	<u>2,491,640</u>
Total assets depreciated	<u>\$2,483,343</u>	<u>\$322,762</u>	<u>\$ 0</u>	<u>\$2,806,105</u>
Less accumulated depreciation:				
Buildings and structures	\$ 0	\$115,966	\$ 0	\$ 115,966
Operating machinery and equipment	<u>1,469,723</u>	<u>233,555</u>	<u>0</u>	<u>\$1,703,278</u>
Total accumulated depreciation	<u>\$1,469,723</u>	<u>\$349,521</u>	<u>\$ 0</u>	<u>\$1,819,244</u>
Total governmental activities capital assets, net	<u>\$1,013,620</u>	<u>\$ (26,759)</u>	<u>\$ 0</u>	<u>\$ 986,861</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.

BREVARD COUNTY SUPERVISOR OF ELECTIONS
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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, 2008</u>	<u>Increase</u>	<u>Decrease</u>	<u>Sept 30, 2009</u>
\$245,019	\$44,725	\$115,518	\$174,226

The accrued compensated absence due within one year is estimated at \$38,093.

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 \$144,092 represents the allocated amount of the pooled cash of the Brevard County Board of County Commissioners.

Amount insured by the FDIC or collateralized with securities held by
the State Treasurer in accordance with Chapter 280, Florida Statutes. \$144,092

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, 2009, 2008, and 2007 were \$165,489, \$175,849, and \$162,755, respectively, and equal the required contributions for each year. Contributions for the year ending September 30, 2009 represented 10.41% of covered payroll.

BREVARD COUNTY SUPERVISOR OF ELECTIONS
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

5. Leases

The Supervisor of Elections leased office space from the Brevard County Board of County Commissioners. The amount of rent that was charged was determined by a Cost Allocation Plan (CAP) developed by a consultant for the Brevard County Budget Office for FY 09. The CAP distributed costs for Facilities building services and building maintenance based on FY 2008 actual results. The total cost for the year ended September 30, 2009, was \$60,935.

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 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	3,358
Adjustment to annual required contribution	<u>3,852</u>
Annual OPEB cost (expense)	\$ 108,558
Contributions made	<u>(33,883)</u>
Increase in net OPEB obligation	\$ 74,675
Net OPEB obligation – beginning of year	<u>72,219</u>
Net OPEB obligation – end of year	<u>\$146,894</u>

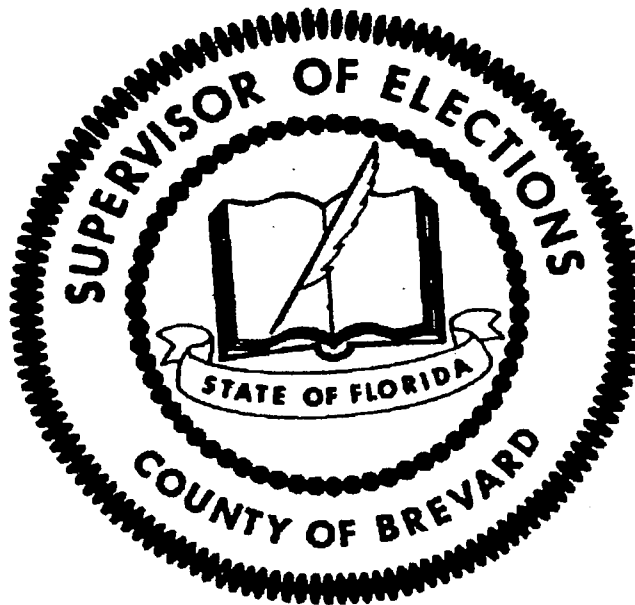
No trust or agency fund has been established by Brevard County for the plan; there were no adjustments to the annual required contribution or interest earnings.

Funded Status and Funding Progress - The contributions made for the 2008 and 2009 fiscal years were 28.7% and 31.1%, respectively, of the annual OPEB cost. Information for fiscal year 2007 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 \$1,589,076 and the ratio of the UAAL to the covered payroll was 73.0%.

BREVARD COUNTY SUPERVISOR OF ELECTIONS
NOTES TO THE SPECIAL-PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

8. Subsequent Event

The Brevard County Supervisor of Elections has evaluated subsequent events through April 7, 2010, the date which the financial statements were available for issuance.



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
and
MANAGEMENT RECOMMENDATIONS



MANAGEMENT'S RESPONSE

SEPTEMBER 30, 2009

**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**



The Honorable Lori Scott
Brevard County Supervisor of Elections
Brevard County, Florida

8035 Spyglass Hill Road
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We have audited the special-purpose financial statements of the Brevard County Supervisor of Elections (the "Supervisor of Elections"), as of and for the year ended September 30, 2009, and have issued our report thereon dated April 7, 2010. 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

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

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Supervisor of Elections' special-purpose financial statements will not be prevented, or detected and corrected on a timely basis.

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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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 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 special-purpose 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 Supervisor of Elections, in a separate letter dated April 7, 2010.

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

April 7, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

MANAGEMENT LETTER

The 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 (the "Supervisor of Elections"), as of and for the fiscal year ended September 30, 2009, and have issued our report thereon dated April 7, 2010.

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 is dated April 7, 2010, 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 auditors' report:

- 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 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 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, recommendations are noted in the attachment to this letter "Management Recommendations" as items 09-01 and 09-02.
- Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

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- 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 have an inconsequential effect on the special-purpose financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) control deficiencies that are not significant deficiencies. 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 Supervisor of Elections was established by the Constitution of the State of Florida, Article VIII, Section 1(d). There were no component units related to the Supervisor of Elections.

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 applicable federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

April 7, 2010
Melbourne, Florida

Berman Hopkins Wright & LaHam
CPAs and Associates, LLP

MANAGEMENT RECOMMENDATIONS

09-01 Recording of Indirect Expenses

Management Comment

Criteria: Governmental Accounting Standards Board (GASB) No. 34 allows for allocation of indirect expenses. Brevard County annually develops an Indirect Cost Allocation Plan for functions or items provided to other governmental units within the County. The Supervisor of Elections' Office has indirect expenses included for Facility Rent, Information Systems, Phone Services, Fleet, and other indirect expenses.

Condition: During analytic procedures, it was noted that facility rent expense significantly decreased from the prior year. After further investigation, we identified 4 of the 5 charges for indirect expenses were not recorded in the general ledger during the current fiscal year.

Cause: The Supervisor of Elections' Office relies on a related intergovernmental organization to record the journal entry to the general ledger for indirect expenses. However, they failed to identify that these expenses were not recorded during the current fiscal year.

Effect: An adjusting journal entry totaling \$91,959 was required to correctly reflect account balances for indirect expenses charged to the organization.

Recommendations: We recommend the organization develop a procedure to ensure the indirect expenses are recorded to the general ledger. This process could include formal invoicing from the intergovernmental organization or a monthly review process over the indirect expense account balances.

09-02 Prompt Payment

Management Comment

Criteria: According to Florida Statute 218.73, payments for non-construction services by a local government entity must be calculated from the date on which a proper invoice is received by the organization. Florida Statute 218.74 states the payment due date is 45 days.

Condition: During the search for unrecorded liabilities, we noted one invoice totaling \$36,950 which was received in May of 2009, but not paid until 5 months later.

Cause: The Supervisor of Elections' Office received the invoice in error 4 months early. The vendor agreed to issue a new invoice at the proper time. This never happened. When the renewal of maintenance contract became due, the original invoice was paid. The payment was not included in the accounts payable module as a result of the incorrect invoice date and as a result not processed for payment consistent with the statutes.

MANAGEMENT RECOMMENDATIONS

09-02 Prompt Payment (continued)

Effect: The Supervisor of Elections' Office made payment on the invoice in October of 2009, past the 45 day requirement, which is not in compliance with 218.73 and 218.74 of the Florida Statutes.

Recommendations: We recommend the organization develop a procedure to ensure that all payables be entered into the system even if the terms are being discussed. This process would ensure that payment would be made before 45 days to stay in compliance with Florida Statutes.



Reply To:

April 06, 2010

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**Subject: Management Response, Corrective Action
Fiscal Year 2008/2009 Audit**

Recording of Indirect Expenses: 09-01

In fiscal year 2008/2009 Berman Hopkins audit of the Supervisor of Elections office revealed certain indirect costs were not charged to the Elections Office in fiscal 2008/2009. These costs are charged to the Elections Office via a journal entry by County Finance. An attempt was made during the year to determine if these costs were properly charged. However the request was not followed up on.

Corrective Action: County Finance will bill all indirect allocation costs within the first quarter of the fiscal year and send a copy of the journal entry to the Elections Office Finance Manager. If not received by the first week of the second quarter, a follow-up call will be made until the journal entry is received. This process will be added to the Elections Office Finance Processes.

Prompt Payment: 09-02

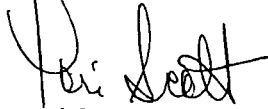
In fiscal year 2008/2009 the Supervisor of Elections office received a maintenance renewal invoice from the vendor 4 months prior to the due date. The vendor agreed to issue a new invoice at the proper date. The original invoice was not processed. The new invoice was never received. When the maintenance renewal was due, the original invoice was paid. This was in violation of Florida Statute requiring payment of invoices within 45 days of stamped receipt.

Corrective Action: The Elections office Accounts Payable process has been modified to state all invoices must be submitted for

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payment to County Finance within 6 business days of stamped receipt to insure payment within 45 days. In the case of an invoice error/dispute, the vendor is contacted within 10 days of receipt to issue a revised invoice per Florida Statute 218.76. Once the revised invoice is received, it is processed for payment within 6 business days. If the disputed invoice is not resolved within 45 days, proceedings per Florida Statute 218.76 are followed.

Sincerely,

A handwritten signature in black ink, appearing to read "Lori Scott", written over a horizontal line.

Lori Scott
Supervisor of Elections, Brevard County

