

# **LAKE COUNTY FLORIDA**

**Comprehensive Annual Financial Report**  
Fiscal Year Ended September 30, 2002

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**LAKE COUNTY, FLORIDA**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**For the Year Ended  
September 30, 2002**

**FINANCE DEPARTMENT**

**James C. Watkins**

**Clerk of the Circuit Court**

**Barbara F. Lehman, CPA**

**Chief Deputy Clerk  
County Finance Department**

**Kristy L. Mullane, CPA**

**Accounting Director  
County Finance Department**

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**PRINCIPAL OFFICIALS  
LAKE COUNTY, FLORIDA**

**BOARD OF COUNTY COMMISSIONERS**

Jennifer Hill ..... District 1  
Robert A. Pool, Chairman ..... District 2  
Debbie Stivender ..... District 3  
Catherine C. Hanson ..... District 4  
Welton G. Cadwell, Vice Chairman ..... District 5

**ELECTED COUNTY OFFICIALS**

James C. Watkins ..... Clerk of the Circuit Court  
Ed Havill ..... Property Appraiser  
George E. Knupp, Jr. .... Sheriff  
Emogene W. Stegall ..... Supervisor of Elections  
Bob McKee ..... Tax Collector

**APPOINTED COUNTY OFFICIALS**

William A. Neron ..... County Manager  
Sanford A. Minkoff ..... County Attorney

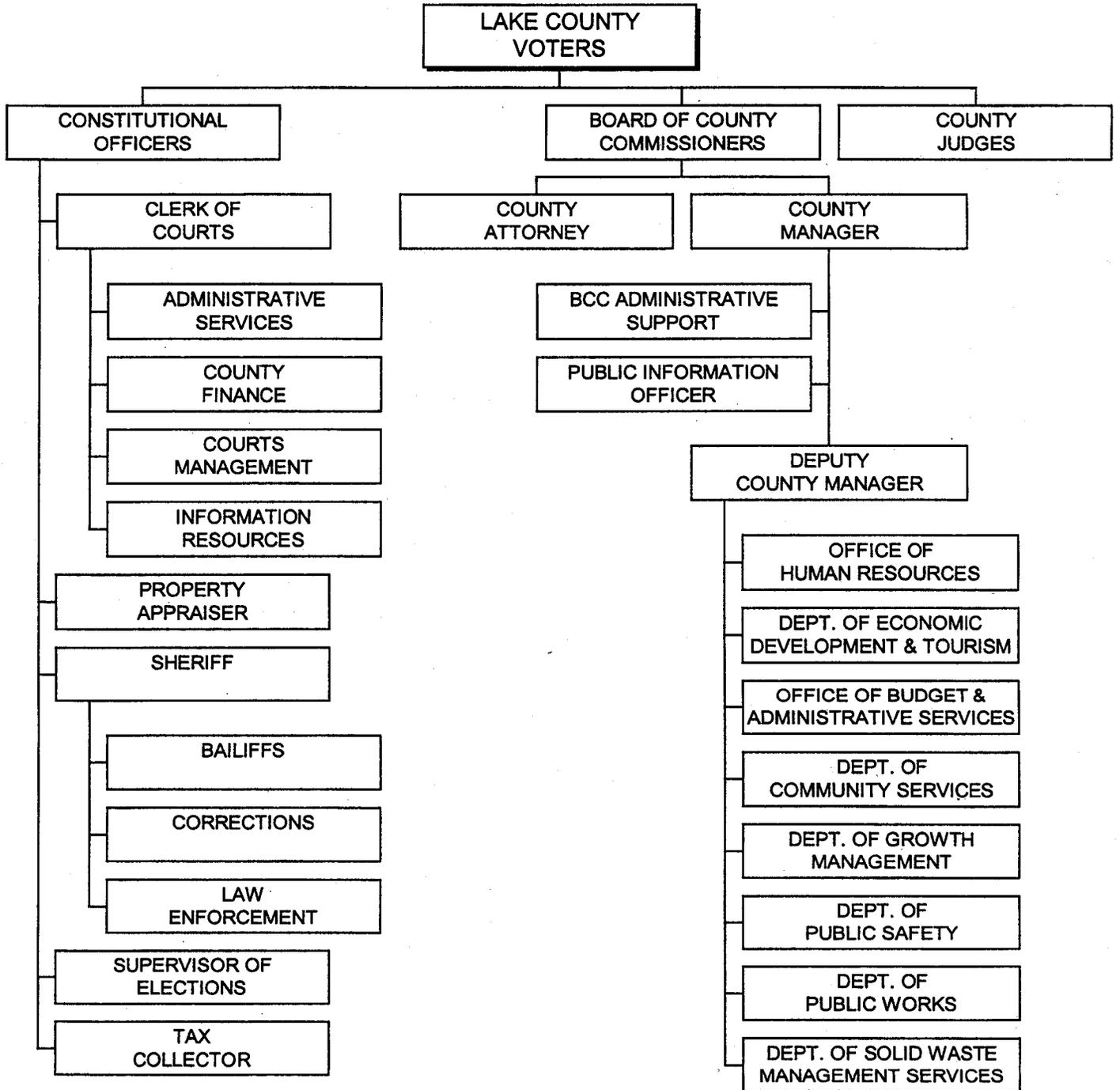
**AUDITORS**

Ernst & Young LLP

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## **ORGANIZATIONAL CHART**

# LAKE COUNTY ORGANIZATIONAL CHART LAKE COUNTY, FLORIDA



LAKE COUNTY, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002  
TABLE OF CONTENTS

---

	<u>Page</u>
I. <u>INTRODUCTORY SECTION</u>	
Principal Officials	iii
Organizational Chart	vi
Table of Contents	vii
Letters of Transmittal	3
Certificate of Achievement	14
II. <u>FINANCIAL SECTION</u>	
Report of Independent Certified Public Accountants	15
Management's Discussion and Analysis	19
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	33
Statement of Activities	34
Fund Financial Statements:	
Balance Sheet - Governmental Funds	36
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets	39
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	40
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	43
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	44

LAKE COUNTY, FLORIDA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002  
 TABLE OF CONTENTS

---

	<u>Page</u>
II. <u>FINANCIAL SECTION</u> (Continued)	
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Major Special Revenue Fund - Road Impact Fees	46
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Major Special Revenue Fund - County Sales Tax	47
Statement of Net Assets - Proprietary Funds	48
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	49
Statement of Cash Flows - Proprietary Funds	50
Statement of Fiduciary Assets and Liabilities - Fiduciary Funds	52
Notes to Financial Statements	53
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet - Nonmajor Governmental Funds	88
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	96
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:	
Nonmajor Funds:	
All Nonmajor Funds	104
Major Funds: Sales Tax Capital Projects	135
Combining Statement of Net Assets - Internal Service Funds	138
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets - Internal Service Funds	140
Combining Statement of Cash Flows - Internal Service Funds	142
Combining Statement of Fiduciary Assets and Liabilities	146

LAKE COUNTY, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002  
TABLE OF CONTENTS

---

	<u>Page</u>
III. <u>STATISTICAL SECTION</u>	
Government-wide information:	
Government-wide Expenses by Function	155
Government-wide Revenues	155
Fund information:	
General Governmental Expenditures by Function	156
General Governmental Revenues by Source	158
Property Tax Levies and Collections	160
Top Ten Taxpayers	161
Assessed and Estimated Actual Value of Taxable Property	162
Property Tax Rates - Direct and Overlapping Governments	164
Property Tax Rates - All Overlapping Governments	166
Revenue Bond Coverage	168
Sales Tax Revenue Bond Compliance - Sales and Use Tax Revenues	169
Demographic Statistics	170
Lake County Construction	172
Property Value, Construction and Bank Deposits	174
Special Assessment Collections	175
Miscellaneous Statistical Data	176

LAKE COUNTY, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002  
TABLE OF CONTENTS

---

	<u>Page</u>
IV. <u>SINGLE AUDIT</u>	
Schedule of Expenditures of Federal Awards and State Financial Assistance	180
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	184
Report of Independent Certified Public Accountants on Compliance and Internal Control over Compliance with Requirements Applicable to each Major Federal Awards Program and State Financial Assistance Project	185
Schedule of Findings and Questioned Costs	187
Summary Schedule of Prior Audit Findings	189
V. <u>OTHER REPORTS</u>	
Report of Independent Certified Public Accountants on Compliance and Internal Control Based on an Audit Performed in Accordance with <i>Government Auditing         Standards</i>	191
Management Letter	193
Independent Certified Public Accountants Required Disclosure in Accordance with <i>Government Auditing Standards</i>	197

## **LETTERS OF TRANSMITTAL**

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*Clerk of the Circuit Court*

March 31, 2003

The Honorable Board of County Commissioners  
Lake County, Florida

The Comprehensive Annual Financial Report of Lake County, Florida, as of September 30, 2002, and for the 2001-2002 fiscal year is hereby transmitted. The accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, is the responsibility of the County. Management believes that the presented data is materially accurate and is designed to report the financial position and the changes in financial position as measured by the financial activity of the County's various funds. The necessary disclosures to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

The development and evaluation of the County's accounting system must consider the adequacy of internal control. I believe that the County's internal control, as discussed in the accompanying transmittal letter, adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

This report has been prepared following the guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada. The GFOA awards Certificates of Achievement to those governments whose annual financial reports are judged to conform substantially with high standards of public financial reporting, including accounting principles generally accepted in the United States. Lake County was awarded a Certificate of Achievement for its annual financial report for the 2001 fiscal year. The Certificate of Achievement program requires the inclusion of all funds of the County. The financial statements for the year ended September 30, 2002 include all of the Constitutional Officers and dependent special districts of the County. It is my belief that the accompanying fiscal year 2002 financial report will meet program standards and it will be submitted to the GFOA for review.

**James C. Watkins**

*Clerk of the Circuit Court • County Court • Board of County Commissioners  
550 West Main Street • Post Office Box 7800 • Tavares, Florida • 32778-7800  
(352) 742-4100*

In accordance with the above mentioned guidelines, the accompanying report consists of five parts:

1. Introductory Section, including the letter of transmittal;
2. Financial Section, including the management's discussion and analysis, financial statements, notes to the financial statements, and other financial information of the County accompanied by our independent certified public accountants' report;
3. Statistical Section, including a number of tables of unaudited data depicting the financial history of the County for the past 10 years, information on overlapping governments, and demographic and other miscellaneous information;
4. Single Audit, including the Schedule of Expenditures of Federal Awards and State Financial Assistance; and
5. Other Reports, including the report of the independent certified public accountants on compliance and internal control over financial reporting and the management letter.

State law requires that the financial statements of the County be audited by an independent certified public accountant selected by the Board. This requirement has been complied with and our independent certified public accountants' opinion is included in the Financial Section of this report.

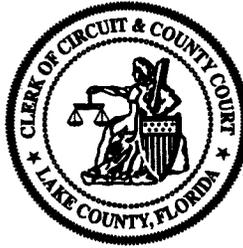
The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the dedicated efforts of the Chief Deputy Clerk-County Finance, the Accounting Director and the Finance Department staff. Their efforts over the past years toward upgrading the accounting and financial reporting system of the County have led substantially to the improved quality of the information being reported to the County Commission, state oversight boards, and the citizens of Lake County.

Respectfully submitted,



James C. Watkins  
Clerk of Circuit Court

Attachment



*Reply to:*  
*County Finance Department*  
*(352)343-9808*

*Clerk of the Circuit Court*

*315 West Main Street*  
*Post Office Box 7800*  
*Tavares, Florida 32778-7800*

March 31, 2003

The Honorable Board of  
County Commissioners and  
Citizens of Lake County, Florida

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of Lake County, Florida, for the fiscal year ended September 30, 2002. This report was prepared by the County Finance Department under the direction of the Clerk of Courts in his capacity as County Comptroller.

This report consists of management's representations concerning the finances of Lake County, Florida. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, Lake County's management has established a comprehensive internal control framework that is designed to protect the County's assets from loss, theft, or misuse and to compile the County's financial statements in conformity with accounting principles generally accepted in the United States (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's internal control framework has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. We believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions. As management, we assert that to the best of our knowledge and belief, this financial report is accurate and complete in all material respects.

In accordance with Chapter 218, Florida Statutes, Lake County's financial statements have been audited by independent certified public accountants. The independent auditor's report has been included in the financial section of this report. The independent audit involved examining, on a test basis, evidence support the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Based upon the results of the audit, the auditors concluded that there was a reasonable basis for rendering an unqualified opinion that Lake County's financial statements for the fiscal year ended September 30, 2002 are fairly presented in conformity with GAAP. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the State of Florida and

**James C. Watkins**

*Clerk of the Circuit Court • County Court • Board of County Commissioners*  
*550 West Main Street • Post Office Box 7800 • Tavares, Florida 32778-7800*  
*(352) 742-4100*

Federal Single Audit Acts. The standards governing single audit engagements require the independent auditor to report on the government's internal controls and compliance with legal requirements with special emphasis on the administration of federal and state awards. Information related to the single audit, including schedules of federal and state financial assistance and the independent auditor's reports thereon are included in this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Lake County's MD&A can be found immediately following the report of the independent certified public accountants.

### **Profile of Lake County**

Lake County is located in the center of the state approximately 65 miles from the east and west coasts at the northwestern edge of central Florida. The County was created in June, 1887, by the Florida legislature and encompasses 954 square miles of land and over 200 square miles of lakes. The current estimated population is 220,323. There are fourteen municipalities located within the County including: Astatula, Clermont, Eustis, Fruitland Park, Groveland, Howey-in-the-Hills, Lady Lake, Leesburg, Mascotte, Minneola, Montverde, Mount Dora, Tavares and Umatilla.

The County is a political subdivision of the State of Florida pursuant to Article VIII, Section (1), Constitution of the State of Florida. The Board of County Commissioners (the Board) is the principal legislative and governing body of the County, as provided by the Florida Constitution and Chapter 125, Florida Statutes. The Board consists of five members elected by district for staggered terms, with a chairman elected by the commissioners for a one-year term to serve as the presiding officer. In addition to the Board, there are five elected Constitutional Officers serving four year terms: the Tax Collector, Property Appraiser, Clerk of the Circuit Court (Clerk), Sheriff and Supervisor of Elections.

The County provides a full range of services contemplated by statute and ordinance, including general governmental services, public safety, physical environment, transportation, economic environment, human services, culture and recreation and court-related services.

The chief administrative official of the County is the County Manager. The County Manager is hired by the Board and is responsible to them for the administration and operation of all Board departments and the execution of all Board policies. The County Manager is also responsible to the Board for the preparation of the annual budget and for the control of Board expenditures during the year.

The annual budget serves as the foundation of the County's planning and control of revenues and expenditures. The Board funds a portion, or in certain instances all, of the operating budgets of the County's Constitutional Officers. Constitutional Officers, except the Tax Collector, are required to submit their budget requests to the Board by June 1. The Tax Collector must submit his budget to the State of Florida Department of Revenue by July 1. A tentative proposed budget is presented to the Board in mid-July. The budget is adopted after two advertised public hearings held in September. At the end of the fiscal year, Florida Statutes require that any budget excess of the constitutional officers be paid over to the Board.

The budget is prepared by fund, department, and object code. After the budget is adopted, no transfers can be made between funds without a public hearing. Certain transfers within a department may be approved by the County Manager or by the Board, depending on the dollar amount. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget is adopted. For the general fund, this comparison is on page 44 as part of the basic financial statements for governmental funds. For other governmental funds, the comparison for each fund for which a budget has been adopted is presented on pages 46, 47 and 104 to 135.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Lake County operates.

**Local Economy.** Lake County currently enjoys a favorable economic environment and local indicators point to continued stability. The County's location in the central part of the state and its proximity to the Florida Turnpike and Interstate 75 have made it an attractive location for large distributors such as Marriott Distribution Services, Domino's Pizza, Circuit City, Sprint North Supply and Goodyear Tire and Rubber Company. These companies are located in the Christopher C. Ford Commerce Park developed by the County. The park is located at the intersection of U. S. 27 and Florida's Turnpike. Lake County has enacted the Job Growth Investment Trust Fund, which awards a qualified company up to \$4,000 for each new job created at a salary of 115% of the County's average annual wage. The County also offers a deferral plan for the payment of transportation impact fees for qualified projects.

The County's labor force stands at over 95,000 with County unemployment at 4.8%. Both Florida and the National unemployment rates are higher at 5.4% and 6.0%, respectively. Educational institutions in the area such as Lake-Sumter Community College and the University of Central Florida assist in supplying a skilled labor force.

The cost of living for the region is below the national average. There is no personal income tax, either locally or state-wide. Sales tax, currently at 6%, is not charged on food or medicine. There is a local additional one cent sales tax charged within the county limited to \$50 per transaction (1% of \$5,000). As discussed in the MD & A, this additional penny sales tax must be used for infrastructure including roads, buildings, land, land improvements and certain equipment.

Overall, economic projections for 2003 point to continued growth.

**Long-term Financial Planning.** As a part of the budget process, the County prepares a five year capital improvements plan in order to determine future needs and how those needs can be met. Some of the major projects (with estimated cost) include:

- Construction of a South Lake County Government Complex to house building services and environmental health for the Board, and for services provided by the constitutional officers (\$2,000,000 land only)
- Renovation of the Fairgrounds and Expo Center including HVAC, electrical upgrades and ADA compliant restrooms (\$1,155,000)
- Construction of Citrus Ridge library in South Lake County to replace the currently leased facility (\$3,200,000) and a replacement of Cooper Memorial Library with a larger facility (\$5,500,000)
- Document Management and Retrieval System and completion of a storage area network (\$1,350,000)
- Purchase of financial accounting software (\$1,850,000)

Funding for these projects will come from infrastructure sales taxes for eligible projects or from general fund revenues. Grant funding will be requested where such funds are available. The County is also considering bonding some of the proceeds from the infrastructure sales tax levy which began January 1, 2003.

The County adopts a biennial budget in addition to the five year capital improvements plan. Other long term issues that are of major concern to the County include:

- Funding for roads and transportation projects while faced with a decline in gas tax revenues that can be used to fund these projects. Fifty percent of the infrastructure sales tax levy mentioned above will be used for this purpose.

- Solid waste issues including the contract with Covanta for the operation of the incinerator. The County has sued the vendor over the contract. Settlement of the issue has been delayed due to the filing of bankruptcy by Covanta. Universal collection was implemented October 1, 2002 and approximately \$1,400,000 of infrastructure sales tax will be used to pay solid waste debt in 2003.
- Funding of fire and emergency services. The Supreme Court made a ruling in 2002 that limited the use of fire special assessments in the provision of assisted life support services. The County is currently determining the effect this ruling may have on the services provided by firefighters when responding to emergencies.

### **Cash Management**

Cash temporarily idle during the year was invested in an interest bearing demand account and in the Local Government Surplus Funds Trust Fund administered by the State Board of Administration (SBA). Cash management objectives are safety of capital and maintaining adequate liquidity to meet maturing obligations. The County's investment policy outlines investment goals and objectives. An investment advisory team composed of County and Clerk staff reviews various investment options and makes investment recommendations to the Clerk.

Over the last year and a half, the County has sought to diversify its portfolio and offset the decrease in short term rates by investing in treasury securities and certificates of deposit with maturities ranging from one to two years. The interest rates that will be earned on these investments range from 3.00% to 4.65%.

In addition, the County also invests in the Florida Local Government Investment Trust (Trust). This Trust was organized in 1991 for the purpose of providing local governments with a pooled investment program that focuses on longer term securities with the highest credit ratings. The Trust earned 6.1% for the 12 months ending September 30, 2002.

All of the County's investments were recorded at fair value at year end in accordance with GAAP.

### **Risk Management**

The County self-insures its general liability, workers' compensation, and employee medical insurance which is accounted for in an internal service fund. Under this program, the Insurance Fund provides coverage for up to a maximum of \$50,000 per occurrence for each general liability claim and workers' compensation claim and up to \$100,000 for each property claim. Medical claims

are covered by the fund up to \$75,000. The County purchases commercial coverage for the excess.

The Clerk also self-insures health benefits. Specific stop loss reinsurance has been obtained for all medical claims exceeding \$50,000 per individual per year.

Each participating fund of the Board and Clerk makes payments to the respective Insurance Funds based on actuarial estimates and historical data for amounts needed to pay prior and current year claims. The latest actuarial estimate, based on industry standards, relates to the year ended September 30, 2002.

### **Pension and other post employment benefits**

Substantially all County employees participate in the Florida Retirement System, a multiple-employer cost sharing defined benefit retirement system administered by the Florida Department of Administration. The County's contribution to the System for Fiscal Year 2002 was \$5,735,778. For additional information about the Florida Retirement System, the latest annual financial report for the system can be obtained by writing or calling the Division of Retirement, 2639 North Monroe Street, Building C, Tallahassee, Florida 32399-1560, 850-488-5706.

In addition, the Board, Clerk and Supervisor of Elections provide post employment health care benefits under a plan established through Nationwide Retirement Solutions, Inc. (Nationwide). Each contributes 1% of annual salary for all employees with more than one year of service to a trust administered by Nationwide. Twenty-five percent of accrued sick pay for employees with less than 10 years of service and 50% for employees with ten years or more of service is paid into the trust upon termination, retirement or death. The maximum contribution is limited to 960 hours. Contributions are invested according to instructions given by the employee and earnings accumulate tax-free. Upon separation of service, the account can be used to reimburse qualified health insurance premiums paid by the employee.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lake County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2001. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such CAFR

must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The County has received a Certificate of Achievement for the last 21 consecutive years. We believe our current report continues to conform to Certificate of Achievement Program requirements and we are submitting it to GFOA for review.

In addition, both the Board and Clerk's Office participate in GFOA's Distinguished Budget Award program. In order to qualify for the Distinguished Budget Presentation Award, a budget document must be judged proficient in several categories including policy documentation, financial planning and organization. The Board has received this award for the last 6 fiscal years and the Clerk's Office for the last 11 fiscal years.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated efforts of the County Finance Department under the Clerk of the Circuit Court of Lake County as auditor and comptroller to the Board of County Commissioners. In addition, without the support of the Board of County Commissioners, Constitutional Officers, County Manager, and their respective staffs, as well as our external auditors, Ernst & Young LLP, preparation of this report would not have been possible.

Respectfully submitted,



Barbara F. Lehman, CPA  
Chief Deputy Clerk - County Finance

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# **CERTIFICATE OF ACHIEVEMENT**

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lake County,  
Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 2001

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*William Patrick Vate*  
President

*Jeffrey L. Essler*  
Executive Director

## Report of Independent Certified Public Accountants

The Honorable Members of the Board  
of County Commissioners  
Lake County, Florida

We have audited the accompanying financial statements of the governmental activities, business-type activity, each major fund, and the aggregate remaining fund information of Lake County, Florida (the County) as of and for the year ended September 30, 2002, which collectively comprise the County's basic financial statements-as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States 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 provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activity, each major fund, and the aggregate remaining fund of Lake County, Florida at September 30, 2002, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States.

Management's Discussion and Analysis as listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board (GASB). We 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.

As discussed in Note 2 to the financial statements, effective October 1, 2001, the County adopted the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, GASB Statement No. 37, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments: Omnibus*, and GASB Statement No. 38, *Certain Financial Statement Note Disclosures*.

In accordance with *Government Auditing Standards*, we have also issued a report dated January 10, 2003 on our consideration of the County’s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the County’s basic financial statements. The accompanying combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards (as required by U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*) and state financial assistance (as required by Chapter 10.550, Rules of the Auditor General) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Ernst + Young LLP*

January 10, 2003

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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## **Management's Discussion and Analysis**

As management of Lake County, Florida, (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Lake County government for the fiscal year ended September 30, 2002. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the letter of transmittal, which can be found at pages 5 to 11 of this report.

### **Financial Highlights**

- Lake County's assets exceeded its liabilities at September 30, 2002 by \$196,958,863 (net assets). Of this amount, \$25,317,908 (unrestricted net assets) may be used to meet the County's ongoing obligations to its citizens and creditors.
- The County's total net assets increased \$25,713,742 over the previous year with \$25,237,086 of the increase resulting from governmental activities and \$476,656 resulting from business-type activity.
- At September 30, Lake County's governmental fund statements report combined ending fund balances of \$89,423,410, an increase of \$1,807,265 over the previous fiscal year. Of this amount, \$63,799,997 remains in the various fund types of the County as unreserved.
- The General Fund, the County's primary operating fund, reported an unreserved fund balance of \$22,393,419, and an increase in total fund balance over the last fiscal year of \$425,012.
- Total bonded debt and loans decreased from the prior year by \$6,010,000. There were no new borrowings in 2002. The Sales Tax Revenue bonds which were originally issued in 1987 for \$38,840,000 were paid in full on December 1, 2002.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to Lake County's basic financial statements. The 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. There is additional supplementary information following the financial statements that may be of interest to the reader.

## **Government-wide financial statements**

Government-wide financial statements are designed to provide the reader with a broad overview of the County's financial position, in a manner similar to a private-sector business. They include a **Statement of Net Assets** and a **Statement of Activities**. These statements appear on pages 33 to 35 of the report.

The **Statement of Net Assets** presents the County's assets less its liabilities at year end. The difference between these assets and liabilities is reported as net assets. Changes in net assets over time may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The **Statement of Activities** presents information showing how the County's net assets changed during the 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 only result in cash flows in future fiscal periods (for example, accounts payable and earned but unused vacation leave.)

Both statements attempt to distinguish functions of the 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 activity). Governmental activities include general government, public safety, physical environment, transportation, economic environment, human services, culture and recreation, and court-related expenditures. Business-type activity includes a solid waste system, which uses an incinerator and landfills to dispose of solid waste.

The government-wide financial statements can be found on pages 33 to 35 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. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the County's funds 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 the County'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.

The County maintains 34 individual government funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road Impact Fees and County Sales Tax Special Revenue Funds, and the Sales Tax Capital Projects Fund, all of which are considered to be major funds. Data from the other 30 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 elsewhere in this report.

Each Constitutional Officer adopts an annual appropriated budget for its general fund. The general funds of the Board and Constitutional Officers are then combined and eliminations of intergovernmental receivables, payables and operating transfers are made. A budgetary comparison statement of this consolidated general fund has been provided to demonstrate compliance with the Countywide adopted budget.

The basic governmental fund financial statements can be found on pages 36 to 47 of this report.

**Proprietary funds.** The County maintains and presents two types of proprietary funds: enterprise and internal service, which can be found on pages 48 to 51 of this report.

Enterprise funds are used to report the same functions presented as business-type activity in the government-wide financial statements. The County has one enterprise fund which is used to account for the activities of its solid waste management system.

Internal service funds are an accounting tool used to accumulate and allocate costs internally among various functions. The County uses internal service funds to account for its fleet of vehicles, and for its self-insured health and general liability programs. Because both of these services predominately 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, only in more detail. The Landfill Enterprise Fund is considered to be a major fund of the County.

Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 48 to 51 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 statements because the resources of those funds are *not* available to support the County's own programs.

The basic fiduciary fund financial statement can be found on page 52 of this report.

**Notes to financial statements.** The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 53 to 82 of this report.

**Other information.** The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 88 to 152 of this report.

## **Government-wide Financial Analysis**

In accordance with accounting principles generally accepted in the United States, the County implemented the provisions of Governmental Accounting Standards Board Statement 34, "Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments" for the year ended September 30, 2002. As a result, the accompanying basic financial statements consolidates all of Lake County government's financial activity into two columns, one for governmental activities and one for business activity. The major changes that are reflected in this consolidated presentation are:

- Depreciation for all capital assets including buildings, machinery and equipment and land improvements has been included in expenses.

- All infrastructure assets acquired or constructed during fiscal year 2002 have been included as capital assets and depreciated.
- The total liability for accrued benefits payable has been included as an expense.

Other reconciling differences between the government wide financial statements and the fund financial statements are described at page 39. We have restated the beginning balances at September 30, 2001 to reflect these changes. However, we have not prepared comparative financial statements for the prior fiscal year. Therefore, for the year of implementation, we are unable to make comparisons on a government-wide basis between fiscal years. A comparative analysis will be made in future years when prior year information is available.

As noted earlier, net assets may serve over time as a useful indicator of the County's financial position. In the case of Lake County, governmental activities net assets exceed liabilities by \$191,166,705 at September 30, 2002.

By far the largest portion of the County's governmental activities net assets (54%) reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide services to citizens; consequently, these are assets are *not* available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

#### LAKE COUNTY'S NET ASSETS

	<b>Governmental Activities</b>	<b>Business- Type Activity</b>	<b>Total</b>
	<b>2002</b>	<b>2002</b>	<b>2002</b>
<b>Current and other assets</b>	\$ 109,460,853	\$ 14,687,948	\$124,148,801
<b>Capital Assets</b>	107,213,923	8,499,228	115,713,151
<b>Total assets</b>	<u>216,674,776</u>	<u>23,187,176</u>	<u>239,861,952</u>
<b>Long-term liabilities outstanding</b>	6,556,314	14,967,847	21,524,161
<b>Other liabilities</b>	18,951,757	2,427,171	21,378,928
<b>Total liabilities</b>	<u>25,508,071</u>	<u>17,395,018</u>	<u>42,903,089</u>
<b>Net Assets:</b>			
<b>Invested in capital assets, net of related debt</b>	102,630,953	3,693,211	106,324,164
<b>Restricted</b>	63,632,594	1,684,197	65,316,791
<b>Unrestricted</b>	24,903,158	414,750	25,317,908
<b>Total net assets</b>	<u><u>\$ 191,166,705</u></u>	<u><u>\$ 5,792,158</u></u>	<u><u>\$196,958,863</u></u>

An additional portion of the County's governmental activities net assets (33%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted governmental activities net assets (\$24,903,158) may be used to meet the County's ongoing obligations to citizens and creditors.

External restrictions may be imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Enabling legislation may include ordinances passed by the County which requires that revenues collected be spent for particular purposes. Some examples of these restrictions include revenues from gas taxes, road impact fees, fire special assessments, infrastructure sales tax and ad valorem taxes collected for stormwater management.

At the end of the current fiscal year, the County reported positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

Restricted net assets in the Landfill Fund (Business-type Activity) consist of the amount invested in capital assets net of related debt (64%), amounts restricted for landfill closure and post closure care costs (26%) and amounts restricted for debt service (3%). Unrestricted net assets of \$414,750 may be used to meet ongoing solid waste obligations.

### **Governmental activities**

Governmental activities account for 97% of the County's net assets. One of the major components of general revenue collected by governmental activities is property taxes. In 2002, property taxes were assessed at a millage rate of 5.117 mills for the general fund, the same rate as last year. Taxes collected, however, increased by \$4,331,766 primarily due to an increase in assessed valuation of about 10%. Other taxes amounted to \$30,383,214 and include infrastructure sales tax (\$14,311,889), gas taxes (\$5,692,284), fire taxes (\$8,580,796), franchise taxes (\$1,119,189) and other taxes (\$679,056).

Other variances in governmental activities include:

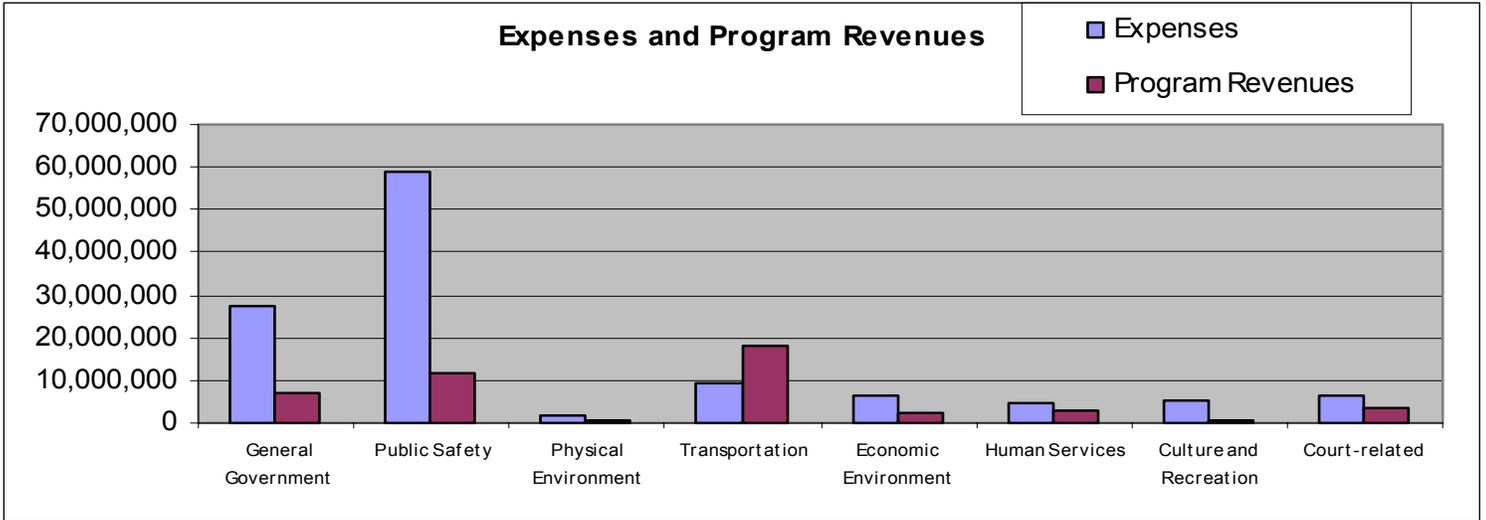
- The County received additional federal funding passed through the state for local road projects of about \$1,500,000.
- The County received almost \$800,000 from the Lake Apopka farm buyout. These funds were earmarked to build community centers in several areas of the County.

- State sales tax increased about \$800,000 over the prior year.
- Building permit revenue was down \$1,700,000 due to the economic slowdown experienced by the County and by the nation as a whole.
- Public safety expenses increased approximately 8% for additional firefighters, equipment and the opening of a new fire station.
- Stormwater management expenses were up about \$666,000 for stormwater projects that were completed this year. These projects included road and drainage improvements in Astor and the Old Highway 441 stormwater outfall project. FY 2002 was the third year of collection of this tax which is scheduled to increase by .1 mill each year until reaching .5 mills.

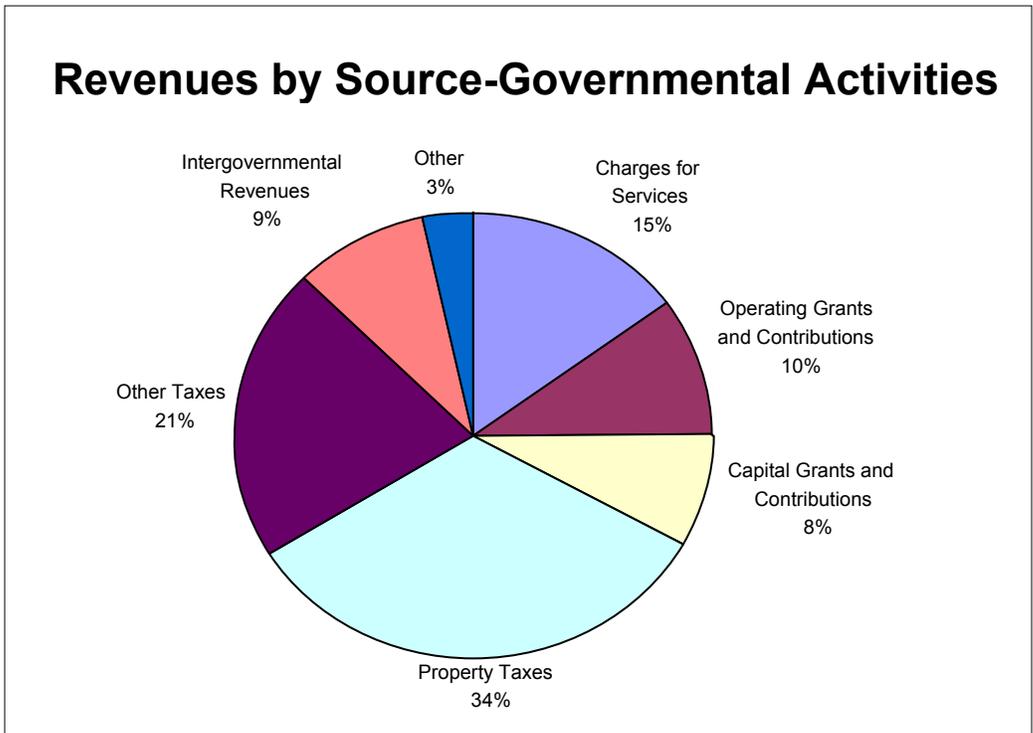
The following is a summary of activity for 2002:

	<b>Governmental</b>	<b>Business-</b>	
	<b>Activities</b>	<b>type</b>	<b>Total</b>
	<b>2002</b>	<b>Activity</b>	<b>2002</b>
	<b>2002</b>	<b>2002</b>	<b>2002</b>
<b>Revenues:</b>			
<b>Program revenues:</b>			
Charges for services	\$ 21,299,828	\$ 13,909,786	\$ 35,209,614
Operating grants and contributions	14,447,585	99,288	14,546,873
Capital grants and contributions	11,429,412	-	11,429,412
<b>General revenues:</b>			
Property taxes	47,277,830	-	47,277,830
Other taxes	30,383,214	315,578	30,698,792
Intergovernmental revenues	13,061,458	-	13,061,458
Other	4,865,195	1,507,413	6,372,608
<b>Total Revenues</b>	<b>142,764,522</b>	<b>15,832,065</b>	<b>158,596,587</b>
<b>Expenses:</b>			
General government	27,698,423	-	27,698,423
Public safety	56,829,456	-	56,829,456
Physical environment	1,844,043	-	1,844,043
Transportation	9,176,041	-	9,176,041
Economic environment	6,229,876	-	6,229,876
Human Services	4,615,841	-	4,615,841
Culture and recreation	5,078,327	-	5,078,327
Court-related	6,542,853	-	6,542,853
Interest on long-term debt	577,519	-	577,519
Landfill	-	14,290,466	14,290,466
<b>Total Expenses</b>	<b>118,592,379</b>	<b>14,290,466</b>	<b>132,882,845</b>
<b>Increase in net assets before transfers</b>	<b>24,172,143</b>	<b>1,541,599</b>	<b>25,713,742</b>
<b>Transfers</b>	<b>1,064,943</b>	<b>(1,064,943)</b>	<b>-</b>
<b>Increase in net assets</b>	<b>25,237,086</b>	<b>476,656</b>	<b>25,713,742</b>
<b>Net Assets 10/1/01</b>	<b>165,929,619</b>	<b>5,315,502</b>	<b>171,245,121</b>
<b>Net Assets 9/30/02</b>	<b>\$ 191,166,705</b>	<b>\$ 5,792,158</b>	<b>\$ 196,958,863</b>

The following graph is a comparison of program revenues and program expenses for all governmental activities. This chart is intended to give the reader an idea of the degree to which governmental activities are self-supporting.



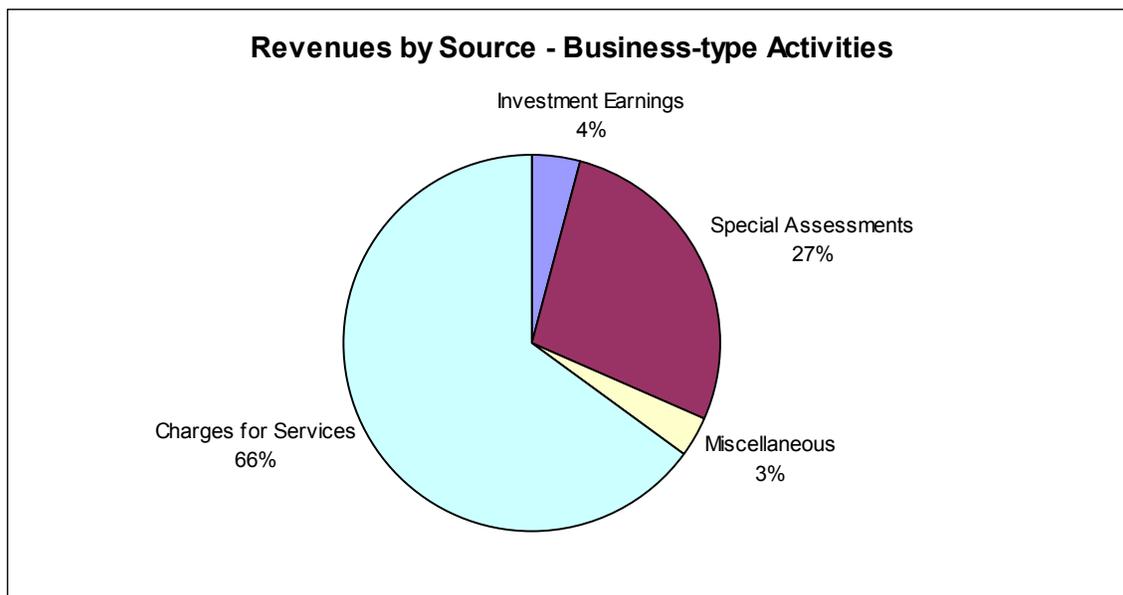
The following pie chart illustrates the composition of governmental activities revenue and its percent in relation to total governmental revenues:



**Business-type activity.**

The County has only one business-type activity which is the solid waste management system. The system consists of an incinerator operated by an outside vendor, two operating landfills and four closed landfills. The fund finished the year with a net income of \$476,656, an increase of \$1,031,435 over the prior year. A significant component of expense for the landfills is the amount of closure and long term care costs which are accrued each year based upon current cost. For both open and closed landfills, these costs are estimated by outside engineers and can vary significantly from year to year. In 2002, these estimates resulted in a charge to expense of \$194,305 compared to \$1,705,002 in 2001. On the other hand, charges for services also decreased by almost \$700,000. This decrease is a result of several cities which chose not to use the County system.

The following pie chart gives the breakdown of revenues received by the Landfill Fund and its percent in relation to total revenues received. The fund is supported primarily by charges for services which includes tipping fees and special assessments which are currently charged for disposal only. The County adopted universal collection for 2003 and special assessments for next year will include an amount for both collection and disposal.



Operating Expenses in the Landfill Fund decreased approximately \$2,068,500 over the prior year. The majority of this decrease (\$1,510,700) was from adjustments to closing and long term care costs discussed above. The

remainder of the decrease (\$472,200) was in the operating contract for the incinerator, primarily for disputed amounts.

### **Financial Analysis of the County's Funds.**

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

**Governmental funds.** The focus of governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the 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.

The combined ending fund balance for all governmental funds at September 30, 2002 was \$89,423,410. Of this amount, \$63,799,997 was included in unreserved fund balance with the remainder of \$25,623,413 reserved for various purposes including debt service, capital projects, and contracts in progress. The combined ending fund balance at the end of last year was \$87,474,034, a net increase of \$1,949,376. This indicates that revenues are keeping pace with expenses but not by the margin we have experienced in prior years.

The County's chief operating fund is the general fund. The general fund as presented in the accompanying financial statements includes the general funds of the Board of County Commissioners, Clerk, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections. Eliminations have been made in combining these funds so that intergovernmental transactions have been eliminated.

The unreserved fund balance in the General Fund at September 30, 2002 was \$22,393,419 compared to \$22,046,563 at the end of 2001. The County was able to maintain a stable fund balance during the period following September 11, 2001, despite the decrease in interest rates affecting our investment income and the economic slowdown affecting building permit revenue and intergovernmental revenues such as state sales tax and revenue sharing.

The County has three funds that are considered major funds under criteria set forth by GASB Statement Number 34. Those funds include the Road Impact Fees and County Sales Tax Special Revenue Funds and the Sales Tax Capital Projects Fund. A brief discussion of these funds follows:

**Road Impact Fees:** This fund is used to account for impact fees collected from the issuance of building permits in the County. Funds collected must be used for new road construction or reconstruction in the district in which collected within six years of collection. This period can be extended under certain circumstances. Road impact fees increased about 30% over the prior year, from \$8,432,684 in

2001 to \$11,160,226 in 2002. Most of this increase was due to prepayments in advance of adjustments to fees made October 1, 2002. Expenses were also higher, \$9,923,198 compared to \$3,792,025 in 2001, due to several large projects which were completed this year including the extension of County Road 448, the completion of Huffstetler Road and improvements to the intersection of Highway 441 and Donnelly Street.

**County Sales Tax:** This fund is used to account for the extra penny sales tax that was authorized for fifteen years by the voters of Lake County in November, 1987. The current levy expired December 31, 2002. In an election held November 6, 2001, the voters of Lake County elected to extend the tax for another fifteen years with the revenues divided equally among the County, cities and school district. These funds must be used for infrastructure projects or public safety equipment with a useful life in excess of five years or on debt used to finance the above. The revenue for 2002 amounted to \$14,311,889 compared to \$13,451,715. Approximately \$4,300,000 of these funds were used to pay debt service and the remainder was transferred to the sales tax capital projects fund.

**Sales Tax Capital Projects:** This fund is used to account for capital projects constructed using sales tax revenues discussed above. Projects completed during 2002 are discussed under the section entitled "Capital Asset and Debt Administration."

**Proprietary funds.** The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

As mentioned earlier, the County's only enterprise fund is the Landfill Fund. This fund is used to account for the County's solid waste management system which consists of three operating landfills, the Ash Monofill, Phase IIB and the Construction and Demolition landfill, and four closed landfills at Astatula, Umatilla, Lady Lake and Clermont. In addition, the County has a service agreement with Covanta, Inc. for the operation of an incinerator. The County is obligated to provide 130,000 tons of municipal solid waste to the plant each year. Contract costs decreased during 2002 by \$472,262 for disputes regarding the payment of operations and maintenance fees and property taxes. The County is involved in litigation with the vendor, but the suit has been stayed pending the bankruptcy filing by the vendor.

### **General Fund Budgetary Highlights**

Differences between the original budget and the final amended budget were \$3,209,172 and can be briefly summarized as follows:

- General government increases in the amount of \$1,498,239 primarily for voting machines, Geographical Information Systems (GIS), remote mail operations center, and additional ad valorem taxes to cities.
- Public safety increases of \$435,972 for inmate medical expenses.
- Physical environment increases of \$187,390 for the Water Resource Atlas most of which will be reimbursed.
- Economic environment increases of \$791,874 for additions to the Jobs Growth Incentive Fund and capital outlay.
- Human services and culture and recreation decreases of \$97,103
- Court-related expenses increases of \$392,800 primarily for equipment.

### **Capital Asset and Debt Administration**

**Capital assets.** The County's investment in capital assets for its governmental and business-type activity as of September 30, 2002, amounts to \$115,713,151 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, park facilities, and as mentioned earlier, roads completed and put into use during fiscal year 2002. Each year until 2006, construction of roads, bridges, and drainage systems incurred during the current fiscal year will be added to the County's capital assets. In the year 2006, the County's financial statements will reflect the cost of all roads, bridges and drainage structures acquired or built over the last 25 years.

Major capital asset events during the current fiscal year included the following:

- Acquisition and installation of touch screen voting equipment -\$2,700,000
- Installation of a county-wide radio system which will be used by the Sheriff, Fire Department, Public Works and Solid Waste. The prior system was outdated and didn't provide consistent communication across the County-\$2,100,000
- Improvements to County Road 561 and Dewey Robbins Road-\$1,710,566
- Construction of libraries in Groveland, Astor and Paisley under a plan to improve the county-wide library system adopted by the Board in 2000-\$1,104,171

- Renovation of the former First Union Bank building to be used by the Clerk of Courts for recording and several administrative functions, to relieve overcrowding in the Judicial Center-\$1,099,495

### Lake County's Capital Assets

	<b>Governmental Activities</b>	<b>Business-type Activity</b>	<b>Total</b>
<b>Land</b>	\$ 5,356,946	\$ 2,943,586	\$ 8,300,532
<b>Buildings</b>	63,964,234	1,686,453	65,650,687
<b>Improvements other than buildings</b>	303,543	1,785,100	2,088,643
<b>Machinery and equipment</b>	16,297,755	1,904,460	18,202,215
<b>Infrastructure</b>	7,798,959	-	7,798,959
<b>Construction in progress</b>	13,492,486	179,629	13,672,115
<b>Total</b>	<u>\$ 107,213,923</u>	<u>\$ 8,499,228</u>	<u>\$ 115,713,151</u>

Additional information on capital assets can be found in the Notes to the Financial Statements.

### Long-Term debt

At September 30, 2002, Lake County had bonded debt outstanding of \$8,400,000. This amount includes \$4,165,000 in Sales Tax Refunding Revenue Bonds which were paid in full on December 1, 2002. The remainder of bonded debt outstanding includes \$4,235,000 in Pari-mutuel Revenues Replacement bonds. These bonds were issued in 2001 to fund county-wide recreation projects. They are secured by sales tax revenues which are paid to the County by the State of Florida as a replacement for funds previously distributed from pari-mutuel wagering revenues. Both series of bonds are rated "AAA" by Standard and Poor's Ratings Services Group and Fitch, Inc.

Other debt outstanding consists of a line of credit in the Landfill Fund that amounted to \$11,000,000 at year end. A payment of \$1,000,000 was made subsequent to year and the remaining \$10,000,000 was converted to fixed rate debt in December, 2002. The note is due in annual payments of \$1,000,000 for ten years at an interest rate of 3.69%.

Additional information on debt can be found in the Notes to the Financial Statements.

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

- The unemployment rate for Lake County is estimated at 4.8% compared to 5.4% for the state and 6.0% for the nation. Last year's rate for the County was 3.7%.
- Inflation is low nationally with the consumer price index at 1.8% over the prior year. Locally, the composite cost of living index for the metropolitan statistical area is 98.9.
- Return on investments for the upcoming year will be lower as maturing investments are reinvested at lower rates. Short term (less than 90 days) interest rates are about 1.5% compared to 2.9% at the end of last fiscal year.

All of these factors were considered in preparing the County's budget for the 2003 fiscal year. In addition, at its final budget hearing on September 17, 2002, the Board adopted the following millage rates:

- General Fund: 5.087 mills and an additional millage of .83 for solid waste. This additional millage will be used to reduce the tipping fee in the solid waste fund from \$95 per ton to \$45 per ton.
- Stormwater: .4 mills in accordance with the five year implementation plan mentioned earlier.
- Lake County Ambulance Fund: .5289 mills.

## **Requests for Information**

This financial report is designed to provide a general overview of the Lake County finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Finance Department, 315 West Main Street, Tavares, Florida 32778.

In addition, financial statements for the Lake County Industrial Development Authority, a component unit of the County, may be obtained from the above address.

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF NET ASSETS**  
September 30, 2002

<b>Assets</b>	<b>Governmental Activities</b>	<b>Business-Type Activity</b>	<b>Total</b>
<b>Current Assets:</b>			
Cash and Cash Equivalents	\$ 96,468,008	\$ 4,702,399	\$ 101,170,407
Other Investments	5,497,727	-	5,497,727
Restricted Cash and Cash Equivalents	-	120,708	120,708
Accounts Receivable	318,007	1,445,432	1,763,439
Due from Other Governments	5,870,885	71,586	5,942,471
Inventories	920,949	-	920,949
Prepaid Items	82,275	-	82,275
<b>Total Current Assets</b>	<b>109,157,851</b>	<b>6,340,125</b>	<b>115,497,976</b>
<b>Noncurrent Assets:</b>			
Restricted Cash and Cash Equivalents	-	6,619,560	6,619,560
Assessments Receivable	228,913	-	228,913
Deferred Charge	74,089	1,728,263	1,802,352
Land and Other Nondepreciable Assets	18,849,432	3,123,215	21,972,647
Capital Assets, Net of Accumulated Depreciation	88,364,491	5,376,013	93,740,504
<b>Total Noncurrent Assets</b>	<b>107,516,925</b>	<b>16,847,051</b>	<b>124,363,976</b>
<b>Total Assets</b>	<b>216,674,776</b>	<b>23,187,176</b>	<b>239,861,952</b>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts Payable	5,475,681	1,136,142	6,611,823
Retainage Payable	806,429	-	806,429
Accrued Liabilities	1,752,856	43,040	1,795,896
Due to Other Governments	430,166	28,998	459,164
Deposits	2,113,282	50,677	2,163,959
Estimated Claims Payable	1,681,540	-	1,681,540
Current Portion of Long Term Obligations	6,691,803	1,168,314	7,860,117
<b>Total Current Liabilities</b>	<b>18,951,757</b>	<b>2,427,171</b>	<b>21,378,928</b>
<b>Noncurrent Liabilities:</b>			
Noncurrent Portion of Long Term Obligations	6,556,314	49,549	6,605,863
Line of Credit Payable	-	10,000,000	10,000,000
Landfill Closure and Post Closure Care Costs	-	4,918,298	4,918,298
<b>Total Noncurrent Liabilities</b>	<b>6,556,314</b>	<b>14,967,847</b>	<b>21,524,161</b>
<b>Total Liabilities</b>	<b>25,508,071</b>	<b>17,395,018</b>	<b>42,903,089</b>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	102,630,953	3,693,211	106,324,164
Restricted for Closure and Post Closure Care Costs	-	1,511,859	1,511,859
Restricted for Transportation Expenses	27,736,780	-	27,736,780
Restricted for Capital Projects	14,986,623	-	14,986,623
Restricted for Public Safety	8,090,265	-	8,090,265
Restricted for Debt Service	7,490,719	172,338	7,663,057
Restricted for Other Purposes	5,328,207	-	5,328,207
Unrestricted	24,903,158	414,750	25,317,908
<b>Total Net Assets</b>	<b>\$ 191,166,705</b>	<b>\$ 5,792,158</b>	<b>\$ 196,958,863</b>

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

**LAKE COUNTY, FLORIDA  
STATEMENT OF ACTIVITIES  
For the Year Ended September 30, 2002**

<b>Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Governmental Activities:</b>				
General Government	\$ 27,698,423	\$ 5,954,691	\$ 800,681	\$ -
Public Safety	56,829,456	10,341,315	1,017,206	254,835
Physical Environment	1,844,043	472,415	136,108	-
Transportation	9,176,041	1,043,148	6,096,162	11,174,577
Economic Environment	6,229,876	-	2,203,418	-
Human Services	4,615,841	83,742	2,959,243	-
Culture and Recreation	5,078,327	304,574	455,742	-
Court-Related	6,542,853	3,099,943	481,358	-
Interest on Long-Term Debt	577,519	-	297,667	-
<b>Total Governmental Activities</b>	<b>118,592,379</b>	<b>21,299,828</b>	<b>14,447,585</b>	<b>11,429,412</b>
<b>Business-Type Activity:</b>				
Landfill	14,290,466	13,909,786	99,288	-
<b>Total</b>	<b>\$ 132,882,845</b>	<b>\$ 35,209,614</b>	<b>\$ 14,546,873</b>	<b>\$ 11,429,412</b>

**General Revenues**

Taxes:

Property Taxes

Sales Taxes

Gas Taxes

Franchise Fees

Other

Intergovernmental Revenues

Investment Income

Miscellaneous

**Transfers**

**Total General Revenues and Transfers**

**Change in Net Assets**

**Net Assets at Beginning of Year**

**Net Assets at End of Year**

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

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

<b>Governmental Activities</b>	<b>Business-Type Activity</b>	<b>Total</b>
\$ (20,943,051)	\$ -	\$ (20,943,051)
(45,216,100)	-	(45,216,100)
(1,235,520)	-	(1,235,520)
9,137,846	-	9,137,846
(4,026,458)	-	(4,026,458)
(1,572,856)	-	(1,572,856)
(4,318,011)	-	(4,318,011)
(2,961,552)	-	(2,961,552)
(279,852)	-	(279,852)
<b>(71,415,554)</b>	<b>-</b>	<b>(71,415,554)</b>
-	(281,392)	(281,392)
<b>(71,415,554)</b>	<b>(281,392)</b>	<b>(71,696,946)</b>
47,277,830	-	47,277,830
14,311,889	-	14,311,889
5,692,284	-	5,692,284
1,119,189	315,578	1,434,767
9,259,852	-	9,259,852
13,061,458	-	13,061,458
3,055,096	915,907	3,971,003
1,810,099	591,506	2,401,605
1,064,943	(1,064,943)	-
<b>96,652,640</b>	<b>758,048</b>	<b>97,410,688</b>
<b>25,237,086</b>	<b>476,656</b>	<b>25,713,742</b>
<b>165,929,619</b>	<b>5,315,502</b>	<b>171,245,121</b>
<b>\$ 191,166,705</b>	<b>\$ 5,792,158</b>	<b>\$ 196,958,863</b>

**LAKE COUNTY, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2002**

<u>Assets</u>	<u>Major Special Revenue Funds</u>		
	<u>General Fund</u>	<u>Road Impact Fees</u>	<u>County Sales Tax</u>
Cash	\$ 1,852,367	\$ -	\$ -
Pooled Cash and Investments	25,839,289	22,586,711	1,828,431
Other Investments	-	-	-
Accounts Receivable	127,366	-	-
Assessments Receivable	-	-	-
Due from Other Funds	261,818	-	-
Intragovernmental Receivables	457,737	-	-
Due from Other Governments	1,283,524	915,343	1,598,411
Inventories	322,042	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b>\$ 30,144,143</b>	<b>\$ 23,502,054</b>	<b>\$ 3,426,842</b>
 <u>Liabilities and Fund Balances</u>			
<b>Liabilities:</b>			
Accounts Payable	\$ 2,155,735	\$ 780,941	\$ -
Retainage Payable	-	443,479	-
Accrued Liabilities	1,373,481	-	-
Due to Other Funds	-	-	-
Intragovernmental Payables	423,909	-	-
Due to Other Governments	427,116	-	-
Deferred Revenue	25,003	-	-
Deposits	2,083,458	-	-
<b>Total Liabilities</b>	<b>6,488,702</b>	<b>1,224,420</b>	<b>-</b>
 <b>Fund Balances:</b>			
Reserved for Encumbrances	976,913	2,573,059	-
Reserved for Inventories	285,109	-	-
Reserved for Prepaid Expenditures	-	-	-
Reserved for Law Enforcement	-	-	-
Reserved for Debt Service	-	-	-
Reserved for Capital Projects	-	-	-
Unreserved, reported in			
General Fund	22,393,419	-	-
Special Revenue Funds	-	19,704,575	3,426,842
<b>Total Fund Balances</b>	<b>23,655,441</b>	<b>22,277,634</b>	<b>3,426,842</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 30,144,143</b>	<b>\$ 23,502,054</b>	<b>\$ 3,426,842</b>

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

<u>Major Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Sales Tax Capital Projects</u>		
\$ -	\$ 1,653	\$ 1,854,020
12,004,199	25,021,241	87,279,871
-	3,723,622	3,723,622
-	186,308	313,674
-	228,913	228,913
-	-	261,818
-	505,262	962,999
-	1,563,411	5,360,689
-	459,540	781,582
-	8,400	8,400
<b>\$ 12,004,199</b>	<b>\$ 31,698,350</b>	<b>\$ 100,775,588</b>
\$ 425,799	\$ 1,935,724	\$ 5,298,199
214,760	148,190	806,429
-	370,361	1,743,842
-	261,818	261,818
26,756	18,864	469,529
-	3,050	430,166
-	228,913	253,916
-	4,821	2,088,279
<b>667,315</b>	<b>2,971,741</b>	<b>11,352,178</b>
3,018,967	2,122,280	8,691,219
-	459,539	744,648
-	8,400	8,400
-	154,715	154,715
-	7,490,719	7,490,719
8,317,917	215,795	8,533,712
-	-	22,393,419
-	18,275,161	41,406,578
<b>11,336,884</b>	<b>28,726,609</b>	<b>89,423,410</b>
<b>\$ 12,004,199</b>	<b>\$ 31,698,350</b>	<b>\$ 100,775,588</b>

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**LAKE COUNTY, FLORIDA**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE NET ASSETS OF GOVERNMENTAL ACTIVITIES**  
September 30, 2002

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

<b>Fund balances-total governmental funds</b>	<b>\$</b>	<b>89,423,410</b>
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. This is the amount of capital assets net of accumulated depreciation.		107,104,462
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Interest expense reported in the fund statements is considered prepaid expense in the statement of activities.		73,875
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Long-term revenues for which recognition is deferred in the governmental funds are recorded as revenue in the statement of activities.		228,913
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Internal service funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		7,466,722
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		(13,130,677)
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<b>Net assets of governmental activities</b>	<b>\$</b>	<b><u>191,166,705</u></b>
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The notes to the financial statements are an integral part of this statement.

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2002**

	<u>General</u>	<u>Major Special Revenue Funds</u>	
		<u>Road Impact Fees</u>	<u>County Sales Tax</u>
<b>Revenues</b>			
Taxes	\$ 42,656,810	\$ -	\$ 14,311,889
Licenses and Permits	455,227	-	-
Intergovernmental	15,320,736	266,073	-
Charges for Services	10,551,107	-	-
Fines and Forfeitures	1,369,936	-	-
Special Assessments	-	11,160,226	-
Investment Income	978,261	616,101	34,891
Miscellaneous	1,000,740	-	-
<b>Total Revenues</b>	<b><u>72,332,817</u></b>	<b><u>12,042,400</u></b>	<b><u>14,346,780</u></b>
<b>Expenditures</b>			
Current:			
General Government	22,553,955	-	-
Public Safety	35,244,221	-	-
Physical Environment	1,394,529	-	-
Transportation	-	9,923,198	-
Economic Environment	1,144,390	-	-
Human Services	3,764,224	-	-
Culture and Recreation	1,476,109	-	-
Court-Related Expenditures	5,879,840	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b><u>71,457,268</u></b>	<b><u>9,923,198</u></b>	<b><u>-</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>875,549</u></b>	<b><u>2,119,202</u></b>	<b><u>14,346,780</u></b>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	5,825,608	-	-
Operating Transfers Out	(6,276,145)	(467,782)	(13,549,220)
<b>Total Other Financing Sources (Uses)</b>	<b><u>(450,537)</u></b>	<b><u>(467,782)</u></b>	<b><u>(13,549,220)</u></b>
<b>Net Change in Fund Balances</b>	<b>425,012</b>	<b>1,651,420</b>	<b>797,560</b>
<b>Fund Balance at Beginning of Year</b>	<b>23,165,509</b>	<b>20,626,214</b>	<b>2,629,282</b>
Inventory Reserve Increase	64,920	-	-
<b>Fund Balance at End of Year</b>	<b><u>\$ 23,655,441</u></b>	<b><u>\$ 22,277,634</u></b>	<b><u>\$ 3,426,842</u></b>

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

<b>Major Capital Projects Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Sales Tax Capital Projects</b>		
\$ -	\$ 20,692,345	\$ 77,661,044
-	4,343,726	4,798,953
-	12,347,859	27,934,668
-	2,863,965	13,415,072
-	622,825	1,992,761
-	805,590	11,965,816
370,203	805,475	2,804,931
-	1,028,888	2,029,628
<b>370,203</b>	<b>43,510,673</b>	<b>142,602,873</b>
-	575,688	23,129,643
-	21,153,248	56,397,469
-	1,006,378	2,400,907
-	11,439,625	21,362,823
-	5,503,944	6,648,334
-	880,043	4,644,267
-	3,278,731	4,754,840
-	169,475	6,049,315
-	4,010,000	4,010,000
-	578,555	578,555
11,074,784	428,275	11,503,059
<b>11,074,784</b>	<b>49,023,962</b>	<b>141,479,212</b>
<b>(10,704,581)</b>	<b>(5,513,289)</b>	<b>1,123,661</b>
8,159,640	10,120,132	24,105,380
-	(3,128,629)	(23,421,776)
<b>8,159,640</b>	<b>6,991,503</b>	<b>683,604</b>
<b>(2,544,941)</b>	<b>1,478,214</b>	<b>1,807,265</b>
<b>13,881,825</b>	<b>27,171,204</b>	<b>87,474,034</b>
-	77,191	142,111
<b>\$ 11,336,884</b>	<b>\$ 28,726,609</b>	<b>\$ 89,423,410</b>

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**LAKE COUNTY, FLORIDA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**For The Year Ended September 30, 2002**

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

<b>Net change in fund balances-total governmental funds</b>	<b>\$</b>	<b>1,807,265</b>
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$26,760,434 exceeded depreciation of \$6,034,648 in the current period.		20,725,786
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The net effect of miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations ) is to decrease net assets.		(1,349,219)
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Long-term revenues for which recognition is deferred in the governmental funds are recorded as revenue in the statement of activities.		(91,199)
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The issuance of long-term debt 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. This amount is the net effect of these differences in the treatment of long-term debt and related items.		4,011,036
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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.		(245,347)
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Internal service funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The net revenue of internal service funds is reported with governmental activities.		378,764
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<b>Change in net assets of governmental activities</b>	<b>\$</b>	<b><u>25,237,086</u></b>
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The notes to the financial statements are an integral part of this statement.

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 43,939,136	\$ 44,068,012	\$ 42,656,810	\$ (1,411,202)
Licenses and Permits	426,000	426,000	455,227	29,227
Intergovernmental	13,826,499	14,506,889	15,320,736	813,847
Charges for Services	10,133,545	10,380,045	10,551,107	171,062
Fines and Forfeitures	1,274,500	1,085,700	1,369,936	284,236
Investment Income	1,176,000	831,000	978,261	147,261
Miscellaneous	727,700	562,950	1,000,740	437,790
Less: Statutory Requirement	(3,303,302)	(3,303,302)	-	3,303,302
<b>Total Revenues</b>	<b><u>68,200,078</u></b>	<b><u>68,557,294</u></b>	<b><u>72,332,817</u></b>	<b><u>3,775,523</u></b>
<b>Expenditures</b>				
<b>Current:</b>				
<b>General Government:</b>				
Legislative Offices	435,460	435,460	409,558	25,902
Executive Offices	1,250,666	1,372,074	1,214,249	157,825
Administrative Services	3,679,887	3,977,588	3,338,979	638,609
Growth Management	1,418,432	1,459,166	1,259,761	199,405
Community Services	60,551	60,501	41,231	19,270
Public Works	5,455,906	5,516,220	4,338,897	1,177,323
Emergency Services	292,127	294,127	176,877	117,250
Constitutional Officers	328,281	360,770	340,956	19,814
Clerk of the Circuit Court	4,471,610	4,635,756	4,446,176	189,580
Property Appraiser	1,724,263	1,722,307	1,721,679	628
Tax Collector	3,104,577	3,119,561	2,850,752	268,809
Supervisor of Elections	986,747	1,512,648	1,330,185	182,463
Non-Departmental	1,327,346	1,567,914	1,084,655	483,259
Total General Government	<u>24,535,853</u>	<u>26,034,092</u>	<u>22,553,955</u>	<u>3,480,137</u>
<b>Public Safety:</b>				
Growth Management	599,812	594,312	553,829	40,483
Community Services	938,794	938,794	907,755	31,039
Emergency Services	381,690	362,356	351,854	10,502
Sheriff	32,395,211	32,641,211	32,135,824	505,387
Constitutional Officers	1,177,118	1,391,924	1,294,959	96,965
Total Public Safety	<u>35,492,625</u>	<u>35,928,597</u>	<u>35,244,221</u>	<u>684,376</u>
<b>Physical Environment:</b>				
Growth Management	673,907	864,239	675,020	189,219
Community Services	775,871	772,929	719,509	53,420
Total Physical Environment	<u>1,449,778</u>	<u>1,637,168</u>	<u>1,394,529</u>	<u>242,639</u>

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

**LAKE COUNTY, FLORIDA  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND**

**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures (Contd.)</b>				
<b>Current:</b>				
<b>Economic Environment:</b>				
Tourism	735,744	1,527,817	994,252	533,565
Community Services	154,277	154,078	150,138	3,940
<b>Total Economic Environment</b>	<u>890,021</u>	<u>1,681,895</u>	<u>1,144,390</u>	<u>537,505</u>
<b>Human Services:</b>				
Community Services	3,919,641	3,906,421	3,046,665	859,756
Emergency Services	758,101	759,515	717,559	41,956
<b>Total Human Services</b>	<u>4,677,742</u>	<u>4,665,936</u>	<u>3,764,224</u>	<u>901,712</u>
<b>Culture and Recreation:</b>				
Community Services	99,995	103,936	93,589	10,347
Public Works	1,886,167	1,792,383	1,361,007	431,376
Tourism	34,838	39,384	21,513	17,871
<b>Total Culture and Recreation</b>	<u>2,021,000</u>	<u>1,935,703</u>	<u>1,476,109</u>	<u>459,594</u>
<b>Court-Related Expenditures:</b>				
Judicial Support	1,476,284	1,580,084	1,364,216	215,868
State Attorney	140,908	165,908	115,742	50,166
Public Defender	181,505	197,505	158,527	38,978
Clerk of the Circuit Court	4,261,377	4,509,377	4,241,355	268,022
<b>Total Court-Related Expenditures</b>	<u>6,060,074</u>	<u>6,452,874</u>	<u>5,879,840</u>	<u>573,034</u>
<b>Total Expenditures</b>	<u>75,127,093</u>	<u>78,336,265</u>	<u>71,457,268</u>	<u>6,878,997</u>
<b>Excess of Revenues Over (Under) Expenditures:</b>	<b>(6,927,015)</b>	<b>(9,778,971)</b>	<b>875,549</b>	<b>10,654,520</b>
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	5,806,408	5,908,424	5,825,608	(82,816)
Operating Transfers Out	(6,446,189)	(6,504,169)	(6,276,145)	228,024
Reserve for Contingencies	(12,279,149)	(12,570,609)	-	12,570,609
<b>Total Other Financing Sources (Uses)</b>	<u>(12,918,930)</u>	<u>(13,166,354)</u>	<u>(450,537)</u>	<u>12,715,817</u>
<b>Net Change in Fund Balances</b>	<b>(19,845,945)</b>	<b>(22,945,325)</b>	<b>425,012</b>	<b>23,370,337</b>
<b>Fund Balance at Beginning of Year</b>	<b>19,845,945</b>	<b>22,945,325</b>	<b>23,165,509</b>	<b>220,184</b>
Inventory Reserve Increase	-	-	64,920	64,920
<b>Fund Balance at End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 23,655,441</b></u>	<u><b>\$ 23,655,441</b></u>

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MAJOR FUND - SPECIAL REVENUE FUND - ROAD IMPACT FEES**  
For the Year Ended September 30, 2002

	<u>Road Impact Fees</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Special Assessments	\$ 10,445,583	\$ 10,957,322	\$ 11,160,226	\$ 202,904
Intergovernmental	-	266,073	266,073	-
Investment Income	800,000	800,000	616,101	(183,899)
Less: Statutory Requirement	(562,279)	(562,279)	-	562,279
<b>Total Revenues</b>	<b>10,683,304</b>	<b>11,461,116</b>	<b>12,042,400</b>	<b>581,284</b>
<b>Expenditures</b>				
Current:				
Transportation	31,545,643	30,969,567	9,923,198	21,046,369
<b>Total Expenditures</b>	<b>31,545,643</b>	<b>30,969,567</b>	<b>9,923,198</b>	<b>21,046,369</b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b>(20,862,339)</b>	<b>(19,508,451)</b>	<b>2,119,202</b>	<b>21,627,653</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers Out	(969,125)	(969,125)	(467,782)	501,343
Reserve for Contingencies	-	(148,638)	-	148,638
<b>Total Other Financing Sources (Uses)</b>	<b>(969,125)</b>	<b>(1,117,763)</b>	<b>(467,782)</b>	<b>649,981</b>
<b>Net Change in Fund Balances</b>	<b>(21,831,464)</b>	<b>(20,626,214)</b>	<b>1,651,420</b>	<b>22,277,634</b>
<b>Fund Balance at Beginning of Year</b>	<b>21,831,464</b>	<b>20,626,214</b>	<b>20,626,214</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 22,277,634</b>	<b>\$ 22,277,634</b>

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

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MAJOR FUND - SPECIAL REVENUE FUND - COUNTY SALES TAX**  
For the Year Ended September 30, 2002

	<u>County Sales Tax</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Taxes	\$ 11,500,000	\$ 11,500,000	\$ 14,311,889	\$ 2,811,889
Investment Income	1,200	1,200	34,891	33,691
Less: Statutory Requirement	(575,060)	(575,060)	-	575,060
<b>Total Revenues</b>	<b>10,926,140</b>	<b>10,926,140</b>	<b>14,346,780</b>	<b>3,420,640</b>
<b>Expenditures</b>				
<b>Total Expenditures</b>	-	-	-	-
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b>10,926,140</b>	<b>10,926,140</b>	<b>14,346,780</b>	<b>3,420,640</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers Out	(11,537,331)	(13,549,220)	(13,549,220)	-
Operating Transfers Out	-	(6,202)	-	6,202
<b>Total Other Financing Sources (Uses)</b>	<b>(11,537,331)</b>	<b>(13,555,422)</b>	<b>(13,549,220)</b>	<b>6,202</b>
<b>Net Change in Fund Balances</b>	<b>(611,191)</b>	<b>(2,629,282)</b>	<b>797,560</b>	<b>3,426,842</b>
<b>Fund Balance at Beginning of Year</b>	<b>611,191</b>	<b>2,629,282</b>	<b>2,629,282</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,426,842</b>	<b>\$ 3,426,842</b>

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

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
September 30, 2002

	<u>Business-Type Activity Landfill Fund</u>	<u>Governmental Activities Internal Service Funds</u>
<b><u>Assets</u></b>		
<b>Current Assets:</b>		
Cash	\$ 1,350	\$ -
Pooled Cash and Investments	4,701,049	7,334,117
Other Investments	-	1,774,105
Restricted Cash and Investments	120,708	-
Accounts Receivable	1,445,432	4,333
Intragovernmental Receivables	21,586	8,022
Due from Other Governments	50,000	8,704
Inventory	-	139,367
<b>Total Current Assets</b>	<b>6,340,125</b>	<b>9,268,648</b>
<b>Noncurrent Assets:</b>		
Restricted Cash and Investments	6,619,560	-
Deferred Charge	1,728,263	-
Capital Assets:		
Land	2,943,586	-
Buildings	2,211,665	-
Equipment	5,665,244	285,228
Improvements Other Than Buildings	6,284,201	-
Construction Work in Progress	179,629	-
Less: Accumulated Depreciation	(8,785,097)	(175,767)
Total Capital Assets	8,499,228	109,461
<b>Total Noncurrent Assets</b>	<b>16,847,051</b>	<b>109,461</b>
<b>Total Assets</b>	<b>\$ 23,187,176</b>	<b>\$ 9,378,109</b>
 <b><u>Liabilities</u></b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 1,136,142	\$ 175,167
Accrued Liabilities	43,040	9,014
Due to Other Governments	28,998	-
Due to Fiscal Agent	-	2,315
Estimated Insurance Claims Payable	-	1,681,540
Deposits	50,677	-
Current Portion of Long Term Obligations	1,168,314	21,242
<b>Total Current Liabilities</b>	<b>2,427,171</b>	<b>1,889,278</b>
<b>Noncurrent Liabilities:</b>		
Accrued Benefits Payable	49,549	22,109
Line of Credit Payable	10,000,000	-
Landfill Closure and Post Closure Care Costs	4,918,298	-
<b>Total Noncurrent Liabilities</b>	<b>14,967,847</b>	<b>22,109</b>
<b>Total Liabilities</b>	<b>\$ 17,395,018</b>	<b>\$ 1,911,387</b>
 <b><u>Net Assets</u></b>		
Invested in Capital Assets, Net of Related Debt	\$ 3,693,211	\$ 109,461
Restricted for Closure and Post Closure Care Costs	1,511,859	-
Restricted for Debt Service	172,338	-
Unrestricted Net Assets	414,750	7,357,261
<b>Total Net Assets</b>	<b>\$ 5,792,158</b>	<b>\$ 7,466,722</b>

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

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET ASSETS**  
**PROPRIETARY FUNDS**  
**For the Year Ended September 30, 2002**

	<b>Business-Type Activity <u>Landfill Fund</u></b>	<b>Governmental Activities <u>Internal Service Funds</u></b>
<b>Operating Revenues:</b>		
Franchise Fees	\$ 315,578	\$ -
Charges for Services	13,909,786	7,684,913
Miscellaneous	591,506	-
<b>Total Operating Revenues</b>	<b><u>14,816,870</u></b>	<b><u>7,684,913</u></b>
<b>Operating Expenses:</b>		
Benefit Payments and Claims	-	5,489,454
Personal Services	2,177,259	490,617
Contracted Services	9,960,169	7,928
Supplies and Materials	175,743	538,750
Repairs and Maintenance	191,014	319,843
Utilities	25,824	10,129
Other Charges and Services	183,953	1,050,430
Depreciation and Amortization	957,704	33,176
Landfill Closure and Post Closure Care Costs	194,305	-
<b>Total Operating Expenses</b>	<b><u>13,865,971</u></b>	<b><u>7,940,327</u></b>
<b>Operating Income (Loss)</b>	<b>950,899</b>	<b>(255,414)</b>
<b>Non-Operating Revenues (Expenses):</b>		
Interest Revenue	915,907	250,165
Interest and Financing Costs	(227,168)	-
Recycling and Other Grants	99,288	-
Aid to Government Agencies	(180,572)	-
Net Gain (Loss) on Disposal of Fixed Assets	(16,755)	2,674
<b>Total Non-Operating Revenues (Expenses)</b>	<b><u>590,700</u></b>	<b><u>252,839</u></b>
<b>Income (Loss) Before Operating Transfers</b>	<b>1,541,599</b>	<b>(2,575)</b>
Operating Transfers In	-	597,108
Operating Transfers Out	(1,064,943)	(215,769)
<b>Total Operating Transfers</b>	<b><u>(1,064,943)</u></b>	<b><u>381,339</u></b>
<b>Change in Net Assets</b>	<b>476,656</b>	<b>378,764</b>
<b>Total Net Assets at Beginning of Year</b>	<b><u>5,315,502</u></b>	<b><u>7,087,958</u></b>
<b>Total Net Assets at End of Year</b>	<b><u>\$ 5,792,158</u></b>	<b><u>\$ 7,466,722</u></b>

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

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
For the Year Ended September 30, 2002

	<b>Business-Type Activity Landfill Fund</b>	<b>Governmental Activities Internal Service Funds</b>
<b>Cash Flows from Operating Activities:</b>		
Cash Received from Customers, and Contributions		
Including Cash Deposits	\$ 14,140,885	\$ 7,742,368
Cash Paid to Suppliers and for Claims	(10,578,747)	(7,090,648)
Cash Paid to Employees	(1,863,993)	(409,438)
Cash Paid to Internal Service Fund	(323,309)	(78,724)
Cash Received from Franchise Fees	315,578	-
<b>Net Cash Provided by Operating Activities</b>	<b>1,690,414</b>	<b>163,558</b>
<b>Cash Flows from NonCapital Financing Activities:</b>		
Cash Received for NonCapital Grants	86,306	-
Payments to Government Agencies	(180,572)	-
Cash Transfers from Other Funds	-	597,108
Cash Transfers to Other Funds	(1,064,943)	(215,769)
<b>Net Cash (Used) Provided for NonCapital Financing Activities</b>	<b>(1,159,209)</b>	<b>381,339</b>
<b>Cash Flows From Capital And Related Financing Activities:</b>		
Payment on Line of Credit	(2,000,000)	-
Interest and Financing Costs Paid on Line of Credit	(227,168)	-
Additions to Property, Plant and Equipment	(552,414)	(11,909)
<b>Net Cash Used for Capital and Related Financing Activities</b>	<b>(2,779,582)</b>	<b>(11,909)</b>
<b>Cash Flows from Investing Activities:</b>		
Interest Received	913,587	250,165
<b>Net Cash Provided by Investing Activities</b>	<b>913,587</b>	<b>250,165</b>
<b>Net Increase (Decrease) in Cash And Cash Equivalents</b>	<b>(1,334,790)</b>	<b>783,153</b>
Cash and Cash Equivalents at October 1	12,777,457	8,325,069
<b>Cash and Cash Equivalents at September 30</b>	<b>\$ 11,442,667</b>	<b>\$ 9,108,222</b>

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

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
For the Year Ended September 30, 2002

	<u>Business-Type Activity Landfill Fund</u>	<u>Governmental Activities Internal Service Fund</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities</b>		
<b>Operating Income (Loss)</b>	<b>\$ 950,899</b>	<b>\$ (255,414)</b>
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:</b>		
Depreciation and Amortization Expense	957,704	33,176
( Increase) Decrease in Accounts Receivable	(331,218)	22,434
( Increase) Decrease in Intragovernmental Receivables	(7,425)	2,201
Decrease in Due from Other Governments	-	32,819
Increase in Inventory	-	(13,408)
Decrease in Prepaid Expense	-	7
Increase in Closure and Post Closure Costs	20,155	-
Increase in Accounts Payable	120,525	105,941
Decrease in Retainage Payable	(12,683)	-
Increase in Advance Deposits	2,500	-
Increase in Accrued Liabilities	7,875	445
Decrease in Due to Fiscal Agent	-	(726)
Increase in Estimated Claims Payable	-	234,073
Increase (Decrease) in Accrued Benefits Payable	(17,918)	2,010
<b>Total Adjustments</b>	<b><u>739,515</u></b>	<b><u>418,972</u></b>
<b>Net Cash Provided by Operating Activities</b>	<b><u>\$ 1,690,414</u></b>	<b><u>\$ 163,558</u></b>
<b><u>Noncash Investing, Capital and Financing Activities</u></b>		
Gain (Loss) on Disposition of Fixed Assets	(16,755)	2,674
Interest Revenue Reported in Accounts Receivable	133,569	-

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

LAKE COUNTY, FLORIDA  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
FIDUCIARY FUNDS  
September 30, 2002

	<b>Agency Funds</b>
<b><u>Assets</u></b>	
Cash	\$ 2,338,022
Pooled Cash and Investments	2,615,596
Restricted Cash and Investments	504,987
Other Investments	31,000
Accounts Receivable	462
<b>Total Assets</b>	<b>\$ 5,490,067</b>
<b><u>Liabilities</u></b>	
<b>Liabilities:</b>	
Accounts Payable	\$ 302,681
Intragovernmental Payables	523,078
Due to Other Governments	1,870,957
Deposits	1,386,971
Taxes Collected in Advance	1,000,209
Cash Bonds Payable	406,171
<b>Total Liabilities</b>	<b>\$ 5,490,067</b>

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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Lake County, Florida, (the County), have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

A. Reporting Entity:

Lake County is a political subdivision of the State of Florida pursuant to Article VIII, Section (1), Constitution of the State of Florida. It is guided by an elected Board of County Commissioners (the Board) which is governed by state statutes. In addition to the members of the Board, there are five elected Constitutional Officers: the Tax Collector, Property Appraiser, Clerk of the Circuit Court (Clerk), Sheriff and the Supervisor of Elections. The entities controlled by these officials are combined and comprise the primary government.

The Board funds a portion, or in certain instances all, of the operating budgets of the County's Constitutional Officers. The payments by the Board to fund the operations of the Constitutional Officers are recorded as "Operating Transfers Out" on the financial statements of the Board and as "Operating Transfers In" on the financial statements of the Constitutional Officers. Florida Statutes require the applicable budget excess of the Constitutional Officers to be paid over to the Board at the close of the fiscal year. Accordingly, such amounts are recorded as "Operating Transfers Out" by the Constitutional Officers and "Operating Transfers In" by the Board.

Segment information is reported for each of the County's Constitutional Officers within the General Fund. Eliminations of intragovernmental receivables, payables, and operating transfers have been made and are reported in the financial statements.

The accompanying financial statements present Lake County (the primary government described above) and its component units. A component unit is a legally separate organization for which the County is financially accountable. Blended component units, although legally separate entities, are in substance, part of the County's operations. A description of the County's component units and the criteria for their inclusion in the County's financial statements follows:

Blended Component Units:

Lake County Municipal Taxing Unit for Fire Protection; Greater Hills Municipal Service Unit; Greater Groves Municipal Service Benefit Unit; Village Green Street

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Lighting; Greater Pines Municipal Services; Picciola Island Street Lighting; and Valencia Terrace Street Lighting: These funds are supported by fees collected from the residents who benefit from these services; however, pursuant to Florida Statutes, the Board of County Commissioners is the governing body of these organizations.

These funds are included as Special Revenue Funds.

Discretely Presented Component Unit:

Lake County Industrial Development Authority (Authority): The Authority was created by resolution of the Board pursuant to Florida Statutes for the purpose of financing public projects and fostering economic development in the County. The County contracts with the Economic Development Commission of Mid-Florida, Inc. to provide these services. The Authority is funded by the County and by fees collected from the issuance of bonds. The bonds issued by the Authority constitute "no-commitment debt", and are, therefore, not reported as liabilities of the Authority. The Authority had no assets, liabilities or fund equity as of the year ended September 30, 2002. Two companies issued bonds through the Authority during 2002 for which the Authority reported revenue of \$41,000 and expenditures of \$41,000. The Authority publishes annual audited financial statements. Those statements may be obtained by contacting the Office of the Clerk of Courts, 315 West Main Street, Post Office Box 7800, Tavares, Florida 32778, 352-343-9808.

The following is a listing of the name and legal authority for each component unit of Lake County, Florida.

<u>Name</u>	<u>Legal Authority</u>
Lake County Municipal Taxing Unit for Fire Protection	County Ordinances 1985-13, 1990-24, 1990-29, 1991-18
Greater Hills Municipal Service Benefit Unit	County Ordinance 1990-28; County Resolution 1995-169
Greater Groves Municipal Service Benefit Unit	County Resolution 1993-226
Village Green Street Lighting	County Resolution 1993-224
Greater Pines Municipal Services	County Resolution 1993-227
Picciola Island Street Lighting	Resolution 1997-167

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Valencia Terrace Street Lighting	Resolution 1999-147
Lake County Industrial Development Authority	County Resolution 1987-8

Joint Ventures:

District Five Medical Examiner: Lake County is a participant in an interlocal agreement with Citrus, Hernando, Marion and Sumter counties to share the operating costs of the District Five Medical Examiner's Office (Medical Examiner). The Medical Examiner is governed by a committee consisting of one county commissioner from each county. The committee approves the annual budget and the method for dividing costs among the five counties. Lake County is the Administrative Coordinator for the Medical Examiner and is responsible for hiring employees, managing funds, and providing support services. Lake County receives a fee of 5% of expenditures to cover these support services. In addition, Lake County provided the facility that is used for the operation of the office. The costs of maintenance, repair, upkeep and subsequent capital expenditures of and for the facility, however, are considered costs of the joint venture. Any one of the counties has the right to terminate its participation by giving 60 days notice to the other counties and paying its share of the costs up to the date of termination. The termination of the interlocal agreement by one county does not affect the validity of the agreement for the other non-terminating counties.

The District Five Medical Examiner publishes annual audited financial statements. Those statements may be obtained by contacting the Office of the Clerk of Courts, 315 West Main Street, Post Office Box 7800, Tavares, Florida 32778, 352-343-9808.

Lake-Sumter Emergency Medical Services, Inc. (LSEMS): Lake County is a participant in an interlocal agreement with Sumter County to provide ambulance services to the citizens of each county through the creation of a non-profit corporation. The corporation is governed by a Board of Directors consisting of: one member each from the Sumter and Lake County Board of County Commissioners, one member each from a city commission within each county, one citizen from each county, and a representative from a hospital whose service area includes either county. Officers are elected by the Board except for the Treasurer which shall be the Lake County Clerk of Courts for the duration of the corporation's existence. As Treasurer, the Clerk is responsible for all funds of the corporation, including the receipt and disbursement of all cash. The Clerk receives an administrative fee for this service. The Board employs an executive director who is responsible for the daily operation of the ambulance service, including carrying out the Board's directives, hiring and firing employees, and preparing an annual operating budget. Funding is provided by Lake and Sumter

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Counties. All costs and expenses are prorated between the two counties based upon the number of transports each county received for the prior fiscal year. For fiscal year 2001-02, the interlocal agreement specified that Lake County shall be responsible for 80% of such costs and expenses and Sumter County shall be responsible for 20% of such costs and expenses. During the year ended September 30, 2002, Lake County provided funding of \$5,023,695. Upon notification by the Treasurer that a budget deficit exists, both Counties shall prorate the amount of deficit in accordance with the above allocation and remit such payment to the Treasurer.

Lake-Sumter Emergency Medical Services, Inc. publishes annual audited financial statements. Those statements may be obtained by contacting the Office of the Clerk of Courts, 315 West Main Street, Post Office Box 7800, Tavares, Florida 32778, 352-343-9808.

B. Government-wide and fund financial statements:

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of Lake County and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from the County's Landfill Fund, a business-type activity, which relies on user fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, such as general government, public safety, transportation, physical and economic environment, human services, culture and recreation and court related expenses, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements or a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the Landfill fund are reported as separate columns in the fund financial statements.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

C. Measurement focus, basis of accounting, and financial statement presentation:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, special assessments, intergovernmental revenues, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The general funds of the Clerk, Property Appraiser, Sheriff, Tax Collector and Supervisor of Elections are included in the County's General Fund.

The Road Impact Fees Special Revenue Fund accounts for revenues and expenditures for road improvements pursuant to County Ordinance 1985-1, as amended, and by Ordinance 1996-33.

The County Sales Tax Special Revenue Fund accounts for revenues collected from the discretionary infrastructure sales surtax pursuant to Chapter 212, Part I, Florida Statutes. This one cent levy was originally approved November

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

3, 1987, for a period of 15 years. An extension for another 15 years was approved by referendum November 6, 2001.

The Sales Tax Capital Projects Fund accounts for the construction of projects financed by the discretionary infrastructure sales surtax.

Lake County has the following major proprietary fund:

The Landfill Fund accounts for the operating of the County's landfills and the Waste to Energy Facility operated by a private vendor.

Additionally, Lake County has the following fund types:

Special Revenue Funds account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds account for the accumulation of resources for and the payment of principal and interest on the Sales Tax Bonds and Pari-Mutuel Revenues Replacement Bonds.

Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital facilities.

Internal Service Funds account for the provision of health and general liability insurance coverage and fleet maintenance services provided to other County departments or outside agencies and other governments, on a cost reimbursement basis.

Agency Funds account for situations where the County's role in handling funds is purely custodial, such as the receipt, temporary investment and subsequent payment to individuals, agencies or other governments.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the County's Landfill Fund and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the landfill enterprise fund, and of the County's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Proprietary funds also distinguish between restricted and unrestricted resources. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

Proprietary Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred. Proprietary Funds do not apply all Financial Accounting Standards Board (FASB) Statements and Interpretations issued after November 30, 1989.

D. Deposits and Investments:

Cash and cash equivalents consist of cash in the State Board of Administration cash management pool which has the general characteristic of a demand deposit account in that the County may deposit additional cash at any time and also may withdraw cash at any time without prior notice or penalty.

Section 125.31, Florida Statutes, gives the County the authority to invest surplus funds in:

- (a) The Local Government Surplus Funds Trust Fund.
- (b) Negotiable direct obligations of, or obligations the principal and interest of which are unconditionally guaranteed by, the U.S. Government.
- (c) Interest-bearing time deposits or savings accounts in banks organized under the laws of Florida, in national banks organized under the laws of the U.S. and doing business in Florida, or in savings and loan associations located in Florida and organized under federal law and federal supervision, provided that the deposits are collateralized as discussed below, or in federal savings and loan associations located in the state.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

- (d) Obligations of the federal farm credit banks; the Federal Home Loan Mortgage Corporation, including Federal Home Loan Bank or its district banks or obligations guaranteed by the Government National Mortgage Association.
- (e) Obligations of the Federal National Mortgage Association, including Federal National Mortgage Association participation certificates and mortgage pass-through certificates guaranteed by the Federal National Mortgage Association.

All investments are stated at fair value. Investment income includes interest earnings and realized and unrealized gains and losses on investments.

E. Inventories:

Inventories are stated at cost, using the first-in, first-out (FIFO) method. For the “consumption method” of accounting for inventories, the cost of an item is recorded as an expenditure at the time the item is used. The “purchases method” of accounting for inventories records the cost of an inventory item when it is purchased. Inventories reported under the purchases method for all Governmental Funds are equally offset by a fund balance reserve which indicates that they do not constitute available spendable resources even though they are a component of net current assets.

In the governmental fund financial statements, all governmental fund inventories are accounted for using the purchases method except for postage in the General Fund, which is accounted for using the consumption method. In the government-wide statements, all inventories are reported using the consumption method.

F. Property Taxes – Lien and Levy Dates

All real and tangible personal property taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified by the County Property Appraiser. The Tax Collector mails a notice of taxes levied by the various governmental entities in the County to each property owner on the assessment roll. Taxes may be paid upon receipt of such notice with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January, and one percent (1%) if paid in the month of February. Taxes paid during the month of March are without discount. All unpaid taxes on real and tangible personal property become delinquent on April 1 of the year following the year in which taxes were assessed.

Prior to May 1 of each year, a list of delinquent personal property taxpayers is advertised. Warrants are issued directing seizure and sale of the personal

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

property of the taxpayer if the delinquent taxes are not paid before May 1. On or before June 1 of the year following the year in which taxes were assessed, tax certificates are sold on all real estate parcels with outstanding taxes. These parcels are advertised once a week for four weeks prior to the tax certificate sale.

The key dates in the property tax cycle are as follows:

Assessment date	January 1
Assessment roll validated	July 1
Millage Resolution approved	By September 30
Beginning of fiscal year for which taxes have been levied	October 1
Tax bills rendered and due	November 1
Property taxes payable:	
Maximum discount	November 30
Delinquent	April 1
Tax Certificates sold	May 31

Collections of County, municipal, and independent taxing district taxes and remittances are accounted for in the Tax Collector's Tax Collections Trust Fund.

G. Capital Assets:

Capital assets, which include property, plant, equipment, and infrastructure assets, (see below), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$5,000 (equipment) or \$25,000 (land, building and infrastructure), and an estimated useful life in excess of 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 market value at the date of donation.

The cost of infrastructure assets, including road, bridges, curbs and gutters, streets, sidewalks, drainage systems and lighting systems, acquired during the current fiscal year is recorded in the government wide financial statements. Prior acquisitions during the period from October 1, 1980 through September 30, 2001 are required to be reported by September 30, 2006.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in 2002.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Property, plant, and equipment is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40
Building improvements	40
Land improvements	20
Infrastructure	25
Vehicles/Computer equipment	6
Furniture/Office equipment	10
Heavy equipment	20

H. Budgets and Budgetary Accounting:

Chapters 129 and 200, Florida Statutes, govern the County's annual budgetary process. The total of the estimated receipts, including balances brought forward, must equal the total of the appropriations and reserves, therefore enabling a balanced budget.

Pursuant to legal requirements, an annual appropriated budget is adopted by resolution subject to public hearing. Such resolution sets the budget appropriations on a fund by fund basis for the Governmental Fund Types and the Proprietary Fund Types. However, other Board approved policies, more fully discussed below, set the legal level of control at the major object level within a department. Since reporting budget to actual comparisons at the major object level would significantly increase the size of the Comprehensive Annual Financial Report, aggregation of such account classifications through revenue "source" and expenditure "function" is presented in this report. In addition, a detailed report comparing budgeted to actual expenditures is generated monthly and at year end and is made available to interested parties. The Constitutional Officers submit, at various times, to the Lake County Board of County Commissioners, and to certain divisions within the Department of Revenue, State of Florida, a proposed operating budget for the fiscal year commencing the following October 1. The tentative budget is reviewed and/or modified by the Board, after which public hearings are conducted pursuant to Section 200.065, Florida Statutes. Prior to October 1, the budget is legally enacted by approval of the Board of County Commissioners. The Department of Revenue, State of Florida, has the final authority on the operating budgets for the Tax Collector and the Property Appraiser included in the General Fund.

Budgetary information presented in this report is in a categorized format by revenue source and expenditure function which represents a higher level of summarization than the legal level of control.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

In addition to the legal requirements discussed above, the County has adopted management control and approval guidelines for expenditures and budget amendments. Key components of these management guidelines are as follows:

- (1) Transfers of budgeted amounts between major object codes of a department within a fund must be approved by the Board if they exceed \$25,000.
- (2) Transfers of budgeted amounts between departments or between funds must be approved by the Board following a public hearing.
- (3) No expenditure or encumbrance may occur without a sufficient budgetary balance.
- (4) All encumbered and unencumbered appropriations lapse at the close of the fiscal year. Encumbered amounts must be re-appropriated in the next fiscal year.

For the fiscal year 2001-2002, the Board of County Commissioners adopted budgets for the following funds and fund types: All Governmental Fund types, Landfill Fund and Internal Service Funds. The original budget is adopted before final audited beginning fund balances are available, resulting in differences between the beginning fund balance for the original and the final budget presentation in the governmental funds.

Except for the Landfill Fund and Fleet Maintenance Fund (Proprietary Fund Types), all budgets are prepared on a basis consistent with GAAP. The budget for these funds is prepared on an accrual basis and is in conformance with GAAP except that capital outlay expenses are budgeted for management purposes and subsequently recorded as assets as year end.

I. Deferred Charge:

The deferred charge recorded in the Landfill Fund represents amounts paid for capital improvements at the solid waste disposal/resource recovery facility, owned and operated by Covanta Lake, Inc. (Covanta), as more fully described in Note 7F. The County is contractually obligated under the terms of a service agreement with Covanta to provide these improvements which will be amortized over the life of the agreement. The service agreement expires July 1, 2014.

J. Accrued Benefits Payable:

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

K. Fund Equity:

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

L. Long-term Obligations:

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds, using the straight line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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 \$13,130,677 difference are as follows:

Bonds Payable	\$ 8,400,000
Less: Deferred Charge for Issuance Costs	(74,089)
Less: Issuance Discount	(48,090)
Capital Lease Payable	320,141
Compensated Absences	4,532,715
Net Adjustment	<u>\$ 13,130,677</u>

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

B. Prior Period Adjustment for certain differences between the Governmental Fund Balance and Net Assets at September 30, 2001:

Effective October 1, 2001, the County adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, GASB Statement No. 37, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments: Omnibus*, and GASB Statement No. 38, *Certain Financial Statement Note Disclosures*. These statements significantly change the financial reporting model, disclosure requirements, and reporting requirements for the government’s capital assets.

Implementation of these statements resulted in certain retroactive adjustments to beginning net assets for governmental activities. The adjustments for capital assets of \$124,374,972, net of \$36,647,078 accumulated depreciation, long-term liabilities of \$16,827,591, internal service fund assets of \$7,087,958, certain revenues earned in prior periods of \$320,112 and certain other adjustments of \$147,212 resulted in a restatement of net assets as of September 30, 2001 of \$78,455,585, increasing net assets from \$87,474,034 to \$165,929,619.

3. DEPOSITS AND INVESTMENTS

Pooled cash accounts are maintained for each fund of the Board of County Commissioners, Sheriff, and Clerk of the Circuit Court. Each fund’s portion of this pool is displayed on the Statement of Net Assets as “Pooled Cash and Investments”. Interest earned from investments with pooled cash is allocated to each of the funds based on the fund’s daily average equity balance. Each of the Constitutional Officers, with the exception of the Supervisor of Elections, maintains various cash deposit and investment accounts.

Deposits

The County’s deposits consisted of interest bearing demand accounts and certificates of deposit, all of which were entirely covered by federal depository insurance or by a multiple financial institution collateral pool pursuant to the Public Depository Security Act of the State of Florida. This Act requires that the County maintain deposits only in “qualified public depositories”. All qualified public depositories must deposit with the State Treasurer eligible collateral in such amounts as required by the Act. In addition, qualified public depositories are required under the Act to assume mutual responsibility against loss caused by the default or insolvency of other qualified public depositories of the same type. Should a default or insolvency occur, the State Treasurer will implement procedures for payment of losses according to the validated claims of the County.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Investments

The Board of County Commissioners and the Clerk of the Court are members of the Local Government Surplus Funds Trust Fund that is administered by the State Board of Administration of Florida (SBA).

The SBA is governed by Chapter 19-7 of the Florida Administrative Code which identifies the Rules of the State Board of Administration. These rules provide guidance and establish the general operating procedures for the administration of the Local Government Surplus Funds Trust Fund. Additionally, the Office of the Auditor General performs the operational audit of the activities and investments of the SBA.

The Local Government Surplus Funds Trust Fund is not a registrant with the Securities and Exchange Commission (SEC); however, its Board has adopted operating procedures consistent with the requirements for a 2a-7 fund. In accordance with these requirements, the method used to determine the participants' shares sold and redeemed is the amortized cost method. The amortized cost method is the same method used to report investments. Amortized cost includes accrued income and is a method of calculating an investment's value by adjusting its acquisition cost for the amortization of discount or premium over the period from purchase to maturity. Thus, the County's account balance in the fund is its fair value.

Pursuant to a resolution and execution of a joinder agreement, the County is also authorized to invest in the Florida Local Government Investment Trust (FLGIT). This fund was established in 1992 by the Florida Association of Court Clerks and the Florida Association of Counties to provide local governments with a professionally managed, longer term investment pool. The County's investment in this fund is recorded at fair value.

County funds are also placed in an overnight repurchase agreement. The repurchase agreement balance is collateralized with securities titled to the County and held by the bank.

Risk Categories

Three categories of risk level have been developed by the Government Accounting Standards Board (Statement No. 3) to disclose the various risks associated with the investment of public money:

1. Insured or registered, or securities held by the entity or its agent in the entity's name.
2. Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the entity's name.
3. Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

entity's name. (This includes the portion of the carrying amount of any underlying securities.)

Based upon the above criteria, the County's investments are classified in category 1. Investments in the SBA and FLGIT are not normally subject to risk categorization pursuant to GASB Statement No. 3. A summary of investments follows:

	<u>Total</u>
U.S. Agencies	\$ 18,044,385
Repurchase Agreements	1,720,581
Total Categorized Investments	<u>19,764,966</u>
Local Government Surplus Funds Investment Pool	64,188,431
Florida Local Government Investment Trust	2,617,076
Total Investments	<u>\$ 86,570,473</u>

A reconciliation of cash and investments as shown on the Statement of Net Assets follows:

	<u>Total</u>
Cash on Hand and Carrying Amount of Deposits	\$ 32,327,534
Carrying Amount of Investments	86,570,473
Total	<u>\$ 118,898,007</u>

	<u>Gov't-Wide</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 101,170,407	\$ 4,953,618	\$ 106,124,025
Current Restricted			
Cash and Cash Equivalents	120,708	504,987	625,695
Other Investments	5,497,727	31,000	5,528,727
Noncurrent Restricted			
Cash and Cash Equivalents	6,619,560	-	6,619,560
Total	<u>\$ 113,408,402</u>	<u>\$ 5,489,605</u>	<u>\$ 118,898,007</u>

4. ASSESSMENTS RECEIVABLE

Assessments receivable at September 30, 2002 consist primarily of \$228,913 in secondary roads, of which \$22,735 is current, \$169,044 is deferred and \$37,134 is past due.

These assessments are reported in the County Transportation Trust Fund and are administered by the Board. Assessments to the fund become due and payable thirty days after the final assessment roll is approved by the Board. All assessments not paid within the period are paid in equal installments over a

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

seven-year period, with interest ranging from 6.5% to 12% per annum. Any assessments payable in installments may be paid at any time, together with accrued interest to date.

5. CAPITAL ASSETS

A summary of governmental activities capital assets follows:

	<b>Balance Oct 1, 2001 As Restated</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance Sept 30 2002</b>
<b>Governmental activities:</b>				
Capital assets not depreciated:				
Land	\$ 5,861,097	\$ 375,119	\$ (879,270)	\$ 5,356,946
Construction work in progress	2,451,375	11,493,739	(452,628)	13,492,486
Total	<u>8,312,472</u>	<u>11,868,858</u>	<u>(1,331,898)</u>	<u>18,849,432</u>
Capital assets being depreciated:				
Buildings	84,112,191	1,191,182	-	85,303,373
Improvements	-	332,351	-	332,351
Machinery and equipment	32,242,856	5,873,574	(1,905,286)	36,211,144
Infrastructure	-	7,961,679	-	7,961,679
Total	<u>116,355,047</u>	<u>15,358,786</u>	<u>(1,905,286)</u>	<u>129,808,547</u>
Less accumulated depreciation:				
Buildings	(18,882,975)	(2,456,164)	-	(21,339,139)
Improvements	-	(28,808)	-	(28,808)
Machinery and equipment	(17,928,596)	(3,420,130)	1,435,337	(19,913,389)
Infrastructure	-	(162,720)	-	(162,720)
Total	<u>(36,811,571)</u>	<u>(6,067,822)</u>	<u>1,435,337</u>	<u>(41,444,056)</u>
Total capital assets being depreciated, net	<u>79,543,476</u>	<u>9,290,964</u>	<u>(469,949)</u>	<u>88,364,491</u>
Governmental activities capital assets, net	<u>\$ 87,855,948</u>	<u>\$ 21,159,822</u>	<u>\$ (1,801,847)</u>	<u>\$ 107,213,923</u>

Effective October 1, 2001, the County adopted the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. Implementation of GASB Statement No. 34 resulted in the restatement of certain capital asset balances at October 1, 2001. The capitalization limit for machinery and equipment was increased to \$5,000, resulting in a decrease of \$13,747,075 of machinery and equipment from the prior year General Fixed Asset Account Group balance. Other changes were the addition of accumulated depreciation of \$36,647,078 for assets not previously depreciated, addition of internal service fund assets of

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

\$292,547, net of accumulated depreciation of \$164,493, and certain adjustments to land, buildings and construction work in progress of \$1,361,022.

Depreciation expense for governmental activities (excluding internal service funds) was charged to functions as follows:

Governmental activities:	
General government	\$ 956,373
Public safety	3,528,614
Physical environment	57,144
Transportation	760,564
Economic environment	10,175
Human services	106,128
Culture and recreation	139,011
Court-related expenditures	476,639
	<hr/>
Total depreciation expense-governmental activities	<u><u>\$ 6,034,648</u></u>

A summary of business activities capital assets follows:

	<u>Balance October 1 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Sept 30 2002</u>
<b>Business-type activities:</b>				
Capital assets not depreciated:				
Land	\$ 2,943,586	\$ -	\$ -	\$ 2,943,586
Construction work in progress	255,782	87,014	(163,167)	179,629
Total	<u>3,199,368</u>	<u>87,014</u>	<u>(163,167)</u>	<u>3,123,215</u>
Capital assets being depreciated:				
Buildings	2,156,720	54,945	-	2,211,665
Improvements other than buildings	6,046,996	237,205	-	6,284,201
Machinery and equipment	5,411,715	341,748	(88,219)	5,665,244
Total	<u>13,615,431</u>	<u>633,898</u>	<u>(88,219)</u>	<u>14,161,110</u>
Less accumulated depreciation for:				
Buildings	(439,949)	(85,263)	-	(525,212)
Improvements other than buildings	(4,145,808)	(353,293)	-	(4,499,101)
Machinery and equipment	(3,454,855)	(372,062)	66,133	(3,760,784)
Total	<u>(8,040,612)</u>	<u>(810,618)</u>	<u>66,133</u>	<u>(8,785,097)</u>
Total capital assets being depreciated, net	<u>5,574,819</u>	<u>(176,720)</u>	<u>(22,086)</u>	<u>5,376,013</u>
Business-type activities capital assets, net	<u><u>\$ 8,774,187</u></u>	<u><u>\$ (89,706)</u></u>	<u><u>\$ (185,253)</u></u>	<u><u>\$ 8,499,228</u></u>

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

6. LONG-TERM DEBT

6(a) LAKE COUNTY, FLORIDA, BOARD OF COUNTY COMMISSIONERS SALES TAX REFUNDING REVENUE BONDS, SERIES 1992

On January 29, 1992, the County issued \$35,995,000 in bonds to advance refund \$32,535,000 of outstanding 1987 Sales Tax Revenue Bonds. The bonds are payable solely from the County's share of the Local Government Infrastructure Sales Surtax levied pursuant to Florida Statutes. The final payment of \$4,165,000 at an interest rate of 5.75% is due December 1, 2002.

6(b). LAKE COUNTY, FLORIDA, BOARD OF COUNTY COMMISSIONERS SALES TAX REVENUE BONDS (PARI-MUTUEL REVENUES REPLACEMENT PROGRAM, 2000)

The County issued \$4,400,000 in bonds to provide funds to finance the cost of acquisition, construction and equipping of certain capital improvements to be made within the County including the acquisition of land for a regional park and various walking and biking trails. The bonds are secured by a pledge of sales tax revenues received by the County as a replacement of the funds previously distributed under Chapter 550, Florida Statutes, from racetrack and jai alai fronton revenues. Bond principal payments are due in annual installments beginning October 1, 2001 continuing until October 1, 2019 with \$2,390,000 in term bonds due October 1, 2030. The serial bonds bear interest at rates ranging from 4.30% to 5.30%. The term bonds bear interest at 5.50%. The annual requirements to amortize the Pari-Mutuel Revenues Replacement Bonds at September 30, 2002 are as follows:

Fiscal Year Ended	Principal	Interest	Total
2003	\$ 75,000	\$ 221,513	\$ 296,513
2004	75,000	218,288	293,288
2005	80,000	214,987	294,987
2006	85,000	211,387	296,387
2007	90,000	207,563	297,563
2008-2112	500,000	973,584	1,473,584
2113-2017	635,000	839,874	1,474,874
2018-2022	825,000	653,855	1,478,855
2023-2027	1,075,000	372,600	1,447,600
2028-2030	795,000	119,099	914,099
Total	\$ 4,235,000	\$ 4,032,750	\$ 8,267,750

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

6(c). CAPITAL LEASES

On August 15, 1998, the Lake County Property Appraiser entered into a \$351,200 lease purchase agreement for the acquisition of computer software and hardware. Principal in the amount of \$320,141 and interest in the amount of \$50,769 are due in 2003 for this lease.

No lease payments were made during the current year or prior years as the Property Appraiser is disputing its obligation on the lease due to nonperformance on the part of the vendor. Amounts shown as due in fiscal year 2003 above include current and prior year disputed lease payments of \$288,485. The cost of the equipment related to this lease purchase agreement is \$351,200 and is reported and depreciated in the capital assets of the County.

6(d) CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended September 30, 2002, is as follows:

	Balance Oct 1, 2001 As Restated	Additions and Changes in Estimates	Payments and Reductions	Balance Sept 30, 2002	Due Within One Year
<u>Govt Activities</u>					
Revenue Bonds	\$ 8,105,000	\$ -	\$ 3,940,000	\$ 4,165,000	\$ 4,165,000
Pari-mutuel Revenues					
Replacement Bonds	4,305,000	-	70,000	4,235,000	75,000
Less Bond Discount	(49,808)	-	(1,718)	(48,090)	-
Total Bonds Payable	<u>12,360,192</u>	<u>-</u>	<u>4,008,282</u>	<u>8,351,910</u>	<u>4,240,000</u>
Capital Leases	320,141	-	-	320,141	320,141
Accrued Benefits Payable	<u>4,188,599</u>	<u>2,702,543</u>	<u>2,315,076</u>	<u>4,576,066</u>	<u>2,131,662</u>
Total - Govt Activities	<u>\$ 16,868,932</u>	<u>\$ 2,702,543</u>	<u>\$ 6,323,358</u>	<u>\$ 13,248,117</u>	<u>\$ 6,691,803</u>
	Balance Oct 1, 2001	Additions and Changes in Estimates	Payments	Balance Sept 30, 2002	Due Within One Year
<u>Business Activities</u>					
Line of Credit	\$ 13,000,000	\$ -	\$ 2,000,000	\$ 11,000,000	\$ 1,000,000
Accrued Benefits Payable	<u>115,074</u>	<u>29,687</u>	<u>47,606</u>	<u>97,155</u>	<u>47,606</u>
Total - Bus Activities	<u>\$ 13,115,074</u>	<u>\$ 29,687</u>	<u>\$ 2,000,000</u>	<u>\$ 11,097,155</u>	<u>\$ 1,047,606</u>

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

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. At year end \$43,351 of internal service funds compensated absences are included in the above amounts. Also, for the governmental activities, compensated absences are generally liquidated by the general fund.

The government-wide statements of net assets for business type activities include \$120,708 for the current portion and \$4,918,298 for the long-term portion of closing and long term care costs.

7. COMMITMENTS AND CONTINGENCIES

A. Various suits and claims, arising in the ordinary course of County operations, are pending against the County. The ultimate effect of such litigation cannot be ascertained at this time. It is the opinion of management and the County's legal counsel that the liabilities which may arise from such action would not result in losses which would materially affect the financial position of the County or the changes in its financial position.

B. Pursuant to County Ordinance Section 17, passed in 1985, road impact fees are collected by the County based on the transportation impact of new development. Fees and expenditures are segregated by six districts.

Any funds not expended or encumbered by the end of the calendar quarter immediately following six (6) years from the date the road impact fee was paid, shall, upon application of the feepayer, be returned to him with interest at the rate of six (6) percent per annum. This six year period may be extended for up to an additional three (3) years by action of the Board.

The following is a summary of impact fees which may be subject to refunds within the time limitations:

Year Deadline	District 1	District 2	District 3	District 4	District 5	District 6
9/30/2003	-	-	-	-	-	-
9/30/2004	-	-	-	-	-	-
9/30/2005	-	-	-	64,630	-	-
9/30/2006	-	-	1,480,293	402,891	1,650,237	-
9/30/2007	95,763	-	1,886,636	338,237	4,901,140	898,278
9/30/2008	186,174	1,880,576	1,868,466	590,085	5,042,142	992,087

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

C. Pursuant to County Ordinance Section 15.04, passed in 1996, fire services impact fees are collected by the Board to accommodate new development without decreasing the current level of fire services. Any funds not expended or encumbered by the end of the calendar quarter immediately following six (6) years from the date the fire services impact fee monies were paid shall be returned to the landowner without interest, provided an application for refund is presented within one hundred eighty days (180) from the expiration of the six year period. This six (6) year period may be extended by action of the Board for up to additional three (3) years. The amount of fire services impact fees which may be subject to refund is \$262,982 and \$254,835 by the years ended September 30, 2007 and 2008, respectively.

D. Sick Leave Commitments -

Sick leave is accumulated at the rate of one day per month of each full month of continuous employment. There is no limit on the amount of sick leave that can be accumulated. No sick leave benefits of any kind are currently granted upon termination for employees of the Property Appraiser and the Tax Collector.

As more fully described in Note 9B, the Board, the Clerk, and the Supervisor of Elections contribute up to 960 hours (50% of 1,920 accumulated sick hours) into the Post Employment Health Plan (PEHP) for eligible employees upon termination, retirement or death.

Effective October 1, 2000, the Sheriff allowed for accumulation of sick leave and cash benefit upon termination based upon the employee's current wage rate and sick leave not used.

E. Risk Management -

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Effective October 1, 1985, the Board of County Commissioners elected to self-insure its general liability. In addition, effective October 1, 1989, the County elected to self-insure its automobile, workers' compensation and property liabilities. Effective October 1, 1999 the County elected to self-insure its medical coverage.

The County established an Insurance Fund (an internal service fund) to account for its uninsured risks of loss. Under this program, the Insurance Fund provides coverage for up to a maximum of \$100,000 per occurrence for each property claim, \$50,000 for each general liability or workers' compensation claim, and \$75,000 for each medical claim. The County purchases commercial insurance for claims in excess of coverage provided by the Fund.

Effective January 1, 1994, the Clerk began to self-insure its medical coverage. The Clerk established an Insurance Fund to account for its uninsured risks of

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

loss. Specific stop loss reinsurance has been obtained for all medical claims exceeding \$50,000 per individual per year.

Each participating entity of the County and Clerk makes payments to the Insurance Fund based on actuarial estimates as well as historical data for the amounts needed to pay prior and current year claims. The latest actuarial estimate, based on industry standards, relates to the fiscal year ended September 30, 2002.

Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported (\$795,000 for general liability, \$641,000 for County medical and \$245,540 for Clerk medical).

Changes in the reported liability since October 1, 2000 resulted from the following:

	Liability Balance Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Liability Balance End of Year
<u>2000-2001</u>				
County:				
General Liability	\$ 696,000	\$ 770,235	\$ (732,235)	\$ 734,000
County:				
Health	515,000	2,614,725	(2,555,725)	574,000
Clerk:				
Health	316,957	641,947	(819,437)	139,467
	<u>\$ 1,527,957</u>	<u>\$ 4,026,907</u>	<u>\$ (4,107,397)</u>	<u>\$ 1,447,467</u>
<u>2001-2002</u>				
County:				
General Liability	\$ 734,000	\$ 1,214,463	\$ (1,153,463)	\$ 795,000
County:				
Health	574,000	3,152,263	(3,085,263)	641,000
Clerk:				
Health	139,467	1,122,728	(1,016,655)	245,540
	<u>\$ 1,447,467</u>	<u>\$ 5,489,454</u>	<u>\$ (5,255,381)</u>	<u>\$ 1,681,540</u>

All other coverages continue to be insured through commercial carriers and no settlements in excess of claims have been incurred during Fiscal 2000, 2001 or 2002.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

F. During 1989, the County issued \$70,000,000 in Adjustable Tender (Series 1988A) and \$9,000,000 in Taxable Mandatory Tender Obligation (Series 1988B) Resource Recovery Industrial Development Revenue Bonds to finance the construction of a solid waste disposal/resource recovery facility to be located in the County and to be owned and operated by NRG/Recovery Group, Inc. Pursuant to a loan agreement between the County and NRG, NRG has agreed to pay from the sources identified therein the amount necessary to pay the principal, redemption premium, if any, and interest on the bonds when due. The loan agreement thus creates a security interest in, among other receipts, the service fees generated from the County to NRG pursuant to a Service Agreement to operate the facility. The facility was mortgaged to the County to secure the Loan Agreement.

The bonds were issued pursuant to the Florida Industrial Development Financing Act and do not constitute or create in any manner a debt, liability, or obligation of, or a pledge of the faith and credit of Lake County.

The County, through a Service Agreement, covenants to fix, charge, and collect tipping fees, special assessments, and/or any other available funds, excluding ad valorem revenues, sufficient to pay a service fee which includes the operating and debt service costs of the facility.

The facility was constructed and is owned and operated by NRG under the terms of the Service Agreement. This Service Agreement also requires that the County deliver to the facility a guaranteed annual tonnage of 130,000 tons of processible waste. The County has obtained interlocal agreements with various municipalities in the County in order to meet this requirement.

NRG/Recovery Group, Inc. is a wholly owned subsidiary of Ogden Martin Systems, Inc. which, in turn, is a wholly owned subsidiary of Ogden Projects, Inc. Ogden Projects, Inc. is owned substantially by Ogden Corporation. On March 14, 2001, Ogden Corporation changed its name to Covanta Energy Corporation.

On October 14, 1993, the County issued \$69,615,000 in Series 1993A Tax Exempt and \$7,935,000 in Series 1993B Taxable Resource Recovery Industrial Development Refunding Revenue Bonds to refund the outstanding bonds mentioned above. Upon the issuance of the refunding bonds, the County received draws on letters of credit relating to the 1988 Series A and B bonds, which were deposited into separate escrow deposit accounts. The escrow agent used these funds to redeem the refunded bonds on November 4, 1993. Proceeds of the Series 1993 Bonds, together with other available funds, were used to reimburse the bank for the amounts drawn on the letters of credit.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

8. CONDUIT DEBT

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of Florida, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2002, there were thirteen series of Industrial Revenue Bonds outstanding. The principal amount payable for the 1993A Tax Exempt Resource Recovery Industrial Development Refunding Revenue Bonds (more fully discussed in Note 7F) is \$65,840,000. The aggregate principal amount for the remaining eleven series issued in prior years, and two issued during 2002 could not be determined; however, their original issue amounts totaled \$30,225,000.

9. PENSION PLANS

A. Florida Retirement System – Defined Benefit Plan

Substantially all County full-time employees participate in the State of Florida Retirement System (“System”), a cost sharing multiple-employer public employee retirement system (PERS). The System is a defined benefit plan for all state, county, district school board, community college and university employees, and is controlled by the State Legislature and administered by the State of Florida, Department of Administration, Division of Retirement.

The System provides for vesting of benefits after 6 years of creditable service. Normal retirement benefits are available to employees who retire at or after age 62 with 6 years or more of service. Early retirement is available after 6 years of service with a 5% reduction of benefits for each year prior to the normal retirement age. Retirement benefits are based upon age, average compensation and years-of-service credit, where average compensation is computed based on an individual’s five highest years of earnings. Benefits also include a post-retirement health insurance subsidy as well as disability and survivor’s benefits, as established by Florida Statutes.

Participating employer contributions are based upon actuarially determined State-wide rates established by the State of Florida, that expressed as percentages of

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

annual covered payroll, are adequate to accumulate sufficient assets to pay benefits when due.

These employer contribution rates are applied to employee salaries as follows:

<u>Membership Category</u>	<u>July 1, 2001 Employer's Contribution Rate</u>	<u>July 1, 2002 Employer's Contribution Rate</u>
Regular	7.30%	5.76%
Special risk(Fire and Police)	18.44%	16.01%
Senior Management	9.28%	6.06%
Elected State Officer (Includes County Officials)	15.14%	11.86%

The County's contribution to the plan for the years ended September 30, 2002, 2001, and 2000 was \$5,735,778, \$6,047,009, and \$5,896,206, respectively, equal to the required contributions for each year. There are no employee contributions to the plan.

Members may participate in a Deferred Retirement Option Plan (DROP), after reaching eligibility for normal retirement or through the available deferral period for eligible members. This plan allows employees to defer receipt of retirement benefits while continuing employment for a System employer for a period up to sixty months. Accumulated system benefits earn 6.5% interest compounded monthly. The employer continues to contribute to the System on behalf of the employee at a rate of 9.11% of salary.

The Florida Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to Division of Retirement, 2639 North Monroe Street, Building C, Tallahassee, Florida 32399-1560 or by calling 850-488-5706.

**B. Post Employment Health Plan**

In addition to the retirement plan described above, the Board, the Clerk and the Supervisor provide post employment health care benefits under a plan established through Nationwide Retirement Solutions, Inc. (Nationwide). Each contributes 1% of annual salary for all employees with more than one year of service to a trust administered by Nationwide. Twenty-five percent of accrued sick pay for employees with less than 10 years of service and 50% for employees with ten years or more of service, is paid into the trust upon termination, retirement or death. The maximum contribution is limited to 960 hours (50% of 1,920 accumulated sick hours). Contributions are invested according to instructions given by the employee and earnings accumulate tax exempt under section 501(c)(9) of the Internal Revenue Code. Upon separation of service, the

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

account can be used to reimburse any qualified health insurance premiums paid by the employee.

10. INTERFUND BALANCES AND TRANSFERS

Interfund receivables and payables generally represent temporary loans between funds to cover operating expenditures. All balances are expected to be repaid within one year. Interfund transfers generally represent permanent transfers of funds for administrative costs paid to the General Fund, and for debt service payments and capital outlay.

The composition of interfund balances in the governmental fund financial statements as of September 30, 2002 is as follows:

**Due to/from Other Funds:**

Due to General Fund from Nonmajor Governmental Funds	\$	261,818
Total	\$	261,818

**Intragovernmental receivables  
and payables:**

Receivable Fund	Payable Fund	Amount
General Fund	Sales Tax Capital Projects	\$ 26,756
General Fund	Nonmajor Govt Funds	18,864
General Fund	Agency Funds	412,117
Nonmajor Govt Funds	Agency Funds	89,375
Nonmajor Govt Funds	General Fund	415,887
Landfill Enterprise Fund	Agency Funds	21,586
Internal Service Funds	General Fund	8,022
Total		\$ 992,607

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Interfund transfers for the year ended September 30, 2002 consist of the following:

<b>Transfer out:</b>	<b>Transfers In:</b>			<b>Total</b>
	<b>General Fund</b>	<b>Sales Tax Capital Projects Fund</b>	<b>Non Major Funds</b>	
General Fund	\$ -	\$ -	\$ 5,829,832	\$ 5,829,832
Road Impact Fees Fund	467,782	-	-	467,782
County Sales Tax Fund	1,099,280	8,159,640	4,290,300	13,549,220
Nonmajor Govt Funds	2,977,834	-	-	2,977,834
Internal Service Funds	215,769	-	-	215,769
Landfill Fund	1,064,943	-	-	1,064,943
<b>Total</b>	<b><u>\$ 5,825,608</u></b>	<b><u>\$ 8,159,640</u></b>	<b><u>\$ 10,120,132</u></b>	<b><u>24,105,380</u></b>
			Transfers out	<u>(23,421,776)</u>
			Net Transfers In	<u>\$ 683,604</u>

Transfers in exceed transfers out for transfers made to and from the Landfill Enterprise Fund and the Internal Service Funds as follows:

Landfill Fund transfer out to General Fund	\$ (1,064,943)
Insurance Fund transfer out to General Fund	(215,769)
Insurance Fund transfer in from General Fund	450,000
Fleet Maintenance Fund transfer in from Nonmajor Funds	147,108
<b>Total Net Transfers Out</b>	<b><u>\$ (683,604)</u></b>

11. DEFICIT FUND BALANCE

The County's Special Revenue Fund – Mosquito Management – reported a fund balance deficit of \$16,425 at September 30, 2002. The deficit will be offset in 2003 by a transfer from other funds.

12. LANDFILL CLOSURE AND POSTCLOSURE COSTS

The County is required by federal and state laws and regulations to place a final cover over its existing landfills, after they stop accepting waste, and perform certain maintenance and monitoring functions for a period of 5 to 30 years after closure. In addition, new landfills must be constructed in accordance with federal and state requirements.

The County has estimated the closure and long-term care costs for each landfill and recorded a liability in the Landfill Enterprise Fund.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

The following schedule reflects the changes in estimates and payments for the year ended September 30, 2002:

<u>LANDFILL</u>	Balance October 1, 2001	Additions and Changes in Estimates	Payments	Balance September 30, 2002
Construction and Demolition	\$ 111,443	\$ 2,230	\$ -	\$ 113,673
Loghouse	246,564	3,609	19,635	230,538
Umatilla	442,092	6,363	29,725	418,730
Lady Lake	637,336	10,465	31,931	615,870
Astatula I	838,690	14,104	52,994	799,800
Astatula Ash Monofill	1,488,871	67,367	38,374	1,517,864
Astatula Phase IIB	<u>1,253,854</u>	<u>90,167</u>	<u>1,490</u>	<u>1,342,531</u>
Totals	<u>\$ 5,018,850</u>	<u>\$ 194,305</u>	<u>\$ 174,149</u>	<u>\$ 5,039,006</u>

Although closure and postclosure care costs will be paid only near or after the date that each landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense each year based on landfill capacity used as of each balance sheet date. At September 30, 2002 the Loghouse, Umatilla, Lady Lake and Astatula I landfills had no remaining capacity. The following schedule reflects the estimated closure and postclosure care costs for each landfill as of September 30, 2002.

<u>Landfill</u>	Remaining Postclosure Care Period	Closure Costs	Postclosure Care	Total Liability
Construction and Demolition	5 years	\$ 76,055	\$ 37,618	\$ 113,673
Loghouse	11 years	-	230,538	230,538
Umatilla	13 years	-	418,730	418,730
Lady Lake	18 years	-	615,870	615,870
Astatula I	24 years	-	799,800	799,800

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

Astatula Ash Monofill	30 years	716,932	800,932	1,517,864
Astatula Phase IIB	30 years	<u>598,164</u>	<u>744,367</u>	<u>1,342,531</u>
Totals		<u>\$ 1,391,151</u>	<u>\$ 3,647,855</u>	<u>\$ 5,039,006</u>

The estimated closure and postclosure care costs remaining to be recognized for the landfills, which are still accepting waste, are as follows:

<u>Remainder to Recognize</u>	<u>Closing Costs</u>	<u>LongTerm Care</u>	<u>Total</u>	<u>Capacity Used</u>
Astatula Ash Monofill	\$ 22,860	\$ 25,538	\$ 48,398	97%
Astatula Phase IIB	153,502	191,003	344,505	80%
Construction and Demolition	<u>35,790</u>	<u>17,702</u>	<u>53,492</u>	68%
Totals	<u>\$ 212,152</u>	<u>\$ 234,243</u>	<u>\$ 446,395</u>	

These amounts are based on what it would cost the County to perform all closure and postclosure care in 2002. Actual costs may be higher due to inflation, changes in technology or changes in regulations. Restricted cash and investments on the Statement of Net Assets of the Landfill Enterprise Fund includes \$6,740,268 for the payment of long term care, closing costs and future landfill construction.

As more fully discussed in Note 13, the County has entered into a line of credit agreement with a bank for the financing of these projects. At September 30, 2002, \$172,338 of these proceeds were classified as restricted cash and investments on the Statement of Net Assets of the Landfill Enterprise Fund.

13. LANDFILL ENTERPRISE FUND LINE OF CREDIT

On December 21, 1993, the County entered into a \$19 million bank line of credit agreement, which expired December 31, 1998, to finance the acquisition, construction and equipping of certain capital improvements to the County's solid waste system. At the same time, an initial draw of \$10 million was executed as evidenced by a note agreement. A second draw of \$9 million was made January 18, 1995. The repayment terms for the notes are interest payable semiannually on April 1 and October 1 of each year, with the principal due in full at maturity on December 31, 1998. The principal may be repaid at any time. The interest rate is adjusted every 90 days based upon the 90 day London Interbank Offered Rate

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2002

(LIBOR) and ranged from 1.63% to 2.79% during 2002. The note is secured by the net revenues of the system, sales tax revenues (junior lien to the Sales Tax Refunding Revenue Bonds pledge), proceeds of the notes, and proceeds of debt issued by the County to refund the notes. The amount outstanding at September 30, 2002 was \$11,000,000 and interest expense paid during the year was \$227,168. No interest was capitalized during the year. On December 31, 2000 the line of credit agreement was extended until December 31, 2002 at essentially the same terms.

14. SUBSEQUENT EVENTS

On November 20, 2002 the County refinanced the \$10 million Solid Waste Line of Credit Note discussed in Note 13 above for a ten year period at a fixed interest rate of 3.69%. Principal payments of \$1 million are payable annually in December and interest is payable semiannually in June and December. The bonds are secured by solid waste system net revenues and a covenant by the County to budget and appropriate a sufficient amount to pay the debt service when due. The remaining balance of \$1 million on the \$9 million note was paid in full subsequent to year end.

**NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

**COUNTY TRANSPORTATION TRUST FUND**

To account for revenues and expenditures incurred to carry on all work on roads and bridges in the County in accordance with Section 336.022, Florida Statutes.

**CHRISTOPHER C. FORD COMMERCE PARK FUND**

To account for revenues (land sales and interest earned) and expenditures during the development of this county-owned property. The Lake County Industrial Development Authority is participating in oversight responsibilities pursuant to Chapter 159, Part III, Florida Statutes.

**MOSQUITO MANAGEMENT FUND**

To account for State Grants and local matching funds in accordance with Chapter 388, Florida Statutes and for the operation of the arthropod control program.

**LAW LIBRARY FUND**

To record the activity of the Lake County Law Library established by County Ordinance 72-7, effective January 1, 1973.

**AQUATIC PLANT MANAGEMENT FUND**

To account for state grants and local funding for the operations of the Aquatic Weed Control Program in accordance with Chapter 369, Part II, Florida Statutes.

**FISH CONSERVATION TRUST FUND**

To account for the revenues and expenditures for fish stocking and conservation in accordance with Chapter 67-1604, Laws of Florida.

### **COMMUNITY DEVELOPMENT FUND**

To account for the revenues and expenditures in accordance with the Community Development Block Grant from the U.S. Department of Housing and Urban Development, under Title I of the Housing and Community Development Act.

### **PUBLIC TRANSPORTATION FUND**

To account for the activities of the County as Community Transportation Coordinator, responsible for ensuring that coordinated transportation services are provided to the transportation disadvantaged residents of Lake county in accordance with Chapter 427, Florida Statutes.

### **LAKE COUNTY AMBULANCE FUND**

To account for ad valorem tax revenues and disbursements to the North Lake Ambulance Special District in accordance with Chapters 67-1609; 78-543; 65-1785, Laws of Florida.

### **STORMWATER MANAGEMENT FUND**

To account for ad valorem tax revenues and disbursements of the Stormwater Management Municipal Services Taxing Unit established by County Ordinance 1990-25, in accordance with Sections 125.0101 and 197.3632, Florida Statutes.

### **EMERGENCY 9-1-1 FUND**

To account for revenues and expenditures for Emergency 9-1-1 telephone services in accordance with Section 365.171, Florida Statutes.

### **RESORT/DEVELOPMENT TAX FUND**

To account for revenues and expenditures of the Tourist Development Tax in accordance with Section 125.0104, Florida Statutes and County Ordinance 1984-7. A majority vote of the qualified electors of the County approved this local option tax November 6, 1984.

### **AFFORDABLE HOUSING ASSISTANCE TRUST FUND**

To account for revenues received from the State Housing Initiative Partnership Program pursuant to Sections 420.9072 - 420.9079, Florida Statutes.

### **SECTION 8 FUND**

To account for revenues and expenditures for housing assistance to qualified persons in accordance with a grant from the U.S. Department of Housing and Urban Development.

### **MUNICIPAL SERVICE BENEFIT UNITS/ SPECIAL ASSESSMENTS FUND**

To account for the financing of public improvements and services deemed to benefit the properties against which special assessments are levied in accordance with Sections 125.0101 and 197.3632, Florida Statutes.

### **LAW ENFORCEMENT TRUST FUND**

To account for the proceeds from the sale of confiscated property in accordance with Section 932.7055, Florida Statutes.

### **CRIMINAL JUSTICE TRUST FUND**

To account for revenues and expenditures incurred in providing state attorney and public defender services pursuant to Section 27.3455, Florida Statutes. The revenues are from additional amounts assessed on fines, penalties and court costs.

### **POLLUTION RECOVERY FUND**

To account for revenues collected as civil penalties and through enforcement actions against violators of Chapters 6 and 9, Land Development Regulations. Monies obtained are to be used to restore the polluted area that was the subject of the violation to its former condition, enhance pollution control activities in Lake County, or purchase pollution control equipment for Lake County in accordance with Chapter 93-344, Laws of Florida.

### **CODE ENFORCEMENT LIENS FUND**

To account for revenues collected for administrative fines and other noncriminal penalties imposed for the pending or repeated violation of a county ordinance. These revenues are used for the cleanup of county property acquired through code enforcement liens.

### **BUILDING SERVICES FUND**

To account for revenues collected and expenditures for permitting, inspections and plans review for the building services of the County.

### **LAKE COUNTY MUNICIPAL TAXING UNIT FOR FIRE PROTECTION FUND**

To account for the revenues and expenditures for county-wide consolidated fire protection. County Ordinance 1990-29 created this Municipal Taxing Unit.

### **FIRE SERVICES IMPACT FEE TRUST FUND**

To account for revenues and expenditures for fire services impact fees collected pursuant to County Ordinance 1996-34.

### **COUNTY-WIDE LIBRARY TRUST FUND**

To account for the State, Local and County revenues and expenditures received and disbursed on behalf of the County-Wide Library system.

### **ANIMAL SHELTER TRUST FUND**

To account for the receipt and disbursement of contributions to the County's Animal Shelter.

### **EMPLOYEE BENEFIT FUND**

To account for the collection of commissions received from vending machine sales in County buildings.

## **RECORDS MODERNIZATION TRUST FUND**

To account for revenues collected by the Clerk of the Circuit Court for each instrument recorded in the official records of the County and to report expenditures for the modernization of the public records system pursuant to Section 28.24, Florida Statutes.

## **SHERIFF'S SPECIAL REVENUE FUNDS**

To account for revenues and expenditures of various Special Revenue projects of the Lake County Sheriff's Office, including marine patrol services provided to the Oklawaha Basin Recreation and Water Conservation and Control Authority, school crossing guard services, and drug awareness and prevention programs, and to account for the operations of the Commissary operated for the benefit of County jail inmates.

## **DEBT SERVICE FUNDS**

### **SALES TAX BOND DEBT SERVICE FUND**

To accumulate monies for payment of the \$35,995,000 Sales Tax Refunding Revenue Bonds, Series 1992. Financing is provided by the one-cent infrastructure sales surtax collected pursuant to Chapter 212, Part 1, Florida Statutes.

### **PARI-MUTUEL REVENUES BOND DEBT SERVICE FUND**

To accumulate monies for payment of the \$4,400,000 Pari-Mutuel Revenues Replacement Bonds, Series 2000. Financing is provided by sales tax revenues collected by the State pursuant to Chapter 212, Part 1, Florida Statutes. Beginning July 1, 2000, the State began using sales tax revenues to replace revenues formerly distributed to counties from racetrack and jai alai fronton monies.

## **CAPITAL PROJECTS FUND**

### **PARKS CAPITAL PROJECTS FUND**

To account for construction of various parks throughout Lake County.

**LAKE COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
September 30, 2002**

	<u>Special Revenue Funds</u>		
	<u>County Transportation Trust</u>	<u>Christopher C. Ford Commerce Park</u>	<u>Mosquito Management</u>
<b><u>Assets</u></b>			
Cash	\$ 300	\$ -	\$ -
Pooled Cash and Investments	4,915,963	987,902	-
Other Investments	-	-	-
Accounts Receivable	4,690	69,335	-
Assessments Receivable	228,913	-	-
Intragovernmental Receivables	10	-	-
Due from Other Governments	798,876	-	-
Inventories	380,772	-	54,998
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b><u>\$ 6,329,524</u></b>	<b><u>\$ 1,057,237</u></b>	<b><u>\$ 54,998</u></b>
<b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 565,409	\$ 1,530	\$ 31,454
Retainage Payable	99,836	-	-
Accrued Liabilities	102,905	-	12,575
Due to Other Funds	-	-	27,394
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	228,913	-	-
Deposits	2,329	-	-
<b>Total Liabilities</b>	<b><u>999,392</u></b>	<b><u>1,530</u></b>	<b><u>71,423</u></b>
<b>Fund Balances</b>			
Reserved for Encumbrances	778,153	8,553	-
Reserved for Inventories	380,771	-	54,998
Reserved for Prepaid Expenditures	-	-	-
Reserved for Law Enforcement	-	-	-
Reserved for Debt Service	-	-	-
Reserved for Capital Projects	-	-	-
Unreserved - Undesignated (Deficit)	4,171,208	1,047,154	(71,423)
<b>Total Fund Balances (Deficit)</b>	<b><u>5,330,132</u></b>	<b><u>1,055,707</u></b>	<b><u>(16,425)</u></b>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<b><u>\$ 6,329,524</u></b>	<b><u>\$ 1,057,237</u></b>	<b><u>\$ 54,998</u></b>

**Special Revenue Funds, continued**

<b>Law Library Fund</b>	<b>Aquatic Plant Management</b>	<b>Fish Conservation Trust</b>	<b>Community Development</b>	<b>Public Transportation</b>	<b>Lake County Ambulance</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
72,960	18,275	97,328	-	74,140	1,423,922
-	-	-	-	-	-
-	-	-	-	40,390	-
-	-	-	-	-	-
14,872	-	376	-	-	36,992
-	31,281	38	115,085	100,164	-
-	23,770	-	-	-	-
-	-	-	-	-	-
<b>\$ 87,832</b>	<b>\$ 73,326</b>	<b>\$ 97,742</b>	<b>\$ 115,085</b>	<b>\$ 214,694</b>	<b>\$ 1,460,914</b>
\$ 6,276	\$ 1,890	\$ -	\$ 64,828	\$ 83,921	\$ -
-	-	-	-	-	-
-	3,882	-	2,323	1,759	-
-	-	-	47,934	-	-
8,360	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,492	-	-	-	-	-
<b>17,128</b>	<b>5,772</b>	<b>-</b>	<b>115,085</b>	<b>85,680</b>	<b>-</b>
-	-	-	12,880	227,722	-
-	23,770	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
70,704	43,784	97,742	(12,880)	(98,708)	1,460,914
<b>70,704</b>	<b>67,554</b>	<b>97,742</b>	<b>-</b>	<b>129,014</b>	<b>1,460,914</b>
<b>\$ 87,832</b>	<b>\$ 73,326</b>	<b>\$ 97,742</b>	<b>\$ 115,085</b>	<b>\$ 214,694</b>	<b>\$ 1,460,914</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
September 30, 2002

	<u>Special Revenue Funds, continued</u>		
<u>Assets</u>	<u>Stormwater Management</u>	<u>Emergency 9-1-1</u>	<u>Resort/ Development Tax</u>
Cash	\$ -	\$ -	\$ 200
Pooled Cash and Investments	1,845,766	1,287,345	654,641
Other Investments	-	-	-
Accounts Receivable	-	68,457	45
Assessments Receivable	-	-	-
Intragovernmental Receivables	1,684	-	46,484
Due from Other Governments	4,506	38,434	-
Inventories	-	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b><u>\$ 1,851,956</u></b>	<b><u>\$ 1,394,236</u></b>	<b><u>\$ 701,370</u></b>
 <b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 4,881	\$ 17,100	\$ 159,360
Retainage Payable	-	-	-
Accrued Liabilities	1,969	6,492	3,699
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
<b>Total Liabilities</b>	<b><u>6,850</u></b>	<b><u>23,592</u></b>	<b><u>163,059</u></b>
 <b>Fund Balances</b>			
Reserved for Encumbrances	196,883	-	2,145
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Reserved for Law Enforcement	-	-	-
Reserved for Debt Service	-	-	-
Reserved for Capital Projects	-	-	-
Unreserved - Undesignated (Deficit)	1,648,223	1,370,644	536,166
<b>Total Fund Balances (Deficit)</b>	<b><u>1,845,106</u></b>	<b><u>1,370,644</u></b>	<b><u>538,311</u></b>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<b><u>\$ 1,851,956</u></b>	<b><u>\$ 1,394,236</u></b>	<b><u>\$ 701,370</u></b>

**Special Revenue Funds, continued**

<b>Affordable Housing Assistance Trust</b>	<b>Section 8</b>	<b>Municipal Service Benefit Units/ Special Assessments</b>	<b>Law Enforcement Trust</b>	<b>Criminal Justice Trust</b>	<b>Pollution Recovery</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,277,117	374,909	324,078	29,790	-	48,565
-	-	-	-	-	-
-	388	-	-	-	-
-	-	-	-	-	-
-	-	364	5,649	-	-
200,382	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>\$ 1,477,499</b>	<b>\$ 375,297</b>	<b>\$ 324,442</b>	<b>\$ 35,439</b>	<b>\$ -</b>	<b>\$ 48,565</b>
\$ 143,596	\$ 29,914	\$ 34,392	\$ -	\$ -	\$ -
-	-	-	-	-	-
2,836	4,691	-	-	-	-
-	-	-	-	-	-
-	-	-	6,814	-	-
-	716	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>146,432</b>	<b>35,321</b>	<b>34,392</b>	<b>6,814</b>	<b>-</b>	<b>-</b>
-	-	5,622	-	-	818
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,331,067	339,976	284,428	28,625	-	47,747
<b>1,331,067</b>	<b>339,976</b>	<b>290,050</b>	<b>28,625</b>	<b>-</b>	<b>48,565</b>
<b>\$ 1,477,499</b>	<b>\$ 375,297</b>	<b>\$ 324,442</b>	<b>\$ 35,439</b>	<b>\$ -</b>	<b>\$ 48,565</b>

Continued

**LAKE COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (Continued)  
September 30, 2002**

**Special Revenue Funds, continued**

<b>Assets</b>	<b>Code Enforcement Liens</b>	<b>Building Services</b>	<b>Lake County MTU for Fire Protection</b>
Cash	\$ -	\$ 550	\$ -
Pooled Cash and Investments	89,166	658,082	4,704,963
Other Investments	-	-	-
Accounts Receivable	-	-	3,003
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	21,344
Due from Other Governments	-	-	10,864
Inventories	-	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b>\$ 89,166</b>	<b>\$ 658,632</b>	<b>\$ 4,740,174</b>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities:</b>			
Accounts Payable	\$ -	\$ 16,071	\$ 315,992
Retainage Payable	-	-	48,354
Accrued Liabilities	-	59,667	130,816
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>75,738</b>	<b>495,162</b>
<b>Fund Balances</b>			
Reserved for Encumbrances	-	-	351,287
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Reserved for Law Enforcement	-	-	-
Reserved for Debt Service	-	-	-
Reserved for Capital Projects	-	-	-
Unreserved - Undesignated (Deficit)	89,166	582,894	3,893,725
<b>Total Fund Balances (Deficit)</b>	<b>89,166</b>	<b>582,894</b>	<b>4,245,012</b>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<b>\$ 89,166</b>	<b>\$ 658,632</b>	<b>\$ 4,740,174</b>

**Special Revenue Funds, continued**

<b>Fire Services Impact Fee Trust</b>	<b>County-Wide Library Trust</b>	<b>Animal Shelter Trust</b>	<b>Employee Benefit</b>	<b>Clerk Records Modernization Trust</b>	<b>Sheriff Special Revenue Funds</b>
\$ -	\$ 603	\$ -	\$ -	\$ -	\$ -
749,522	635,050	74,126	5,196	497,315	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,753	-	-	-	-	377,487
-	-	-	-	25,092	231,936
-	8,400	-	-	-	-
<b>\$ 756,275</b>	<b>\$ 644,053</b>	<b>\$ 74,126</b>	<b>\$ 5,196</b>	<b>\$ 522,407</b>	<b>\$ 609,423</b>
\$ 46	\$ 14,825	\$ -	\$ -	\$ -	\$ 259,113
-	-	-	-	-	-
-	33,666	-	-	-	3,081
-	-	-	-	-	186,490
-	-	-	-	-	3,690
-	-	-	-	-	2,334
-	-	-	-	-	-
-	-	-	-	-	-
<b>46</b>	<b>48,491</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>454,708</b>
476,775	54,340	-	-	-	-
-	-	-	-	-	-
-	8,400	-	-	-	-
-	-	-	-	-	154,715
-	-	-	-	-	-
-	-	-	-	-	-
279,454	532,822	74,126	5,196	522,407	-
<b>756,229</b>	<b>595,562</b>	<b>74,126</b>	<b>5,196</b>	<b>522,407</b>	<b>154,715</b>
<b>\$ 756,275</b>	<b>\$ 644,053</b>	<b>\$ 74,126</b>	<b>\$ 5,196</b>	<b>\$ 522,407</b>	<b>\$ 609,423</b>

Continued

**LAKE COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (Continued)  
September 30, 2002**

	<u>Debt Service Funds</u>		<u>Capital Projects Fund</u>
	<u>Sales Tax Bond Debt Service</u>	<u>Pari-Mutuel Revenues Bond Debt Service</u>	<u>Parks Capital Projects</u>
<b><u>Assets</u></b>			
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	3,585,188	181,909	408,023
Other Investments	-	3,723,622	-
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	-
Inventories	-	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b><u>\$ 3,585,188</u></b>	<b><u>\$ 3,905,531</u></b>	<b><u>\$ 408,023</u></b>
<b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ -	\$ -	\$ 185,126
Retainage Payable	-	-	-
Accrued Liabilities	-	-	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
<b>Total Liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>185,126</u></b>
<b>Fund Balances</b>			
Reserved for Encumbrances	-	-	7,102
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Reserved for Law Enforcement	-	-	-
Reserved for Debt Service	3,585,188	3,905,531	-
Reserved for Capital Projects	-	-	215,795
Unreserved - Undesignated (Deficit)	-	-	-
<b>Total Fund Balances (Deficit)</b>	<b><u>3,585,188</u></b>	<b><u>3,905,531</u></b>	<b><u>222,897</u></b>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<b><u>\$ 3,585,188</u></b>	<b><u>\$ 3,905,531</u></b>	<b><u>\$ 408,023</u></b>

**Total  
Nonmajor  
Governmental  
Funds**

\$	1,653
	25,021,241
	3,723,622
	186,308
	228,913
	505,262
	1,563,411
	459,540
	8,400
	<hr/>
<b>\$</b>	<b>31,698,350</b>
	<hr/> <hr/>

\$	1,935,724
	148,190
	370,361
	261,818
	18,864
	3,050
	228,913
	4,821
	<hr/>
	<b>2,971,741</b>
	<hr/>

	2,122,280
	459,539
	8,400
	154,715
	7,490,719
	215,795
	18,275,161
	<hr/>
	<b>28,726,609</b>
	<hr/>
<b>\$</b>	<b>31,698,350</b>
	<hr/> <hr/>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2002**

	<u>Special Revenue Funds</u>		
	<u>County Transportation Trust</u>	<u>Christopher C. Ford Commerce Park</u>	<u>Mosquito Management</u>
<b>Revenues</b>			
Taxes	\$ 5,692,284	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	5,600,758	-	34,785
Charges for Services	332,739	-	-
Fines and Forfeitures	-	-	-
Special Assessments	105,550	-	-
Investment Income	108,103	27,909	1,128
Miscellaneous	218,389	452,483	-
<b>Total Revenues</b>	<b><u>12,057,823</u></b>	<b><u>480,392</u></b>	<b><u>35,913</u></b>
<b>Expenditures</b>			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	9,972,971	-	-
Economic Environment	-	42,597	-
Human Services	-	-	739,651
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b><u>9,972,971</u></b>	<b><u>42,597</u></b>	<b><u>739,651</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>2,084,852</u></b>	<b><u>437,795</u></b>	<b><u>(703,738)</u></b>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	-	-	523,982
Operating Transfers Out	(758,084)	(82,750)	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>(758,084)</u></b>	<b><u>(82,750)</u></b>	<b><u>523,982</u></b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>1,326,768</b>	<b>355,045</b>	<b>(179,756)</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>3,881,003</b>	<b>700,662</b>	<b>199,361</b>
Inventory Reserve Increase (Decrease)	122,361	-	(36,030)
<b>Fund Balance (Deficit) at End of Year</b>	<b><u>\$ 5,330,132</u></b>	<b><u>\$ 1,055,707</u></b>	<b><u>\$ (16,425)</u></b>

**Special Revenue Funds, continued**

<b>Law Library Fund</b>	<b>Aquatic Plant Management</b>	<b>Fish Conservation Trust</b>	<b>Community Development</b>	<b>Public Transportation Fund</b>	<b>Lake County Ambulance</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,322,959
-	-	14,009	-	-	-
-	85,091	-	935,532	495,404	-
174,588	-	-	-	265,203	-
-	-	-	-	-	-
-	-	-	-	-	-
1,475	186	3,035	-	474	62,624
32,200	425	-	-	17,165	-
<b>208,263</b>	<b>85,702</b>	<b>17,044</b>	<b>935,532</b>	<b>778,246</b>	<b>4,385,583</b>
-	-	-	-	-	62,494
-	-	-	-	-	5,023,695
-	241,880	-	-	-	-
-	-	-	-	1,119,876	-
-	-	-	767,661	-	-
-	-	-	140,000	-	-
-	-	-	-	-	-
169,475	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>169,475</b>	<b>241,880</b>	<b>-</b>	<b>907,661</b>	<b>1,119,876</b>	<b>5,086,189</b>
<b>38,788</b>	<b>(156,178)</b>	<b>17,044</b>	<b>27,871</b>	<b>(341,630)</b>	<b>(700,606)</b>
-	217,274	-	-	486,513	32,673
(8,275)	-	(31,100)	(27,871)	(8,914)	(136,686)
<b>(8,275)</b>	<b>217,274</b>	<b>(31,100)</b>	<b>(27,871)</b>	<b>477,599</b>	<b>(104,013)</b>
<b>30,513</b>	<b>61,096</b>	<b>(14,056)</b>	<b>-</b>	<b>135,969</b>	<b>(804,619)</b>
<b>40,191</b>	<b>7,552</b>	<b>111,798</b>	<b>-</b>	<b>(6,955)</b>	<b>2,265,533</b>
-	(1,094)	-	-	-	-
<b>\$ 70,704</b>	<b>\$ 67,554</b>	<b>\$ 97,742</b>	<b>\$ -</b>	<b>\$ 129,014</b>	<b>\$ 1,460,914</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Year Ended September 30, 2002**

	<b>Special Revenue Funds, continued</b>		
	<b>Stormwater Management</b>	<b>Emergency 9-1-1</b>	<b>Resort/ Development Tax</b>
<b>Revenues</b>			
Taxes	\$ 1,417,250	\$ -	\$ 679,056
Licenses and Permits	-	-	-
Intergovernmental	38,585	-	3,500
Charges for Services	-	1,063,662	886
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	55,252	36,243	21,723
Miscellaneous	-	-	8
<b>Total Revenues</b>	<b>1,511,087</b>	<b>1,099,905</b>	<b>705,173</b>
<b>Expenditures</b>			
Current:			
General Government	-	-	-
Public Safety	-	782,787	-
Physical Environment	747,446	-	-
Transportation	-	-	-
Economic Environment	-	-	857,462
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b>747,446</b>	<b>782,787</b>	<b>857,462</b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b>763,641</b>	<b>317,118</b>	<b>(152,289)</b>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	10,695	-	-
Operating Transfers Out	(114,896)	(120,000)	(38,820)
<b>Total Other Financing Sources (Uses)</b>	<b>(104,201)</b>	<b>(120,000)</b>	<b>(38,820)</b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>659,440</b>	<b>197,118</b>	<b>(191,109)</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>1,185,666</b>	<b>1,173,526</b>	<b>729,420</b>
Inventory Reserve Increase (Decrease)	-	-	-
<b>Fund Balance (Deficit) at End of Year</b>	<b>\$ 1,845,106</b>	<b>\$ 1,370,644</b>	<b>\$ 538,311</b>

**Special Revenue Funds, continued**

<b>Affordable Housing Assistance Trust</b>	<b>Section 8</b>	<b>Municipal Service Benefit Units/Special Assessments</b>	<b>Law Enforcement Trust</b>	<b>Criminal Justice Trust</b>	<b>Pollution Recovery</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
2,342,353	1,381,267	-	-	-	-
-	-	-	-	-	-
-	-	-	153,185	224,189	38,900
-	-	445,205	-	-	-
33,760	9,247	12,217	1,706	3,704	969
220,906	4,673	-	-	-	-
<b>2,597,019</b>	<b>1,395,187</b>	<b>457,422</b>	<b>154,891</b>	<b>227,893</b>	<b>39,869</b>
-	-	-	-	-	-
-	-	-	139,020	-	-
-	-	-	-	-	17,052
-	-	346,778	-	-	-
2,393,225	1,442,999	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>2,393,225</b>	<b>1,442,999</b>	<b>346,778</b>	<b>139,020</b>	<b>-</b>	<b>17,052</b>
<b>203,794</b>	<b>(47,812)</b>	<b>110,644</b>	<b>15,871</b>	<b>227,893</b>	<b>22,817</b>
-	-	-	-	-	-
-	(44,068)	(45,458)	-	(227,893)	-
-	<b>(44,068)</b>	<b>(45,458)</b>	-	<b>(227,893)</b>	-
<b>203,794</b>	<b>(91,880)</b>	<b>65,186</b>	<b>15,871</b>	<b>-</b>	<b>22,817</b>
<b>1,127,273</b>	<b>431,856</b>	<b>224,864</b>	<b>12,754</b>	<b>-</b>	<b>25,748</b>
-	-	-	-	-	-
<b>\$ 1,331,067</b>	<b>\$ 339,976</b>	<b>\$ 290,050</b>	<b>\$ 28,625</b>	<b>\$ -</b>	<b>\$ 48,565</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Year Ended September 30, 2002**

	<b>Special Revenue Funds, continued</b>		
	<b>Code Enforcement Liens</b>	<b>Building Services</b>	<b>Lake County MTU For Fire Protection</b>
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ 8,580,796
Licenses and Permits	-	4,329,717	-
Intergovernmental	-	-	56,388
Charges for Services	-	273,260	5,017
Fines and Forfeitures	20,468	20,640	-
Special Assessments	-	-	-
Investment Income	2,698	12,459	195,677
Miscellaneous	-	-	22,367
<b>Total Revenues</b>	<b>23,166</b>	<b>4,636,076</b>	<b>8,860,245</b>
<b>Expenditures</b>			
Current:			
General Government	-	-	232,658
Public Safety	30,330	3,279,072	9,008,782
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b>30,330</b>	<b>3,279,072</b>	<b>9,241,440</b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b>(7,164)</b>	<b>1,357,004</b>	<b>(381,195)</b>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	-	89,074	179,147
Operating Transfers Out	-	(863,184)	(620,232)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(774,110)</b>	<b>(441,085)</b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>(7,164)</b>	<b>582,894</b>	<b>(822,280)</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>96,330</b>	<b>-</b>	<b>5,067,292</b>
Inventory Reserve Increase (Decrease)	-	-	-
<b>Fund Balance (Deficit) at End of Year</b>	<b>\$ 89,166</b>	<b>\$ 582,894</b>	<b>\$ 4,245,012</b>

**Special Revenue Funds, continued**

<b>Fire Services Impact Fee Trust</b>	<b>County-Wide Library Trust</b>	<b>Animal Shelter Trust</b>	<b>Employee Benefit</b>	<b>Clerk Records Modernization Trust</b>	<b>Sheriff Special Revenue Funds</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	422,627	-	-	36,388	617,514
-	255	-	-	240,079	508,276
-	12,748	-	-	-	152,695
254,835	-	-	-	-	-
20,598	17,838	2,019	123	6,240	3,357
-	6,302	8,941	1,278	-	43,751
<b>275,433</b>	<b>459,770</b>	<b>10,960</b>	<b>1,401</b>	<b>282,707</b>	<b>1,325,593</b>
-	-	-	-	280,536	-
368,434	-	-	-	-	2,521,128
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	392	-	-
-	3,278,731	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>368,434</b>	<b>3,278,731</b>	<b>-</b>	<b>392</b>	<b>280,536</b>	<b>2,521,128</b>
<b>(93,001)</b>	<b>(2,818,961)</b>	<b>10,960</b>	<b>1,009</b>	<b>2,171</b>	<b>(1,195,535)</b>
-	3,260,864	-	-	-	1,068,816
(26,708)	-	-	-	-	(42,896)
<b>(26,708)</b>	<b>3,260,864</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,025,920</b>
<b>(119,709)</b>	<b>441,903</b>	<b>10,960</b>	<b>1,009</b>	<b>2,171</b>	<b>(169,615)</b>
<b>875,938</b>	<b>153,659</b>	<b>63,166</b>	<b>4,187</b>	<b>520,236</b>	<b>332,376</b>
-	-	-	-	-	(8,046)
<b>\$ 756,229</b>	<b>\$ 595,562</b>	<b>\$ 74,126</b>	<b>\$ 5,196</b>	<b>\$ 522,407</b>	<b>\$ 154,715</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Year Ended September 30, 2002**

	<u>Debt Service Funds</u>		<u>Capital Projects Fund</u>
	<u>Sales Tax Bond Debt Service</u>	<u>Pari-Mutuel Revenues Bond Debt Service</u>	<u>Parks Capital Projects</u>
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	297,667	-
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	66,719	84,125	13,867
Miscellaneous	-	-	-
<b>Total Revenues</b>	<b><u>66,719</u></b>	<b><u>381,792</u></b>	<b><u>13,867</u></b>
<b>Expenditures</b>			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	3,940,000	70,000	-
Interest and Fiscal Charges	350,832	227,723	-
Capital Outlay	-	92,990	335,285
<b>Total Expenditures</b>	<b><u>4,290,832</u></b>	<b><u>390,713</u></b>	<b><u>335,285</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>(4,224,113)</u></b>	<b><u>(8,921)</u></b>	<b><u>(321,418)</u></b>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	4,290,300	-	30,000
Operating Transfers Out	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>4,290,300</u></b>	<b><u>-</u></b>	<b><u>30,000</u></b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>66,187</b>	<b>(8,921)</b>	<b>(291,418)</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>3,519,001</b>	<b>3,914,452</b>	<b>514,315</b>
Inventory Reserve Increase (Decrease)	-	-	-
<b>Fund Balance (Deficit) at End of Year</b>	<b><u>\$ 3,585,188</u></b>	<b><u>\$ 3,905,531</u></b>	<b><u>\$ 222,897</u></b>

**Total  
Nonmajor  
Governmental  
Funds**

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\$ 20,692,345  
4,343,726  
12,347,859  
2,863,965  
622,825  
805,590  
805,475  
1,028,888

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**43,510,673**

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575,688  
21,153,248  
1,006,378  
11,439,625  
5,503,944  
880,043  
3,278,731  
169,475

4,010,000  
578,555  
428,275

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**49,023,962**

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**(5,513,289)**

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10,189,338  
(3,197,835)

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**6,991,503**

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**1,478,214**

**27,171,204**  
77,191

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**\$ 28,726,609**

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**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY TRANSPORTATION TRUST**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 5,351,203	\$ 5,351,203	\$ 5,692,284	\$ 341,081
Intergovernmental	4,745,167	5,415,167	5,600,758	185,591
Charges for Services	283,280	283,280	332,739	49,459
Special Assessments	170,000	170,000	105,550	(64,450)
Investment Income	179,500	79,500	108,103	28,603
Miscellaneous	209,000	209,000	218,389	9,389
Less: Statutory Requirement	(546,908)	(546,908)	-	546,908
<b>Total Revenues</b>	<b><u>10,391,242</u></b>	<b><u>10,961,242</u></b>	<b><u>12,057,823</u></b>	<b><u>1,096,581</u></b>
<b>Expenditures</b>				
Current:				
Transportation	12,555,852	13,559,939	9,972,971	3,586,968
<b>Total Expenditures</b>	<b><u>12,555,852</u></b>	<b><u>13,559,939</u></b>	<b><u>9,972,971</u></b>	<b><u>3,586,968</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(2,164,610)</u></b>	<b><u>(2,598,697)</u></b>	<b><u>2,084,852</u></b>	<b><u>4,683,549</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	470,000	470,000	-	(470,000)
Operating Transfers Out	(889,860)	(905,193)	(758,084)	147,109
Reserve for Contingencies	(472,267)	(847,113)	-	847,113
<b>Total Other Financing Sources (Uses)</b>	<b><u>(892,127)</u></b>	<b><u>(1,282,306)</u></b>	<b><u>(758,084)</u></b>	<b><u>524,222</u></b>
<b>Net Change in Fund Balances</b>	<b>(3,056,737)</b>	<b>(3,881,003)</b>	<b>1,326,768</b>	<b>5,207,771</b>
<b>Fund Balance at Beginning of Year</b>	<b>3,056,737</b>	<b>3,881,003</b>	<b>3,881,003</b>	<b>-</b>
Inventory Reserve Increase	-	-	122,361	122,361
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 5,330,132</u></b>	<b><u>\$ 5,330,132</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CHRISTOPHER C. FORD COMMERCE PARK**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 5,000	\$ 5,000	\$ 27,909	\$ 22,909
Miscellaneous	1,150,000	1,150,000	452,483	(697,517)
Less: Statutory Requirement	<u>(57,750)</u>	<u>(57,750)</u>	-	57,750
<b>Total Revenues</b>	<u><b>1,097,250</b></u>	<u><b>1,097,250</b></u>	<u><b>480,392</b></u>	<u><b>(616,858)</b></u>
<b>Expenditures</b>				
Current:				
Economic Environment	102,219	102,219	42,597	59,622
<b>Total Expenditures</b>	<u><b>102,219</b></u>	<u><b>102,219</b></u>	<u><b>42,597</b></u>	<u><b>59,622</b></u>
<b>Excess of Revenues Over Expenditures</b>	<u><b>995,031</b></u>	<u><b>995,031</b></u>	<u><b>437,795</b></u>	<u><b>(557,236)</b></u>
<b>Other Financing Uses</b>				
Operating Transfers Out	(1,082,750)	(1,082,750)	(82,750)	1,000,000
Reserve for Contingencies	<u>(1,666,049)</u>	<u>(612,943)</u>	-	612,943
<b>Total Other Financing Uses</b>	<u><b>(2,748,799)</b></u>	<u><b>(1,695,693)</b></u>	<u><b>(82,750)</b></u>	<u><b>1,612,943</b></u>
<b>Net Change in Fund Balances</b>	<b>(1,753,768)</b>	<b>(700,662)</b>	<b>355,045</b>	<b>1,055,707</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>1,753,768</b></u>	<u><b>700,662</b></u>	<u><b>700,662</b></u>	<u><b>-</b></u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 1,055,707</b></u></u>	<u><u><b>\$ 1,055,707</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL**  
**MOSQUITO MANAGEMENT**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 34,328	\$ 34,328	\$ 34,785	\$ 457
Investment Income	2,500	2,500	1,128	(1,372)
Miscellaneous	300	300	-	(300)
Less: Statutory Requirement	(1,856)	(1,856)	-	1,856
<b>Total Revenues</b>	<b><u>35,272</u></b>	<b><u>35,272</u></b>	<b><u>35,913</u></b>	<b><u>641</u></b>
<b>Expenditures</b>				
Current:				
Human Services	710,056	757,629	739,651	17,978
<b>Total Expenditures</b>	<b><u>710,056</u></b>	<b><u>757,629</u></b>	<b><u>739,651</u></b>	<b><u>17,978</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(674,784)</u></b>	<b><u>(722,357)</u></b>	<b><u>(703,738)</u></b>	<b><u>18,619</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	523,982	523,982	523,982	-
Reserve for Contingencies	(20,000)	(986)	-	986
<b>Total Other Financing Sources (Uses)</b>	<b><u>503,982</u></b>	<b><u>522,996</u></b>	<b><u>523,982</u></b>	<b><u>986</u></b>
<b>Net Change in Fund Balances</b>	<b>(170,802)</b>	<b>(199,361)</b>	<b>(179,756)</b>	<b>19,605</b>
<b>Fund Balance at Beginning of Year</b>	<b>170,802</b>	<b>199,361</b>	<b>199,361</b>	<b>-</b>
Inventory Reserve Decrease	-	-	(36,030)	(36,030)
<b>Fund Balance (Deficit) at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ (16,425)</u></b>	<b><u>\$ (16,425)</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LAW LIBRARY FUND**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 150,000	\$ 150,000	\$ 174,588	\$ 24,588
Investment Income	500	500	1,475	975
Miscellaneous	15,000	15,000	32,200	17,200
Less: Statutory Requirement	<u>(8,275)</u>	<u>(8,275)</u>	<u>-</u>	<u>8,275</u>
<b>Total Revenues</b>	<b><u>157,225</u></b>	<b><u>157,225</u></b>	<b><u>208,263</u></b>	<b><u>51,038</u></b>
<b>Expenditures</b>				
Current:				
Court-Related Expenditures	158,337	182,981	169,475	13,506
<b>Total Expenditures</b>	<b><u>158,337</u></b>	<b><u>182,981</u></b>	<b><u>169,475</u></b>	<b><u>13,506</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(1,112)</u></b>	<b><u>(25,756)</u></b>	<b><u>38,788</u></b>	<b><u>64,544</u></b>
<b>Other Financing Uses</b>				
Operating Transfers Out	(8,275)	(8,275)	(8,275)	-
Reserve for Contingencies	<u>(1,160)</u>	<u>(6,160)</u>	<u>-</u>	<u>6,160</u>
<b>Total Other Financing Uses</b>	<b><u>(9,435)</u></b>	<b><u>(14,435)</u></b>	<b><u>(8,275)</u></b>	<b><u>6,160</u></b>
<b>Net Change in Fund Balances</b>	<b>(10,547)</b>	<b>(40,191)</b>	<b>30,513</b>	<b>70,704</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>10,547</u></b>	<b><u>40,191</u></b>	<b><u>40,191</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 70,704</u></b>	<b><u>\$ 70,704</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**AQUATIC PLANT MANAGEMENT**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 48,000	\$ 48,000	\$ 85,091	\$ 37,091
Investment Income	-	-	186	186
Miscellaneous	500	500	425	(75)
Less: Statutory Requirement	(2,425)	(2,425)	-	2,425
<b>Total Revenues</b>	<b><u>46,075</u></b>	<b><u>46,075</u></b>	<b><u>85,702</u></b>	<b><u>39,627</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	263,889	263,889	241,880	22,009
<b>Total Expenditures</b>	<b><u>263,889</u></b>	<b><u>263,889</u></b>	<b><u>241,880</u></b>	<b><u>22,009</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(217,814)</u></b>	<b><u>(217,814)</u></b>	<b><u>(156,178)</u></b>	<b><u>61,636</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	209,976	217,274	217,274	-
Reserve for Contingencies	(7,000)	(7,012)	-	7,012
<b>Total Other Financing Sources (Uses)</b>	<b><u>202,976</u></b>	<b><u>210,262</u></b>	<b><u>217,274</u></b>	<b><u>7,012</u></b>
<b>Net Change in Fund Balances</b>	<b>(14,838)</b>	<b>(7,552)</b>	<b>61,096</b>	<b>68,648</b>
<b>Fund Balance at Beginning of Year</b>	<b>14,838</b>	<b>7,552</b>	<b>7,552</b>	<b>-</b>
Inventory Reserve Decrease	-	-	(1,094)	(1,094)
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 67,554</u></b>	<b><u>\$ 67,554</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FISH CONSERVATION TRUST**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Licenses and Permits	\$ 21,000	\$ 21,000	\$ 14,009	\$ (6,991)
Investment Income	1,000	1,000	3,035	2,035
Less: Statutory Requirement	<u>(1,100)</u>	<u>(1,100)</u>	<u>-</u>	<u>1,100</u>
<b>Total Revenues</b>	<b><u>20,900</u></b>	<b><u>20,900</u></b>	<b><u>17,044</u></b>	<b><u>(3,856)</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	<u>52,000</u>	<u>52,000</u>	<u>-</u>	<u>52,000</u>
<b>Total Expenditures</b>	<b><u>52,000</u></b>	<b><u>52,000</u></b>	<b><u>-</u></b>	<b><u>52,000</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(31,100)</u></b>	<b><u>(31,100)</u></b>	<b><u>17,044</u></b>	<b><u>48,144</u></b>
<b>Other Financing Uses</b>				
Operating Transfers Out	(31,100)	(31,100)	(31,100)	-
Reserve for Contingencies	<u>(52,704)</u>	<u>(49,598)</u>	<u>-</u>	<u>49,598</u>
<b>Total Other Financing Uses</b>	<b><u>(83,804)</u></b>	<b><u>(80,698)</u></b>	<b><u>(31,100)</u></b>	<b><u>49,598</u></b>
<b>Net Change in Fund Balances</b>	<b>(114,904)</b>	<b>(111,798)</b>	<b>(14,056)</b>	<b>97,742</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>114,904</u></b>	<b><u>111,798</u></b>	<b><u>111,798</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 97,742</u></b>	<b><u>\$ 97,742</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COMMUNITY DEVELOPMENT**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 1,020,000	\$ 1,231,475	\$ 935,532	\$ (295,943)
Less: Statutory Requirement	(51,000)	(51,000)	-	51,000
<b>Total Revenues</b>	<u><b>969,000</b></u>	<u><b>1,180,475</b></u>	<u><b>935,532</b></u>	<u><b>(244,943)</b></u>
<b>Expenditures</b>				
Current:				
Economic Environment	888,392	940,592	767,661	172,931
Human Services	140,000	140,000	140,000	-
<b>Total Expenditures</b>	<u><b>1,028,392</b></u>	<u><b>1,080,592</b></u>	<u><b>907,661</b></u>	<u><b>172,931</b></u>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<u><b>(59,392)</b></u>	<u><b>99,883</b></u>	<u><b>27,871</b></u>	<u><b>(72,012)</b></u>
<b>Other Financing Uses</b>				
Operating Transfers Out	(55,183)	(55,183)	(27,871)	27,312
Reserve for Contingencies	(96,900)	(44,700)	-	44,700
<b>Total Other Financing Uses</b>	<u><b>(152,083)</b></u>	<u><b>(99,883)</b></u>	<u><b>(27,871)</b></u>	<u><b>72,012</b></u>
<b>Net Change in Fund Balances</b>	<b>(211,475)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>211,475</b></u>	<u><b>-</b></u>	<u><b>-</b></u>	<u><b>-</b></u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE (DEFICIT)- BUDGET AND ACTUAL**  
**PUBLIC TRANSPORTATION FUND**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 20,000	\$ 561,500	\$ 495,404	\$ (66,096)
Charges for Services	1,049,591	508,091	265,203	(242,888)
Investment Income	1,000	1,000	474	(526)
Miscellaneous	-	17,165	17,165	-
Less: Statutory Requirement	<u>(53,530)</u>	<u>(53,530)</u>	<u>-</u>	<u>53,530</u>
<b>Total Revenues</b>	<b><u>1,017,061</u></b>	<b><u>1,034,226</u></b>	<b><u>778,246</u></b>	<b><u>(255,980)</u></b>
<b>Expenditures</b>				
Current:				
Transportation	1,301,652	1,466,817	1,119,876	346,941
<b>Total Expenditures</b>	<b><u>1,301,652</u></b>	<b><u>1,466,817</u></b>	<b><u>1,119,876</u></b>	<b><u>346,941</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(284,591)</u></b>	<b><u>(432,591)</u></b>	<b><u>(341,630)</u></b>	<b><u>90,961</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	284,100	486,513	486,513	-
Operating Transfers Out	(8,914)	(8,914)	(8,914)	-
Reserve for Contingencies	<u>(41,053)</u>	<u>(38,053)</u>	<u>-</u>	<u>38,053</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>234,133</u></b>	<b><u>439,546</u></b>	<b><u>477,599</u></b>	<b><u>38,053</u></b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>(50,458)</b>	<b>6,955</b>	<b>135,969</b>	<b>129,014</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b><u>50,458</u></b>	<b><u>(6,955)</u></b>	<b><u>(6,955)</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 129,014</u></b>	<b><u>\$ 129,014</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LAKE COUNTY AMBULANCE**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 4,512,901	\$ 4,512,901	\$ 4,322,959	\$ (189,942)
Investment Income	52,000	52,000	62,624	10,624
Less: Statutory Requirement	(228,244)	(228,244)	-	228,244
<b>Total Revenues</b>	<b><u>4,336,657</u></b>	<b><u>4,336,657</u></b>	<b><u>4,385,583</u></b>	<b><u>48,926</u></b>
<b>Expenditures</b>				
Current:				
General Government	75,000	73,610	62,494	11,116
Public Safety	5,086,492	5,086,492	5,023,695	62,797
<b>Total Expenditures</b>	<b><u>5,161,492</u></b>	<b><u>5,160,102</u></b>	<b><u>5,086,189</u></b>	<b><u>73,913</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(824,835)</u></b>	<b><u>(823,445)</u></b>	<b><u>(700,606)</u></b>	<b><u>122,839</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	1,600	1,600	32,673	31,073
Operating Transfers Out	(135,297)	(136,687)	(136,686)	1
Reserve for Contingencies	(1,209,363)	(1,307,001)	-	1,307,001
<b>Total Other Financing Sources (Uses)</b>	<b><u>(1,343,060)</u></b>	<b><u>(1,442,088)</u></b>	<b><u>(104,013)</u></b>	<b><u>1,338,075</u></b>
<b>Net Change in Fund Balances</b>	<b>(2,167,895)</b>	<b>(2,265,533)</b>	<b>(804,619)</b>	<b>1,460,914</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>2,167,895</u></b>	<b><u>2,265,533</u></b>	<b><u>2,265,533</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,460,914</u></b>	<b><u>\$ 1,460,914</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**STORMWATER MANAGEMENT**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 1,491,294	\$ 1,491,294	\$ 1,417,250	\$ (74,044)
Intergovernmental	-	26,017	38,585	12,568
Investment Income	51,600	51,600	55,252	3,652
Less: Statutory Requirement	(77,145)	(77,145)	-	77,145
<b>Total Revenues</b>	<b><u>1,465,749</u></b>	<b><u>1,491,766</u></b>	<b><u>1,511,087</u></b>	<b><u>19,321</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	<u>1,542,057</u>	<u>1,861,745</u>	<u>747,446</u>	<u>1,114,299</u>
<b>Total Expenditures</b>	<b><u>1,542,057</u></b>	<b><u>1,861,745</u></b>	<b><u>747,446</u></b>	<b><u>1,114,299</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(76,308)</u></b>	<b><u>(369,979)</u></b>	<b><u>763,641</u></b>	<b><u>1,133,620</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	1,600	1,600	10,695	9,095
Operating Transfers Out	(121,854)	(121,854)	(114,896)	6,958
Reserve for Contingencies	(1,024,677)	(695,433)	-	695,433
<b>Total Other Financing Sources (Uses)</b>	<b><u>(1,144,931)</u></b>	<b><u>(815,687)</u></b>	<b><u>(104,201)</u></b>	<b><u>711,486</u></b>
<b>Net Change in Fund Balances</b>	<b>(1,221,239)</b>	<b>(1,185,666)</b>	<b>659,440</b>	<b>1,845,106</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>1,221,239</u></b>	<b><u>1,185,666</u></b>	<b><u>1,185,666</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,845,106</u></b>	<b><u>\$ 1,845,106</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**EMERGENCY 9-1-1**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 983,350	\$ 983,350	\$ 1,063,662	\$ 80,312
Investment Income	39,000	26,000	36,243	10,243
Less: Statutory Requirement	(51,118)	(51,118)	-	51,118
<b>Total Revenues</b>	<u><b>971,232</b></u>	<u><b>958,232</b></u>	<u><b>1,099,905</b></u>	<u><b>141,673</b></u>
<b>Expenditures</b>				
Current:				
Public Safety	913,458	1,089,905	782,787	307,118
<b>Total Expenditures</b>	<u><b>913,458</b></u>	<u><b>1,089,905</b></u>	<u><b>782,787</b></u>	<u><b>307,118</b></u>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<u><b>57,774</b></u>	<u><b>(131,673)</b></u>	<u><b>317,118</b></u>	<u><b>448,791</b></u>
<b>Other Financing Uses</b>				
Operating Transfers Out	(48,650)	(120,000)	(120,000)	-
Reserve for Contingencies	(700,985)	(921,853)	-	921,853
<b>Total Other Financing Uses</b>	<u><b>(749,635)</b></u>	<u><b>(1,041,853)</b></u>	<u><b>(120,000)</b></u>	<u><b>921,853</b></u>
<b>Net Change in Fund Balances</b>	<b>(691,861)</b>	<b>(1,173,526)</b>	<b>197,118</b>	<b>1,370,644</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>691,861</b></u>	<u><b>1,173,526</b></u>	<u><b>1,173,526</b></u>	<u><b>-</b></u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 1,370,644</b></u></u>	<u><u><b>\$ 1,370,644</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**RESORT/DEVELOPMENT TAX**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 736,890	\$ 736,890	\$ 679,056	\$ (57,834)
Intergovernmental	3,500	3,500	3,500	-
Charges for Services	1,000	1,000	886	(114)
Investment Income	35,000	15,000	21,723	6,723
Miscellaneous	-	-	8	8
Less: Statutory Requirement	(38,819)	(38,819)	-	38,819
<b>Total Revenues</b>	<u><b>737,571</b></u>	<u><b>717,571</b></u>	<u><b>705,173</b></u>	<u><b>(12,398)</b></u>
<b>Expenditures</b>				
Current:				
Economic Environment	882,976	904,976	857,462	47,514
<b>Total Expenditures</b>	<u><b>882,976</b></u>	<u><b>904,976</b></u>	<u><b>857,462</b></u>	<u><b>47,514</b></u>
<b>Excess of Revenues Under Expenditures</b>	<u><b>(145,405)</b></u>	<u><b>(187,405)</b></u>	<u><b>(152,289)</b></u>	<u><b>35,116</b></u>
<b>Other Financing Uses</b>				
Operating Transfers Out	(38,820)	(38,820)	(38,820)	-
Reserve for Contingencies	(521,727)	(503,195)	-	503,195
<b>Total Other Financing Uses</b>	<u><b>(560,547)</b></u>	<u><b>(542,015)</b></u>	<u><b>(38,820)</b></u>	<u><b>503,195</b></u>
<b>Net Change in Fund Balances</b>	<b>(705,952)</b>	<b>(729,420)</b>	<b>(191,109)</b>	<b>538,311</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>705,952</b></u>	<u><b>729,420</b></u>	<u><b>729,420</b></u>	<u><b>-</b></u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 538,311</b></u></u>	<u><u><b>\$ 538,311</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**AFFORDABLE HOUSING ASSISTANCE TRUST**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 1,844,860	\$ 1,844,860	\$ 2,342,353	\$ 497,493
Investment Income	80,000	20,000	33,760	13,760
Miscellaneous	60,000	60,000	220,906	160,906
Less: Statutory Requirement	(99,243)	(99,243)	-	99,243
<b>Total Revenues</b>	<b><u>1,885,617</u></b>	<b><u>1,825,617</u></b>	<b><u>2,597,019</u></b>	<b><u>771,402</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	<u>3,272,813</u>	<u>2,943,863</u>	<u>2,393,225</u>	<u>550,638</u>
<b>Total Expenditures</b>	<b><u>3,272,813</u></b>	<b><u>2,943,863</u></b>	<b><u>2,393,225</u></b>	<b><u>550,638</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(1,387,196)</u></b>	<b><u>(1,118,246)</u></b>	<b><u>203,794</u></b>	<b><u>1,322,040</u></b>
<b>Other Financing Uses</b>				
Reserve for Contingencies	<u>-</u>	<u>(9,027)</u>	<u>-</u>	<u>9,027</u>
<b>Total Other Financing Uses</b>	<b><u>-</u></b>	<b><u>(9,027)</u></b>	<b><u>-</u></b>	<b><u>9,027</u></b>
<b>Net Change in Fund Balances</b>	<b>(1,387,196)</b>	<b>(1,127,273)</b>	<b>203,794</b>	<b>1,331,067</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>1,387,196</u></b>	<b><u>1,127,273</u></b>	<b><u>1,127,273</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,331,067</u></b>	<b><u>\$ 1,331,067</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**SECTION 8**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 1,461,984	\$ 1,421,210	\$ 1,381,267	\$ (39,943)
Investment Income	25,000	4,000	9,247	5,247
Miscellaneous	3,900	3,900	4,673	773
Less: Statutory Requirement	(74,544)	(74,544)	-	74,544
<b>Total Revenues</b>	<b><u>1,416,340</u></b>	<b><u>1,354,566</u></b>	<b><u>1,395,187</u></b>	<b><u>40,621</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	1,501,942	1,541,442	1,442,999	98,443
<b>Total Expenditures</b>	<b><u>1,501,942</u></b>	<b><u>1,541,442</u></b>	<b><u>1,442,999</u></b>	<b><u>98,443</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(85,602)</u></b>	<b><u>(186,876)</u></b>	<b><u>(47,812)</u></b>	<b><u>139,064</u></b>
<b>Other Financing Uses</b>				
Operating Transfers Out	(49,954)	(49,954)	(44,068)	5,886
Reserve for Contingencies	(201,944)	(195,026)	-	195,026
<b>Total Other Financing Uses</b>	<b><u>(251,898)</u></b>	<b><u>(244,980)</u></b>	<b><u>(44,068)</u></b>	<b><u>200,912</u></b>
<b>Net Change in Fund Balances</b>	<b>(337,500)</b>	<b>(431,856)</b>	<b>(91,880)</b>	<b>339,976</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>337,500</u></b>	<b><u>431,856</u></b>	<b><u>431,856</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 339,976</u></b>	<b><u>\$ 339,976</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MUNICIPAL SERVICE BENEFIT UNITS/SPECIAL ASSESSMENTS**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 453,968	\$ 453,968	\$ 445,205	\$ (8,763)
Investment Income	4,450	4,450	12,217	7,767
Less: Statutory Requirement	(22,920)	(22,920)	-	22,920
<b>Total Revenues</b>	<b><u>435,498</u></b>	<b><u>435,498</u></b>	<b><u>457,422</u></b>	<b><u>21,924</u></b>
<b>Expenditures</b>				
Current:				
Transportation	399,783	425,403	346,778	78,625
<b>Total Expenditures</b>	<b><u>399,783</u></b>	<b><u>425,403</u></b>	<b><u>346,778</u></b>	<b><u>78,625</u></b>
<b>Excess of Revenues Over Expenditures</b>	<b><u>35,715</u></b>	<b><u>10,095</u></b>	<b><u>110,644</u></b>	<b><u>100,549</u></b>
<b>Other Financing Uses</b>				
Operating Transfers Out	(50,425)	(50,425)	(45,458)	4,967
Reserve for Contingencies	(125,568)	(184,534)	-	184,534
<b>Total Other Financing Uses</b>	<b><u>(175,993)</u></b>	<b><u>(234,959)</u></b>	<b><u>(45,458)</u></b>	<b><u>189,501</u></b>
<b>Net Change in Fund Balances</b>	<b>(140,278)</b>	<b>(224,864)</b>	<b>65,186</b>	<b>290,050</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>140,278</u></b>	<b><u>224,864</u></b>	<b><u>224,864</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 290,050</u></b>	<b><u>\$ 290,050</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LAW ENFORCEMENT TRUST**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ -	\$ 132,604	\$ 153,185	\$ 20,581
Investment Income	500	500	1,706	1,206
<b>Total Revenues</b>	<u>500</u>	<u>133,104</u>	<u>154,891</u>	<u>21,787</u>
<b>Expenditures</b>				
Current:				
Public Safety	2,500	145,858	139,020	6,838
<b>Total Expenditures</b>	<u>2,500</u>	<u>145,858</u>	<u>139,020</u>	<u>6,838</u>
<b>Net Change in Fund Balances</b>	<b>(2,000)</b>	<b>(12,754)</b>	<b>15,871</b>	<b>28,625</b>
<b>Fund Balance at Beginning of Year</b>	<u>2,000</u>	<u>12,754</u>	<u>12,754</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,625</u>	<u>\$ 28,625</u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CRIMINAL JUSTICE TRUST**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ 186,579	\$ 186,579	\$ 224,189	\$ 37,610
Investment Income	5,000	5,000	3,704	(1,296)
Less: Statutory Requirement	(9,579)	(9,579)	-	9,579
<b>Total Revenues</b>	<u>182,000</u>	<u>182,000</u>	<u>227,893</u>	<u>45,893</u>
<b>Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues Over Expenditures</b>	<u>182,000</u>	<u>182,000</u>	<u>227,893</u>	<u>45,893</u>
<b>Other Financing Uses</b>				
Operating Transfers Out	(182,000)	(182,000)	(227,893)	(45,893)
<b>Total Other Financing Uses</b>	<u>(182,000)</u>	<u>(182,000)</u>	<u>(227,893)</u>	<u>(45,893)</u>
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>Fund Balance at Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**POLLUTION RECOVERY**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ 1,000	\$ 1,000	\$ 38,900	\$ 37,900
Investment Income	400	400	969	569
Less: Statutory Requirement	(70)	(70)	-	70
<b>Total Revenues</b>	<b><u>1,330</u></b>	<b><u>1,330</u></b>	<b><u>39,869</u></b>	<b><u>38,539</u></b>
<b>Expenditures</b>				
Physical Environment	19,550	19,550	17,052	2,498
<b>Total Expenditures</b>	<b><u>19,550</u></b>	<b><u>19,550</u></b>	<b><u>17,052</u></b>	<b><u>2,498</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(18,220)</u></b>	<b><u>(18,220)</u></b>	<b><u>22,817</u></b>	<b><u>41,037</u></b>
<b>Other Financing Uses</b>				
Reserve for Contingencies	(6,881)	(7,528)	-	7,528
<b>Total Other Financing Uses</b>	<b><u>(6,881)</u></b>	<b><u>(7,528)</u></b>	<b><u>-</u></b>	<b><u>7,528</u></b>
<b>Net Change in Fund Balances</b>	<b>(25,101)</b>	<b>(25,748)</b>	<b>22,817</b>	<b>48,565</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>25,101</u></b>	<b><u>25,748</u></b>	<b><u>25,748</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 48,565</u></b>	<b><u>\$ 48,565</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CODE ENFORCEMENT LIENS**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ 10,000	\$ 10,000	\$ 20,468	\$ 10,468
Investment Income	500	500	2,698	2,198
Less: Statutory Requirement	(525)	(525)	-	525
<b>Total Revenues</b>	<b><u>9,975</u></b>	<b><u>9,975</u></b>	<b><u>23,166</u></b>	<b><u>13,191</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	68,975	106,305	30,330	75,975
<b>Total Expenditures</b>	<b><u>68,975</u></b>	<b><u>106,305</u></b>	<b><u>30,330</u></b>	<b><u>75,975</u></b>
<b>Net Change in Fund Balances</b>	<b>(59,000)</b>	<b>(96,330)</b>	<b>(7,164)</b>	<b>89,166</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>59,000</u></b>	<b><u>96,330</u></b>	<b><u>96,330</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 89,166</u></b>	<b><u>\$ 89,166</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**BUILDING SERVICES**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Licenses and Permits	\$ 4,356,611	\$ 4,393,111	\$ 4,329,717	\$ (63,394)
Charges for Services	119,504	119,504	273,260	153,756
Fines and Forfeitures	8,200	8,200	20,640	12,440
Investment Income	15,000	10,500	12,459	1,959
Less: Statutory Requirement	(224,966)	(224,966)	-	224,966
<b>Total Revenues</b>	<b><u>4,274,349</u></b>	<b><u>4,306,349</u></b>	<b><u>4,636,076</u></b>	<b><u>329,727</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	3,471,301	3,532,239	3,279,072	253,167
<b>Total Expenditures</b>	<b><u>3,471,301</u></b>	<b><u>3,532,239</u></b>	<b><u>3,279,072</u></b>	<b><u>253,167</u></b>
<b>Excess of Revenues Over Expenditures</b>	<b><u>803,048</u></b>	<b><u>774,110</u></b>	<b><u>1,357,004</u></b>	<b><u>582,894</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	89,074	89,074	89,074	-
Operating Transfers Out	(863,184)	(863,184)	(863,184)	-
Reserve for Contingencies	(28,938)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>(803,048)</u></b>	<b><u>(774,110)</u></b>	<b><u>(774,110)</u></b>	<b><u>-</u></b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>582,894</b>	<b>582,894</b>
<b>Fund Balance at Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 582,894</u></b>	<b><u>\$ 582,894</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LAKE COUNTY MTU FOR FIRE PROTECTION**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 7,441,899	\$ 7,800,000	\$ 8,580,796	\$ 780,796
Intergovernmental	55,720	91,995	56,388	(35,607)
Charges for Services	25,000	4,400	5,017	617
Investment Income	418,000	155,000	195,677	40,677
Miscellaneous	610	610	22,367	21,757
Less: Statutory Requirement	(397,061)	(397,061)	-	397,061
<b>Total Revenues</b>	<b><u>7,544,168</u></b>	<b><u>7,654,944</u></b>	<b><u>8,860,245</u></b>	<b><u>1,205,301</u></b>
<b>Expenditures</b>				
Current:				
General Government	1,283,665	879,861	232,658	647,203
Public Safety	11,120,004	10,886,315	9,008,782	1,877,533
<b>Total Expenditures</b>	<b><u>12,403,669</u></b>	<b><u>11,766,176</u></b>	<b><u>9,241,440</u></b>	<b><u>2,524,736</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(4,859,501)</u></b>	<b><u>(4,111,232)</u></b>	<b><u>(381,195)</u></b>	<b><u>3,730,037</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	140,000	179,147	179,147	-
Operating Transfers Out	(615,162)	(620,233)	(620,232)	1
Reserve for Contingencies	(1,386,838)	(514,974)	-	514,974
<b>Total Other Financing Sources (Uses)</b>	<b><u>(1,862,000)</u></b>	<b><u>(956,060)</u></b>	<b><u>(441,085)</u></b>	<b><u>514,975</u></b>
<b>Net Change in Fund Balances</b>	<b>(6,721,501)</b>	<b>(5,067,292)</b>	<b>(822,280)</b>	<b>4,245,012</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>6,721,501</u></b>	<b><u>5,067,292</u></b>	<b><u>5,067,292</u></b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 4,245,012</u></b>	<b><u>\$ 4,245,012</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FIRE SERVICE IMPACT FEE TRUST**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 377,776	\$ 344,000	\$ 254,835	\$ (89,165)
Investment Income	15,000	15,000	20,598	5,598
Less: Statutory Requirement	(19,639)	(19,639)	-	19,639
<b>Total Revenues</b>	<u><b>373,137</b></u>	<u><b>339,361</b></u>	<u><b>275,433</b></u>	<u><b>(63,928)</b></u>
<b>Expenditures</b>				
Current:				
Public Safety	1,476,081	1,121,631	368,434	753,197
<b>Total Expenditures</b>	<u><b>1,476,081</b></u>	<u><b>1,121,631</b></u>	<u><b>368,434</b></u>	<u><b>753,197</b></u>
<b>Excess of Revenues Under Expenditures</b>	<u><b>(1,102,944)</b></u>	<u><b>(782,270)</b></u>	<u><b>(93,001)</b></u>	<u><b>689,269</b></u>
<b>Other Financing Uses</b>				
Operating Transfers Out	(29,346)	(29,346)	(26,708)	2,638
Reserve for Contingencies	(219,339)	(64,322)	-	64,322
<b>Total Other Financing Uses</b>	<u><b>(248,685)</b></u>	<u><b>(93,668)</b></u>	<u><b>(26,708)</b></u>	<u><b>66,960</b></u>
<b>Net Change in Fund Balances</b>	<b>(1,351,629)</b>	<b>(875,938)</b>	<b>(119,709)</b>	<b>756,229</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>1,351,629</b></u>	<u><b>875,938</b></u>	<u><b>875,938</b></u>	<u><b>-</b></u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 756,229</b></u></u>	<u><u><b>\$ 756,229</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COUNTY-WIDE LIBRARY TRUST**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 365,768	\$ 422,627	\$ 422,627	\$ -
Charges for Services	500	500	255	(245)
Fines and Forfeitures	2,000	2,000	12,748	10,748
Investment Income	15,000	7,000	17,838	10,838
Miscellaneous	1,000	2,995	6,302	3,307
<b>Total Revenues</b>	<b><u>384,268</u></b>	<b><u>435,122</u></b>	<b><u>459,770</u></b>	<b><u>24,648</u></b>
<b>Expenditures</b>				
Current:				
Culture and Recreation	3,938,920	3,990,556	3,278,731	711,825
<b>Total Expenditures</b>	<b><u>3,938,920</u></b>	<b><u>3,990,556</u></b>	<b><u>3,278,731</u></b>	<b><u>711,825</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(3,554,652)</u></b>	<b><u>(3,555,434)</u></b>	<b><u>(2,818,961)</u></b>	<b><u>736,473</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	3,475,488	3,475,488	3,260,864	(214,624)
Reserve for Contingencies	(15,000)	(73,713)	-	73,713
<b>Total Other Financing Sources (Uses)</b>	<b><u>3,460,488</u></b>	<b><u>3,401,775</u></b>	<b><u>3,260,864</u></b>	<b><u>(140,911)</u></b>
<b>Net Change in Fund Balances</b>	<b>(94,164)</b>	<b>(153,659)</b>	<b>441,903</b>	<b>595,562</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>94,164</u></b>	<b><u>153,659</u></b>	<b><u>153,659</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 595,562</u></b>	<b><u>\$ 595,562</u></b>

LAKE COUNTY, FLORIDA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
ANIMAL SHELTER TRUST  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 2,000	\$ 1,400	\$ 2,019	\$ 619
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>8,941</u>	<u>3,941</u>
<b>Total Revenues</b>	<u><b>7,000</b></u>	<u><b>6,400</b></u>	<u><b>10,960</b></u>	<u><b>4,560</b></u>
<b>Expenditures</b>				
Current:				
Human Services	<u>3,500</u>	<u>3,500</u>	<u>-</u>	<u>3,500</u>
<b>Total Expenditures</b>	<u><b>3,500</b></u>	<u><b>3,500</b></u>	<u>-</u>	<u><b>3,500</b></u>
<b>Excess of Revenues Over Expenditures</b>	<u><b>3,500</b></u>	<u><b>2,900</b></u>	<u><b>10,960</b></u>	<u><b>8,060</b></u>
<b>Other Financing Uses</b>				
Reserve for Contingencies	<u>(64,045)</u>	<u>(66,066)</u>	<u>-</u>	<u>66,066</u>
<b>Total Other Financing Uses</b>	<u><b>(64,045)</b></u>	<u><b>(66,066)</b></u>	<u>-</u>	<u><b>66,066</b></u>
<b>Net Change in Fund Balances</b>	<b>(60,545)</b>	<b>(63,166)</b>	<b>10,960</b>	<b>74,126</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>60,545</b></u>	<u><b>63,166</b></u>	<u><b>63,166</b></u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 74,126</b></u></u>	<u><u><b>\$ 74,126</b></u></u>

LAKE COUNTY, FLORIDA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
EMPLOYEE BENEFIT  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 85	\$ 85	\$ 123	\$ 38
Miscellaneous	<u>1,500</u>	<u>1,500</u>	<u>1,278</u>	<u>(222)</u>
<b>Total Revenues</b>	<u><b>1,585</b></u>	<u><b>1,585</b></u>	<u><b>1,401</b></u>	<u><b>(184)</b></u>
<b>Expenditures</b>				
Current:				
Human Services	<u>6,179</u>	<u>5,772</u>	<u>392</u>	<u>5,380</u>
<b>Total Expenditures</b>	<u><b>6,179</b></u>	<u><b>5,772</b></u>	<u><b>392</b></u>	<u><b>5,380</b></u>
 <b>Net Change in Fund Balances</b>	 <b>(4,594)</b>	 <b>(4,187)</b>	 <b>1,009</b>	 <b>5,196</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>4,594</b></u>	<u><b>4,187</b></u>	<u><b>4,187</b></u>	<u><b>-</b></u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 5,196</b></u></u>	<u><u><b>\$ 5,196</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**RECORDS MODERNIZATION TRUST**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ 36,388	\$ 36,388
Charges for Services	150,000	150,000	240,079	90,079
Investment Income	20,000	20,000	6,240	(13,760)
<b>Total Revenues</b>	<b><u>170,000</u></b>	<b><u>170,000</u></b>	<b><u>282,707</u></b>	<b><u>112,707</u></b>
<b>Expenditures</b>				
Current:				
General Government	665,003	690,236	280,536	409,700
<b>Total Expenditures</b>	<b><u>665,003</u></b>	<b><u>690,236</u></b>	<b><u>280,536</u></b>	<b><u>409,700</u></b>
 <b>Net Change in Fund Balances</b>	 <b>(495,003)</b>	 <b>(520,236)</b>	 <b>2,171</b>	 <b>522,407</b>
 <b>Fund Balance at Beginning of Year</b>	 <b><u>495,003</u></b>	 <b><u>520,236</u></b>	 <b><u>520,236</u></b>	 <b><u>-</u></b>
 <b>Fund Balance at End of Year</b>	 <b><u><u>\$ -</u></u></b>	 <b><u><u>\$ -</u></u></b>	 <b><u><u>\$ 522,407</u></u></b>	 <b><u><u>\$ 522,407</u></u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**SHERIFF SPECIAL REVENUE**  
For the Year Ended September 30, 2002

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 609,382	\$ 563,511	\$ 617,514	\$ 54,003
Charges for Services	110,250	110,250	508,276	398,026
Fines and Forfeitures	-	144,970	152,695	7,725
Investment Income	2,500	2,500	3,357	857
Miscellaneous	380,290	400,290	43,751	(356,539)
<b>Total Revenues</b>	<b><u>1,102,422</u></b>	<b><u>1,221,521</u></b>	<b><u>1,325,593</u></b>	<b><u>104,072</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	2,321,082	2,651,938	2,521,128	130,810
<b>Total Expenditures</b>	<b><u>2,321,082</u></b>	<b><u>2,651,938</u></b>	<b><u>2,521,128</u></b>	<b><u>130,810</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(1,218,660)</u></b>	<b><u>(1,430,417)</u></b>	<b><u>(1,195,535)</u></b>	<b><u>234,882</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	947,935	1,177,591	1,068,816	(108,775)
Operating Transfers Out	(21,307)	(39,206)	(42,896)	(3,690)
Reserve for Contingencies	-	(40,344)	-	40,344
<b>Total Other Financing Sources (Uses)</b>	<b><u>926,628</u></b>	<b><u>1,098,041</u></b>	<b><u>1,025,920</u></b>	<b><u>(72,121)</u></b>
<b>Net Change in Fund Balances</b>	<b>(292,032)</b>	<b>(332,376)</b>	<b>(169,615)</b>	<b>162,761</b>
<b>Fund Balance at Beginning of Year</b>	<b>292,032</b>	<b>332,376</b>	<b>332,376</b>	<b>-</b>
Inventory Reserve Decrease	-	-	(8,046)	(8,046)
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 154,715</u></b>	<b><u>\$ 154,715</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**SALES TAX BOND DEBT SERVICE**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 72,000	\$ 47,000	\$ 66,719	\$ 19,719
Less: Statutory Requirement	(3,600)	(3,600)	-	3,600
<b>Total Revenues</b>	<b><u>68,400</u></b>	<b><u>43,400</u></b>	<b><u>66,719</u></b>	<b><u>23,319</u></b>
<b>Expenditures</b>				
Debt Service:				
Principal	3,940,000	3,940,000	3,940,000	-
Interest and Fiscal Charges	351,300	351,300	350,832	468
<b>Total Expenditures</b>	<b><u>4,291,300</u></b>	<b><u>4,291,300</u></b>	<b><u>4,290,832</u></b>	<b><u>468</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(4,222,900)</u></b>	<b><u>(4,247,900)</u></b>	<b><u>(4,224,113)</u></b>	<b><u>23,787</u></b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	4,290,300	4,290,300	4,290,300	-
Reserve for Contingencies	(3,533,027)	(3,561,401)	-	3,561,401
<b>Total Other Financing Sources (Uses)</b>	<b><u>757,273</u></b>	<b><u>728,899</u></b>	<b><u>4,290,300</u></b>	<b><u>3,561,401</u></b>
<b>Net Change in Fund Balances</b>	<b><u>(3,465,627)</u></b>	<b><u>(3,519,001)</u></b>	<b><u>66,187</u></b>	<b><u>3,585,188</u></b>
<b>Fund Balance at Beginning of Year</b>	<b><u>3,465,627</u></b>	<b><u>3,519,001</u></b>	<b><u>3,519,001</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 3,585,188</u></b>	<b><u>\$ 3,585,188</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**PARI-MUTUEL REVENUES BOND DEBT SERVICE**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 297,667	\$ 297,667	\$ 297,667	\$ -
Investment Income	10,000	10,000	84,125	74,125
Less: Statutory Requirement	<u>(15,383)</u>	<u>(15,383)</u>	<u>-</u>	<u>15,383</u>
<b>Total Revenues</b>	<b><u>292,284</u></b>	<b><u>292,284</u></b>	<b><u>381,792</u></b>	<b><u>89,508</u></b>
<b>Expenditures</b>				
Debt Service:				
Principal	70,000	70,000	70,000	-
Interest and Fiscal Charges	225,323	227,723	227,723	-
Capital Outlay	3,968,498	3,909,013	92,990	3,816,023
<b>Total Expenditures</b>	<b><u>4,263,821</u></b>	<b><u>4,206,736</u></b>	<b><u>390,713</u></b>	<b><u>3,816,023</u></b>
 <b>Net Change in Fund Balances</b>	 <b>(3,971,537)</b>	 <b>(3,914,452)</b>	 <b>(8,921)</b>	 <b>3,905,531</b>
 <b>Fund Balance at Beginning of Year</b>	 <b><u>3,971,537</u></b>	 <b><u>3,914,452</u></b>	 <b><u>3,914,452</u></b>	 <b><u>-</u></b>
 <b>Fund Balance at End of Year</b>	 <b><u>\$ -</u></b>	 <b><u>\$ -</u></b>	 <b><u>\$ 3,905,531</u></b>	 <b><u>\$ 3,905,531</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**PARKS CAPITAL PROJECTS**  
**For the Year Ended September 30, 2002**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 225,000	\$ -	\$ (225,000)
Investment Income	1,000	1,000	13,867	12,867
Less: Statutory Requirement	(50)	(50)	-	50
<b>Total Revenues</b>	<u><b>950</b></u>	<u><b>225,950</b></u>	<u><b>13,867</b></u>	<u><b>(212,083)</b></u>
<b>Expenditures</b>				
Capital Outlay	645,517	676,087	335,285	340,802
<b>Total Expenditures</b>	<u><b>645,517</b></u>	<u><b>676,087</b></u>	<u><b>335,285</b></u>	<u><b>340,802</b></u>
<b>Excess of Revenues Under Expenditures</b>	<u><b>(644,567)</b></u>	<u><b>(450,137)</b></u>	<u><b>(321,418)</b></u>	<u><b>128,719</b></u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	30,000	30,000	30,000	-
Reserve for Contingencies	(15,000)	(94,178)	-	94,178
<b>Total Other Financing Sources (Uses)</b>	<u><b>15,000</b></u>	<u><b>(64,178)</b></u>	<u><b>30,000</b></u>	<u><b>94,178</b></u>
<b>Net Change in Fund Balances</b>	<b>(629,567)</b>	<b>(514,315)</b>	<b>(291,418)</b>	<b>222,897</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>629,567</b></u>	<u><b>514,315</b></u>	<u><b>514,315</b></u>	<u><b>-</b></u>
<b>Fund Balance at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 222,897</b></u></u>	<u><u><b>\$ 222,897</b></u></u>

**MAJOR GOVERNMENTAL FUNDS**

**CAPITAL PROJECTS FUND**

**SALES TAX CAPITAL PROJECTS FUND**

To account for construction of various capital projects, using discretionary infrastructure sales surtax revenues.

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MAJOR FUND - SALES TAX CAPITAL PROJECTS**  
For the Year Ended September 30, 2002

	<u>Sales Tax Capital Projects</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Investment Income	100,000	100,000	370,203	270,203
Less: Statutory Requirement	(5,000)	(5,000)	-	5,000
<b>Total Revenues</b>	<u>95,000</u>	<u>95,000</u>	<u>370,203</u>	<u>275,203</u>
<b>Expenditures</b>				
Capital Outlay	15,693,673	19,694,125	11,074,784	8,619,341
<b>Total Expenditures</b>	<u>15,693,673</u>	<u>19,694,125</u>	<u>11,074,784</u>	<u>8,619,341</u>
<b>Excess of Revenues Under Expenditures</b>	<u>(15,598,673)</u>	<u>(19,599,125)</u>	<u>(10,704,581)</u>	<u>8,894,544</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	7,163,084	9,159,640	8,159,640	(1,000,000)
Reserve for Contingencies	(3,475,104)	(3,442,340)	-	3,442,340
<b>Total Other Financing Sources (Uses)</b>	<u>3,687,980</u>	<u>5,717,300</u>	<u>8,159,640</u>	<u>2,442,340</u>
<b>Net Change in Fund Balances</b>	<b>(11,910,693)</b>	<b>(13,881,825)</b>	<b>(2,544,941)</b>	<b>11,336,884</b>
<b>Fund Balance at Beginning of Year</b>	<u>11,910,693</u>	<u>13,881,825</u>	<u>13,881,825</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,336,884</u>	<u>\$ 11,336,884</u>

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## **INTERNAL SERVICE FUNDS**

### **INSURANCE FUND - BOARD**

To account for the revenues and expenses of the Employee Group Health Insurance Program for the Board of County Commissioners, Supervisor of Elections, Property Appraiser and Tax Collector. This fund also accounts for the revenues and expenses of the Comprehensive Liability Programs for the Board of County Commissioners and all Constitutional Officers (except the Sheriff).

### **INSURANCE FUND - CLERK**

To account for the revenues and expenses of the Employee Group Health Insurance Program for the Clerk of the Circuit Court.

### **FLEET MAINTENANCE INTERNAL SERVICE FUND**

To account for the revenues and expenses of the Fleet Maintenance Division with the County's Public Works Department.

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF NET ASSETS  
 ALL INTERNAL SERVICE FUNDS  
September 30, 2002

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b><u>Assets</u></b>		
<b>Current Assets:</b>		
Pooled Cash and Investments	\$ 6,777,353	\$ 509,568
Other Investments	-	1,774,105
Accounts Receivable	173	4,160
Intragovernmental Receivables	-	-
Due from Other Governments	-	-
Inventory	-	-
<b>Total Current Assets</b>	<b><u>6,777,526</u></b>	<b><u>2,287,833</u></b>
<b>Capital Assets:</b>		
Equipment	-	-
Less: Accumulated Depreciation	-	-
<b>Total Capital Assets</b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Total Assets</b>	<b><u>6,777,526</u></b>	<b><u>2,287,833</u></b>
<b><u>Liabilities</u></b>		
<b>Current Liabilities:</b>		
Accounts Payable	113,598	133
Accrued Liabilities	-	-
Due to Fiscal Agent	2,315	-
Estimated Insurance Claims Payable	1,436,000	245,540
Current Portion of Long-Term Obligations	-	-
<b>Total Current Liabilities</b>	<b><u>1,551,913</u></b>	<b><u>245,673</u></b>
<b>Long-Term Liabilities:</b>		
Accrued Benefits Payable	-	-
<b>Total Long-Term Liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Total Liabilities</b>	<b><u>1,551,913</u></b>	<b><u>245,673</u></b>
<b><u>Net Assets</u></b>		
Invested in Capital Assets	-	-
Unrestricted Net Assets	5,225,613	2,042,160
<b>Total Net Assets</b>	<b><u>\$ 5,225,613</u></b>	<b><u>\$ 2,042,160</u></b>

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 47,196	\$ 7,334,117
-	1,774,105
-	4,333
8,022	8,022
8,704	8,704
139,367	139,367
<u>203,289</u>	<u>9,268,648</u>
285,228	285,228
(175,767)	(175,767)
<u>109,461</u>	<u>109,461</u>
<u>312,750</u>	<u>9,378,109</u>
61,436	175,167
9,014	9,014
-	2,315
-	1,681,540
21,242	21,242
<u>91,692</u>	<u>1,889,278</u>
22,109	22,109
<u>22,109</u>	<u>22,109</u>
<u>113,801</u>	<u>1,911,387</u>
109,461	109,461
89,488	7,357,261
<u>\$ 198,949</u>	<u>\$ 7,466,722</u>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN FUND NET ASSETS**  
**ALL INTERNAL SERVICE FUNDS**  
**For the Year Ended September 30, 2002**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Operating Revenues:</b>		
Charges for Services	\$ 5,633,497	\$ 879,460
<b>Total Operating Revenues</b>	<u>5,633,497</u>	<u>879,460</u>
<b>Operating Expenses:</b>		
Benefit Payments and Claims	4,366,726	1,122,728
Personal Services	-	-
Contracted Services	-	-
Supplies and Materials	-	-
Repairs and Maintenance	-	-
Utilities	-	-
Other Charges and Services	730,344	293,174
Depreciation	-	-
<b>Total Operating Expenses</b>	<u>5,097,070</u>	<u>1,415,902</u>
<b>Operating Income (Loss)</b>	<b>536,427</b>	<b>(536,442)</b>
<b>Non-Operating Revenues:</b>		
Interest Revenue	200,925	48,640
Net Gain on Disposal of Fixed Assets	-	-
<b>Total Non-Operating Revenues</b>	<u>200,925</u>	<u>48,640</u>
<b>Income (Loss) Before Operating Transfers</b>	<b>737,352</b>	<b>(487,802)</b>
Operating Transfers In	-	450,000
Operating Transfers Out	(215,769)	-
<b>Total Operating Transfers</b>	<u>(215,769)</u>	<u>450,000</u>
<b>Change in Net Assets</b>	<b>521,583</b>	<b>(37,802)</b>
<b>Net Assets at Beginning of Year</b>	<u>4,704,030</u>	<u>2,079,962</u>
<b>Net Assets at End of Year</b>	<u>\$ 5,225,613</u>	<u>\$ 2,042,160</u>

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 1,171,956	\$ 7,684,913
<u>1,171,956</u>	<u>7,684,913</u>
-	5,489,454
490,617	490,617
7,928	7,928
538,750	538,750
319,843	319,843
10,129	10,129
26,912	1,050,430
33,176	33,176
<u>1,427,355</u>	<u>7,940,327</u>
<b>(255,399)</b>	<b>(255,414)</b>
600	250,165
2,674	2,674
<u>3,274</u>	<u>252,839</u>
<b>(252,125)</b>	<b>(2,575)</b>
147,108	597,108
-	(215,769)
<u>147,108</u>	<u>381,339</u>
<b>(105,017)</b>	<b>378,764</b>
<u>303,966</u>	<u>7,087,958</u>
<u>\$ 198,949</u>	<u>\$ 7,466,722</u>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ALL INTERNAL SERVICE FUNDS**  
**For the Year Ended September 30, 2002**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Cash Flows from Operating Activities:</b>		
Cash Received from Customers and for Contributions	\$ 5,687,493	\$ 879,220
Cash Paid to Suppliers and for Claims	(4,860,964)	(1,310,046)
Cash Paid to Employees	-	-
Cash Paid to Insurance Fund	-	-
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b><u>826,529</u></b>	<b><u>(430,826)</u></b>
<b>Cash Flows from NonCapital Financing Activities:</b>		
Cash Transfers from Other Funds	-	450,000
Cash Transfers to Other Funds	(215,769)	-
<b>Net Cash Provided by (Used for) NonCapital Financing Activities</b>	<b><u>(215,769)</u></b>	<b><u>450,000</u></b>
<b>Cash Flows from Capital Activities:</b>		
Additions to Property, Plant and Equipment	-	-
<b>Net Cash Used for Capital Activities</b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Cash Flows from Investing Activities:</b>		
Interest Received	200,925	48,640
<b>Net Cash Provided by Investing Activities</b>	<b><u>200,925</u></b>	<b><u>48,640</u></b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>811,685</b>	<b>67,814</b>
Cash and Cash Equivalents at October 1	5,965,668	2,215,859
<b>Cash and Cash Equivalents at September 30</b>	<b><u>\$ 6,777,353</u></b>	<b><u>\$ 2,283,673</u></b>

**RECONCILIATION OF OPERATING INCOME (LOSS) TO  
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Operating Income (Loss)</b>	<b><u>\$ 536,427</u></b>	<b><u>\$ (536,442)</u></b>
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</b>		
Depreciation	-	-
(Increase) Decrease in Accounts Receivable	22,674	(240)
Decrease in Intragovernmental Receivables	1,566	-
Decrease in Due from Other Governments	29,755	-
Increase in Inventory	-	-
Decrease in Prepaid Expenses	-	7
Increase (Decrease) in Accounts Payable	108,833	(224)
Increase in Accrued Liabilities	-	-
Decrease in Due to Fiscal Agent	(726)	-
Increase in Estimated Claims Payable	128,000	106,073
Increase in Accrued Benefits Payable	-	-
<b>Total Adjustments</b>	<b><u>290,102</u></b>	<b><u>105,616</u></b>
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b><u>\$ 826,529</u></b>	<b><u>\$ (430,826)</u></b>
<b>Noncash Investing, Capital and Financing Activities</b>		
Gain on Disposition of Fixed Assets		

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 1,175,655	\$ 7,742,368
(919,638)	(7,090,648)
(409,438)	(409,438)
(78,724)	(78,724)
<u>(232,145)</u>	<u>163,558</u>

147,108	597,108
-	(215,769)
<u>147,108</u>	<u>381,339</u>

(11,909)	(11,909)
<u>(11,909)</u>	<u>(11,909)</u>

600	250,165
<u>600</u>	<u>250,165</u>

(96,346)	783,153
143,542	8,325,069
<u>\$ 47,196</u>	<u>\$ 9,108,222</u>

<u>Fleet Maintenance</u>	<u>Total</u>
\$ (255,399)	\$ (255,414)

33,176	33,176
-	22,434
635	2,201
3,064	32,819
(13,408)	(13,408)
-	7
(2,668)	105,941
445	445
-	(726)
-	234,073
2,010	2,010
<u>23,254</u>	<u>418,972</u>
<u>\$ (232,145)</u>	<u>\$ 163,558</u>

2,674	2,674
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**FIDUCIARY FUNDS**

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**AGENCY FUNDS**

***BOARD OF COUNTY COMMISSIONERS***

**SCHOOL IMPACT FEE TRUST FUND**

To account for the collection and distribution of impact fees pertaining to the Lake County District School Board.

**ESCROW DEPOSITS FUND**

To account for the collection and payment of builders' and developers' surety deposits.

***CLERK OF CIRCUIT COURT***

**AGENCY FUND**

To record the collection and payment of monies collected for the Department of Revenue, Bureau of Vital Statistics, State Treasurer, and other various State and Federal agencies.

**FINES AND COSTS FUND**

To account for the collection and disbursement of all court ordered fines and costs collected on behalf of various governmental agencies.

**TAX DEED SALES FUND**

To account for the collection and disbursements of the proceeds of tax deed sales in accordance with Chapter 197, Florida Statutes.

**JUROR AND WITNESS FUND**

To record the receipt and disbursement of funds to jurors and witnesses on behalf of county and state agencies.

**UNIFORM SUPPORT FUND**

To account for the collection and payment of court ordered alimony and child support payments.

**SUSPENSE**

To account for the receipt and disbursement of temporarily unidentified monies.

**COURTS REGISTRY FUND**

To record the collection and payment of deposits required by Circuit and County Court legal actions.

***TAX COLLECTOR***

**TAX COLLECTIONS TRUST FUND**

To record the receipt and distribution of ad valorem tax collections.

**TAG AND TITLE TRUST FUND**

To record the receipt and distribution of vehicle tag and title collections and marine title and registration fees collected on behalf of various State agencies.

**HUNTING AND FISHING LICENSE FUND**

To account for the collection and disbursement of hunting and fishing license fees collected on behalf of State and local agencies.

***SHERIFF'S OFFICE***

**CASH BONDS FUND**

To account for the receipt and disbursement of bonds posted by individuals pending judicial proceedings.

**CIVIL FUND**

To account for the receipt and disbursement of funds that result from civil process, confiscation and Sheriff's sales.

**INMATE TRUST FUND**

To account for the receipt and distribution of the personal funds of County Jail inmates.

**SUSPENSE**

To account for the receipt and disbursement of temporarily unidentified monies.

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**September 30, 2002**

	<u><b>AGENCY FUNDS</b></u>	
	<u><b>Board of County Commissioners</b></u>	
	<u><b>School Impact Fee Trust</b></u>	<u><b>Escrow Deposits</b></u>
<b><u>Assets</u></b>		
Cash	\$ -	\$ 96,163
Pooled Cash and Investments	422,283	-
Restricted Cash and Investments	-	-
Other Investments	-	31,000
Accounts Receivable	-	-
Due from Other Funds	-	-
	<hr/>	<hr/>
<b>Total Assets</b>	<b><u><u>\$ 422,283</u></u></b>	<b><u><u>\$ 127,163</u></u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ -
Due to Other Funds	-	-
Intragovernmental Payables	-	-
Due to Other Governments	422,283	-
Deposits	-	127,163
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b><u><u>\$ 422,283</u></u></b>	<b><u><u>\$ 127,163</u></u></b>

**AGENCY FUNDS**  
**Clerk of the Circuit Court**

<b>Agency</b>	<b>Fines and Costs</b>	<b>Tax Deed Sales</b>
\$ -	\$ -	\$ -
650,196	360,609	216,595
-	-	-
-	-	-
-	-	-
<b>\$ 650,196</b>	<b>\$ 360,609</b>	<b>\$ 216,595</b>
\$ 432	\$ 6,428	\$ 462
-	-	-
32,883	138,731	1,108
602,230	215,450	-
14,651	-	215,025
-	-	-
-	-	-
<b>\$ 650,196</b>	<b>\$ 360,609</b>	<b>\$ 216,595</b>

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2002

	<u>AGENCY FUNDS</u>	
	<u>Clerk of the Circuit Court</u>	
	<u>Juror and Witness</u>	<u>Uniform Support</u>
<b><u>Assets</u></b>		
Cash	\$ -	\$ -
Pooled Cash and Investments	10,460	3,879
Restricted Cash and Investments	-	-
Other Investments	-	-
Accounts Receivable	-	462
Due from Other Funds	-	-
	<hr/>	<hr/>
<b>Total Assets</b>	<b><u>\$ 10,460</u></b>	<b><u>\$ 4,341</u></b>
 <b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ -
Due to Other Funds	-	-
Intragovernmental Payables	7,104	-
Due to Other Governments	3,356	3,964
Deposits	-	377
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b><u>\$ 10,460</u></b>	<b><u>\$ 4,341</u></b>

<u>AGENCY FUNDS</u> Clerk of the Circuit Court		<u>AGENCY FUNDS</u> Tax Collector	
<u>Suspense</u>	<u>Courts Registry</u>	<u>Tax Collections Trust</u>	
\$ -	\$ -	\$ 1,764,591	
528	937,494	-	
-	-	-	
-	-	-	
-	-	-	
-	-	-	
<u>\$ 528</u>	<u>\$ 937,494</u>	<u>\$ 1,764,591</u>	
\$ -	\$ -	\$ 293,256	
-	-	-	
-	-	315,492	
-	-	155,634	
528	937,494	-	
-	-	1,000,209	
-	-	-	
<u>\$ 528</u>	<u>\$ 937,494</u>	<u>\$ 1,764,591</u>	

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2002

	<u>AGENCY FUNDS</u>	
	<u>Tax Collector</u>	
	<u>Tag and Title Trust</u>	<u>Hunting and Fishing License</u>
<b><u>Assets</u></b>		
Cash	\$ 459,759	\$ 17,509
Pooled Cash and Investments	-	-
Restricted Cash and Investments	-	-
Other Investments	-	-
Accounts Receivable	-	-
Due from Other Funds	-	-
<b>Total Assets</b>	<b><u>\$ 459,759</u></b>	<b><u>\$ 17,509</u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ 1,980	\$ 123
Due to Other Funds	-	-
Intragovernmental Payables	6,749	376
Due to Other Governments	451,030	17,010
Deposits	-	-
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
<b>Total Liabilities</b>	<b><u>\$ 459,759</u></b>	<b><u>\$ 17,509</u></b>

**AGENCY FUNDS**

**Sheriff**

<b>Cash Bonds</b>	<b>Civil</b>	<b>Inmate Trust</b>
\$ -	\$ -	\$ -
-	-	-
421,462	25,374	58,151
-	-	-
-	-	-
-	-	-
<b><u>\$ 421,462</u></b>	<b><u>\$ 25,374</u></b>	<b><u>\$ 58,151</u></b>
\$ -	\$ -	\$ -
15,291	-	-
-	8,897	-
-	-	-
-	16,477	58,151
-	-	-
406,171	-	-
<b><u>\$ 421,462</u></b>	<b><u>\$ 25,374</u></b>	<b><u>\$ 58,151</u></b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS (Continued)**  
September 30, 2002

	<u>AGENCY FUNDS</u> <u>Sheriff</u>	<u>Total</u> <u>Agency</u> <u>Funds</u>
	<u>Suspense</u>	
<b><u>Assets</u></b>		
Cash	\$ -	\$ 2,338,022
Pooled Cash and Investments	13,552	2,615,596
Restricted Cash and Investments	-	504,987
Other Investments	-	31,000
Accounts Receivable	-	462
Due from Other Funds	15,291	15,291
	<hr/>	<hr/>
<b>Total Assets</b>	<b>\$ 28,843</b>	<b>\$ 5,505,358</b>
	<hr/> <hr/>	<hr/> <hr/>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ 302,681
Due to Other Funds	-	15,291
Intragovernmental Payables	11,738	523,078
Due to Other Governments	-	1,870,957
Deposits	17,105	1,386,971
Taxes Collected in Advance	-	1,000,209
Cash Bonds Payable	-	406,171
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b>\$ 28,843</b>	<b>\$ 5,505,358</b>
	<hr/> <hr/>	<hr/> <hr/>

## **STATISTICAL SECTION**

The following tables are **not** applicable to Lake County:

- Computation of Legal Debt Margin.
- Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita - Last Ten Fiscal Years.
- Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures - Last Ten Fiscal Years.
- Computation of All General Obligation Overlapping Debt.

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LAKE COUNTY, FLORIDA  
GOVERNMENT-WIDE EXPENSES BY FUNCTION  
YEAR ENDED SEPTEMBER 30, 2002

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	FISCAL YEAR
	<u>2002</u> <sup>(1)</sup>
General Government	\$ 27,698,423
Public Safety	56,829,456
Physical Environment	1,844,043
Transportation	9,176,041
Economic Environment	6,229,876
Human Services	4,615,841
Culture and Recreation	5,078,327
Court-Related	6,542,853
Interest on Long Term Debt	577,519
Business-Type Activity - Landfill	<u>14,290,466</u>
 Total	 <u><u>\$ 132,882,845</u></u>

LAKE COUNTY, FLORIDA  
GOVERNMENT-WIDE REVENUES  
YEAR ENDED SEPTEMBER 30, 2002

---

	FISCAL YEAR
	<u>2002</u> <sup>(1)</sup>
<u>Program Revenues</u>	
Charges for Services	\$ 35,209,614
Operating Grants and Contributions	14,546,873
Capital Grants and Contributions	11,429,412
 <u>General Revenues</u>	
Taxes:	
Property Taxes	47,277,830
Sales Taxes	14,311,889
Gas Taxes	5,692,284
Franchise Fees	1,434,767
Other Taxes	9,259,852
Intergovernmental Revenues	13,061,458
Investment Income	3,971,003
Miscellaneous	<u>2,401,605</u>
 Total	 <u><u>\$ 158,596,587</u></u>

(1) Only one year available due to initial year of GASB Statement No. 34 implementation.

LAKE COUNTY, FLORIDA  
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION - LAST TEN FISCAL YEARS  
TOTAL GOVERNMENTAL FUNDS

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<u>FISCAL YEAR</u>	<u>GENERAL GOVERNMENT</u>	<u>PUBLIC SAFETY</u>	<u>PHYSICAL ENVIRONMENT</u>	<u>TRANS-PORTATION</u>	<u>ECONOMIC ENVIRONMENT</u>
1992-93	\$ 12,816,210	\$ 24,670,631	\$ 1,352,991	\$ 8,921,400	\$ 1,782,673
1993-94	14,937,333	24,354,237	1,507,081	10,512,130	1,735,799
1994-95	15,362,462	27,114,212	1,648,950	9,889,489	2,638,898
1995-96	16,733,073	30,254,140	1,717,793	10,690,472	918,717
1996-97	15,921,799	30,514,016	1,368,171	11,934,296	1,585,277
1997-98	17,912,580	32,884,280	1,498,850	11,939,226	2,296,736
1998-99	18,642,363	38,195,199	1,638,517	17,149,036	3,251,671
1999-00	22,493,939	45,250,690	1,562,348	13,041,595	1,975,320
2000-01	20,293,685	52,099,913	1,635,522	14,887,918	2,411,587
2001-02	23,129,643	56,397,469	2,400,907	21,362,823	6,648,334

- (1) Commencing with the report for fiscal year ended September 30 1998, Court-Related Expenditures for the Board were reflected as a distinct functional category per the revised State Chart of Accounts. Figures for fiscal year ended September 30, 1997 have been restated to reflect this change.
- (2) Commencing with the report for fiscal year ended September 30 2002, Court-Related Expenditures for the Clerk of Courts were included with Court-Related Expenditures instead of General Government. Figures for fiscal year ended September 30, 2001 have been restated to reflect this change.

<u>HUMAN SERVICES</u>	<u>CULTURE/ RECREATION</u>	<u>COURT-RELATED EXPENDITURES</u>	<u>DEBT SERVICE</u>	<u>CAPITAL OUTLAY</u>	<u>TOTAL</u>
\$ 3,097,694	\$ 1,214,836	\$ -	\$ 5,317,200	\$ 1,758,504	\$ 60,932,139
3,451,667	1,381,096	-	5,548,505	2,232,017	65,659,865
3,696,150	1,590,541	-	4,938,405	9,000,705	75,879,812
4,132,037	1,782,461	-	4,969,272	4,636,475	75,834,440
4,735,112	2,617,940	1,144,784	7,135,984	2,773,125	79,730,504
4,748,093	2,915,635	1,329,440	6,026,078	2,365,852	83,916,770 <sup>(1)</sup>
5,442,314	3,095,392	1,389,504	6,027,417	775,193	95,606,606
6,291,169	3,641,547	1,615,553	6,342,143	2,349,467	104,563,771
6,440,968	4,902,630	5,618,652	6,677,883	4,567,443	119,536,201
4,644,267	4,754,840	6,049,315	4,588,555	11,503,059	141,479,212

LAKE COUNTY, FLORIDA  
GENERAL GOVERNMENTAL REVENUES BY SOURCE- LAST TEN FISCAL YEARS  
TOTAL GOVERNMENTAL FUNDS

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<u>FISCAL YEAR</u>	<u>TAXES</u>	<u>LICENSES AND PERMITS</u>	<u>INTER- GOVERNMENTAL</u>	<u>CHARGES FOR SERVICES</u>
1992-93	\$ 34,775,303	\$ 1,228,584	\$ 15,507,425	\$ 5,218,527
1993-94	38,244,152	1,351,689	14,346,653	6,068,425
1994-95	40,541,146	1,504,539	15,031,745	6,511,563
1995-96	42,712,543	2,090,843	16,997,369	7,581,096
1996-97	44,659,815	2,296,064	16,861,210	9,776,904
1997-98	46,147,191	2,663,378	18,392,797	10,127,282
1998-99	54,748,502	2,884,150	21,206,324	9,914,312
1999-00	60,505,127	3,617,808	21,759,754	10,321,355
2000-01	70,431,363	4,441,560	23,076,603	13,430,666
2001-02	77,661,044	4,798,953	27,934,668	13,415,072

(1) During the fiscal year ended September 30, 1996, Interest Revenue was separated from Miscellaneous Revenue. Figures for fiscal year ended September 30, 1995 have been restated to reflect this change.

<u>FINES AND FORFEITURES</u>	<u>SPECIAL ASSESSMENTS</u>	<u>INVESTMENT INCOME</u>	<u>MISCELLANEOUS REVENUES</u>	<u>TOTAL</u>
\$ 1,415,401	\$ -	\$ -	\$ 4,193,514	\$ 62,338,754
1,905,789	-	-	4,605,162	66,521,870
1,535,839	2,522,596	2,604,127	1,490,725	71,742,280
1,840,151	4,218,679	2,307,669	1,060,607	78,808,957 <sup>(1)</sup>
1,779,167	3,941,105	2,671,616	1,505,643	83,491,524
1,631,542	5,524,230	3,077,850	2,593,922	90,158,192
2,404,457	6,497,410	2,999,528	2,775,488	103,430,171
2,038,243	9,570,646	4,554,572	1,454,934	113,822,439
3,245,929	9,529,942	5,488,695	2,969,235	132,613,993
1,992,761	11,965,816	2,804,931	2,029,628	142,602,873

LAKE COUNTY, FLORIDA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

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<u>FISCAL YEAR</u>	<u>TOTAL TAX LEVY</u>	<u>CURRENT TAX COLLECTIONS</u>	<u>PERCENT OF LEVY COLLECTED</u>	<u>DELINQUENT TAX COLLECTIONS</u>	<u>TOTAL TAX COLLECTIONS</u>	<u>PERCENT OF TOTAL COLLECTIONS TO LEVY</u>
1992-93	\$ 21,593,510	\$ 20,685,120	95.8%	\$ 215,640	\$ 20,900,760	96.8% (1)
1993-94	24,068,491	23,117,883	96.1	147,352	23,265,235	96.7 (1)
1994-95	25,946,463	24,843,858	95.8	316,744	25,160,602	97.0 (2)
1995-96	26,761,060	25,546,544	95.5	167,078	25,713,622	96.1 (3)
1996-97	27,556,669	26,313,178	95.5	180,945	26,494,123	96.1 (3)
1997-98	28,584,267	27,289,014	95.5	97,291	27,386,305	95.8 (3)
1998-99	31,323,970	29,953,579	95.6	535,191	30,488,770	97.3 (3)
1999-00	34,882,207	33,648,046	96.5	399,734	34,047,780	97.6 (4)
2000-01	44,478,517	42,527,424	95.6	223,929	42,751,353	96.1 (4)
2001-02	49,406,147	46,872,967	94.9	357,339	47,230,306	95.6 (4)

(1) These figures include property tax levies of the General County, Northeast Ambulance District, Northwest Ambulance District and the Greater Hills Municipal Service Taxing Unit.

(2) These figures include property tax levies of the General County, Lake County Ambulance District and the Greater Hills Municipal Service Taxing Unit.

(3) These figures include property tax levies of the General County and Lake County Ambulance District.

(4) These figures include property tax levies of the General County, Lake County Ambulance District and Lake County Stormwater MSTU.

NOTE: Property taxes become due and payable on November 1st of each year. A four (4) percent discount is allowed if the taxes are paid in November, with the discount declining by one (1) percent each month thereafter. Accordingly, taxes collected will never be 100 percent of the tax levy. Taxes become delinquent on April 1st of each year; tax certificates for the full amount of any unpaid Real Property taxes and assessments must be sold not later than June 1st of each year.

SOURCE: Lake County Property Appraiser.

LAKE COUNTY, FLORIDA  
TOP TEN TAXPAYERS  
FISCAL YEAR ENDED SEPTEMBER 30, 2002

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<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>2002 ASSESSED TAXABLE VALUE</u>	<u>PERCENT OF TOTAL ASSESSED TAXABLE VALUATION</u>
Sprint - Florida, Inc.	Public Utility	\$ 147,100,002	1.73
Florida Power Corporation	Public Utility	107,451,675	1.27
NRG/Recovery Group, Inc.	Incinerator	65,440,586	0.77
Sumter Electric Co-op, Inc.	Public Utility	65,112,216	0.77
Summer Bay Partnership	Real Estate Development	49,248,240	0.58
Villages of Lake Sumter, Inc.	Real Estate Development	46,038,395	0.54
BCC Equipment Leasing Corp	Equipment Leasing	36,003,780	0.42
Cutrale Citrus Juices USA Inc.	Citrus Producer	33,338,353	0.39
SDG Macerich Properties, LP.	Real Estate Development	28,627,510	0.34
Comcast Sch Holdings, Inc.	Cablevision	<u>28,044,523</u>	<u>0.33</u>
		<u>\$ 606,405,280</u>	<u>7.14</u>

SOURCE: Lake County Property Appraiser

LAKE COUNTY, FLORIDA  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS

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<u>FISCAL YEAR</u>	<u>REAL PROPERTY</u>		<u>PERSONAL PROPERTY</u>	
	<u>ASSESSED TAXABLE VALUE</u>	<u>ESTIMATED ACTUAL VALUE</u>	<u>ASSESSED TAXABLE VALUE</u>	<u>ESTIMATED ACTUAL VALUE</u>
1992-93	\$ 3,621,147,219	\$ 5,271,282,631	\$ 649,780,932	\$ 695,306,683
1993-94	3,825,896,856	5,633,957,939	692,045,241	774,843,485
1994-95	4,097,974,722	5,988,517,752	768,041,176	855,713,657
1995-96	4,423,650,486	6,363,571,955	818,915,796	945,979,942
1996-97	4,627,450,425	6,711,434,701	844,873,368	1,018,910,384
1997-98	4,966,480,786	7,150,688,018	917,800,067	1,141,385,422
1998-99	5,394,788,622	7,670,282,422	947,508,431	1,159,003,743
1999-00	5,942,686,968	8,348,378,288	996,482,112	1,242,458,079
2000-01	6,612,555,343	9,238,981,450	1,065,915,706	1,315,194,596
2001-02	7,367,980,787	10,087,584,597	1,108,483,586	1,378,729,576

<u>CENTRALLY ASSESSED PROPERTY</u>		<u>TOTAL</u>		<u>PERCENTAGE OF ASSESSED TAXABLE VALUE TO ESTIMATED ACTUAL VALUE</u>
<u>ASSESSED TAXABLE VALUE</u>	<u>ESTIMATED ACTUAL VALUE</u>	<u>ASSESSED TAXABLE VALUE</u>	<u>ESTIMATED ACTUAL VALUE</u>	
\$ 2,443,773	\$ 2,443,773	\$ 4,273,371,924	\$ 5,969,033,087	71.59%
2,126,516	2,126,516	4,519,268,613	6,410,927,940	70.49
2,475,038	2,475,038	4,868,490,936	6,846,706,447	71.11
2,821,616	2,821,616	5,245,387,898	7,312,373,513	71.73
3,074,530	3,074,530	5,475,398,323	7,733,419,615	70.80
3,438,006	3,438,006	5,887,718,859	8,295,511,446	70.97
4,030,565	4,030,565	6,346,327,618	8,833,316,730	71.85
3,971,762	3,971,762	6,943,140,842	9,594,808,129	72.36
3,922,368	3,922,368	7,682,393,417	10,558,098,414	72.76
4,184,961	4,184,961	8,480,649,334	11,470,499,134	73.93

LAKE COUNTY, FLORIDA  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
(PER \$1,000.00 OF ASSESSED VALUE)  
LAST TEN FISCAL YEARS

	FISCAL YEAR			
	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>	<u>1998-99</u>
<b>BOARD OF COUNTY COMMISSIONERS</b>				
General Revenue Fund	5.117	5.117	4.733	4.733
Stormwater Municipal Services Taxing Unit	0.300	0.20	0.100	-
<b>TOTAL GENERAL COUNTY</b>	<u>5.417</u>	<u>5.317</u>	<u>4.833</u>	<u>4.733</u>
<b>BOARD OF PUBLIC INSTRUCTION</b>				
Lake County Water Authority (Independent Special District) <sup>(1)</sup>	0.500	0.500	0.500	0.384
<b>TOTAL COUNTY WIDE</b>	<u>14.119</u>	<u>14.312</u>	<u>14.075</u>	<u>14.307</u>
<b>SPECIAL DISTRICTS</b>				
<b>Dependent Districts</b>				
Northeast Ambulance <sup>(2)</sup>	-	-	-	-
Northwest Ambulance <sup>(2)</sup>	-	-	-	-
Lake County Ambulance District <sup>(2)</sup>	0.5289	0.550	0.316	0.268
Greater Hills Municipal Service Taxing Unit	-	-	-	-
<b>Independent Districts</b>				
South Lake County Hospital District	1.000	1.000	1.000	2.000
South Lake Ambulance	-	-	-	-
Southwest Florida Water Management	0.422	0.422	0.422	0.422
St. Johns River Water Management	0.462	0.472	0.482	0.482
North Lake County Hospital District East <sup>(3)</sup>	-	-	-	-
North Lake County Hospital District West <sup>(3)</sup>	-	-	-	-
North Lake County Hospital District	1.000	1.000	1.000	1.000

(1) Formerly the Oklawaha Recreation, Water Control and Conservation Authority.

(2) The Lake County Ambulance District was formed in fiscal year 1995, from the merger of the Northeast Ambulance and Northwest Ambulance Taxing Districts.

(3) North Lake County Hospital District (Formed by the merger of Northeast Hospital District and Northwest District) held the status of dependent district until the November 6, 1990 general election at which time the citizens voted for independent status.

SOURCE: Lake County Property Appraiser.

<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>	<u>1992-93</u>
4.733	4.909	4.927	5.135	5.135	4.864
-	-	-	-	-	-
<u>4.733</u>	<u>4.909</u>	<u>4.927</u>	<u>5.135</u>	<u>5.135</u>	<u>4.864</u>
9.100	9.228	9.678	8.515	8.938	9.005
<u>0.384</u>	<u>0.384</u>	<u>0.384</u>	<u>0.400</u>	<u>0.517</u>	<u>0.740</u>
<u>14.217</u>	<u>14.521</u>	<u>14.989</u>	<u>14.050</u>	<u>14.590</u>	<u>14.609</u>
-	-	-	-	0.222	0.222
-	-	-	-	0.222	0.222
0.158	0.158	0.222	0.222	-	-
-	-	-	4.000	4.000	4.000
2.000	2.000	2.000	2.000	2.000	2.000
-	-	-	-	-	-
0.422	0.422	0.422	0.422	0.422	0.322
0.482	0.482	0.482	0.482	0.470	0.358
-	-	-	-	1.000	1.000
-	-	-	-	1.000	1.000
1.000	1.000	1.000	1.000	-	-

LAKE COUNTY, FLORIDA  
PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS  
(PER \$1,000.00 OF ASSESSED VALUE)  
LAST TEN FISCAL YEARS

CITIES	FISCAL YEAR			
	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>	<u>1998-99</u>
Astatula	2.350	2.250	2.250	2.000
Clermont	3.729	3.729	3.479	2.979
Eustis	5.487	5.237	5.237	5.350
Fruitland Park	3.890	3.890	3.890	3.390
Groveland	6.000	6.000	6.000	6.000
Howey-in-the-Hills	5.445	5.445	5.445	5.445
Lady Lake	2.720	2.720	2.720	2.720
Leesburg	4.500	4.500	4.500	4.500
Mascotte	5.999	5.999	5.352	5.352
Minneola	3.390	3.390	3.390	3.390
Montverde	2.990	2.990	2.990	2.990
Mount Dora	6.181	6.181	6.181	6.181
Tavares	4.420	4.420	4.420	4.420
Umatilla	5.750	5.514	5.514	5.514

SOURCE: Lake County Property Appraiser.

FISCAL YEAR

<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>	<u>1992-93</u>
1.750	1.500	1.500	1.300	1.030	0.937
2.979	2.979	2.979	2.979	2.979	2.729
5.400	5.500	5.817	5.990	6.140	6.140
3.390	3.390	3.390	3.390	3.390	3.390
6.000	6.000	6.000	6.000	6.000	5.500
5.445	5.445	5.490	5.490	5.490	5.574
2.720	2.720	2.720	2.720	2.720	2.720
4.500	4.500	4.500	4.500	4.500	4.500
5.352	5.352	5.352	5.352	5.352	5.352
3.500	3.970	4.190	4.500	4.750	5.000
2.990	2.990	2.990	2.990	2.990	2.990
6.181	6.181	6.181	6.450	6.450	6.450
4.420	4.420	4.420	4.420	4.420	4.420
5.514	5.514	5.514	5.387	5.387	5.387

LAKE COUNTY, FLORIDA  
REVENUE BOND COVERAGE  
LAST TEN FISCAL YEARS

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SALES TAX REVENUE REFUNDING BONDS, SERIES 1992

DEBT SERVICE RETIREMENT

<u>FISCAL YEAR ENDED SEPTEMBER 30</u>	<u>NET REVENUE AVAILABLE FOR DEBT SERVICE</u>	<u>PRINCIPAL</u>	<u>INTEREST AND FISCAL CHARGES</u>	<u>TOTAL</u>	<u>COVERAGE PERCENT</u>
1993	\$ 6,473,188	\$ 2,450,000	\$ 1,717,025	\$ 4,167,025	155%
1994	7,370,616	2,720,000	1,629,118	4,349,118	169
1995	7,588,579	2,825,000	1,520,208	4,345,208	175
1996	8,703,783	2,940,000	1,397,584	4,337,584	201
1997	9,378,208	3,075,000	1,259,700	4,334,700	216
1998	10,069,134	3,215,000	1,107,042	4,332,042	232
1999	11,596,508	3,380,000	940,054	4,320,054	268
2000	12,650,989	3,550,000	760,257	4,310,257	293
2001	13,451,715	3,735,000	564,357	4,299,357	313
2002	14,311,889	3,940,000	350,832	4,290,832	334

SOURCE OF REVENUE - Infrastructure Sales Tax

LAKE COUNTY, FLORIDA  
 SALES AND USE TAX REVENUES  
 REMAINING IN STATE GENERAL REVENUE  
 FUND AFTER REQUIRED TRANSFERS PURSUANT  
 TO SECTION 212.20 (6), FLORIDA STATUTES

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(\$Millions)  
State fiscal years ended June 30

	2002	2001	2000	1999	1998	1997
Sales and Use Tax	\$ 14,135.9	\$ 13,859.4	\$ 13,646.3	\$ 12,614.4	\$ 11,828.7	\$ 11,035.5

Source: State of Florida Department of Revenue - Research and Analysis

This information is provided in connection with the \$ 4,400,000 Lake County, Florida, Sales Tax Revenue Bonds (Pari-Mutuel Revenues Replacement Program) Series 2000.

LAKE COUNTY, FLORIDA  
DEMOGRAPHIC STATISTICS  
LAST TEN FISCAL YEARS

FISCAL YEAR	POPULATION <sup>(1)</sup>	PER CAPITA INCOME <sup>(2)</sup>	SCHOOL ENROLLMENT <sup>(3)</sup>	UNEMPLOYMENT RATE <sup>(4)</sup>	
				COUNTY	NATIONAL
1992-93	167,167	\$ 17,822	21,967	9.9%	7.4%
1993-94	171,168	18,523	22,669	6.0	5.4
1994-95	176,931	19,459	24,500	7.1	5.6
1995-96	182,218	20,108	25,766	5.5	5.0
1996-97	188,331	20,778	26,740	4.8	4.7
1997-98	195,978	22,344	27,565	3.9	4.4
1998-99	203,845	22,667	28,301	3.2	4.1
1999-00	210,528	23,976	29,116	3.1	3.8
2000-01	220,323	**	30,872	3.7	4.7
2001-02	231,072	**	31,772	4.7	5.4

SOURCES:

- (1) Bureau of Economic Business Research, Gainesville.
- (2) Florida Statistical Abstract.
- (3) Lake County School Board.
- (4) Florida Department of Labor and Employment Security.
- \*\* Statistics Not Yet Published.

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LAKE COUNTY, FLORIDA  
LAKE COUNTY CONSTRUCTION  
LAST TEN FISCAL YEARS

	<u>FISCAL YEAR</u>				
	2001-02	2000-01	1999-00	1998-99	1997-98
<b>COUNTY BUILDING PERMITS</b>	\$ <u>559,067,616</u>	\$ <u>524,458,823</u>	\$ <u>367,091,568</u>	\$ <u>384,280,843</u>	\$ <u>366,669,555</u>
<b>CITY BUILDING PERMITS</b>					
Astatula	*	*	*	*	*
Clermont	*	*	*	*	*
Eustis	31,801,473	21,839,852	23,321,652	24,327,507	19,120,489
Fruitland Park	4,187,659	3,841,884	3,746,334	4,361,278	2,790,825
Groveland	19,371,404	17,374,147	3,501,449 <sup>(1)</sup>	*	*
Howey-in-the-Hills	*	*	*	*	*
Lady Lake	41,779,301	46,968,610	39,913,041	38,675,526	36,739,789
Leesburg	50,197,375	40,117,564	31,013,346	67,464,433	88,007,011
Mascotte	7,760,059 <sup>(3)</sup>	7,675,870	6,719,008	3,121,055	1,961,903
Minneola	27,631,969	18,543,794	11,695,167 <sup>(2)</sup>	*	*
Montverde	*	*	*	*	*
Mount Dora	31,568,760	24,801,799	33,005,464	43,615,875	18,903,576
Tavares	37,690,829	109,426,007	30,027,530	14,667,658	13,703,408
Umatilla	<u>6,499,805</u>	<u>3,103,988</u>	<u>2,034,151</u>	<u>1,832,703</u>	<u>944,552</u>
<b>Total Cities</b>	<u>258,488,634</u>	<u>293,693,515</u>	<u>184,977,142</u>	<u>198,066,035</u>	<u>182,171,553</u>
<b>TOTAL ALL COUNTY</b>	<u>\$ 817,556,250</u>	<u>\$ 818,152,338</u>	<u>\$ 552,068,710</u>	<u>\$ 582,346,878</u>	<u>\$ 548,841,108</u>

SOURCE: Lake County Building Department and building departments of Eustis, Fruitland Park, Groveland, Lady Lake, Leesburg, Mascotte, Minneola, Mount Dora, Tavares, and Umatilla.

- \* Permits/Inspections included in County total.
- (1) Permits/Inspections included are from March-September, 2000. Inspections from October 1999 - February 2000 are included in County Total.
- (2) Permits/Inspections included are from July-September, 2000. Inspections from October 1999- June 2000 are included in County Total.
- (3) Permits/Inspections for November and December 2001 are included in County Total.

<u>FISCAL YEAR</u>				
1996-97	1995-96	1994-95	1993-94	1992-93
\$ <u>329,425,934</u>	\$ <u>278,771,813</u>	\$ <u>201,100,009</u>	\$ <u>168,216,578</u>	\$ <u>124,652,170</u>
*	*	*	*	*
*	*	*	*	*
21,172,264	15,746,863	18,654,366	17,313,880	13,812,125
2,331,704	1,828,407	1,052,733	1,666,303	2,478,758
*	*	*	*	*
*	*	*	*	*
153,737,241	17,751,034	16,738,895	21,673,091	34,263,212
40,515,712	27,549,929	13,777,328	23,374,024	19,980,832
1,549,925	2,323,212	2,687,932	3,022,336	2,692,508
*	*	*	*	*
*	*	*	*	*
18,077,502	20,593,678	18,156,173	17,718,565	10,203,426
12,134,986	25,392,701	8,313,065	16,725,475	6,713,344
<u>1,336,126</u>	<u>1,401,216</u>	<u>1,867,486</u>	<u>628,132</u>	<u>1,488,634</u>
<u>250,855,460</u>	<u>112,587,040</u>	<u>81,247,978</u>	<u>102,121,806</u>	<u>91,632,839</u>
<u>\$ 580,281,394</u>	<u>\$ 391,358,853</u>	<u>\$ 282,347,987</u>	<u>\$ 270,338,384</u>	<u>\$ 216,285,009</u>

LAKE COUNTY, FLORIDA  
PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS  
LAST TEN FISCAL YEARS

FISCAL YEAR	CONSTRUCTION <sup>(1)</sup>	BANK DEPOSITS <sup>(2)</sup>	PROPERTY VALUE <sup>(3)</sup>
1992-93	\$ 216,285,009	\$ 1,632,882,000	\$ 5,966,589,314
1993-94	270,338,384	1,701,038,000	6,408,801,424
1994-95	282,347,987	1,735,416,000	6,844,231,409
1995-96	391,358,853	1,776,670,000	7,312,373,513
1996-97	580,281,394	2,032,242,000	7,733,419,615
1997-98	548,841,108	2,493,189,000	8,295,511,446
1998-99	582,346,878	2,564,050,000	8,833,316,730
1999-00	552,068,710	2,740,272,000	9,594,808,129
2000-01	818,152,338	3,018,316,000	10,558,098,414
2001-02	817,556,250	3,123,279,000	11,470,499,134

SOURCES:

- (1) Construction- Lake County Building Department and building departments of Eustis, Fruitland Park, Groveland, Lady Lake, Leesburg, Mascotte, Minneola, Mount Dora, Tavares, and Umatilla.
- (2) Bank Deposits (for the quarter ending September 30) - Florida Bankers' Association.
- (3) Property Value - Property Appraiser's Office.

LAKE COUNTY, FLORIDA  
SPECIAL ASSESSMENT COLLECTIONS  
LAST TEN FISCAL YEARS

FISCAL YEAR	ASSESSMENTS OUTSTANDING BEGINNING OF YEAR	ADDITIONAL ASSESSMENTS MADE DURING YEAR	ASSESSMENTS COLLECTED DURING YEAR	ASSESSMENTS OUTSTANDING END OF YEAR	COLLECTIONS AS PERCENT OF ASSESSMENTS OUTSTANDING DURING YEAR
1992-93	494,786	-	123,990	370,796	25.1%
1993-94	370,796	194,810	145,870	419,736	25.8
1994-95	419,736	-	208,575	211,161	49.7
1995-96	211,161	147,579	181,000	177,740	50.5
1996-97	177,740	332,129	150,786	359,083	29.9
1997-98	359,083	137,093	169,308	326,868	34.1
1998-99	326,868	296,605	231,233	392,240	37.1
1999-00	392,240	18,391	128,611	282,060	31.3
2000-01	282,060	372,354	334,302	320,112	51.1
2001-02	320,112	-	91,199	228,913	28.5

LAKE COUNTY, FLORIDA  
MISCELLANEOUS STATISTICAL DATA  
SEPTEMBER 30, 2002

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**DATE FOUNDED:** 1887  
**COUNTY SEAT:** Tavares  
 ESTABLISHED July 17, 1888  
**FORM OF GOVERNMENT:** Elected Board of Commissioners  
 NUMBER OF COMMISSIONERS Five (5)  
 TERM OF OFFICE Four (4) years  
**LOCATION:** Midway between the Gulf of Mexico and the Atlantic Ocean  
**AREA:** 1,163 Square Miles  
**SURROUNDING COUNTIES:** Orange, Polk, Volusia, Seminole, Marion, Sumter  
**MUNICIPALITIES:** Fourteen (14)  
 CITIES/TOWNS Astatula, Clermont, Eustis, Fruitland Park, Groveland,  
 Howey-in-the-Hills, Lady Lake, Leesburg, Mascotte, Minneola,  
 Montverde, Mount Dora, Tavares, Umatilla

**ELECTIONS:** <sup>(1)</sup>  
 NUMBER OF REGISTERED VOTERS 144,007  
 DEMOCRATIC 50,291  
 REPUBLICAN 69,522  
 NO AFFILIATION 19,001  
 OTHER PARTIES 5,193  
 MALE VOTERS 66,558  
 FEMALE VOTERS 77,449

**POPULATION:** <sup>(2)</sup>

1940	27,255
1950	36,340
1960	57,383
1970	69,305
1980	104,870
1990	152,104
1995	176,931
2000 census	210,528
2005 estimate	243,366
2010 estimate	273,278
2015 estimate	303,731

**GROSS SALES** <sup>(3)</sup>  
 (LAST 10 CALENDAR YEARS)

1993	2,227,516,121
1994	2,564,020,561
1995	2,721,637,614
1996	2,915,414,057
1997	3,068,449,506
1998	3,272,486,853
1999	3,703,612,043
2000	4,014,379,610
2001	4,175,950,277
2002	4,266,871,590

**SOURCES:**

- (1) Lake County Supervisor of Elections.
- (2) Florida Statistical Abstract and Bureau of Economic Business Research, Gainesville.
- (3) Florida Department of Revenue, Division of Sales & Use Tax.

LAKE COUNTY, FLORIDA  
 MISCELLANEOUS STATISTICAL DATA  
 SEPTEMBER 30, 2002

**FIRE PROTECTION:**

Lake County Municipal Taxing Unit for Fire Protection

**CORRECTIONS:**

Current:	Main Jail inmate capacity	969
	Average daily inmate population	894

**EDUCATION:** <sup>(1)</sup>

TYPE OF SCHOOLS	<u>NUMBER</u>
Elementary	22
Middle School	9
Senior High Schools	7
Exceptional - Kindergarten through 12th grade	2 (Lake Hills) (ESE Center)
Charter - Kindergarten through 12th grade	1 (National Deaf Academy)
Charter - Kindergarten through 8th grade	1 (Milestones Community)
Charter - Senior High	1 (Alee Academy)
Behavioral Center - 9th through 12th grade	1 (Two Campuses: Lifestream - Altoona Lifestream - Leesburg)
Lee Opportunity Center - SR High and adults	1
Vocational (9th through 12th grade)	1 (Lake Technical High)

**ADMINISTRATIVE PERSONNEL**

Instructional	1934
Noninstructional	1979
Administrative Staff	127

**HIGHER EDUCATION** <sup>(2)</sup>

(Total enrollment in accredited or licensed institutions by sex and attendance status in Lake County, Florida, Fall 2002.)

Lake-Sumter Community College Enrollment	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Men (Full-Time)	388	325	326	302
Men (Part-Time)	643	606	581	521
Women (Full-Time)	597	540	524	538
Women (Part-Time)	1566	1,410	1,388	1,292
Total	<u>3,194</u>	<u>2,881</u>	<u>2,819</u>	<u>2,653</u>

**SOURCES:**

- <sup>(1)</sup> Lake County School Board
- <sup>(2)</sup> Lake Sumter Community College

LAKE COUNTY, FLORIDA  
 MISCELLANEOUS STATISTICAL DATA  
 September 30, 2002

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**MAJOR EMPLOYERS:**

Company Name	# Employees
Lake County Public Schools	3534
Villages of Lake-Sumter, Inc.	1900
Leesburg Regional Medical Center	1800
Lake County Government Offices	1558
Florida Hospital/Waterman, Inc.	1100
Sprint	719
Lester Coggins Trucking, Inc.	500
Lake Port Square	400
Dura-Stress, Inc.	384
Cutrale Citrus Juice, Inc.	275

SOURCES: Metro Orlando Economic Development Commission - 2002  
 Lake County Government Offices (see below)

**LAKE COUNTY EMPLOYEES:**

	# Employees
Lake County Board of County Commissioners	681
Lake County Clerk of the Circuit Court	186
Lake County Property Appraiser	30
Lake County Tax Collector	58
Lake County Sheriff	572
Lake County Supervisor of Elections	31
Total	1558

SOURCE: Lake County Clerk's Office.  
 Lake County Property Appraiser's Office.  
 Lake County Tax Collector's Office.  
 Lake County Sheriff's Office.

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**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2002**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>Amount of Expenditures</u>	<u>Transfer to Subrecipients</u>
<b>U S Department of Agriculture:</b>				
Indirect:				
Florida Department of Agriculture and Consumer Svcs				
Urban and Community Forestry Grant	10.664	00-43	\$ 8,608	\$ -
Florida Department of Banking and Finance				
Federal Forestry Shared Revenue	10.665	None	117,047	-
<b>Total U S Department of Agriculture</b>			<b>125,655</b>	<b>-</b>
<b>U S Department of Housing and Urban Development:</b>				
Direct:				
Community Development Block Grant (B-01-UC-12-0015)	14.218	N/A	935,532	-
Section 8 Housing (County Voucher FL 106 VO)	14.871	N/A	1,487,067	-
<b>Total U S Department of Housing and Urban Development</b>			<b>2,422,599</b>	<b>-</b>
<b>U S Department of Interior</b>				
Direct:				
Refuge Revenue Sharing	15.226	N/A	109	-
Payments in Lieu of Taxes	15.226	N/A	73,981	-
<b>Total U S Department of Interior</b>			<b>74,090</b>	<b>-</b>
<b>U S Department of Justice</b>				
Direct:				
Local Law Enforcement Block Grant 00/02(2000-LB-BX-0040)	16.592	N/A	132,363	-
Local Law Enforcement Block Grant 01/03(2001-LB-BX-3829)	16.592	N/A	161,089	-
Indirect:				
Florida Office of the Attorney General:				
Victims of Crime Acts	16.575	V1008	22,760	-
Florida Department of Law Enforcement:				
Byrne Formula Grant - STAR III	16.579	02-CJ-2H-06-45-01-028	23,055	-
Byrne Formula Grant - ACER III	16.579	02-CJ-2H-06-45-01-029	2,081	-
Byrne Formula Grant - Middle School Resource Officer III	16.579	02-CJ-2H-06-45-01-030	34,149	-
Byrne Formula Grant - Offender Based Tracking System (OBTS)	16.579	02-CJ-2H-06-45-01-033	36,388	-
COPS MORE/Mobile Data Terminals	16.710	2001-CL-WX-0072	299,249	-
COPS In School (FL03500)	16.710	2000-SH-WX-0558	125,000	-
Total Indirect			542,682	-
<b>Total U S Department of Justice</b>			<b>836,134</b>	<b>-</b>
<b>U S Department of Transportation</b>				
Indirect:				
Florida Department of Transportation:				
Local Agency Program (CR 42 Paved Shoulders - 888-750-A)	20.205	AJ557	151,921	-
Local Agency Program (CR 561 Paved Shoulders - 5753-003-S)	20.205	AK790	670,000	-
5311 Operating Grant	20.509	AK990	291,205	-
Highway Safety Grant - Speed Enforcement Proj. FS-02-27-07	20.600	AL042	23,210	-
<b>Total U S Department of Transportation</b>			<b>1,136,336</b>	<b>-</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2002**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>Amount of Expenditures</u>	<u>Transfer to Subrecipients</u>
<b>Bureau of Alcohol, Tobacco and Firearms</b>				
Direct:				
G.R.E.A.T Grant	21.053	ATC000023	2,811	-
<b>Total Bureau of Alcohol, Tobacco and Firearms</b>			<b>2,811</b>	<b>-</b>
<b>General Services Administration</b>				
Direct:				
Federal Surplus Property	39.003	N/A	23,508	-
<b>Total General Services Administration</b>			<b>23,508</b>	<b>-</b>
<b>U S Department of Education</b>				
Indirect:				
Florida Department of State Division of Library and Info Services Born to Read	45.310	01-LSTA-E-10	95,768	-
<b>Total U S Department of Education</b>			<b>95,768</b>	<b>-</b>
<b>Federal Emergency Management Agency</b>				
Indirect:				
Florida Department of Community Affairs				
Hazard Mitigation Grant (Tracy Canal) FEMA-1195-DR-FL	83.548	01-HM-3M-06-45-15-007	13,454	-
Hazard Mitigation Grant (Green Swamp) FEMA-1195-DR-FL	83.548	00-HM-P4-06-45-15-025	8,970	-
Emergency Management Performance Grant (State and Local)	83.552	02-CP-04-06-45-01-035	26,212	-
Emergency Management Performance Grant (Terrorism Annex)	83.552	01-EO-01-06-45-01-016	1,007	-
<b>Total Federal Emergency Management Agency</b>			<b>49,643</b>	<b>-</b>
<b>Department of Health and Human Services:</b>				
Indirect:				
Florida Department of Revenue:				
Child Support Enforcement	93.563	CC335	222,314	-
<b>Total Department of Health and Human Services</b>			<b>222,314</b>	<b>-</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 4,988,858</b>	<b>\$ -</b>

Continued

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2002**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>Amount of Expenditures</u>	<u>Transfer to Subrecipients</u>
<b>Executive Office of the Governor:</b>				
Visit Florida	31.006	M-04083	\$ 3,500	\$ -
Lake Apopka Area	31.029	01-066	738,806	-
<b>Total Executive Office of the Governor</b>			<b>742,306</b>	<b>-</b>
<b>Florida Department of Environmental Protection</b>				
Playground Resurfacing	37.015	PG01-20	19,428	4,546
Waste Tire Grant	37.015	WT01-35	29,859	1,478
Florida Recreation Development Assistance Program - Lk Idamere	37.017	F98041	100,000	-
End of Life Electronics Management Grant	37.031	HW466	50,000	-
<b>Total Florida Department of Environmental Protection</b>			<b>199,287</b>	<b>6,024</b>
<b>Florida Department of Agriculture and Consumer Affairs</b>				
Mosquito Control (Waste Tire and State Aid)	42.003	None	32,559	-
<b>Total Florida Department of Agriculture and Consumer Affairs</b>			<b>32,559</b>	<b>-</b>
<b>Florida Department of State</b>				
Local Arts	45.005	02-8025	5,305	-
Florida Arts License Plates Program	45.013	None	12,108	-
Literacy Grant (Adult Literacy)	45.025	02-FLL-03	25,000	-
State Aid FY00	45.030	00-ST-16	8,948	-
State Aid FY01	45.030	01-ST-25	63,324	-
State Aid FY02	45.030	02-ST-25	189,626	-
Voting Assistance Funds - Equipment	N/A	N/A	322,500	-
Voting Assistance Funds - Pollworker recruitment and training	N/A	N/A	89,064	-
<b>Total Florida Department of State</b>			<b>715,875</b>	<b>-</b>
<b>Florida Department of Education</b>				
VSA Arts of Florida	48.000	PO 115866	1,000	-
VSA Arts of Florida	48.000	None	2,000	-
<b>Total Florida Department of Education</b>			<b>3,000</b>	<b>-</b>
<b>Florida Department of Community Affairs</b>				
Emergency Management Preparedness and Assistance Grant Program	52.008	02-CP-04-06-45-01-035	102,974	-
Hazard Mitigation Grant (Tracy Canal) FEMA-1195-DR-FL	N/A	01-HM-3M-06-45-15-007	2,156	-
Hazard Mitigation Grant (Green Swamp) FEMA-1195-DR-FL	N/A	00-HM-P4-06-45-15-025	1,437	-
<b>Total Florida Department of Community Affairs</b>			<b>106,567</b>	<b>-</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2002**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA / CSFA</u>	<u>Pass-Through / State Contract Number</u>	<u>Amount of Expenditures</u>	<u>Transfer to Subrecipients</u>
<b>Florida Housing Finance Corporation</b>				
Affordable Housing (SHIP)	52.901	None	2,393,225	-
<b>Total Florida Housing Finance Corporation</b>			<b><u>2,393,225</u></b>	<b><u>-</u></b>
<b>Florida Department of Transportation</b>				
Commission for the Transportation Disadvantaged Trip and Equipment Grant	55.001	AK-330	187,210	-
Commission for the Transportation Disadvantaged Trip and Equipment Grant	55.001	AL-971	1,135	-
Commission for the Transportation Disadvantaged Planning Grant	55.002	AK-318	19,923	-
County Incentive Grant Program - FM 410374 CR-44	55.008	AJ-759	169,823	-
County Incentive Grant Program - FM 410372 CR-470	55.008	AJ-761	96,250	-
<b>Total Florida Department of Transportation</b>			<b><u>474,341</u></b>	<b><u>-</u></b>
<b>Florida Department of Health</b>				
EMS Matching Grant	64.003	M2079	29,492	-
County Grant	64.005	C1035	73,664	-
<b>Total Florida Department of Health</b>			<b><u>103,156</u></b>	<b><u>-</u></b>
<b>Total Expenditures of State Financial Assistance</b>			<b><u>\$ 4,770,316</u></b>	<b><u>\$ 6,024</u></b>

## Lake County, Florida

### Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance Projects

Year ended September 30, 2002

#### **1. Summary of Significant Accounting Policies**

##### **General**

The Schedule of Expenditures of Federal Awards and State Financial Assistance has been prepared using the modified accrual basis of accounting. The modified accrual basis of accounting recognizes revenues when they become measurable and available as net current assets and expenditures when the related fund liability is incurred.

#### **2. Program Clusters**

OMB Circular A-133 defines a cluster of programs as a grouping of closely related programs that share common compliance requirements. According to this definition, we have determined the Department of Housing and Urban Development, Section 8 programs to be a cluster of programs.

#### **3. Contingency**

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor agencies would become a liability of the County. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

**Report of Independent Certified Public Accountants on  
Compliance and Internal Control over Compliance  
with Requirements Applicable to Each Major  
Federal Awards Program and State Financial Assistance Project**

The Honorable Members of the Board  
of County Commissioners  
Lake County, Florida

**Compliance**

We have audited the compliance of Lake County, Florida (the County) 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 Executive Office of the Governor's State Projects Compliance Supplement that are applicable to each of its major federal awards programs and state financial assistance projects for the year ended September 30, 2002. The County's major federal awards programs and state financial assistance projects are identified in the summary of auditor's 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 awards programs and state financial assistance projects is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; 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, 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 awards program or state financial assistance project occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal awards programs and state financial assistance projects for the year ended September 30, 2002.

## **Internal Control Over Compliance**

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

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

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

*Ernst & Young LLP*

January 10, 2003

Lake County, Florida

Schedule of Findings and Questioned Costs

For the year ended September 30, 2002

**Section I—Summary of Auditor’s Results**

1. The independent certified public accountants’ report expresses an unqualified opinion on the financial statements of Lake County, Florida (the County).
2. No reportable conditions were disclosed during the audit of the financial statements of the County.
3. No instances of noncompliance material to the financial statements of the County were disclosed during the audit.
4. No reportable conditions were disclosed during the audit of the major federal award programs and state financial assistance projects.
5. The independent certified public accountants’ report on compliance for the major federal awards programs and state financial assistance projects for the County expresses an unqualified opinion.
6. There were no audit findings relative to the audit of federal awards programs or state financial assistance projects.
7. The programs/projects tested as major included the following:

<b>Federal Awards Programs</b>	<b>CFDA Number</b>
U.S. Department of Housing and Urban Development: Section 8 Housing	14.871
<b>State Financial Assistance Projects</b>	<b>CSFA Number</b>
Florida Housing Finance Corporation: State Housing Initiatives Partnership Program	52.901

8. The threshold for distinguishing Type A and B programs/projects was \$300,000 for major federal awards programs and \$300,000 for major state financial assistance projects.
9. The County was determined to be a low-risk auditee for federal awards program testing. There is no such designation for the testing of state financial assistance projects testing.

## Lake County, Florida

### Schedule of Findings and Questioned Costs (continued)

For the year ended September 30, 2002

#### **Section II—Schedule of Financial Statement Findings**

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

There were no financial statement findings required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

#### **Section III—Findings and Questioned Costs**

This section identifies reportable conditions, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal programs, as required to be reported by Circular A-133 section .510, and State Financial Assistance Projects as required by Chapter 10.550, Rules of the Auditor General, State of Florida.

##### **Federal Programs**

There were no findings related to the audit of major federal programs required to be reported by Circular A-133 section .510.

##### **State Projects**

There were no findings related to the audit of major state projects required to be reported by Chapter 10.550, Rules of the Auditor General.

Lake County, Florida

Summary Schedule of Prior Audit Findings

For the year ended September 30, 2002

**Major Federal Awards Programs**

No matters were reported in the prior year.

**Major State Financial Assistance Projects**

No matters were reported in the prior year.

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**Report of Independent Certified Public Accountants on Compliance  
and on Internal Control Over Financial Reporting Based on  
an Audit of Financial Statements Performed in Accordance with  
*Government Auditing Standards***

The Honorable Members of the Board  
of County Commissioners  
Lake County, Florida

We have audited the accompanying basic financial statements of Lake County, Florida (the County) as of September 30, 2002, and have issued our report thereon dated January 10, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### **Compliance**

As part of obtaining reasonable assurance about whether the County's basic financial statements are free of material misstatement, we performed tests of the County's compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective for our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported herein under *Government Auditing Standards*.

### **Internal Control over Financial Reporting**

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

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

*Ernst + Young LLP*

January 10, 2003

## Management Letter

The Honorable Members of the Board  
of County Commissioners  
Lake County, Florida

We have audited the accompanying financial statements which collectively comprise the basic financial statements of Lake County, Florida (the County) as of and for the year ended September 30, 2002, and have issued our report thereon dated January 10, 2003.

We have issued our Report of Independent Certified Public Accountants on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, dated January 10, 2003.

We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, State of Florida, which govern the conduct of local governmental entity audits performed in the State of Florida and require that certain items be addressed in this letter.

### Prior Year Comments

The following comment was included in the prior year's Management Letter and is carried forward here as the comment is still valid for the current year's audit.

#### Purchasing Card

During our testing of the County's purchasing card system, we noted certain inconsistencies with the program's procedures at the various department levels. We noted some authorizing signatures were missing although the occurrences were isolated. During our test of controls over this system, we noted several different formats for the transmittal sheets, and employee signatures in different locations.

We recommend the County standardize procedures related to this process. Standardization will help the review process and ensure compliance with County policy.

#### *Management's Response*

Alternative formats were accepted to assist the cardholders and department card representatives in processing information on a timely basis. We plan to review the procedure for improvement and/or standardization.

### **Current Year Comments**

There were no internal control or compliance related matters noted during the current year's audit.

We would like to commend the County's financial management and their staff on the implementation of Governmental Accounting Standards Board (GASB) Statement No. 34 and the related GASB pronouncements during the current fiscal year. It took a dedicated effort to complete the current year CAFR in such a timely manner without sacrificing the quality of the document.

### **Required Disclosures**

The County filed its annual financial report for the fiscal year ended September 30, 2002, as required by Section 218.32, Florida Statutes, with the Department of Banking and Finance. Based on our review of the financial information contained in this report, no material differences were found in comparing this information to that of the basic financial statements.

The County has complied with the provisions of Chapter 10.400, Rules of the Auditor General—County and District Tangible Personal Property, which relates to the acquisition, supervision, accountability control, transfer and disposal of its tangible personal property.

During the course of our audit of the County, nothing came to our attention that would cause us to believe that the County is in a state of financial emergency as defined by Section 218.503(1), Florida Statutes.

In accordance with Sections 10.554(g)(6)c and 10.556, Rules of the Auditor General, State of Florida, we applied financial condition assessment procedures for the County as of September 30, 2002. It is management's responsibility to monitor the County's financial condition, and our financial condition assessment was based in part on representations made by management and the review of information provided by management.

We noted no instances of noncompliance with Section 218.415, Florida Statutes, regarding the investment of public funds.

The legal authority for the County's component units is disclosed in the notes to the financial statements.

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We wish to thank the Board of County Commissioners, County Manager, Clerk of the Circuit Court and their staffs for the courtesy and cooperation given to us during our audit. We look forward to a continued, good relationship.

*Ernst + Young LLP*

January 10, 2003

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## Independent Certified Public Accountants Required Disclosure in Accordance with *Government Auditing Standards*

You have engaged us to conduct an audit of Lake County, Florida's basic financial statements applicable to the year ended September 30, 2002 in accordance with auditing standards generally accepted in the United States; the standards for 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 the Florida Single Audit Act. Our responsibilities for testing and reporting on internal control and on compliance with applicable laws and regulations under those standards are described in the table below. In addition, the table contrasts our responsibilities in this engagement with other procedures that we could perform in other financial-related audits.

Service That We Could Provide	Our Responsibility Regarding Internal Control	Our Responsibility Regarding Compliance with Laws and Regulations
Financial statement audit—GAAS	We consider internal control to plan the nature, timing and extent of audit procedures for the purpose of expressing our opinions on the basic financial statements. We report, orally or in writing, any reportable conditions, including material weaknesses, that we identify as a result of our audit procedures. Our report does not provide assurance on internal control over financial reporting.	We design our audit to provide reasonable assurance of detecting fraud that is material to the basic financial statements and illegal acts that have a direct and material effect on the financial statement amounts.
Financial statement audit—Government Auditing Standards	In addition to the GAAS responsibilities, we are required to issue a written report on our consideration of internal control and identify reportable conditions, including material weaknesses, if any. Our reports do not provide assurance on internal control over financial reporting.	In addition to the GAAS responsibilities, we design our audit to provide reasonable assurance of detecting material misstatements resulting from noncompliance with provisions of contracts or grant agreements that have a direct and material effect on the basic financial statements. We issue a written report on the results of these procedures; however, our report does not express an opinion on compliance.
OMB Circular A-133 and the Florida Single Audit Act	We consider internal control over federal award and state program compliance. Our tests of controls include the controls over all major federal and state programs (aggregate expenditures of all major programs are to encompass at least 25% of total federal program expenditures and at least 50% of total state program expenditures). We report on such consideration and testing, and disclose reportable conditions including material weaknesses we identify. Our report does not provide assurance on the internal control over compliance.	We perform procedures for the purpose of expressing an opinion whether major federal programs (aggregate expenditures of all major programs are to encompass at least 25% of total federal program expenditures and at least 50% of total state program expenditures) have been administered in compliance with applicable laws and regulations.

Service That We Could Provide	Our Responsibility Regarding Internal Control	Our Responsibility Regarding Compliance with Laws and Regulations
<p>Examination-level attestation</p>	<p>We could be engaged to examine and report on management’s written assertion as to the design and operating effectiveness of internal control. The engagement would be conducted in accordance with AICPA standards for attestation engagements, and would include an evaluation of the design of the entity’s internal control, and performing tests of relevant internal control policies and procedures to evaluate their operating effectiveness.</p>	<p>We could be engaged to examine and report on management’s written assertion regarding compliance. The engagement could be conducted at the financial statement level, or could result in a determination as to whether all federal and state programs have been administered in accordance with applicable laws and regulations. The engagement would be conducted in accordance with AICPA standards for attestation engagements, and would include obtaining an understanding of the specific compliance requirements, obtaining an understanding of the design of the entity’s internal control over compliance, and testing compliance with specified requirements.</p>
<p>Agreed-upon procedures level attestation</p>	<p>We could be engaged to perform agreed-upon procedures related to management’s written assertions as to the design and operating effectiveness of internal control. The objective of the agreed-upon procedures is to present specific findings to assist users in evaluating management’s assertions. Our procedures generally may be as limited or extensive as the users desire as long as the users (a) participate in establishing the procedures to be performed and (b) take responsibility for the sufficiency of such procedures for their purposes.</p>	<p>We could be engaged to perform agreed-upon procedures related to management’s written assertions regarding compliance. The objective of the agreed-upon procedures is to present specific findings to assist users in evaluating management’s assertions. Our procedures generally may be as limited or extensive as the users desire as long as the users (a) participate in establishing the procedures to be performed and (b) take responsibility for the sufficiency of such procedures for their purposes.</p>