

# **LAKE COUNTY FLORIDA**

**Comprehensive Annual Financial Report**  
Fiscal Year Ended September 30, 2003

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**LAKE COUNTY, FLORIDA**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**For the Year Ended  
September 30, 2003**

**James C. Watkins  
Clerk of the Circuit Court**

**COUNTY FINANCE DEPARTMENT**

**Barbara F. Lehman, CPA  
Chief Deputy Clerk**

**Kristy L. Mullane, CPA  
Accounting Director**

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**PRINCIPAL OFFICIALS  
LAKE COUNTY, FLORIDA**

**BOARD OF COUNTY COMMISSIONERS**

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

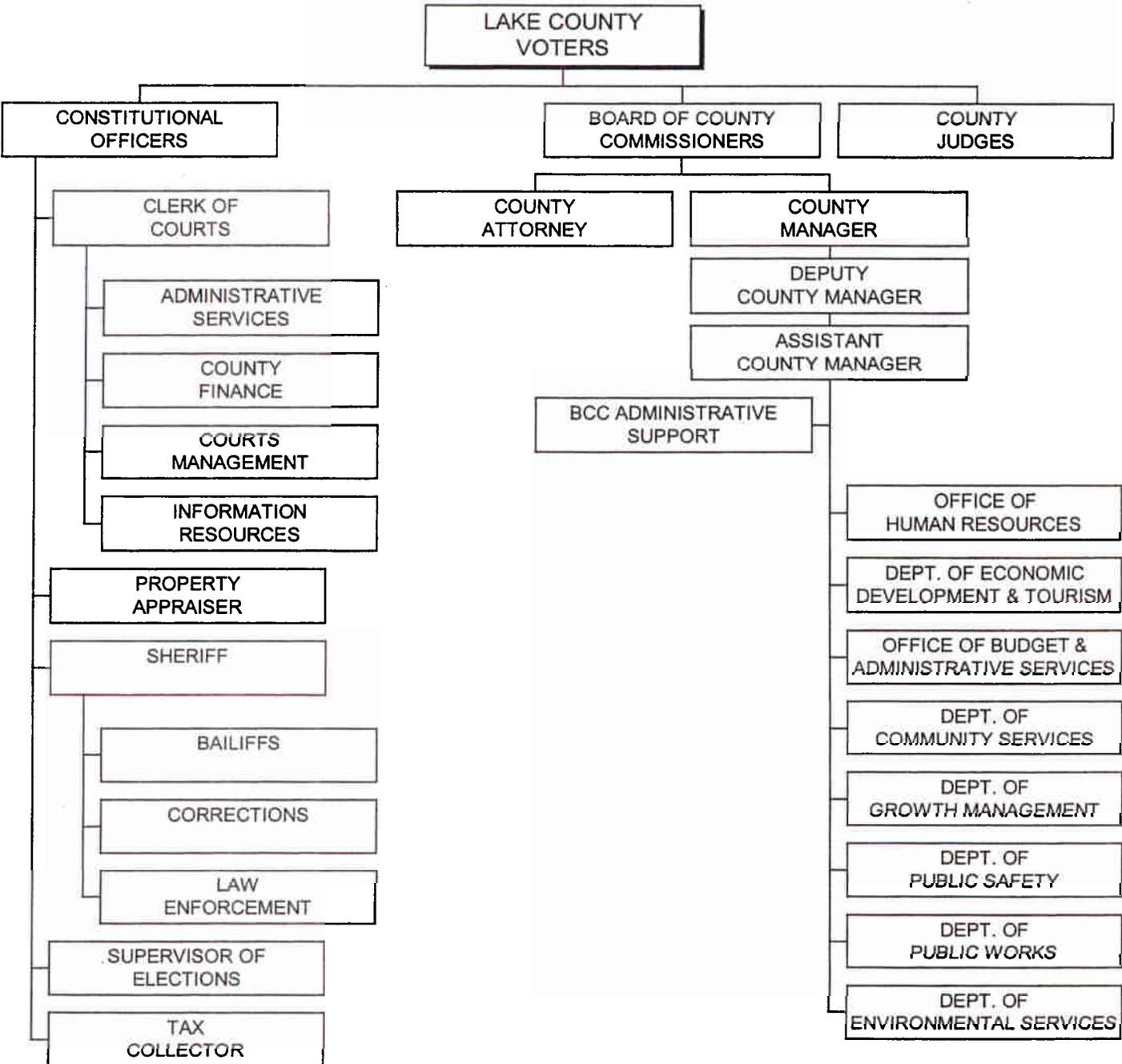
**APPOINTED COUNTY OFFICIALS**

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

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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, 2003  
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## **LETTERS OF TRANSMITTAL**

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*Clerk of the Circuit Court*

March 31, 2004

The Honorable Board of County Commissioners  
Lake County, Florida

The Comprehensive Annual Financial Report of Lake County, Florida, as of September 30, 2003, and for the 2002-2003 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 results of operations 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 2002 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, 2003, include all of the Constitutional Officers, dependent special districts, and other agencies of the County. It is my belief that the accompanying fiscal year 2003 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 management's discussion and analysis, the financial statements, notes to the financial statements, and supplemental data 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*

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March 31, 2004

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, 2003. 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 supporting 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, 2003 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 240,716. 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 county-wide 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 46 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 48, 49 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 98,000 with County unemployment at 4.8%. Both Florida and the National unemployment rates are higher at 5.4% and 5.8%, 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 2004 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:

- Expansion of the Judicial Center including a parking garage and improvements to the central energy plant (\$29,704,000)
- 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 (\$6,709,000)
- Construction of Citrus Ridge library in South Lake County to replace the currently leased facility (\$4,781,000)
- Completion of road projects using 50% of the current levy for infrastructure sales surtax. Projects range from \$40,000 to \$2,327,000 with an expected total of over \$16,000,000 to be spent in the next three years.

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:

- 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. The current service agreement with Covanta expires in July, 2014.

- The impact of Article V on the County. The Florida Constitution was revised in 1998 by voter referendum to provide that the court system would be funded by user charges and/or state funds, rather than by counties as had been the case in the past. It is anticipated that Article V will have a positive financial effect on the County, however, not all county responsibilities due to this change have been determined. The implementation date for Article V is July 1, 2004.

## **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 agency securities and certificates of deposit with maturities ranging from one to five years. The interest rates that will be earned on these investments range from 1.79% to 5.00%.

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 2.66% for the 12 months ending September 30, 2003.

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 \$150,000 per occurrence for each workers' compensation claim, \$100,000 for each property claim and \$50,000 for each general liability 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, 2003.

### **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 2003 was \$5,621,664. 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%-75% 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, 2002. 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 22 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 6 fiscal years and the Clerk's Office for the last 12 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,

A handwritten signature in cursive script, appearing to read "Barbara F. Lehman".

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, 2002

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.



President

Executive Director

## Report of Independent Certified Public Accountants

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, 2003, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of County 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 information of Lake County, Florida at September 30, 2003, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund, road impact fees fund, and county sales tax fund 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 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 method of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on such information.

In accordance with *Government Auditing Standards*, we have also issued a report dated February 20, 2004 on our consideration of Lake County, Florida'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 introductory section, combining and individual nonmajor fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Ernst + Young LLP*

February 20, 2004

## **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, 2003. 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, 2003 by \$294,828,139 (net assets). Of this amount, \$30,268,580 (unrestricted net assets) may be used to meet the County's ongoing obligations to its citizens and creditors.
- Lake County's capital assets include \$124,220,373 for infrastructure assets acquired during the period from October 1, 1979 to September 30, 2001. This brings the County's investment in infrastructure to a total of \$148,724,479 at September 30, 2003.
- The County's total net assets increased \$21,337,494 over the previous year with \$18,379,234 of the increase resulting from governmental activities and \$2,958,260 resulting from business-type activity.
- At September 30, Lake County's governmental fund statements report combined ending fund balances of \$93,385,808, an increase of \$3,962,398 over the previous fiscal year. Of this amount, \$85,146,555 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 \$25,011,515, and an increase in total fund balance over the last fiscal year of \$2,370,011. The unreserved general fund balance of \$25,011,515 represents 34% of total general fund expenditures.
- Total bonded debt and loans decreased from the prior year by \$5,560,141. There were no new borrowings in 2003. 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 35 to 37 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 expenses. Business-type activity includes a solid waste system, which uses an incinerator and landfills to dispose of solid waste.

**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 38 to 49 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 50 to 53 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.

**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 54 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 55 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 165 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 Number 34, "Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments (GASB 34)" 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 the period from October 1, 1979 to September 30, 2003 and the related accumulated depreciation and depreciation expense have been added to the government wide financial statements.
- 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 41.

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 \$286,077,721 at September 30, 2003.

By far the largest portion of the County's governmental activities net assets (68%) 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 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 (amounts expressed in thousands)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<b>Current and other assets</b>	\$ 114,781	\$ 109,461	\$17,409	\$ 14,688	\$132,190	\$124,149
<b>Capital Assets</b>	194,435	107,214	8,346	8,499	202,781	115,713
<b>Total Assets</b>	<u>309,216</u>	<u>216,675</u>	<u>25,755</u>	<u>23,187</u>	<u>334,971</u>	<u>239,862</u>
<b>Long-term liabilities</b>	6,385	6,556	13,343	14,968	19,728	21,524
<b>Other liabilities</b>	16,753	18,952	3,662	2,427	20,415	21,379
<b>Total Liabilities</b>	<u>23,138</u>	<u>25,508</u>	<u>17,005</u>	<u>17,395</u>	<u>40,143</u>	<u>42,903</u>
<b>Net Assets:</b>						
<b>Invested in capital assets, net of related debt</b>	194,325	102,631	4,448	3,693	198,773	106,324
<b>Restricted</b>	64,048	63,633	1,738	1,684	65,786	65,317
<b>Unrestricted</b>	27,705	24,903	2,564	415	30,269	25,318
<b>Total net assets</b>	<u>\$ 286,078</u>	<u>\$ 191,167</u>	<u>\$ 8,750</u>	<u>\$ 5,792</u>	<u>\$294,828</u>	<u>\$196,959</u>

An additional portion of the County's governmental activities net assets (22%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted governmental activities net assets (\$27,704,717) 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.

Restricted net assets in the Landfill Fund (Business-type Activity) consist of the amount invested in capital assets net of related debt (51%), amounts restricted for landfill closure and post closure care costs (18%) and amounts restricted for debt service (2%). Unrestricted net assets of \$2,563,863 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 2003, property taxes were assessed at a millage rate of 5.917 mills for the general fund, compared to 5.117 in 2002. Property taxes collected increased by \$12,478,999 due to the increased millage rate and an increase in assessed valuation of 9.7%. Other taxes amounted to \$18,268,295 and include infrastructure sales tax (\$9,960,908), gas taxes (\$6,166,647), franchise taxes (\$1,050,297) and tourist development taxes (\$1,090,443). The collection rate for tourist development tax was increased to 4% from 2% effective April, 2003 resulting in increased collections of \$411,387. These taxes are collected on transient lodging of less than six months and must be used to promote tourism.

Other variances in governmental activities include:

- Other ad valorem tax increases include the Stormwater Management Fund and the Lake County Ambulance Fund. The tax rate for stormwater management increased by .1 mill to .4 mills in total, the fourth year of a five year phase in plan to raise funds for this purpose. The Ambulance fund adopted the same millage rate as last year, .5289 mills, which resulted in a tax increase of 3.75% over the rolled back rate. Additional collections from these two changes amounted to \$1,099,048.

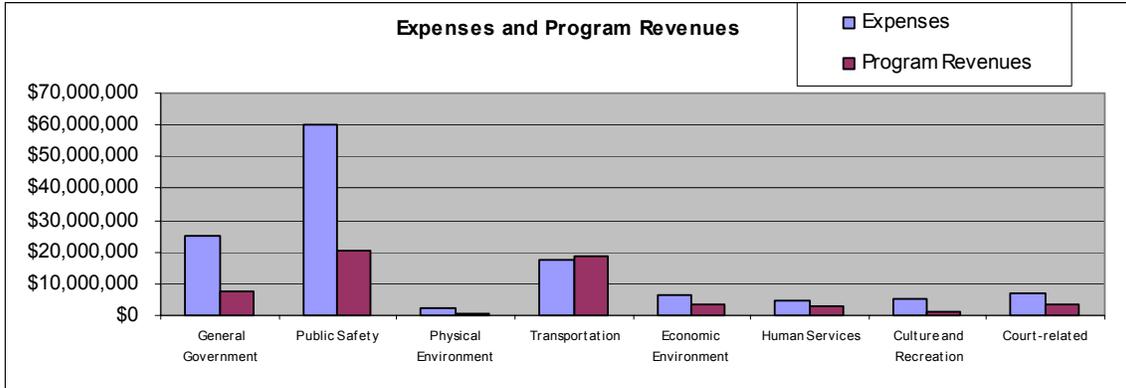
- Infrastructure sales taxes were lower in 2003 by \$4,350,981 due to the end of the prior levy in which the taxes were split between the county and cities, and the beginning of the new levy on January 1, 2003 which splits the taxes collected evenly among the county, cities and school district.
- Charges for services includes the special assesement for fire protection which increased about \$4 for each residential unit and commercial rates were also increased.
- Transportation expenses were higher by \$8,480,540 in 2003. This increase includes depreciation expense on infrastructure acquired over the last 25 years of \$4,976,778 which has not been previously included in the financial statements. Also, more funds were spent on road maintenance.
- The General Fund transferred out to the Landfill Fund .83 mills of ad valorem taxes or approximately \$7,200,000. These funds were needed for operating expenses and debt service, further discussed under business activities.

The following is a summary of activity for 2003, with amounts expressed in thousands:

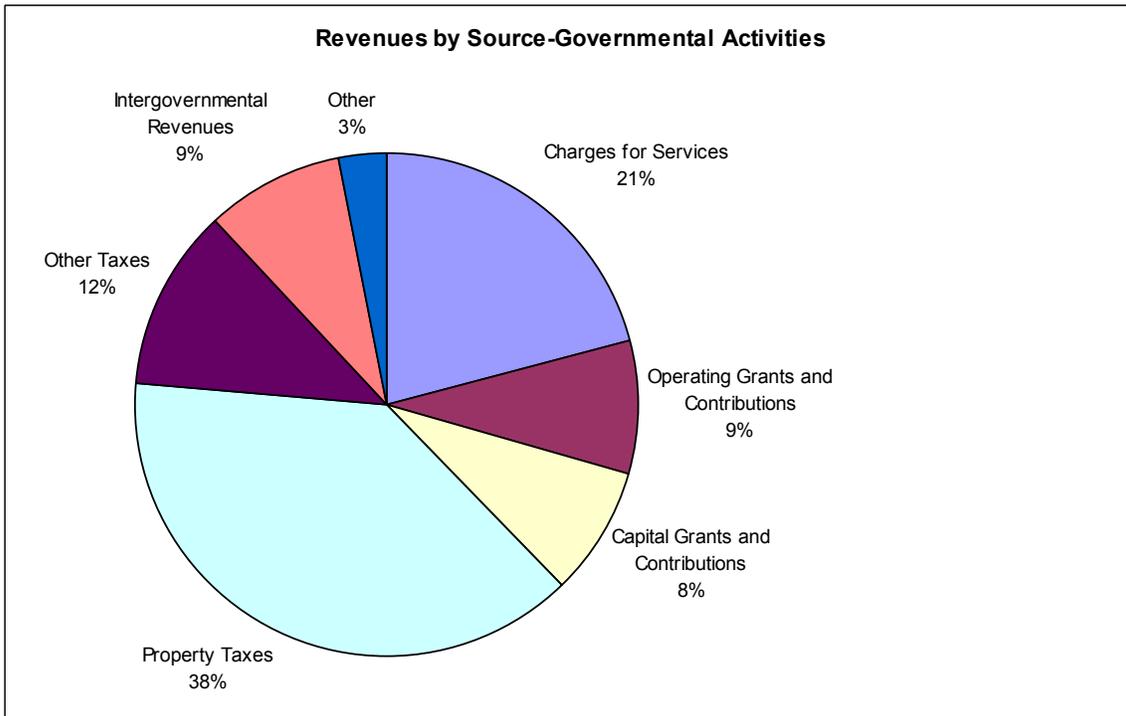
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for services	\$ 32,155	\$ 29,880	\$13,837	\$ 13,910	\$ 45,992	\$ 43,790
Operating grants and contributions	13,366	14,447	31	99	13,397	14,546
Capital grants and contributions	12,850	11,429	-	-	12,850	11,429
<b>General Revenues:</b>						
Property taxes	59,757	47,278	-	-	59,757	47,278
Other taxes	18,269	21,803	-	316	18,269	22,119
Intergovernmental	13,894	13,062	-	-	13,894	13,062
Other	4,608	4,865	1,368	1,507	5,976	6,372
<b>Total Revenues</b>	<b>154,899</b>	<b>142,764</b>	<b>15,236</b>	<b>15,832</b>	<b>170,135</b>	<b>158,596</b>
<b>Expenses:</b>						
General government	25,181	27,698	-	-	25,181	27,698
Public safety	60,370	56,829	-	-	60,370	56,829
Physical environment	2,304	1,844	-	-	2,304	1,844
Transportation	17,657	9,176	-	-	17,657	9,176
Economic environment	6,418	6,230	-	-	6,418	6,230
Human Services	4,451	4,616	-	-	4,451	4,616
Culture and recreation	5,096	5,078	-	-	5,096	5,078
Court-related	7,208	6,543	-	-	7,208	6,543
Interest on long-term debt	486	578	-	-	486	578
Landfill	-	-	19,627	14,290	19,627	14,290
<b>Total Expenses</b>	<b>129,171</b>	<b>118,592</b>	<b>19,627</b>	<b>14,290</b>	<b>148,798</b>	<b>132,882</b>
<b>Increase in net assets before transfers</b>	<b>25,728</b>	<b>24,172</b>	<b>(4,391)</b>	<b>1,542</b>	<b>21,337</b>	<b>25,714</b>
<b>Transfers</b>	<b>(7,349)</b>	<b>1,065</b>	<b>7,349</b>	<b>(1,065)</b>	<b>-</b>	<b>-</b>
<b>Increase in net assets</b>	<b>18,379</b>	<b>25,237</b>	<b>2,958</b>	<b>477</b>	<b>21,337</b>	<b>25,714</b>
<b>Net Assets beginning (1)</b>	<b>267,698</b>	<b>165,930</b>	<b>5,792</b>	<b>5,315</b>	<b>273,491</b>	<b>171,245</b>
<b>Net Assets ending</b>	<b>\$286,077</b>	<b>\$191,167</b>	<b>\$ 8,750</b>	<b>\$ 5,792</b>	<b>\$ 294,828</b>	<b>\$ 196,959</b>

(1) Beginning net assets for govt activities for 2003 have been restated for the addition of infrastructure acquired for the period from October 1, 1979 to September 30, 2001

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:



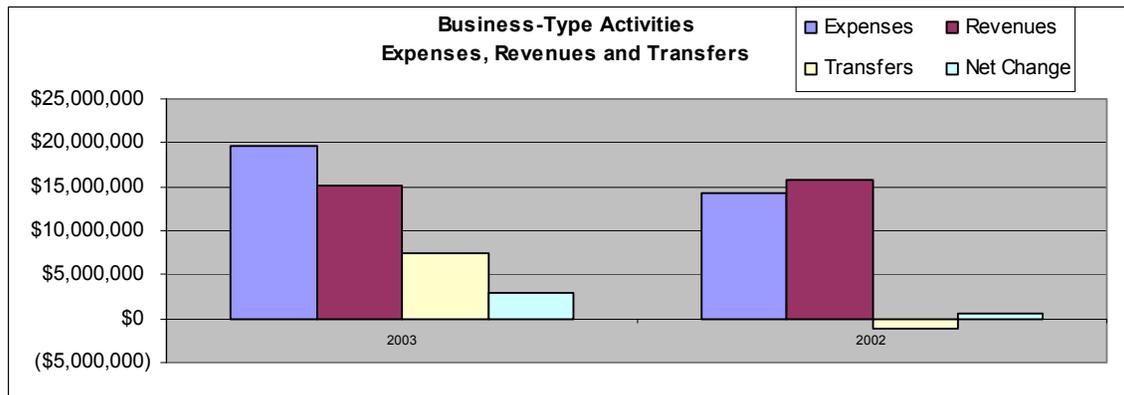
**Business-type activity.**

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. A new cell was completed during 2003 and the two operating landfills, the Ash Monofill and Phase IIB were consolidated into one landfill called the Phase II landfill. The other operating landfill is the Construction and Demolition landfill. The four closed landfills are located in Astatula, Umatilla, Lady Lake and Clermont.

The County has a service agreement with Covanta, Inc. for the operation of the incinerator mentioned above. The County is obligated to provide 130,000 tons of municipal solid waste to the plant each year. The County has disputed the payment of operations and maintenance fees and property taxes and is involved in litigation with the vendor. The suit has been stayed due to the filing of bankruptcy by Covanta. Operating costs, however, were about the same as last year for this contract.

The activities of the solid waste management system are reported in the Landfill Fund. The fund finished the year with an increase in net assets of \$2,958,260, from net assets of \$5,792,158 in 2002 to \$8,750,418 in 2003. Two changes were made this year in this fund. First, the County started universal collection for all residents in the unincorporated area of the county beginning October 1, 2002. This means that both collection and disposal are collected through a special assessment on the tax bill. In the past, only disposal was included on the tax bill and residents paid the franchise haulers for collection. Now the County pays the haulers for collection and this amount is included in contractual services. As a result, contractual services increased \$5,847,507, primarily from this change. The second change was to reduce the tipping fee from about \$90 per ton to \$45 per ton in an effort to encourage cities within the county to use the system. This decrease in tipping fees was offset by the transfer ad valorem taxes from the General Fund of \$7,206,068 mentioned above.

The following chart is a comparison of expenses, revenues and transfers by year for business-type activities.



## **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, 2003 was \$93,385,808. Of this amount, \$85,146,555 was included in unreserved fund balance with the remainder of \$8,239,253 reserved for encumbrances, inventories, and prepaid expenses. The combined ending fund balance at the end of 2002 was \$89,423,410, a net increase in 2003 of \$3,962,398.

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, 2003 was \$25,011,515 compared to \$22,393,419 at the end of 2002. The County has maintained a stable fund balance despite the decrease in interest rates affecting our investment income and the economic slowdown affecting intergovernmental revenues such as state sales tax and revenue sharing.

The County has three governmental 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 decreased slightly from the prior year. Collections were \$11,160,226 in 2002 and \$10,987,280 in 2003. Expenses were higher in 2003, \$12,884,044, compared to \$9,923,198 in 2002, and include several large projects which were under construction such as the construction of the Thomas Avenue extension, Echo Drive and North Hancock Road.

**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 issued to finance the above. The revenue for 2003 amounted to \$9,960,908 compared to \$14,311,889 in 2002. Approximately \$4,200,000 of these funds were used to pay debt service and the remainder was transferred to capital projects funds.

**Sales Tax Capital Projects:** This fund is used to account for capital projects constructed using sales tax revenues discussed above. Projects completed during 2003 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. Operating Expenses in the Landfill Fund increased by \$5,282,101 over the prior year. The majority of this increase (\$5,847,507) was from contractual payments to haulers discussed above. This increase was offset by a decrease in personal services of \$455,082 and net decreases in other operating expenses of \$110,324. Recycling was contracted to an outside vendor, thus decreasing staffing in the department.

### **General Fund Budgetary Highlights**

Differences between the original budget and the final amended budget were \$1,099,235 (increase in expenditures) and can be briefly summarized as follows:

- General government increases in the amount of \$747,234 primarily for transfers to constitutional officers for capital outlay of \$432,601, \$100,000 to retrofit voting places for ADA compliance, and a \$100,000 grant to Lake-Sumter Community College for small business development.
- Public safety increases of \$550,451 for inmate medical expenses of \$287,000, law enforcement expenses of \$188,000 and an emergency services grant of \$110,000 and a decrease of \$35,705 for probation expenses.
- Physical environment increases of \$4,665.
- Economic environment decreases of \$262,672 for community centers. Funds were not needed as the work was completed in 2002.

- Human services and culture and recreation net decreases of \$67,513.
- Court-related expenses increases of \$127,070 primarily for equipment.

These variances were offset by increases to charges for services for housing federal prisoners and increases to intergovernmental revenues for grants.

Actual expenditures in the General Fund were under budget by \$6,108,686. A brief description of these differences follows:

- General government decreases of \$3,172,532 consisting primarily of \$1,006,906 in funds returned by constitutional officers, \$916,340 for savings in repairs and maintenance and energy management and \$775,135 for lower costs than expected for administrative services and growth management.
- Public safety decreases of \$580,985 primarily from savings by the Sheriff's Office.
- Economic environment decreases of \$502,541 primarily from less funds used by the Jobs Growth Incentive fund.
- Human services decreases of \$1,071,759 resulting from lower costs for Medicaid than anticipated.
- Culture and recreation decreases of \$659,399 from boating improvement funds and grants that were not spent.
- Other decreases (net) from physical environment, court-related expenses and constitutional officers of \$121,470.

### **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, 2003, amounts to \$194,435,097 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, and roads completed and put into use during the period from fiscal year 1980 to 2003. The beginning balance for infrastructure assets has been increased by \$124,220,373 for roads acquired during the period from October 1, 1979 to September 30, 2001 in accordance with GASB Statement Number 34. These roads were recorded at historical cost, except for roads transferred into the county system during this period which are recorded at estimated current replacement cost deflated to the year of acquisition. Of the approximately 1,288 miles of county owned roads at September 30, 2001, approximately 158 miles

were donated. In addition, the County had approximately 1,023 miles of existing roads at October 1, 1979. Neither the cost nor accumulated depreciation (considered to be equal amounts) has been recorded for these roads.

The County has a locally imposed a one-cent sales tax that can be used for infrastructure and certain public safety equipment. The projects below were funded by this tax:

- Acquisition of vehicles and radios for the Sheriff's Office -\$1,996,000
- Completion 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-\$1,400,000
- Improvements for local roads and bridges-\$1,192,000
- Completion of the 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-\$260,000
- Construction of community centers in Umatilla, Paisley and Montverde-\$222,000

**LAKE COUNTY'S CAPITAL ASSETS (amounts expressed in thousands)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2003</u>	<u>2002</u> (restated)	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<b>Land</b>	\$ 6,167	\$ 5,357	\$ 2,944	\$ 2,944	\$ 9,111	\$ 8,301
<b>Buildings</b>	65,723	63,964	1,601	1,686	67,324	65,650
<b>Improvements other than buildings</b>	443	304	2,214	1,785	2,657	2,089
<b>Machinery and equipment</b>	15,905	16,298	1,517	1,904	17,422	18,202
<b>Infrastructure</b>	95,240	84,331	-	-	95,240	84,331
<b>Construction in progress</b>	10,957	13,492	70	180	11,027	13,672
<b>Total</b>	<u>\$ 194,435</u>	<u>\$183,746</u>	<u>\$ 8,346</u>	<u>\$ 8,499</u>	<u>\$ 202,781</u>	<u>\$192,245</u>

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

## **Long-Term debt**

At September 30, 2003, Lake County had bonded debt outstanding of \$4,160,000 consisting of 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. The bonds are rated "AAA" by Standard and Poor's Ratings Services Group and Fitch, Inc.

Other debt outstanding consists of a note payable in the Landfill Fund that amounted to \$10,000,000 at year end. 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 4.4% compared to 5.1% for the state and 5.8% for the nation. Last year's rate for the County was 4.8%.
- Inflation is low nationally with the consumer price index at 1.9% over the prior year.
- 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 1.32% compared to 1.91% at the end of last fiscal year.

All of these factors were considered in preparing the County's budget for the 2004 fiscal year. In addition, at its final budget hearing on September 23, 2003, the Board adopted the following millage rates:

- General Fund: 5.917 mills.
- Stormwater: .5 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, 2003

<b>Assets</b>	<b>Governmental Activities</b>	<b>Business-Type Activity</b>	<b>Total</b>
<b>Current Assets:</b>			
Cash and Cash Equivalents	\$ 101,963,117	\$ 9,711,486	\$ 111,674,603
Other Investments	5,365,915	-	5,365,915
Restricted Cash and Cash Equivalents	-	172,620	172,620
Accounts Receivable	289,064	832,517	1,121,581
Due from Other Governments	5,937,429	29,781	5,967,210
Inventories	958,677	-	958,677
Prepaid Items	8,400	-	8,400
<b>Total Current Assets</b>	<b>114,522,602</b>	<b>10,746,404</b>	<b>125,269,006</b>
<b>Noncurrent Assets:</b>			
Restricted Cash and Cash Equivalents	-	5,081,347	5,081,347
Assessments Receivable	186,741	-	186,741
Deferred Charge	71,443	1,581,177	1,652,620
Land and Other Nondepreciable Assets	17,124,159	3,013,818	20,137,977
Capital Assets, Net of Accumulated Depreciation	177,310,938	5,332,261	182,643,199
<b>Total Noncurrent Assets</b>	<b>194,693,281</b>	<b>15,008,603</b>	<b>209,701,884</b>
<b>Total Assets</b>	<b>309,215,883</b>	<b>25,755,007</b>	<b>334,970,890</b>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts Payable	5,657,418	2,227,547	7,884,965
Retainage Payable	866,588	-	866,588
Accrued Liabilities	2,144,248	159,990	2,304,238
Due to Other Governments	783,426	-	783,426
Deposits	2,458,638	50,677	2,509,315
Estimated Claims Payable	2,095,137	-	2,095,137
Current Portion of Long Term Obligations	2,747,148	1,223,964	3,971,112
<b>Total Current Liabilities</b>	<b>16,752,603</b>	<b>3,662,178</b>	<b>20,414,781</b>
<b>Noncurrent Liabilities:</b>			
Noncurrent Portion of Long Term Obligations	6,385,559	45,531	6,431,090
Note Payable	-	9,000,000	9,000,000
Landfill Closure and Post Closure Care Costs	-	4,296,880	4,296,880
<b>Total Noncurrent Liabilities</b>	<b>6,385,559</b>	<b>13,342,411</b>	<b>19,727,970</b>
<b>Total Liabilities</b>	<b>23,138,162</b>	<b>17,004,589</b>	<b>40,142,751</b>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	194,325,116	4,447,832	198,772,948
Restricted for Closure and Post Closure Care Costs	-	1,563,771	1,563,771
Restricted for Transportation Expenses	27,312,672	-	27,312,672
Restricted for Capital Projects	16,777,792	-	16,777,792
Restricted for Public Safety	8,841,961	-	8,841,961
Restricted for Debt Service	3,919,599	174,952	4,094,551
Restricted for Other Purposes	7,195,864	-	7,195,864
Unrestricted	27,704,717	2,563,863	30,268,580
<b>Total Net Assets</b>	<b>\$ 286,077,721</b>	<b>\$ 8,750,418</b>	<b>\$ 294,828,139</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, 2003**

<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	\$ 25,180,704	\$ 7,311,929	\$ 123,555	\$ -
Public Safety	60,369,899	19,443,297	753,317	412,215
Physical Environment	2,304,263	418,641	220,616	-
Transportation	17,656,581	1,129,623	5,198,724	12,337,988
Economic Environment	6,418,228	-	3,265,703	-
Human Services	4,450,826	89,092	2,593,810	-
Culture and Recreation	5,095,586	325,102	835,909	100,000
Court-Related	7,208,160	3,436,860	77,137	-
Interest on Long-Term Debt	485,875	-	297,667	-
<b>Total Governmental Activities</b>	<b>129,170,122</b>	<b>32,154,544</b>	<b>13,366,438</b>	<b>12,850,203</b>
<b>Business-Type Activity:</b>				
Landfill	19,627,414	13,837,144	31,204	-
<b>Total</b>	<b>\$ 148,797,536</b>	<b>\$ 45,991,688</b>	<b>\$ 13,397,642</b>	<b>\$ 12,850,203</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, as Restated**

**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>
\$ (17,745,220)	\$ -	\$ (17,745,220)
(39,761,070)	-	(39,761,070)
(1,665,006)	-	(1,665,006)
1,009,754	-	1,009,754
(3,152,525)	-	(3,152,525)
(1,767,924)	-	(1,767,924)
(3,834,575)	-	(3,834,575)
(3,694,163)	-	(3,694,163)
(188,208)	-	(188,208)
<b>(70,798,937)</b>	<b>-</b>	<b>(70,798,937)</b>
-	(5,759,066)	(5,759,066)
<b>(70,798,937)</b>	<b>(5,759,066)</b>	<b>(76,558,003)</b>
59,756,829	-	59,756,829
9,960,908	-	9,960,908
6,166,647	-	6,166,647
1,050,297	-	1,050,297
1,090,443	-	1,090,443
13,894,009	-	13,894,009
2,358,362	849,666	3,208,028
2,249,882	518,454	2,768,336
(7,349,206)	7,349,206	-
<b>89,178,171</b>	<b>8,717,326</b>	<b>97,895,497</b>
<b>18,379,234</b>	<b>2,958,260</b>	<b>21,337,494</b>
<b>267,698,487</b>	<b>5,792,158</b>	<b>273,490,645</b>
<b>\$ 286,077,721</b>	<b>\$ 8,750,418</b>	<b>\$ 294,828,139</b>

**LAKE COUNTY, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2003**

<u>Assets</u>	<u>Major Special Revenue Funds</u>		
	<u>General Fund</u>	<u>Road Impact Fees</u>	<u>County Sales Tax</u>
Cash	\$ 2,219,773	\$ -	\$ -
Pooled Cash and Investments	27,625,532	24,041,888	1,333,287
Other Investments	-	-	-
Accounts Receivable	92,360	-	-
Assessments Receivable	-	-	-
Due from Other Funds	58,966	-	-
Intragovernmental Receivables	637,328	-	-
Due from Other Governments	1,406,706	644,060	1,319,407
Inventories	359,202	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b><u>\$ 32,399,867</u></b>	<b><u>\$ 24,685,948</u></b>	<b><u>\$ 2,652,694</u></b>
 <b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 1,371,569	\$ 2,677,259	\$ -
Retainage Payable	2,572	631,681	-
Accrued Liabilities	1,613,791	-	-
Due to Other Funds	-	-	-
Intragovernmental Payables	257,102	-	-
Due to Other Governments	735,240	-	-
Deferred Revenue	57,726	-	-
Deposits	2,336,415	-	-
<b>Total Liabilities</b>	<b><u>6,374,415</u></b>	<b><u>3,308,940</u></b>	<b><u>-</u></b>
 <b>Fund Balances:</b>			
Reserved for Encumbrances	694,885	2,423,087	-
Reserved for Inventories	319,052	-	-
Reserved for Prepaid Expenditures	-	-	-
Unreserved, reported in			
General Fund	25,011,515	-	-
Special Revenue Funds	-	18,953,921	2,652,694
Debt Service Funds	-	-	-
Capital Projects Funds	-	-	-
<b>Total Fund Balances</b>	<b><u>26,025,452</u></b>	<b><u>21,377,008</u></b>	<b><u>2,652,694</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 32,399,867</u></b>	<b><u>\$ 24,685,948</u></b>	<b><u>\$ 2,652,694</u></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>		
\$ -	\$ 1,849	\$ 2,221,622
14,398,517	24,694,492	92,093,716
-	3,728,430	3,728,430
-	159,302	251,662
-	186,741	186,741
-	-	58,966
-	228,580	865,908
45	1,918,116	5,288,334
-	467,156	826,358
-	8,400	8,400
<b>\$ 14,398,562</b>	<b>\$ 31,393,066</b>	<b>\$ 105,530,137</b>
\$ 483,311	\$ 886,254	\$ 5,418,393
153,621	78,714	866,588
-	518,700	2,132,491
-	55,739	55,739
-	14,733	271,835
-	18,664	753,904
-	186,741	244,467
-	64,497	2,400,912
<b>636,932</b>	<b>1,824,042</b>	<b>12,144,329</b>
2,027,684	2,298,989	7,444,645
-	467,156	786,208
-	8,400	8,400
-	-	25,011,515
-	22,827,618	44,434,233
-	3,829,892	3,829,892
11,733,946	136,969	11,870,915
<b>13,761,630</b>	<b>29,569,024</b>	<b>93,385,808</b>
<b>\$ 14,398,562</b>	<b>\$ 31,393,066</b>	<b>\$ 105,530,137</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, 2003

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

<b>Fund balances-total governmental funds</b>	<b>\$</b>	<b>93,385,808</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.		194,354,338
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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.		186,741
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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.		7,159,460
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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.		(9,008,626)
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<b>Net assets of governmental activities</b>	<b>\$</b>	<b><u>286,077,721</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, 2003**

	<u>General</u>	<u>Major Special Revenue Funds</u>	
		<u>Road Impact Fees</u>	<u>County Sales Tax</u>
<b>Revenues</b>			
Taxes	\$ 53,967,870	\$ -	\$ 9,960,908
Licenses and Permits	466,822	-	-
Intergovernmental	15,025,393	960,297	-
Charges for Services	11,324,448	-	-
Fines and Forfeitures	1,609,260	-	-
Special Assessments	-	10,987,280	-
Investment Income	719,313	499,790	65,850
Miscellaneous	1,015,386	-	-
<b>Total Revenues</b>	<b><u>84,128,492</u></b>	<b><u>12,447,367</u></b>	<b><u>10,026,758</u></b>
<b>Expenditures</b>			
Current:			
General Government	23,363,433	-	-
Public Safety	36,887,300	-	-
Physical Environment	1,490,531	-	-
Transportation	-	12,884,044	-
Economic Environment	584,119	-	-
Human Services	3,530,189	-	-
Culture and Recreation	1,409,039	-	-
Court-Related Expenditures	6,251,319	-	-
Debt Service:			
Principal	320,141	-	-
Interest and Fiscal Charges	63,133	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b><u>73,899,204</u></b>	<b><u>12,884,044</u></b>	<b><u>-</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>10,229,288</u></b>	<b><u>(436,677)</u></b>	<b><u>10,026,758</u></b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	5,617,065	-	-
Transfers Out	(13,510,285)	(463,949)	(10,800,906)
<b>Total Other Financing Sources (Uses)</b>	<b><u>(7,893,220)</u></b>	<b><u>(463,949)</u></b>	<b><u>(10,800,906)</u></b>
<b>Net Change in Fund Balances</b>	<b>2,336,068</b>	<b>(900,626)</b>	<b>(774,148)</b>
<b>Fund Balance at Beginning of Year</b>	<b>23,655,441</b>	<b>22,277,634</b>	<b>3,426,842</b>
Inventory Reserve Increase	33,943	-	-
<b>Fund Balance at End of Year</b>	<b><u>\$ 26,025,452</u></b>	<b><u>\$ 21,377,008</u></b>	<b><u>\$ 2,652,694</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>		
\$ -	\$ 14,096,347	\$ 78,025,125
-	4,683,896	5,150,718
-	12,406,726	28,392,416
-	3,331,779	14,656,227
-	555,291	2,164,551
-	10,226,074	21,213,354
253,642	629,209	2,167,804
-	2,644,279	3,659,665
<b>253,642</b>	<b>48,573,601</b>	<b>155,429,860</b>
-	619,478	23,982,911
-	19,849,225	56,736,525
-	1,520,609	3,011,140
-	12,844,551	25,728,595
-	6,246,308	6,830,427
-	882,682	4,412,871
-	3,755,143	5,164,182
-	185,422	6,436,741
-	4,240,000	4,560,141
-	344,503	407,636
5,990,266	100,501	6,090,767
<b>5,990,266</b>	<b>50,588,422</b>	<b>143,361,936</b>
<b>(5,736,624)</b>	<b>(2,014,821)</b>	<b>12,067,924</b>
9,214,745	6,277,814	21,109,624
(1,053,375)	(3,428,195)	(29,256,710)
<b>8,161,370</b>	<b>2,849,619</b>	<b>(8,147,086)</b>
2,424,746	834,798	3,920,838
11,336,884	28,726,609	89,423,410
-	7,617	41,560
<b>\$ 13,761,630</b>	<b>\$ 29,569,024</b>	<b>\$ 93,385,808</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, 2003**

**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>3,920,838</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 \$23,018,365 exceeded depreciation of \$11,622,642 in the current period.		11,395,723
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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.		(677,630)
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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.		(42,172)
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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.		4,481,902
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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.		(392,165)
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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.		(307,262)
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<b>Change in net assets of governmental activities</b>	<b>\$</b>	<b><u>18,379,234</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, 2003**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 55,839,061	\$ 55,900,274	\$ 53,967,870	\$ (1,932,404)
Licenses and Permits	450,000	450,000	466,822	16,822
Intergovernmental	14,087,092	14,300,453	15,025,393	724,940
Charges for Services	8,257,954	9,217,298	11,324,448	2,107,150
Fines and Forfeitures	1,381,500	1,383,000	1,609,260	226,260
Investment Income	778,000	768,927	719,313	(49,614)
Miscellaneous	503,700	625,329	1,015,386	390,057
Less: Statutory Requirement	(3,774,657)	(3,774,657)	-	3,774,657
<b>Total Revenues</b>	<b><u>77,522,650</u></b>	<b><u>78,870,624</u></b>	<b><u>84,128,492</u></b>	<b><u>5,257,868</u></b>
<b>Expenditures</b>				
<b>Current:</b>				
<b>General Government:</b>				
Legislative Offices	449,584	449,584	410,278	39,306
Executive Offices	1,187,115	1,187,115	1,109,908	77,207
Administrative Services	2,932,379	2,943,728	2,498,967	444,761
Growth Management	2,616,332	2,515,014	2,184,640	330,374
Community Services	60,112	63,603	62,505	1,098
Public Works	5,115,521	5,184,105	4,267,765	916,340
Emergency Services	303,236	303,236	186,373	116,863
Constitutional Officers	490,550	490,550	404,183	86,367
Clerk of the Circuit Court	4,932,165	5,095,215	4,934,149	161,066
Property Appraiser	1,867,746	2,137,297	1,747,150	390,147
Tax Collector	3,273,570	3,322,770	3,105,727	217,043
Supervisor of Elections	1,087,441	1,087,441	935,158	152,283
Non-Departmental	1,472,980	1,756,307	1,516,630	239,677
Total General Government	<u>25,788,731</u>	<u>26,535,965</u>	<u>23,363,433</u>	<u>3,172,532</u>
<b>Public Safety:</b>				
Growth Management	551,067	551,067	512,980	38,087
Community Services	499,838	464,133	425,996	38,137
Emergency Services	357,729	468,192	374,680	93,512
Sheriff	33,504,625	33,693,318	33,294,136	399,182
Constitutional Officers	1,517,874	1,804,874	1,792,807	12,067
Non-Departmental	486,701	486,701	486,701	-
Total Public Safety	<u>36,917,834</u>	<u>37,468,285</u>	<u>36,887,300</u>	<u>580,985</u>
<b>Physical Environment:</b>				
Community Services	785,434	790,099	751,165	38,934
Environmental Services	752,355	752,355	739,366	12,989
Total Physical Environment	<u>1,537,789</u>	<u>1,542,454</u>	<u>1,490,531</u>	<u>51,923</u>
<b>Economic Environment:</b>				
Tourism	1,191,252	927,252	425,334	501,918
Community Services	158,080	159,408	158,785	623
Total Economic Environment	<u>1,349,332</u>	<u>1,086,660</u>	<u>584,119</u>	<u>502,541</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, 2003**

	<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>Human Services:</b>				
Community Services	3,819,061	3,831,636	2,852,862	978,774
Emergency Services	770,312	770,312	677,327	92,985
Total Human Services	<u>4,589,373</u>	<u>4,601,948</u>	<u>3,530,189</u>	<u>1,071,759</u>
<b>Culture and Recreation:</b>				
Community Services	101,450	126,450	103,748	22,702
Public Works	2,023,231	1,907,572	1,296,586	610,986
Tourism	23,845	34,416	8,705	25,711
Total Culture and Recreation	<u>2,148,526</u>	<u>2,068,438</u>	<u>1,409,039</u>	<u>659,399</u>
<b>Court-Related Expenditures:</b>				
Judicial Support	1,610,655	1,620,075	1,460,081	159,994
State Attorney	110,768	110,768	94,016	16,752
Public Defender	191,042	191,042	128,816	62,226
Clerk of the Circuit Court	4,664,605	4,782,255	4,568,406	213,849
Total Court-Related Expenditures	<u>6,577,070</u>	<u>6,704,140</u>	<u>6,251,319</u>	<u>452,821</u>
<b>Debt Service:</b>				
Principal	-	-	320,141	(320,141)
Interest	-	-	63,133	(63,133)
Total Debt Service	<u>-</u>	<u>-</u>	<u>383,274</u>	<u>(383,274)</u>
<b>Total Expenditures</b>	<b><u>78,908,655</u></b>	<b><u>80,007,890</u></b>	<b><u>73,899,204</u></b>	<b><u>6,108,686</u></b>
<b>Excess of Revenues Over (Under) Expenditures:</b>	<b>(1,386,005)</b>	<b>(1,137,266)</b>	<b>10,229,288</b>	<b>11,366,554</b>
<b>Other Financing Sources (Uses):</b>				
Transfers In	5,713,215	5,927,532	5,617,065	(310,467)
Transfers Out	(14,936,853)	(14,530,709)	(13,510,285)	1,020,424
Reserve for Contingencies	(9,059,617)	(13,629,890)	-	13,629,890
Total Other Financing Sources (Uses)	<u>(18,283,255)</u>	<u>(22,233,067)</u>	<u>(7,893,220)</u>	<u>14,339,847</u>
<b>Net Change in Fund Balances</b>	<b>(19,669,260)</b>	<b>(23,370,333)</b>	<b>2,336,068</b>	<b>25,706,401</b>
<b>Fund Balance at Beginning of Year</b>	<b>19,669,260</b>	<b>23,370,333</b>	<b>23,655,441</b>	<b>285,108</b>
Inventory Reserve Increase	-	-	33,943	33,943
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 26,025,452</u></b>	<b><u>\$ 26,025,452</u></b>

**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, 2003

	<u>Road Impact Fees</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>Revenues</b>				
Special Assessments	\$ 8,768,595	\$ 8,768,595	\$ 10,987,280	\$ 2,218,685
Intergovernmental	-	-	960,297	960,297
Investment Income	600,000	600,000	499,790	(100,210)
Less: Statutory Requirement	(468,430)	(468,430)	-	468,430
<b>Total Revenues</b>	<b>8,900,165</b>	<b>8,900,165</b>	<b>12,447,367</b>	<b>3,547,202</b>
<b>Expenditures</b>				
Current:				
Transportation	30,517,411	30,116,345	12,884,044	17,232,301
<b>Total Expenditures</b>	<b>30,517,411</b>	<b>30,116,345</b>	<b>12,884,044</b>	<b>17,232,301</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(21,617,246)</b>	<b>(21,216,180)</b>	<b>(436,677)</b>	<b>20,779,503</b>
<b>Other Financing Uses</b>				
Transfers Out	(1,061,454)	(1,061,454)	(463,949)	597,505
<b>Total Other Financing Uses</b>	<b>(1,061,454)</b>	<b>(1,061,454)</b>	<b>(463,949)</b>	<b>597,505</b>
<b>Net Change in Fund Balances</b>	<b>(22,678,700)</b>	<b>(22,277,634)</b>	<b>(900,626)</b>	<b>21,377,008</b>
<b>Fund Balance at Beginning of Year</b>	<b>22,678,700</b>	<b>22,277,634</b>	<b>22,277,634</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 21,377,008</b>	<b>\$ 21,377,008</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, 2003

	<u>County Sales Tax</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Taxes	\$ 7,767,500	\$ 7,767,500	\$ 9,960,908	\$ 2,193,408
Investment Income	1,200	1,200	65,850	64,650
Less: Statutory Requirement	(388,435)	(388,435)	-	388,435
<b>Total Revenues</b>	<b>7,380,265</b>	<b>7,380,265</b>	<b>10,026,758</b>	<b>2,646,493</b>
<b>Expenditures</b>				
<b>Total Expenditures</b>	-	-	-	-
<b>Excess of Revenues Over Expenditures</b>	<b>7,380,265</b>	<b>7,380,265</b>	<b>10,026,758</b>	<b>2,646,493</b>
<b>Other Financing Uses</b>				
Transfers Out	(9,925,626)	(10,800,906)	(10,800,906)	-
Reserve for Contingencies	(6,202)	(6,201)	-	6,201
<b>Total Other Financing Uses</b>	<b>(9,931,828)</b>	<b>(10,807,107)</b>	<b>(10,800,906)</b>	<b>6,201</b>
<b>Net Change in Fund Balances</b>	<b>(2,551,563)</b>	<b>(3,426,842)</b>	<b>(774,148)</b>	<b>2,652,694</b>
<b>Fund Balance at Beginning of Year</b>	<b>2,551,563</b>	<b>3,426,842</b>	<b>3,426,842</b>	-
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,652,694</b>	<b>\$ 2,652,694</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, 2003

	<b>Business-Type Activity Landfill Fund</b>	<b>Governmental Activities Internal Service Funds</b>
<b>Assets</b>		
<b>Current Assets:</b>		
Cash	\$ 850	\$ -
Pooled Cash and Investments	9,710,636	7,647,779
Other Investments	-	1,637,485
Restricted Cash and Investments	172,620	-
Accounts Receivable	832,517	37,402
Intragovernmental Receivables	18,972	9,550
Due from Other Governments	10,809	13,723
Inventory	-	132,319
<b>Total Current Assets</b>	<b>10,746,404</b>	<b>9,478,258</b>
<b>Noncurrent Assets:</b>		
Restricted Cash and Investments	5,081,347	-
Deferred Charge	1,581,177	-
Capital Assets:		
Land	2,943,586	-
Buildings	2,211,665	-
Equipment	5,177,418	283,684
Improvements Other Than Buildings	7,079,268	-
Construction Work in Progress	70,232	-
Less: Accumulated Depreciation	(9,136,090)	(202,925)
Total Capital Assets	8,346,079	80,759
<b>Total Noncurrent Assets</b>	<b>15,008,603</b>	<b>80,759</b>
<b>Total Assets</b>	<b>\$ 25,755,007</b>	<b>\$ 9,559,017</b>
 <b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 2,227,547	\$ 211,781
Accrued Liabilities	159,990	11,757
Intragovernmental Payables	-	1,000
Due to Fiscal Agent	-	27,244
Estimated Insurance Claims Payable	-	2,095,137
Deposits	50,677	-
Current Portion of Long Term Obligations	1,223,964	27,898
<b>Total Current Liabilities</b>	<b>3,662,178</b>	<b>2,374,817</b>
<b>Noncurrent Liabilities:</b>		
Accrued Benefits Payable	45,531	24,740
Note Payable	9,000,000	-
Landfill Closure and Post Closure Care Costs	4,296,880	-
<b>Total Noncurrent Liabilities</b>	<b>13,342,411</b>	<b>24,740</b>
<b>Total Liabilities</b>	<b>\$ 17,004,589</b>	<b>\$ 2,399,557</b>
 <b>Net Assets</b>		
Invested in Capital Assets, Net of Related Debt	\$ 4,447,832	\$ 80,759
Restricted for Closure and Post Closure Care Costs	1,563,771	-
Restricted for Debt Service	174,952	-
Unrestricted Net Assets	2,563,863	7,078,701
<b>Total Net Assets</b>	<b>\$ 8,750,418</b>	<b>\$ 7,159,460</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, 2003**

	<u>Business-Type Activity Landfill Fund</u>	<u>Governmental Activities Internal Service Funds</u>
<b>Operating Revenues:</b>		
Charges for Services	\$ 13,837,144	\$ 8,701,782
Miscellaneous	518,454	12,548
<b>Total Operating Revenues</b>	<u><b>14,355,598</b></u>	<u><b>8,714,330</b></u>
<b>Operating Expenses:</b>		
Benefit Payments and Claims	-	7,274,773
Personal Services	1,722,177	490,441
Contracted Services	15,807,676	7,762
Supplies and Materials	130,730	621,548
Repairs and Maintenance	243,696	401,671
Utilities	21,491	10,991
Other Charges and Services	127,886	1,174,142
Depreciation and Amortization	935,650	26,647
Landfill Closure and Post Closure Care Costs	158,766	-
<b>Total Operating Expenses</b>	<u><b>19,148,072</b></u>	<u><b>10,007,975</b></u>
<b>Operating Loss</b>	<b>(4,792,474)</b>	<b>(1,293,645)</b>
<b>Non-Operating Revenues (Expenses):</b>		
Interest Revenue	849,666	190,558
Interest and Financing Costs	(376,250)	-
Recycling and Other Grants	31,204	-
Aid to Government Agencies	(84,846)	-
Net Loss on Disposal of Capital Assets	(18,246)	(2,055)
<b>Total Non-Operating Revenues (Expenses)</b>	<u><b>401,528</b></u>	<u><b>188,503</b></u>
<b>Loss Before Transfers</b>	<b>(4,390,946)</b>	<b>(1,105,142)</b>
Transfers In	8,259,443	1,025,855
Transfers Out	(910,237)	(227,975)
<b>Total Transfers</b>	<u><b>7,349,206</b></u>	<u><b>797,880</b></u>
<b>Change in Net Assets</b>	<b>2,958,260</b>	<b>(307,262)</b>
<b>Total Net Assets at Beginning of Year</b>	<u><b>5,792,158</b></u>	<u><b>7,466,722</b></u>
<b>Total Net Assets at End of Year</b>	<u><u><b>\$ 8,750,418</b></u></u>	<u><u><b>\$ 7,159,460</b></u></u>

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, 2003**

	<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	\$ 14,967,151	\$ 8,707,394
Cash Paid to Suppliers and for Claims	(15,964,368)	(9,040,379)
Cash Paid to Employees	(1,350,399)	(398,575)
Cash Paid to Internal Service Fund	(255,109)	(79,836)
<b>Net Cash Used by Operating Activities</b>	<b>(2,602,725)</b>	<b>(811,396)</b>
<b>Cash Flows from NonCapital Financing Activities:</b>		
Cash Received for NonCapital Grants	41,397	-
Payments to Government Agencies	(84,846)	-
Cash Transfers from Other Funds	8,259,443	1,025,855
Cash Transfers to Other Funds	(910,237)	(227,975)
<b>Net Cash Provided by NonCapital Financing Activities</b>	<b>7,305,757</b>	<b>797,880</b>
<b>Cash Flows From Capital And Related Financing Activities:</b>		
Payment on Note Payable	(1,000,000)	-
Interest and Financing Costs Paid on Note Payable	(376,250)	-
Additions to Capital Assets	(653,662)	-
<b>Net Cash Used by Capital and Related Financing Activities</b>	<b>(2,029,912)</b>	<b>-</b>
<b>Cash Flows from Investing Activities:</b>		
Interest Received	849,666	190,558
<b>Net Cash Provided by Investing Activities</b>	<b>849,666</b>	<b>190,558</b>
<b>Net Increase in Cash And Cash Equivalents</b>	<b>3,522,786</b>	<b>177,042</b>
Cash and Cash Equivalents at October 1	11,442,667	9,108,222
<b>Cash and Cash Equivalents at September 30</b>	<b>\$ 14,965,453</b>	<b>\$ 9,285,264</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, 2003

	<u>Business-Type Activity Landfill Fund</u>	<u>Governmental Activities Internal Service Fund</u>
<b>Reconciliation of Operating Loss to Net Cash Used by Operating Activities</b>		
<b>Operating Loss</b>	<b>\$ (4,792,474)</b>	<b>\$ (1,293,645)</b>
<b>Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:</b>		
Depreciation and Amortization Expense	935,650	26,647
( Increase) Decrease in Accounts Receivable	612,916	(33,069)
( Increase) Decrease in Intragovernmental Receivables	2,614	(1,528)
Increase in Due from Other Governments	-	(5,019)
Decrease in Inventory	-	7,048
Increase in Accounts Payable	1,091,405	36,614
Increase in Accrued Liabilities	116,950	2,743
Increase in Intragovernmental Payables	-	1,000
Increase in Due to Fiscal Agent	-	24,929
Increase in Estimated Claims Payable	-	413,597
Increase (Decrease) in Accrued Benefits Payable	(281)	9,287
Decrease in Closure and Post Closure Costs	(569,505)	-
<b>Total Adjustments</b>	<b><u>2,189,749</u></b>	<b><u>482,249</u></b>
 <b>Net Cash Used by Operating Activities</b>	 <b><u>\$ (2,602,725)</u></b>	 <b><u>\$ (811,396)</u></b>
 <b><u>Noncash Investing, Capital and Financing Activities</u></b>		
Loss on Disposition of Capital Assets	(18,246)	(2,055)
Accrued Interest Payable Reported in Accrued Liabilities	125,050	-
Interest Revenue Reported in Accounts Receivable	129,592	-

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, 2003

	<u>Agency Funds</u>
<b><u>Assets</u></b>	
Cash	\$ 2,910,998
Pooled Cash and Investments	6,988,629
Restricted Cash and Investments	376,078
Other Investments	31,000
Accounts Receivable	2,779
	2,779
<b>Total Assets</b>	<b>\$ 10,309,484</b>
<b><u>Liabilities</u></b>	
<b>Liabilities:</b>	
Accounts Payable	\$ 464,668
Due to Other Funds	3,227
Intragovernmental Payables	621,595
Due to Other Governments	6,292,545
Deposits	1,431,911
Taxes Collected in Advance	1,226,913
Cash Bonds Payable	268,625
	268,625
<b>Total Liabilities</b>	<b>\$ 10,309,484</b>

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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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 "Transfers Out" on the financial statements of the Board and as "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 "Transfers Out" by the Constitutional Officers and "Transfers In" by the Board.

Information is reported for each of the County's Constitutional Officers within the General Fund. Eliminations of intragovernmental receivables, payables, and 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 Benefit Unit; Greater Groves Municipal Service Benefit Unit; Village Green Street 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,

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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, 2003. Revenues and expenditures amounted to \$1,500. 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
Valencia Terrace Street Lighting	Resolution 1999-147
Lake County Industrial Development Authority	County Resolution 1987-8

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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 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 2002-03, Lake County is responsible for 80% of such costs and expenses and Sumter County is responsible for 20% of such costs and expenses. During the year ended September 30, 2003, Lake County provided funding of \$4,543,695. Upon notification by the Treasurer that a budget deficit exists, both Counties shall prorate the amount of deficit in accordance with the

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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 primarily 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.

**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 statements. The fiduciary fund financial statements, which include only agency funds, are reported using the accrual basis of accounting. 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.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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 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.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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 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.

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.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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.

The Landfill Fund does 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.
- (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"

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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 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.

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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 period from October 1, 1979 to September 30, 2003 are recorded in the government wide financial statements.

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 2003.

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	10-50
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

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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.

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 2002-2003, 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

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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.

K. Fund Equity/Restricted Net Assets:

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.

Net assets are restricted when constraints are placed on their use by external creditors such as through debt covenants, grantors, and donors or imposed by law such as through constitutional provisions or enabling legislation. The majority of the restrictions placed on net assets for the County are those imposed by enabling legislation such as the use of gas taxes, road impact fees, infrastructure sales taxes and fire special assessments.

L. Long-term Obligations:

In the government-wide financial statements, and for 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.

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Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. Reclassifications:

Certain 2002 account balances have been reclassified in this report to conform with the financial statement presentation used in 2003.

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 \$9,008,626 difference are as follows:

Bonds Payable	\$ 4,160,000
Less: Deferred Charge for Issuance Costs	(71,443)
Less: Issuance Discount	(46,372)
Compensated Absences	4,966,441
Net Adjustment	<u>\$ 9,008,626</u>

B. Prior Period Adjustment for Net Assets at September 30, 2002:

Effective October 1, 2001, the County adopted required provisions of Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis – for State and Local Governments*. An additional requirement, to record prior acquisitions of infrastructure assets during the period from October 1, 1979 to September 30, 2001, was implemented in the current year, resulting in a retroactive adjustment to beginning net assets for governmental activities of \$76,531,782, for infrastructure capital assets of \$124,220,373, net of \$47,688,591 accumulated depreciation. This adjustment increased beginning net assets from \$191,166,705 to \$267,698,487.

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

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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.

Investments

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

The LGSF 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 LGSF. 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.

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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 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	\$	14,275,050
Repurchase Agreements		<u>1,973,555</u>
Total Categorized Investments		16,248,605
Local Government Surplus Funds Investment Pool		42,695,404
Florida Local Government Investment Trust		<u>12,689,425</u>
Total Investments	\$	<u><u>71,633,434</u></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	\$	60,967,756
Carrying Amount of Investments		<u>71,633,434</u>
Total	\$	<u><u>132,601,190</u></u>

	<u>Gov't-Wide</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 111,674,603	\$ 9,899,627	\$ 121,574,230
Current Restricted			
Cash and Cash Equivalents	172,620	376,078	548,698
Other Investments	5,365,915	31,000	5,396,915
Noncurrent Restricted			
Cash and Cash Equivalents	<u>5,081,347</u>	-	<u>5,081,347</u>
Total	<u><u>\$ 122,294,485</u></u>	<u><u>\$ 10,306,705</u></u>	<u><u>\$ 132,601,190</u></u>

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4. ASSESSMENTS RECEIVABLE

Assessments receivable at September 30, 2003 consist primarily of \$186,741 in secondary roads, of which \$18,376 is current, \$115,716 is deferred and \$52,649 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 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

As more fully discussed at Note 2B, beginning infrastructure assets were restated. A summary of governmental activities capital assets follows:

	<u>Balance</u> <u>Oct 1, 2002</u> <u>(as restated)</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Sept 30, 2003</u>
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 5,356,946	\$ 910,274	\$ (100,346)	\$ 6,166,874
Construction work in progress	13,492,486	6,030,050	(8,565,251)	10,957,285
Total	<u>18,849,432</u>	<u>6,940,324</u>	<u>(8,665,597)</u>	<u>17,124,159</u>
Capital assets being depreciated:				
Buildings	85,303,373	4,184,539	(250,027)	89,237,885
Improvements	332,351	175,897	-	508,248
Machinery and equipment	36,211,144	3,886,789	(2,914,663)	37,183,270
Infrastructure	132,182,052	16,542,427	-	148,724,479
Total	<u>254,028,920</u>	<u>24,789,652</u>	<u>(3,164,690)</u>	<u>275,653,882</u>
Less accumulated depreciation:				
Buildings	(21,339,139)	(2,217,623)	41,970	(23,514,792)
Improvements	(28,808)	(36,313)	-	(65,121)
Machinery and equipment	(19,913,389)	(3,762,288)	2,397,022	(21,278,655)
Infrastructure	(47,851,311)	(5,633,065)	-	(53,484,376)
Total	<u>(89,132,647)</u>	<u>(11,649,289)</u>	<u>2,438,992</u>	<u>(98,342,944)</u>
Total capital assets being depreciated, net	<u>164,896,273</u>	<u>13,140,363</u>	<u>(725,698)</u>	<u>177,310,938</u>
Governmental activities capital assets, net	<u>\$ 183,745,705</u>	<u>\$ 20,080,687</u>	<u>\$ (9,391,295)</u>	<u>\$ 194,435,097</u>

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

Governmental activities:	
General government	\$ 1,052,997
Public safety	3,406,168
Physical environment	51,802
Transportation	6,267,202
Economic environment	7,256
Human services	107,871
Culture and recreation	214,963
Court-related expenses	<u>514,383</u>
Total depreciation expense-governmental activities	<u>\$ 11,622,642</u>

A summary of business activities capital assets follows:

	<u>Balance Oct 1, 2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Sept 30, 2003</u>
Business-type activities:				
Capital assets not depreciated:				
Land	\$ 2,943,586	\$ -	\$ -	\$ 2,943,586
Construction work in progress	<u>179,629</u>	<u>-</u>	<u>(109,397)</u>	<u>70,232</u>
Total	<u>3,123,215</u>	<u>-</u>	<u>(109,397)</u>	<u>3,013,818</u>
Capital assets being depreciated:				
Buildings	2,211,665	-	-	2,211,665
Improvements other than buildings	6,284,201	795,067	-	7,079,268
Machinery and equipment	<u>5,665,244</u>	<u>19,419</u>	<u>(507,245)</u>	<u>5,177,418</u>
Total	<u>14,161,110</u>	<u>814,486</u>	<u>(507,245)</u>	<u>14,468,351</u>
Less accumulated depreciation for:				
Buildings	(525,212)	(85,533)	-	(610,745)
Improvements other than buildings	(4,499,101)	(365,767)	-	(4,864,868)
Machinery and equipment	<u>(3,760,784)</u>	<u>(356,683)</u>	<u>456,990</u>	<u>(3,660,477)</u>
Total	<u>(8,785,097)</u>	<u>(807,983)</u>	<u>456,990</u>	<u>(9,136,090)</u>
Total capital assets being depreciated, net	<u>5,376,013</u>	<u>6,503</u>	<u>(50,255)</u>	<u>5,332,261</u>
Business-type activities capital assets, net	<u>\$ 8,499,228</u>	<u>\$ 6,503</u>	<u>\$ (159,652)</u>	<u>\$ 8,346,079</u>

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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% was paid 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 4.40% 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, 2003 are as follows:

Fiscal Year Ended	Principal	Interest	Total
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	90,000	203,513	293,513
2009-2013	525,000	950,212	1,475,212
2014-2018	670,000	807,348	1,477,348
2019-2023	865,000	609,090	1,474,090
2024-2028	1,135,000	343,475	1,478,475
2029-2030	545,000	45,375	590,375
Total	\$ <u>4,160,000</u>	\$ <u>3,811,238</u>	\$ <u>7,971,238</u>

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. This lease was paid in full during 2003 with a final payment of \$320,141 in principal and \$63,133 in interest. 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.

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6(d) LANDFILL ENTERPRISE FUND DEBT

On November 20, 2002 the County refinanced the previously outstanding \$10 million Solid Waste Line of Credit Note 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. Interest expense paid during 2003 amounted to \$376,250.

6(e) CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended September 30, 2003, is as follows:

	Balance Oct 1, 2002	Additions and Changes in Estimates	Payments and Reductions	Balance Sept 30, 2003	Due Within One Year
<u>Govt Activities</u>					
Revenue Bonds	\$ 4,165,000	\$ -	\$ 4,165,000	\$ -	\$ -
Pari-mutuel Revenues					
Replacement Bonds	4,235,000	-	75,000	4,160,000	75,000
Less Bond Discount	(48,090)	-	(1,718)	(46,372)	-
Total Bonds Payable	<u>8,351,910</u>	<u>-</u>	<u>4,238,282</u>	<u>4,113,628</u>	<u>75,000</u>
Capital Leases	320,141	-	320,141	-	-
Accrued Benefits Payable	<u>4,576,066</u>	<u>3,132,920</u>	<u>2,689,907</u>	<u>5,019,079</u>	<u>2,672,148</u>
Total - Govt Activities	<u>\$ 13,248,117</u>	<u>\$ 3,132,920</u>	<u>\$ 7,248,330</u>	<u>\$ 9,132,707</u>	<u>\$ 2,747,148</u>
<u>Business Activities</u>					
Note Payable	\$ 11,000,000	\$ -	\$ 1,000,000	\$ 10,000,000	\$ 1,000,000
Accrued Benefits Payable	<u>97,155</u>	<u>51,064</u>	<u>51,344</u>	<u>96,875</u>	<u>51,344</u>
Total - Bus Activities	<u>\$ 11,097,155</u>	<u>\$ 51,064</u>	<u>\$ 1,051,344</u>	<u>\$ 10,096,875</u>	<u>\$ 1,051,344</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end \$52,638 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.

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The government-wide statements of net assets for business type activities include \$172,620 for the current portion and \$4,296,880 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
9/30/2004	-	-	-	-	-	-
9/30/2005	-	-	-	-	-	-
9/30/2006	-	-	-	299,902	-	-
9/30/2007	73,754	-	-	338,237	70,850	524,653
9/30/2008	186,005	716,443	904,260	590,085	4,909,493	962,775
9/30/2009	218,253	2,216,921	1,539,923	571,544	6,010,655	1,243,256

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 \$360,474 by the year ended September 30, 2009.

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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 sick leave hours into a 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 claim, \$150,000 for each 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 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, 2003.

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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

losses include an estimate of claims that have been incurred but not reported (\$1,170,000 for general liability, \$647,140 for County medical and \$277,997 for Clerk medical).

Changes in the reported liability since October 1, 2001 resulted from the following:

	Liability Balance Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Liability Balance End of Year
<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>
<u>2002-2003</u>				
County:				
General Liability	\$ 795,000	\$ 1,894,057	\$ (1,519,057)	\$ 1,170,000
County:				
Health	641,000	4,103,317	(4,097,177)	647,140
Clerk:				
Health	245,540	1,328,159	(1,295,702)	277,997
	<u>\$ 1,681,540</u>	<u>\$ 7,325,533</u>	<u>\$ (6,911,936)</u>	<u>\$ 2,095,137</u>

All other coverages continue to be insured through commercial carriers and no settlements in excess of claims have been incurred during Fiscal 2001, 2002, or 2003.

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.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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.

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.

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, 2003, 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

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

fully discussed in Note 7F) is \$61,865,000. The aggregate principal amount for the remaining twelve series issued in prior years 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 offers a choice between a defined benefit plan (“Pension Plan”) and a defined contribution plan (“Investment 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 Pension Plan 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.

The Investment plan provides for vesting after one year of credible service. Under this plan, the employer makes contributions to a participant’s account and the participant directs where the contributions are invested among the plan’s investment funds. Upon termination, vested participants receive amounts accumulated in their investment accounts.

Participating employer contributions are based upon actuarially determined State-wide rates established by the State of Florida. Expressed as percentages of annual covered payroll, employer contribution rates are applied to employee salaries as follows:

<u>Membership Category</u>	<u>July 1, 2003 Employer's Contribution Rate</u>	<u>July, 1 2002 Employer's Contribution Rate</u>
Regular	7.39%	5.76%
Special Risk (Fire and Police)	18.53%	16.01%
Senior Management	9.37%	6.06%
Elected State Officer (Includes County Officials)	15.23%	11.86%

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

The County's contribution to the plan for the years ended September 30, 2003, 2002, and 2001 was \$5,621,664, \$5,735,778, and \$6,047,009, respectively, equal to the required contributions for each year. There are no employee contributions to the plan.

Pension 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 plans 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 50-75% 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 1440 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 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.

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

The composition of interfund balances in the governmental fund financial statements as of September 30, 2003 is as follows:

Due to/from Other Funds:

Due to General Fund from Nonmajor Governmental Funds	\$	55,739
Due to General Fund from Agency Funds		<u>3,227</u>
Due from Other Funds - General Fund	\$	<u><u>58,966</u></u>

Intragovernmental receivables  
and payables:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Govt Funds	\$ 14,733
General Fund	Internal Service Funds	1,000
General Fund	Agency Funds	621,595
Nonmajor Govt Funds	General Fund	228,580
Landfill Enterprise Fund	General Fund	18,972
Internal Service Funds	General Fund	<u>9,550</u>
Total		\$ <u><u>894,430</u></u>

Interfund transfers for the year ended September 30, 2003 consist of the following:

Transfer out:	Transfers In:			Total
	General Fund	Sales Tax Capital Projects Fund	Non Major Funds	
General Fund	\$ -	\$ -	\$ 5,600,189	\$ 5,600,189
Road Impact Fees Fund	463,949	-	-	463,949
County Sales Tax Fund	908,536	9,214,745	677,625	10,800,906
Nonmajor Govt Funds	3,106,368	-	-	3,106,368
Internal Service Funds	227,975	-	-	227,975
Landfill Fund	910,237	-	-	910,237
Total	<u>\$ 5,617,065</u>	<u>\$ 9,214,745</u>	<u>\$ 6,277,814</u>	21,109,624
			Transfers out	<u>(29,256,710)</u>
			Net Transfers	<u>\$ (8,147,086)</u>

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

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

Landfill Fund transfer out to General Fund	\$	(910,237)
General Fund transfer out to Landfill Fund		7,206,068
Sales Tax Capital Project Fund transfer to Landfill Fund		1,053,375
Insurance Fund transfer out to General Fund		(227,975)
Insurance Fund transfer in from General Fund		704,028
Fleet Maintenance Fund transfer in from Nonmajor Funds		321,827
Total Net Transfers Out	\$	<u><u>8,147,086</u></u>

11. 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.

During 2003, the County consolidated the Astatula Ash Monofill, the Astatula Phase IIB, and a new cell into one landfill called the Phase II Landfill. The following schedule reflects the changes in estimates and payments for the year ended September 30, 2003:

<u>Landfill</u>	<u>Balance October 1, 2002</u>	<u>Additions/ Changes in Estimates</u>	<u>Payments</u>	<u>Balance September 30, 2003</u>
Construction and Demolition	\$ 113,673	\$ 1,137	\$ -	\$ 114,810
Loghouse	230,538	101,829	69,981	262,386
Umatilla	418,730	(10,042)	18,316	390,372
Lady Lake	615,870	(8,985)	19,416	587,469
Astatula I	799,800	180,665	206,331	774,134
Astatula Ash Monofill	1,517,864	(1,488,219)	29,645	-
Astatula Phase IIB	1,342,531	(957,948)	384,583	-
Phase II Landfill	-	2,340,329	-	2,340,329
Totals	<u>\$ 5,039,006</u>	<u>\$ 158,766</u>	<u>\$ 728,272</u>	<u>\$ 4,469,500</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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2003

September 30, 2003 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, 2003:

<u>Landfill</u>	<u>Remaining Postclosure Care Period</u>	<u>Closure Costs</u>	<u>Postclosure Care</u>	<u>Total Liability</u>
Construction and Demolition	5 years	\$ 76,815	\$ 37,995	\$ 114,810
Loghouse	10 years	-	262,386	262,386
Umatilla	12 years	-	390,372	390,372
Lady Lake	17 years	-	587,469	587,469
Astatula I	23 years	-	774,134	774,134
Phase II Landfill	30 years	945,412	1,394,917	2,340,329
Totals		<u>\$ 1,022,227</u>	<u>\$ 3,447,273</u>	<u>\$ 4,469,500</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>
Phase II Landfill	\$ 449,001	\$ 662,483	\$ 1,111,484	67.80%
Construction and Demolition	36,148	17,880	54,028	68.00%
Totals	<u>\$ 485,149</u>	<u>\$ 680,363</u>	<u>\$ 1,165,512</u>	

These amounts are based on what it would cost the County to perform all closure and postclosure care in 2003. 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 \$5,253,967 for the payment of long term care, closing costs and future landfill construction.

As more fully discussed in Note 6(c), the County obtained financing for the closing and construction of these landfills. At September 30, 2003, \$174,952 of loan proceeds were classified as restricted cash and investments on the Statement of Net Assets of the Landfill Enterprise Fund.

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**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 collected for the Lake County Municipal Service Taxing Unit for Ambulance and Emergency Medical Services in accordance with Ordinance 2000-35.

### **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 Lake County Water 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, 2003**

	<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	4,505,580	1,994,105	-
Other Investments	-	-	-
Accounts Receivable	-	-	-
Assessments Receivable	186,741	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	1,115,948	-	-
Inventories	375,260	-	65,672
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b><u>\$ 6,183,829</u></b>	<b><u>\$ 1,994,105</u></b>	<b><u>\$ 65,672</u></b>
<b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 279,999	\$ 1,771	\$ 6,553
Retainage Payable	34,222	-	-
Accrued Liabilities	123,791	-	13,047
Due to Other Funds	-	-	5,557
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	186,741	-	-
Deposits	2,260	-	-
<b>Total Liabilities</b>	<b><u>627,013</u></b>	<b><u>1,771</u></b>	<b><u>25,157</u></b>
<b>Fund Balances</b>			
Reserved for Encumbrances	893,774	141,446	-
Reserved for Inventories	375,260	-	65,672
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated (Deficit)	4,287,782	1,850,888	(25,157)
<b>Total Fund Balances</b>	<b><u>5,556,816</u></b>	<b><u>1,992,334</u></b>	<b><u>40,515</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 6,183,829</u></b>	<b><u>\$ 1,994,105</u></b>	<b><u>\$ 65,672</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>
\$ 75	\$ -	\$ -	\$ -	\$ -	\$ -
103,217	80,193	78,389	-	348,119	1,507,668
-	-	-	-	-	-
-	-	-	-	43,863	-
-	-	-	-	-	-
16,261	-	841	-	-	46,172
-	26,287	70	140,759	154,136	-
-	26,224	-	-	-	-
-	-	-	-	-	-
<b>\$ 119,553</b>	<b>\$ 132,704</b>	<b>\$ 79,300</b>	<b>\$ 140,759</b>	<b>\$ 546,118</b>	<b>\$ 1,553,840</b>
\$ 5,726	\$ 3,314	\$ -	\$ 87,768	\$ 165,126	\$ -
-	-	-	-	-	-
-	4,519	-	2,809	2,144	-
-	-	-	50,182	-	-
9,601	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,237	-	-	-	-	-
<b>17,564</b>	<b>7,833</b>	<b>-</b>	<b>140,759</b>	<b>167,270</b>	<b>-</b>
-	-	-	72,672	981	-
-	26,224	-	-	-	-
-	-	-	-	-	-
101,989	98,647	79,300	(72,672)	377,867	1,553,840
<b>101,989</b>	<b>124,871</b>	<b>79,300</b>	<b>-</b>	<b>378,848</b>	<b>1,553,840</b>
<b>\$ 119,553</b>	<b>\$ 132,704</b>	<b>\$ 79,300</b>	<b>\$ 140,759</b>	<b>\$ 546,118</b>	<b>\$ 1,553,840</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
September 30, 2003

	<b>Special Revenue Funds, continued</b>		
<b>Assets</b>	<b>Stormwater Management</b>	<b>Emergency 9-1-1</b>	<b>Resort/ Development Tax</b>
Cash	\$ -	\$ -	\$ 200
Pooled Cash and Investments	2,735,233	1,620,367	741,067
Other Investments	-	-	-
Accounts Receivable	-	67,709	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	4,013	-	118,633
Due from Other Governments	4,500	45,793	-
Inventories	-	-	-
Prepaid Expenditures	-	-	-
	<b>\$ 2,743,746</b>	<b>\$ 1,733,869</b>	<b>\$ 859,900</b>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 26,894	\$ 24,426	\$ 75,398
Retainage Payable	44,492	-	-
Accrued Liabilities	2,393	7,744	4,241
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
	<b>73,779</b>	<b>32,170</b>	<b>79,639</b>
<b>Fund Balances</b>			
Reserved for Encumbrances	327,929	24,380	74,382
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated (Deficit)	2,342,038	1,677,319	705,879
	<b>2,669,967</b>	<b>1,701,699</b>	<b>780,261</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 2,743,746</b>	<b>\$ 1,733,869</b>	<b>\$ 859,900</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>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,079,678	301,219	277,971	13,993	-	67,775
-	-	-	-	-	-
-	665	-	-	-	-
-	-	-	-	-	-
-	-	1	-	-	-
289,769	42,413	-	-	-	37,450
-	-	-	-	-	-
-	-	-	-	-	-
<b>\$ 1,369,447</b>	<b>\$ 344,297</b>	<b>\$ 277,972</b>	<b>\$ 13,993</b>	<b>\$ -</b>	<b>\$ 105,225</b>
\$ 1,087	\$ 2,033	\$ 15,918	\$ -	\$ -	\$ -
-	-	-	-	-	-
3,656	5,481	-	-	-	-
-	-	-	-	-	-
-	-	-	1,454	-	-
-	9,489	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>4,743</b>	<b>17,003</b>	<b>15,918</b>	<b>1,454</b>	<b>-</b>	<b>-</b>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,364,704	327,294	262,054	12,539	-	105,225
<b>1,364,704</b>	<b>327,294</b>	<b>262,054</b>	<b>12,539</b>	<b>-</b>	<b>105,225</b>
<b>\$ 1,369,447</b>	<b>\$ 344,297</b>	<b>\$ 277,972</b>	<b>\$ 13,993</b>	<b>\$ -</b>	<b>\$ 105,225</b>

Continued

**LAKE COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (Continued)  
September 30, 2003**

**Special Revenue Funds, continued**

<b><u>Assets</u></b>	<b>Code Enforcement Liens</b>	<b>Building Services</b>	<b>Lake County MTU for Fire Protection</b>
Cash	\$ -	\$ 550	\$ -
Pooled Cash and Investments	162,037	1,512,046	4,817,725
Other Investments	-	-	-
Accounts Receivable	-	-	4,153
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	18,498
Due from Other Governments	-	64	29,318
Inventories	-	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b>\$ 162,037</b>	<b>\$ 1,512,660</b>	<b>\$ 4,869,694</b>
<b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ -	\$ 34,948	\$ 88,587
Retainage Payable	-	-	-
Accrued Liabilities	-	73,611	207,298
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>108,559</b>	<b>295,885</b>
<b>Fund Balances</b>			
Reserved for Encumbrances	1,314	-	-
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated (Deficit)	160,723	1,404,101	4,573,809
<b>Total Fund Balances</b>	<b>162,037</b>	<b>1,404,101</b>	<b>4,573,809</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 162,037</b>	<b>\$ 1,512,660</b>	<b>\$ 4,869,694</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>
\$ -	\$ 724	\$ -	\$ -	\$ -	\$ -
603,453	743,997	105,059	5,748	468,248	295,399
-	-	-	-	-	-
-	-	-	81	-	-
-	-	-	-	-	-
4,843	-	-	-	-	24,161
-	-	-	-	-	26,766
-	8,400	-	-	-	-
<b>\$ 608,296</b>	<b>\$ 753,121</b>	<b>\$ 105,059</b>	<b>\$ 5,829</b>	<b>\$ 468,248</b>	<b>\$ 346,326</b>
\$ -	\$ 26,320	\$ -	\$ -	\$ -	\$ 25,986
-	-	-	-	-	-
-	47,198	-	-	-	20,768
-	-	-	-	-	-
-	-	-	-	-	3,678
-	-	-	-	-	9,175
-	-	-	-	-	-
-	60,000	-	-	-	-
-	<b>133,518</b>	-	-	-	<b>59,607</b>
285,579	59,056	-	-	101,270	-
-	-	-	-	-	-
-	8,400	-	-	-	-
322,717	552,147	105,059	5,829	366,978	286,719
<b>608,296</b>	<b>619,603</b>	<b>105,059</b>	<b>5,829</b>	<b>468,248</b>	<b>286,719</b>
<b>\$ 608,296</b>	<b>\$ 753,121</b>	<b>\$ 105,059</b>	<b>\$ 5,829</b>	<b>\$ 468,248</b>	<b>\$ 346,326</b>

Continued

**LAKE COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (Continued)  
September 30, 2003**

	<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	-	160,943	365,263
Other Investments	-	3,728,430	-
Accounts Receivable	-	42,831	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	-
Inventories	-	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 3,932,204</b>	<b>\$ 365,263</b>
<b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ -	\$ 12,605	\$ 1,795
Retainage Payable	-	-	-
Accrued Liabilities	-	-	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>12,605</b>	<b>1,795</b>
<b>Fund Balances</b>			
Reserved for Encumbrances	-	89,707	226,499
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated (Deficit)	-	3,829,892	136,969
<b>Total Fund Balances</b>	<b>-</b>	<b>3,919,599</b>	<b>363,468</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ -</b>	<b>\$ 3,932,204</b>	<b>\$ 365,263</b>

**Total  
Nonmajor  
Governmental  
Funds**

\$	1,849
	24,694,492
	3,728,430
	159,302
	186,741
	228,580
	1,918,116
	467,156
	8,400
	<hr/>
<b>\$</b>	<b>31,393,066</b>

\$	886,254
	78,714
	518,700
	55,739
	14,733
	18,664
	186,741
	64,497
	<hr/>
	<b>1,824,042</b>

	2,298,989
	467,156
	8,400
	<hr/>
	26,794,479
	<hr/>
	<b>29,569,024</b>
	<hr/>
<b>\$</b>	<b>31,393,066</b>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2003**

	<b>Special Revenue Funds</b>		
	<b>County Transportation Trust</b>	<b>Christopher C. Ford Commerce Park</b>	<b>Mosquito Management</b>
<b>Revenues</b>			
Taxes	\$ 6,166,647	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	4,490,610	-	46,074
Charges for Services	350,262	-	-
Fines and Forfeitures	-	-	-
Special Assessments	103,870	-	-
Investment Income	88,671	26,319	9
Miscellaneous	800,984	1,016,896	2,058
<b>Total Revenues</b>	<b><u>12,001,044</u></b>	<b><u>1,043,215</u></b>	<b><u>48,141</u></b>
<b>Expenditures</b>			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	10,794,673	-	-
Economic Environment	-	56,088	-
Human Services	-	-	747,032
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b><u>10,794,673</u></b>	<b><u>56,088</u></b>	<b><u>747,032</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>1,206,371</u></b>	<b><u>987,127</u></b>	<b><u>(698,891)</u></b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	3,082	-	745,157
Transfers Out	(977,258)	(50,500)	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>(974,176)</u></b>	<b><u>(50,500)</u></b>	<b><u>745,157</u></b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>232,195</b>	<b>936,627</b>	<b>46,266</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>5,330,132</b>	<b>1,055,707</b>	<b>(16,425)</b>
Inventory Reserve Increase (Decrease)	(5,511)	-	10,674
<b>Fund Balance at End of Year</b>	<b><u>\$ 5,556,816</u></b>	<b><u>\$ 1,992,334</u></b>	<b><u>\$ 40,515</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>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,765,462
-	-	15,645	-	-	-
-	132,277	-	873,550	753,934	-
185,256	-	-	-	612,435	-
-	-	-	-	-	-
-	-	-	-	-	-
1,817	930	1,963	-	3,395	40,975
38,834	2,662	-	-	-	-
<b>225,907</b>	<b>135,869</b>	<b>17,608</b>	<b>873,550</b>	<b>1,369,764</b>	<b>4,806,437</b>
-	-	-	-	-	71,278
-	-	-	-	-	4,543,694
-	270,423	-	-	-	-
-	-	-	-	1,608,750	-
-	-	-	705,229	-	-
-	-	-	134,963	-	-
-	-	-	-	-	-
185,422	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>185,422</b>	<b>270,423</b>	<b>-</b>	<b>840,192</b>	<b>1,608,750</b>	<b>4,614,972</b>
<b>40,485</b>	<b>(134,554)</b>	<b>17,608</b>	<b>33,358</b>	<b>(238,986)</b>	<b>191,465</b>
-	189,417	-	-	488,820	39,618
(9,200)	-	(36,050)	(33,358)	-	(138,157)
<b>(9,200)</b>	<b>189,417</b>	<b>(36,050)</b>	<b>(33,358)</b>	<b>488,820</b>	<b>(98,539)</b>
<b>31,285</b>	<b>54,863</b>	<b>(18,442)</b>	<b>-</b>	<b>249,834</b>	<b>92,926</b>
<b>70,704</b>	<b>67,554</b>	<b>97,742</b>	<b>-</b>	<b>129,014</b>	<b>1,460,914</b>
-	2,454	-	-	-	-
<b>\$ 101,989</b>	<b>\$ 124,871</b>	<b>\$ 79,300</b>	<b>\$ -</b>	<b>\$ 378,848</b>	<b>\$ 1,553,840</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, 2003**

	<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	\$ 2,073,795	\$ -	\$ 1,090,443
Licenses and Permits	-	-	-
Intergovernmental	82,573	-	-
Charges for Services	6,120	1,069,409	850
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	61,273	30,960	10,554
Miscellaneous	-	-	-
<b>Total Revenues</b>	<b>2,223,761</b>	<b>1,100,369</b>	<b>1,101,847</b>
<b>Expenditures</b>			
Current:			
General Government	-	-	-
Public Safety	-	628,314	-
Physical Environment	1,243,810	-	-
Transportation	-	-	-
Economic Environment	-	-	810,087
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b>1,243,810</b>	<b>628,314</b>	<b>810,087</b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b>979,951</b>	<b>472,055</b>	<b>291,760</b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	17,022	-	10,465
Transfers Out	(172,112)	(141,000)	(60,275)
<b>Total Other Financing Sources (Uses)</b>	<b>(155,090)</b>	<b>(141,000)</b>	<b>(49,810)</b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>824,861</b>	<b>331,055</b>	<b>241,950</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>1,845,106</b>	<b>1,370,644</b>	<b>538,311</b>
Inventory Reserve Increase (Decrease)	-	-	-
<b>Fund Balance at End of Year</b>	<b>\$ 2,669,967</b>	<b>\$ 1,701,699</b>	<b>\$ 780,261</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>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
1,909,750	2,505,534	-	-	-	-
-	-	-	-	-	-
-	-	-	50,716	251,411	61,950
-	-	449,820	-	-	-
27,113	2,472	9,427	853	2,616	1,086
294,544	4,810	-	-	-	-
<b>2,231,407</b>	<b>2,512,816</b>	<b>459,247</b>	<b>51,569</b>	<b>254,027</b>	<b>63,036</b>
-	-	-	-	-	-
-	-	-	67,655	-	-
-	-	-	-	-	6,376
-	-	441,128	-	-	-
2,198,282	2,476,622	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>2,198,282</b>	<b>2,476,622</b>	<b>441,128</b>	<b>67,655</b>	<b>-</b>	<b>6,376</b>
<b>33,125</b>	<b>36,194</b>	<b>18,119</b>	<b>(16,086)</b>	<b>254,027</b>	<b>56,660</b>
512	-	-	-	-	-
-	(48,876)	(46,115)	-	(254,027)	-
<b>512</b>	<b>(48,876)</b>	<b>(46,115)</b>	<b>-</b>	<b>(254,027)</b>	<b>-</b>
<b>33,637</b>	<b>(12,682)</b>	<b>(27,996)</b>	<b>(16,086)</b>	<b>-</b>	<b>56,660</b>
<b>1,331,067</b>	<b>339,976</b>	<b>290,050</b>	<b>28,625</b>	<b>-</b>	<b>48,565</b>
-	-	-	-	-	-
<b>\$ 1,364,704</b>	<b>\$ 327,294</b>	<b>\$ 262,054</b>	<b>\$ 12,539</b>	<b>\$ -</b>	<b>\$ 105,225</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, 2003**

	<u>Special Revenue Funds, continued</u>		
	<u>Code Enforcement Liens</u>	<u>Building Services</u>	<u>Lake County MTU For Fire Protection</u>
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	4,668,251	-
Intergovernmental	-	-	64,267
Charges for Services	-	241,676	19,538
Fines and Forfeitures	79,759	16,145	-
Special Assessments	-	-	9,260,169
Investment Income	2,901	18,572	144,659
Miscellaneous	4,557	-	291,633
<b>Total Revenues</b>	<b><u>87,217</u></b>	<b><u>4,944,644</u></b>	<b><u>9,780,266</u></b>
<b>Expenditures</b>			
Current:			
General Government	-	-	158,512
Public Safety	13,646	3,389,730	8,814,050
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><u>13,646</u></b>	<b><u>3,389,730</u></b>	<b><u>8,972,562</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>73,571</u></b>	<b><u>1,554,914</u></b>	<b><u>807,704</u></b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	-	-	234,156
Transfers Out	(700)	(733,707)	(713,063)
<b>Total Other Financing Sources (Uses)</b>	<b><u>(700)</u></b>	<b><u>(733,707)</u></b>	<b><u>(478,907)</u></b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>72,871</b>	<b>821,207</b>	<b>328,797</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>89,166</b>	<b>582,894</b>	<b>4,245,012</b>
Inventory Reserve Increase (Decrease)	-	-	-
<b>Fund Balance at End of Year</b>	<b><u>\$ 162,037</u></b>	<b><u>\$ 1,404,101</u></b>	<b><u>\$ 4,573,809</u></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>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	786,540	-	-	8,612	330,338
-	480	-	-	324,697	521,056
-	34,535	-	-	-	60,775
412,215	-	-	-	-	-
9,410	17,511	1,924	111	2,220	2,306
-	13,777	29,009	1,209	-	143,306
<b>421,625</b>	<b>852,843</b>	<b>30,933</b>	<b>1,320</b>	<b>335,529</b>	<b>1,057,781</b>
-	-	-	-	389,688	-
541,987	-	-	-	-	1,850,149
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	687	-	-
-	3,755,143	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>541,987</b>	<b>3,755,143</b>	<b>-</b>	<b>687</b>	<b>389,688</b>	<b>1,850,149</b>
<b>(120,362)</b>	<b>(2,902,300)</b>	<b>30,933</b>	<b>633</b>	<b>(54,159)</b>	<b>(792,368)</b>
-	2,936,806	-	-	-	949,192
(27,571)	(10,465)	-	-	-	(24,820)
<b>(27,571)</b>	<b>2,926,341</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>924,372</b>
<b>(147,933)</b>	<b>24,041</b>	<b>30,933</b>	<b>633</b>	<b>(54,159)</b>	<b>132,004</b>
<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>\$ 608,296</b>	<b>\$ 619,603</b>	<b>\$ 105,059</b>	<b>\$ 5,829</b>	<b>\$ 468,248</b>	<b>\$ 286,719</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, 2003

	Debt Service Funds		Capital Projects Fund
	Sales Tax Bond Debt Service	Pari-Mutuel Revenues Bond Debt Service	Parks Capital Projects
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	297,667	125,000
Charges for Services	-	-	-
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	21,929	90,946	6,287
Miscellaneous	-	-	-
<b>Total Revenues</b>	<b>21,929</b>	<b>388,613</b>	<b>131,287</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	4,165,000	75,000	-
Interest and Fiscal Charges	119,743	224,760	-
Capital Outlay	-	74,785	25,716
<b>Total Expenditures</b>	<b>4,284,743</b>	<b>374,545</b>	<b>25,716</b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b>(4,262,814)</b>	<b>14,068</b>	<b>105,571</b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	677,626	-	35,000
Transfers Out	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>677,626</b>	<b>-</b>	<b>35,000</b>
<b>Net Change in Fund Balances (Deficit)</b>	<b>(3,585,188)</b>	<b>14,068</b>	<b>140,571</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>3,585,188</b>	<b>3,905,531</b>	<b>222,897</b>
Inventory Reserve Increase (Decrease)	-	-	-
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ 3,919,599</b>	<b>\$ 363,468</b>

**Total  
Nonmajor  
Governmental  
Funds**

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\$	14,096,347
	4,683,896
	12,406,726
	3,331,779
	555,291
	10,226,074
	629,209
	2,644,279
	<hr/> <b>48,573,601</b> <hr/>

619,478
19,849,225
1,520,609
12,844,551
6,246,308
882,682
3,755,143
185,422

4,240,000
344,503
100,501

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**50,588,422**

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**(2,014,821)**

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6,326,873
<hr/> <b>(3,477,254)</b> <hr/>

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**2,849,619**

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**834,798**

**28,726,609**

7,617

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**\$ 29,569,024**

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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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 5,493,050	\$ 5,493,050	\$ 6,166,647	\$ 673,597
Intergovernmental	4,427,957	4,805,957	4,490,610	(315,347)
Charges for Services	306,872	306,872	350,262	43,390
Special Assessments	170,000	170,000	103,870	(66,130)
Investment Income	102,500	102,500	88,671	(13,829)
Miscellaneous	973,000	981,520	800,984	(180,536)
Less: Statutory Requirement	<u>(573,669)</u>	<u>(573,669)</u>	-	573,669
<b>Total Revenues</b>	<b><u>10,899,710</u></b>	<b><u>11,286,230</u></b>	<b><u>12,001,044</u></b>	<b><u>714,814</u></b>
<b>Expenditures</b>				
Current:				
Transportation	13,097,943	13,965,808	10,794,673	3,171,135
<b>Total Expenditures</b>	<b><u>13,097,943</u></b>	<b><u>13,965,808</u></b>	<b><u>10,794,673</u></b>	<b><u>3,171,135</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(2,198,233)</u></b>	<b><u>(2,679,578)</u></b>	<b><u>1,206,371</u></b>	<b><u>3,885,949</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	620,000	620,000	3,082	(616,918)
Transfers Out	(977,258)	(977,258)	(977,258)	-
Reserve for Contingencies	<u>(586,169)</u>	<u>(2,293,296)</u>	-	2,293,296
<b>Total Other Financing Sources (Uses)</b>	<b><u>(943,427)</u></b>	<b><u>(2,650,554)</u></b>	<b><u>(974,176)</u></b>	<b><u>1,676,378</u></b>
<b>Net Change in Fund Balances</b>	<b>(3,141,660)</b>	<b>(5,330,132)</b>	<b>232,195</b>	<b>5,562,327</b>
<b>Fund Balance at Beginning of Year</b>	<b>3,141,660</b>	<b>5,330,132</b>	<b>5,330,132</b>	<b>-</b>
Inventory Reserve Decrease	-	-	(5,511)	(5,511)
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 5,556,816</u></b>	<b><u>\$ 5,556,816</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, 2003**

	<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	\$ 26,319	\$ 21,319
Miscellaneous	505,000	505,000	1,016,896	511,896
Less: Statutory Requirement	(25,500)	(25,500)	-	25,500
<b>Total Revenues</b>	<u><b>484,500</b></u>	<u><b>484,500</b></u>	<u><b>1,043,215</b></u>	<u><b>558,715</b></u>
<b>Expenditures</b>				
Current:				
Economic Environment	174,704	288,686	56,088	232,598
<b>Total Expenditures</b>	<u><b>174,704</b></u>	<u><b>288,686</b></u>	<u><b>56,088</b></u>	<u><b>232,598</b></u>
<b>Excess of Revenues Over Expenditures</b>	<u><b>309,796</b></u>	<u><b>195,814</b></u>	<u><b>987,127</b></u>	<u><b>791,313</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(1,050,500)	(1,050,500)	(50,500)	1,000,000
Reserve for Contingencies	(224,503)	(201,021)	-	201,021
<b>Total Other Financing Uses</b>	<u><b>(1,275,003)</b></u>	<u><b>(1,251,521)</b></u>	<u><b>(50,500)</b></u>	<u><b>1,201,021</b></u>
<b>Net Change in Fund Balances</b>	<b>(965,207)</b>	<b>(1,055,707)</b>	<b>936,627</b>	<b>1,992,334</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>965,207</b></u>	<u><b>1,055,707</b></u>	<u><b>1,055,707</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>\$ 1,992,334</b></u></u>	<u><u><b>\$ 1,992,334</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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 46,990	\$ 46,356	\$ 46,074	\$ (282)
Investment Income	500	500	9	(491)
Miscellaneous	300	34,909	2,058	(32,851)
Less: Statutory Requirement	<u>(2,390)</u>	<u>(2,390)</u>	<u>-</u>	<u>2,390</u>
<b>Total Revenues</b>	<b><u>45,400</u></b>	<b><u>79,375</u></b>	<b><u>48,141</u></b>	<b><u>(31,234)</u></b>
<b>Expenditures</b>				
Current:				
Human Services	<u>716,269</u>	<u>807,121</u>	<u>747,032</u>	<u>60,089</u>
<b>Total Expenditures</b>	<b><u>716,269</u></b>	<b><u>807,121</u></b>	<b><u>747,032</u></b>	<b><u>60,089</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(670,869)</u></b>	<b><u>(727,746)</u></b>	<b><u>(698,891)</u></b>	<b><u>28,855</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	647,658	745,157	745,157	-
Reserve for Contingencies	<u>(20,986)</u>	<u>(986)</u>	<u>-</u>	<u>986</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>626,672</u></b>	<b><u>744,171</u></b>	<b><u>745,157</u></b>	<b><u>986</u></b>
<b>Net Change in Fund Balances</b>	<b>(44,197)</b>	<b>16,425</b>	<b>46,266</b>	<b>29,841</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>44,197</b>	<b>(16,425)</b>	<b>(16,425)</b>	<b>-</b>
Inventory Reserve Increase	<u>-</u>	<u>-</u>	<u>10,674</u>	<u>10,674</u>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 40,515</u></b>	<b><u>\$ 40,515</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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 155,000	\$ 155,000	\$ 185,256	\$ 30,256
Investment Income	1,000	1,000	1,817	817
Miscellaneous	28,000	28,000	38,834	10,834
Less: Statutory Requirement	<u>(9,200)</u>	<u>(9,200)</u>	<u>-</u>	<u>9,200</u>
<b>Total Revenues</b>	<b><u>174,800</u></b>	<b><u>174,800</u></b>	<b><u>225,907</u></b>	<b><u>51,107</u></b>
<b>Expenditures</b>				
Current:				
Court-Related Expenditures	187,658	201,658	185,422	16,236
<b>Total Expenditures</b>	<b><u>187,658</u></b>	<b><u>201,658</u></b>	<b><u>185,422</u></b>	<b><u>16,236</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(12,858)</u></b>	<b><u>(26,858)</u></b>	<b><u>40,485</u></b>	<b><u>67,343</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(9,200)	(9,200)	(9,200)	-
Reserve for Contingencies	<u>(29,891)</u>	<u>(34,646)</u>	<u>-</u>	<u>34,646</u>
<b>Total Other Financing Uses</b>	<b><u>(39,091)</u></b>	<b><u>(43,846)</u></b>	<b><u>(9,200)</u></b>	<b><u>34,646</u></b>
<b>Net Change in Fund Balances</b>	<b>(51,949)</b>	<b>(70,704)</b>	<b>31,285</b>	<b>101,989</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>51,949</u></b>	<b><u>70,704</u></b>	<b><u>70,704</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 101,989</u></b>	<b><u>\$ 101,989</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 45,000	\$ 45,000	\$ 132,277	\$ 87,277
Investment Income	165	165	930	765
Miscellaneous	250	250	2,662	2,412
Less: Statutory Requirement	(2,271)	(2,271)	-	2,271
<b>Total Revenues</b>	<b><u>43,144</u></b>	<b><u>43,144</u></b>	<b><u>135,869</u></b>	<b><u>92,725</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	251,467	293,103	270,423	22,680
<b>Total Expenditures</b>	<b><u>251,467</u></b>	<b><u>293,103</u></b>	<b><u>270,423</u></b>	<b><u>22,680</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(208,323)</u></b>	<b><u>(249,959)</u></b>	<b><u>(134,554)</u></b>	<b><u>115,405</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	189,417	189,417	189,417	-
Reserve for Contingencies	(7,012)	(7,012)	-	7,012
<b>Total Other Financing Sources (Uses)</b>	<b><u>182,405</u></b>	<b><u>182,405</u></b>	<b><u>189,417</u></b>	<b><u>7,012</u></b>
<b>Net Change in Fund Balances</b>	<b>(25,918)</b>	<b>(67,554)</b>	<b>54,863</b>	<b>122,417</b>
<b>Fund Balance at Beginning of Year</b>	<b>25,918</b>	<b>67,554</b>	<b>67,554</b>	<b>-</b>
Inventory Reserve Increase	-	-	2,454	2,454
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 124,871</u></b>	<b><u>\$ 124,871</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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Licenses and Permits	\$ 20,000	\$ 20,000	\$ 15,645	\$ (4,355)
Investment Income	1,000	1,000	1,963	963
Less: Statutory Requirement	<u>(1,050)</u>	<u>(1,050)</u>	<u>-</u>	<u>1,050</u>
<b>Total Revenues</b>	<b><u>19,950</u></b>	<b><u>19,950</u></b>	<b><u>17,608</u></b>	<b><u>(2,342)</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	<u>64,500</u>	<u>64,500</u>	<u>-</u>	<u>64,500</u>
<b>Total Expenditures</b>	<b><u>64,500</u></b>	<b><u>64,500</u></b>	<b><u>-</u></b>	<b><u>64,500</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(44,550)</u></b>	<b><u>(44,550)</u></b>	<b><u>17,608</u></b>	<b><u>62,158</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(36,050)	(36,050)	(36,050)	-
Reserve for Contingencies	<u>(4,698)</u>	<u>(17,142)</u>	<u>-</u>	<u>17,142</u>
<b>Total Other Financing Uses</b>	<b><u>(40,748)</u></b>	<b><u>(53,192)</u></b>	<b><u>(36,050)</u></b>	<b><u>17,142</u></b>
<b>Net Change in Fund Balances</b>	<b>(85,298)</b>	<b>(97,742)</b>	<b>(18,442)</b>	<b>79,300</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>85,298</u></b>	<b><u>97,742</u></b>	<b><u>97,742</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 79,300</u></b>	<b><u>\$ 79,300</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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 1,221,352	\$ 1,221,352	\$ 873,550	\$ (347,802)
Less: Statutory Requirement	(61,068)	(61,068)	-	61,068
<b>Total Revenues</b>	<u><b>1,160,284</b></u>	<u><b>1,160,284</b></u>	<u><b>873,550</b></u>	<u><b>(286,734)</b></u>
<b>Expenditures</b>				
Current:				
Economic Environment	901,570	918,512	705,229	213,283
Human Services	135,000	135,000	134,963	37
<b>Total Expenditures</b>	<u><b>1,036,570</b></u>	<u><b>1,053,512</b></u>	<u><b>840,192</b></u>	<u><b>213,320</b></u>
<b>Excess of Revenues Over Expenditures</b>	<u><b>123,714</b></u>	<u><b>106,772</b></u>	<u><b>33,358</b></u>	<u><b>(73,414)</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(51,414)	(55,773)	(33,358)	22,415
Reserve for Contingencies	(72,300)	(50,999)	-	50,999
<b>Total Other Financing Uses</b>	<u><b>(123,714)</b></u>	<u><b>(106,772)</b></u>	<u><b>(33,358)</b></u>	<u><b>73,414</b></u>
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>Fund Balance at Beginning of Year</b>	-	-	-	-
<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- BUDGET AND ACTUAL**  
**PUBLIC TRANSPORTATION FUND**  
**For the Year Ended September 30, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 662,321	\$ 702,321	\$ 753,934	\$ 51,613
Charges for Services	663,156	663,156	612,435	(50,721)
Investment Income	-	-	3,395	3,395
Less: Statutory Requirement	<u>(66,274)</u>	<u>(66,274)</u>	<u>-</u>	<u>66,274</u>
<b>Total Revenues</b>	<b><u>1,259,203</u></b>	<b><u>1,299,203</u></b>	<b><u>1,369,764</u></b>	<b><u>70,561</u></b>
<b>Expenditures</b>				
Current:				
Transportation	<u>1,706,621</u>	<u>1,904,621</u>	<u>1,608,750</u>	<u>295,871</u>
<b>Total Expenditures</b>	<b><u>1,706,621</u></b>	<b><u>1,904,621</u></b>	<b><u>1,608,750</u></b>	<b><u>295,871</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(447,418)</u></b>	<b><u>(605,418)</u></b>	<b><u>(238,986)</u></b>	<b><u>366,432</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	488,820	488,820	488,820	-
Reserve for Contingencies	<u>(294,049)</u>	<u>(12,416)</u>	<u>-</u>	<u>12,416</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>194,771</u></b>	<b><u>476,404</u></b>	<b><u>488,820</u></b>	<b><u>12,416</u></b>
<b>Net Change in Fund Balances</b>	<b>(252,647)</b>	<b>(129,014)</b>	<b>249,834</b>	<b>378,848</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>252,647</u></b>	<b><u>129,014</u></b>	<b><u>129,014</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 378,848</u></b>	<b><u>\$ 378,848</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 4,706,818	\$ 4,706,818	\$ 4,765,462	\$ 58,644
Investment Income	52,000	52,000	40,975	(11,025)
Less: Statutory Requirement	(237,941)	(237,941)	-	237,941
<b>Total Revenues</b>	<u><b>4,520,877</b></u>	<u><b>4,520,877</b></u>	<u><b>4,806,437</b></u>	<u><b>285,560</b></u>
<b>Expenditures</b>				
Current:				
General Government	77,250	77,250	71,278	5,972
Public Safety	5,086,492	5,086,492	4,543,694	542,798
<b>Total Expenditures</b>	<u><b>5,163,742</b></u>	<u><b>5,163,742</b></u>	<u><b>4,614,972</b></u>	<u><b>548,770</b></u>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<u><b>(642,865)</b></u>	<u><b>(642,865)</b></u>	<u><b>191,465</b></u>	<u><b>834,330</b></u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	1,600	1,600	39,618	38,018
Transfers Out	(146,121)	(146,121)	(138,157)	7,964
Reserve for Contingencies	(544,870)	(673,528)	-	673,528
<b>Total Other Financing Sources (Uses)</b>	<u><b>(689,391)</b></u>	<u><b>(818,049)</b></u>	<u><b>(98,539)</b></u>	<u><b>719,510</b></u>
<b>Net Change in Fund Balances</b>	<b>(1,332,256)</b>	<b>(1,460,914)</b>	<b>92,926</b>	<b>1,553,840</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>1,332,256</b></u>	<u><b>1,460,914</b></u>	<u><b>1,460,914</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>\$ 1,553,840</b></u></u>	<u><u><b>\$ 1,553,840</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**STORMWATER MANAGEMENT**  
For the Year Ended September 30, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 2,169,886	\$ 2,169,886	\$ 2,073,795	\$ (96,091)
Intergovernmental	-	244,044	82,573	(161,471)
Charges for Services	4,000	4,000	6,120	2,120
Investment Income	46,700	46,700	61,273	14,573
Less: Statutory Requirement	(111,029)	(111,029)	-	111,029
<b>Total Revenues</b>	<b><u>2,109,557</u></b>	<b><u>2,353,601</u></b>	<b><u>2,223,761</u></b>	<b><u>(129,840)</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	3,145,033	3,328,258	1,243,810	2,084,448
<b>Total Expenditures</b>	<b><u>3,145,033</u></b>	<b><u>3,328,258</u></b>	<b><u>1,243,810</u></b>	<b><u>2,084,448</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(1,035,476)</u></b>	<b><u>(974,657)</u></b>	<b><u>979,951</u></b>	<b><u>1,954,608</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	1,600	1,600	17,022	15,422
Transfers Out	(176,097)	(176,097)	(172,112)	3,985
Reserve for Contingencies	(31,720)	(695,952)	-	695,952
<b>Total Other Financing Sources (Uses)</b>	<b><u>(206,217)</u></b>	<b><u>(870,449)</u></b>	<b><u>(155,090)</u></b>	<b><u>715,359</u></b>
<b>Net Change in Fund Balances</b>	<b>(1,241,693)</b>	<b>(1,845,106)</b>	<b>824,861</b>	<b>2,669,967</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>1,241,693</u></b>	<b><u>1,845,106</u></b>	<b><u>1,845,106</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,669,967</u></b>	<b><u>\$ 2,669,967</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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 1,006,350	\$ 996,350	\$ 1,069,409	\$ 73,059
Investment Income	40,000	40,000	30,960	(9,040)
Less: Statutory Requirement	(52,317)	(52,317)	-	52,317
<b>Total Revenues</b>	<u><b>994,033</b></u>	<u><b>984,033</b></u>	<u><b>1,100,369</b></u>	<u><b>116,336</b></u>
<b>Expenditures</b>				
Current:				
Public Safety	954,327	954,327	628,314	326,013
<b>Total Expenditures</b>	<u><b>954,327</b></u>	<u><b>954,327</b></u>	<u><b>628,314</b></u>	<u><b>326,013</b></u>
<b>Excess of Revenues Over Expenditures</b>	<u><b>39,706</b></u>	<u><b>29,706</b></u>	<u><b>472,055</b></u>	<u><b>442,349</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(141,000)	(141,000)	(141,000)	-
Reserve for Contingencies	(989,673)	(1,259,350)	-	1,259,350
<b>Total Other Financing Uses</b>	<u><b>(1,130,673)</b></u>	<u><b>(1,400,350)</b></u>	<u><b>(141,000)</b></u>	<u><b>1,259,350</b></u>
<b>Net Change in Fund Balances</b>	<b>(1,090,967)</b>	<b>(1,370,644)</b>	<b>331,055</b>	<b>1,701,699</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>1,090,967</b></u>	<u><b>1,370,644</b></u>	<u><b>1,370,644</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>\$ 1,701,699</b></u></u>	<u><u><b>\$ 1,701,699</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 690,000	\$ 951,972	\$ 1,090,443	\$ 138,471
Charges for Services	500	500	850	350
Investment Income	15,000	15,000	10,554	(4,446)
Less: Statutory Requirement	(35,275)	(35,275)	-	35,275
<b>Total Revenues</b>	<b><u>670,225</u></b>	<b><u>932,197</u></b>	<b><u>1,101,847</u></b>	<b><u>169,650</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	797,616	1,162,210	810,087	352,123
<b>Total Expenditures</b>	<b><u>797,616</u></b>	<b><u>1,162,210</u></b>	<b><u>810,087</u></b>	<b><u>352,123</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(127,391)</u></b>	<b><u>(230,013)</u></b>	<b><u>291,760</u></b>	<b><u>521,773</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	10,465	10,465	10,465	-
Transfers Out	(35,275)	(60,275)	(60,275)	-
Reserve for Contingencies	(297,834)	(258,488)	-	258,488
<b>Total Other Financing Sources (Uses)</b>	<b><u>(322,644)</u></b>	<b><u>(308,298)</u></b>	<b><u>(49,810)</u></b>	<b><u>258,488</u></b>
<b>Net Change in Fund Balances</b>	<b>(450,035)</b>	<b>(538,311)</b>	<b>241,950</b>	<b>780,261</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>450,035</u></b>	<b><u>538,311</u></b>	<b><u>538,311</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 780,261</u></b>	<b><u>\$ 780,261</u></b>

**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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 1,899,371	\$ 1,899,371	\$ 1,909,750	\$ 10,379
Investment Income	20,000	20,000	27,113	7,113
Miscellaneous	60,000	60,000	294,544	234,544
Less: Statutory Requirement	(98,969)	(98,969)	-	98,969
<b>Total Revenues</b>	<b><u>1,880,402</u></b>	<b><u>1,880,402</u></b>	<b><u>2,231,407</u></b>	<b><u>351,005</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	2,785,006	3,216,469	2,198,282	1,018,187
<b>Total Expenditures</b>	<b><u>2,785,006</u></b>	<b><u>3,216,469</u></b>	<b><u>2,198,282</u></b>	<b><u>1,018,187</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(904,604)</u></b>	<b><u>(1,336,067)</u></b>	<b><u>33,125</u></b>	<b><u>1,369,192</u></b>
<b>Other Financing Sources</b>				
Transfer In	-	5,000	512	(4,488)
Reserve for Contingencies	-	-	-	-
<b>Total Other Financing Sources</b>	<b><u>-</u></b>	<b><u>5,000</u></b>	<b><u>512</u></b>	<b><u>(4,488)</u></b>
<b>Net Change in Fund Balances</b>	<b><u>(904,604)</u></b>	<b><u>(1,331,067)</u></b>	<b><u>33,637</u></b>	<b><u>1,364,704</u></b>
<b>Fund Balance at Beginning of Year</b>	<b><u>904,604</u></b>	<b><u>1,331,067</u></b>	<b><u>1,331,067</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,364,704</u></b>	<b><u>\$ 1,364,704</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 2,185,456	\$ 2,687,054	\$ 2,505,534	\$ (181,520)
Investment Income	1,000	1,000	2,472	1,472
Miscellaneous	1,200	1,200	4,810	3,610
Less: Statutory Requirement	(109,383)	(109,383)	-	109,383
<b>Total Revenues</b>	<u><b>2,078,273</b></u>	<u><b>2,579,871</b></u>	<u><b>2,512,816</b></u>	<u><b>(67,055)</b></u>
<b>Expenditures</b>				
Current:				
Economic Environment	2,155,968	2,751,933	2,476,622	275,311
<b>Total Expenditures</b>	<u><b>2,155,968</b></u>	<u><b>2,751,933</b></u>	<u><b>2,476,622</b></u>	<u><b>275,311</b></u>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<u><b>(77,695)</b></u>	<u><b>(172,062)</b></u>	<u><b>36,194</b></u>	<u><b>208,256</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(48,876)	(48,876)	(48,876)	-
Reserve for Contingencies	(155,333)	(119,038)	-	119,038
<b>Total Other Financing Uses</b>	<u><b>(204,209)</b></u>	<u><b>(167,914)</b></u>	<u><b>(48,876)</b></u>	<u><b>119,038</b></u>
<b>Net Change in Fund Balances</b>	<b>(281,904)</b>	<b>(339,976)</b>	<b>(12,682)</b>	<b>327,294</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>281,904</b></u>	<u><b>339,976</b></u>	<u><b>339,976</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>\$ 327,294</b></u></u>	<u><u><b>\$ 327,294</b></u></u>

**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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 461,707	\$ 461,707	\$ 449,820	\$ (11,887)
Investment Income	5,640	5,640	9,427	3,787
Less: Statutory Requirement	(23,368)	(23,368)	-	23,368
<b>Total Revenues</b>	<b><u>443,979</u></b>	<b><u>443,979</u></b>	<b><u>459,247</u></b>	<b><u>15,268</u></b>
<b>Expenditures</b>				
Current:				
Transportation	417,872	481,072	441,128	39,944
<b>Total Expenditures</b>	<b><u>417,872</u></b>	<b><u>481,072</u></b>	<b><u>441,128</u></b>	<b><u>39,944</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>26,107</u></b>	<b><u>(37,093)</u></b>	<b><u>18,119</u></b>	<b><u>55,212</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(51,333)	(51,333)	(46,115)	5,218
Reserve for Contingencies	(165,481)	(201,624)	-	201,624
<b>Total Other Financing Uses</b>	<b><u>(216,814)</u></b>	<b><u>(252,957)</u></b>	<b><u>(46,115)</u></b>	<b><u>206,842</u></b>
<b>Net Change in Fund Balances</b>	<b>(190,707)</b>	<b>(290,050)</b>	<b>(27,996)</b>	<b>262,054</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>190,707</u></b>	<b><u>290,050</u></b>	<b><u>290,050</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 262,054</u></b>	<b><u>\$ 262,054</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ -	\$ 48,593	\$ 50,716	\$ 2,123
Investment Income	1,000	1,000	853	(147)
<b>Total Revenues</b>	<b><u>1,000</u></b>	<b><u>49,593</u></b>	<b><u>51,569</u></b>	<b><u>1,976</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	3,000	78,218	67,655	10,563
<b>Total Expenditures</b>	<b><u>3,000</u></b>	<b><u>78,218</u></b>	<b><u>67,655</u></b>	<b><u>10,563</u></b>
<b>Net Change in Fund Balances</b>	<b>(2,000)</b>	<b>(28,625)</b>	<b>(16,086)</b>	<b>12,539</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>2,000</u></b>	<b><u>28,625</u></b>	<b><u>28,625</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 12,539</u></b>	<b><u>\$ 12,539</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CRIMINAL JUSTICE TRUST**  
For the Year Ended September 30, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ 189,579	\$ 196,990	\$ 251,411	\$ 54,421
Investment Income	2,000	2,616	2,616	-
Less: Statutory Requirement	(9,579)	(9,579)	-	9,579
<b>Total Revenues</b>	<u><b>182,000</b></u>	<u><b>190,027</b></u>	<u><b>254,027</b></u>	<u><b>64,000</b></u>
<b>Expenditures</b>				
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues Over Expenditures</b>				
	<u><b>182,000</b></u>	<u><b>190,027</b></u>	<u><b>254,027</b></u>	<u><b>64,000</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(182,000)	(190,027)	(254,027)	(64,000)
<b>Total Other Financing Uses</b>	<u><b>(182,000)</b></u>	<u><b>(190,027)</b></u>	<u><b>(254,027)</b></u>	<u><b>(64,000)</b></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><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 - BUDGET AND ACTUAL**  
**POLLUTION RECOVERY**  
For the Year Ended September 30, 2003

	<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	\$ 61,950	\$ 60,950
Investment Income	400	400	1,086	686
Less: Statutory Requirement	(70)	(70)	-	70
<b>Total Revenues</b>	<u><b>1,330</b></u>	<u><b>1,330</b></u>	<u><b>63,036</b></u>	<u><b>61,706</b></u>
<b>Expenditures</b>				
Physical Environment	2,000	6,470	6,376	94
<b>Total Expenditures</b>	<u><b>2,000</b></u>	<u><b>6,470</b></u>	<u><b>6,376</b></u>	<u><b>94</b></u>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<u><b>(670)</b></u>	<u><b>(5,140)</b></u>	<u><b>56,660</b></u>	<u><b>61,800</b></u>
<b>Other Financing Uses</b>				
Reserve for Contingencies	(10,359)	(43,425)	-	43,425
<b>Total Other Financing Uses</b>	<u><b>(10,359)</b></u>	<u><b>(43,425)</b></u>	<u><b>-</b></u>	<u><b>43,425</b></u>
<b>Net Change in Fund Balances</b>	<b>(11,029)</b>	<b>(48,565)</b>	<b>56,660</b>	<b>105,225</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>11,029</b></u>	<u><b>48,565</b></u>	<u><b>48,565</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>\$ 105,225</b></u></u>	<u><u><b>\$ 105,225</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CODE ENFORCEMENT LIENS**  
For the Year Ended September 30, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ 13,000	\$ 13,000	\$ 79,759	\$ 66,759
Investment Income	1,000	1,000	2,901	1,901
Miscellaneous	-	-	4,557	4,557
Less: Statutory Requirement	(700)	(700)	-	700
<b>Total Revenues</b>	<b><u>13,300</u></b>	<b><u>13,300</u></b>	<b><u>87,217</u></b>	<b><u>73,917</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	95,091	101,766	13,646	88,120
<b>Total Expenditures</b>	<b><u>95,091</u></b>	<b><u>101,766</u></b>	<b><u>13,646</u></b>	<b><u>88,120</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(81,791)</u></b>	<b><u>(88,466)</u></b>	<b><u>73,571</u></b>	<b><u>162,037</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(700)	(700)	(700)	-
<b>Total Other Financing Uses</b>	<b><u>(700)</u></b>	<b><u>(700)</u></b>	<b><u>(700)</u></b>	<b><u>-</u></b>
<b>Net Change in Fund Balances</b>	<b><u>(82,491)</u></b>	<b><u>(89,166)</u></b>	<b><u>72,871</u></b>	<b><u>162,037</u></b>
<b>Fund Balance at Beginning of Year</b>	<b><u>82,491</u></b>	<b><u>89,166</u></b>	<b><u>89,166</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 162,037</u></b>	<b><u>\$ 162,037</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Licenses and Permits	\$ 4,628,805	\$ 4,628,805	\$ 4,668,251	\$ 39,446
Charges for Services	188,763	188,763	241,676	52,913
Fines and Forfeitures	10,000	10,000	16,145	6,145
Investment Income	10,000	10,000	18,572	8,572
Less: Statutory Requirement	(241,878)	(241,878)	-	241,878
<b>Total Revenues</b>	<b><u>4,595,690</u></b>	<b><u>4,595,690</u></b>	<b><u>4,944,644</u></b>	<b><u>348,954</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	3,561,529	3,561,529	3,389,730	171,799
<b>Total Expenditures</b>	<b><u>3,561,529</u></b>	<b><u>3,561,529</u></b>	<b><u>3,389,730</u></b>	<b><u>171,799</u></b>
<b>Excess of Revenues Over Expenditures</b>	<b><u>1,034,161</u></b>	<b><u>1,034,161</u></b>	<b><u>1,554,914</u></b>	<b><u>520,753</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(733,707)	(733,707)	(733,707)	-
Reserve for Contingencies	(326,737)	(883,348)	-	(883,348)
<b>Total Other Financing Uses</b>	<b><u>(1,060,444)</u></b>	<b><u>(1,617,055)</u></b>	<b><u>(733,707)</u></b>	<b><u>(883,348)</u></b>
<b>Net Change in Fund Balances</b>	<b>(26,283)</b>	<b>(582,894)</b>	<b>821,207</b>	<b>1,404,101</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>26,283</u></b>	<b><u>582,894</u></b>	<b><u>582,894</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,404,101</u></b>	<b><u>\$ 1,404,101</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 9,084,500	\$ 9,084,500	\$ 9,260,169	\$ 175,669
Intergovernmental	17,896	59,067	64,267	5,200
Charges for Services	7,100	7,100	19,538	12,438
Investment Income	159,000	159,000	144,659	(14,341)
Miscellaneous	201,100	212,592	291,633	79,041
Less: Statutory Requirement	(473,480)	(473,480)	-	473,480
<b>Total Revenues</b>	<b><u>8,996,116</u></b>	<b><u>9,048,779</u></b>	<b><u>9,780,266</u></b>	<b><u>731,487</u></b>
<b>Expenditures</b>				
Current:				
General Government	393,233	223,862	158,512	65,350
Public Safety	11,122,185	10,912,868	8,814,050	2,098,818
<b>Total Expenditures</b>	<b><u>11,515,418</u></b>	<b><u>11,136,730</u></b>	<b><u>8,972,562</u></b>	<b><u>2,164,168</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(2,519,302)</u></b>	<b><u>(2,087,951)</u></b>	<b><u>807,704</u></b>	<b><u>2,895,655</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	1,623,934	1,623,934	234,156	(1,389,778)
Transfers Out	(727,475)	(727,475)	(713,063)	14,412
Reserve for Contingencies	(1,496,681)	(3,053,520)	-	3,053,520
<b>Total Other Financing Sources (Uses)</b>	<b><u>(600,222)</u></b>	<b><u>(2,157,061)</u></b>	<b><u>(478,907)</u></b>	<b><u>1,678,154</u></b>
<b>Net Change in Fund Balances</b>	<b>(3,119,524)</b>	<b>(4,245,012)</b>	<b>328,797</b>	<b>4,573,809</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>3,119,524</u></b>	<b><u>4,245,012</u></b>	<b><u>4,245,012</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 4,573,809</u></b>	<b><u>\$ 4,573,809</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FIRE SERVICES IMPACT FEE TRUST**  
For the Year Ended September 30, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 349,000	\$ 349,000	\$ 412,215	\$ 63,215
Investment Income	16,000	16,000	9,410	(6,590)
Less: Statutory Requirement	(18,250)	(18,250)	-	18,250
<b>Total Revenues</b>	<b><u>346,750</u></b>	<b><u>346,750</u></b>	<b><u>421,625</u></b>	<b><u>74,875</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	888,500	888,500	541,987	346,513
<b>Total Expenditures</b>	<b><u>888,500</u></b>	<b><u>888,500</u></b>	<b><u>541,987</u></b>	<b><u>346,513</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(541,750)</u></b>	<b><u>(541,750)</u></b>	<b><u>(120,362)</u></b>	<b><u>421,388</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(28,222)	(28,222)	(27,571)	651
Reserve for Contingencies	(175,322)	(186,257)	-	186,257
<b>Total Other Financing Uses</b>	<b><u>(203,544)</u></b>	<b><u>(214,479)</u></b>	<b><u>(27,571)</u></b>	<b><u>186,908</u></b>
<b>Net Change in Fund Balances</b>	<b>(745,294)</b>	<b>(756,229)</b>	<b>(147,933)</b>	<b>608,296</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>745,294</u></b>	<b><u>756,229</u></b>	<b><u>756,229</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 608,296</u></b>	<b><u>\$ 608,296</u></b>

**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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 744,090	\$ 786,540	\$ 786,540	\$ -
Charges for Services	200	200	480	280
Fines and Forfeitures	3,000	3,000	34,535	31,535
Investment Income	7,000	7,000	17,511	10,511
Miscellaneous	1,500	1,500	13,777	12,277
<b>Total Revenues</b>	<b><u>755,790</u></b>	<b><u>798,240</u></b>	<b><u>852,843</u></b>	<b><u>54,603</u></b>
<b>Expenditures</b>				
Current:				
Culture and Recreation	4,267,142	4,293,369	3,755,143	538,226
<b>Total Expenditures</b>	<b><u>4,267,142</u></b>	<b><u>4,293,369</u></b>	<b><u>3,755,143</u></b>	<b><u>538,226</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(3,511,352)</u></b>	<b><u>(3,495,129)</u></b>	<b><u>(2,902,300)</u></b>	<b><u>592,829</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	3,322,966	2,936,806	2,936,806	-
Transfers Out	(10,465)	(10,465)	(10,465)	-
Reserve for Contingencies	(8,552)	(26,774)	-	26,774
<b>Total Other Financing Sources (Uses)</b>	<b><u>3,303,949</u></b>	<b><u>2,899,567</u></b>	<b><u>2,926,341</u></b>	<b><u>26,774</u></b>
<b>Net Change in Fund Balances</b>	<b>(207,403)</b>	<b>(595,562)</b>	<b>24,041</b>	<b>619,603</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>207,403</u></b>	<b><u>595,562</u></b>	<b><u>595,562</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 619,603</u></b>	<b><u>\$ 619,603</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 2,000	\$ 2,000	\$ 1,924	\$ (76)
Miscellaneous	<u>5,800</u>	<u>5,800</u>	<u>29,009</u>	<u>23,209</u>
<b>Total Revenues</b>	<u><b>7,800</b></u>	<u><b>7,800</b></u>	<u><b>30,933</b></u>	<u><b>23,133</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>4,300</b></u>	<u><b>4,300</b></u>	<u><b>30,933</b></u>	<u><b>26,633</b></u>
<b>Other Financing Uses</b>				
Reserve for Contingencies	<u>(77,391)</u>	<u>(78,426)</u>	<u>-</u>	<u>78,426</u>
<b>Total Other Financing Uses</b>	<u><b>(77,391)</b></u>	<u><b>(78,426)</b></u>	<u>-</u>	<u><b>78,426</b></u>
<b>Net Change in Fund Balances</b>	<b>(73,091)</b>	<b>(74,126)</b>	<b>30,933</b>	<b>105,059</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>73,091</b></u>	<u><b>74,126</b></u>	<u><b>74,126</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>\$ 105,059</b></u></u>	<u><u><b>\$ 105,059</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, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 85	\$ 85	\$ 111	\$ 26
Miscellaneous	<u>1,000</u>	<u>1,000</u>	<u>1,209</u>	<u>209</u>
<b>Total Revenues</b>	<u><b>1,085</b></u>	<u><b>1,085</b></u>	<u><b>1,320</b></u>	<u><b>235</b></u>
<b>Expenditures</b>				
Current:				
Human Services	<u>5,092</u>	<u>6,281</u>	<u>687</u>	<u>5,594</u>
<b>Total Expenditures</b>	<u><b>5,092</b></u>	<u><b>6,281</b></u>	<u><b>687</b></u>	<u><b>5,594</b></u>
 <b>Net Change in Fund Balances</b>	 <b>(4,007)</b>	 <b>(5,196)</b>	 <b>633</b>	 <b>5,829</b>
<b>Fund Balance at Beginning of Year</b>	<u><b>4,007</b></u>	<u><b>5,196</b></u>	<u><b>5,196</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>\$ 5,829</b></u></u>	<u><u><b>\$ 5,829</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CLERK RECORDS MODERNIZATION TRUST**  
For the Year Ended September 30, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ 8,612	\$ 8,612
Charges for Services	180,000	180,000	324,697	144,697
Investment Income	5,000	5,000	2,220	(2,780)
<b>Total Revenues</b>	<b><u>185,000</u></b>	<b><u>185,000</u></b>	<b><u>335,529</u></b>	<b><u>150,529</u></b>
<b>Expenditures</b>				
Current:				
General Government	632,834	707,407	389,688	317,719
<b>Total Expenditures</b>	<b><u>632,834</u></b>	<b><u>707,407</u></b>	<b><u>389,688</u></b>	<b><u>317,719</u></b>
 <b>Net Change in Fund Balances</b>	 <b>(447,834)</b>	 <b>(522,407)</b>	 <b>(54,159)</b>	 <b>468,248</b>
 <b>Fund Balance at Beginning of Year</b>	 <b><u>447,834</u></b>	 <b><u>522,407</u></b>	 <b><u>522,407</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>\$ 468,248</u></u></b>	 <b><u><u>\$ 468,248</u></u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**SHERIFF SPECIAL REVENUE FUNDS**  
For the Year Ended September 30, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 540,416	\$ 395,194	\$ 330,338	\$ (64,856)
Charges for Services	322,257	417,257	521,056	103,799
Fines and Forfeitures	-	57,900	60,775	2,875
Investment Income	1,200	1,200	2,306	1,106
Miscellaneous	52,115	52,115	143,306	91,191
<b>Total Revenues</b>	<b><u>915,988</u></b>	<b><u>923,666</u></b>	<b><u>1,057,781</u></b>	<b><u>134,115</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	1,778,389	2,099,557	1,850,149	249,408
<b>Total Expenditures</b>	<b><u>1,778,389</u></b>	<b><u>2,099,557</u></b>	<b><u>1,850,149</u></b>	<b><u>249,408</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(862,401)</u></b>	<b><u>(1,175,891)</u></b>	<b><u>(792,368)</u></b>	<b><u>383,523</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	688,255	1,022,887	949,192	(73,695)
Transfers Out	-	(21,142)	(24,820)	(3,678)
<b>Total Other Financing Sources (Uses)</b>	<b><u>688,255</u></b>	<b><u>1,001,745</u></b>	<b><u>924,372</u></b>	<b><u>(77,373)</u></b>
<b>Net Change in Fund Balances</b>	<b>(174,146)</b>	<b>(174,146)</b>	<b>132,004</b>	<b>306,150</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>174,146</u></b>	<b><u>174,146</u></b>	<b><u>154,715</u></b>	<b><u>(19,431)</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 286,719</u></b>	<b><u>\$ 286,719</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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 45,000	\$ 24,179	\$ 21,929	\$ (2,250)
Less: Statutory Requirement	(2,250)	(2,250)	-	2,250
<b>Total Revenues</b>	<b><u>42,750</u></b>	<b><u>21,929</u></b>	<b><u>21,929</u></b>	<b><u>-</u></b>
<b>Expenditures</b>				
Debt Service:				
Principal	4,165,000	4,165,000	4,165,000	-
Interest and Fiscal Charges	120,744	119,743	119,743	-
<b>Total Expenditures</b>	<b><u>4,285,744</u></b>	<b><u>4,284,743</u></b>	<b><u>4,284,743</u></b>	<b><u>-</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(4,242,994)</u></b>	<b><u>(4,262,814)</u></b>	<b><u>(4,262,814)</u></b>	<b><u>-</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	850,000	677,626	677,626	-
Reserve for Contingencies	(61,194)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>788,806</u></b>	<b><u>677,626</u></b>	<b><u>677,626</u></b>	<b><u>-</u></b>
<b>Net Change in Fund Balances</b>	<b><u>(3,454,188)</u></b>	<b><u>(3,585,188)</u></b>	<b><u>(3,585,188)</u></b>	<b><u>-</u></b>
<b>Fund Balance at Beginning of Year</b>	<b><u>3,454,188</u></b>	<b><u>3,585,188</u></b>	<b><u>3,585,188</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</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, 2003**

	<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	90,946	80,946
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>388,613</u></b>	<b><u>96,329</u></b>
<b>Expenditures</b>				
Debt Service:				
Principal	70,000	75,000	75,000	-
Interest and Fiscal Charges	227,523	224,760	224,760	-
Capital Outlay	<u>3,966,298</u>	<u>3,898,055</u>	<u>74,785</u>	<u>3,823,270</u>
<b>Total Expenditures</b>	<b><u>4,263,821</u></b>	<b><u>4,197,815</u></b>	<b><u>374,545</u></b>	<b><u>3,823,270</u></b>
<b>Net Change in Fund Balances</b>	<b>(3,971,537)</b>	<b>(3,905,531)</b>	<b>14,068</b>	<b>3,919,599</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>3,971,537</u></b>	<b><u>3,905,531</u></b>	<b><u>3,905,531</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 3,919,599</u></b>	<b><u>\$ 3,919,599</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, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 125,000	\$ 125,000	\$ -
Investment Income	1,000	1,000	6,287	5,287
Less: Statutory Requirement	(50)	(50)	-	50
<b>Total Revenues</b>	<b><u>950</u></b>	<b><u>125,950</u></b>	<b><u>131,287</u></b>	<b><u>5,337</u></b>
<b>Expenditures</b>				
Capital Outlay	637,445	375,029	25,716	349,313
<b>Total Expenditures</b>	<b><u>637,445</u></b>	<b><u>375,029</u></b>	<b><u>25,716</u></b>	<b><u>349,313</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(636,495)</u></b>	<b><u>(249,079)</u></b>	<b><u>105,571</u></b>	<b><u>354,650</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	35,000	35,000	35,000	-
Reserve for Contingencies	(104,178)	(8,818)	-	8,818
<b>Total Other Financing Sources (Uses)</b>	<b><u>(69,178)</u></b>	<b><u>26,182</u></b>	<b><u>35,000</u></b>	<b><u>8,818</u></b>
<b>Net Change in Fund Balances</b>	<b>(705,673)</b>	<b>(222,897)</b>	<b>140,571</b>	<b>363,468</b>
<b>Fund Balance at Beginning of Year</b>	<b><u>705,673</u></b>	<b><u>222,897</u></b>	<b><u>222,897</u></b>	<b><u>-</u></b>
<b>Fund Balance at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 363,468</u></b>	<b><u>\$ 363,468</u></b>

**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, 2003

	<u>Sales Tax Capital Projects</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Investment Income	\$ 150,000	\$ 150,000	\$ 253,642	\$ 103,642
Less: Statutory Requirement	(7,500)	(7,500)	-	7,500
<b>Total Revenues</b>	<b>142,500</b>	<b>142,500</b>	<b>253,642</b>	<b>111,142</b>
<b>Expenditures</b>				
Capital Outlay	13,504,057	14,896,045	5,990,266	8,905,779
<b>Total Expenditures</b>	<b>13,504,057</b>	<b>14,896,045</b>	<b>5,990,266</b>	<b>8,905,779</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(13,361,557)</b>	<b>(14,753,545)</b>	<b>(5,736,624)</b>	<b>9,016,921</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	9,167,090	10,214,745	9,214,745	(1,000,000)
Transfers Out	(1,440,000)	(1,440,000)	(1,053,375)	386,625
Reserve for Contingencies	(7,138,798)	(5,358,084)	-	5,358,084
<b>Total Other Financing Sources (Uses)</b>	<b>588,292</b>	<b>3,416,661</b>	<b>8,161,370</b>	<b>4,744,709</b>
<b>Net Change in Fund Balances</b>	<b>(12,773,265)</b>	<b>(11,336,884)</b>	<b>2,424,746</b>	<b>13,761,630</b>
<b>Fund Balance at Beginning of Year</b>	<b>12,773,265</b>	<b>11,336,884</b>	<b>11,336,884</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 13,761,630</b>	<b>\$ 13,761,630</b>

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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, and Property Appraiser. 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 within the County's Public Works Department.

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF NET ASSETS  
 ALL INTERNAL SERVICE FUNDS  
September 30, 2003

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b><u>Assets</u></b>		
<b>Current Assets:</b>		
Pooled Cash and Investments	\$ 6,620,694	\$ 762,237
Other Investments	-	1,637,485
Accounts Receivable	36,424	-
Intragovernmental Receivables	-	-
Due from Other Governments	-	-
Inventory	-	-
<b>Total Current Assets</b>	<b><u>6,657,118</u></b>	<b><u>2,399,722</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>6,657,118</u></b>	<b><u>2,399,722</u></b>
<b><u>Liabilities</u></b>		
<b>Current Liabilities:</b>		
Accounts Payable	165,290	162
Accrued Liabilities	-	-
Due to Fiscal Agent	27,244	-
Intragovernmental Payables	1,000	-
Estimated Insurance Claims Payable	1,817,140	277,997
Current Portion of Long-Term Obligations	-	-
<b>Total Current Liabilities</b>	<b><u>2,010,674</u></b>	<b><u>278,159</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>2,010,674</u></b>	<b><u>278,159</u></b>
<b><u>Net Assets</u></b>		
Invested in Capital Assets	-	-
Unrestricted Net Assets	4,646,444	2,121,563
<b>Total Net Assets</b>	<b><u>\$ 4,646,444</u></b>	<b><u>\$ 2,121,563</u></b>

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 264,848	\$ 7,647,779
-	1,637,485
978	37,402
9,550	9,550
13,723	13,723
132,319	132,319
<u>421,418</u>	<u>9,478,258</u>
283,684	283,684
(202,925)	(202,925)
<u>80,759</u>	<u>80,759</u>
<u>502,177</u>	<u>9,559,017</u>
46,329	211,781
11,757	11,757
-	27,244
-	1,000
-	2,095,137
27,898	27,898
<u>85,984</u>	<u>2,374,817</u>
24,740	24,740
<u>24,740</u>	<u>24,740</u>
<u>110,724</u>	<u>2,399,557</u>
80,759	80,759
310,694	7,078,701
<u>\$ 391,453</u>	<u>\$ 7,159,460</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, 2003**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Operating Revenues:</b>		
Charges for Services	\$ 6,223,263	\$ 1,017,839
Miscellaneous	12,548	-
<b>Total Operating Revenues</b>	<b><u>6,235,811</u></b>	<b><u>1,017,839</u></b>
<b>Operating Expenses:</b>		
Benefit Payments and Claims	5,946,614	1,328,159
Personal Services	-	-
Contracted Services	-	-
Supplies and Materials	-	-
Repairs and Maintenance	-	-
Utilities	-	-
Other Charges and Services	795,346	349,698
Depreciation	-	-
<b>Total Operating Expenses</b>	<b><u>6,741,960</u></b>	<b><u>1,677,857</u></b>
<b>Operating Loss</b>	<b>(506,149)</b>	<b>(660,018)</b>
<b>Non-Operating Revenues:</b>		
Interest Revenue	154,955	35,393
Net Loss on Disposal of Capital Assets	-	-
<b>Total Non-Operating Revenues</b>	<b><u>154,955</u></b>	<b><u>35,393</u></b>
<b>Loss Before Transfers</b>	<b>(351,194)</b>	<b>(624,625)</b>
Transfers In	-	704,028
Transfers Out	(227,975)	-
<b>Total Transfers</b>	<b><u>(227,975)</u></b>	<b><u>704,028</u></b>
<b>Change in Net Assets</b>	<b>(579,169)</b>	<b>79,403</b>
<b>Net Assets at Beginning of Year</b>	<b><u>5,225,613</u></b>	<b><u>2,042,160</u></b>
<b>Net Assets at End of Year</b>	<b><u>\$ 4,646,444</u></b>	<b><u>\$ 2,121,563</u></b>

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 1,460,680	\$ 8,701,782
-	12,548
<u>1,460,680</u>	<u>8,714,330</u>
-	7,274,773
490,441	490,441
7,762	7,762
621,548	621,548
401,671	401,671
10,991	10,991
29,098	1,174,142
26,647	26,647
<u>1,588,158</u>	<u>10,007,975</u>
<b>(127,478)</b>	<b>(1,293,645)</b>
210	190,558
(2,055)	(2,055)
<u>(1,845)</u>	<u>188,503</u>
<b>(129,323)</b>	<b>(1,105,142)</b>
321,827	1,025,855
-	(227,975)
<u>321,827</u>	<u>797,880</u>
<b>192,504</b>	<b>(307,262)</b>
<u>198,949</u>	<u>7,466,722</u>
<u>\$ 391,453</u>	<u>\$ 7,159,460</u>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ALL INTERNAL SERVICE FUNDS**  
**For the Year Ended September 30, 2003**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Cash Flows from Operating Activities:</b>		
Cash Received from Customers and for Contributions	\$ 6,232,240	\$ 1,021,999
Cash Paid to Suppliers and for Claims	(6,315,879)	(1,645,371)
Cash Paid to Employees	-	-
Cash Paid to Insurance Fund	-	-
<b>Net Cash Used for Operating Activities</b>	<u><b>(83,639)</b></u>	<u><b>(623,372)</b></u>
<b>Cash Flows from NonCapital Financing Activities:</b>		
Cash Transfers from Other Funds	-	704,028
Cash Transfers to Other Funds	(227,975)	-
<b>Net Cash Provided by (Used for) NonCapital Financing Activities</b>	<u><b>(227,975)</b></u>	<u><b>704,028</b></u>
<b>Cash Flows from Investing Activities:</b>		
Interest Received	154,955	35,393
<b>Net Cash Provided by Investing Activities</b>	<u><b>154,955</b></u>	<u><b>35,393</b></u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(156,659)</b>	<b>116,049</b>
Cash and Cash Equivalents at October 1	6,777,353	2,283,673
<b>Cash and Cash Equivalents at September 30</b>	<u><b>\$ 6,620,694</b></u>	<u><b>\$ 2,399,722</b></u>

**RECONCILIATION OF OPERATING LOSS TO  
NET CASH USED FOR OPERATING ACTIVITIES**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Operating Loss</b>	<u><b>\$ (506,149)</b></u>	<u><b>\$ (660,018)</b></u>
<b>Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:</b>		
Depreciation	-	-
(Increase) Decrease in Accounts Receivable	(36,251)	4,160
Increase in Intragovernmental Receivables	-	-
Increase in Due from Other Governments	-	-
Decrease in Inventory	-	-
Increase in Intragovernmental Payable	1,000	-
Increase (Decrease) in Accounts Payable	51,692	29
Increase in Accrued Liabilities	-	-
Increase in Due to Fiscal Agent	24,929	-
Increase in Estimated Claims Payable	381,140	32,457
Increase in Accrued Benefits Payable	-	-
<b>Total Adjustments</b>	<u><b>422,510</b></u>	<u><b>36,646</b></u>
<b>Net Cash Used for Operating Activities</b>	<u><b>\$ (83,639)</b></u>	<u><b>\$ (623,372)</b></u>
<b>Noncash Investing, Capital and Financing Activities</b>		
Loss on Disposition of Capital Assets	-	-

<b>Fleet Maintenance</b>	<b>Total</b>
\$ 1,453,155	\$ 8,707,394
(1,079,129)	(9,040,379)
(398,575)	(398,575)
(79,836)	(79,836)
<b><u>(104,385)</u></b>	<b><u>(811,396)</u></b>
321,827	1,025,855
-	(227,975)
<b><u>321,827</u></b>	<b><u>797,880</u></b>
210	190,558
<b><u>210</u></b>	<b><u>190,558</u></b>
<b>217,652</b>	<b>177,042</b>
47,196	9,108,222
<b><u>\$ 264,848</u></b>	<b><u>\$ 9,285,264</u></b>

<b>Fleet Maintenance</b>	<b>Total</b>
<b><u>\$ (127,478)</u></b>	<b><u>\$ (1,293,645)</u></b>
26,647	26,647
(978)	(33,069)
(1,528)	(1,528)
(5,019)	(5,019)
7,048	7,048
-	1,000
(15,107)	36,614
2,743	2,743
-	24,929
-	413,597
9,287	9,287
<b><u>23,093</u></b>	<b><u>482,249</u></b>
<b><u>\$ (104,385)</u></b>	<b><u>\$ (811,396)</u></b>

(2,055)	(2,055)
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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, 2003**

<u><b>Assets</b></u>	<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>
Cash	\$ -	\$ 84,808
Pooled Cash and Investments	4,491,402	-
Restricted Cash and Investments	-	-
Other Investments	-	31,000
Accounts Receivable	-	-
Due from Other Funds	-	-
<b>Total Assets</b>	<b><u>\$ 4,491,402</u></b>	<b><u>\$ 115,808</u></b>
 <u><b>Liabilities</b></u>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ -
Due to Other Funds	-	-
Intragovernmental Payables	-	-
Due to Other Governments	4,491,402	-
Deposits	-	115,808
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
<b>Total Liabilities</b>	<b><u>\$ 4,491,402</u></b>	<b><u>\$ 115,808</u></b>

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

<u>Agency</u>	<u>Fines and Costs</u>	<u>Tax Deed Sales</u>
\$ -	\$ -	\$ -
906,414	367,548	139,461
-	-	-
-	-	-
-	-	-
<b><u>\$ 906,414</u></b>	<b><u>\$ 367,548</u></b>	<b><u>\$ 139,461</u></b>
\$ 376	\$ 11,419	\$ -
-	-	-
36,543	169,929	820
851,270	186,200	-
18,225	-	138,641
-	-	-
-	-	-
<b><u>\$ 906,414</u></b>	<b><u>\$ 367,548</u></b>	<b><u>\$ 139,461</u></b>

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2003

	<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	10,134	1,835
Restricted Cash and Investments	-	-
Other Investments	-	-
Accounts Receivable	-	2,779
Due from Other Funds	-	-
	<hr/>	<hr/>
<b>Total Assets</b>	<b><u>\$ 10,134</u></b>	<b><u>\$ 4,614</u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ -
Due to Other Funds	-	-
Intragovernmental Payables	6,700	-
Due to Other Governments	3,434	4,237
Deposits	-	377
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b><u>\$ 10,134</u></b>	<b><u>\$ 4,614</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>	
\$ -	\$ -	\$ 2,266,102	
700	1,009,332	-	
-	-	-	
-	-	-	
-	-	-	
-	-	-	
<u>\$ 700</u>	<u>\$ 1,009,332</u>	<u>\$ 2,266,102</u>	
\$ -	\$ -	\$ 442,362	
-	-	-	
-	-	381,685	
-	-	215,142	
700	1,009,332	-	
-	-	1,226,913	
-	-	-	
<u>\$ 700</u>	<u>\$ 1,009,332</u>	<u>\$ 2,266,102</u>	

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2003

	<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	\$ 528,594	\$ 31,494
Pooled Cash and Investments	-	-
Restricted Cash and Investments	-	-
Other Investments	-	-
Accounts Receivable	-	-
Due from Other Funds	-	-
	<hr/>	<hr/>
<b>Total Assets</b>	<b><u>\$ 528,594</u></b>	<b><u>\$ 31,494</u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ 9,839	\$ 672
Due to Other Funds	-	-
Intragovernmental Payables	7,876	841
Due to Other Governments	510,879	29,981
Deposits	-	-
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b><u>\$ 528,594</u></b>	<b><u>\$ 31,494</u></b>

**AGENCY FUNDS**

**Sheriff**

<b>Cash Bonds</b>	<b>Civil</b>	<b>Inmate Trust</b>
\$ -	\$ -	\$ -
3,845	-	-
244,081	43,138	88,859
-	-	-
-	-	-
20,699	-	-
<b>\$ 268,625</b>	<b>\$ 43,138</b>	<b>\$ 88,859</b>
\$ -	\$ -	\$ -
-	-	3,227
-	7,679	-
-	-	-
-	35,459	85,632
-	-	-
268,625	-	-
<b>\$ 268,625</b>	<b>\$ 43,138</b>	<b>\$ 88,859</b>

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2003

	<u>AGENCY FUNDS</u>	<u>Total Agency Funds</u>
	<u>Sheriff</u>	
	<u>Suspense</u>	
<b><u>Assets</u></b>		
Cash	\$ -	\$ 2,910,998
Pooled Cash and Investments	57,958	6,988,629
Restricted Cash and Investments	-	376,078
Other Investments	-	31,000
Accounts Receivable	-	2,779
Due from Other Funds	-	20,699
	<u>          </u>	<u>          </u>
<b>Total Assets</b>	<b>\$ 57,958</b>	<b>\$ 10,330,183</b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ 464,668
Due to Other Funds	20,699	23,926
Intragovernmental Payables	9,522	621,595
Due to Other Governments	-	6,292,545
Deposits	27,737	1,431,911
Taxes Collected in Advance	-	1,226,913
Cash Bonds Payable	-	268,625
	<u>          </u>	<u>          </u>
<b>Total Liabilities</b>	<b>\$ 57,958</b>	<b>\$ 10,330,183</b>

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**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2003**

	<u>Balance</u> <u>9/30/02</u>	<u>School Impact Fee Trust</u>		<u>Balance</u> <u>9/30/03</u>
		<u>Additions</u>	<u>Deletions</u>	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	422,283	9,781,149	5,712,030	4,491,402
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 422,283</u></b>	<b><u>\$ 9,781,149</u></b>	<b><u>\$ 5,712,030</u></b>	<b><u>\$ 4,491,402</u></b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ 6,040,309	\$ 6,040,309	\$ -
Due to Other Funds	-	-	-	-
Intragovernmental Payables	-	-	-	-
Due to Other Governments	422,283	9,630,243	5,561,124	4,491,402
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 422,283</u></b>	<b><u>\$ 15,670,552</u></b>	<b><u>\$ 11,601,433</u></b>	<b><u>\$ 4,491,402</u></b>

Balance 9/30/02	Escrow Deposits		Balance 9/30/03	Balance 9/30/02	Agency - Clerk		Balance 9/30/03
	Additions	Deletions			Additions	Deletions	
\$ 96,163	\$ 16,045	\$ 27,400	\$ 84,808	\$ -	\$ -	\$ -	\$ -
-	27,367	27,367	-	650,196	31,755,869	31,499,651	906,414
-	-	-	-	-	-	-	-
31,000	-	-	31,000	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 127,163</b>	<b>\$ 43,412</b>	<b>\$ 54,767</b>	<b>\$ 115,808</b>	<b>\$ 650,196</b>	<b>\$ 31,755,869</b>	<b>\$ 31,499,651</b>	<b>\$ 906,414</b>
\$ -	\$ 27,367	\$ 27,367	\$ -	\$ 432	\$ 100,152	\$ 100,208	\$ 376
-	-	-	-	-	-	-	-
-	-	-	-	32,883	411,256	407,596	36,543
-	-	-	-	602,230	31,320,647	31,071,607	851,270
127,163	16,045	27,400	115,808	14,651	16,360	12,786	18,225
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 127,163</b>	<b>\$ 43,412</b>	<b>\$ 54,767</b>	<b>\$ 115,808</b>	<b>\$ 650,196</b>	<b>\$ 31,848,415</b>	<b>\$ 31,592,197</b>	<b>\$ 906,414</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2003**

	<u>Balance 9/30/02</u>	<u>Fines and Costs</u>		<u>Balance 9/30/03</u>
		<u>Additions</u>	<u>Deletions</u>	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	360,609	4,583,329	4,576,390	367,548
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 360,609</u></b>	<b><u>\$ 4,583,329</u></b>	<b><u>\$ 4,576,390</u></b>	<b><u>\$ 367,548</u></b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 6,428	\$ 266,538	\$ 261,547	\$ 11,419
Due to Other Funds	-	-	-	-
Intragovernmental Payables	138,731	2,001,293	1,970,095	169,929
Due to Other Governments	215,450	2,446,092	2,475,342	186,200
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 360,609</u></b>	<b><u>\$ 4,713,923</u></b>	<b><u>\$ 4,706,984</u></b>	<b><u>\$ 367,548</u></b>

Balance 9/30/02	Tax Deed Sales		Balance 9/30/03	Balance 9/30/02	Juror and Witness		Balance 9/30/03
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
216,595	340,453	417,587	139,461	10,460	86,498	86,824	10,134
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 216,595</b>	<b>\$ 340,453</b>	<b>\$ 417,587</b>	<b>\$ 139,461</b>	<b>\$ 10,460</b>	<b>\$ 86,498</b>	<b>\$ 86,824</b>	<b>\$ 10,134</b>
\$ 462	\$ 317,639	\$ 318,101	\$ -	\$ -	\$ 26,050	\$ 26,050	\$ -
-	-	-	-	-	-	-	-
1,108	820	1,108	820	7,104	41,247	41,651	6,700
-	-	-	-	3,356	45,251	45,173	3,434
215,025	351,388	427,772	138,641	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 216,595</b>	<b>\$ 669,847</b>	<b>\$ 746,981</b>	<b>\$ 139,461</b>	<b>\$ 10,460</b>	<b>\$ 112,548</b>	<b>\$ 112,874</b>	<b>\$ 10,134</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2003**

	<u>Balance 9/30/02</u>	<u>Uniform Support</u>		<u>Balance 9/30/03</u>
		<u>Additions</u>	<u>Deletions</u>	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	3,879	56,066	58,110	1,835
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	462	10,627	8,310	2,779
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 4,341</u></b>	<b><u>\$ 66,693</u></b>	<b><u>\$ 66,420</u></b>	<b><u>\$ 4,614</u></b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-
Intragovernmental Payables	-	-	-	-
Due to Other Governments	3,964	48,185	47,912	4,237
Deposits	377	2,351	2,351	377
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 4,341</u></b>	<b><u>\$ 50,536</u></b>	<b><u>\$ 50,263</u></b>	<b><u>\$ 4,614</u></b>

Balance 9/30/02	Suspense - Clerk		Balance 9/30/03	Balance 9/30/02	Courts Registry		Balance 9/30/03
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
528	121,740	121,568	700	937,494	6,301,585	6,229,747	1,009,332
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 528</b>	<b>\$ 121,740</b>	<b>\$ 121,568</b>	<b>\$ 700</b>	<b>\$ 937,494</b>	<b>\$ 6,301,585</b>	<b>\$ 6,229,747</b>	<b>\$ 1,009,332</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 28,349	\$ 28,349	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
528	121,740	121,568	700	937,494	4,803,406	4,731,568	1,009,332
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 528</b>	<b>\$ 121,740</b>	<b>\$ 121,568</b>	<b>\$ 700</b>	<b>\$ 937,494</b>	<b>\$ 4,831,755</b>	<b>\$ 4,759,917</b>	<b>\$ 1,009,332</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2003**

	<u>Balance</u> <u>9/30/02</u>	<u>Tax Collections Trust</u>		<u>Balance</u> <u>9/30/03</u>
		<u>Additions</u>	<u>Deletions</u>	
<b><u>Assets</u></b>				
Cash	\$ 1,764,591	\$ 199,763,340	\$ 199,261,829	\$ 2,266,102
Pooled Cash and Investments	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b>\$ 1,764,591</b>	<b>\$ 199,763,340</b>	<b>\$ 199,261,829</b>	<b>\$ 2,266,102</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 293,256	\$ 2,197,487	\$ 2,048,381	\$ 442,362
Due to Other Funds	-	-	-	-
Intragovernmental Payables	315,492	381,685	315,492	381,685
Due to Other Governments	155,634	198,605,268	198,545,760	215,142
Deposits	-	-	-	-
Taxes Collected in Advance	1,000,209	1,303,152	1,076,448	1,226,913
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 1,764,591</b>	<b>\$ 202,487,592</b>	<b>\$ 201,986,081</b>	<b>\$ 2,266,102</b>

Balance 9/30/02	Tag and Title Trust		Balance 9/30/03	Balance 9/30/02	Hunting and Fishing License		Balance 9/30/03
	Additions	Deletions			Additions	Deletions	
\$ 459,759	\$ 19,037,694	\$ 18,968,859	\$ 528,594	\$ 17,509	\$ 448,672	\$ 434,687	\$ 31,494
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 459,759</b>	<b>\$ 19,037,694</b>	<b>\$ 18,968,859</b>	<b>\$ 528,594</b>	<b>\$ 17,509</b>	<b>\$ 448,672</b>	<b>\$ 434,687</b>	<b>\$ 31,494</b>
\$ 1,980	\$ 414,572	\$ 406,713	\$ 9,839	\$ 123	\$ 1,233	\$ 684	\$ 672
-	-	-	-	-	-	-	-
6,749	7,876	6,749	7,876	376	19,148	18,683	841
451,030	18,919,681	18,859,832	510,879	17,010	428,576	415,605	29,981
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 459,759</b>	<b>\$ 19,342,129</b>	<b>\$ 19,273,294</b>	<b>\$ 528,594</b>	<b>\$ 17,509</b>	<b>\$ 448,957</b>	<b>\$ 434,972</b>	<b>\$ 31,494</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2003**

	Balance 9/30/02	Cash Bonds		Balance 9/30/03
		Additions	Deletions	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	-	898,844	894,999	3,845
Restricted Cash and Investments	421,462	687,501	864,882	244,081
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	20,879	180	20,699
<b>Total Assets</b>	<b>\$ 421,462</b>	<b>\$ 1,607,224</b>	<b>\$ 1,760,061</b>	<b>\$ 268,625</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ 893,141	\$ 893,141	\$ -
Due to Other Funds	15,291	-	15,291	-
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	-	-	-
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	406,171	747,655	885,201	268,625
<b>Total Liabilities</b>	<b>\$ 421,462</b>	<b>\$ 1,640,796</b>	<b>\$ 1,793,633</b>	<b>\$ 268,625</b>

<u>Balance</u> <u>9/30/02</u>	<u>Civil</u>		<u>Balance</u> <u>9/30/03</u>	<u>Balance</u> <u>9/30/02</u>	<u>Inmate Trust</u>		<u>Balance</u> <u>9/30/03</u>
	<u>Additions</u>	<u>Deletions</u>			<u>Additions</u>	<u>Deletions</u>	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
25,374	411,846	394,082	43,138	58,151	841,844	811,136	88,859
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 25,374</u>	<u>\$ 411,846</u>	<u>\$ 394,082</u>	<u>\$ 43,138</u>	<u>\$ 58,151</u>	<u>\$ 841,844</u>	<u>\$ 811,136</u>	<u>\$ 88,859</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	3,227	-	3,227
8,897	7,679	8,897	7,679	-	-	-	-
-	-	-	-	-	-	-	-
16,477	412,278	393,296	35,459	58,151	845,895	818,414	85,632
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 25,374</u>	<u>\$ 419,957</u>	<u>\$ 402,193</u>	<u>\$ 43,138</u>	<u>\$ 58,151</u>	<u>\$ 849,122</u>	<u>\$ 818,414</u>	<u>\$ 88,859</u>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2003**

	Balance 9/30/02	Suspense - Sheriff		Balance 9/30/03
		Additions	Deletions	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	13,552	59,191	14,785	57,958
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	15,291	-	15,291	-
<b>Total Assets</b>	<b>\$ 28,843</b>	<b>\$ 59,191</b>	<b>\$ 30,076</b>	<b>\$ 57,958</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ 14,797	\$ 14,797	\$ -
Due to Other Funds	-	20,879	180	20,699
Intragovernmental Payables	11,738	9,522	11,738	9,522
Due to Other Governments	-	-	-	-
Deposits	17,105	44,128	33,496	27,737
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 28,843</b>	<b>\$ 89,326</b>	<b>\$ 60,211</b>	<b>\$ 57,958</b>

Balance 9/30/02	Totals - All Agency Funds		Balance 9/30/03
	Additions	Deletions	
\$ 2,338,022	\$ 219,265,751	\$ 218,692,775	\$ 2,910,998
2,615,596	54,012,091	49,639,058	6,988,629
504,987	1,941,191	2,070,100	376,078
31,000	-	-	31,000
462	10,627	8,310	2,779
15,291	20,879	15,471	20,699
<b>\$ 5,505,358</b>	<b>\$ 275,250,539</b>	<b>\$ 270,425,714</b>	<b>\$ 10,330,183</b>
\$ 302,681	\$ 10,327,634	\$ 10,165,647	\$ 464,668
15,291	24,106	15,471	23,926
523,078	2,880,526	2,782,009	621,595
1,870,957	261,443,943	257,022,355	6,292,545
1,386,971	6,613,591	6,568,651	1,431,911
1,000,209	1,303,152	1,076,448	1,226,913
406,171	747,655	885,201	268,625
<b>\$ 5,505,358</b>	<b>\$ 283,340,607</b>	<b>\$ 278,515,782</b>	<b>\$ 10,330,183</b>

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## **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

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	<u>FISCAL YEAR</u>		
	2003	(1)	2002
General Government	\$ 25,180,704	\$	27,698,423
Public Safety	60,369,899		56,829,456
Physical Environment	2,304,263		1,844,043
Transportation	17,656,581		9,176,041
Economic Environment	6,418,228		6,229,876
Human Services	4,450,826		4,615,841
Culture and Recreation	5,095,586		5,078,327
Court-Related	7,208,160		6,542,853
Interest on Long Term Debt	485,875		577,519
Business-Type Activity - Landfill	19,627,414		14,290,466
	<u>148,797,536</u>		<u>132,882,845</u>
Total	<u>\$ 148,797,536</u>	<u>\$</u>	<u>132,882,845</u>

LAKE COUNTY, FLORIDA  
GOVERNMENT-WIDE REVENUES

---

	<u>FISCAL YEAR</u>		
	2003	(1)	2002
<u>Program Revenues</u>			(2)
Charges for Services	\$ 45,991,688	\$	43,790,410
Operating Grants and Contributions	13,397,642		14,546,873
Capital Grants and Contributions	12,850,203		11,429,412
<u>General Revenues</u>			
Taxes:			
Property Taxes	59,756,829		47,277,830
Sales Taxes	9,960,908		14,311,889
Gas Taxes	6,166,647		5,692,284
Franchise Fees	1,050,297		1,434,767
Other Taxes	1,090,443		679,056
Intergovernmental Revenues	13,894,009		13,061,458
Investment Income	3,208,028		3,971,003
Miscellaneous	2,768,336		2,401,605
	<u>170,135,030</u>		<u>158,596,587</u>
Total	<u>\$ 170,135,030</u>	<u>\$</u>	<u>158,596,587</u>

(1) Only two years available due to initial year of GASB Statement No. 34 implementation in fiscal year 2002.

(2) During the fiscal year ended September 30, 2003 fire special assessments were included as charges for services instead of other taxes. Figures for fiscal year ended September 30, 2002 have been restated to reflect this change.

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>
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
2002-03	23,982,911	56,736,525	3,011,140	25,728,595	6,830,427

- (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>
\$ 3,451,667	\$ 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
4,412,871	5,164,182	6,436,741	4,967,777	6,090,767	143,361,936

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>
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	69,080,248	4,798,953	27,934,668	13,415,072
2002-03	78,025,125	5,150,718	28,392,416	14,656,227

- (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.
- (2) During the fiscal year ended September 30, 2003 fire special assessments were included as special assessments instead of taxes. Figures for fiscal year ended September 30, 2002 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>
\$ 1,905,789	\$ -	\$ -	\$ 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	20,546,612	2,804,931	2,029,628	142,602,873 <sup>(2)</sup>
2,164,551	21,213,354	2,167,804	3,659,665	155,429,860

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>
1993-94	\$ 24,068,491	\$ 23,117,883	96.1%	\$ 147,352	\$ 23,265,235	96.7% <sup>(1)</sup>
1994-95	25,946,463	24,843,858	95.8	316,744	25,160,602	97.0 <sup>(2)</sup>
1995-96	26,761,060	25,546,544	95.5	167,078	25,713,622	96.1 <sup>(3)</sup>
1996-97	27,556,669	26,313,178	95.5	180,945	26,494,123	96.1 <sup>(3)</sup>
1997-98	28,584,267	27,289,014	95.5	97,291	27,386,305	95.8 <sup>(3)</sup>
1998-99	31,323,970	29,953,579	95.6	535,191	30,488,770	97.3 <sup>(3)</sup>
1999-00	34,882,207	33,648,046	96.5	399,734	34,047,780	97.6 <sup>(4)</sup>
2000-01	44,478,517	42,527,424	95.6	223,929	42,751,353	96.1 <sup>(4)</sup>
2001-02	49,406,147	46,872,967	94.9	357,339	47,230,306	95.6 <sup>(4)</sup>
2002-03	62,185,910	59,320,649	95.4	436,181	59,756,830	96.1 <sup>(4)</sup>

(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, 2003

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<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>2003 ASSESSED TAXABLE VALUE</u>	<u>PERCENT OF TOTAL ASSESSED TAXABLE VALUATION</u>
Sprint - Florida, Inc.	Public Utility	\$ 147,100,002	1.58 %
Florida Power Corporation	Public Utility	107,490,675	1.16 %
Lake Cogen, Ltd.	Electrical Generating Plant	81,720,875	0.88 %
Sumter Electric Co-op, Inc.	Public Utility	65,112,216	0.70 %
Covanta Lake, Inc.	Incinerator	58,180,367	0.63 %
Summer Bay Partnership	Real Estate Development	49,602,520	0.53 %
Villages of Lake Sumter, Inc.	Real Estate Development	45,767,666	0.49 %
Cutrale Citrus Juices USA Inc.	Citrus Producer	33,338,353	0.36 %
SDG Macerich Properties, L.P.	Real Estate Development	28,627,510	0.31 %
Lake Port Square	Real Estate Development	<u>26,395,651</u>	<u>0.28 %</u>
		<u>\$ 643,335,835</u>	<u>6.92 %</u>

SOURCE: Lake County Property Appraiser (Includes both real and tangible personal property)

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>
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
2002-03	8,165,967,887	11,114,607,760	1,134,615,607	1,453,296,572

Note: The assessed value is one year behind the fiscal year. For example, the assessed value at January 1, 2002 is for the fiscal year ended September 30, 2003.

<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>	
\$ 2,126,516	\$ 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
4,087,311	4,087,311	9,304,670,805	12,571,991,643	74.02

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

	FISCAL YEAR			
	<u>2002-03</u>	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>
<b>BOARD OF COUNTY COMMISSIONERS</b>				
General Revenue Fund	5.917	5.117	5.117	4.733
Stormwater Municipal Services Taxing Unit	0.400	0.300	0.20	0.100
<b>TOTAL GENERAL COUNTY</b>	<u>6.317</u>	<u>5.417</u>	<u>5.317</u>	<u>4.833</u>
<b>BOARD OF PUBLIC INSTRUCTION</b>				
Lake County Water Authority (Independent Special District) <sup>(1)</sup>	0.4819	0.500	0.500	0.500
<b>TOTAL COUNTY WIDE</b>	<u>15.1939</u>	<u>14.119</u>	<u>14.312</u>	<u>14.075</u>
<b>SPECIAL DISTRICTS</b>				
Dependent Districts				
Northeast Ambulance <sup>(2)</sup>	-	-	-	-
Northwest Ambulance <sup>(2)</sup>	-	-	-	-
Lake County Ambulance District <sup>(2)</sup>	0.5289	0.5289	0.550	0.316
Greater Hills Municipal Service Taxing Unit	-	-	-	-
Independent Districts				
South Lake County Hospital District	1.000	1.000	1.000	1.000
South Lake Ambulance	-	-	-	-
Southwest Florida Water Management	0.422	0.422	0.422	0.422
St. Johns River Water Management	0.462	0.462	0.472	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>1998-99</u>	<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>
4.733	4.733	4.909	4.927	5.135	5.135
-	-	-	-	-	-
<u>4.733</u>	<u>4.733</u>	<u>4.909</u>	<u>4.927</u>	<u>5.135</u>	<u>5.135</u>
9.190	9.100	9.228	9.678	8.515	8.938
<u>0.384</u>	<u>0.384</u>	<u>0.384</u>	<u>0.384</u>	<u>0.400</u>	<u>0.517</u>
<u>14.307</u>	<u>14.217</u>	<u>14.521</u>	<u>14.989</u>	<u>14.050</u>	<u>14.590</u>
-	-	-	-	-	0.222
-	-	-	-	-	0.222
0.268	0.158	0.158	0.222	0.222	-
-	-	-	-	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	0.422
0.482	0.482	0.482	0.482	0.482	0.470
-	-	-	-	-	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>2002-03</u>	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>
Astatula	2.500	2.350	2.250	2.250
Clermont	3.729	3.729	3.729	3.479
Eustis	5.487	5.487	5.237	5.237
Fruitland Park	3.890	3.890	3.890	3.890
Groveland	6.000	6.000	6.000	6.000
Howey-in-the-Hills	5.445	5.445	5.445	5.445
Lady Lake	2.200	2.720	2.720	2.720
Leesburg	4.500	4.500	4.500	4.500
Mascotte	5.999	5.999	5.999	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	5.420	4.420	4.420	4.420
Umatilla	5.990	5.750	5.514	5.514

SOURCE: Lake County Property Appraiser.

FISCAL YEAR

<u>1998-99</u>	<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>
2.000	1.750	1.500	1.500	1.300	1.030
2.979	2.979	2.979	2.979	2.979	2.979
5.350	5.400	5.500	5.817	5.990	6.140
3.390	3.390	3.390	3.390	3.390	3.390
6.000	6.000	6.000	6.000	6.000	6.000
5.445	5.445	5.445	5.490	5.490	5.490
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
3.390	3.500	3.970	4.190	4.500	4.750
2.990	2.990	2.990	2.990	2.990	2.990
6.181	6.181	6.181	6.181	6.450	6.450
4.420	4.420	4.420	4.420	4.420	4.420
5.514	5.514	5.514	5.514	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>
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
2003	4,626,720	4,165,000	119,744	4,284,744	108

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

	2003	2002	2001	2000	1999	1998
Sales and Use Tax	\$ 14,496.3	\$ 14,135.9	\$ 13,859.4	\$ 13,646.3	\$ 12,614.4	\$ 11,828.7

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
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	24,418	30,872	3.7	4.7
2001-02	231,072	**	31,772	4.7	5.4
2002-03	240,716	**	33,819	4.6	6.0

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>				
	2002-03	2001-02	2000-01	1999-00	1998-99
<b>COUNTY BUILDING PERMITS</b>	\$ <u>598,351,694</u>	\$ <u>559,067,616</u>	\$ <u>524,458,823</u>	\$ <u>367,091,568</u>	\$ <u>384,280,843</u>
<b>CITY BUILDING PERMITS</b>					
Astatula	*	*	*	*	*
Clermont	*	*	*	*	*
Eustis	32,054,421	31,801,473	21,839,852	23,321,652	24,327,507
Fruitland Park	4,525,494	4,187,659	3,841,884	3,746,334	4,361,278
Groveland	33,603,409	19,371,404	17,374,147	3,501,449 (1)	*
Howey-in-the-Hills	*	*	*	*	*
Lady Lake	22,832,033	41,779,301	46,968,610	39,913,041	38,675,526
Leesburg	46,981,942	50,197,375	40,117,564	31,013,346	67,464,433
Mascotte	15,873,338	7,760,059 (3)	7,675,870	6,719,008	3,121,055
Minneola	42,444,545	27,631,969	18,543,794	11,695,167 (2)	*
Montverde	*	*	*	*	*
Mount Dora	27,125,829	31,568,760	24,801,799	33,005,464	43,615,875
Tavares	33,343,107	37,690,829	109,426,007	30,027,530	14,667,658
Umatilla	<u>4,074,806</u>	<u>6,499,805</u>	<u>3,103,988</u>	<u>2,034,151</u>	<u>1,832,703</u>
<b>Total Cities</b>	<u>262,858,924</u>	<u>258,488,634</u>	<u>293,693,515</u>	<u>184,977,142</u>	<u>198,066,035</u>
<b>TOTAL ALL COUNTY</b>	<u>\$ 861,210,618</u>	<u>\$ 817,556,250</u>	<u>\$ 818,152,338</u>	<u>\$ 552,068,710</u>	<u>\$ 582,346,878</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.

FISCAL YEAR

1997-98	1996-97	1995-96	1994-95	1993-94
\$ <u>366,669,555</u>	\$ <u>329,425,934</u>	\$ <u>278,771,813</u>	\$ <u>201,100,009</u>	\$ <u>168,216,578</u>
*	*	*	*	*
*	*	*	*	*
19,120,489	21,172,264	15,746,863	18,654,366	17,313,880
2,790,825	2,331,704	1,828,407	1,052,733	1,666,303
*	*	*	*	*
*	*	*	*	*
36,739,789	153,737,241	17,751,034	16,738,895	21,673,091
88,007,011	40,515,712	27,549,929	13,777,328	23,374,024
1,961,903	1,549,925	2,323,212	2,687,932	3,022,336
*	*	*	*	*
*	*	*	*	*
18,903,576	18,077,502	20,593,678	18,156,173	17,718,565
13,703,408	12,134,986	25,392,701	8,313,065	16,725,475
<u>944,552</u>	<u>1,336,126</u>	<u>1,401,216</u>	<u>1,867,486</u>	<u>628,132</u>
<u>182,171,553</u>	<u>250,855,460</u>	<u>112,587,040</u>	<u>81,247,978</u>	<u>102,121,806</u>
<u>\$ 548,841,108</u>	<u>\$ 580,281,394</u>	<u>\$ 391,358,853</u>	<u>\$ 282,347,987</u>	<u>\$ 270,338,384</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>
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
2002-03	861,210,618	3,323,275,000	12,571,991,643

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
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
2002-03	228,913	50,455	92,627	186,741	33.2

LAKE COUNTY, FLORIDA  
MISCELLANEOUS STATISTICAL DATA  
SEPTEMBER 30, 2003

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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 139,291  
 DEMOCRATIC 48,150  
 REPUBLICAN 67,399  
 NO AFFILIATION 18,516  
 OTHER PARTIES 5,226  
 MALE VOTERS 64,364  
 FEMALE VOTERS 74,927

**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)

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
2003	4,599,251,047

**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, 2003

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**FIRE PROTECTION:** Lake County Municipal Taxing Unit for Fire Protection

**CORRECTIONS:** Current: Main Jail inmate capacity 969  
Average daily inmate population 860

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

TYPE OF SCHOOLS	<u>NUMBER</u>
Elementary	23
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)
Vocational (Adult)	1 (Lake Technical High)

**ADMINISTRATIVE PERSONNEL**

Instructional	2,392
Noninstructional	2,202
Administrative Staff	143

**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>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
Men (Full-Time)	415	388	325	326
Men (Part-Time)	664	643	606	581
Women (Full-Time)	664	597	540	524
Women (Part-Time)	1,507	1,566	1,410	1,388
Total	3,250	3,194	2,881	2,819

**SOURCES:**

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

LAKE COUNTY, FLORIDA  
 MISCELLANEOUS STATISTICAL DATA  
 SEPTEMBER 30, 2003

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**MAJOR EMPLOYERS:**

Company Name	# Employees
Lake County Public Schools	4,737
Villages of Lake-Sumter, Inc.	1,900
Leesburg Regional Medical Center	1,800
Lake County Government Offices	1,564
Florida Hospital/Waterman, Inc.	1,500
Sprint	719
G & T Conveyor Company	533
Lester Coggins Trucking, Inc.	500
Lake Port Square	400
Dura-Stress, Inc.	384

SOURCES: Metro Orlando Economic Development Commission - 2003  
 Lake County Government Offices (see below)  
 Lake County School Board

**LAKE COUNTY EMPLOYEES:**

	# Employees
Lake County Board of County Commissioners	692
Lake County Clerk of the Circuit Court	195
Lake County Property Appraiser	29
Lake County Tax Collector	58
Lake County Sheriff	582
Lake County Supervisor of Elections	8
Total	<u>1,564</u>

SOURCES: 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, 2003**

<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 Banking and Finance				
Federal Forestry Shared Revenue	10.665	None	\$ 115,820	\$ -
<b>Total U S Department of Agriculture</b>			<b>115,820</b>	<b>-</b>
<b>U S Department of Commerce</b>				
Direct:				
Coastal Zone Management Program - Water Resource Atlas	11.419	NA17OZ2113	63,339	-
<b>Total U S Department of Commerce</b>			<b>63,339</b>	<b>-</b>
<b>U S Department of Housing and Urban Development:</b>				
Direct:				
Community Development Block Grant (B-02-UC-12-0015)	14.218	N/A	873,550	-
Section 8 Housing (County Voucher FL 106 VO)	14.871	N/A	1,652,932	-
Section 8 Housing (Leesburg Voucher FL )	14.871	N/A	872,566	-
<b>Total U S Department of Housing and Urban Development</b>			<b>3,399,048</b>	<b>-</b>
<b>U S Department of Interior</b>				
Direct:				
Refuge Revenue Sharing	15.226	N/A	102	-
Payments in Lieu of Taxes	15.226	N/A	24,594	-
Scrub Jay Habitat Conservation Plan	15.615	N/A	49,189	-
<b>Total U S Department of Interior</b>			<b>73,885</b>	<b>-</b>
<b>U S Department of Justice</b>				
Direct:				
Local Law Enforcement Block Grant 02/04(2002-LB-BX-2649)	16.592	N/A	190,274	-
State Criminal Alien Assistance Program (SCAAP)	16.606	N/A	3,639	-
Indirect:				
Florida Department of Law Enforcement:				
Byrne Formula Grant - STAR IV	16.579	03-CJ-5A-06-45-01-090	30,007	-
Byrne Formual Grant - ACER IV	16.579	03-CJ-5A-06-45-01-091	3,655	-
Byrne Formula Grant - Middle School Resource Officer IV	16.579	03-CJ-5A-06-45-01-092	48,760	-
Byrne Formula Grant - Offender Based Tracking System (OBTS)	16.579	02-CJ-2H-06-45-01-033	8,612	-
COPS MORE/Mobile Data Terminals (Final)	16.710	2001-CL-WX-0072	1,714	-
COPS In School (FL03500)	16.710	2000-SH-WX-0558	113,463	-
Total Indirect			206,211	-
<b>Total U S Department of Justice</b>			<b>400,124</b>	<b>-</b>
<b>U S Department of Transportation</b>				
Indirect:				
Florida Department of Transportation:				
Local Agency Program (CR 44/Grand Island Shores)	20.205	AN349	123,868	-
Local Agency Program (Griffin Rd(CR44A/Sidewalk Proj)	20.205	AM919	18,915	-
Local Agency Program (South Tav-Lee Trail)	20.205	AM284	57,800	-
Local Agency Program (Lake Minneola, Phase II/ So Lee Tr)	20.205	AN038	26,054	-
5311 Operating Grant	20.509	AM732	145,550	-
5310 Capital Assistance Program (1 Bus, 2 Vans)	20.513	AL863	107,013	-

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2003**

<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>
5310 Capital Assistance Program (3 Buses)	20.513	None	162,505	-
Highway Safety Grant - Quality Control of Retroreflective Materials	20.600	AN323	45,000	-
Highway Safety Grant - Bus Wrap Traffic Safety Campaign	20.605	AN035	36,484	-
<b>Total U S Department of Transportation</b>			<b>723,189</b>	<b>-</b>
<b>Department of The Treasury</b>				
Direct:				
G.R.E.A.T Grant	21.053	N/A	3,897	-
<b>Total Department of The Treasury</b>			<b>3,897</b>	<b>-</b>
<b>General Services Administration</b>				
Direct:				
Federal Surplus Property	39.003	N/A	12,739	-
<b>Total General Services Administration</b>			<b>12,739</b>	<b>-</b>
<b>Office of Library Services</b>				
Indirect:				
Florida Department of State Division of Library and Info Services				
Born to Read	45.310	02-LSTA-E-09	84,090	-
Summer Reading	45.310	02-LSTA-D-10-F	7,500	-
<b>Total Office of Library Services</b>			<b>91,590</b>	<b>-</b>
<b>Department of Health and Human Services:</b>				
Indirect:				
Florida Department of Revenue:				
Child Support Enforcement	93.563	CC335	201,332	-
<b>Total Department of Health and Human Services</b>			<b>201,332</b>	<b>-</b>
<b>Department of Homeland Security</b>				
Direct:				
Public Assistance Grant - Firefighters Assistance	97.044	None	23,798	-
Indirect:				
Florida Department of Community Affairs				
Emergency Management Performance Grant (State and Local)	97.042	03-BG-04-06-45-01-035	26,463	-
S/L Emergency Ops Planning - COOP Plan	97.051	03-FT-1B-06-45-01-328	35,510	-
Citizen Corps	97.053	03-CT-95-06-45-01-377	6,677	-
Total Indirect			68,650	-
<b>Total Federal Emergency Management Agency</b>			<b>92,448</b>	<b>-</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 5,177,411</b>	<b>\$ -</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2003**

<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>Justice Administration</b>				
Dependency Counsel	21.001	None	\$ 77,137	\$ -
<b>Total Justice Counsel</b>			<b>77,137</b>	<b>-</b>
<b>Executive Office of the Governor:</b>				
Lake Apopka Area	31.029	None	20,982	-
<b>Total Executive Office of the Governor</b>			<b>20,982</b>	<b>-</b>
<b>Florida Department of Environmental Protection</b>				
Waste Tire Grant	37.015	WT334	31,204	-
<b>Total Florida Department of Environmental Protection</b>			<b>31,204</b>	<b>-</b>
<b>Florida Department of Agriculture and Consumer Affairs</b>				
Mosquito Control (Waste Tire and State Aid)	42.003	None	48,300	-
<b>Total Florida Department of Agriculture and Consumer Affairs</b>			<b>48,300</b>	<b>-</b>
<b>Florida Department of State</b>				
Local Arts	45.005	03-8014	4,536	-
Florida Arts License Plates Program	45.013	None	3,532	-
Literacy Grant (Adult Literacy)	45.025	03-FLL-04	25,000	-
State Aid FY01	45.030	01-ST-25	1,019	-
State Aid FY02	45.030	02-ST-25	82,766	-
State Aid FY03	45.030	03-ST-24	302,817	-
<b>Total Florida Department of State</b>			<b>419,670</b>	<b>-</b>
<b>Florida Department of Education</b>				
VSA Arts of Florida	48.000	PO 314764	1,600	-
<b>Total Florida Department of Education</b>			<b>1,600</b>	<b>-</b>
<b>Florida Department of Community Affairs</b>				
Emergency Management Preparedness and Assistance Grant Program	52.008	03BG-04-06-45-01-035	103,196	-
Florida Hazardous Materials Planning and Prevention Program	52.023	03CP-11-06-45-01-168	15,317	-
<b>Total Florida Department of Community Affairs</b>			<b>118,513</b>	<b>-</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2003**

<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	2,198,282	-
<b>Total Florida Housing Finance Corporation</b>			<b><u>2,198,282</u></b>	<b><u>-</u></b>
<b>Florida Department of Transportation</b>				
Commission for the Transportation Disadvantaged Trip and Equipment Grant	55.001	AL-971	505,707	-
Commission for the Transportation Disadvantaged Trip and Equipment Grant - Shirley Conroy	55.001	AM166	45,819	-
Commission for the Transportation Disadvantaged Planning Grant	55.002	AL-933	20,374	-
Public Transportation Joint Participation Agreement - Section 5310	N/A	AL863	13,377	-
County Incentive Grant Program - FM 410374-1-54-01 CR-44	55.008	AJ-759	5,178	-
Transportation Outreach Program - FM 410982-1-58-01 Hook St.	55.022	AJ-761	955,120	-
<b>Total Florida Department of Transportation</b>			<b><u>1,545,575</u></b>	<b><u>-</u></b>
<b>Florida Department of Health</b>				
County Grant	64.005	C2-035	42,468	30,018
<b>Total Florida Department of Health</b>			<b><u>42,468</u></b>	<b><u>30,018</u></b>
<b>Florida Department of Revenue</b>				
Digital Map Conversion Grant Program	73.023	None	75,000	-
<b>Total Florida Department of Health</b>			<b><u>75,000</u></b>	<b><u>-</u></b>
<b>Total Expenditures of State Financial Assistance</b>			<b><u>\$ 4,578,731</u></b>	<b><u>\$ 30,018</u></b>

## Lake County, Florida

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

Year ended September 30, 2003

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

##### **General**

The Schedule of Expenditures of Federal Awards and State Financial Assistance Projects 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 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 Projects

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 programs and state financial assistance projects for the year ended September 30, 2003. 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; and 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 for the year ended September 30, 2003.

## Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with 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 a major federal awards program 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 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*

February 20, 2004

Lake County, Florida

Schedule of Findings and Questioned Costs

For the year ended September 30, 2003

**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 award programs or state financial assistant 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 (County Voucher FL 106 VO)	14.871
<b>State Financial Assistance Projects</b>	<b>CSFA Number</b>
Florida Department of State: State Aid to Libraries	45.030
Florida Housing Finance Corporation: Affordable Housing (SHIP)	52.901
Florida Department of Transportation: Commission for the Transportation Disadvantaged	55.001
Transportation Outreach Program FM 410982-1-58-01	55.022

## Lake County, Florida

### - Schedule of Findings and Questioned Costs (Continued)

For the year ended September 30, 2003

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.

#### **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 audit of major federal programs required to be reported by Circular A-133 section\_.510.

##### **State Projects**

There were no findings related to 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, 2003

**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 Basic 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, 2003, and have issued our report thereon dated February 20, 2004. 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 of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported 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 opinion 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. However, we noted other matters involving the internal control over financial reporting, which we have reported to management in a separate letter dated February 20, 2004.

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*

February 20, 2004

## 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, 2003, and have issued our report thereon February 20, 2004.

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 February 20, 2004.

We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained *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

All prior year comments have been addressed.

### Current Year Comments

#### *SCT Accounting Applications*

The SCT accounting software used by the County was developed in the early 1990's, and is no longer supported by the vendor. While the software currently meets the needs of the County and the performance has been dramatically improved with new network servers, the County should consider replacing the SCT accounting software with current, supported financial accounting applications. The County relies on one individual to perform any enhancements or modifications to the programs, which presents a potential risk to business continuity. Additionally, newer applications may have additional functionality/features (i.e. e-commerce, graphical user interface screens, etc) that could be utilized by the County.

We recommend that the County perform a needs assessment to determine if a new system would be of benefit. We also recommend that the County consider cross-training personnel on its system to ensure business continuity.

*Management's Response:*

We agree with the recommendation and will request that the Board consider purchasing a new accounting system.

**Required Disclosures**

The County filed its annual financial report for the fiscal year ended September 30, 2003, 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 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, 2003. 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*

February 20, 2004

## 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, 2003 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 could be performed in other financial-related audits.

Service That We Could Provide	Our Responsibility Regarding Internal Controls	Our Responsibility Regarding Compliance with Laws and Regulations
<b>Financial Statement Audit—GAAS</b>	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.
<b>Financial Statement Audit—Government Auditing Standards</b>	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.
<b>OMB Circular A-133 and the Florida Single Audit Act</b>	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.

<b>Service That We Could Provide</b>	<b>Our Responsibility Regarding Internal Controls</b>	<b>Our Responsibility Regarding Compliance with Laws and Regulations</b>
<b>Examination-level attestation</b>	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..	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.
<b>Agreed-upon procedures level attestation</b>	We could be engaged to perform agreed-upon procedures related to management's written assertion 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 purpose.	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 purpose.