

# **LAKE COUNTY FLORIDA**

**Comprehensive Annual Financial Report**  
Fiscal Year Ended September 30, 2004

This page intentionally left blank.

**LAKE COUNTY, FLORIDA**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**For the Year Ended  
September 30, 2004**

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

**COUNTY FINANCE DEPARTMENT**

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

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

This page intentionally left blank.

**PRINCIPAL OFFICIALS  
LAKE COUNTY, FLORIDA**

**BOARD OF COUNTY COMMISSIONERS**

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

**ELECTED COUNTY OFFICIALS**

James C. Watkins ..... Clerk of the Circuit Court  
Ed Havill..... Property Appraiser  
Fred Cobb..... Sheriff  
Emogene W. Stegall ..... Supervisor of Elections  
Bob McKee ..... Tax Collector

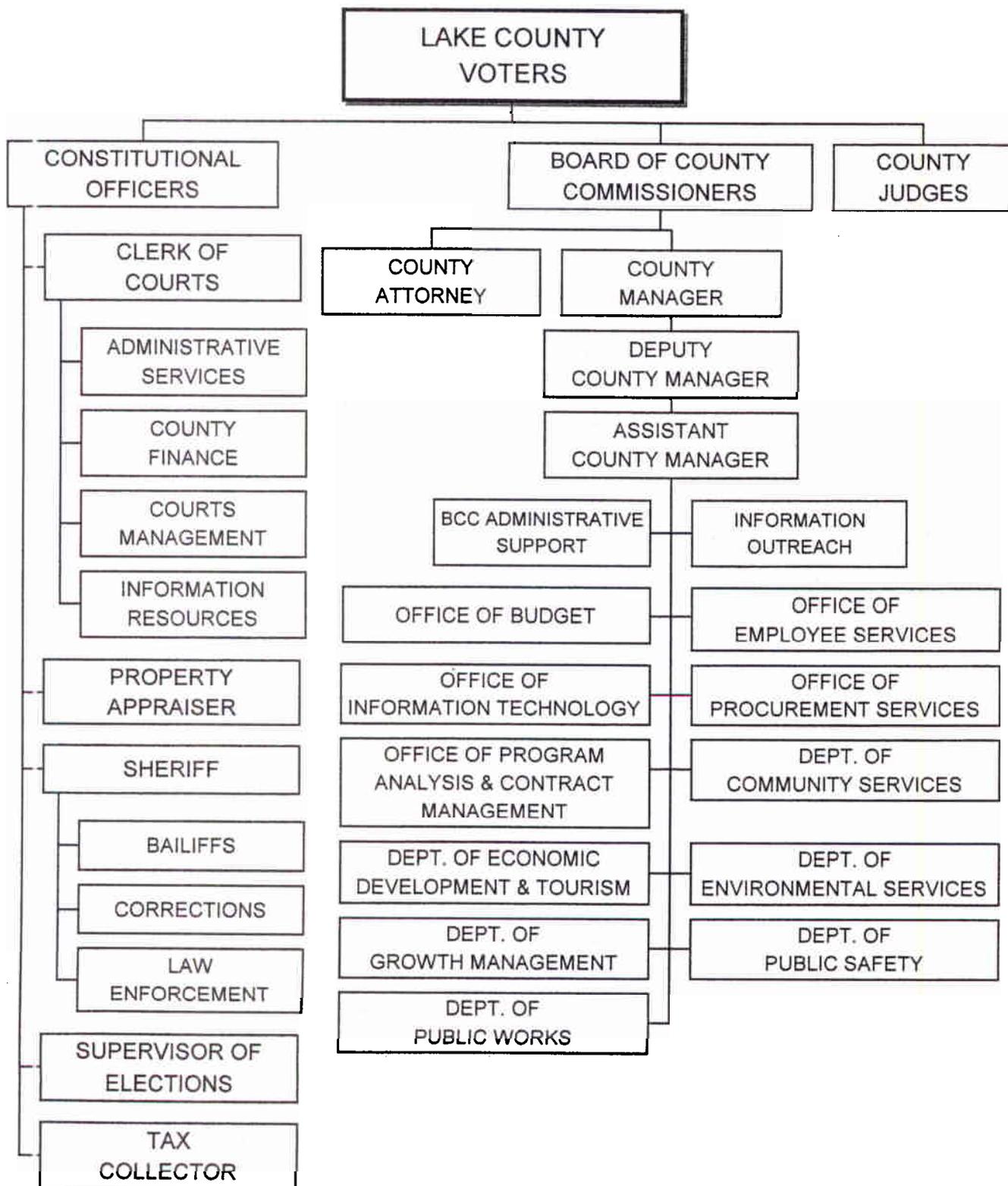
**APPOINTED COUNTY OFFICIALS**

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

This page intentionally left blank.

## **ORGANIZATIONAL CHART**

# LAKE COUNTY ORGANIZATIONAL CHART LAKE COUNTY, FLORIDA September 30, 2004



LAKE COUNTY, FLORIDA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2004  
 TABLE OF CONTENTS

---

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

LAKE COUNTY, FLORIDA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2004  
 TABLE OF CONTENTS

---

	<u>Page</u>
II. <u>FINANCIAL SECTION</u> (Continued)	
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Major Special Revenue Fund - Road Impact Fees	46
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Major Special Revenue Fund - County Sales Tax	47
Statement of Net Assets - Proprietary Funds	48
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	49
Statement of Cash Flows - Proprietary Funds	50
Statement of Fiduciary Assets and Liabilities - Fiduciary Funds	52
Notes to Financial Statements	53
Combining and Individual Fund Statements and Schedules: Combining Balance Sheet - Nonmajor Governmental Funds	88
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	96
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:	
All Nonmajor Funds	104
Major Fund: Sales Tax Capital Projects	137
Combining Statement of Net Assets - Internal Service Funds	140
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets - Internal Service Funds	142
Combining Statement of Cash Flows - Internal Service Funds	144
Combining Statement of Fiduciary Assets and Liabilities	148
Combining Statement of Changes in Assets and Liabilities All Agency Funds	156

LAKE COUNTY, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2004  
TABLE OF CONTENTS

---

	<u>Page</u>
III. <u>STATISTICAL SECTION</u>	
Government-wide information:	
Government-wide Expenses by Function	171
Government-wide Revenues	171
Fund information:	
General Governmental Expenditures by Function	172
General Governmental Revenues by Source	174
Property Tax Levies and Collections	176
Top Ten Taxpayers	177
Assessed and Estimated Actual Value of Taxable Property	178
Property Tax Rates - Direct and Overlapping Governments	180
Property Tax Rates - All Overlapping Governments	182
Sales Tax Revenue Bond Compliance - Sales and Use Tax Revenues	184
Demographic Statistics	185
Lake County Construction	186
Property Value, Construction and Bank Deposits	188
Special Assessment Collections	189
Miscellaneous Statistical Data	190

LAKE COUNTY, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2004  
TABLE OF CONTENTS

---

	<u>Page</u>
IV. <u>SINGLE AUDIT</u>	
Schedule of Expenditures of Federal Awards and State Financial Assistance	194
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	198
Report of Independent Certified Public Accountants on Compliance with Requirements Applicable to each Major Federal Awards Program and State Financial Assistance Projects and on Internal Control over Compliance in Accordance with OMB Circular A-133 Section 215.97 Florida Statutes, and Chapter 10.550, Rules of the Auditor General	199
Schedule of Findings and Questioned Costs	202
V. <u>OTHER REPORTS</u>	
Report of Independent Certified Public Accountants on Internal Control over Financial Reporting and on Compliance and other Matters Based on an Audit Performed in Accordance with <i>Government Auditing         Standards</i>	204
Management Letter	206

## **LETTERS OF TRANSMITTAL**

This page intentionally left blank.



*Clerk of the Circuit Court*

March 31, 2005

The Honorable Board of County Commissioners  
Lake County, Florida

The Comprehensive Annual Financial Report of Lake County, Florida, as of September 30, 2004, and for the 2003-2004 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 2003 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, 2004, include all of the Constitutional Officers, dependent special districts, and other agencies of the County. It is my belief that the accompanying fiscal year 2004 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

March 31, 2005

Page Two

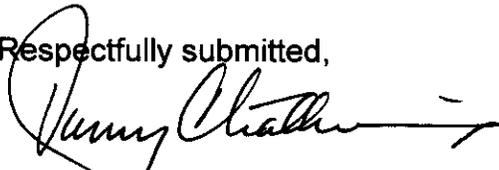
In accordance with the above mentioned guidelines, the accompanying report consists of five parts:

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 internal control over financial reporting and on compliance and other matters, and the management letter.

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

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

Respectfully submitted,



James C. Watkins  
Clerk of Circuit Court

Attachment



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

*Clerk of the Circuit Court*

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

---

March 31, 2005

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, 2004. 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, 2004 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 251,878. 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 and Property Appraiser, are required to submit their budget requests to the Board by June 1. The Tax Collector and Property Appraiser must submit their budgets to the State of Florida Department of Revenue. 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 returned to the Board.

The budget is prepared by fund, department, and object code. After the budget is adopted, no transfers can be made between funds without a public hearing. Certain transfers within a department may be approved by the County Manager or by the Board, depending on the dollar amount. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget is adopted. For the general fund, this comparison is on page 44 as part of the basic financial statements for governmental funds. For other governmental funds, the comparison for each fund for which a budget has been adopted is presented on pages 46, 47 and 104 to 137.

### **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 Carroll Fulmer Trucking, 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 and a Fasttrack Permitting process for industrial and manufacturing projects.

The County's labor force stands at over 103,000 with County unemployment at 3.8%. Both Florida and the National unemployment rates are higher at 4.5% and

5.1%, 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 2005 point to continued growth.

**Long-term Financial Planning.** As a part of the budget and planning process, the County has prepared a master space and facilities plan. Two objectives of the space plan were to ensure maximum use of existing County-owned facilities and sites and to propose cost effective solutions for new space and infrastructure. The study estimated that the County will need an additional 200,000 square feet of space by 2010. Additional workshops are scheduled to discuss the study and develop a long range plan.

In the meantime, the following projects are planned for in the near term with the estimated cost indicated:

- South Lake Annex-\$2,175,000
- Improvements to the Judicial Center-\$1,500,000
- Improvements to the Jail-\$1,470,000
- BCC Records Storage Facility-\$2,189,000
- Road construction and resurfacing-\$7,208,000

Funding for these projects will come from infrastructure sales taxes for eligible projects or from general fund revenues. The County secured a line of credit of \$15,000,000 with a local bank to provide interim funding for road and building projects. No draws were made during 2004. Grant funding will be requested where such funds are available.

Other long term issues that are of major concern to the County include:

- Revision of the County's Comprehensive Plan: The County is in the process of a full revision of its comprehensive plan for the first time since

its original adoption in 1991. This plan will guide the development of the county over the next 10 years.

- **Solid Waste Master Plan:** The existing Solid Waste Master plan was developed in 1990. An update to the plan that would handle the County's solid waste needs through 2025 is in process.

## **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). The County's investment policy outlines investment goals and objectives. The primary objectives are safety of capital and maintaining adequate liquidity to meet maturing obligations. 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 4.40%.

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 County's investment in the Trust earned about 1% for the 12 months ending September 30, 2004.

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, 2004.

### **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 2004 was \$6,827,932. 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, 2003. 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 accounting principles generally accepted in the United States.

A Certificate of Achievement is valid for a period of one year only. The County has received a Certificate of Achievement for the last 23 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 13 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 black ink, appearing to read "Barbara Lehman". The signature is fluid and cursive, with a prominent "B" and "L".

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

This page intentionally left blank.

# **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, 2003

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.



*Nancy L. Zielke*

President

*Jeffrey R. Emmer*

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, the 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, 2004, 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. We were not engaged to perform an audit of the County's internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly we express no such opinion. An audit includes 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. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, each major fund and the aggregate remaining fund information of Lake County, Florida as of September 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison information 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 7, 2005 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 19 through 32 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. 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 it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements and schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections of this report 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*

January 7, 2005

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

This page intentionally left blank.

## **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, 2004. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the letters of transmittal, which can be found at pages 3 to 11 of this report.

### **Financial Highlights**

- Lake County's assets exceeded its liabilities at September 30, 2004 by \$334,282,800 (net assets). Of this amount, \$40,700,478 (unrestricted net assets) may be used to meet the County's ongoing obligations to its citizens and creditors.
- The County's total net assets increased \$39,454,661 over the previous year with \$34,042,288 of the increase resulting from governmental activities and \$5,412,373 resulting from business-type activity.
- At September 30, Lake County's governmental fund statements report combined ending fund balances of \$114,328,713, an increase of \$20,942,905 over the previous fiscal year. Of this amount, \$104,294,650 remains in the various fund types of the County as unreserved.
- The General Fund, the County's primary operating fund, reported an unreserved fund balance of \$22,862,698, and a decrease in total fund balance from the last fiscal year of \$1,609,067. The unreserved general fund balance of \$22,862,698 represents 27% of total general fund expenditures.
- Total bonded debt outstanding at year-end amounted to \$4,085,000. There were no new borrowings in 2004, however, the County secured a \$15 million line of credit with a local bank to provide interim funding for sales tax projects. No draws were made in 2004.

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

This discussion and analysis is intended to serve as an introduction to Lake County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. There is additional supplementary information following the financial statements that may be of interest to the reader.

## **Government-wide financial statements**

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

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

The **Statement of Activities** presents information showing how the County's net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, accounts payable and earned but unused vacation leave.)

Both statements attempt to distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activity). Governmental activities include general government, public safety, physical environment, transportation, economic environment, human services, culture and recreation, and court-related 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 36 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, 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 32 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

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

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

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

Internal service funds are an accounting tool used to accumulate and allocate costs internally among various functions. The County uses internal service funds to account for its fleet of vehicles, and for its self-insured health and general liability programs. Because both of these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The Landfill Enterprise Fund is considered to be a major fund of the County.

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

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs.

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

**Notes to financial statements.** The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 53 to 79 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 167 of this report.

### **Government-wide Financial Analysis**

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 assets exceed liabilities by \$320,120,009 at September 30, 2004.

By far the largest portion of the County's governmental activities net assets (63%) 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.

The following is a summary of Lake County net assets for governmental and business-type activities for 2004 and 2003, with amounts expressed in thousands.

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

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activity</u>			
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
<b>Current and other assets</b>	\$ 147,092	\$ 114,781	\$ 21,393	\$ 17,409	\$ 168,485	\$ 132,190
<b>Capital Assets</b>	201,925	194,435	7,268	8,346	209,193	202,781
<b>Total Assets</b>	<u>349,017</u>	<u>309,216</u>	<u>28,661</u>	<u>25,755</u>	<u>377,678</u>	<u>334,971</u>
<b>Long-term liabilities outstanding</b>	7,213	6,385	11,409	13,343	18,622	19,728
<b>Other liabilities</b>	21,684	16,753	3,089	3,662	24,773	20,415
<b>Total Liabilities</b>	<u>28,897</u>	<u>23,138</u>	<u>14,498</u>	<u>17,005</u>	<u>43,395</u>	<u>40,143</u>
<b>Net Assets:</b>						
<b>Invested in capital assets, net of related debt</b>	201,843	194,325	3,338	4,448	205,182	198,773
<b>Restricted</b>	87,460	64,048	941	1,738	88,401	65,786
<b>Unrestricted</b>	30,817	27,705	9,884	2,564	40,700	30,269
<b>Total net assets</b>	<u>\$ 320,120</u>	<u>\$ 286,078</u>	<u>\$ 14,163</u>	<u>\$ 8,750</u>	<u>\$ 334,283</u>	<u>\$ 294,828</u>

An additional portion of the County's governmental activities net assets (27%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted governmental activities net assets (\$30,816,738) 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 (24%) and amounts restricted for landfill closure and post closure care costs (7%). Unrestricted net assets of \$9,883,740 may be used to meet ongoing solid waste obligations.

**Governmental activities**

Governmental activities account for 96% of the County's net assets. One of the major components of general revenue collected by governmental activities is property taxes. In 2004, property taxes were assessed at a millage rate of 5.917 mills for the general fund, the same rate as in 2003. Property taxes collected amounted to \$66,364,124 an increase of \$6,607,295 over the prior year. This increase was due to an increase of 11.6% in assessed valuation. Other taxes

amounted to \$18,810,969 and include infrastructure sales tax (\$9,017,710), gas taxes (\$6,785,230), communications services taxes (\$1,201,064) and tourist development taxes (\$1,806,965).

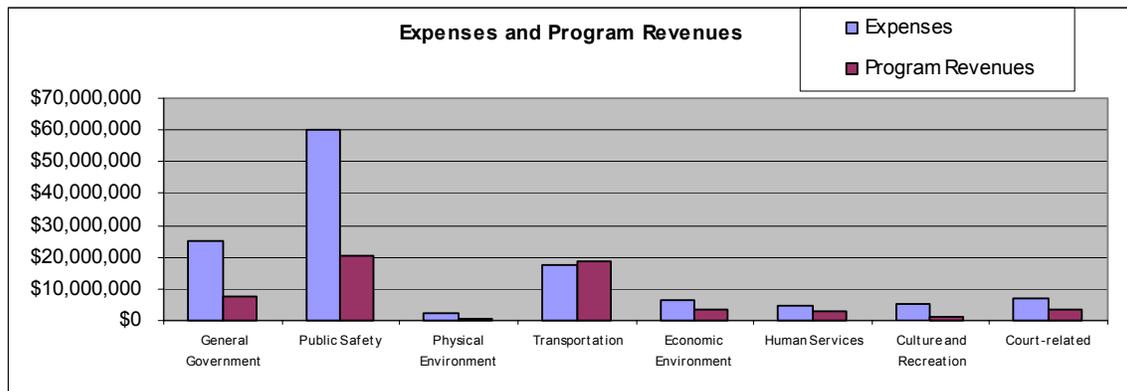
Other variances in governmental activities include:

- 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 .5 mills in total, the final 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 6.5% over the rolled back rate. Additional collections from these two changes amounted to about \$1.2 million.
- Charges for services were about \$6.3 million higher in 2004. This increase includes the fire structure assessment which increased about \$38 for each residential unit and commercial rates were also increased. In addition, revenues from building permits were higher due to increased construction activity.
- Operating and capital grants increased approximately \$13 million over 2003. This increase consists primarily of \$5.2 million expected to be received from FEMA and the state of Florida for reimbursement of hurricane-related expenses. State Housing Initiative Partnership funds were also higher by about \$1.2 million based on increased recording revenue.
- Public safety expenses were higher by \$9.6 million in 2004. About \$5.6 million of this increase includes expenses incurred for hurricane preparation and debris removal for the three hurricanes the County experienced in August and September of 2004. About \$5.2 million of this amount is expected to be reimbursed by FEMA and the state as mentioned above. In addition, Sheriff expenses were \$3.2 million higher in 2004.
- The General Fund transferred out to the Landfill Fund .1 mills of ad valorem taxes or \$8,013,954. These funds were needed for operating expenses and debt service, further discussed under business activities.

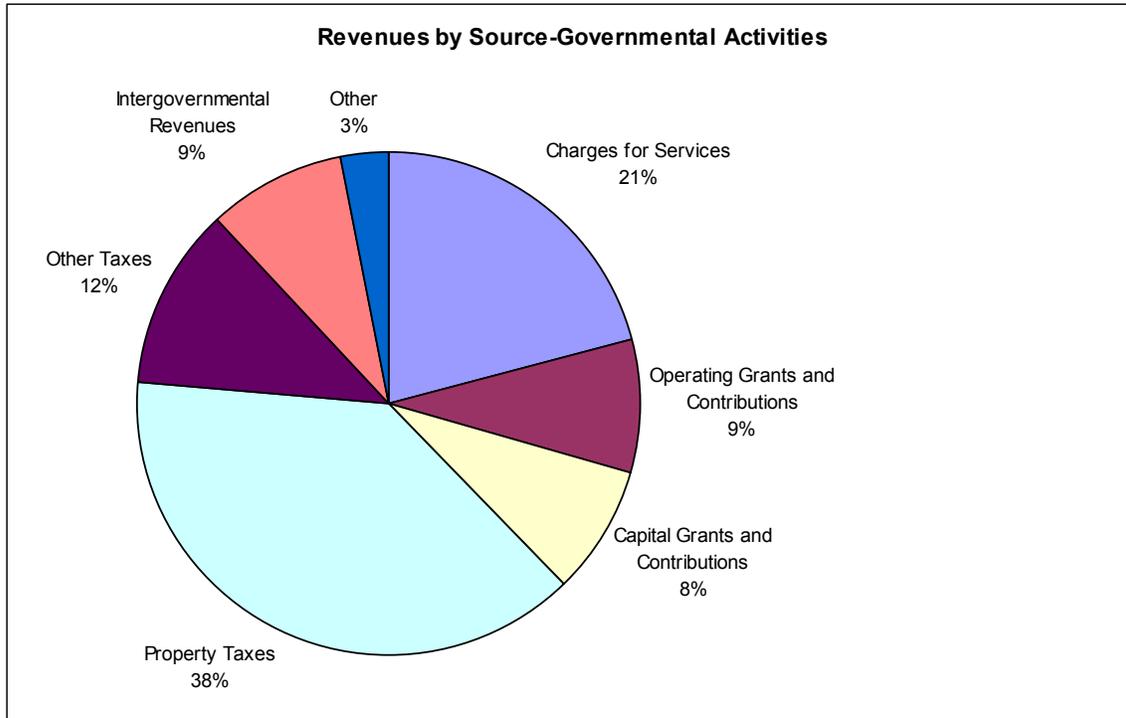
The following is a summary of Lake County governmental and business-type activities for 2004 and 2003, including revenues and expenses, with amounts expressed in thousands:

	<u>Governmental Activities</u>		<u>Business-type Activity</u>		<u>Total</u>	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for services	\$ 38,421	\$ 32,155	\$ 15,189	\$ 13,837	\$ 53,610	\$ 45,992
Operating grants and contributions	19,814	13,366	24	31	19,838	13,397
Capital grants and contributions	19,332	12,850	-	-	19,332	12,850
<b>General Revenues:</b>						
Property taxes	66,364	59,757	-	-	66,364	59,757
Other taxes	18,811	18,269	-	-	18,811	18,269
Intergovernmental	16,280	13,894	-	-	16,280	13,894
Other	4,370	4,608	1,044	1,368	5,414	5,976
<b>Total Revenues</b>	<b>183,392</b>	<b>154,899</b>	<b>16,257</b>	<b>15,236</b>	<b>199,649</b>	<b>170,135</b>
<b>Expenses:</b>						
General government	27,344	25,181	-	-	27,344	25,181
Public safety	69,980	60,370	-	-	69,980	60,370
Physical environment	1,756	2,304	-	-	1,756	2,304
Transportation	17,561	17,657	-	-	17,561	17,657
Economic environment	6,271	6,418	-	-	6,271	6,418
Human Services	5,100	4,451	-	-	5,100	4,451
Culture and recreation	5,735	5,096	-	-	5,735	5,096
Court-related	7,302	7,208	-	-	7,302	7,208
Interest on long-term debt	226	486	-	-	226	486
Landfill	-	-	18,918	19,627	18,918	19,627
<b>Total Expenses</b>	<b>141,275</b>	<b>129,171</b>	<b>18,918</b>	<b>19,627</b>	<b>160,193</b>	<b>148,798</b>
<b>Increase in net assets before transfers</b>	<b>42,117</b>	<b>25,728</b>	<b>(2,661)</b>	<b>(4,391)</b>	<b>39,456</b>	<b>21,337</b>
<b>Transfers</b>	<b>(8,074)</b>	<b>(7,349)</b>	<b>8,074</b>	<b>7,349</b>	<b>-</b>	<b>-</b>
<b>Increase in net assets</b>	<b>34,043</b>	<b>18,379</b>	<b>5,413</b>	<b>2,958</b>	<b>39,456</b>	<b>21,337</b>
<b>Net Assets beginning</b>	<b>286,077</b>	<b>267,698</b>	<b>8,750</b>	<b>5,792</b>	<b>294,827</b>	<b>273,490</b>
<b>Net Assets ending</b>	<b>\$ 320,120</b>	<b>\$ 286,077</b>	<b>\$ 14,163</b>	<b>\$ 8,750</b>	<b>\$ 334,283</b>	<b>\$ 294,827</b>

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



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



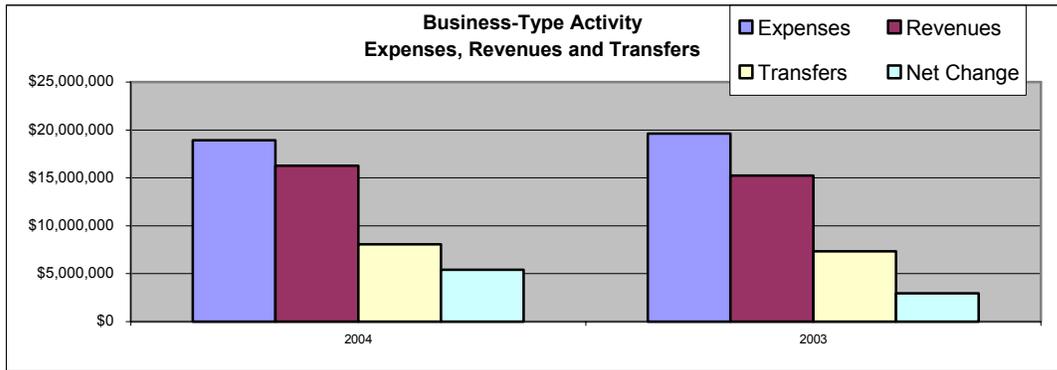
**Business-type activity.**

The County has only one business-type activity which is the solid waste management system. The system consists of an incinerator operated by an outside vendor, two operating landfills and four closed landfills. The two operating landfills are the Phase II landfill and 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 has been in litigation with Covanta for several years. However, shortly after year end the County settled its dispute regarding service fee payments and entered into a new waste disposal agreement for the operation of the plant. The new agreement will save the County about \$26 million over the next 10 years. In addition, the bonds used to construct the plant were refunded resulting in a net present value savings of \$4,731,800. The refunding bond of \$55,515,196 was issued by a local bank at a rate of 4.16% and a term of 10 years. The bond is recorded on the books of Covanta, Inc. The County's obligation is to pay the debt service through the waste disposal agreement.

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 \$5,412,373, compared to an increase of \$2,958,260 in 2003. The County started universal collection for all residents in the unincorporated area of the county beginning in 2003. This means that both collection and disposal are collected through a special assessment on the tax bill. The County then pays the haulers for collection and this amount is included in contractual services. The tipping fee was reduced from about \$90 per ton to \$45 per ton in 2003 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 \$8,013,954 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, 2004 was \$114,328,713. Of this amount, \$104,294,650 was included in unreserved fund balance with the remainder of \$10,034,063 reserved for encumbrances, inventories, and prepaid expenses. The combined ending fund

balance at the end of 2003 was \$93,385,808, a net increase in 2004 of \$20,942,905.

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, 2004 was \$22,862,698 compared to \$25,011,515 at the end of 2003. This decrease can be attributed to expenditures incurred in September primarily for debris removal after the County was hit by three hurricanes. These expenses totaled approximately \$5.6 million. Most of this amount will be reimbursed by FEMA or the state of Florida.

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 increased significantly from the prior year, from increased construction activity as the rates were essentially the same for both years. Collections were \$16,336,704 in 2004 and \$10,987,280 in 2003. Expenditures were lower in 2004, \$6,285,257 compared to \$12,884,044 in 2003. Several large projects were completed in 2004 resulting in the decrease to expenditures.

**County Sales Tax:** This fund is used to account for the extra penny sales tax that was authorized for an additional fifteen years by the voters of Lake County in November, 2001, with the revenues being divided equally among the County, cities and school district. The prior allocation was one half to the County and one half to the cities. 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 2004 amounted to \$9,017,709 compared to \$9,960,908 in 2003. Fiscal year 2004 was the first full year of collections with the new allocation which began January 1, 2003. These funds were transferred to the Sales Tax Capital Projects funds discussed below.

**Sales Tax Capital Projects:** This fund is used to account for capital projects constructed using sales tax revenues discussed above. Projects completed

during 2004 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 decreased by \$982,832 from the prior year. The majority of this decrease was from a decrease in the estimate of closing and long term care costs for the County’s operating and closed landfills. Other expenses were consistent with the prior year.

### **General Fund Budgetary Highlights**

Differences between the original budget and the final amended budget were \$6,625,170 (increase in expenditures) and can be briefly summarized as follows:

- General government increases in the amount of \$890,227 primarily for savings in energy management, building maintenance and administrative services.
- Public safety increases of \$5,826,897 for hurricane preparation, supplies and debris removal.
- Court-related expenditures decreases of \$1,044,354 primarily for the implementation of Article V which transferred most of the funding for court operations, the state attorney and public defender to the State of Florida.

These variances were offset by increases to intergovernmental revenues for reimbursement of hurricane expenditures by FEMA and the State of Florida.

Actual expenditures in the General Fund were under budget by \$6,851,802. A brief description of these differences follows:

- General government decreases of \$2,848,113 consisting primarily of \$1,079,479 for savings in repairs and maintenance and energy management; \$1,006,055 for lower costs than expected for administrative services and growth management and \$638,134 in funds returned by constitutional officers.
- Public safety increases of \$109,067 primarily from overspending for hurricane expenditures of \$991,516 which was offset by decreases of \$451,064 for emergency management equipment and unspent homeland security grant funds and other decreases by the Sheriff and constitutional officers.

- Economic environment decreases of \$684,305 primarily from less funds used by the Jobs Growth Incentive fund.
- Human services decreases of \$1,240,296 resulting from lower costs for Medicaid/Medicare than anticipated.
- Culture and recreation decreases of \$918,021 primarily from boating improvement funds and grants that were not spent.
- Court related decreases of \$949,321 from the implementation of Article V.

### **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, 2004, amounts to \$209,193,925 (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 2004.

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:

- Construction of roads and countywide resurfacing projects-\$3,063,838
- Improvements to the Judicial Center parking lot including the installation of bollards and increased security-\$1,209,235
- 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-\$868,450
- Equipment including vehicles for the Sheriff's Office and voting machines-\$625,226

The following is a summary of Lake County's capital assets for governmental and business-type activities for 2004 and 2003, net of accumulated depreciation, with amounts expressed in thousands.

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

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
<b>Land</b>	\$ 7,729	\$ 6,167	\$ 2,913	\$ 2,944	\$ 10,642	\$ 9,111
<b>Buildings</b>	63,938	65,723	1,515	1,601	65,453	67,324
<b>Improvements other than buildings</b>	7,018	443	1,618	2,214	8,636	2,657
<b>Machinery and equipment</b>	15,834	15,905	1,152	1,517	16,986	17,422
<b>Infrastructure</b>	96,252	95,240	-	-	96,252	95,240
<b>Construction in progress</b>	11,154	10,957	70	70	11,224	11,027
<b>Total</b>	<u>\$ 201,925</u>	<u>\$ 194,435</u>	<u>\$ 7,268</u>	<u>\$ 8,346</u>	<u>\$ 209,193</u>	<u>\$ 202,781</u>

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

**Long-Term debt**

At September 30, 2004, Lake County had bonded debt outstanding of \$4,085,000 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 \$9,000,000 at year end. The note is due in annual payments of \$1,000,000 for nine 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 3.8% compared to 4.5% for the state and 5.1% for the nation. Last year’s rate for the County was 4.4%.
- Inflation nationally as indicated by the consumer price index is 3.2%.

- Return on investments for the upcoming year will be higher as interest rates are starting to increase. Short term (less than 90 days) interest rates are about 1.70% compared to 1.32% at the end of last fiscal year.

All of these factors were considered in preparing the County's budget for the 2005 fiscal year. In addition, at its final budget hearing on September 28, 2004, the Board adopted the following millage rates:

- General Fund: 5.817 mills.
- Stormwater: .5 mills
- 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, 2004

<b>Assets</b>	<b>Governmental Activities</b>	<b>Business-Type Activity</b>	<b>Total</b>
<b>Current Assets:</b>			
Cash and Cash Equivalents	\$ 128,033,224	\$ 16,033,309	\$ 144,066,533
Other Investments	5,733,468	-	5,733,468
Restricted Cash and Cash Equivalents	-	76,349	76,349
Accounts Receivable	324,859	850,807	1,175,666
Due from Other Governments	11,425,153	7,757	11,432,910
Inventories	1,195,325	-	1,195,325
Prepaid Items	22,746	-	22,746
<b>Total Current Assets</b>	<b>146,734,775</b>	<b>16,968,222</b>	<b>163,702,997</b>
<b>Noncurrent Assets:</b>			
Restricted Cash and Cash Equivalents	-	2,989,837	2,989,837
Assessments Receivable	287,967	-	287,967
Deferred Charge	68,797	1,434,091	1,502,888
Land and Other Nondepreciable Assets	18,883,523	2,983,249	21,866,772
Capital Assets, Net of Accumulated Depreciation	183,041,654	4,285,499	187,327,153
<b>Total Noncurrent Assets</b>	<b>202,281,941</b>	<b>11,692,676</b>	<b>213,974,617</b>
<b>Total Assets</b>	<b>349,016,716</b>	<b>28,660,898</b>	<b>377,677,614</b>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts Payable	9,043,822	1,716,464	10,760,286
Retainage Payable	729,503	-	729,503
Accrued Liabilities	3,148,116	188,002	3,336,118
Due to Other Governments	862,213	-	862,213
Deposits	2,741,169	51,677	2,792,846
Estimated Claims Payable	2,131,149	-	2,131,149
Current Portion of Long Term Obligations	3,027,784	1,133,129	4,160,913
<b>Total Current Liabilities</b>	<b>21,683,756</b>	<b>3,089,272</b>	<b>24,773,028</b>
<b>Noncurrent Liabilities:</b>			
Noncurrent Portion of Long Term Obligations	7,212,951	54,560	7,267,511
Note Payable	-	8,000,000	8,000,000
Landfill Closure and Post Closure Care Costs	-	3,354,275	3,354,275
<b>Total Noncurrent Liabilities</b>	<b>7,212,951</b>	<b>11,408,835</b>	<b>18,621,786</b>
<b>Total Liabilities</b>	<b>28,896,707</b>	<b>14,498,107</b>	<b>43,394,814</b>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	201,843,267	3,338,233	205,181,500
Restricted for Closure and Post Closure Care Costs	-	940,818	940,818
Restricted for Transportation Expenses	38,273,600	-	38,273,600
Restricted for Capital Projects	18,305,620	-	18,305,620
Restricted for Public Safety	11,973,926	-	11,973,926
Restricted for Debt Service	3,933,304	-	3,933,304
Restricted for Other Purposes	14,973,554	-	14,973,554
Unrestricted	30,816,738	9,883,740	40,700,478
<b>Total Net Assets</b>	<b>\$ 320,120,009</b>	<b>\$ 14,162,791</b>	<b>\$ 334,282,800</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, 2004**

<b>Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Governmental Activities:</b>				
General Government	\$ 27,344,018	\$ 8,097,651	\$ 3,921	\$ -
Public Safety	69,980,299	23,875,412	5,945,694	1,114,169
Physical Environment	1,755,642	400,098	149,469	155,676
Transportation	17,561,320	1,249,337	5,502,325	16,902,806
Economic Environment	6,270,619	-	3,363,545	-
Human Services	5,099,847	98,908	3,805,478	-
Culture and Recreation	5,735,356	350,149	477,453	1,160,006
Court-Related	7,302,645	4,349,341	268,637	-
Interest on Long-Term Debt	225,880	-	297,667	-
<b>Total Governmental Activities</b>	<b>141,275,626</b>	<b>38,420,896</b>	<b>19,814,189</b>	<b>19,332,657</b>
<b>Business-Type Activity:</b>				
Landfill	18,917,952	15,189,107	24,232	-
<b>Total</b>	<b>\$ 160,193,578</b>	<b>\$ 53,610,003</b>	<b>\$ 19,838,421</b>	<b>\$ 19,332,657</b>

**General Revenues**

Taxes:

Property Taxes

Sales Taxes

Gas Taxes

Communication Services Tax

Other

Intergovernmental Revenues

Investment Income

Miscellaneous

**Transfers**

**Total General Revenues and Transfers**

**Change in Net Assets**

**Net Assets at Beginning of Year**

**Net Assets at End of Year**

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

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

<b>Governmental Activities</b>	<b>Business-Type Activity</b>	<b>Total</b>
\$ (19,242,446)	\$ -	\$ (19,242,446)
(39,045,024)	-	(39,045,024)
(1,050,399)	-	(1,050,399)
6,093,148	-	6,093,148
(2,907,074)	-	(2,907,074)
(1,195,461)	-	(1,195,461)
(3,747,748)	-	(3,747,748)
(2,684,667)	-	(2,684,667)
71,787	-	71,787
<b>(63,707,884)</b>	<b>-</b>	<b>(63,707,884)</b>
-	(3,704,613)	(3,704,613)
<b>(63,707,884)</b>	<b>(3,704,613)</b>	<b>(67,412,497)</b>
66,364,124	-	66,364,124
9,017,710	-	9,017,710
6,785,230	-	6,785,230
1,201,064	-	1,201,064
1,806,965	-	1,806,965
16,280,107	-	16,280,107
2,627,975	546,692	3,174,667
1,741,438	495,853	2,237,291
(8,074,441)	8,074,441	-
<b>97,750,172</b>	<b>9,116,986</b>	<b>106,867,158</b>
<b>34,042,288</b>	<b>5,412,373</b>	<b>39,454,661</b>
<b>286,077,721</b>	<b>8,750,418</b>	<b>294,828,139</b>
<b>\$ 320,120,009</b>	<b>\$ 14,162,791</b>	<b>\$ 334,282,800</b>

**LAKE COUNTY, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2004**

<u>Assets</u>	<u>Major Special Revenue Funds</u>		
	<u>General Fund</u>	<u>Road Impact Fees</u>	<u>County Sales Tax</u>
Cash	\$ 2,765,518	\$ -	\$ -
Pooled Cash and Investments	31,821,379	30,400,008	1,143,540
Other Investments	-	-	-
Accounts Receivable	101,535	-	-
Assessments Receivable	-	-	-
Due from Other Funds	126,287	-	-
Intragovernmental Receivables	477,587	-	-
Due from Other Governments	1,473,830	1,367,455	911,916
Inventories	279,893	-	-
Prepaid Expenditures	14,346	-	-
<b>Total Assets</b>	<b>\$ 37,060,375</b>	<b>\$ 31,767,463</b>	<b>\$ 2,055,456</b>
 <b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 6,591,630	\$ 237,407	\$ -
Retainage Payable	331,351	7,868	-
Accrued Liabilities	1,936,147	-	-
Due to Other Funds	-	-	-
Intragovernmental Payables	334,915	-	-
Due to Other Governments	714,449	-	-
Deferred Revenue	62,664	-	-
Deposits	2,672,834	-	-
<b>Total Liabilities</b>	<b>12,643,990</b>	<b>245,275</b>	<b>-</b>
 <b>Fund Balances:</b>			
Reserved for Encumbrances	1,307,167	1,124,460	-
Reserved for Inventories	232,174	-	-
Reserved for Prepaid Expenditures	14,346	-	-
Unreserved, reported in			
General Fund	22,862,698	-	-
Special Revenue Funds	-	30,397,728	2,055,456
Debt Service Funds	-	-	-
Capital Projects Funds	-	-	-
<b>Total Fund Balances</b>	<b>24,416,385</b>	<b>31,522,188</b>	<b>2,055,456</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 37,060,375</b>	<b>\$ 31,767,463</b>	<b>\$ 2,055,456</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>		
\$ -	\$ 51,960	\$ 2,817,478
16,015,581	37,264,891	116,645,399
-	3,731,469	3,731,469
-	208,984	310,519
-	287,967	287,967
-	-	126,287
-	313,277	790,864
-	1,916,086	5,669,287
-	716,013	995,906
-	8,400	22,746
<b>\$ 16,015,581</b>	<b>\$ 44,499,047</b>	<b>\$ 131,397,922</b>
\$ 852,574	\$ 1,139,238	\$ 8,820,849
374,686	15,598	729,503
-	1,193,716	3,129,863
-	126,287	126,287
-	36,443	371,358
-	147,764	862,213
-	287,967	350,631
-	5,671	2,678,505
<b>1,227,260</b>	<b>2,952,684</b>	<b>17,069,209</b>
3,276,009	3,355,494	9,063,130
-	716,013	948,187
-	8,400	22,746
-	-	22,862,698
-	33,313,837	65,767,021
-	3,927,241	3,927,241
11,512,312	225,378	11,737,690
<b>14,788,321</b>	<b>41,546,363</b>	<b>114,328,713</b>
<b>\$ 16,015,581</b>	<b>\$ 44,499,047</b>	<b>\$ 131,397,922</b>

This page intentionally left blank.

**LAKE COUNTY, FLORIDA**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE NET ASSETS OF GOVERNMENTAL ACTIVITIES**  
September 30, 2004

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

<b>Fund balances-total governmental funds</b>	<b>\$</b>	<b>114,328,713</b>
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.		201,817,901
Long-term revenues for which recognition is deferred in the governmental funds are recorded as revenue in the statement of activities.		5,558,319
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.		8,522,774
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		<u>(10,107,698)</u>
<b>Net assets of governmental activities</b>	<b>\$</b>	<b><u><u>320,120,009</u></u></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 BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2004**

	<u>General</u>	<u>Major Special Revenue Funds</u>	
		<u>Road Impact Fees</u>	<u>County Sales Tax</u>
<b>Revenues</b>			
Taxes	\$ 59,550,627	\$ -	\$ 9,017,709
Licenses and Permits	501,936	-	-
Intergovernmental	17,014,678	225,550	-
Charges for Services	11,650,089	-	-
Fines and Forfeitures	1,540,535	-	-
Special Assessments	-	16,336,704	-
Investment Income	792,272	533,741	21,387
Miscellaneous	1,019,850	-	-
<b>Total Revenues</b>	<b><u>92,069,987</u></b>	<b><u>17,095,995</u></b>	<b><u>9,039,096</u></b>
<b>Expenditures</b>			
Current:			
General Government	25,281,168	-	-
Public Safety	45,762,123	-	-
Physical Environment	1,452,063	-	-
Transportation	-	6,285,257	-
Economic Environment	899,869	-	-
Human Services	4,226,298	-	-
Culture and Recreation	1,333,601	-	-
Court-Related Expenditures	5,193,756	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b><u>84,148,878</u></b>	<b><u>6,285,257</u></b>	<b><u>-</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>7,921,109</u></b>	<b><u>10,810,738</u></b>	<b><u>9,039,096</u></b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	5,937,025	-	-
Transfers Out	(15,380,323)	(665,558)	(9,636,334)
<b>Total Other Financing Sources (Uses)</b>	<b><u>(9,443,298)</u></b>	<b><u>(665,558)</u></b>	<b><u>(9,636,334)</u></b>
<b>Net Change in Fund Balances</b>	<b>(1,522,189)</b>	<b>10,145,180</b>	<b>(597,238)</b>
<b>Fund Balances at Beginning of Year</b>	<b>26,025,452</b>	<b>21,377,008</b>	<b>2,652,694</b>
Inventory Reserve Increase (Decrease)	(86,878)	-	-
<b>Fund Balances at End of Year</b>	<b><u>\$ 24,416,385</u></b>	<b><u>\$ 31,522,188</u></b>	<b><u>\$ 2,055,456</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>		
\$ -	\$ 16,606,757	\$ 85,175,093
-	5,926,265	6,428,201
-	13,884,595	31,124,823
-	4,375,451	16,025,540
-	1,227,022	2,767,557
-	14,857,430	31,194,134
313,240	786,331	2,446,971
-	2,291,249	3,311,099
<b>313,240</b>	<b>59,955,100</b>	<b>178,473,418</b>
-	386,153	25,667,321
-	22,957,421	68,719,544
-	1,215,372	2,667,435
-	13,913,097	20,198,354
-	6,039,002	6,938,871
-	971,273	5,197,571
-	4,395,982	5,729,583
-	1,437,237	6,630,993
-	75,000	75,000
-	221,516	221,516
7,004,412	273,765	7,278,177
<b>7,004,412</b>	<b>51,885,818</b>	<b>149,324,365</b>
<b>(6,691,172)</b>	<b>8,069,282</b>	<b>29,149,053</b>
8,717,863	6,888,295	21,543,183
(1,000,000)	(3,229,094)	(29,911,309)
<b>7,717,863</b>	<b>3,659,201</b>	<b>(8,368,126)</b>
1,026,691	11,728,483	20,780,927
13,761,630	29,569,024	93,385,808
-	248,856	161,978
<b>\$ 14,788,321</b>	<b>\$ 41,546,363</b>	<b>\$ 114,328,713</b>

This page intentionally left blank.

**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, 2004**

**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>20,780,927</b>
---	-----------	-------------------

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 \$20,235,798 exceeded depreciation of \$12,140,270 in the current period.		8,095,528
---	--	-----------

The net effect of miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations ) is to decrease net assets.		(631,964)
---	--	-----------

Long-term revenues for which recognition is deferred in the governmental funds are recorded as revenue in the statement of activities.		5,371,578
--	--	-----------

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.		70,636
---	--	--------

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.		(1,007,731)
---	--	-------------

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.		1,363,314
---	--	-----------

<b>Change in net assets of governmental activities</b>	<b>\$</b>	<b><u>34,042,288</u></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 BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 62,464,988	\$ 62,518,408	\$ 59,550,627	\$ (2,967,781)
Licenses and Permits	425,000	425,000	501,936	76,936
Intergovernmental	14,941,154	19,205,352	17,014,678	(2,190,674)
Charges for Services	10,136,906	9,878,769	11,650,089	1,771,320
Fines and Forfeitures	1,429,500	1,472,900	1,540,535	67,635
Investment Income	597,000	597,000	792,272	195,272
Miscellaneous	656,025	657,761	1,019,850	362,089
Less: Statutory Requirement	(4,193,107)	(4,193,107)	-	4,193,107
<b>Total Revenues</b>	<b><u>86,457,466</u></b>	<b><u>90,562,083</u></b>	<b><u>92,069,987</u></b>	<b><u>1,507,904</u></b>
<b>Expenditures</b>				
<b>Current:</b>				
<b>General Government:</b>				
Legislative Offices	460,280	455,840	430,298	25,542
Executive Offices	1,307,800	1,360,928	1,326,425	34,503
Administrative Services	2,899,202	3,390,172	2,777,893	612,279
Growth Management	2,616,955	2,620,959	2,227,183	393,776
Community Services	75,920	77,656	73,978	3,678
Public Works	5,142,360	5,788,124	4,708,645	1,079,479
Emergency Services	390,136	1,000	-	1,000
Constitutional Officers	475,705	475,705	432,933	42,772
Clerk of the Circuit Court	5,439,276	5,470,831	5,269,613	201,218
Property Appraiser	1,841,535	1,839,558	1,803,312	36,246
Tax Collector	3,442,129	3,454,462	3,212,040	242,422
Supervisor of Elections	1,462,787	1,475,422	1,359,946	115,476
Non-Departmental	1,684,969	1,718,624	1,658,902	59,722
Total General Government	<u>27,239,054</u>	<u>28,129,281</u>	<u>25,281,168</u>	<u>2,848,113</u>
<b>Public Safety:</b>				
Growth Management	566,078	566,078	537,398	28,680
Community Services	476,441	473,051	420,921	52,130
Emergency Services	433,752	855,311	404,247	451,064
Sheriff	36,018,468	36,460,670	36,295,263	165,407
Constitutional Officers	1,799,057	2,286,421	2,101,253	185,168
Non-Departmental	532,363	5,011,525	6,003,041	(991,516)
Total Public Safety	<u>39,826,159</u>	<u>45,653,056</u>	<u>45,762,123</u>	<u>(109,067)</u>
<b>Physical Environment:</b>				
Community Services	799,785	799,086	730,641	68,445
Environmental Services	668,790	798,790	721,422	77,368
Total Physical Environment	<u>1,468,575</u>	<u>1,597,876</u>	<u>1,452,063</u>	<u>145,813</u>
<b>Transportation</b>				
Public Works	-	175,000	-	175,000
Total Transportation	<u>-</u>	<u>175,000</u>	<u>-</u>	<u>175,000</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, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures (Contd.)</b>				
<b>Current:</b>				
<b>Economic Environment:</b>				
Tourism	1,017,526	1,417,026	732,721	684,305
Community Services	165,504	167,148	167,148	-
Total Economic Environment	<u>1,183,030</u>	<u>1,584,174</u>	<u>899,869</u>	<u>684,305</u>
<b>Human Services:</b>				
Community Services	4,333,632	4,543,908	3,414,147	1,129,761
Emergency Services	822,983	922,686	812,151	110,535
Total Human Services	<u>5,156,615</u>	<u>5,466,594</u>	<u>4,226,298</u>	<u>1,240,296</u>
<b>Culture and Recreation:</b>				
Community Services	41,343	41,343	11,400	29,943
Public Works	1,992,633	1,922,802	1,086,631	836,171
Tourism	280,670	287,477	235,570	51,907
Total Culture and Recreation	<u>2,314,646</u>	<u>2,251,622</u>	<u>1,333,601</u>	<u>918,021</u>
<b>Court-Related Expenditures:</b>				
Judicial Support	1,651,916	1,675,888	1,279,339	396,549
State Attorney	90,630	90,630	79,011	11,619
Public Defender	215,827	218,406	143,581	74,825
Clerk of the Circuit Court	5,229,058	4,158,153	3,691,825	466,328
Total Court-Related Expenditures	<u>7,187,431</u>	<u>6,143,077</u>	<u>5,193,756</u>	<u>949,321</u>
<b>Total Expenditures</b>	<b><u>84,375,510</u></b>	<b><u>91,000,680</u></b>	<b><u>84,148,878</u></b>	<b><u>6,851,802</u></b>
<b>Excess of Revenues Over (Under) Expenditures:</b>	<b>2,081,956</b>	<b>(438,597)</b>	<b>7,921,109</b>	<b>8,359,706</b>
<b>Other Financing Sources (Uses):</b>				
Transfers In	5,875,146	5,895,194	5,937,025	41,831
Transfers Out	(15,354,622)	(15,829,773)	(15,380,323)	449,450
Reserve for Contingencies	(14,580,126)	(15,333,225)	-	15,333,225
Total Other Financing Sources (Uses)	<u>(24,059,602)</u>	<u>(25,267,804)</u>	<u>(9,443,298)</u>	<u>15,824,506</u>
<b>Net Change in Fund Balances</b>	<b>(21,977,646)</b>	<b>(25,706,401)</b>	<b>(1,522,189)</b>	<b>24,184,212</b>
<b>Fund Balances at Beginning of Year</b>	<b>21,977,646</b>	<b>25,706,401</b>	<b>26,025,452</b>	<b>319,051</b>
Inventory Reserve Decrease	-	-	(86,878)	(86,878)
<b>Fund Balances at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 24,416,385</b>	<b>\$ 24,416,385</b>

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**MAJOR FUND - SPECIAL REVENUE FUND - ROAD IMPACT FEES**  
For the Year Ended September 30, 2004

	<u>Road Impact Fees</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Special Assessments	\$ 9,749,989	\$ 9,749,989	\$ 16,336,704	\$ 6,586,715
Intergovernmental	-	225,550	225,550	-
Investment Income	400,000	400,000	533,741	133,741
Less: Statutory Requirement	(507,499)	(507,499)	-	507,499
<b>Total Revenues</b>	<b>9,642,490</b>	<b>9,868,040</b>	<b>17,095,995</b>	<b>7,227,955</b>
<b>Expenditures</b>				
Current:				
Transportation	18,905,798	30,578,973	6,285,257	24,293,716
<b>Total Expenditures</b>	<b>18,905,798</b>	<b>30,578,973</b>	<b>6,285,257</b>	<b>24,293,716</b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b>(9,263,308)</b>	<b>(20,710,933)</b>	<b>10,810,738</b>	<b>31,521,671</b>
<b>Other Financing Uses</b>				
Transfers Out	(666,075)	(666,075)	(665,558)	517
<b>Total Other Financing Uses</b>	<b>(666,075)</b>	<b>(666,075)</b>	<b>(665,558)</b>	<b>517</b>
<b>Net Change in Fund Balances</b>	<b>(9,929,383)</b>	<b>(21,377,008)</b>	<b>10,145,180</b>	<b>31,522,188</b>
<b>Fund Balances at Beginning of Year</b>	<b>9,929,383</b>	<b>21,377,008</b>	<b>21,377,008</b>	<b>-</b>
<b>Fund Balances at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 31,522,188</b>	<b>\$ 31,522,188</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 BALANCES - BUDGET AND ACTUAL**  
**MAJOR FUND - SPECIAL REVENUE FUND - COUNTY SALES TAX**  
For the Year Ended September 30, 2004

	<u>County Sales Tax</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>Revenues</b>				
Taxes	\$ 7,350,000	\$ 7,350,000	\$ 9,017,709	\$ 1,667,709
Investment Income	1,200	1,200	21,387	20,187
Less: Statutory Requirement	(367,560)	(367,560)	-	367,560
<b>Total Revenues</b>	<b>6,983,640</b>	<b>6,983,640</b>	<b>9,039,096</b>	<b>2,055,456</b>
<b>Expenditures</b>				
<b>Total Expenditures</b>	-	-	-	-
<b>Excess of Revenues Over Expenditures</b>	<b>6,983,640</b>	<b>6,983,640</b>	<b>9,039,096</b>	<b>2,055,456</b>
<b>Other Financing Uses</b>				
Transfers Out	(9,532,948)	(9,636,334)	(9,636,334)	-
Reserve for Contingencies	(6,202)	-	-	-
<b>Total Other Financing Uses</b>	<b>(9,539,150)</b>	<b>(9,636,334)</b>	<b>(9,636,334)</b>	-
<b>Net Change in Fund Balances</b>	<b>(2,555,510)</b>	<b>(2,652,694)</b>	<b>(597,238)</b>	<b>2,055,456</b>
<b>Fund Balances at Beginning of Year</b>	<b>2,555,510</b>	<b>2,652,694</b>	<b>2,652,694</b>	-
<b>Fund Balances at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,055,456</b>	<b>\$ 2,055,456</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, 2004

<u>Assets</u>	<u>Business-Type Activity Landfill Fund</u>	<u>Governmental Activities Internal Service Funds</u>
<b>Current Assets:</b>		
Cash	\$ 850	\$ -
Pooled Cash and Investments	16,032,459	8,570,347
Other Investments	-	2,001,999
Restricted Cash and Investments	76,349	-
Accounts Receivable	850,807	14,340
Intragovernmental Receivables	3,154	21,638
Due from Other Governments	4,603	44,370
Inventory	-	199,419
<b>Total Current Assets</b>	<b><u>16,968,222</u></b>	<b><u>10,852,113</u></b>
<b>Noncurrent Assets:</b>		
Restricted Cash and Investments	2,989,837	-
Deferred Charge	1,434,091	-
Capital Assets:		
Land	2,913,017	-
Buildings	2,211,665	-
Equipment	4,717,926	321,667
Improvements Other Than Buildings	6,890,892	-
Construction Work in Progress	70,232	-
Less: Accumulated Depreciation	(9,534,984)	(214,391)
Total Capital Assets	<u>7,268,748</u>	<u>107,276</u>
<b>Total Noncurrent Assets</b>	<b><u>11,692,676</u></b>	<b><u>107,276</u></b>
<b>Total Assets</b>	<b><u>\$ 28,660,898</u></b>	<b><u>\$ 10,959,389</u></b>
 <b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 1,716,464	\$ 222,973
Accrued Liabilities	188,002	18,253
Estimated Insurance Claims Payable	-	2,131,149
Deposits	51,677	-
Current Portion of Long Term Obligations	<u>1,133,129</u>	<u>32,762</u>
<b>Total Current Liabilities</b>	<b><u>3,089,272</u></b>	<b><u>2,405,137</u></b>
<b>Noncurrent Liabilities:</b>		
Accrued Benefits Payable	54,560	31,478
Note Payable	8,000,000	-
Landfill Closure and Post Closure Care Costs	<u>3,354,275</u>	<u>-</u>
<b>Total Noncurrent Liabilities</b>	<b><u>11,408,835</u></b>	<b><u>31,478</u></b>
<b>Total Liabilities</b>	<b><u>\$ 14,498,107</u></b>	<b><u>\$ 2,436,615</u></b>
 <b>Net Assets</b>		
Invested in Capital Assets, Net of Related Debt	\$ 3,338,233	\$ 107,276
Restricted for Closure and Post Closure Care Costs	940,818	-
Unrestricted Net Assets	<u>9,883,740</u>	<u>8,415,498</u>
<b>Total Net Assets</b>	<b><u>\$ 14,162,791</u></b>	<b><u>\$ 8,522,774</u></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, 2004**

	<b>Business-Type Activity <u>Landfill Fund</u></b>	<b>Governmental Activities <u>Internal Service Funds</u></b>
<b>Operating Revenues:</b>		
Charges for Services	\$ 15,189,107	\$ 10,444,613
Miscellaneous	<u>495,853</u>	<u>161,937</u>
<b>Total Operating Revenues</b>	<b><u>15,684,960</u></b>	<b><u>10,606,550</u></b>
<b>Operating Expenses:</b>		
Benefit Payments and Claims	-	6,711,661
Personal Services	1,742,910	543,199
Contracted Services	15,886,858	8,172
Supplies and Materials	144,411	875,441
Repairs and Maintenance	155,454	386,410
Utilities	22,001	11,958
Other Charges and Services	136,987	1,153,637
Depreciation and Amortization	957,083	25,764
Landfill Closure and Post Closure Care Costs	<u>(880,464)</u>	<u>-</u>
<b>Total Operating Expenses</b>	<b><u>18,165,240</u></b>	<b><u>9,716,242</u></b>
<b>Operating Income (Loss)</b>	<b>(2,480,280)</b>	<b>890,308</b>
<b>Non-Operating Revenues (Expenses):</b>		
Interest Revenue	546,692	181,004
Interest and Financing Costs	(341,530)	-
Recycling and Other Grants	24,232	-
Aid to Government Agencies	(98,764)	-
Net Loss on Disposal of Capital Assets	<u>(312,418)</u>	<u>(1,683)</u>
<b>Total Non-Operating Revenues (Expenses)</b>	<b><u>(181,788)</u></b>	<b><u>179,321</u></b>
<b>Income (Loss) Before Transfers</b>	<b>(2,662,068)</b>	<b>1,069,629</b>
Transfers In	9,013,954	534,561
Transfers Out	<u>(939,513)</u>	<u>(240,876)</u>
<b>Total Transfers</b>	<b><u>8,074,441</u></b>	<b><u>293,685</u></b>
<b>Change in Net Assets</b>	<b>5,412,373</b>	<b>1,363,314</b>
<b>Total Net Assets at Beginning of Year</b>	<b><u>8,750,418</u></b>	<b><u>7,159,460</u></b>
<b>Total Net Assets at End of Year</b>	<b><u>\$ 14,162,791</u></b>	<b><u>\$ 8,522,774</u></b>

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

**LAKE COUNTY, FLORIDA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**For the Year Ended September 30, 2004**

	<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	\$ 15,800,602	\$ 10,595,921
Cash Paid to Suppliers and for Claims	(17,131,478)	(9,204,463)
Cash Paid to Employees	(1,459,968)	(429,229)
Cash Paid to Internal Service Fund	(240,458)	(95,872)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(3,031,302)</b>	<b>866,357</b>
<b>Cash Flows from NonCapital Financing Activities:</b>		
Cash Received for NonCapital Grants	30,438	-
Payments to Government Agencies	(98,764)	-
Cash Transfers from Other Funds	9,013,954	534,561
Cash Transfers to Other Funds	(939,513)	(240,876)
<b>Net Cash Provided by NonCapital Financing Activities</b>	<b>8,006,115</b>	<b>293,685</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	(341,530)	-
Additions to Capital Assets	(45,083)	(53,964)
<b>Net Cash Used by Capital and Related Financing Activities</b>	<b>(1,386,613)</b>	<b>(53,964)</b>
<b>Cash Flows from Investing Activities:</b>		
Interest Received	545,842	181,004
<b>Net Cash Provided by Investing Activities</b>	<b>545,842</b>	<b>181,004</b>
<b>Net Increase in Cash And Cash Equivalents</b>	<b>4,134,042</b>	<b>1,287,082</b>
Cash and Cash Equivalents at October 1	14,965,453	9,285,264
<b>Cash and Cash Equivalents at September 30</b>	<b>\$ 19,099,495</b>	<b>\$ 10,572,346</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, 2004

	<u>Business-Type Activity Landfill Fund</u>	<u>Governmental Activities Internal Service Funds</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>		
<b>Operating Income (Loss)</b>	<b>\$ (2,480,280)</b>	<b>\$ 890,308</b>
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>		
Depreciation and Amortization Expense	957,083	25,764
( Increase) Decrease in Accounts Receivable	(18,291)	23,062
( Increase) Decrease in Intragovernmental Receivables	15,818	(12,088)
Increase in Due from Other Governments	-	(30,647)
Increase in Inventory	-	(67,100)
Increase (Decrease) in Accounts Payable	(510,232)	11,192
Increase in Accrued Liabilities	28,012	6,496
Decrease in Intragovernmental Payables	-	(1,000)
Decrease in Due to Fiscal Agent	-	(27,244)
Increase in Estimated Claims Payable	-	36,012
Increase in Accrued Benefits Payable	14,471	11,602
Decrease in Closure and Post Closure Costs	(1,038,883)	-
Increase in Deposits	1,000	-
<b>Total Adjustments</b>	<b>(551,022)</b>	<b>(23,951)</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (3,031,302)</b>	<b>\$ 866,357</b>
<b><u>Noncash Investing, Capital and Financing Activities</u></b>		
Loss on Disposition of Capital Assets	(312,418)	(1,683)
Accrued Interest Payable Reported in Accrued Liabilities	110,700	-
Interest Revenue Reported in Accounts Receivable	30,768	-

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, 2004

		<u>Agency Funds</u>
<b><u>Assets</u></b>		
Cash	\$	2,916,533
Pooled Cash and Investments		4,198,202
Restricted Cash and Investments		429,882
Accounts Receivable		884
		<hr/>
<b>Total Assets</b>	<b>\$</b>	<b><u><u>7,545,501</u></u></b>
 <b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$	528,948
Intragovernmental Payables		444,298
Due to Other Governments		3,049,362
Deposits		1,790,528
Taxes Collected in Advance		1,364,629
Cash Bonds Payable		367,736
		<hr/>
<b>Total Liabilities</b>	<b>\$</b>	<b><u><u>7,545,501</u></u></b>

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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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 returned 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, 2004

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, 2004. Revenues and expenditures amounted to \$23,750. 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, 29; 1991-18,1998-64
Greater Hills Municipal Service Benefit Unit	County Ordinance 1990-28
Greater Groves Municipal Service Benefit Unit	County Ordinance 1991-11
Village Green Street Lighting	County Resolution 1993-224
Greater Pines Municipal Services	County Resolution 1993-227
Picciola Island Street Lighting	County Resolution 1997-167
Valencia Terrace Street Lighting	County Resolution 1999-147
Lake County Industrial Development Authority	County Resolution 1987-8

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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 2003-04, 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, 2004, Lake County provided funding of \$5,023,695. Upon notification by the Treasurer that a budget deficit exists, both Counties shall prorate the amount of deficit in accordance with the

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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, including unrestricted intergovernmental revenues, 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, 2004

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.

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, 2004

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 and the Sales Tax Renewal Line of Credit.

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. Activities of the agency funds are primarily related to the collection and payment of taxes, educational impact fees, and court registry deposits.

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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Proprietary Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred.

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 (SBA) 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 218.415, Florida Statutes, gives the County the authority to invest surplus funds in:

- (a) The Local Government Surplus Funds Trust Fund (SBA).
- (b) Direct obligations of the United States Treasury.
- (c) Interest-bearing time deposits or savings accounts in qualified public depositories.
- (d) Federal agencies and instrumentalities.

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

New Accounting Pronouncement – Effective October 1, 2003, the Board adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 40, *Deposit and Investment Risk Disclosures, an Amendment of GASB Statement No. 3* (GASB 40). The adoption of GASB 40 modifies certain financial statement disclosure requirements. The implementation of GASB 40 had no effect on financial statement amounts.

E. Inventories:

Inventories are stated at cost, using the first-in, first-out (FIFO) method. For the "consumption method" of accounting for inventories, the cost of an item is recorded as an expenditure at the time the item is used. The "purchases method" of accounting for inventories records the cost of an inventory item when it is purchased. Inventories reported under the purchases method for all

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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 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, 2004 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 2004.

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	40
Improvements other than building	10
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 Board Governmental Fund Types and the Proprietary Fund Types. However, other Board approved policies, more fully discussed below, set the legal level of control at the major object level within a department. Since reporting budget to actual comparisons at the major object level would significantly increase the size of the Comprehensive Annual Financial

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

Report, aggregation of such account classifications through revenue “source” and expenditure “function” is presented in this report, which represents a higher level of summarization than the legal level of control for the Board. 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. The Clerk’s Court Fund budget included in the Special Revenue Funds is approved by the Florida Clerk of Courts Operation Conference (CCOC), and is limited to the amount approved in total by the CCOC.

In addition to the legal requirements discussed above, the Board 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 2003-2004, 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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

except that capital outlay expenses are budgeted for management purposes and subsequently recorded as assets as year end.

For the year ended September 30, 2004, expenditures exceeded appropriations at the major object level for the hurricane departments of the general fund by \$1,239,311 and in the in-house law enforcement general fund department by \$17,470. The hurricane expenditures are reported as General Government Non-Departmental, resulting in a department negative variance of \$991,516. These expenditures were the result of hurricane expenditures not anticipated and other year-end accruals. The County is filing for reimbursement of hurricane expenses from FEMA (See Note 2).

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

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. 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 \$10,107,698 difference are as follows:

Bonds Payable	\$ 4,085,000
Less: Deferred Charge for Issuance Costs	(68,797)
Less: Issuance Discount	(44,654)
Compensated Absences (excluding internal service fund \$64,240)	6,136,149
Net Adjustment	\$ <u>10,107,698</u>

B. An additional element of the reconciliation explains that “Long-term revenues for which recognition is deferred in the governmental funds are recorded as revenue in the statement of activities.” This reconciling difference of \$5,558,319 includes a receivable from FEMA in the amount of \$5,270,352. This amount represents 95% (90% federal, 5% state) of expenses incurred in preparation before and debris removal afterwards for Hurricanes Charley, Frances and Jeanne which struck Lake County in August and September, 2004. County management believes that these expenses will be reimbursed, however, due to the timing of these events, these expenses had not been verified by FEMA as of the issuance date of this report.

3. DEPOSITS AND INVESTMENTS

Pooled cash accounts are maintained for each fund of the Board of County Commissioners, Sheriff, and Clerk. Each fund’s portion of this pool is displayed on the fund financial statement balance sheets as “Pooled Cash and Investments”, and is included in the cash and cash equivalents on the Statement of Net Assets. Interest earned from investments with pooled cash is allocated to

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

each of the funds based on the fund's average daily equity balance. Each of the Constitutional Officers, with the exception of the Supervisor of Elections, maintains various cash deposit and investment accounts.

Deposits

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

Investments

The Board of County Commissioners and the Clerk 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 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 participants' shares sold and redeemed is the amortized cost method. 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.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

As of September 30, the County had the following investments. All investments are held in an internal investment pool except the repurchase agreement.

<u>Investment</u>	<u>Weighted Avg Maturity</u>	<u>Fair Value</u>
State Investment Pool (SBA)	Less than 90 days	\$ 49,964,014
Florida Local Government Investment Trust (FLGIT)	2.14 years	12,803,389
Federal Home Loan Bank (FHLB)	.37 years	5,108,866
Federal Home Loan Bank (FHLB)	.11 years	5,088,228
Federal Home Loan Bank (FHLB)	.51 years	11,556,120
Repurchase agreement	Overnight	<u>153,573</u>
 Total Investments		 \$ <u><u>84,674,190</u></u>

Interest Rate Risk – In an effort to minimize interest rate risk, the County’s investment policy requires that the weighted average maturity of the portfolio in total not exceed two years. In addition, no individual security can have a maturity greater than five years. When computing the weighted average maturity of investments, the County assumes callable securities will be redeemed on the first call date.

Credit Risk – Authorized investments include only those securities with the highest credit ratings. The FHLB agency securities are rated Aaa/AAA by Moody’s and Standard & Poor’s rating services. FLGIT has an investment rating of AAf by Standard & Poor’s. This rating indicates the fund portfolio holdings provide extremely strong protection against losses from credit defaults. The state investment pool is not rated.

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	\$ 75,736,614
Carrying Amount of Investments	<u>84,674,190</u>
Total	<u>\$ 160,410,804</u>

	<u>Gov't-Wide</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 144,066,533	\$ 7,114,735	\$ 151,181,268
Current Restricted			
Cash and Cash Equivalents	76,349	429,882	506,231
Other Investments	5,733,468	-	5,733,468
Noncurrent Restricted			
Cash and Cash Equivalents	<u>2,989,837</u>	<u>-</u>	<u>2,989,837</u>
Total	<u>\$ 152,866,187</u>	<u>\$ 7,544,617</u>	<u>\$ 160,410,804</u>

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

4. ASSESSMENTS RECEIVABLE

Assessments receivable at September 30, 2004 consist primarily of \$287,967 in secondary roads, of which \$16,605 is current, \$211,148 is deferred and \$60,214 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

A summary of governmental activities capital assets follows:

	<u>Balance Oct 1, 2003</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Sept 30, 2004</u>
Governmental activities:				
Capital assets not depreciated:				
Land	\$ 6,166,874	\$ 1,686,835	\$ (124,477)	\$ 7,729,232
Construction work in progress	10,957,285	7,481,837	(7,284,831)	11,154,291
Total	<u>17,124,159</u>	<u>9,168,672</u>	<u>(7,409,308)</u>	<u>18,883,523</u>
Capital assets being depreciated:				
Buildings	89,237,885	433,027	-	89,670,912
Improvements	508,248	6,694,393	-	7,202,641
Machinery and equipment	37,183,270	4,338,013	(2,365,308)	39,155,975
Infrastructure	148,724,479	7,020,748	-	155,745,227
Total	<u>275,653,882</u>	<u>18,486,181</u>	<u>(2,365,308)</u>	<u>291,774,755</u>
Less accumulated depreciation:				
Buildings	(23,514,792)	(2,218,230)	-	(25,733,022)
Improvements	(65,121)	(119,495)	-	(184,616)
Machinery and equipment	(21,278,655)	(3,819,631)	1,775,877	(23,322,409)
Infrastructure	(53,484,376)	(6,008,678)	-	(59,493,054)
Total	<u>(98,342,944)</u>	<u>(12,166,034)</u>	<u>1,775,877</u>	<u>(108,733,101)</u>
Total capital assets being depreciated, net	<u>177,310,938</u>	<u>6,320,147</u>	<u>(589,431)</u>	<u>183,041,654</u>
Governmental activities capital assets, net	<u>\$ 194,435,097</u>	<u>\$ 15,488,819</u>	<u>\$ (7,998,739)</u>	<u>\$ 201,925,177</u>

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

Depreciation expense for governmental activities (excluding internal service funds of \$25,764) was charged to functions as follows:

Governmental activities:	
General government	\$ 1,189,726
Public safety	3,507,514
Physical environment	40,957
Transportation	6,618,634
Economic environment	4,963
Human services	112,920
Culture and recreation	279,323
Court-related expenses	<u>386,233</u>
 Total depreciation expense-governmental activities	 \$ <u><u>12,140,270</u></u>

A summary of business activities capital assets follows:

	<u>Balance</u> <u>Oct 1, 2003</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Sept 30, 2004</u>
Business-type activities:				
Capital assets not depreciated:				
Land	\$ 2,943,586	\$ -	\$ (30,569)	\$ 2,913,017
Construction work in progress	<u>70,232</u>	<u>-</u>	<u>-</u>	<u>70,232</u>
Total	<u>3,013,818</u>	<u>-</u>	<u>(30,569)</u>	<u>2,983,249</u>
Capital assets being depreciated:				
Buildings	2,211,665	-	-	2,211,665
Improvements other than buildings	7,079,268	37,988	(226,363)	6,890,893
Machinery and equipment	<u>5,177,418</u>	<u>71,689</u>	<u>(531,182)</u>	<u>4,717,925</u>
Total	<u>14,468,351</u>	<u>109,677</u>	<u>(757,545)</u>	<u>13,820,483</u>
Less accumulated depreciation for:				
Buildings	(610,745)	(85,824)	-	(696,569)
Improvements other than buildings	(4,864,868)	(469,508)	61,953	(5,272,423)
Machinery and equipment	<u>(3,660,477)</u>	<u>(270,541)</u>	<u>365,026</u>	<u>(3,565,992)</u>
Total	<u>(9,136,090)</u>	<u>(825,873)</u>	<u>426,979</u>	<u>(9,534,984)</u>
Total capital assets being depreciated, net	<u>5,332,261</u>	<u>(716,196)</u>	<u>(330,566)</u>	<u>4,285,499</u>
Business-type activities capital assets, net	<u>\$ 8,346,079</u>	<u>\$ (716,196)</u>	<u>\$ (361,135)</u>	<u>\$ 7,268,748</u>

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

6. LONG-TERM DEBT

6(a). 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 4.50% 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, 2004 are as follows:

Fiscal Year Ended	Principal	Interest	Total
2005	\$ 80,000	\$ 214,988	\$ 294,988
2006	85,000	211,388	296,388
2007	90,000	207,563	297,563
2008	90,000	203,513	293,513
2009	95,000	199,373	294,373
2010-2014	550,000	925,230	1,475,230
2015-2019	705,000	772,620	1,477,620
2020-2024	915,000	561,825	1,476,825
2025-2029	1,195,000	281,050	1,476,050
2030	280,000	15,400	295,400
Total	<u>\$ 4,085,000</u>	<u>\$ 3,592,950</u>	<u>\$ 7,677,950</u>

6(b) 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, with the final payment due December 1, 2012. 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 2004 amounted to \$341,530.

6(c) SALES TAX LINE OF CREDIT

The County obtained a non-revolving line of credit with a local bank in the amount of \$15,000,000 to provide interim financing for projects to be funded with infrastructure sales tax collected after January 1, 2002. The County has

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

the ability to draw upon the line through June 1, 2007. Thereafter any outstanding balance must be converted into a term loan maturing no later than June 1, 2014. Interest on draws is due semi-annually at a variable rate. Draws may be prepaid at any time. No draws were made during 2004.

6(d) CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended September 30, 2004, is as follows:

<u>Govt Activities</u>	<u>Balance Oct 1, 2003</u>	<u>Additions</u>	<u>Payments and Reductions</u>	<u>Balance Sept 30, 2004</u>	<u>Due Within One Year</u>
Pari-mutuel Revenues					
Replacement Bonds	\$ 4,160,000	\$ -	\$ 75,000	\$ 4,085,000	\$ 80,000
Less Bond Discount	(46,372)	-	(1,718)	(44,654)	-
Total Bonds Payable	<u>4,113,628</u>	<u>-</u>	<u>73,282</u>	<u>4,040,346</u>	<u>80,000</u>
Accrued Benefits Payable	<u>5,019,079</u>	<u>6,667,896</u>	<u>5,486,586</u>	<u>6,200,389</u>	<u>2,947,784</u>
Total - Govt Activities	<u>\$ 9,132,707</u>	<u>\$ 6,667,896</u>	<u>\$ 5,559,868</u>	<u>\$ 10,240,735</u>	<u>\$ 3,027,784</u>

<u>Business Activities</u>	<u>Balance Oct 1, 2003</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance Sept 30, 2004</u>	<u>Due Within One Year</u>
Note Payable	\$ 10,000,000	\$ -	\$ 1,000,000	\$ 9,000,000	\$ 1,000,000
Accrued Benefits Payable	<u>96,875</u>	<u>71,259</u>	<u>56,787</u>	<u>111,347</u>	<u>56,787</u>
Total - Bus Activities	<u>\$ 10,096,875</u>	<u>\$ 71,259</u>	<u>\$ 1,056,787</u>	<u>\$ 9,111,347</u>	<u>\$ 1,056,787</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 \$64,240 of internal service funds compensated absences are included in the above amounts. Also, for the governmental activities, compensated absences are generally liquidated by the general fund.

The government-wide statements of net assets for business type activities include \$76,342 for the current portion and \$3,354,275 for the long-term portion of closing and long term care costs.

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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, 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
9/30/2006	-	-	-	227,995	-	-
9/30/2007	47,276	-	-	338,237	-	330,116
9/30/2008	186,005	213,996	-	590,085	198,295	961,562
9/30/2009	215,517	2,202,873	883,781	571,544	5,972,532	1,214,932
9/30/2010	318,760	4,183,125	2,958,771	703,369	8,102,298	1,101,118

C. Pursuant to County Ordinance, 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 \$1,161,400, of which \$47,230 and \$1,114,170 are subject to refund in the years ended September 30, 2009 and 2010, respectively.

D. Sick Leave Commitments

Sick leave is accumulated at the rate of one day per month of each full month of continuous employment. There is no limit on the amount of sick leave that can be

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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, 2004.

Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported (\$1,143,500 for general liability, \$678,100 for County medical and \$309,549 for Clerk medical).

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

Changes in the reported liability since October 1, 2002 resulted from the following:

	<u>Liability Balance Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Liability Balance End of Year</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	<u>245,540</u>	<u>1,328,159</u>	<u>(1,295,702)</u>	<u>277,997</u>
Total	<u>\$ 1,681,540</u>	<u>\$ 7,325,533</u>	<u>\$ (6,911,936)</u>	<u>\$ 2,095,137</u>
<u>2003-2004</u>				
County:				
General Liability	\$ 1,170,000	\$ 1,588,107	\$ (1,614,607)	\$ 1,143,500
County:				
Health	647,140	3,976,967	(3,946,007)	678,100
Clerk:				
Health	<u>277,997</u>	<u>1,147,772</u>	<u>(1,116,220)</u>	<u>309,549</u>
Total	<u>\$ 2,095,137</u>	<u>\$ 6,712,846</u>	<u>\$ (6,676,834)</u>	<u>\$ 2,131,149</u>

All other coverages continue to be insured through commercial carriers and no settlements in excess of claims have been incurred during Fiscal 2002, 2003, or 2004.

F. In 1989, the County issued industrial development revenue bonds in the amount of \$79,000,000 for the construction of a solid waste disposal/resource recovery facility located in the county and owned and operated by NRG/Recovery Group, Inc. (now Covanta, Inc.). The bonds were issued pursuant to the Florida Industrial Development Financing Act and do not constitute a debt, obligation or a pledge of the faith and credit of the County. The proceeds of the bonds were loaned to Covanta for the construction of the facility, and the facility was mortgaged to the County to secure the loan agreement. The County, through a service agreement, pays a service fee which includes the operating and debt service costs of the facility. In addition, the service agreement requires that the County deliver to the facility 130,000 tons of processible waste each year. In 1993, the original bonds were refunded and refunding bonds in the amount of \$77,550,000 (\$69,915,000 tax exempt and \$7,935,000 in taxable bonds) were issued. The outstanding balance on these bonds at September 30, 2004 was \$57,675,000.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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, 2004, there were fourteen series of Industrial Revenue Bonds outstanding, excluding the resource recovery bonds mentioned above. The aggregate principal amount for the bonds issued in prior years could not be determined; however, their original issue amounts totaled \$35,725,000.

9. PENSION PLANS

A. Florida Retirement System

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 creditable 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.

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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 and 2004 Employer's Contribution Rates</u>
Regular	7.39%
Special Risk (Fire and Police)	18.53%
Senior Management	9.37%
Elected State Officer (Includes County Officials)	15.23%

The County's contribution to the plan for the years ended September 30, 2004, 2003, and 2002 was \$6,827,932, \$5,621,664, and \$5,735,778, 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.

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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.

The composition of interfund balances in the governmental fund financial statements as of September 30, 2004 is as follows:

Due to/from Other Funds:

Due to General Fund from Nonmajor Governmental Funds	\$ 126,287
Due from Other Funds - General Fund	\$ <u>126,287</u>

Intragovernmental receivables  
and payables:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Govt Funds	\$ 36,443
General Fund	Agency Funds	441,144
Nonmajor Govt Funds	General Fund	313,277
Internal Service Funds	General Fund	21,638
Landfill Enterprise Fund	Agency Funds	<u>3,154</u>
Total		<u>\$ 815,656</u>

LAKE COUNTY, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

Interfund transfers for the year ended September 30, 2004 consist of the following:

Transfer out:	Transfers In:			Total
	General Fund	Sales Tax Capital Projects Fund	Non Major Funds	
General Fund	\$ -	\$ -	\$ 6,831,808	\$ 6,831,808
Road Impact Fees Fund	665,558	-	-	665,558
County Sales Tax Fund	868,471	8,717,863	50,000	9,636,334
Nonmajor Govt Funds	3,229,094	-	-	3,229,094
Internal Service Funds	234,389	-	6,487	240,876
Landfill Fund	939,513	-	-	939,513
<b>Total</b>	<b>\$ 5,937,025</b>	<b>\$ 8,717,863</b>	<b>\$ 6,888,295</b>	<b>21,543,183</b>
			Transfers out	(29,911,309)
			Net Transfers	\$ (8,368,126)

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	\$ (939,513)
General Fund transfer out to Landfill Fund	8,013,954
Sales Tax Capital Project Fund transfer to Landfill Fund	1,000,000
Insurance Fund transfer out to General Fund	(234,389)
Insurance Fund transfer out to Nonmajor Fund	(6,487)
Insurance Fund transfer in from General Fund	534,561
<b>Total Net Transfers Out</b>	<b>\$ 8,368,126</b>

**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.

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

The following schedule reflects the changes in estimates and payments for the year ended September 30, 2004:

<u>Landfill</u>	Balance October 1, 2003	Additions/ Changes in Estimates	Payments	Balance September 30, 2004
Construction and Demolition	\$ 114,810	\$ 31,593	\$ -	\$ 146,403
Loghouse	262,386	(73,959)	71,243	117,184
Umatilla	390,372	(226,540)	8,413	155,419
Lady Lake	587,469	(243,660)	25,665	318,144
Astatula I	774,134	(111,900)	53,098	609,136
Phase II Landfill	2,340,329	(255,998)	-	2,084,331
Totals	<u>\$ 4,469,500</u>	<u>\$ (880,464)</u>	<u>\$ 158,419</u>	<u>\$ 3,430,617</u>

Although closure and postclosure care costs will be paid only near or after the date that each landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense each year based on landfill capacity used as of each balance sheet date. At September 30, 2004 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, 2004:

<u>Landfill</u>	Remaining Postclosure Care Period	Closure Costs	Postclosure Care	Total Liability
Construction and Demolition	5 years	\$ 114,116	\$ 32,287	\$ 146,403
Loghouse	8 years	-	117,184	117,184
Umatilla	11 years	-	155,419	155,419
Lady Lake	16 years	-	318,144	318,144
Astatula I	22 years	-	609,136	609,136
Phase II Landfill	30 years	750,352	1,333,979	2,084,331
Totals		<u>\$ 864,468</u>	<u>\$ 2,566,149</u>	<u>\$ 3,430,617</u>

LAKE COUNTY, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2004

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	\$ 266,386	\$ 662,483	\$ 928,869	73.80%
Construction and Demolition	53,702	17,880	71,582	68.00%
Totals	<u>\$ 320,088</u>	<u>\$ 680,363</u>	<u>\$ 1,000,451</u>	

These amounts are based on what it would cost the County to perform all closure and postclosure care in 2004. 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 \$3,066,186 for the payment of long term care and closing costs.

12. SUBSEQUENT EVENTS

A. On December 15, 2004 the County settled a lawsuit with Covanta Energy, Inc. As a result of the settlement, the County agreed to pay approximately \$5,827,300 in withheld service fee payments discussed in Note 7F above. At the same time, the County executed a current refunding of the \$69,615,000 Series 1993A Resource Recovery Industrial Development Refunding Revenue Bonds by borrowing \$55,515,196 in a fixed rate bond held by a bank for a ten year period at a rate of 4.16% and using other funds. The refunding of the bonds resulted in a net present value savings of \$4,731,800. In addition, the County entered into a new Waste Disposal Agreement with Covanta (replacing the service agreement mentioned above) for the operation of the resource recovery facility. Since this is an industrial development bond, the debt is not an obligation of Lake County. However, the County is responsible for the debt service payments through the former Service Agreement and the new Waste Disposal Agreement.

B. On November 2, 2004, the citizens of Lake County voted to authorize the County to issue general obligation bonds maturing in not more than 20 years in a maximum amount of \$36,000,000 payable from an ad valorem tax up to 1/3 mil for the acquisition and improvement of land to protect drinking water, improve water quality of rivers and lakes, protect open space and provide recreation areas within the County.

This page intentionally left blank.

**NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

**LIBRARY IMPACT FEE TRUST FUND**

To account for revenues and expenditures for library impact fees collected pursuant to County Ordinance 2003-99.

**PARK IMPACT FEE TRUST FUND**

To account for revenues and expenditures for park impact fees collected pursuant to County Ordinance 2003-99.

**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 RESCUE IMPACT FEE TRUST FUND**

To account for revenues and expenditures for fire rescue impact fees collected pursuant to County Ordinance 2003-99.

### **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.

### **CLERK SPECIAL REVENUE FUNDS**

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, and to account for the operations of the Courts portion of the Clerk's office.

### **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 LINE OF CREDIT DEBT SERVICE FUND**

To account for payments on the sales tax line of credit borrowings.

**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.

This page intentionally left blank.

**LAKE COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
September 30, 2004**

	<u>Special Revenue Funds</u>		
	<u>Library Impact Fee Trust</u>	<u>Park Impact Fee Trust</u>	<u>County Transportation Trust</u>
<b><u>Assets</u></b>			
Cash	\$ -	\$ -	\$ 400
Pooled Cash and Investments	540,359	519,175	5,561,316
Other Investments	-	-	-
Accounts Receivable	-	-	-
Assessments Receivable	-	-	287,967
Intragovernmental Receivables	-	-	-
Due from Other Governments	10,005	-	1,000,457
Inventories	-	-	585,217
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b><u>\$ 550,364</u></b>	<b><u>\$ 519,175</u></b>	<b><u>\$ 7,435,357</u></b>
<b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ -	\$ -	\$ 471,372
Retainage Payable	-	-	-
Accrued Liabilities	-	-	189,554
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	287,967
Deposits	-	-	2,457
<b>Total Liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>951,350</u></b>
<b>Fund Balances</b>			
Reserved for Encumbrances	-	-	712,466
Reserved for Inventories	-	-	585,217
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated	550,364	519,175	5,186,324
<b>Total Fund Balances</b>	<b><u>550,364</u></b>	<b><u>519,175</u></b>	<b><u>6,484,007</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 550,364</u></b>	<b><u>\$ 519,175</u></b>	<b><u>\$ 7,435,357</u></b>

**Special Revenue Funds, continued**

<b>Christopher C. Ford Commerce Park</b>	<b>Mosquito Management</b>	<b>Law Library Fund</b>	<b>Aquatic Plant Management</b>	<b>Fish Conservation Trust</b>	<b>Community Development</b>
\$ -	\$ -	\$ 75	\$ -	\$ -	\$ -
2,330,393	113,781	87,056	109,797	94,907	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	14,804	1,537	198,060
-	103,174	-	27,622	-	-
-	-	-	-	-	-
<b>\$ 2,330,393</b>	<b>\$ 216,955</b>	<b>\$ 87,131</b>	<b>\$ 152,223</b>	<b>\$ 96,444</b>	<b>\$ 198,060</b>
\$ -	\$ 54,542	\$ 19,660	\$ 1,219	\$ -	\$ 68,019
-	-	-	-	-	-
-	20,974	-	7,133	-	3,754
-	-	-	-	-	126,287
-	-	3,868	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,214	-	-	-
<b>-</b>	<b>75,516</b>	<b>26,742</b>	<b>8,352</b>	<b>-</b>	<b>198,060</b>
3,900	-	-	4,046	-	-
-	103,174	-	27,622	-	-
-	-	-	-	-	-
2,326,493	38,265	60,389	112,203	96,444	-
<b>2,330,393</b>	<b>141,439</b>	<b>60,389</b>	<b>143,871</b>	<b>96,444</b>	<b>-</b>
<b>\$ 2,330,393</b>	<b>\$ 216,955</b>	<b>\$ 87,131</b>	<b>\$ 152,223</b>	<b>\$ 96,444</b>	<b>\$ 198,060</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
September 30, 2004

	<b>Special Revenue Funds, continued</b>		
<b><u>Assets</u></b>	<b>Public Transportation</b>	<b>Lake County Ambulance</b>	<b>Stormwater Management</b>
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	191,186	1,586,897	4,826,161
Other Investments	-	-	-
Accounts Receivable	23,104	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	48,663	31,146
Due from Other Governments	128,715	-	185,851
Inventories	-	-	-
Prepaid Expenditures	-	-	-
	<b>\$ 343,005</b>	<b>\$ 1,635,560</b>	<b>\$ 5,043,158</b>
 <b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 72,378	\$ -	\$ 89,546
Retainage Payable	-	-	15,598
Accrued Liabilities	3,222	-	3,142
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
	<b>75,600</b>	<b>-</b>	<b>108,286</b>
 <b>Fund Balances</b>			
Reserved for Encumbrances	64,386	-	935,132
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated	203,019	1,635,560	3,999,740
	<b>267,405</b>	<b>1,635,560</b>	<b>4,934,872</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 343,005</b>	<b>\$ 1,635,560</b>	<b>\$ 5,043,158</b>

**Special Revenue Funds, continued**

<b>Emergency 9-1-1</b>	<b>Resort/ Development Tax</b>	<b>Affordable Housing Assistance Trust</b>	<b>Section 8</b>	<b>Municipal Service Benefit Units/ Special Assessments</b>	<b>Law Enforcement Trust</b>
\$ -	\$ 200	\$ -	\$ -	\$ -	\$ -
1,403,881	1,257,420	3,642,458	124,779	286,456	31,910
-	-	-	-	-	-
135,448	-	-	1,158	-	-
-	-	-	-	-	-
-	133,539	-	-	119	-
53,570	-	-	133,551	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>\$ 1,592,899</b>	<b>\$ 1,391,159</b>	<b>\$ 3,642,458</b>	<b>\$ 259,488</b>	<b>\$ 286,575</b>	<b>\$ 31,910</b>
\$ 30,369	\$ 103,148	\$ 2,249	\$ 3,005	\$ 19,229	\$ -
-	-	-	-	-	-
9,913	5,519	4,262	7,350	-	-
-	-	-	-	-	-
2,712	-	-	-	-	5,377
-	-	-	-	-	-
-	-	-	-	-	-
<b>42,994</b>	<b>108,667</b>	<b>6,511</b>	<b>10,355</b>	<b>19,229</b>	<b>5,377</b>
1,896	599,476	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,548,009	683,016	3,635,947	249,133	267,346	26,533
<b>1,549,905</b>	<b>1,282,492</b>	<b>3,635,947</b>	<b>249,133</b>	<b>267,346</b>	<b>26,533</b>
<b>\$ 1,592,899</b>	<b>\$ 1,391,159</b>	<b>\$ 3,642,458</b>	<b>\$ 259,488</b>	<b>\$ 286,575</b>	<b>\$ 31,910</b>

Continued

LAKE COUNTY, FLORIDA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS (Continued)  
September 30, 2004

Special Revenue Funds, continued

<u>Assets</u>	<u>Criminal Justice Trust</u>	<u>Pollution Recovery</u>	<u>Code Enforcement Liens</u>
Cash	\$ -	\$ -	\$ -
Pooled Cash and Investments	-	115,029	148,063
Other Investments	-	-	-
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	-	-
Due from Other Governments	-	-	-
Inventories	-	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 115,029</b>	<b>\$ 148,063</b>
 <b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ -	\$ -	\$ -
Retainage Payable	-	-	-
Accrued Liabilities	-	-	-
Due to Other Funds	-	-	-
Intragovernmental Payables	-	-	-
Due to Other Governments	-	-	-
Deferred Revenue	-	-	-
Deposits	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
 <b>Fund Balances</b>			
Reserved for Encumbrances	-	-	-
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated	-	115,029	148,063
<b>Total Fund Balances</b>	<b>-</b>	<b>115,029</b>	<b>148,063</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ -</b>	<b>\$ 115,029</b>	<b>\$ 148,063</b>

**Special Revenue Funds, continued**

<b>Building Services</b>	<b>Lake County MTU for Fire Protection</b>	<b>Fire Rescue Impact Fee Trust</b>	<b>County-Wide Library Trust</b>	<b>Animal Shelter Trust</b>	<b>Employee Benefit</b>
\$ 550	\$ -	\$ -	\$ 724	\$ -	\$ -
3,049,145	7,018,017	1,316,184	597,007	122,702	6,375
-	-	-	-	-	-
-	44,087	-	-	-	206
-	-	-	-	-	-
-	2,496	-	-	-	-
-	24,776	117,751	-	-	-
-	-	-	-	-	-
-	-	-	8,400	-	-
<b>\$ 3,049,695</b>	<b>\$ 7,089,376</b>	<b>\$ 1,433,935</b>	<b>\$ 606,131</b>	<b>\$ 122,702</b>	<b>\$ 6,581</b>
\$ 41,893	\$ 109,597	\$ 5,563	\$ 21,169	\$ -	\$ -
-	-	-	-	-	-
130,732	419,359	-	58,100	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>172,625</b>	<b>528,956</b>	<b>5,563</b>	<b>79,269</b>	<b>-</b>	<b>-</b>
-	419,510	384,580	114,610	-	-
-	-	-	-	-	-
-	-	-	8,400	-	-
2,877,070	6,140,910	1,043,792	403,852	122,702	6,581
<b>2,877,070</b>	<b>6,560,420</b>	<b>1,428,372</b>	<b>526,862</b>	<b>122,702</b>	<b>6,581</b>
<b>\$ 3,049,695</b>	<b>\$ 7,089,376</b>	<b>\$ 1,433,935</b>	<b>\$ 606,131</b>	<b>\$ 122,702</b>	<b>\$ 6,581</b>

Continued

**LAKE COUNTY, FLORIDA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (Continued)  
September 30, 2004**

	<u>Special Revenue Funds, continued</u>		<u>Debt Service Fund</u>
	<u>Clerk Special Revenue Funds</u>	<u>Sheriff Special Revenue Funds</u>	<u>Sales Tax Line of Credit Debt Service</u>
<b><u>Assets</u></b>			
Cash	\$ 2,110	\$ 47,901	\$ -
Pooled Cash and Investments	1,143,792	597,590	50,303
Other Investments	-	-	-
Accounts Receivable	-	-	-
Assessments Receivable	-	-	-
Intragovernmental Receivables	-	97,314	-
Due from Other Governments	34,810	12,199	-
Inventories	-	-	-
Prepaid Expenditures	-	-	-
<b>Total Assets</b>	<b><u>\$ 1,180,712</u></b>	<b><u>\$ 755,004</u></b>	<b><u>\$ 50,303</u></b>
<b><u>Liabilities and Fund Balances</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 2,870	\$ 11,792	\$ -
Retainage Payable	-	-	-
Accrued Liabilities	262,336	68,366	-
Due to Other Funds	-	-	-
Intragovernmental Payables	5,383	19,103	-
Due to Other Governments	142,455	5,309	-
Deferred Revenue	-	-	-
Deposits	-	-	-
<b>Total Liabilities</b>	<b><u>413,044</u></b>	<b><u>104,570</u></b>	<b><u>-</u></b>
<b>Fund Balances</b>			
Reserved for Encumbrances	100,224	-	-
Reserved for Inventories	-	-	-
Reserved for Prepaid Expenditures	-	-	-
Unreserved - Undesignated	667,444	650,434	50,303
<b>Total Fund Balances</b>	<b><u>767,668</u></b>	<b><u>650,434</u></b>	<b><u>50,303</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 1,180,712</u></b>	<b><u>\$ 755,004</u></b>	<b><u>\$ 50,303</u></b>

<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
Pari-Mutuel Revenues Bond Debt Service	Parks Capital Projects	Nonmajor Governmental Funds
\$ -	\$ -	\$ 51,960
158,169	234,583	37,264,891
3,731,469	-	3,731,469
4,981	-	208,984
-	-	287,967
-	-	313,277
-	-	1,916,086
-	-	716,013
-	-	8,400
<b>\$ 3,894,619</b>	<b>\$ 234,583</b>	<b>\$ 44,499,047</b>
\$ 11,618	\$ -	\$ 1,139,238
-	-	15,598
-	-	1,193,716
-	-	126,287
-	-	36,443
-	-	147,764
-	-	287,967
-	-	5,671
<b>11,618</b>	<b>-</b>	<b>2,952,684</b>
6,063	9,205	3,355,494
-	-	716,013
-	-	8,400
3,876,938	225,378	37,466,456
<b>3,883,001</b>	<b>234,583</b>	<b>41,546,363</b>
<b>\$ 3,894,619</b>	<b>\$ 234,583</b>	<b>\$ 44,499,047</b>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2004**

	<b>Special Revenue Funds</b>		
	<b>Library Impact Fee Trust</b>	<b>Park Impact Fee Trust</b>	<b>County Transportation Trust</b>
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ 6,785,230
Licenses and Permits	-	-	-
Intergovernmental	-	-	4,843,923
Charges for Services	-	-	472,806
Fines and Forfeitures	-	-	-
Special Assessments	545,627	514,379	239,326
Investment Income	4,737	4,796	99,033
Miscellaneous	-	-	683,761
<b>Total Revenues</b>	<b>550,364</b>	<b>519,175</b>	<b>13,124,079</b>
<b>Expenditures</b>			
Current:			
General Government	-	-	-
Public Safety	-	-	-
Physical Environment	-	-	-
Transportation	-	-	11,738,026
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>11,738,026</b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b>550,364</b>	<b>519,175</b>	<b>1,386,053</b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	-	-	5,351
Transfers Out	-	-	(674,170)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>(668,819)</b>
<b>Net Change in Fund Balances</b>	<b>550,364</b>	<b>519,175</b>	<b>717,234</b>
<b>Fund Balances at Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>5,556,816</b>
Inventory Reserve Increase	-	-	209,957
<b>Fund Balances at End of Year</b>	<b>\$ 550,364</b>	<b>\$ 519,175</b>	<b>\$ 6,484,007</b>

**Special Revenue Funds, continued**

<b>Christopher C. Ford Commerce Park</b>	<b>Mosquito Management</b>	<b>Law Library Fund</b>	<b>Aquatic Plant Management</b>	<b>Fish Conservation Trust</b>	<b>Community Development</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	16,140	-
-	45,191	-	149,469	-	920,171
-	-	145,990	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
37,600	1,304	2,090	2,037	1,804	-
562,280	-	40,597	1,499	-	-
<b>599,880</b>	<b>46,495</b>	<b>188,677</b>	<b>153,005</b>	<b>17,944</b>	<b>920,171</b>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	297,800	-	-
-	-	-	-	-	-
214,196	-	-	-	-	774,930
-	830,996	-	-	-	139,891
-	-	-	-	-	-
-	-	219,697	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>214,196</b>	<b>830,996</b>	<b>219,697</b>	<b>297,800</b>	<b>-</b>	<b>914,821</b>
<b>385,684</b>	<b>(784,501)</b>	<b>(31,020)</b>	<b>(144,795)</b>	<b>17,944</b>	<b>5,350</b>
-	847,923	-	162,398	-	-
(47,625)	-	(10,580)	-	(800)	(5,350)
<b>(47,625)</b>	<b>847,923</b>	<b>(10,580)</b>	<b>162,398</b>	<b>(800)</b>	<b>(5,350)</b>
<b>338,059</b>	<b>63,422</b>	<b>(41,600)</b>	<b>17,603</b>	<b>17,144</b>	<b>-</b>
<b>1,992,334</b>	<b>40,515</b>	<b>101,989</b>	<b>124,871</b>	<b>79,300</b>	<b>-</b>
-	37,502	-	1,397	-	-
<b>\$ 2,330,393</b>	<b>\$ 141,439</b>	<b>\$ 60,389</b>	<b>\$ 143,871</b>	<b>\$ 96,444</b>	<b>\$ -</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Year Ended September 30, 2004**

	<b>Special Revenue Funds, continued</b>		
	<b>Public Transportation Fund</b>	<b>Lake County Ambulance</b>	<b>Stormwater Management</b>
<b>Revenues</b>			
Taxes	\$ -	\$ 5,252,717	\$ 2,761,845
Licenses and Permits	-	-	-
Intergovernmental	658,403	-	483,189
Charges for Services	297,062	-	8,690
Fines and Forfeitures	-	-	-
Special Assessments	-	-	-
Investment Income	7,725	46,527	93,096
Miscellaneous	232,314	-	-
<b>Total Revenues</b>	<b><u>1,195,504</u></b>	<b><u>5,299,244</u></b>	<b><u>3,346,820</u></b>
<b>Expenditures</b>			
Current:			
General Government	-	87,198	-
Public Safety	-	5,023,695	-
Physical Environment	-	-	892,172
Transportation	1,742,638	-	-
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>1,742,638</u></b>	<b><u>5,110,893</u></b>	<b><u>892,172</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>(547,134)</u></b>	<b><u>188,351</u></b>	<b><u>2,454,648</u></b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	435,691	47,677	30,551
Transfers Out	-	(154,308)	(220,294)
<b>Total Other Financing Sources (Uses)</b>	<b><u>435,691</u></b>	<b><u>(106,631)</u></b>	<b><u>(189,743)</u></b>
<b>Net Change in Fund Balances</b>	<b>(111,443)</b>	<b>81,720</b>	<b>2,264,905</b>
<b>Fund Balances at Beginning of Year</b>	<b>378,848</b>	<b>1,553,840</b>	<b>2,669,967</b>
Inventory Reserve Increase	-	-	-
<b>Fund Balances at End of Year</b>	<b><u>\$ 267,405</u></b>	<b><u>\$ 1,635,560</u></b>	<b><u>\$ 4,934,872</u></b>

**Special Revenue Funds, continued**

<b>Emergency 9-1-1</b>	<b>Resort/ Development Tax</b>	<b>Affordable Housing Assistance Trust</b>	<b>Section 8</b>	<b>Municipal Service Benefit Units/Special Assessments</b>	<b>Law Enforcement Trust</b>
\$ -	\$ 1,806,965	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	2,921,035	2,556,755	-	-
1,195,313	1,398	-	-	-	-
-	-	-	-	-	46,497
-	-	-	-	479,470	-
31,711	18,150	41,924	3,270	7,956	462
-	-	533,214	-	-	-
<b>1,227,024</b>	<b>1,826,513</b>	<b>3,496,173</b>	<b>2,560,025</b>	<b>487,426</b>	<b>46,959</b>
-	-	-	-	-	-
1,378,818	-	-	-	-	32,965
-	-	-	-	-	-
-	-	-	-	432,433	-
-	1,186,777	1,224,913	2,638,186	-	-
-	-	17	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>1,378,818</b>	<b>1,186,777</b>	<b>1,224,930</b>	<b>2,638,186</b>	<b>432,433</b>	<b>32,965</b>
<b>(151,794)</b>	<b>639,736</b>	<b>2,271,243</b>	<b>(78,161)</b>	<b>54,993</b>	<b>13,994</b>
-	-	-	-	-	-
-	(137,505)	-	-	(49,701)	-
-	<b>(137,505)</b>	-	-	<b>(49,701)</b>	-
<b>(151,794)</b>	<b>502,231</b>	<b>2,271,243</b>	<b>(78,161)</b>	<b>5,292</b>	<b>13,994</b>
<b>1,701,699</b>	<b>780,261</b>	<b>1,364,704</b>	<b>327,294</b>	<b>262,054</b>	<b>12,539</b>
-	-	-	-	-	-
<b>\$ 1,549,905</b>	<b>\$ 1,282,492</b>	<b>\$ 3,635,947</b>	<b>\$ 249,133</b>	<b>\$ 267,346</b>	<b>\$ 26,533</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Year Ended September 30, 2004**

	<b>Special Revenue Funds, continued</b>		
	<b>Criminal Justice Trust</b>	<b>Pollution Recovery</b>	<b>Code Enforcement Liens</b>
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Fines and Forfeitures	249,817	26,500	18,806
Special Assessments	-	-	-
Investment Income	3,263	2,267	3,121
Miscellaneous	-	-	-
<b>Total Revenues</b>	<b>253,080</b>	<b>28,767</b>	<b>21,927</b>
<b>Expenditures</b>			
Current:			
General Government	-	-	-
Public Safety	-	-	35,051
Physical Environment	-	25,400	-
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>-</b>	<b>25,400</b>	<b>35,051</b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b>253,080</b>	<b>3,367</b>	<b>(13,124)</b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	-	6,487	-
Transfers Out	(253,080)	(50)	(850)
<b>Total Other Financing Sources (Uses)</b>	<b>(253,080)</b>	<b>6,437</b>	<b>(850)</b>
<b>Net Change in Fund Balances</b>	-	9,804	(13,974)
<b>Fund Balances at Beginning of Year</b>	-	105,225	162,037
Inventory Reserve Increase	-	-	-
<b>Fund Balances at End of Year</b>	<b>\$ -</b>	<b>\$ 115,029</b>	<b>\$ 148,063</b>

**Special Revenue Funds, continued**

<b>Building Services</b>	<b>Lake County MTU For Fire Protection</b>	<b>Fire Rescue Impact Fee Trust</b>	<b>County-Wide Library Trust</b>	<b>Animal Shelter Trust</b>	<b>Employee Benefit</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5,910,125	-	-	-	-	-
-	19,327	-	450,571	-	-
296,921	207,305	-	308	-	-
14,650	-	-	36,914	-	-
-	11,964,458	1,114,170	-	-	-
47,788	175,760	19,150	15,311	2,352	124
	151,424	-	14,499	15,291	997
<b>6,269,484</b>	<b>12,518,274</b>	<b>1,133,320</b>	<b>517,603</b>	<b>17,643</b>	<b>1,121</b>
-	-	-	-	-	-
4,076,843	10,052,397	253,731	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	369
-	-	-	4,294,160	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>4,076,843</b>	<b>10,052,397</b>	<b>253,731</b>	<b>4,294,160</b>	<b>-</b>	<b>369</b>
<b>2,192,641</b>	<b>2,465,877</b>	<b>879,589</b>	<b>(3,776,557)</b>	<b>17,643</b>	<b>752</b>
-	402,578	-	3,683,816	-	-
(719,672)	(881,844)	(59,513)	-	-	-
<b>(719,672)</b>	<b>(479,266)</b>	<b>(59,513)</b>	<b>3,683,816</b>	<b>-</b>	<b>-</b>
<b>1,472,969</b>	<b>1,986,611</b>	<b>820,076</b>	<b>(92,741)</b>	<b>17,643</b>	<b>752</b>
<b>1,404,101</b>	<b>4,573,809</b>	<b>608,296</b>	<b>619,603</b>	<b>105,059</b>	<b>5,829</b>
-	-	-	-	-	-
<b>\$ 2,877,070</b>	<b>\$ 6,560,420</b>	<b>\$ 1,428,372</b>	<b>\$ 526,862</b>	<b>\$ 122,702</b>	<b>\$ 6,581</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**For the Year Ended September 30, 2004**

	<u>Special Revenue Funds, continued</u>		<u>Debt Service Fund</u>
	<u>Clerk Special Revenue Funds</u>	<u>Sheriff Special Revenue Funds</u>	<u>Sales Tax Line of Credit Debt Service</u>
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Intergovernmental	198,903	239,991	-
Charges for Services	1,074,848	674,810	-
Fines and Forfeitures	539,470	294,368	-
Special Assessments	-	-	-
Investment Income	2,694	1,023	303
Miscellaneous	-	55,373	-
<b>Total Revenues</b>	<b><u>1,815,915</u></b>	<b><u>1,265,565</u></b>	<b><u>303</u></b>
<b>Expenditures</b>			
Current:			
General Government	298,955	-	-
Public Safety	-	2,103,921	-
Physical Environment	-	-	-
Transportation	-	-	-
Economic Environment	-	-	-
Human Services	-	-	-
Culture and Recreation	-	-	-
Court-Related Expenditures	1,217,540	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	-
<b>Total Expenditures</b>	<b><u>1,516,495</u></b>	<b><u>2,103,921</u></b>	<b><u>-</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>299,420</u></b>	<b><u>(838,356)</u></b>	<b><u>303</u></b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	-	1,221,174	50,000
Transfers Out	-	(19,103)	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>-</u></b>	<b><u>1,202,071</u></b>	<b><u>50,000</u></b>
<b>Net Change in Fund Balances</b>	<b>299,420</b>	<b>363,715</b>	<b>50,303</b>
<b>Fund Balances at Beginning of Year</b>	<b>468,248</b>	<b>286,719</b>	<b>-</b>
Inventory Reserve Increase	-	-	-
<b>Fund Balances at End of Year</b>	<b><u>\$ 767,668</u></b>	<b><u>\$ 650,434</u></b>	<b><u>\$ 50,303</u></b>

<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
Pari-Mutuel Revenues Bond Debt Service	Parks Capital Projects	Nonmajor Governmental Funds
\$ -	\$ -	\$ 16,606,757
-	-	5,926,265
297,667	100,000	13,884,595
-	-	4,375,451
-	-	1,227,022
-	-	14,857,430
104,157	4,796	786,331
-	-	2,291,249
<b>401,824</b>	<b>104,796</b>	<b>59,955,100</b>
-	-	386,153
-	-	22,957,421
-	-	1,215,372
-	-	13,913,097
-	-	6,039,002
-	-	971,273
101,822	-	4,395,982
-	-	1,437,237
75,000	-	75,000
221,516	-	221,516
40,084	233,681	273,765
<b>438,422</b>	<b>233,681</b>	<b>51,885,818</b>
<b>(36,598)</b>	<b>(128,885)</b>	<b>8,069,282</b>
-	-	6,893,646
-	-	(3,234,445)
-	-	<b>3,659,201</b>
<b>(36,598)</b>	<b>(128,885)</b>	<b>11,728,483</b>
<b>3,919,599</b>	<b>363,468</b>	<b>29,569,024</b>
-	-	248,856
<b>\$ 3,883,001</b>	<b>\$ 234,583</b>	<b>\$ 41,546,363</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**LIBRARY IMPACT FEE TRUST**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ -	\$ -	\$ 545,627	\$ 545,627
Investment Income	-	-	4,737	4,737
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>550,364</u>	<u>550,364</u>
<b>Expenditures</b>				
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues Over Expenditures</b>	<u>-</u>	<u>-</u>	<u>550,364</u>	<u>550,364</u>
 <b>Net Change in Fund Balances</b>	 -	 -	 550,364	 550,364
<b>Fund Balances at Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 550,364</u>	<u>\$ 550,364</u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**PARK IMPACT FEE TRUST**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ -	\$ -	\$ 514,379	\$ 514,379
Investment Income	-	-	4,796	4,796
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>519,175</u>	<u>519,175</u>
<b>Expenditures</b>				
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues Over Expenditures</b>	<u>-</u>	<u>-</u>	<u>519,175</u>	<u>519,175</u>
 <b>Net Change in Fund Balances</b>	 -	 -	 519,175	 519,175
<b>Fund Balances at Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 519,175</u>	<u>\$ 519,175</u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY TRANSPORTATION TRUST**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 5,921,127	\$ 6,011,127	\$ 6,785,230	\$ 774,103
Intergovernmental	4,584,653	4,584,653	4,843,923	259,270
Charges for Services	320,867	320,867	472,806	151,939
Special Assessments	170,000	170,000	239,326	69,326
Investment Income	112,500	112,500	99,033	(13,467)
Miscellaneous	772,700	772,700	683,761	(88,939)
Less: Statutory Requirement	(594,092)	(594,092)	-	594,092
<b>Total Revenues</b>	<b><u>11,287,755</u></b>	<b><u>11,377,755</u></b>	<b><u>13,124,079</u></b>	<b><u>1,746,324</u></b>
<b>Expenditures</b>				
Current:				
Transportation	14,956,698	15,427,673	11,738,026	3,689,647
<b>Total Expenditures</b>	<b><u>14,956,698</u></b>	<b><u>15,427,673</u></b>	<b><u>11,738,026</u></b>	<b><u>3,689,647</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(3,668,943)</u></b>	<b><u>(4,049,918)</u></b>	<b><u>1,386,053</u></b>	<b><u>5,435,971</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	377,500	377,500	5,351	(372,149)
Transfers Out	(674,170)	(674,170)	(674,170)	-
Reserve for Contingencies	(1,294,806)	(1,210,228)	-	1,210,228
<b>Total Other Financing Sources (Uses)</b>	<b><u>(1,591,476)</u></b>	<b><u>(1,506,898)</u></b>	<b><u>(668,819)</u></b>	<b><u>838,079</u></b>
<b>Net Change in Fund Balances</b>	<b>(5,260,419)</b>	<b>(5,556,816)</b>	<b>717,234</b>	<b>6,274,050</b>
<b>Fund Balances at Beginning of Year</b>	<b>5,260,419</b>	<b>5,556,816</b>	<b>5,556,816</b>	<b>-</b>
Inventory Reserve Decrease	-	-	209,957	209,957
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 6,484,007</u></b>	<b><u>\$ 6,484,007</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**CHRISTOPHER C. FORD COMMERCE PARK**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 2,500	\$ 2,500	\$ 37,600	\$ 35,100
Miscellaneous	450,000	450,000	562,280	112,280
Less: Statutory Requirement	<u>(22,625)</u>	<u>(22,625)</u>	-	22,625
<b>Total Revenues</b>	<b><u>429,875</u></b>	<b><u>429,875</u></b>	<b><u>599,880</u></b>	<b><u>170,005</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	1,725,344	1,720,447	214,196	1,506,251
<b>Total Expenditures</b>	<b><u>1,725,344</u></b>	<b><u>1,720,447</u></b>	<b><u>214,196</u></b>	<b><u>1,506,251</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(1,295,469)</u></b>	<b><u>(1,290,572)</u></b>	<b><u>385,684</u></b>	<b><u>1,676,256</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(47,625)	(47,625)	(47,625)	-
Reserve for Contingencies	<u>(17,100)</u>	<u>(654,137)</u>	-	654,137
<b>Total Other Financing Uses</b>	<b><u>(64,725)</u></b>	<b><u>(701,762)</u></b>	<b><u>(47,625)</u></b>	<b><u>654,137</u></b>
<b>Net Change in Fund Balances</b>	<b>(1,360,194)</b>	<b>(1,992,334)</b>	<b>338,059</b>	<b>2,330,393</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>1,360,194</u></b>	<b><u>1,992,334</u></b>	<b><u>1,992,334</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,330,393</u></b>	<b><u>\$ 2,330,393</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**MOSQUITO MANAGEMENT**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 46,355	\$ 45,191	\$ 45,191	\$ -
Investment Income	500	500	1,304	804
Miscellaneous	500	972	-	(972)
Less: Statutory Requirement	<u>(2,368)</u>	<u>(2,368)</u>	<u>-</u>	<u>2,368</u>
<b>Total Revenues</b>	<b><u>44,987</u></b>	<b><u>44,295</u></b>	<b><u>46,495</u></b>	<b><u>2,200</u></b>
<b>Expenditures</b>				
Current:				
Human Services	<u>875,835</u>	<u>876,800</u>	<u>830,996</u>	<u>45,804</u>
<b>Total Expenditures</b>	<b><u>875,835</u></b>	<b><u>876,800</u></b>	<b><u>830,996</u></b>	<b><u>45,804</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(830,848)</u></b>	<b><u>(832,505)</u></b>	<b><u>(784,501)</u></b>	<b><u>48,004</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	847,923	847,923	847,923	-
Reserve for Contingencies	<u>(20,986)</u>	<u>(55,933)</u>	<u>-</u>	<u>55,933</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>826,937</u></b>	<b><u>791,990</u></b>	<b><u>847,923</u></b>	<b><u>55,933</u></b>
<b>Net Change in Fund Balances</b>	<b>(3,911)</b>	<b>(40,515)</b>	<b>63,422</b>	<b>103,937</b>
<b>Fund Balances at Beginning of Year</b>	<b>3,911</b>	<b>40,515</b>	<b>40,515</b>	<b>-</b>
Inventory Reserve Increase	<u>-</u>	<u>-</u>	<u>37,502</u>	<u>37,502</u>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 141,439</u></b>	<b><u>\$ 141,439</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**LAW LIBRARY FUND**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 180,000	\$ 180,000	\$ 145,990	\$ (34,010)
Investment Income	1,600	1,600	2,090	490
Miscellaneous	30,000	30,000	40,597	10,597
Less: Statutory Requirement	<u>(10,580)</u>	<u>(10,580)</u>	<u>-</u>	<u>10,580</u>
<b>Total Revenues</b>	<b><u>201,020</u></b>	<b><u>201,020</u></b>	<b><u>188,677</u></b>	<b><u>(12,343)</u></b>
<b>Expenditures</b>				
Current:				
Court-Related Expenditures	<u>233,466</u>	<u>267,274</u>	<u>219,697</u>	<u>47,577</u>
<b>Total Expenditures</b>	<b><u>233,466</u></b>	<b><u>267,274</u></b>	<b><u>219,697</u></b>	<b><u>47,577</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(32,446)</u></b>	<b><u>(66,254)</u></b>	<b><u>(31,020)</u></b>	<b><u>35,234</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(10,580)	(10,580)	(10,580)	-
Reserve for Contingencies	<u>(25,155)</u>	<u>(25,155)</u>	<u>-</u>	<u>25,155</u>
<b>Total Other Financing Uses</b>	<b><u>(35,735)</u></b>	<b><u>(35,735)</u></b>	<b><u>(10,580)</u></b>	<b><u>25,155</u></b>
<b>Net Change in Fund Balances</b>	<b>(68,181)</b>	<b>(101,989)</b>	<b>(41,600)</b>	<b>60,389</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>68,181</u></b>	<b><u>101,989</u></b>	<b><u>101,989</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 60,389</u></b>	<b><u>\$ 60,389</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**AQUATIC PLANT MANAGEMENT**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 85,000	\$ 85,000	\$ 149,469	\$ 64,469
Investment Income	300	300	2,037	1,737
Miscellaneous	500	500	1,499	999
Less: Statutory Requirement	(4,290)	(4,290)	-	4,290
<b>Total Revenues</b>	<b><u>81,510</u></b>	<b><u>81,510</u></b>	<b><u>153,005</u></b>	<b><u>71,495</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	<u>288,296</u>	<u>360,746</u>	<u>297,800</u>	<u>62,946</u>
<b>Total Expenditures</b>	<b><u>288,296</u></b>	<b><u>360,746</u></b>	<b><u>297,800</u></b>	<b><u>62,946</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(206,786)</u></b>	<b><u>(279,236)</u></b>	<b><u>(144,795)</u></b>	<b><u>134,441</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	162,398	162,398	162,398	-
Reserve for Contingencies	<u>(7,012)</u>	<u>(8,033)</u>	<u>-</u>	<u>8,033</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>155,386</u></b>	<b><u>154,365</u></b>	<b><u>162,398</u></b>	<b><u>8,033</u></b>
<b>Net Change in Fund Balances</b>	<b>(51,400)</b>	<b>(124,871)</b>	<b>17,603</b>	<b>142,474</b>
<b>Fund Balances at Beginning of Year</b>	<b>51,400</b>	<b>124,871</b>	<b>124,871</b>	<b>-</b>
Inventory Reserve Increase	<u>-</u>	<u>-</u>	<u>1,397</u>	<u>1,397</u>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 143,871</u></b>	<b><u>\$ 143,871</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FISH CONSERVATION TRUST**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Licenses and Permits	\$ 15,000	\$ 15,000	\$ 16,140	\$ 1,140
Investment Income	1,000	1,000	1,804	804
Less: Statutory Requirement	(800)	(800)	-	800
<b>Total Revenues</b>	<b><u>15,200</u></b>	<b><u>15,200</u></b>	<b><u>17,944</u></b>	<b><u>2,744</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	81,500	81,500	-	81,500
<b>Total Expenditures</b>	<b><u>81,500</u></b>	<b><u>81,500</u></b>	<b><u>-</u></b>	<b><u>81,500</u></b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b><u>(66,300)</u></b>	<b><u>(66,300)</u></b>	<b><u>17,944</u></b>	<b><u>84,244</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(800)	(800)	(800)	-
Reserve for Contingencies	(12,117)	(12,200)	-	12,200
<b>Total Other Financing Uses</b>	<b><u>(12,917)</u></b>	<b><u>(13,000)</u></b>	<b><u>(800)</u></b>	<b><u>12,200</u></b>
<b>Net Change in Fund Balances</b>	<b><u>(79,217)</u></b>	<b><u>(79,300)</u></b>	<b><u>17,144</u></b>	<b><u>96,444</u></b>
<b>Fund Balances at Beginning of Year</b>	<b><u>79,217</u></b>	<b><u>79,300</u></b>	<b><u>79,300</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 96,444</u></b>	<b><u>\$ 96,444</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COMMUNITY DEVELOPMENT**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 1,227,042	\$ 1,447,678	\$ 920,171	\$ (527,507)
Miscellaneous	64,581	64,581	-	(64,581)
Less: Statutory Requirement	(64,581)	(64,581)	-	64,581
<b>Total Revenues</b>	<b><u>1,227,042</u></b>	<b><u>1,447,678</u></b>	<b><u>920,171</u></b>	<b><u>(527,507)</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	989,633	1,053,460	774,930	278,530
Human Services	140,000	140,000	139,891	109
<b>Total Expenditures</b>	<b><u>1,129,633</u></b>	<b><u>1,193,460</u></b>	<b><u>914,821</u></b>	<b><u>278,639</u></b>
<b>Excess of Revenues Over Expenditures</b>	<b><u>97,409</u></b>	<b><u>254,218</u></b>	<b><u>5,350</u></b>	<b><u>(248,868)</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(38,809)	(38,809)	(5,350)	33,459
Reserve for Contingencies	(58,600)	(215,409)	-	215,409
<b>Total Other Financing Uses</b>	<b><u>(97,409)</u></b>	<b><u>(254,218)</u></b>	<b><u>(5,350)</u></b>	<b><u>248,868</u></b>
<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances at Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances 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 BALANCES - BUDGET AND ACTUAL**  
**PUBLIC TRANSPORTATION FUND**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 661,890	\$ 711,890	\$ 658,403	\$ (53,487)
Charges for Services	254,337	254,337	297,062	42,725
Investment Income	-	-	7,725	7,725
Miscellaneous	48,223	293,223	232,314	(60,909)
Less: Statutory Requirement	<u>(48,223)</u>	<u>(48,223)</u>	-	48,223
<b>Total Revenues</b>	<b><u>916,227</u></b>	<b><u>1,211,227</u></b>	<b><u>1,195,504</u></b>	<b><u>(15,723)</u></b>
<b>Expenditures</b>				
Current:				
Transportation	1,345,526	1,996,973	1,742,638	254,335
<b>Total Expenditures</b>	<b><u>1,345,526</u></b>	<b><u>1,996,973</u></b>	<b><u>1,742,638</u></b>	<b><u>254,335</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(429,299)</u></b>	<b><u>(785,746)</u></b>	<b><u>(547,134)</u></b>	<b><u>238,612</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	435,691	435,691	435,691	-
Reserve for Contingencies	<u>(343,039)</u>	<u>(28,793)</u>	-	28,793
<b>Total Other Financing Sources (Uses)</b>	<b><u>92,652</u></b>	<b><u>406,898</u></b>	<b><u>435,691</u></b>	<b><u>28,793</u></b>
<b>Net Change in Fund Balances</b>	<b>(336,647)</b>	<b>(378,848)</b>	<b>(111,443)</b>	<b>267,405</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>336,647</u></b>	<b><u>378,848</u></b>	<b><u>378,848</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 267,405</u></b>	<b><u>\$ 267,405</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**LAKE COUNTY AMBULANCE**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 5,535,492	\$ 5,535,492	\$ 5,252,717	\$ (282,775)
Investment Income	32,000	32,000	46,527	14,527
Less: Statutory Requirement	(278,375)	(278,375)	-	278,375
<b>Total Revenues</b>	<b><u>5,289,117</u></b>	<b><u>5,289,117</u></b>	<b><u>5,299,244</u></b>	<b><u>10,127</u></b>
<b>Expenditures</b>				
Current:				
General Government	86,927	87,198	87,198	-
Public Safety	5,023,695	5,023,695	5,023,695	-
<b>Total Expenditures</b>	<b><u>5,110,622</u></b>	<b><u>5,110,893</u></b>	<b><u>5,110,893</u></b>	<b><u>-</u></b>
<b>Excess of Revenues Over Expenditures</b>	<b><u>178,495</u></b>	<b><u>178,224</u></b>	<b><u>188,351</u></b>	<b><u>10,127</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	600	600	47,677	47,077
Transfers Out	(165,825)	(165,825)	(154,308)	11,517
Reserve for Contingencies	(698,418)	(1,566,839)	-	1,566,839
<b>Total Other Financing Sources (Uses)</b>	<b><u>(863,643)</u></b>	<b><u>(1,732,064)</u></b>	<b><u>(106,631)</u></b>	<b><u>1,625,433</u></b>
<b>Net Change in Fund Balances</b>	<b>(685,148)</b>	<b>(1,553,840)</b>	<b>81,720</b>	<b>1,635,560</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>685,148</u></b>	<b><u>1,553,840</u></b>	<b><u>1,553,840</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,635,560</u></b>	<b><u>\$ 1,635,560</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**STORMWATER MANAGEMENT**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 2,927,445	\$ 2,927,445	\$ 2,761,845	\$ (165,600)
Intergovernmental	-	-	483,189	483,189
Charges for Services	4,000	4,000	8,690	4,690
Investment Income	51,700	51,700	93,096	41,396
Less: Statutory Requirement	(149,157)	(149,157)	-	149,157
<b>Total Revenues</b>	<b><u>2,833,988</u></b>	<b><u>2,833,988</u></b>	<b><u>3,346,820</u></b>	<b><u>512,832</u></b>
<b>Expenditures</b>				
Current:				
Physical Environment	2,802,699	3,281,129	892,172	2,388,957
<b>Total Expenditures</b>	<b><u>2,802,699</u></b>	<b><u>3,281,129</u></b>	<b><u>892,172</u></b>	<b><u>2,388,957</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>31,289</u></b>	<b><u>(447,141)</u></b>	<b><u>2,454,648</u></b>	<b><u>2,901,789</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	1,600	1,600	30,551	28,951
Transfers Out	(236,875)	(236,875)	(220,294)	16,581
Reserve for Contingencies	(1,360,731)	(1,987,551)	-	1,987,551
<b>Total Other Financing Sources (Uses)</b>	<b><u>(1,596,006)</u></b>	<b><u>(2,222,826)</u></b>	<b><u>(189,743)</u></b>	<b><u>2,033,083</u></b>
<b>Net Change in Fund Balances</b>	<b>(1,564,717)</b>	<b>(2,669,967)</b>	<b>2,264,905</b>	<b>4,934,872</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>1,564,717</u></b>	<b><u>2,669,967</u></b>	<b><u>2,669,967</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 4,934,872</u></b>	<b><u>\$ 4,934,872</u></b>

LAKE COUNTY, FLORIDA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
EMERGENCY 9-1-1  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Charges for Services	\$ 1,010,350	\$ 1,010,350	\$ 1,195,313	\$ 184,963
Investment Income	5,000	5,000	31,711	26,711
Less: Statutory Requirement	(50,767)	(50,767)	-	50,767
<b>Total Revenues</b>	<b><u>964,583</u></b>	<b><u>964,583</u></b>	<b><u>1,227,024</u></b>	<b><u>262,441</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	2,317,847	2,317,847	1,378,818	939,029
<b>Total Expenditures</b>	<b><u>2,317,847</u></b>	<b><u>2,317,847</u></b>	<b><u>1,378,818</u></b>	<b><u>939,029</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(1,353,264)</u></b>	<b><u>(1,353,264)</u></b>	<b><u>(151,794)</u></b>	<b><u>1,201,470</u></b>
<b>Other Financing Uses</b>				
Reserve for Contingencies	(144,786)	(348,435)	-	348,435
<b>Total Other Financing Uses</b>	<b><u>(144,786)</u></b>	<b><u>(348,435)</u></b>	<b><u>-</u></b>	<b><u>348,435</u></b>
<b>Net Change in Fund Balances</b>	<b>(1,498,050)</b>	<b>(1,701,699)</b>	<b>(151,794)</b>	<b>1,549,905</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>1,498,050</u></b>	<b><u>1,701,699</u></b>	<b><u>1,701,699</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,549,905</u></b>	<b><u>\$ 1,549,905</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**RESORT/DEVELOPMENT TAX**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 1,300,000	\$ 1,680,000	\$ 1,806,965	\$ 126,965
Charges for Services	500	500	1,398	898
Investment Income	26,000	26,000	18,150	(7,850)
Less: Statutory Requirement	(66,325)	(66,325)	-	66,325
<b>Total Revenues</b>	<b><u>1,260,175</u></b>	<b><u>1,640,175</u></b>	<b><u>1,826,513</u></b>	<b><u>186,338</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	1,107,549	2,105,637	1,186,777	918,860
<b>Total Expenditures</b>	<b><u>1,107,549</u></b>	<b><u>2,105,637</u></b>	<b><u>1,186,777</u></b>	<b><u>918,860</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>152,626</u></b>	<b><u>(465,462)</u></b>	<b><u>639,736</u></b>	<b><u>1,105,198</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(119,457)	(137,505)	(137,505)	-
Reserve for Contingencies	(611,485)	(177,294)	-	177,294
<b>Total Other Financing Uses</b>	<b><u>(730,942)</u></b>	<b><u>(314,799)</u></b>	<b><u>(137,505)</u></b>	<b><u>177,294</u></b>
<b>Net Change in Fund Balances</b>	<b>(578,316)</b>	<b>(780,261)</b>	<b>502,231</b>	<b>1,282,492</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>578,316</u></b>	<b><u>780,261</u></b>	<b><u>780,261</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,282,492</u></b>	<b><u>\$ 1,282,492</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**AFFORDABLE HOUSING ASSISTANCE TRUST**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 1,780,323	\$ 1,780,323	\$ 2,921,035	\$ 1,140,712
Investment Income	6,413	6,413	41,924	35,511
Miscellaneous	178,249	178,249	533,214	354,965
Less: Statutory Requirement	(98,249)	(98,249)	-	98,249
<b>Total Revenues</b>	<b><u>1,866,736</u></b>	<b><u>1,866,736</u></b>	<b><u>3,496,173</u></b>	<b><u>1,629,437</u></b>
<b>Expenditures</b>				
Current:				
Economic Environment	2,299,271	3,236,423	1,224,913	2,011,510
Human Services	-	17	17	-
<b>Total Expenditures</b>	<b><u>2,299,271</u></b>	<b><u>3,236,440</u></b>	<b><u>1,224,930</u></b>	<b><u>-</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(432,535)</u></b>	<b><u>(1,369,704)</u></b>	<b><u>2,271,243</u></b>	<b><u>3,640,947</u></b>
<b>Other Financing Sources</b>				
Transfer In	5,000	5,000	-	(5,000)
<b>Total Other Financing Sources</b>	<b><u>5,000</u></b>	<b><u>5,000</u></b>	<b><u>-</u></b>	<b><u>(5,000)</u></b>
<b>Net Change in Fund Balances</b>	<b><u>(427,535)</u></b>	<b><u>(1,364,704)</u></b>	<b><u>2,271,243</u></b>	<b><u>3,635,947</u></b>
<b>Fund Balances at Beginning of Year</b>	<b><u>427,535</u></b>	<b><u>1,364,704</u></b>	<b><u>1,364,704</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 3,635,947</u></b>	<b><u>\$ 3,635,947</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**SECTION 8**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 2,291,100	\$ 2,705,042	\$ 2,556,755	\$ (148,287)
Investment Income	-	-	3,270	3,270
Miscellaneous	120,584	120,584	-	(120,584)
Less: Statutory Requirement	(120,584)	(120,584)	-	120,584
<b>Total Revenues</b>	<u><b>2,291,100</b></u>	<u><b>2,705,042</b></u>	<u><b>2,560,025</b></u>	<u><b>(145,017)</b></u>
<b>Expenditures</b>				
Current:				
Economic Environment	2,329,368	2,743,310	2,638,186	105,124
<b>Total Expenditures</b>	<u><b>2,329,368</b></u>	<u><b>2,743,310</b></u>	<u><b>2,638,186</b></u>	<u><b>105,124</b></u>
<b>Excess of Revenues Under Expenditures</b>	<u><b>(38,268)</b></u>	<u><b>(38,268)</b></u>	<u><b>(78,161)</b></u>	<u><b>(39,893)</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(56,770)	(56,770)	-	56,770
Reserve for Contingencies	(130,526)	(232,256)	-	232,256
<b>Total Other Financing Uses</b>	<u><b>(187,296)</b></u>	<u><b>(289,026)</b></u>	<u><b>-</b></u>	<u><b>289,026</b></u>
<b>Net Change in Fund Balances</b>	<b>(225,564)</b>	<b>(327,294)</b>	<b>(78,161)</b>	<b>249,133</b>
<b>Fund Balances at Beginning of Year</b>	<u><b>225,564</b></u>	<u><b>327,294</b></u>	<u><b>327,294</b></u>	<u><b>-</b></u>
<b>Fund Balances at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 249,133</b></u></u>	<u><u><b>\$ 249,133</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**MUNICIPAL SERVICE BENEFIT UNITS/SPECIAL ASSESSMENTS**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 496,836	\$ 496,836	\$ 479,470	\$ (17,366)
Investment Income	6,640	6,640	7,956	1,316
Less: Statutory Requirement	(25,174)	(25,174)	-	25,174
<b>Total Revenues</b>	<b><u>478,302</u></b>	<b><u>478,302</u></b>	<b><u>487,426</u></b>	<b><u>9,124</u></b>
<b>Expenditures</b>				
Current:				
Transportation	423,520	436,362	432,433	3,929
<b>Total Expenditures</b>	<b><u>423,520</u></b>	<b><u>436,362</u></b>	<b><u>432,433</u></b>	<b><u>3,929</u></b>
<b>Excess of Revenues Over Expenditures</b>	<b><u>54,782</u></b>	<b><u>41,940</u></b>	<b><u>54,993</u></b>	<b><u>13,053</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(55,306)	(54,541)	(49,701)	4,840
Reserve for Contingencies	(246,133)	(249,453)	-	249,453
<b>Total Other Financing Uses</b>	<b><u>(301,439)</u></b>	<b><u>(303,994)</u></b>	<b><u>(49,701)</u></b>	<b><u>254,293</u></b>
<b>Net Change in Fund Balances</b>	<b>(246,657)</b>	<b>(262,054)</b>	<b>5,292</b>	<b>267,346</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>246,657</u></b>	<b><u>262,054</u></b>	<b><u>262,054</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 267,346</u></b>	<b><u>\$ 267,346</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**LAW ENFORCEMENT TRUST**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ -	\$ 33,776	\$ 46,497	\$ 12,721
Investment Income	1,000	1,000	462	(538)
<b>Total Revenues</b>	<b><u>1,000</u></b>	<b><u>34,776</u></b>	<b><u>46,959</u></b>	<b><u>12,183</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	<u>25,434</u>	<u>47,315</u>	<u>32,965</u>	<u>14,350</u>
<b>Total Expenditures</b>	<b><u>25,434</u></b>	<b><u>47,315</u></b>	<b><u>32,965</u></b>	<b><u>14,350</u></b>
<b>Net Change in Fund Balances</b>	<b>(24,434)</b>	<b>(12,539)</b>	<b>13,994</b>	<b>26,533</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>24,434</u></b>	<b><u>12,539</u></b>	<b><u>12,539</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u><u>\$ -</u></u></b>	<b><u><u>\$ -</u></u></b>	<b><u><u>\$ 26,533</u></u></b>	<b><u><u>\$ 26,533</u></u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**CRIMINAL JUSTICE TRUST**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ 189,579	\$ 189,579	\$ 249,817	\$ 60,238
Investment Income	2,000	2,000	3,263	1,263
Less: Statutory Requirement	(9,579)	(9,579)	-	9,579
<b>Total Revenues</b>	<u><b>182,000</b></u>	<u><b>182,000</b></u>	<u><b>253,080</b></u>	<u><b>71,080</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>182,000</b></u>	<u><b>253,080</b></u>	<u><b>71,080</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(182,000)	(182,000)	(253,080)	(71,080)
<b>Total Other Financing Uses</b>	<u><b>(182,000)</b></u>	<u><b>(182,000)</b></u>	<u><b>(253,080)</b></u>	<u><b>(71,080)</b></u>
<b>Net Change in Fund Balances</b>				
	-	-	-	-
<b>Fund Balances at Beginning of Year</b>				
	-	-	-	-
<b>Fund Balances 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 BALANCES- BUDGET AND ACTUAL**  
**POLLUTION RECOVERY**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ -	\$ -	\$ 26,500	\$ 26,500
Investment Income	1,000	1,000	2,267	1,267
Less: Statutory Requirement	(50)	(50)	-	50
<b>Total Revenues</b>	<b>950</b>	<b>950</b>	<b>28,767</b>	<b>27,817</b>
<b>Expenditures</b>				
Physical Environment	8,150	47,237	25,400	21,837
<b>Total Expenditures</b>	<b>8,150</b>	<b>47,237</b>	<b>25,400</b>	<b>21,837</b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b>(7,200)</b>	<b>(46,287)</b>	<b>3,367</b>	<b>49,654</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	-	6,487	6,487	-
Transfers Out	(50)	(50)	(50)	-
Reserve for Contingencies	(36,176)	(65,375)	-	65,375
<b>Total Other Financing Sources (Uses)</b>	<b>(36,226)</b>	<b>(58,938)</b>	<b>6,437</b>	<b>65,375</b>
<b>Net Change in Fund Balances</b>	<b>(43,426)</b>	<b>(105,225)</b>	<b>9,804</b>	<b>115,029</b>
<b>Fund Balances at Beginning of Year</b>	<b>43,426</b>	<b>105,225</b>	<b>105,225</b>	<b>-</b>
<b>Fund Balances at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 115,029</b>	<b>\$ 115,029</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**CODE ENFORCEMENT LIENS**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Fines and Forfeitures	\$ 15,000	\$ 15,000	\$ 18,806	\$ 3,806
Investment Income	2,000	2,000	3,121	1,121
Less: Statutory Requirement	(850)	(850)	-	850
<b>Total Revenues</b>	<b>16,150</b>	<b>16,150</b>	<b>21,927</b>	<b>5,777</b>
<b>Expenditures</b>				
Current:				
Public Safety	167,839	177,337	35,051	142,286
<b>Total Expenditures</b>	<b>167,839</b>	<b>177,337</b>	<b>35,051</b>	<b>142,286</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(151,689)</b>	<b>(161,187)</b>	<b>(13,124)</b>	<b>148,063</b>
<b>Other Financing Uses</b>				
Transfers Out	(850)	(850)	(850)	-
<b>Total Other Financing Uses</b>	<b>(850)</b>	<b>(850)</b>	<b>(850)</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(152,539)</b>	<b>(162,037)</b>	<b>(13,974)</b>	<b>148,063</b>
<b>Fund Balances at Beginning of Year</b>	<b>152,539</b>	<b>162,037</b>	<b>162,037</b>	<b>-</b>
<b>Fund Balances at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 148,063</b>	<b>\$ 148,063</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**BUILDING SERVICES**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Licenses and Permits	\$ 4,576,500	\$ 4,576,500	\$ 5,910,125	\$ 1,333,625
Charges for Services	206,310	206,310	296,921	90,611
Fines and Forfeitures	15,000	15,000	14,650	(350)
Investment Income	10,000	10,000	47,788	37,788
Less: Statutory Requirement	(240,390)	(240,390)	-	240,390
<b>Total Revenues</b>	<u><b>4,567,420</b></u>	<u><b>4,567,420</b></u>	<u><b>6,269,484</b></u>	<u><b>1,702,064</b></u>
<b>Expenditures</b>				
Current:				
Public Safety	3,765,921	4,610,731	4,076,843	533,888
<b>Total Expenditures</b>	<u><b>3,765,921</b></u>	<u><b>4,610,731</b></u>	<u><b>4,076,843</b></u>	<u><b>533,888</b></u>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<u><b>801,499</b></u>	<u><b>(43,311)</b></u>	<u><b>2,192,641</b></u>	<u><b>2,235,952</b></u>
<b>Other Financing Uses</b>				
Transfers Out	(719,672)	(719,672)	(719,672)	-
Reserve for Contingencies	(931,901)	(641,118)	-	(641,118)
<b>Total Other Financing Uses</b>	<u><b>(1,651,573)</b></u>	<u><b>(1,360,790)</b></u>	<u><b>(719,672)</b></u>	<u><b>(641,118)</b></u>
<b>Net Change in Fund Balances</b>	<b>(850,074)</b>	<b>(1,404,101)</b>	<b>1,472,969</b>	<b>2,877,070</b>
<b>Fund Balances at Beginning of Year</b>	<u><b>850,074</b></u>	<u><b>1,404,101</b></u>	<u><b>1,404,101</b></u>	<u><b>-</b></u>
<b>Fund Balances at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 2,877,070</b></u></u>	<u><u><b>\$ 2,877,070</b></u></u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES- BUDGET AND ACTUAL**  
**LAKE COUNTY MTU FOR FIRE PROTECTION**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 11,550,000	\$ 11,550,000	\$ 11,964,458	\$ 414,458
Intergovernmental	17,896	17,896	19,327	1,431
Charges for Services	4,000	204,000	207,305	3,305
Investment Income	156,000	156,000	175,760	19,760
Miscellaneous	203,100	3,100	151,424	148,324
Less: Statutory Requirement	(596,550)	(596,550)	-	596,550
<b>Total Revenues</b>	<b><u>11,334,446</u></b>	<b><u>11,334,446</u></b>	<b><u>12,518,274</u></b>	<b><u>1,183,828</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	12,840,934	13,387,700	10,052,397	3,335,303
<b>Total Expenditures</b>	<b><u>12,840,934</u></b>	<b><u>13,387,700</u></b>	<b><u>10,052,397</u></b>	<b><u>3,335,303</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(1,506,488)</u></b>	<b><u>(2,053,254)</u></b>	<b><u>2,465,877</u></b>	<b><u>4,519,131</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	200,000	402,578	402,578	-
Transfers Out	(899,059)	(899,059)	(881,844)	17,215
Reserve for Contingencies	(1,711,223)	(2,024,074)	-	2,024,074
<b>Total Other Financing Sources (Uses)</b>	<b><u>(2,410,282)</u></b>	<b><u>(2,520,555)</u></b>	<b><u>(479,266)</u></b>	<b><u>2,041,289</u></b>
<b>Net Change in Fund Balances</b>	<b>(3,916,770)</b>	<b>(4,573,809)</b>	<b>1,986,611</b>	<b>6,560,420</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>3,916,770</u></b>	<b><u>4,573,809</u></b>	<b><u>4,573,809</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 6,560,420</u></b>	<b><u>\$ 6,560,420</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FIRE SERVICES IMPACT FEE TRUST**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Special Assessments	\$ 299,000	\$ 636,500	\$ 1,114,170	\$ 477,670
Investment Income	13,000	13,000	19,150	6,150
Less: Statutory Requirement	(15,600)	(15,600)	-	15,600
<b>Total Revenues</b>	<b><u>296,400</u></b>	<b><u>633,900</u></b>	<b><u>1,133,320</u></b>	<b><u>499,420</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	845,083	1,172,080	253,731	918,349
<b>Total Expenditures</b>	<b><u>845,083</u></b>	<b><u>1,172,080</u></b>	<b><u>253,731</u></b>	<b><u>918,349</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(548,683)</u></b>	<b><u>(538,180)</u></b>	<b><u>879,589</u></b>	<b><u>1,417,769</u></b>
<b>Other Financing Uses</b>				
Transfers Out	(25,817)	(57,268)	(59,513)	(2,245)
Reserve for Contingencies	(225,691)	(12,848)	-	12,848
<b>Total Other Financing Uses</b>	<b><u>(251,508)</u></b>	<b><u>(70,116)</u></b>	<b><u>(59,513)</u></b>	<b><u>10,603</u></b>
<b>Net Change in Fund Balances</b>	<b>(800,191)</b>	<b>(608,296)</b>	<b>820,076</b>	<b>1,428,372</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>800,191</u></b>	<b><u>608,296</u></b>	<b><u>608,296</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,428,372</u></b>	<b><u>\$ 1,428,372</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**COUNTY-WIDE LIBRARY TRUST**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 493,383	\$ 450,571	\$ 450,571	\$ -
Charges for Services	250	250	308	58
Fines and Forfeitures	17,500	17,500	36,914	19,414
Investment Income	1,000	1,000	15,311	14,311
Miscellaneous	7,500	8,591	14,499	5,908
<b>Total Revenues</b>	<b><u>519,633</u></b>	<b><u>477,912</u></b>	<b><u>517,603</u></b>	<b><u>39,691</u></b>
<b>Expenditures</b>				
Current:				
Culture and Recreation	4,781,772	4,761,526	4,294,160	467,366
<b>Total Expenditures</b>	<b><u>4,781,772</u></b>	<b><u>4,761,526</u></b>	<b><u>4,294,160</u></b>	<b><u>467,366</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(4,262,139)</u></b>	<b><u>(4,283,614)</u></b>	<b><u>(3,776,557)</u></b>	<b><u>507,057</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	4,049,294	3,683,816	3,683,816	-
Reserve for Contingencies	(22,288)	(19,805)	-	19,805
<b>Total Other Financing Sources (Uses)</b>	<b><u>4,027,006</u></b>	<b><u>3,664,011</u></b>	<b><u>3,683,816</u></b>	<b><u>19,805</u></b>
<b>Net Change in Fund Balances</b>	<b>(235,133)</b>	<b>(619,603)</b>	<b>(92,741)</b>	<b>526,862</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>235,133</u></b>	<b><u>619,603</u></b>	<b><u>619,603</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 526,862</u></b>	<b><u>\$ 526,862</u></b>

LAKE COUNTY, FLORIDA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
ANIMAL SHELTER TRUST  
For the Year Ended September 30, 2004

	<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	\$ 2,352	\$ 352
Miscellaneous	<u>5,800</u>	<u>5,800</u>	<u>15,291</u>	<u>9,491</u>
<b>Total Revenues</b>	<u><b>7,800</b></u>	<u><b>7,800</b></u>	<u><b>17,643</b></u>	<u><b>9,843</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><b>-</b></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>17,643</b></u>	<u><b>13,343</b></u>
<b>Other Financing Uses</b>				
Reserve for Contingencies	<u>(83,727)</u>	<u>(109,359)</u>	<u>-</u>	<u>109,359</u>
<b>Total Other Financing Uses</b>	<u><b>(83,727)</b></u>	<u><b>(109,359)</b></u>	<u><b>-</b></u>	<u><b>109,359</b></u>
<b>Net Change in Fund Balances</b>	<b>(79,427)</b>	<b>(105,059)</b>	<b>17,643</b>	<b>122,702</b>
<b>Fund Balances at Beginning of Year</b>	<u><b>79,427</b></u>	<u><b>105,059</b></u>	<u><b>105,059</b></u>	<u><b>-</b></u>
<b>Fund Balances at End of Year</b>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ -</b></u></u>	<u><u><b>\$ 122,702</b></u></u>	<u><u><b>\$ 122,702</b></u></u>

LAKE COUNTY, FLORIDA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
EMPLOYEE BENEFIT  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ 120	\$ 120	\$ 124	\$ 4
Miscellaneous	-	-	997	997
<b>Total Revenues</b>	<u>120</u>	<u>120</u>	<u>1,121</u>	<u>1,001</u>
<b>Expenditures</b>				
Current:				
Human Services	4,037	5,949	369	5,580
<b>Total Expenditures</b>	<u>4,037</u>	<u>5,949</u>	<u>369</u>	<u>5,580</u>
 <b>Net Change in Fund Balances</b>	 (3,917)	 (5,829)	 752	 6,581
<b>Fund Balances at Beginning of Year</b>	<u>3,917</u>	<u>5,829</u>	<u>5,829</u>	<u>-</u>
<b>Fund Balances at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,581</u>	<u>\$ 6,581</u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES- BUDGET AND ACTUAL**  
**CLERK SPECIAL REVENUE FUNDS**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 210,960	\$ 198,903	\$ (12,057)
Charges for Services	200,000	835,125	1,074,848	239,723
Fines and Forfeitures	-	373,750	539,470	165,720
Investment Income	3,000	3,000	2,694	(306)
<b>Total Revenues</b>	<b><u>203,000</u></b>	<b><u>1,422,835</u></b>	<b><u>1,815,915</u></b>	<b><u>393,080</u></b>
<b>Expenditures</b>				
Current:				
General Government	648,365	671,248	298,955	372,293
Court-Related Expenditures	-	1,108,941	1,217,540	(108,599)
<b>Total Expenditures</b>	<b><u>648,365</u></b>	<b><u>1,780,189</u></b>	<b><u>1,516,495</u></b>	<b><u>263,694</u></b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b><u>(445,365)</u></b>	<b><u>(357,354)</u></b>	<b><u>299,420</u></b>	<b><u>656,774</u></b>
<b>Other Financing Uses</b>				
Court-Related Reserve for Contingencies	-	(110,894)	-	110,894
<b>Total Other Financing Uses</b>	<b><u>-</u></b>	<b><u>(110,894)</u></b>	<b><u>-</u></b>	<b><u>110,894</u></b>
<b>Net Change in Fund Balances</b>	<b><u>(445,365)</u></b>	<b><u>(468,248)</u></b>	<b><u>299,420</u></b>	<b><u>767,668</u></b>
<b>Fund Balances at Beginning of Year</b>	<b><u>445,365</u></b>	<b><u>468,248</u></b>	<b><u>468,248</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 767,668</u></b>	<b><u>\$ 767,668</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**SHERIFF SPECIAL REVENUE FUNDS**  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ 126,449	\$ 186,139	\$ 239,991	\$ 53,852
Charges for Services	631,360	631,360	674,810	43,450
Fines and Forfeitures	-	283,760	294,368	10,608
Investment Income	-	-	1,023	1,023
Miscellaneous	15,000	15,000	55,373	40,373
<b>Total Revenues</b>	<b><u>772,809</u></b>	<b><u>1,116,259</u></b>	<b><u>1,265,565</u></b>	<b><u>149,306</u></b>
<b>Expenditures</b>				
Current:				
Public Safety	1,956,303	2,566,311	2,103,921	462,390
<b>Total Expenditures</b>	<b><u>1,956,303</u></b>	<b><u>2,566,311</u></b>	<b><u>2,103,921</u></b>	<b><u>462,390</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(1,183,494)</u></b>	<b><u>(1,450,052)</u></b>	<b><u>(838,356)</u></b>	<b><u>611,696</u></b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	1,023,370	1,310,035	1,221,174	(88,861)
Transfers Out	-	(20,107)	(19,103)	1,004
<b>Total Other Financing Sources (Uses)</b>	<b><u>1,023,370</u></b>	<b><u>1,289,928</u></b>	<b><u>1,202,071</u></b>	<b><u>(87,857)</u></b>
<b>Net Change in Fund Balances</b>	<b>(160,124)</b>	<b>(160,124)</b>	<b>363,715</b>	<b>523,839</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>160,124</u></b>	<b><u>160,124</u></b>	<b><u>286,719</u></b>	<b><u>126,595</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 650,434</u></b>	<b><u>\$ 650,434</u></b>

LAKE COUNTY, FLORIDA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES- BUDGET AND ACTUAL  
SALES TAX LINE OF CREDIT DEBT SERVICE  
For the Year Ended September 30, 2004

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Investment Income	\$ -	\$ -	\$ 303	\$ 303
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>303</u>	<u>303</u>
<b>Expenditures</b>				
Debt Service:				
Interest and Fiscal Charges	-	50,000	-	50,000
<b>Total Expenditures</b>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>-</u>	<u>(50,000)</u>	<u>303</u>	<u>50,303</u>
<b>Other Financing Sources</b>				
Transfers In	-	50,000	50,000	-
<b>Total Other Financing Sources</b>	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	-	-	50,303	50,303
<b>Fund Balances at Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,303</u>	<u>\$ 50,303</u>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**PARI-MUTUEL REVENUES BOND DEBT SERVICE**  
**For the Year Ended September 30, 2004**

	<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	45,000	45,000	104,157	59,157
Less: Statutory Requirement	<u>(17,133)</u>	<u>(17,133)</u>	<u>-</u>	<u>17,133</u>
<b>Total Revenues</b>	<b><u>325,534</u></b>	<b><u>325,534</u></b>	<b><u>401,824</u></b>	<b><u>76,290</u></b>
<b>Expenditures</b>				
Current:				
Culture and Recreation	109,329	106,598	101,822	4,776
Debt Service:				
Principal	75,000	75,000	75,000	-
Interest and Fiscal Charges	221,488	221,516	221,516	-
Capital Outlay	<u>3,788,042</u>	<u>3,842,019</u>	<u>40,084</u>	<u>3,801,935</u>
<b>Total Expenditures</b>	<b><u>4,193,859</u></b>	<b><u>4,245,133</u></b>	<b><u>438,422</u></b>	<b><u>3,806,711</u></b>
 <b>Net Change in Fund Balances</b>	 <b>(3,868,325)</b>	 <b>(3,919,599)</b>	 <b>(36,598)</b>	 <b>3,883,001</b>
 <b>Fund Balances at Beginning of Year</b>	 <b><u>3,868,325</u></b>	 <b><u>3,919,599</u></b>	 <b><u>3,919,599</u></b>	 <b><u>-</u></b>
 <b>Fund Balances at End of Year</b>	 <b><u>\$ -</u></b>	 <b><u>\$ -</u></b>	 <b><u>\$ 3,883,001</u></b>	 <b><u>\$ 3,883,001</u></b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**PARKS CAPITAL PROJECTS**  
**For the Year Ended September 30, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 100,000	\$ 100,000	\$ -
Investment Income	-	-	4,796	4,796
<b>Total Revenues</b>	<u>-</u>	<u>100,000</u>	<u>104,796</u>	<u>4,796</u>
<b>Expenditures</b>				
Capital Outlay	313,384	308,945	233,681	75,264
<b>Total Expenditures</b>	<u>313,384</u>	<u>308,945</u>	<u>233,681</u>	<u>75,264</u>
<b>Excess of Revenues Under Expenditures</b>	<u>(313,384)</u>	<u>(208,945)</u>	<u>(128,885)</u>	<u>80,060</u>
<b>Other Financing Uses</b>				
Reserve for Contingencies	(6,275)	(154,523)	-	154,523
<b>Total Other Financing Uses</b>	<u>(6,275)</u>	<u>(154,523)</u>	<u>-</u>	<u>154,523</u>
<b>Net Change in Fund Balances</b>	<b>(319,659)</b>	<b>(363,468)</b>	<b>(128,885)</b>	<b>234,583</b>
<b>Fund Balances at Beginning of Year</b>	<u>319,659</u>	<u>363,468</u>	<u>363,468</u>	<u>-</u>
<b>Fund Balances at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 234,583</u>	<u>\$ 234,583</u>

**MAJOR GOVERNMENTAL FUNDS**

**CAPITAL PROJECTS FUND**

**SALES TAX CAPITAL PROJECTS FUND**

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

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES- BUDGET AND ACTUAL**  
**MAJOR FUND - SALES TAX CAPITAL PROJECTS**  
For the Year Ended September 30, 2004

	<u>Sales Tax Capital Projects</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues</b>				
Investment Income	\$ 150,000	\$ 150,000	\$ 313,240	\$ 163,240
Less: Statutory Requirement	(7,500)	(7,500)	-	7,500
<b>Total Revenues</b>	<b><u>142,500</u></b>	<b><u>142,500</u></b>	<b><u>313,240</u></b>	<b><u>170,740</u></b>
<b>Expenditures</b>				
Capital Outlay	17,412,409	25,080,959	7,004,412	18,076,547
<b>Total Expenditures</b>	<b><u>17,412,409</u></b>	<b><u>25,080,959</u></b>	<b><u>7,004,412</u></b>	<b><u>18,076,547</u></b>
<b>Excess of Revenues Under Expenditures</b>	<b><u>(17,269,909)</u></b>	<b><u>(24,938,459)</u></b>	<b><u>(6,691,172)</u></b>	<b><u>18,247,287</u></b>
<b>Other Financing Sources (Uses)</b>				
Line of Credit Proceeds	-	15,000,000	-	(15,000,000)
Transfers In	8,664,477	8,717,863	8,717,863	-
Transfers Out	(1,200,000)	(1,200,000)	(1,000,000)	200,000
Reserve for Contingencies	(4,516,388)	(11,341,034)	-	11,341,034
<b>Total Other Financing Sources (Uses)</b>	<b><u>2,948,089</u></b>	<b><u>11,176,829</u></b>	<b><u>7,717,863</u></b>	<b><u>11,541,034</u></b>
<b>Net Change in Fund Balances</b>	<b>(14,321,820)</b>	<b>(13,761,630)</b>	<b>1,026,691</b>	<b>14,788,321</b>
<b>Fund Balances at Beginning of Year</b>	<b><u>14,321,820</u></b>	<b><u>13,761,630</u></b>	<b><u>13,761,630</u></b>	<b><u>-</u></b>
<b>Fund Balances at End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 14,788,321</u></b>	<b><u>\$ 14,788,321</u></b>

This page intentionally left blank.

## **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, 2004

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b><u>Assets</u></b>		
<b>Current Assets:</b>		
Pooled Cash and Investments	\$ 7,609,246	\$ 681,141
Other Investments	-	2,001,999
Accounts Receivable	5,296	9,044
Intragovernmental Receivables	2,556	-
Due from Other Governments	-	-
Inventory	-	-
<b>Total Current Assets</b>	<b><u>7,617,098</u></b>	<b><u>2,692,184</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>7,617,098</u></b>	<b><u>2,692,184</u></b>
<b><u>Liabilities</u></b>		
<b>Current Liabilities:</b>		
Accounts Payable	75,624	149
Accrued Liabilities	-	-
Estimated Insurance Claims Payable	1,821,600	309,549
Current Portion of Long-Term Obligations	-	-
<b>Total Current Liabilities</b>	<b><u>1,897,224</u></b>	<b><u>309,698</u></b>
<b>Long-Term Liabilities:</b>		
Accrued Benefits Payable	-	-
<b>Total Long-Term Liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Total Liabilities</b>	<b><u>1,897,224</u></b>	<b><u>309,698</u></b>
<b><u>Net Assets</u></b>		
Invested in Capital Assets	-	-
Unrestricted	5,719,874	2,382,486
<b>Total Net Assets</b>	<b><u>\$ 5,719,874</u></b>	<b><u>\$ 2,382,486</u></b>

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 279,960	\$ 8,570,347
-	2,001,999
-	14,340
19,082	21,638
44,370	44,370
199,419	199,419
<u>542,831</u>	<u>10,852,113</u>
321,667	321,667
(214,391)	(214,391)
<u>107,276</u>	<u>107,276</u>
<u>650,107</u>	<u>10,959,389</u>
147,200	222,973
18,253	18,253
-	2,131,149
32,762	32,762
<u>198,215</u>	<u>2,405,137</u>
31,478	31,478
<u>31,478</u>	<u>31,478</u>
<u>229,693</u>	<u>2,436,615</u>
107,276	107,276
313,138	8,415,498
<u>\$ 420,414</u>	<u>\$ 8,522,774</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, 2004**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Operating Revenues:</b>		
Charges for Services	\$ 7,305,524	\$ 1,229,691
Miscellaneous	161,937	-
<b>Total Operating Revenues</b>	<b><u>7,467,461</u></b>	<b><u>1,229,691</u></b>
<b>Operating Expenses:</b>		
Benefit Payments and Claims	5,563,889	1,147,772
Personal Services	-	-
Contracted Services	-	-
Supplies and Materials	-	-
Repairs and Maintenance	-	-
Utilities	-	-
Other Charges and Services	735,128	390,019
Depreciation	-	-
<b>Total Operating Expenses</b>	<b><u>6,299,017</u></b>	<b><u>1,537,791</u></b>
<b>Operating Income (Loss)</b>	<b>1,168,444</b>	<b>(308,100)</b>
<b>Non-Operating Revenues (Expenses):</b>		
Interest Revenue	145,862	34,462
Net Loss on Disposal of Capital Assets	-	-
<b>Total Non-Operating Revenues (Expenses)</b>	<b><u>145,862</u></b>	<b><u>34,462</u></b>
<b>Income (Loss) Before Transfers</b>	<b>1,314,306</b>	<b>(273,638)</b>
Transfers In	-	534,561
Transfers Out	(240,876)	-
<b>Total Transfers</b>	<b><u>(240,876)</u></b>	<b><u>534,561</u></b>
<b>Change in Net Assets</b>	<b>1,073,430</b>	<b>260,923</b>
<b>Net Assets at Beginning of Year</b>	<b><u>4,646,444</u></b>	<b><u>2,121,563</u></b>
<b>Net Assets at End of Year</b>	<b><u>\$ 5,719,874</u></b>	<b><u>\$ 2,382,486</u></b>

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 1,909,398	\$ 10,444,613
-	161,937
<u>1,909,398</u>	<u>10,606,550</u>
-	6,711,661
543,199	543,199
8,172	8,172
875,441	875,441
386,410	386,410
11,958	11,958
28,490	1,153,637
25,764	25,764
<u>1,879,434</u>	<u>9,716,242</u>
<b>29,964</b>	<b>890,308</b>
680	181,004
(1,683)	(1,683)
<u>(1,003)</u>	<u>179,321</u>
<b>28,961</b>	<b>1,069,629</b>
-	534,561
-	(240,876)
<u>-</u>	<u>293,685</u>
<b>28,961</b>	<b>1,363,314</b>
<u>391,453</u>	<u>7,159,460</u>
<u>\$ 420,414</u>	<u>\$ 8,522,774</u>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ALL INTERNAL SERVICE FUNDS**  
**For the Year Ended September 30, 2004**

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Cash Flows from Operating Activities:</b>		
Cash Received from Customers and for Contributions	\$ 7,496,033	\$ 1,229,691
Cash Paid to Suppliers and for Claims	(6,412,467)	(1,515,296)
Cash Paid to Employees	-	-
Cash Paid to Insurance Fund	-	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b><u>1,083,566</u></b>	<b><u>(285,605)</u></b>
<b>Cash Flows from NonCapital Financing Activities:</b>		
Cash Transfers from Other Funds	-	534,561
Cash Transfers to Other Funds	(240,876)	-
<b>Net Cash Provided (Used) by NonCapital Financing Activities</b>	<b><u>(240,876)</u></b>	<b><u>534,561</u></b>
<b>Cash Flows from Capital Activities:</b>		
Additions to Capital Assets	-	-
<b>Net Cash Used by Capital Activities</b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Cash Flows from Investing Activities:</b>		
Interest Received	145,862	34,462
<b>Net Cash Provided by Investing Activities</b>	<b><u>145,862</u></b>	<b><u>34,462</u></b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>988,552</b>	<b>283,418</b>
Cash and Cash Equivalents at October 1	6,620,694	2,399,722
<b>Cash and Cash Equivalents at September 30</b>	<b><u>\$ 7,609,246</u></b>	<b><u>\$ 2,683,140</u></b>

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

	<u>Insurance</u>	
	<u>Board</u>	<u>Clerk</u>
<b>Operating Income (Loss)</b>	<b><u>\$ 1,168,444</u></b>	<b><u>\$ (308,100)</u></b>
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>		
Depreciation	-	-
(Increase) Decrease in Accounts Receivable	31,128	(9,044)
Increase in Intragovernmental Receivables	(2,556)	-
Increase in Due from Other Governments	-	-
Increase in Inventory	-	-
Increase in Intragovernmental Payable	(1,000)	-
Increase (Decrease) in Accounts Payable	(89,666)	(13)
Increase in Accrued Liabilities	-	-
Decrease in Due to Fiscal Agent	(27,244)	-
Increase in Estimated Claims Payable	4,460	31,552
Increase in Accrued Benefits Payable	-	-
<b>Total Adjustments</b>	<b><u>(84,878)</u></b>	<b><u>22,495</u></b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b><u>\$ 1,083,566</u></b>	<b><u>\$ (285,605)</u></b>
<b>Noncash Investing, Capital and Financing Activities</b>		
Loss on Disposition of Capital Assets	-	-

<u>Fleet Maintenance</u>	<u>Total</u>
\$ 1,870,197	\$ 10,595,921
(1,276,700)	(9,204,463)
(429,229)	(429,229)
(95,872)	(95,872)
<u>68,396</u>	<u>866,357</u>
-	534,561
<u>-</u>	<u>(240,876)</u>
-	<b>293,685</b>
(53,964)	(53,964)
<u>(53,964)</u>	<u>(53,964)</u>
680	181,004
<u>680</u>	<u>181,004</u>
15,112	1,287,082
264,848	9,285,264
<u>\$ 279,960</u>	<u>\$ 10,572,346</u>

<u>Fleet Maintenance</u>	<u>Total</u>
<u>\$ 29,964</u>	<u>\$ 890,308</u>
25,764	25,764
978	23,062
(9,532)	(12,088)
(30,647)	(30,647)
(67,100)	(67,100)
-	(1,000)
100,871	11,192
6,496	6,496
-	(27,244)
-	36,012
11,602	11,602
<u>38,432</u>	<u>(23,951)</u>
<u>\$ 68,396</u>	<u>\$ 866,357</u>

(1,683)	(1,683)
---------	---------

## **FIDUCIARY FUNDS**

---

### **AGENCY FUNDS**

#### ***BOARD OF COUNTY COMMISSIONERS***

##### **EDUCATIONAL SYSTEM 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.

**FLEXIBLE SPENDING**

To account for the receipt and disbursement of employee flexible spending monies.

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**September 30, 2004**

	<u><b>AGENCY FUNDS</b></u>	
	<u><b>Board of County Commissioners</b></u>	
	<u><b>Educational System</b></u>	
	<u><b>Impact Fee</b></u>	<u><b>Escrow</b></u>
	<u><b>Trust</b></u>	<u><b>Deposits</b></u>
<b><u>Assets</u></b>		
Cash	\$ -	\$ 82,463
Pooled Cash and Investments	934,458	-
Restricted Cash and Investments	-	-
Accounts Receivable	-	-
	<hr/>	<hr/>
<b>Total Assets</b>	<b><u><u>\$ 934,458</u></u></b>	<b><u><u>\$ 82,463</u></u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ 2,827	\$ -
Intragovernmental Payables	-	-
Due to Other Governments	931,631	-
Deposits	-	82,463
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b><u><u>\$ 934,458</u></u></b>	<b><u><u>\$ 82,463</u></u></b>

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

<u>Agency</u>	<u>Fines and Costs</u>	<u>Tax Deed Sales</u>
\$ -	\$ -	\$ -
1,313,514	243,648	68,115
-	-	-
-	-	-
<u>\$ 1,313,514</u>	<u>\$ 243,648</u>	<u>\$ 68,115</u>
\$ 439	\$ 13,092	\$ -
(9)	81,501	4,659
1,304,126	149,055	-
8,958	-	63,456
-	-	-
-	-	-
<u>\$ 1,313,514</u>	<u>\$ 243,648</u>	<u>\$ 68,115</u>

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2004

	<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	21,304	3,661
Restricted Cash and Investments	-	-
Accounts Receivable	-	884
	<hr/>	<hr/>
<b>Total Assets</b>	<b><u>\$ 21,304</u></b>	<b><u>\$ 4,545</u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ -
Intragovernmental Payables	-	-
Due to Other Governments	21,304	4,285
Deposits	-	260
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b><u>\$ 21,304</u></b>	<b><u>\$ 4,545</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>	
\$ -	\$ -	\$ 2,250,595	
276	1,524,284	-	
-	-	-	
-	-	-	
<u>\$ 276</u>	<u>\$ 1,524,284</u>	<u>\$ 2,250,595</u>	
\$ -	\$ -	\$ 492,460	
-	-	309,192	
-	-	84,314	
276	1,524,284	-	
-	-	1,364,629	
-	-	-	
<u>\$ 276</u>	<u>\$ 1,524,284</u>	<u>\$ 2,250,595</u>	

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2004

	<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	\$ 581,837	\$ 638
Pooled Cash and Investments	-	-
Restricted Cash and Investments	-	-
Accounts Receivable	-	-
<b>Total Assets</b>	<b><u>\$ 581,837</u></b>	<b><u>\$ 638</u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ 19,389	\$ 241
Intragovernmental Payables	8,198	-
Due to Other Governments	554,250	397
Deposits	-	-
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
<b>Total Liabilities</b>	<b><u>\$ 581,837</u></b>	<b><u>\$ 638</u></b>

**AGENCY FUNDS**

**Sheriff**

<b>Cash Bonds</b>	<b>Civil</b>	<b>Inmate Trust</b>
\$ -	\$ -	\$ 1,000
5,345	-	-
362,891	44,874	16,424
-	-	-
<b><u>\$ 368,236</u></b>	<b><u>\$ 44,874</u></b>	<b><u>\$ 17,424</u></b>
\$ 500	\$ -	\$ -
-	18,529	-
-	-	-
-	26,345	17,424
-	-	-
367,736	-	-
<b><u>\$ 368,236</u></b>	<b><u>\$ 44,874</u></b>	<b><u>\$ 17,424</u></b>

Continued

LAKE COUNTY, FLORIDA  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 FIDUCIARY FUNDS (Continued)  
September 30, 2004

	<u>AGENCY FUNDS</u>	
	<u>Sheriff</u>	
	<u>Suspense</u>	<u>Flexible Spending</u>
<b><u>Assets</u></b>		
Cash	\$ -	\$ -
Pooled Cash and Investments	83,597	-
Restricted Cash and Investments	-	5,693
Accounts Receivable	-	-
<b>Total Assets</b>	<b><u>\$ 83,597</u></b>	<b><u>\$ 5,693</u></b>
<b><u>Liabilities</u></b>		
<b>Liabilities:</b>		
Accounts Payable	\$ -	\$ -
Intragovernmental Payables	22,228	-
Due to Other Governments	-	-
Deposits	61,369	5,693
Taxes Collected in Advance	-	-
Cash Bonds Payable	-	-
<b>Total Liabilities</b>	<b><u>\$ 83,597</u></b>	<b><u>\$ 5,693</u></b>

**Total  
Agency  
Funds**

---

\$	2,916,533
	4,198,202
	429,882
	884
	<hr/>
<b>\$</b>	<b>7,545,501</b>

\$	528,948
	444,298
	3,049,362
	1,790,528
	1,364,629
	367,736
	<hr/>
<b>\$</b>	<b>7,545,501</b>

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2004**

	<b><u>Educational System Impact Fee Trust</u></b>			<b><u>Balance</u></b> <b><u>9/30/04</u></b>
	<b><u>Balance</u></b> <b><u>9/30/03</u></b>	<b><u>Additions</u></b>	<b><u>Deletions</u></b>	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	4,491,402	9,128,608	12,685,552	934,458
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 4,491,402</u></b>	<b><u>\$ 9,128,608</u></b>	<b><u>\$ 12,685,552</u></b>	<b><u>\$ 934,458</u></b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ 12,833,844	\$ 12,831,017	\$ 2,827
Due to Other Funds	-	-	-	-
Intragovernmental Payables	-	-	-	-
Due to Other Governments	4,491,402	10,057,657	13,617,428	931,631
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 4,491,402</u></b>	<b><u>\$ 22,891,501</u></b>	<b><u>\$ 26,448,445</u></b>	<b><u>\$ 934,458</u></b>

Balance 9/30/03	Escrow Deposits		Balance 9/30/04	Balance 9/30/03	Agency - Clerk		Balance 9/30/04
	Additions	Deletions			Additions	Deletions	
\$ 84,808	\$ 128,423	\$ 130,768	\$ 82,463	\$ -	\$ -	\$ -	\$ -
-	87,374	87,374	-	906,414	41,094,282	40,687,182	1,313,514
-	-	-	-	-	-	-	-
31,000	-	31,000	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 115,808</b>	<b>\$ 215,797</b>	<b>\$ 249,142</b>	<b>\$ 82,463</b>	<b>\$ 906,414</b>	<b>\$ 41,094,282</b>	<b>\$ 40,687,182</b>	<b>\$ 1,313,514</b>
\$ -	\$ 87,374	\$ 87,374	\$ -	\$ 376	\$ 176,227	\$ 176,164	\$ 439
-	-	-	-	-	-	-	-
-	-	-	-	36,543	326,072	362,624	(9)
-	-	-	-	851,270	40,683,410	40,230,554	1,304,126
115,808	85,028	118,373	82,463	18,225	12,845	22,112	8,958
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 115,808</b>	<b>\$ 172,402</b>	<b>\$ 205,747</b>	<b>\$ 82,463</b>	<b>\$ 906,414</b>	<b>\$ 41,198,554</b>	<b>\$ 40,791,454</b>	<b>\$ 1,313,514</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2004**

	<u>Balance 9/30/03</u>	<u>Fines and Costs</u>		<u>Balance 9/30/04</u>
		<u>Additions</u>	<u>Deletions</u>	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	367,548	4,883,720	5,007,620	243,648
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 367,548</u></b>	<b><u>\$ 4,883,720</u></b>	<b><u>\$ 5,007,620</u></b>	<b><u>\$ 243,648</u></b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 11,419	\$ 289,548	\$ 287,875	\$ 13,092
Due to Other Funds	-	-	-	-
Intragovernmental Payables	169,929	2,110,901	2,199,329	81,501
Due to Other Governments	186,200	2,642,010	2,679,155	149,055
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 367,548</u></b>	<b><u>\$ 5,042,459</u></b>	<b><u>\$ 5,166,359</u></b>	<b><u>\$ 243,648</u></b>

Balance 9/30/03	Tax Deed Sales		Balance 9/30/04	Balance 9/30/03	Juror and Witness		Balance 9/30/04
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
139,461	392,273	463,619	68,115	10,134	98,149	86,979	21,304
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 139,461</b>	<b>\$ 392,273</b>	<b>\$ 463,619</b>	<b>\$ 68,115</b>	<b>\$ 10,134</b>	<b>\$ 98,149</b>	<b>\$ 86,979</b>	<b>\$ 21,304</b>
\$ -	\$ 493,029	\$ 493,029	\$ -	\$ -	\$ 23,807	\$ 23,807	\$ -
-	-	-	-	-	-	-	-
820	4,659	820	4,659	6,700	31,251	37,951	-
-	-	-	-	3,434	67,827	49,957	21,304
138,641	427,988	503,173	63,456	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 139,461</b>	<b>\$ 925,676</b>	<b>\$ 997,022</b>	<b>\$ 68,115</b>	<b>\$ 10,134</b>	<b>\$ 122,885</b>	<b>\$ 111,715</b>	<b>\$ 21,304</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2004**

	<u>Balance 9/30/03</u>	<u>Uniform Support</u>		<u>Balance 9/30/04</u>
		<u>Additions</u>	<u>Deletions</u>	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	1,835	55,451	53,625	3,661
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	2,779	2,627	4,522	884
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b>\$ 4,614</b>	<b>\$ 58,078</b>	<b>\$ 58,147</b>	<b>\$ 4,545</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ 377	\$ 377	\$ -
Due to Other Funds	-	-	-	-
Intragovernmental Payables	-	-	-	-
Due to Other Governments	4,237	51,050	51,002	4,285
Deposits	377	260	377	260
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 4,614</b>	<b>\$ 51,687</b>	<b>\$ 51,756</b>	<b>\$ 4,545</b>

Balance 9/30/03	Suspense - Clerk		Balance 9/30/04	Balance 9/30/03	Courts Registry		Balance 9/30/04
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
700	12,410	12,834	276	1,009,332	21,660,977	21,146,025	1,524,284
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 700</b>	<b>\$ 12,410</b>	<b>\$ 12,834</b>	<b>\$ 276</b>	<b>\$ 1,009,332</b>	<b>\$ 21,660,977</b>	<b>\$ 21,146,025</b>	<b>\$ 1,524,284</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 159,305	\$ 159,305	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
700	12,410	12,834	276	1,009,332	16,000,638	15,485,686	1,524,284
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 700</b>	<b>\$ 12,410</b>	<b>\$ 12,834</b>	<b>\$ 276</b>	<b>\$ 1,009,332</b>	<b>\$ 16,159,943</b>	<b>\$ 15,644,991</b>	<b>\$ 1,524,284</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2004**

	<u>Balance</u> <u>9/30/03</u>	<u>Tax Collections Trust</u>		<u>Balance</u> <u>9/30/04</u>
		<u>Additions</u>	<u>Deletions</u>	
<b><u>Assets</u></b>				
Cash	\$ 2,266,102	\$ 228,788,805	\$ 228,804,312	\$ 2,250,595
Pooled Cash and Investments	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b>\$ 2,266,102</b>	<b>\$ 228,788,805</b>	<b>\$ 228,804,312</b>	<b>\$ 2,250,595</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 442,362	\$ 214,444,984	\$ 214,394,886	\$ 492,460
Due to Other Funds	-	-	-	-
Intragovernmental Payables	381,685	309,192	381,685	309,192
Due to Other Governments	215,142	223,948,395	224,079,223	84,314
Deposits	-	-	-	-
Taxes Collected in Advance	1,226,913	1,472,066	1,334,350	1,364,629
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 2,266,102</b>	<b>\$ 440,174,637</b>	<b>\$ 440,190,144</b>	<b>\$ 2,250,595</b>

<u>Tag and Title Trust</u>			<u>Hunting and Fishing License</u>				
<u>Balance</u> <u>9/30/03</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/04</u>	<u>Balance</u> <u>9/30/03</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/04</u>
\$ 528,594	\$ 21,577,574	\$ 21,524,331	\$ 581,837	\$ 31,494	\$ 37,488	\$ 68,344	\$ 638
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 528,594</b>	<b>\$ 21,577,574</b>	<b>\$ 21,524,331</b>	<b>\$ 581,837</b>	<b>\$ 31,494</b>	<b>\$ 37,488</b>	<b>\$ 68,344</b>	<b>\$ 638</b>
\$ 9,839	\$ 790,419	\$ 780,869	\$ 19,389	\$ 672	\$ 6,618	\$ 7,049	\$ 241
-	-	-	-	-	-	-	-
7,876	8,198	7,876	8,198	841	18,307	19,148	-
510,879	21,326,573	21,283,202	554,250	29,981	12,624	42,208	397
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b>\$ 528,594</b>	<b>\$ 22,125,190</b>	<b>\$ 22,071,947</b>	<b>\$ 581,837</b>	<b>\$ 31,494</b>	<b>\$ 37,549</b>	<b>\$ 68,405</b>	<b>\$ 638</b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2004**

	Balance 9/30/03	Cash Bonds		Balance 9/30/04
		Additions	Deletions	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	3,845	689,065	687,565	5,345
Restricted Cash and Investments	244,081	787,494	668,684	362,891
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	20,699	180	20,879	-
<b>Total Assets</b>	<b>\$ 268,625</b>	<b>\$ 1,476,739</b>	<b>\$ 1,377,128</b>	<b>\$ 368,236</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ 758,198	\$ 757,698	\$ 500
Due to Other Funds	-	-	-	-
Intragovernmental Payables	-	-	-	-
Due to Other Governments	-	48,825	48,825	-
Deposits	-	-	-	-
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	268,625	836,310	737,199	367,736
<b>Total Liabilities</b>	<b>\$ 268,625</b>	<b>\$ 1,643,333</b>	<b>\$ 1,543,722</b>	<b>\$ 368,236</b>

<u>Balance</u> <u>9/30/03</u>	<u>Civil</u>		<u>Balance</u> <u>9/30/04</u>	<u>Balance</u> <u>9/30/03</u>	<u>Inmate Trust</u>		<u>Balance</u> <u>9/30/04</u>
	<u>Additions</u>	<u>Deletions</u>			<u>Additions</u>	<u>Deletions</u>	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,200	\$ 200	\$ 1,000
-	-	-	-	-	-	-	-
43,138	459,005	457,269	44,874	88,859	959,162	1,031,597	16,424
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b><u>\$ 43,138</u></b>	<b><u>\$ 459,005</u></b>	<b><u>\$ 457,269</u></b>	<b><u>\$ 44,874</u></b>	<b><u>\$ 88,859</u></b>	<b><u>\$ 960,362</u></b>	<b><u>\$ 1,031,797</u></b>	<b><u>\$ 17,424</u></b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 200	\$ 200	\$ -
-	-	-	-	3,227	-	3,227	-
7,679	18,529	7,679	18,529	-	-	-	-
-	-	-	-	-	-	-	-
35,459	466,744	475,858	26,345	85,632	959,962	1,028,170	17,424
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<b><u>\$ 43,138</u></b>	<b><u>\$ 485,273</u></b>	<b><u>\$ 483,537</u></b>	<b><u>\$ 44,874</u></b>	<b><u>\$ 88,859</u></b>	<b><u>\$ 960,162</u></b>	<b><u>\$ 1,031,597</u></b>	<b><u>\$ 17,424</u></b>

Continued

**LAKE COUNTY, FLORIDA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**For the Year Ended September 30, 2004**

	Balance 9/30/03	Suspense - Sheriff		Balance 9/30/04
		Additions	Deletions	
<b><u>Assets</u></b>				
Cash	\$ -	\$ -	\$ -	\$ -
Pooled Cash and Investments	57,958	80,341	54,702	83,597
Restricted Cash and Investments	-	-	-	-
Other Investments	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<b>\$ 57,958</b>	<b>\$ 80,341</b>	<b>\$ 54,702</b>	<b>\$ 83,597</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ -	\$ 60,392	\$ 60,392	\$ -
Due to Other Funds	20,699	180	20,879	-
Intragovernmental Payables	9,522	31,555	18,849	22,228
Due to Other Governments	-	-	-	-
Deposits	27,737	81,453	47,821	61,369
Taxes Collected in Advance	-	-	-	-
Cash Bonds Payable	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 57,958</b>	<b>\$ 173,580</b>	<b>\$ 147,941</b>	<b>\$ 83,597</b>

Balance 9/30/03	Flexible Spending - Sheriff		Balance 9/30/04	Balance 9/30/03	Totals - All Agency Funds		Balance 9/30/04
	Additions	Deletions			Additions	Deletions	
\$ -	\$ -	\$ -	\$ -	\$ 2,910,998	\$ 250,533,490	\$ 250,527,955	\$ 2,916,533
-	-	-	-	6,988,629	78,182,650	80,973,077	4,198,202
-	35,306	29,613	5,693	376,078	2,240,967	2,187,163	429,882
-	-	-	-	31,000	-	31,000	-
-	-	-	-	2,779	2,627	4,522	884
-	-	-	-	20,699	180	20,879	-
<b>\$ -</b>	<b>\$ 35,306</b>	<b>\$ 29,613</b>	<b>\$ 5,693</b>	<b>\$ 10,330,183</b>	<b>\$ 330,959,914</b>	<b>\$ 333,744,596</b>	<b>\$ 7,545,501</b>
\$ -	\$ -	\$ -	\$ -	\$ 464,668	\$ 230,124,322	\$ 230,060,042	\$ 528,948
-	-	-	-	23,926	180	24,106	-
-	-	-	-	621,595	2,858,664	3,035,961	444,298
-	-	-	-	6,292,545	298,838,371	302,081,554	3,049,362
-	35,306	29,613	5,693	1,431,911	18,082,634	17,724,017	1,790,528
-	-	-	-	1,226,913	1,472,066	1,334,350	1,364,629
-	-	-	-	268,625	836,310	737,199	367,736
<b>\$ -</b>	<b>\$ 35,306</b>	<b>\$ 29,613</b>	<b>\$ 5,693</b>	<b>\$ 10,330,183</b>	<b>\$ 552,212,547</b>	<b>\$ 554,997,229</b>	<b>\$ 7,545,501</b>

This page intentionally left blank.

## **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.

This page intentionally left blank.

LAKE COUNTY, FLORIDA  
GOVERNMENT-WIDE EXPENSES BY FUNCTION

	<u>FISCAL YEAR</u>		
	2004	2003	(1) 2002
General Government	\$ 27,344,018	\$ 25,180,704	\$ 27,698,423
Public Safety	69,980,299	60,369,899	56,829,456
Physical Environment	1,755,642	2,304,263	1,844,043
Transportation	17,561,320	17,656,581	9,176,041
Economic Environment	6,270,619	6,418,228	6,229,876
Human Services	5,099,847	4,450,826	4,615,841
Culture and Recreation	5,735,356	5,095,586	5,078,327
Court-Related	7,302,645	7,208,160	6,542,853
Interest on Long Term Debt	225,880	485,875	577,519
Business-Type Activity - Landfill	18,917,952	19,627,414	14,290,466
<b>Total</b>	<b>\$ 160,193,578</b>	<b>\$ 148,797,536</b>	<b>\$ 132,882,845</b>

LAKE COUNTY, FLORIDA  
GOVERNMENT-WIDE REVENUES

	<u>FISCAL YEAR</u>		
	2004	2003	(1) 2002 (2)
<u>Program Revenues</u>			
Charges for Services	\$ 53,610,003	\$ 45,991,688	\$ 43,790,410
Operating Grants and Contributions	19,838,421	13,397,642	14,546,873
Capital Grants and Contributions	19,332,657	12,850,203	11,429,412
<u>General Revenues</u>			
Taxes:			
Property Taxes	66,364,124	59,756,829	47,277,830
Sales Taxes	9,017,710	9,960,908	14,311,889
Gas Taxes	6,785,230	6,166,647	5,692,284
Communication Services Tax	1,201,064	1,050,297	1,434,767
Other Taxes	1,806,965	1,090,443	679,056
Intergovernmental Revenues	16,280,107	13,894,009	13,061,458
Investment Income	3,174,667	3,208,028	3,971,003
Miscellaneous	2,237,291	2,768,336	2,401,605
<b>Total</b>	<b>\$ 199,648,239</b>	<b>\$ 170,135,030</b>	<b>\$ 158,596,587</b>

(1) Only three 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

---

<u>FISCAL YEAR</u>	<u>GENERAL GOVERNMENT</u>	<u>PUBLIC SAFETY</u>	<u>PHYSICAL ENVIRONMENT</u>	<u>TRANS-PORTATION</u>	<u>ECONOMIC ENVIRONMENT</u>
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
2003-04	25,667,321	68,719,544	2,667,435	20,198,354	6,938,871

- (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>
\$ 3,696,150	\$ 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 <sup>(2)</sup>
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
5,197,571	5,729,583	6,630,993	296,516	7,278,177	149,324,365

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

---

<u>FISCAL YEAR</u>	<u>TAXES</u>	<u>LICENSES AND PERMITS</u>	<u>INTER- GOVERNMENTAL</u>	<u>CHARGES FOR SERVICES</u>
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
2003-04	85,175,093	6,428,201	31,124,823	16,025,540

(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>
\$ 1,535,839	\$ 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
2,767,557	31,194,134	2,446,971	3,311,099	178,473,418

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

---

<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>
1994-95	\$ 25,946,463	\$ 24,843,858	95.8%	\$ 316,744	\$ 25,160,602	97.0% <sup>(1)</sup>
1995-96	26,761,060	25,546,544	95.5	167,078	25,713,622	96.1 <sup>(2)</sup>
1996-97	27,556,669	26,313,178	95.5	180,945	26,494,123	96.1 <sup>(2)</sup>
1997-98	28,584,267	27,289,014	95.5	97,291	27,386,305	95.8 <sup>(2)</sup>
1998-99	31,323,970	29,953,579	95.6	535,191	30,488,770	97.3 <sup>(2)</sup>
1999-00	34,882,207	33,648,046	96.5	399,734	34,047,780	97.6 <sup>(3)</sup>
2000-01	44,478,517	42,527,424	95.6	223,929	42,751,353	96.1 <sup>(3)</sup>
2001-02	49,406,147	46,872,967	94.9	357,339	47,230,306	95.6 <sup>(3)</sup>
2002-03	62,185,910	59,320,649	95.4	436,181	59,756,830	96.1 <sup>(3)</sup>
2003-04	69,926,515	65,926,221	94.3	437,904	66,364,125	94.9 <sup>(3)</sup>

<sup>(1)</sup> These figures include property tax levies of the General County, Lake County Ambulance District and the Greater Hills Municipal Service Taxing Unit.

<sup>(2)</sup> These figures include property tax levies of the General County and Lake County Ambulance District.

<sup>(3)</sup> 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, 2004

---

<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>2004 ASSESSED TAXABLE VALUE</u>	<u>PERCENT OF TOTAL ASSESSED TAXABLE VALUATION</u>
Sprint - Florida, Inc.	Public Utility	\$ 147,100,002	1.42 %
Florida Power Corporation	Public Utility	108,387,867	1.04 %
Lake Cogen, Ltd.	Electrical Generating Plant	81,661,692	0.79 %
Sumter Electric Co-op, Inc.	Public Utility	70,666,200	0.68 %
Summer Bay Partnership	Real Estate Development	66,590,682	0.64 %
Covanta Lake, Inc.	Incinerator	55,024,601	0.53 %
Villages of Lake Sumter, Inc.	Real Estate Development	53,788,345	0.52 %
Cutrale Citrus Juices USA Inc.	Citrus Producer	43,472,280	0.42 %
SDG Macerich Properties, L.P.	Real Estate Development	26,377,929	0.25 %
Lake Port Square	Real Estate Development	<u>23,097,943</u>	<u>0.22 %</u>
		<u>\$ 676,167,541</u>	<u>6.51 %</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

---

<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>
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
2003-04	9,230,372,660	12,540,702,826	1,152,815,823	1,446,645,417

Note: The assessed value is one year behind the fiscal year. For example, the assessed value at January 1, 2003 is for the fiscal year ended September 30, 2004.

<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>	
\$ 2,475,038	\$ 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
3,980,962	3,980,962	10,387,169,445	13,991,329,205	74.24

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

	FISCAL YEAR			
	<u>2003-04</u>	<u>2002-03</u>	<u>2001-02</u>	<u>2000-01</u>
<b>BOARD OF COUNTY COMMISSIONERS</b>				
General Revenue Fund	5.917	5.917	5.117	5.117
Stormwater Municipal Services Taxing Unit	<u>0.500</u>	<u>0.400</u>	<u>0.300</u>	<u>0.20</u>
<b>TOTAL GENERAL COUNTY</b>	<u><u>6.417</u></u>	<u><u>6.317</u></u>	<u><u>5.417</u></u>	<u><u>5.317</u></u>
<b>BOARD OF PUBLIC INSTRUCTION</b>				
Lake County Water Authority (Independent Special District) <sup>(1)</sup>	<u>0.408</u>	<u>0.4819</u>	<u>0.500</u>	<u>0.500</u>
<b>TOTAL COUNTY WIDE</b>	<u><u>15.265</u></u>	<u><u>15.1939</u></u>	<u><u>14.119</u></u>	<u><u>14.312</u></u>
<b>SPECIAL DISTRICTS</b>				
Dependent Districts				
Lake County Ambulance District	0.5289	0.5289	0.5289	0.550
Greater Hills Municipal Service Taxing Unit	-	-	-	-
Independent Districts				
South Lake County Hospital District	1.000	1.000	1.000	1.000
Southwest Florida Water Management	0.422	0.422	0.422	0.422
St. Johns River Water Management	0.462	0.462	0.462	0.472
North Lake County Hospital District	1.000	1.000	1.000	1.000

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

SOURCE: Lake County Property Appraiser.

<u>1999-00</u>	<u>1998-99</u>	<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>
4.733	4.733	4.733	4.909	4.927	5.135
<u>0.100</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>4.833</u>	<u>4.733</u>	<u>4.733</u>	<u>4.909</u>	<u>4.927</u>	<u>5.135</u>
8.742	9.190	9.100	9.228	9.678	8.515
<u>0.500</u>	<u>0.384</u>	<u>0.384</u>	<u>0.384</u>	<u>0.384</u>	<u>0.400</u>
<u>14.075</u>	<u>14.307</u>	<u>14.217</u>	<u>14.521</u>	<u>14.989</u>	<u>14.050</u>
0.316	0.268	0.158	0.158	0.222	0.222
-	-	-	-	-	4.000
1.000	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	0.482
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>2003-04</u>	<u>2002-03</u>	<u>2001-02</u>	<u>2000-01</u>
Astatula	2.850	2.500	2.350	2.250
Clermont	3.729	3.729	3.729	3.729
Eustis	5.487	5.487	5.487	5.237
Fruitland Park	3.890	3.890	3.890	3.890
Groveland	5.950	6.000	6.000	6.000
Howey-in-the-Hills	5.445	5.445	5.445	5.445
Lady Lake	2.200	2.200	2.720	2.720
Leesburg	4.500	4.500	4.500	4.500
Mascotte	5.999	5.999	5.999	5.999
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	5.420	4.420	4.420
Umatilla	5.990	5.990	5.750	5.514

SOURCE: Lake County Property Appraiser.

FISCAL YEAR

<u>1999-00</u>	<u>1998-99</u>	<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>
2.250	2.000	1.750	1.500	1.500	1.300
3.479	2.979	2.979	2.979	2.979	2.979
5.237	5.350	5.400	5.500	5.817	5.990
3.890	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	5.445	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	3.390	3.500	3.970	4.190	4.500
2.990	2.990	2.990	2.990	2.990	2.990
6.181	6.181	6.181	6.181	6.181	6.450
4.420	4.420	4.420	4.420	4.420	4.420
5.514	5.514	5.514	5.514	5.514	5.387

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

---

(\$Millions)  
State fiscal years ended June 30

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Sales and Use Tax	\$ 15,768.6	\$ 14,496.3	\$ 14,135.9	\$ 13,859.4	\$ 13,646.3	\$ 12,614.4

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
1994-95	176,931	\$ 19,459	24,500	7.10%	5.60%
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	26,085	31,772	4.7	5.4
2002-03	240,716	**	33,819	4.6	6.0
2003-04	251,878	**	35,734	4.1	5.6

SOURCES:

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

LAKE COUNTY, FLORIDA  
LAKE COUNTY CONSTRUCTION  
LAST TEN FISCAL YEARS

	2003-04	2002-03	2001-02	2000-01	1999-00
<b>COUNTY BUILDING PERMITS</b>	\$ <u>751,863,688</u>	\$ <u>598,351,694</u>	\$ <u>559,067,616</u>	\$ <u>524,458,823</u>	\$ <u>367,091,568</u>
<b>CITY BUILDING PERMITS</b>					
Astatula	*	*	*	*	*
Clermont	*	*	*	*	*
Eustis	33,135,756	32,054,421	31,801,473	21,839,852	23,321,652
Fruitland Park	7,100,815	4,525,494	4,187,659	3,841,884	3,746,334
Groveland	32,136,413	33,603,409	19,371,404	17,374,147	3,501,449 (1)
Howey-in-the-Hills	*	*	*	*	*
Lady Lake	22,740,162	22,832,033	41,779,301	46,968,610	39,913,041
Leesburg	74,298,234	46,981,942	50,197,375	40,117,564	31,013,346
Mascotte	12,494,774	15,873,338	7,760,059 (3)	7,675,870	6,719,008
Minneola	56,316,296	42,444,545	27,631,969	18,543,794	11,695,167 (2)
Montverde	*	*	*	*	*
Mount Dora	73,057,329	27,125,829	31,568,760	24,801,799	33,005,464
Tavares	50,231,240	33,343,107	37,690,829	109,426,007	30,027,530
Umatilla	<u>7,196,507</u>	<u>4,074,806</u>	<u>6,499,805</u>	<u>3,103,988</u>	<u>2,034,151</u>
<b>Total Cities</b>	<u>368,707,525</u>	<u>262,858,924</u>	<u>258,488,634</u>	<u>293,693,515</u>	<u>184,977,142</u>
<b>TOTAL</b>	\$ <u><u>1,120,571,213</u></u>	\$ <u><u>861,210,618</u></u>	\$ <u><u>817,556,250</u></u>	\$ <u><u>818,152,338</u></u>	\$ <u><u>552,068,710</u></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

1998-99	1997-98	1996-97	1995-96	1994-95
\$ <u>384,280,843</u>	\$ <u>366,669,555</u>	\$ <u>329,425,934</u>	\$ <u>278,771,813</u>	\$ <u>201,100,009</u>
*	*	*	*	*
*	*	*	*	*
24,327,507	19,120,489	21,172,264	15,746,863	18,654,366
4,361,278	2,790,825	2,331,704	1,828,407	1,052,733
*	*	*	*	*
*	*	*	*	*
38,675,526	36,739,789	153,737,241	17,751,034	16,738,895
67,464,433	88,007,011	40,515,712	27,549,929	13,777,328
3,121,055	1,961,903	1,549,925	2,323,212	2,687,932
*	*	*	*	*
*	*	*	*	*
43,615,875	18,903,576	18,077,502	20,593,678	18,156,173
14,667,658	13,703,408	12,134,986	25,392,701	8,313,065
<u>1,832,703</u>	<u>944,552</u>	<u>1,336,126</u>	<u>1,401,216</u>	<u>1,867,486</u>
<u>198,066,035</u>	<u>182,171,553</u>	<u>250,855,460</u>	<u>112,587,040</u>	<u>81,247,978</u>
<u>\$ 582,346,878</u>	<u>\$ 548,841,108</u>	<u>\$ 580,281,394</u>	<u>\$ 391,358,853</u>	<u>\$ 282,347,987</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>
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
2003-04	1,120,571,213	3,663,608,000 <sup>(4)</sup>	13,991,329,205

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.
- (4) Bank Deposits (for the quarter ending June 30) - Florida Bankers' Association.  
(September quarter information not yet available for 2004)

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
1994-95	\$ 419,736	-	\$ 208,575	\$ 211,161	49.70%
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
2003-04	186,741	329,979	228,753	287,967	44.3

LAKE COUNTY, FLORIDA  
MISCELLANEOUS STATISTICAL DATA  
SEPTEMBER 30, 2004

---

<b>DATE FOUNDED:</b>	1887	
<b>COUNTY SEAT:</b>	Tavares	
ESTABLISHED	July 17, 1888	
<b>FORM OF GOVERNMENT:</b>	Elected Board of Commissioners	
NUMBER OF COMMISSIONERS	Five (5)	
TERM OF OFFICE	Four (4) years	
<b>LOCATION:</b>	Midway between the Gulf of Mexico and the Atlantic Ocean	
<b>AREA:</b>	1,163 Square Miles	
<b>SURROUNDING COUNTIES:</b>	Orange, Polk, Volusia, Seminole, Marion, Sumter	
<b>MUNICIPALITIES:</b>	Fourteen (14)	
CITIES/TOWNS	Astatula, Clermont, Eustis, Fruitland Park, Groveland, Howey-in-the-Hills, Lady Lake, Leesburg, Mascotte, Minneola, Montverde, Mount Dora, Tavares, Umatilla	
<b>ELECTIONS:</b> <sup>(1)</sup>		
NUMBER OF REGISTERED VOTERS		161,269
DEMOCRATIC		55,258
REPUBLICAN		76,387
NO AFFILIATION		23,321
OTHER PARTIES		6,303
MALE VOTERS		74,529
FEMALE VOTERS		86,740
<b>POPULATION:</b> <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	256,696
	2010 estimate	295,054
	2015 estimate	332,919
<b>GROSS SALES</b> <sup>(3)</sup>		
(LAST 10 CALENDAR YEARS)		
	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
	2004	5,199,809,505

**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, 2004

**FIRE PROTECTION:**

Lake County Municipal Taxing Unit for Fire Protection

**CORRECTIONS:**

Current:	Main Jail inmate capacity	969
	Average daily inmate population	988

**EDUCATION: (1)**

TYPE OF SCHOOLS	<u>NUMBER</u>
Elementary	19
Middle School	9
Senior High Schools	7
Exceptional - Kindergarten through 12th grade	2 (Lake Hills) (ESE Center)
Charter - Kindergarten through 12th grade	2 (National Deaf Academy, Rivendell Academy)
Charter - Kindergarten through 5th grade	5 (4 Corners, Minneola, Round Lk, Spring Creek)
Charter - Kindergarten through 8th grade	1 (Milestones Community)
Charter -	1 (Rivendell Academy)
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	2,462
Noninstructional	1,959
Administrative Staff	149

**HIGHER EDUCATION (2)**

(Total enrollment in accredited or licensed institutions by sex and attendance status in Lake County, Florida, Fall 2004.)

Lake-Sumter Community College Enrollment	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Men (Full-Time)	451	415	388	325
Men (Part-Time)	675	664	643	606
Women (Full-Time)	724	664	597	540
Women (Part-Time)	1,729	1,507	1,566	1,410
Total	3,579	3,250	3,194	2,881

**SOURCES:**

- (1) Lake County School Board
- (2) Lake Sumter Community College

LAKE COUNTY, FLORIDA  
 MISCELLANEOUS STATISTICAL DATA  
 SEPTEMBER 30, 2004

---

**MAJOR EMPLOYERS:**

Company Name	# Employees
Lake County Public Schools	4,353
Villages of Lake-Sumter, Inc.	2,220
Leesburg Regional Medical Center	2,300
Lake County Government Offices	1,654
Florida Hospital/Waterman, Inc.	1,400
Sprint	811
G & T Conveyor Company	550
Bailey Industries	509
Accent	500
Lake Port Square	400
Casmin Inc	390

SOURCES: Metro Orlando Economic Development Commission - 2004  
 Lake County Government Offices (see below)  
 Lake County School Board

**LAKE COUNTY EMPLOYEES:**

	# Employees
Lake County Board of County Commissioners	730
Lake County Clerk of the Circuit Court	202
Lake County Property Appraiser	31
Lake County Tax Collector	58
Lake County Sheriff	624
Lake County Supervisor of Elections	9
Total	<u><u>1,654</u></u>

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

This page intentionally left blank.

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2004**

<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	\$ 117,067	\$ -
<b>Total U S Department of Agriculture</b>			<b>117,067</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	920,172	-
Section 8 Housing (County Voucher FL 106 VO)	14.871	N/A	1,622,670	-
Section 8 Housing (Leesburg Voucher FL )	14.871	N/A	1,015,516	-
<b>Total U S Department of Housing and Urban Development</b>			<b>3,558,358</b>	<b>-</b>
<b>U S Department of Interior</b>				
Direct:				
Payments in Lieu of Taxes	15.226	N/A	15,999	-
Scrub Jay Habitat Conservation Plan	15.615	N/A	3,287	-
<b>Total U S Department of Interior</b>			<b>19,286</b>	<b>-</b>
<b>U S Department of Justice</b>				
Direct:				
Local Law Enforcement Block Grant 03/05(2003-LB-BX-2277)	16.592	N/A	180,965	-
State Criminal Alien Assistance Program (SCAAP)	16.606	N/A	70,897	-
Indirect:				
Florida Department of Law Enforcement:				
Byrne Formula Grant - JITS	16.579	04-CJ-J3-06-45-01-044	24,414	-
Byrne Formula Grant - High School Resource Officer I	16.579	04-CJ-J3-06-45-01-045	34,435	-
COPS In School (FL03500)	16.710	2000SHWX0558	10,569	-
Total Indirect			69,418	-
<b>Total U S Department of Justice</b>			<b>321,280</b>	<b>-</b>
<b>U S Department of Transportation</b>				
Indirect:				
Florida Department of Transportation:				
Local Agency Program (Griffin Rd(CR44A/Sidewalk Proj)	20.205	AM919	166,000	-
Local Agency Program (Lake Minneola, Phase II/ So Lee Tr)	20.205	AN038	182,305	-
5311 Operating Grant FM246186-1-84-22	20.509	AM732	261,361	-
<b>Total U S Department of Transportation</b>			<b>609,666</b>	<b>-</b>
<b>General Services Administration</b>				
Direct:				
Federal Surplus Property	39.003	N/A	1,943	-
Indirect:				
Florida Department of State Division of Elections				
Voter Assistance Funds	39.011	N/A	45,177	-
<b>Total General Services Administration</b>			<b>47,120</b>	<b>-</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2004**

<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>Office of Library Services</b>				
Indirect:				
Florida Department of State Division of Library and Info Services				
Born to Read	45.310	03-LSTA-D-08	68,383	-
Summer Reading Proj - Leesburg Public Lib	45.310	03-LSTA-C-06-R	5,000	-
<b>Total Office of Library Services</b>			<b>73,383</b>	<b>-</b>
<b>Department of Health and Human Services:</b>				
Indirect:				
Florida Department of Revenue:				
Child Support Enforcement	93.563	CC335	166,174	-
<b>Total Department of Health and Human Services</b>			<b>166,174</b>	<b>-</b>
<b>Department of Homeland Security</b>				
Indirect:				
Florida Department of Community Affairs				
Disaster Relief Funding - Charley FEMA-DR-1539-FL	97.036	05PA-C%-06-45-01-727	68,789	-
Disaster Relief Funding - Frances FEMA-DR-1545-FL	97.036	05PA-G%-06-45-01-926	4,320,899	-
Disaster Relief Funding - Jeanne FEMA-DR-1561-FL	97.036	065PA-E=-06-45-01-052	603,277	-
Hazard Mitigation - FEMA -1195-DR-FL - Tracey Canal	97.039	04HM-3M-06-45-15-001	79,695	-
Hazard Mitigation - FEMA -1195-DR-FL - Green Swamp	97.039	04HM-3M-06-45-15-002	75,981	-
Emergency Management Performance Grant (State and Local)	97.042	04BG-04-06-45-01-035	26,489	-
S/L Emergency Ops Planning - COOP Plan	97.051	03-FT-1B-06-45-01-328	30,602	-
Citizen Corps	97.053	03-CT-95-06-45-01-377	5,310	-
Total Indirect			5,211,042	-
<b>Total Federal Emergency Management Agency</b>			<b>5,211,042</b>	<b>-</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 10,123,376</b>	<b>\$ -</b>

See Accompanying Notes.

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2004**

<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	\$ 67,499	\$ -
<b>Total Justice Counsel</b>			<b>67,499</b>	<b>-</b>
<b>Executive Office of the Governor:</b>				
Lake Apopka Area	31.029	None	32,285	-
<b>Total Executive Office of the Governor</b>			<b>32,285</b>	<b>-</b>
<b>Florida Department of Environmental Protection</b>				
Waste Tire Grant	37.015	WT414	24,232	-
FRDAP - Twin Lakes	37.017	F01062	100,000	-
<b>Total Florida Department of Environmental Protection</b>			<b>124,232</b>	<b>-</b>
<b>Florida Department of Agriculture and Consumer Affairs</b>				
Mosquito Control (Waste Tire and State Aid)	42.003	None	39,180	-
<b>Total Florida Department of Agriculture and Consumer Affairs</b>			<b>39,180</b>	<b>-</b>
<b>Florida Department of State</b>				
Local Arts	45.005	04-8014	2,111	-
Florida Arts License Plates Program	45.013	None	11,635	-
State Aid FY02	45.030	02-ST-25	29,468	-
State Aid FY03	45.030	03-ST-24	133,928	-
State Aid FY04	45.030	04-ST-25	245,921	-
<b>Total Florida Department of State</b>			<b>423,063</b>	<b>-</b>
<b>Florida Department of Education</b>				
VSA Arts of Florida	48.000	N/A	1,000	-
<b>Total Florida Department of Education</b>			<b>1,000</b>	<b>-</b>
<b>Florida Department of Community Affairs</b>				
Disaster Relief Funding - Charley FEMA-DR-1539-FL	52.000	05PA-C%-06-45-01-727	3,822	-
Disaster Relief Funding - Frances FEMA-DR-1545-FL	52.000	05PA-G%-06-45-01-926	240,050	-
Disaster Relief Funding - Jeanne FEMA-DR-1561-FL	52.000	05PA-E=-06-45-01-052	33,515	-
Emergency Management Preparedness and Assistance Grant Program	52.008	04BG-04-06-45-01-035	97,777	-
Hazardous Materials Hazards Analysis	52.023	043CP-11-06-45-01-039	14,782	-
<b>Total Florida Department of Community Affairs</b>			<b>389,946</b>	<b>-</b>

**LAKE COUNTY, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**For the Year Ended September 30, 2004**

<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	1,224,929	-
<b>Total Florida Housing Finance Corporation</b>			<b><u>1,224,929</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	323,162	-
Commission for the Transportation Disadvantaged Trip and Equipment Grant	55.001	ANN65	123,594	-
Commission for the Transportation Disadvantaged Planning Grant	55.002	AL-933	20,486	-
County Incentive Grant Program - FM 410372-1-54-01 CR-470/CR 48	55.008	AK-961	209,958	-
<b>Total Florida Department of Transportation</b>			<b><u>677,200</u></b>	<b><u>-</u></b>
<b>Florida Department of Health</b>				
County Grant	64.005	C3-035	71,099	40,183
<b>Total Florida Department of Health</b>			<b><u>71,099</u></b>	<b><u>40,183</u></b>
<b>Total Expenditures of State Financial Assistance</b>			<b><u>\$ 3,050,433</u></b>	<b><u>\$ 40,183</u></b>

See Accompanying Notes.

## Lake County, Florida

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

Year Ended September 30, 2004

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

##### **General**

The Schedule of Expenditures of Federal Awards and State Financial Assistance have 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 With Requirements Applicable to Each Major Federal Awards Program and State Financial Assistance Projects and on Internal Control Over Compliance in Accordance With OMB Circular A-133, Section 215.97, Florida Statutes, and Chapter 10.550 Rules of the Auditor General and Schedule of Expenditures of Federal Awards and State Financial Assistance**

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, 2004. 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*; Section 215.97, Florida Statutes, and Chapter 10.550, Rules of the Auditor General, State of Florida. Those standards, OMB Circular A-133, Section 215.97, Florida Statutes, and Chapter 10.550 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal awards program or state financial assistance project occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal awards programs and state financial assistance projects for the year ended September 30, 2004.

### **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 project 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, Section 215.97, Florida Statutes, and Chapter 10.550 Rules of the Auditor General.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud 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.

### **Schedule of Expenditures of Federal Awards and State Financial Assistance**

We have audited the basic financial statements of the County, as of and for the year ended September 30, 2004. Our audit was performed for the purpose of forming an opinion on the basic financial statements of the County taken as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance as of and for the year ended September 30, 2004 is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, Section 215.97, Florida Statutes, and Chapter 10.550, Rules of the Auditor General, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

*Ernst + Young LLP*

January 7, 2005

Lake County, Florida

Schedule of Findings and Questioned Costs

For the Year Ended September 30, 2004

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

1. The independent certified public accountants’ report expresses an unqualified opinion on the basic 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
Community Development Block Grant	14.218
U.S. Department of Homeland Security: Disaster Relief Funding	97.036
<b>State Financial Assistance Projects</b>	<b>CSFA Number</b>
Florida Housing Finance Corporation: Affordable Housing (SHIP)	52.901
Florida Department of Transportation: Commission for the Transportation Disadvantaged	55.001

## Lake County, Florida

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

For the Year Ended September 30, 2004

#### Section I – Summary of Auditor’s Results (continued)

8. The threshold for distinguishing Type A and B programs/projects was \$303,701 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 or other matters 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.

**Report of Independent Certified Public Accountants on Internal Control Over  
Financial Reporting and on Compliance and Other Matters Based on an  
Audit of the 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 financial statements of the governmental activities, the 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, 2004, which collectively comprise the County's basic financial statements and have issued our report thereon dated January 7, 2005. 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.

### **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 an opinion 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 reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the 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.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of 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 or other matters that are required to be reported herein under *Government Auditing Standards*.

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

*Ernst + Young LLP*

January 7, 2005

## Management Letter

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 and for the year ended September 30, 2004, and have issued our report thereon January 7, 2005.

We have issued our Report of Independent Certified Public Accountants on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, dated January 7, 2005.

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.

There are no current year recommendations, and the prior year comment has been addressed.

### Required Disclosures

The County filed its annual financial report for the fiscal year ended September 30, 2004, as required by Section 218.32, Florida Statutes, with the Department of Financial Services. 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, 2004. 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.

\* \* \* \* \*

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

*Ernst + Young LLP*

January 7, 2005