



# Comprehensive Annual Financial Report

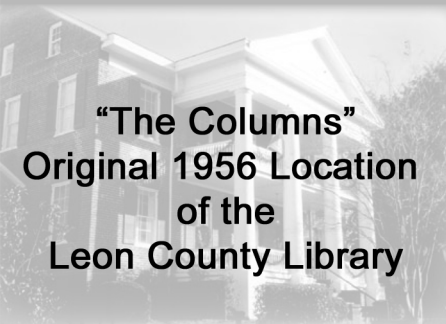
For the Fiscal Year Ending September 30, 2006



Celebrating  
LeRoy Collins Leon County Public Library System  
50<sup>th</sup>  
Anniversary  
Turning the Page to a New Era of Excellence



Comprehensive Annual Financial Report  
For the Fiscal Year Ending September 30, 2006



**“The Columns”  
Original 1956 Location  
of the  
Leon County Library**



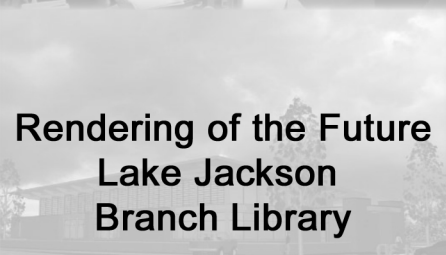
**LeRoy Collins  
Leon County  
Main Library**



**Dr. B. L. Perry Jr.  
Branch Library**



**Fort Braden  
Branch Library**



**Rendering of the Future  
Lake Jackson  
Branch Library**

*Celebrating*

*LeRoy Collins Leon County Public Library System*

**50<sup>th</sup>  
Anniversary**

# *Leon County, Florida*



## *Comprehensive Annual Financial Report* *For the Fiscal Year Ending September 30, 2006*

Prepared by the  
Department of Finance

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**LEON COUNTY, FLORIDA**

**PRINCIPAL OFFICERS**

**BOARD OF COUNTY COMMISSIONERS**

Ed DePuy - Chairman - At-Large  
Jane G. Sauls - Vice Chairman - District 2  
William G. (Bill) Proctor, Jr. - District 1  
John E. Dailey - District 3  
Bryan Desloge - District 4  
Bob Rackleff - District 5  
Cliff Thaell - At-Large

**COUNTY ADMINISTRATOR**

Parwez Alam

**COUNTY ATTORNEY**

Herbert W.A. Thiele

**TAX COLLECTOR**

Doris Maloy

**SHERIFF**

Larry Campbell

**PROPERTY APPRAISER**

Bert Hartsfield

**SUPERVISOR OF ELECTIONS**

Ion Sancho

**CLERK OF THE CIRCUIT/COUNTY COURTS  
AND  
CLERK TO BOARD OF COUNTY COMMISSIONERS**

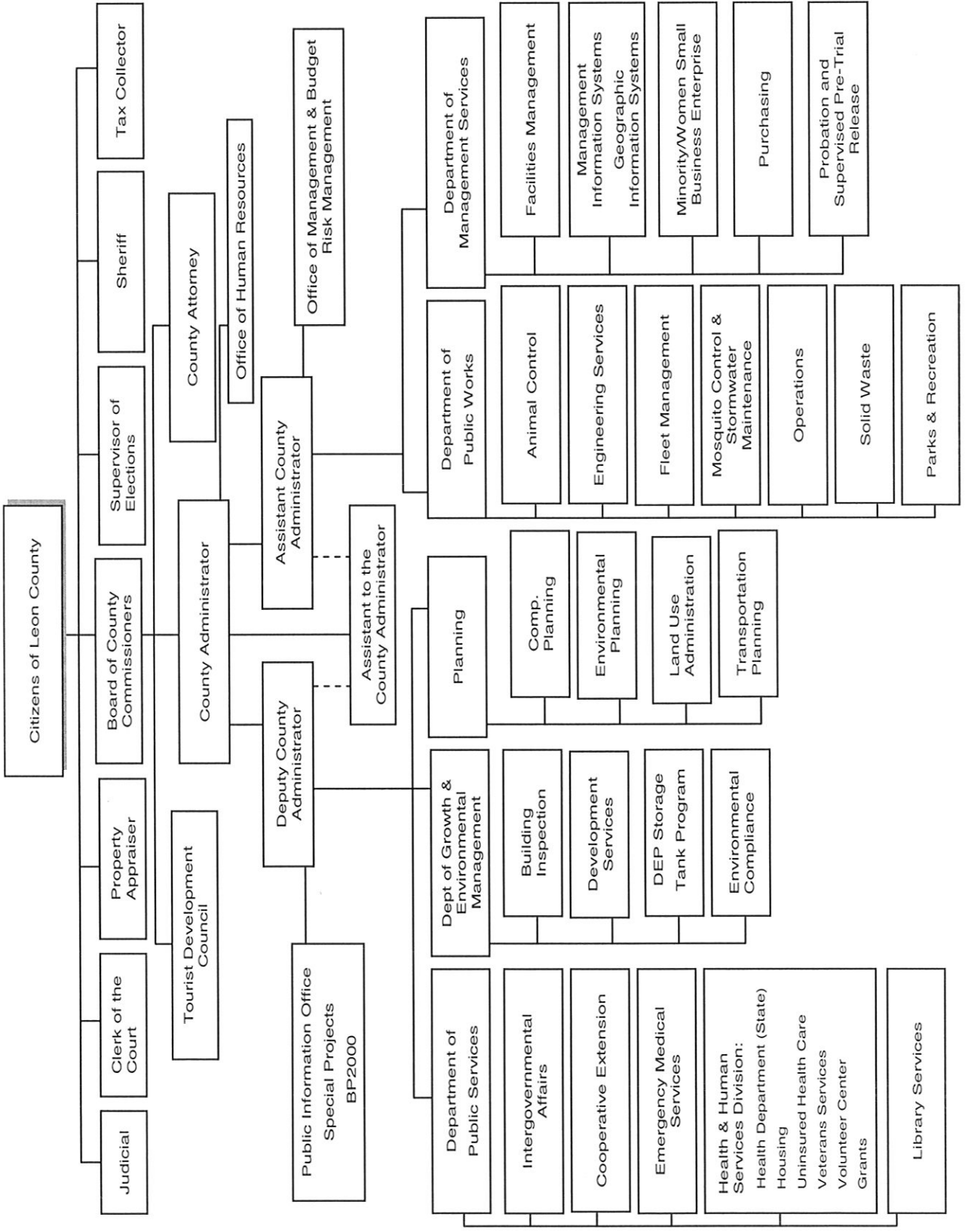
Robert B. (Bob) Inzer

**DIRECTOR OF FINANCE**

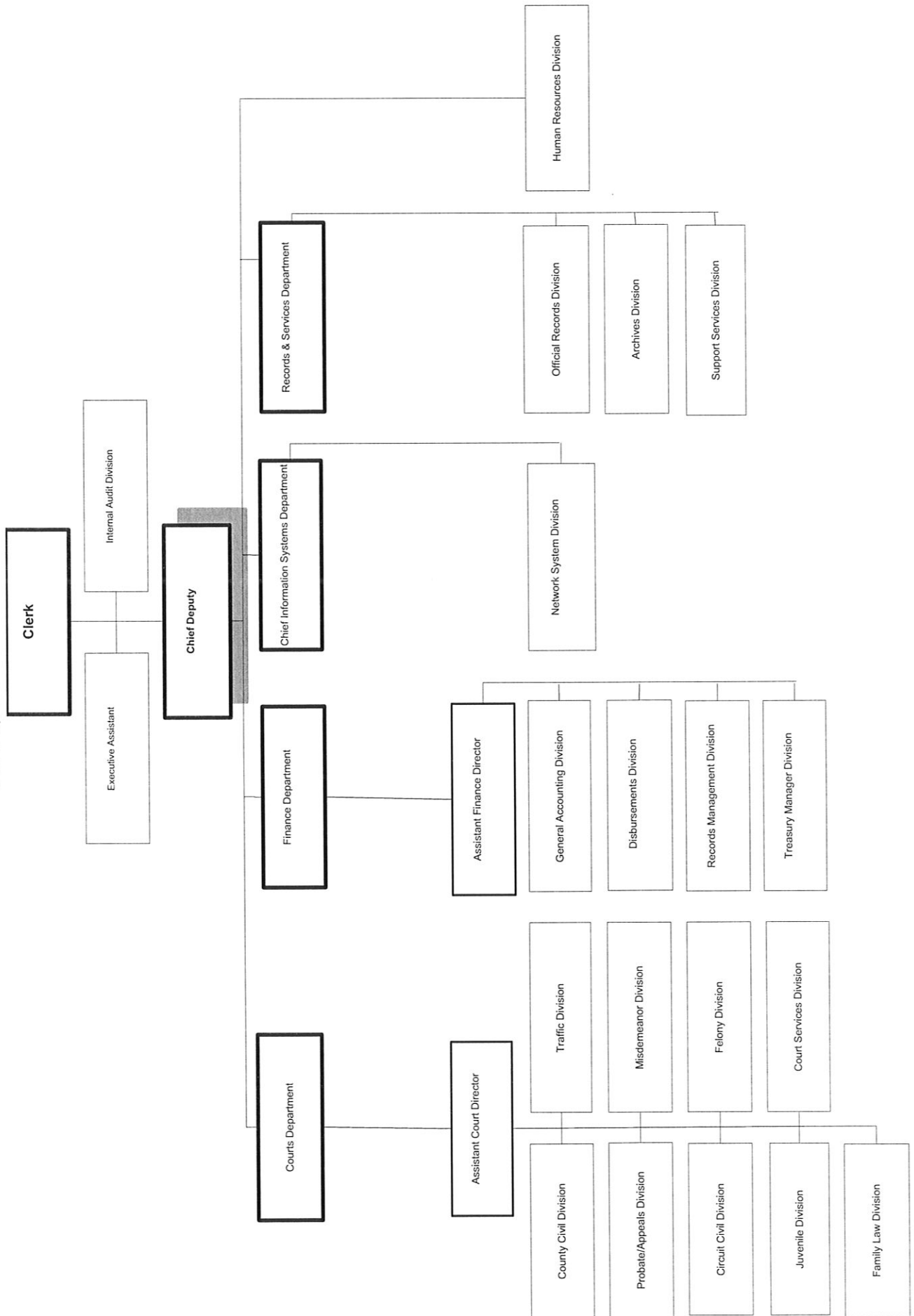
David C. Reid, CPA

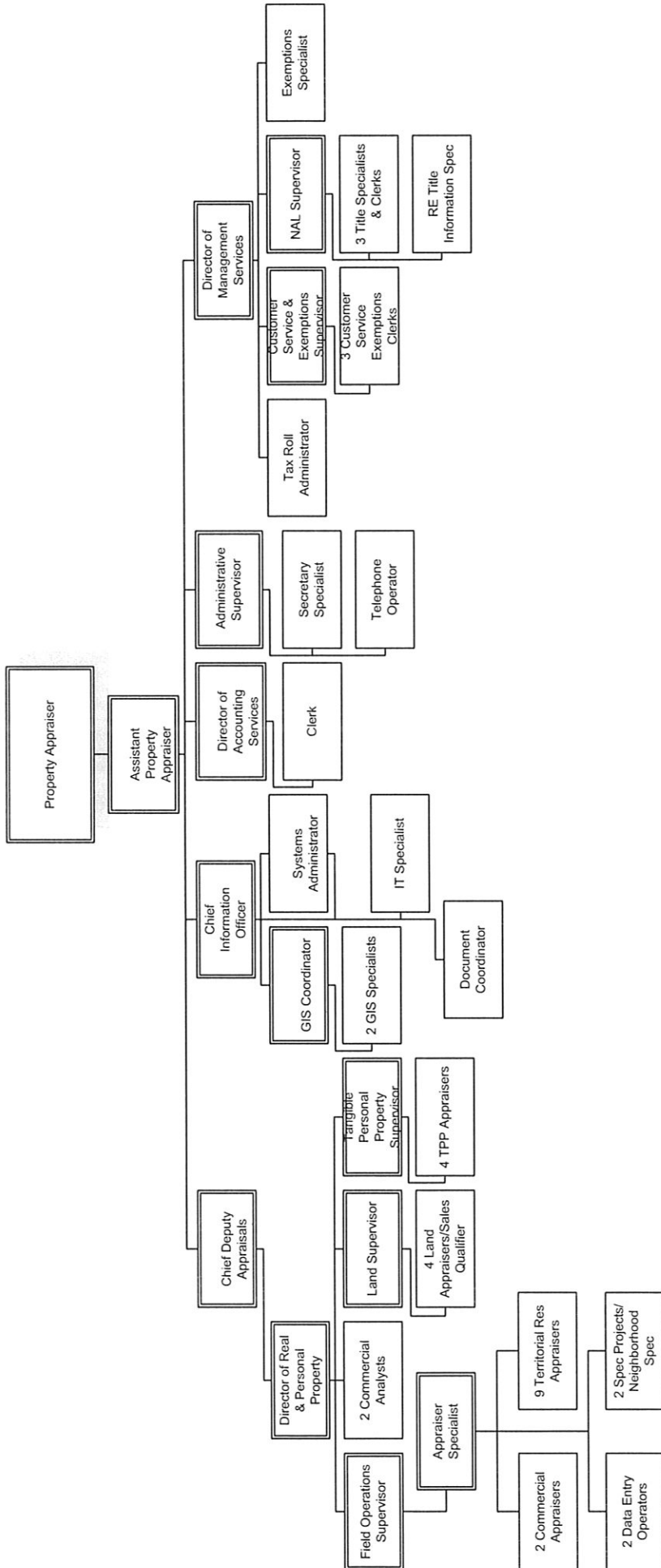
**ASST. FINANCE DIRECTOR**

Christine H. Francis, CPA, CGFO, CPFO

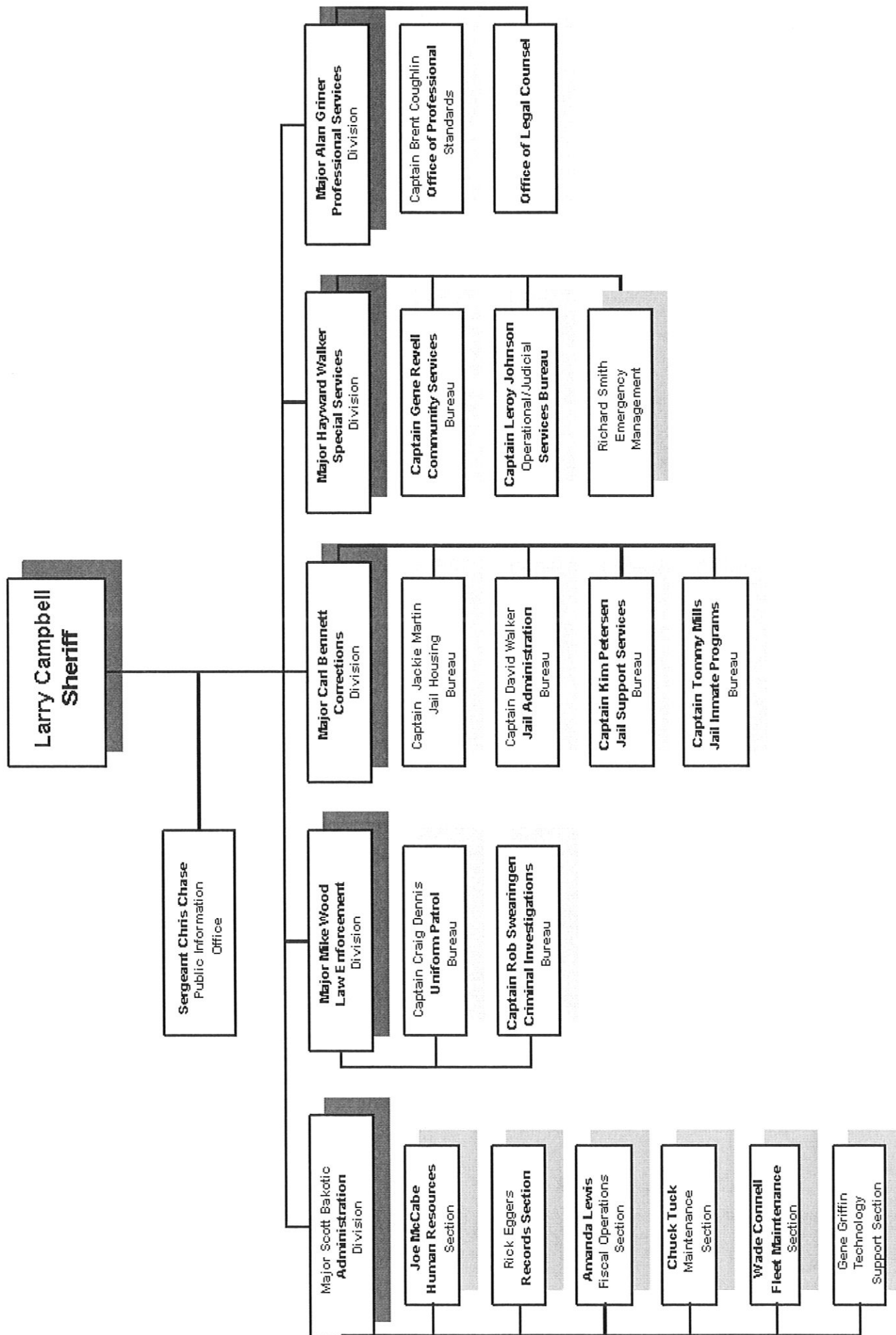


# Clerk of the Circuit Court All Departments and Divisions

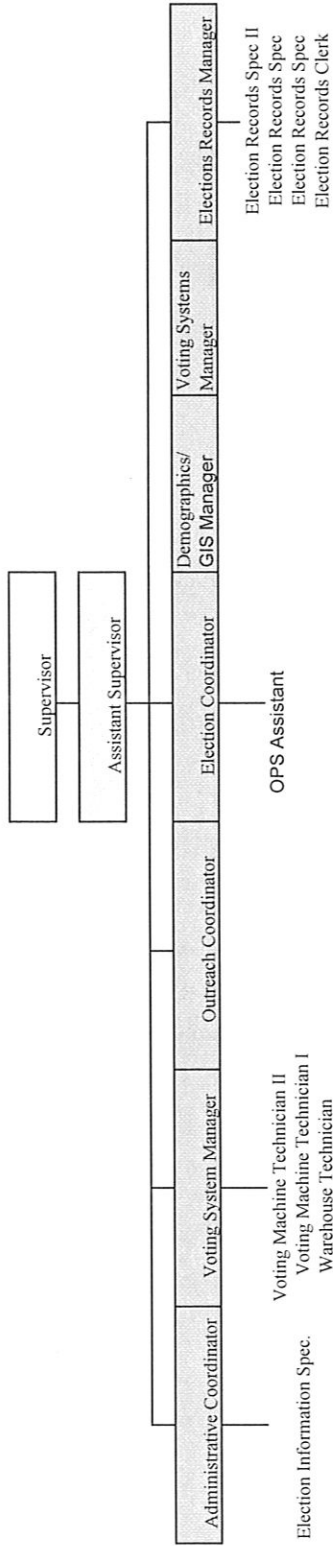




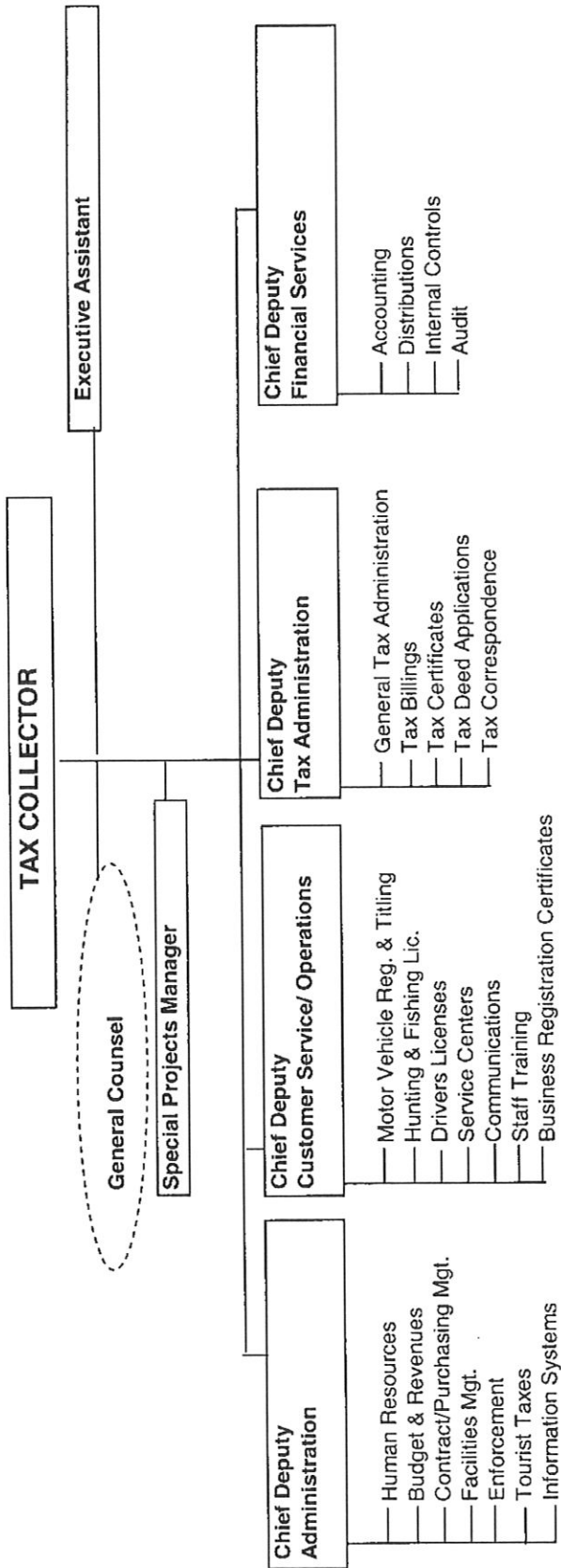
# Leon County Sheriff's Office

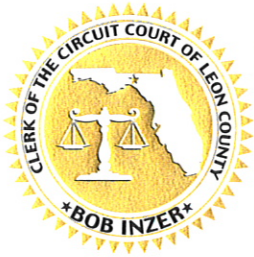


LEON COUNTY SUPERVISOR OF ELECTIONS  
ORGANIZATIONAL CHART



All positions shaded are Senior Management  
Senior Management positions supervise  
ops positions during elections cycles as needed





# Bob Inzer

Clerk of Circuit Court

Clerk of Courts ▪ Clerk of County Commission ▪ Auditor ▪ Treasurer ▪ Recorder ▪ Custodian of County Funds

March 15, 2007

To the Honorable Board of  
County Commissioners and to the  
Citizens of Leon County  
Leon County, Florida

The Comprehensive Annual Financial Report (CAFR) of Leon County (the "County") for the fiscal year ended September 30, 2006, is respectfully submitted. State law requires that a complete set of financial statements be published within one year of fiscal year end and presented in conformance with Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities and audited in accordance with generally accepted auditing standards by licensed independent certified public accountants. This report is being issued in fulfillment of these statutory requirements.

This report was prepared by the Finance Department of the Clerk of the Circuit Court (as part of the Clerk's legally prescribed duties as the Chief Financial Officer of the County) of which the Clerk and his staff are responsible for the contents of this CAFR. We believe the financial and statistical information presented is accurate in all material respects, and is set forth in a manner designed to present fairly the financial position and results of operations of the County as measured by the financial activity of its various funds. The report contains all of the disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs.

The County established a comprehensive internal control framework to provide reasonable but not absolute assurance that assets are safeguarded against loss from unauthorized use or disposition and ensure that the financial records for preparing financial statements and maintaining accountability for assets are reliable. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the evaluation of costs and benefits requires judgments and estimates by management. All internal control evaluations occur within the above framework. We think that the County's internal controls adequately safeguard assets and provide reasonable assurance of properly recorded financial transactions.

In compliance with the laws of the State of Florida, the County's independent auditors, Thomas Howell Ferguson PA and Law, Redd, Crona & Munroe PA, have audited the financial statements through a joint venture. Both firms are certified public accountants licensed by the State of Florida. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the federal Single Audit Act amendments of 1996 and the related U.S. Office of Management and Budget's Circular A-133. Auditing standards generally accepted in the United States of America and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the engagement.

The audit was performed to provide reasonable assurance that the financial statements are free of material misstatement for the fiscal year ended September 30, 2006. The 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. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion and that the County's financial statements for the fiscal year ended September 30, 2006 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements was part of a broader, federally mandated "single audit" designed to meet the special needs of federal grantor agencies. The standards governing single audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued single audit report.

The Comprehensive Annual Financial Report contains three major sections: Introductory, Financial, and Statistical.

The introductory section, which is unaudited, is designed to give the reader some basic background about the governmental unit as a whole. This letter of transmittal will present a brief overview of the County's structure and services, a discussion of the County's financial condition as well as County awards and acknowledgements indicative of the quality of the County's financial management.

The financial section includes the Management's Discussion and Analysis (MD&A), basic financial statements, combining statements and supplemental information as well as the Independent Auditors' Report on the financial statements and schedules. GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Leon County's MD&A can be found in the financial section following the Independent Auditors' Report.

### **County Services and Reporting Entity**

Leon County was created by the Territorial Legislature on December 29, 1824, and was named for Juan Ponce de Leon, the Spanish explorer who gave Florida its name. Encompassing 702 square miles, it is bordered to the north by the State of Georgia and is less than 20 miles from the Gulf of Mexico. It is the State Capital and the County Seat, the home of Florida State University and Florida A&M University. It should be noted that the Apalachicola National Forest and 290,000 acres of commercial forest occupy approximately one fourth of Leon County. Leon County is a political subdivision of the State of Florida. During the November 2002 elections, the voters of Leon County approved a referendum adopting a Charter for the County. The Charter affords the same powers to its officials as prescribed in the Florida Constitution.

The County operates under a commission/administrator form of government, with a governing board consisting of seven county commissioners. The County is divided into five geographical districts, with five of the seven commissioners elected from one of each of these separate districts. Two commissioners are elected at large. In addition to the Board of County Commissioners, there are five elected constitutional officers performing specifically designated governmental functions: Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The Leon County Board of County Commissioners (the "Board") exercises a varying degree of budgetary control, but not administrative control, over the activities of the constitutional officers. During fiscal year 2005-06, the Property Appraiser, Sheriff, and Supervisor of Elections each operated their respective offices as budget officers with funding provided by the Board in the form of operating subsidies. In return, each budget officer is responsible for the collection of revenues within their jurisdictional area, and for the subsequent remittance of such collections to the Board.

The Clerk of the Circuit Court and Tax Collector operate a portion of their offices as a budget officer, with the remainder being operated as a fee officer. Fee officers are authorized to retain revenues generated within their offices for the purpose of defraying the costs of operation. The Clerk of the Circuit Court serves as Clerk to the Board of County Commissioners. The duties of the Clerk of the Circuit Court, as set forth in the Florida Constitution, include those of County auditor, accountant and custodian of County funds. Additionally, effective July 1, 2004, the Clerk of the Circuit Court began operating the courts from a combination of fees collected, funding provided by the state court system, and appropriations from the Board of County Commissioners as set forth in Article V, Revision VII in the Florida Constitution. This change in funding is a direct result of a constitutional amendment passed in November 1998 by the voters in the State of Florida.

The primary government includes the Board of County Commissioners, Clerk of the Circuit Court, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector. The Leon County Housing Finance Authority is included as a discretely presented component unit.

Formal budgetary integration is used as a management control device during the year for all governmental funds of the County and the Housing Finance Authority. Budgetary control (i.e. the level at which expenditures cannot exceed the appropriated amount) is established at the fund level, pursuant to Section 129.07, Florida Statutes. Budgets for all governmental fund types are adopted on a basis consistent with GAAP. The Director of Office of Management and Budget, on behalf of the County Administrator, is responsible for the preparation of the Board's budget. Leon County has received the Distinguished Budget Presentation Award for the last 16 years. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

The legally adopted total appropriation by fund may only be changed by resolution of the Board. Through agenda items, the Board also approves all budgetary changes greater than \$20,000 within funds. Full authority to transfer budgetary amounts other than these instances is delegated to the County Administrator. When the Board adopts the program budget, it is integrated into the reporting system for management reporting purposes. Budget-to-actual comparisons are provided in this report for each fund for which an appropriated annual budget has been adopted. Original and final budgets for major governmental funds are also provided.

## **FINANCIAL CONDITION OF THE COUNTY**

The information presented in the financial statements is best understood when considered from the broader perspective of the environment in which the County operates. Financial condition reflects the County's existing and future resources and claims on those resources. Information useful in assessing financial condition include a review of the major initiatives along with the prospects for the future, a summary of the economic conditions, current and planned County capital projects and acquisitions, cash management and investment practices, and risk management policies. The County's financial condition is strong. Leon County Board of County Commission conducted a workshop with financial professionals in the mid 90's to consider ways to build the fund balances to safeguard against emergencies and to enhance the County's credit ratings. The County has experienced a consistent growth in the unreserved funds balances since that meeting. The General Fund Unreserved fund balance has grown from \$10,356,330 to \$31,561,250 since the 1996 fiscal year. It should be noted that \$7,317,431 of the fund balance was appropriated for FY2007 budget during the budget process.

## Major Initiatives

While the County had many accomplishments to report during fiscal year 2005-06, some of the more significant items include:

- The City of Tallahassee and the Leon County Sheriff's Office established the Public Safety Communications Board. The board is charged with establishing a joint dispatch center that will handle all public safety calls throughout the County for law enforcement, fire services and emergency medical services.
- Authorized a referendum for a local option ½ cent sales tax to enhance primary healthcare for the uninsured. Voters did not approve the referendum. Committed to readdress this issue in the next year.
- Entered into an Energy Savings Contractor Services Contract (ESCO) at a cost of \$4.4 million that will generate a savings over 12 years of \$6.7 million.
- Developed a comprehensive community energy policy.
- Continued funding for lake restorations, including but not limited to, developing a program to measure the amount of pollutants entering water bodies and implementing new regulations to comply with and enforce federal and state standards.
- Successful implementation of negotiated interlocal agreement with the City of Tallahassee that addressed septic tank failures with construction of a new sewer system in Killearn Lakes community. The construction of the \$5 million project was completed at the end of calendar year 2006.
- The LeRoy Collins Leon Public Library System celebrated its 50<sup>th</sup> year. Received over \$1.1 million in grants and donations. Began design of Lake Jackson and Mahan/Pedrick Road Branch Libraries. The Woodville Branch library was included in the 2006-2007 budget.
- Completed partnership contract with the City of Tallahassee for the acquisition of the Renaissance Building in Frenchtown. This facility now houses a joint location for the County and City Growth Management Departments as well as Joint Planning Department. This provides a convenient, one-stop permitting shop for builders and contractors in Leon County.
- The Tallahassee-Leon County Visitor Study for 2005 reported 2.751 million people visited Leon County with a direct spending impact of \$772 million.
- Provided key staff support to Blueprint 2000 and Capital Region Transportation Planning Agency and to County Economic initiatives.
- The County has recognized for several years that the capacity of the existing landfill was very limited. In the second half of FY2003, the County completed construction of a transfer station and began transporting household garbage to Jackson County, Florida pursuant to a contract with Waste Management Inc. expiring March 29, 2102. The contract is subject to reviews in five year increments. Subsequently, the County discontinued the practice of burying household garbage in the County's landfill. The County has begun to convert areas in its own landfill into park and/or recreational facilities.
- The County Commission approved a Countywide Flooded Property Acquisition Program to purchase homes in the unincorporated area of Leon County that exhibited recurring flooding problems. The County is utilizing the funding from the Communication Services Tax (CST) to pay for homes in this project. The County is allocating approximately \$1 million a year to purchase homes. Any funds not expended during the year are rolled forward to the next year. During fiscal year 2005/2006, the County sold surplus properties to accumulate funding for the program.
- The County has continued its focus on recruitment and expansion of small businesses and development of new jobs.
- Continued initiatives to widen major roads to accommodate growth.
- Recognized as a "Heart Ready Community" by providing automated external defibrillators (AED's) throughout the community. Provided training in use of AED's and in cardiac pulmonary resuscitation (CPR). Leon County was recognized by American City and County Magazine as a "Crown Community" for this project.
- Created and launched the "Have a Hurricane Plan" to better prepare our citizens for the threat of hurricanes.

- Hosted the first ever Leon County Smart Growth Summit to educate professionals and the public on the demanding tasks associated with the community growing responsibly.

### **Prospects for the Future**

Over the past several years, the County has seen its dependence on taxes increase (which includes property or ad valorem taxes, municipal services tax, local option gas taxes, other local taxes, and franchise fees) as a means of financing its operations. During fiscal years 2005-06 and 2004-05, taxes accounted for 57% and 62%, respectively, of the County's total revenues. However, given the provisions of Florida's legislation, which essentially provides for various exemptions on assessed value from property taxation, it has been estimated that in Leon County, as much as 57% of the parcels of property are exempt from property taxes in some manner. The major exemption in assessed value is attributable to federal, state and local government owned property.

The County Commission reduced property taxes by 7.3% from 9.16 mills to 8.49 mills for FY 2007. This property tax reduction insured that all owners of homesteaded property that had not made significant renovations or improvements, will see a reduction in their tax bill.

In an effort to distribute more equitably the burden of paying for governmental services, effective October 1, 1991, the County implemented a system wherein, subject to certain criteria, each structure within the County is assessed a flat fee for storm water management. This "fee" is incorporated on the property tax bill and distributed as part of the ad valorem tax bills in November of each year. Additionally, as stated previously, the County now has the ability to diversify its revenue source because of the voter approved charter. The County has begun to utilize this feature by implementing the Public Service Tax (PST). The PST is an unrestricted tax levied on the citizens of Leon County yielding \$5.034 million in revenues in fiscal 2005/06 as compared to \$4.583 million in revenues in fiscal 2004/05. When the County assumed responsibility for Emergency Medical Services (EMS), a Municipal Service Taxing Unit (MSTU) was established for that service.

### **Economic Condition and Outlook**

Leon County's unemployment rate continues to be lower than the state and national rate. The unemployment rate for the United States decreased from 5.1% to 4.6% in 2006, and the State's unemployment rate also decreased from 3.8% to 3.2% in 2006. Leon County's unemployment rate was again better than both the state and nation, reflecting a decrease from 3.3% to 2.8% in 2006. Excluding new revenue sources, any additional revenues to Leon County must come from property value assessments of new construction and any increases in assessments of existing property. Growth in tax assessment of existing residential property is limited to 3% for citizens occupying their homes the previous year. Growth in retail sales in Leon County continued to experience a slight upsurge. Retail trade has been trending upward over the last four years. Projections of population growth indicate growth in Leon County will continue but will occur at a slower rate in future fiscal years.

### **Capital Projects Funds**

The County continues to spend funds from bond proceeds, the shared sales tax, and various revenue sources to improve and implement capital projects. The County remains committed to cleaning up its lakes and improving roads and expended resources in excess of \$25.5 million during the 2005-06 fiscal year for this purpose. The County, along with the City, plans to expend over \$400 million in present value dollars by fiscal year 2015-16, for environmental purposes and improving roads.

## Risk Management

Risk management is the process of managing the County's activities in order to minimize the total long-term cost to the County of all accidental losses and their consequences. The main elements of the Risk Management program are risk identification, risk control (loss reduction) and risk financing (restoration of the economic damages of losses incurred). Pursuant to commission action, the Risk Management function was created to review and identify areas of risk, loss, and insurance coverage for each participant. This function is also charged with the establishment and implementation of a safety plan, which incorporates loss prevention and safety standards. In addition, the function establishes standard insurance and indemnification provisions for contracts, leases, and other special use agreements entered into by the participating governments.

The County remains self-insured for automobile liability, with the exception of physical damage coverage to vehicles valued at \$25,000 or greater. The County also purchases commercial coverage for general liability, property, aviation, and pollution liabilities.

Presently, the County's risk management program calls for self-insuring many types of risk, subject to the following limitations:

Type of Risk	Amount of Risk Retained by County	Limit of Excess Insurance Coverage
Workers Compensation	\$ 350,000	Statutory
General Liability <sup>(1)</sup>	\$ 10,000	\$3,000,000/\$6,000,000
Automobile Liability <sup>(1)</sup>	\$ 25,000	\$25,001-\$500,000
Property Actual Loss	\$ 25,000	Actual Loss

<sup>(1)</sup> Does not include coverage obtained by the Leon County Sheriff.

The limits stated above are on a per occurrence basis.

## Cash Management

Cash management is exercised independently by each constitutional officer. With respect to the Board of County Commissioners, the Clerk of the Circuit Court serves as treasurer and custodian of county funds and disburses funds on their behalf as required by law, and applicable management directives. The County contracts with an investment manager to assist the County with the investment of temporarily idle funds. More than half of the available funds idled during the year were invested in the State Board of Administration Local Government Surplus Funds Trust Fund. In addition, the County's investment advisor managed approximately 31% of the portfolio at year end representing 100% of the intermediate term with a modified duration of 1.2 years.

The County's Investment Advisory Committee adjusted the asset allocation of the portfolio in recognition of the interest rate environment. Specifically, the Committee voted in May 2005 to instruct the external investment advisor to begin shortening the average duration of the portfolio. As a result of this action the duration of the portfolio drifted from 1.6 years in May of 2005 to 1.2 years as of September 30, 2006. This allowed the portfolio to reinvest proceeds as securities matured at higher interest rates on a more frequent basis. At the fall Investment Advisory Committee meeting wherein the 2006 year end report was reviewed, the IOC voted to direct Voyageur to allow the portfolio to begin moving back to the benchmark duration.

The portfolio earned \$10 million for an effective rate of return of 4.8% on an average daily balance of \$208.7 million in fiscal year 2006. The County has a very conservatively managed portfolio with a modified duration of 1.2 year. Factors influencing the portfolio's performance are the types of permitted investments and allowable maturities, liquidity requirements, overall interest rate environment, cash flows, and the investment manager's performance.

The County's investment activity is shown in the information below.

Summary Table of Portfolio Performance

Investment Type	Book Value as of September 30, 2006	Market Value as of September 30, 2006	Unrealized	Realized Gain/Loss	Interest	Total Income
			Gain/Loss (current year)			
Voyageur Asset Mgmt (Intermediate)	\$59,622,340	\$59,297,169	\$381,233	\$(433,704)	\$3,165,302	3,112,831
SBA (Intermediate)	106,873,387	106,873,387			5,798,161	5,798,161
SBA (Landfill)	5,706,274	5,706,274			263,110	263,110
Wachovia Money Market	336,791	336,791			94,995	94,995
Wachovia Depository Cash Pool	16,785,959	16,785,959			733,746	733,746
Tot Cash/Inv.	\$189,324,751	\$188,999,580	\$381,233	\$(433,704)	\$10,055,314	\$10,002,843

Rate of Return (Interest only/average daily balance): 4.9%

Total return (Interest plus unrealized gain losses/average daily balance): 4.8 %

Average Portfolio Balance and Daily Return

Investment Type	FY 2006	Annual Yield	FY 2005	Annual Yield
	Average Daily Balance		Average Daily Balance	
Voyageur Portfolio Manager Account (Fixed Income Securities)	62,211,926	4.04%	66,163,038	1.48%
State Board of Administration Pool	129,126,804	4.97%	93,492,220	2.72%
Wachovia Cash Pool	15,280,203	4.80%	11,101,482	2.62%
Wachovia Money Market	2,088,717	4.55%	820,368	1.41%
Totals	208,707,650	4.80%	171,577,108	2.60%

**Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governmental agencies for its Comprehensive Annual Financial Report for their fiscal year. 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 government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such Comprehensive Annual Financial Reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Leon County has been awarded this Certificate by the GFOA for ten consecutive years. It is our belief that our current report conforms to the Certificate of Achievement Program requirements. This report will also be submitted to the GFOA to determine its eligibility for a Certificate.

### **Acknowledgments**

A Comprehensive Annual Financial Report of this nature could not have been prepared without the efficient and dedicated service of all staff members involved. We would like to express appreciation to the staff of the Finance Department for their efforts in producing this report. Finally, our thanks for the interest and support of the Clerk of the Circuit Court and the Board of County Commissioners in planning and conducting the fiscal operations of Leon County.

Respectfully submitted,



Bob Inzer  
Clerk of the Court



David C. Reid, CPA  
Finance Director



# Bob Inzer

Clerk of Circuit Court  
WWW.CLERK.LEON.FL.US

Clerk of Courts ❖ Clerk of County Commission ❖ Auditor ❖ Treasurer ❖ Recorder ❖ Custodian of County Funds

## Statement of Responsibility

March 15, 2007

County Commissioners and Citizens of Leon County

Nationally, considerable attention has focused on management taking responsibility for the publicly traded corporation's financial statements and the fairness, accuracy and completion thereof. While this is principally a private sector concern, it is equally important for public officials to provide similar assurances.

The undersigned hereby state and attest, having reviewed these financial statements, that to the best of their knowledge:

- the statements contain no untrue statement of a material fact
- there are no omissions of material fact(s), and
- the statements fairly present the results of operations and the financial position of the County, and the included reporting units, for the period ending September 30, 2006.

Ed Depuy  
Chairman

Parwez Alam  
County Administrator

Robert B. Inzer  
Clerk of Courts

David C. Reid  
Finance Director



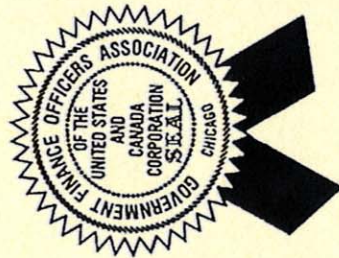
The Government Finance Officers Association  
of the United States and Canada

*presents this*

## AWARD OF FINANCIAL REPORTING ACHIEVEMENT

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**Finance Department**  
Leon County, Florida



*The award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the individual(s) designated as instrumental in their government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.*

Executive Director

Date October 25, 2006

## Independent Auditors' Report

The Honorable Board of County Commissioners  
Leon County, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Leon County, Florida (the County) as of and for the year ended September 30, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Leon County, Florida, as of September 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 26, 2007 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 through 12 and the budgetary comparison schedules for capital project funds, debt service funds, and the non-major special revenue funds are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management

Page Two

regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, 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 accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Thomas Howell Ferguson P.A. Law, Redd, Crona & Munroe, P.A.*

January 26, 2007

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

This discussion and analysis of Leon County's (the "County") financial statements is designed to introduce the basic financial statements and provide an analytical overview of the County's financial activities for the fiscal year ended September 30, 2006. The basic financial statements are comprised of the government-wide financial statements, fund financial statements, and footnotes. We trust that this, in conjunction with additional information provided in our letter of transmittal (pages xii–pages xix), will assist readers in identifying significant financial issues and in future years, changes in the County's financial position. In this Management's Discussion and Analysis (MD&A), all amounts, unless otherwise indicated, are expressed in thousands of dollars.

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

The County's basic financial statements are comprised of the following elements:

#### **Government-wide Financial Statements**

The government-wide financial statements (Statement of Net Assets and Statement of Activities found on pages 13-15, respectively) concentrate on the County as a whole and do not emphasize fund types but rather a governmental or a business-type classification, which are presented in separate columns. The governmental and business-type activities comprise the primary government and are reported separately from the component unit for which the County is accountable. In addition, neither fiduciary funds nor component units that are fiduciary in nature are included in the government-wide financial statements.

General governmental and intergovernmental revenues support the governmental activities, whereas user fees and charges for services primarily support the business-type activities. The purpose of the government-wide financial statements is to allow the user to be able to determine if the County is in a better or worse financial position than the prior year.

The Statement of Net Assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities reflects the expenses of a given function or segment, which are offset by program revenues. Program revenues are defined as charges for services, operating grants and contributions, and capital grants and contributions directly associated with a given function. Taxes, state shared revenues, and investment earnings are reported under general revenue. The effect of the interfund activity has been removed from the government-wide financial statements and the internal service activity has been eliminated. However, the interfund services between functions are not eliminated.

#### **Fund Financial Statements**

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity or retained earnings, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

**Fund Financial Statements (continued)**

The County’s funds are presented in separate fund financial statements, the governmental fund financial statement and a proprietary fund financial statement. The County’s major funds are presented in separate columns on the fund financial statements. The definition of a major fund is one that meets certain criteria set forth in GASB 34. The funds that do not meet the criteria of a major fund are considered non-major funds and are combined into a single column on the fund financial statements. Table 1 below summarizes the major features of the basic financial statements.

<b>Table 1: Major Features of the Basic Financial Statements</b>				
	<b>Government-wide Fund Financial Statements</b>	<b>Fund Financial Statements</b>		
		<i>Governmental Funds</i>	<i>Proprietary Funds</i>	<i>Fiduciary Funds</i>
<b>Scope</b>	Entire County government (except fiduciary funds) and the County’s component unit	Activities of the County that are not proprietary or fiduciary	Activities of the County that are operated similar to private businesses	Instances in which the County is the trustee or agent for someone else’s resources
<b>Required financial Statements</b>	<ul style="list-style-type: none"> <li>• Statement of Net Assets</li> <li>• Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance Sheet,</li> <li>• Statement of Revenues, Expenditures, and Changes in Fund Balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of Net Assets</li> <li>• Statement of Revenues, Expenses, and Changes in Net Assets</li> <li>• Statement of Cash Flows</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of Fiduciary Assets and Liabilities</li> </ul>
<b>Accounting basis and measurement focus</b>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<b>Type of asset/liability information</b>	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
<b>Type of inflow/outflow information</b>	All revenues and expenses during the year, regardless of when cash is received or paid	<ul style="list-style-type: none"> <li>• Revenues for which cash is received during or soon after the end of the year</li> <li>• Expenditures when goods or services have been received and payment is due during the year or soon thereafter</li> </ul>	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

## **Notes to the Financial Statements**

Notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. Refer to Note 1 to the financial statements for more detailed information on the elements of the financial statements.

### **Infrastructure Assets**

Governmental Accounting Standards Board Statement Number 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* ("GASB 34") not only mandated changes in the financial statements but also set-forth reporting changes. One such change is to capitalize infrastructure both prospectively and retrospectively for fiscal years that end after June 30, 1981. The County for FY 2002 and subsequent years has been reporting the entire valuation of infrastructure.

### **Condensed Statement of Net Assets**

The investment in capital assets, net of related debt, is the largest portion of the net assets. This represents capital assets (land, buildings, improvements, equipment, furniture, vehicles, and construction in progress, and infrastructure), net of accumulated depreciation, and the outstanding related debt used to acquire the assets in the amount of \$292.0 million as compared to \$252.8 million a year ago; this is an increase \$39.2 million. Capital assets net of related debt continued to increase. This is because the County continues to reduce debt, while the depreciation on the related assets remains constant. The net effect of this transaction is an increase in net assets. These capital assets are used to provide services to the citizens and businesses in the County; consequently, these net assets are not available for future spending. The remaining portion of net assets is unrestricted and can be used to finance government operations.

**Condensed Statement of Net Assets (continued)**

Table 2 below presents the County's condensed Statement of Net Assets as of September 30, 2006 and 2005, derived from the government-wide Statement of Net Assets.

<b>Leon County, Florida</b>						
<b>Condensed Statement of Net Assets</b>						
<b>As of September 30</b>						
<i>(in thousands)</i>						
	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Current and other assets	\$190,436	\$173,073	\$11,399	\$12,700	\$201,835	\$185,773
Capital assets	323,442	293,867	20,029	17,972	343,471	311,839
Total assets	<u>513,878</u>	<u>466,940</u>	<u>31,428</u>	<u>30,672</u>	<u>545,306</u>	<u>497,612</u>
Current liabilities	33,822	27,920	468	549	34,290	28,469
Non-current liabilities	105,402	104,785	12,185	11,209	117,587	115,994
Total liabilities	<u>139,224</u>	<u>132,705</u>	<u>12,653</u>	<u>11,758</u>	<u>151,877</u>	<u>144,463</u>
Net assets:						
Invested in capital assets, net of related debt	277,681	240,264	14,323	12,529	292,003	252,793
Unrestricted	96,974	93,971	4,452	6,385	101,426	100,356
*Total net assets	<u><u>\$374,655</u></u>	<u><u>\$334,235</u></u>	<u><u>\$18,775</u></u>	<u><u>\$18,914</u></u>	<u><u>\$393,429</u></u>	<u><u>\$353,149</u></u>
*Differences due to rounding						

## **Condensed Statement of Activities**

Table 3 on the next page presents the County's condensed Statement of Activities for the fiscal years ended September 30, 2006 and 2005, as derived from the government-wide Statement of Activities. Over time, increases and decreases in net assets may measure whether the County financial position is improving or deteriorating. During the fiscal year, the net assets of the governmental activities increased by \$40.42 million or 12.1 percent, and the net assets of the business-type activities decreased by \$139 thousand or 0.8 percent.

The County just completed its third year of several significant changes relating to the tax proceeds. Since the Board of County Commissioners adopted an ordinance levying a Utility Services Tax on the unincorporated area of Leon County, this has resulted into a stabilizing source of revenues. The tax generated \$5.033 million in FY 2006 versus \$4.583 million in FY 2005 of revenues. Concurrent with the adoption of this tax, the County eliminated a Municipal Services Taxing Unit in the unincorporated area. This tax was used to pay for fire services in the unincorporated areas of Leon County. In FY 2003, the MSTU raised \$3.737 million.

The County also adopted a Communications Services Tax in FY 2003. This is the third full year of assessments with revenues in the amount of \$3.800 million in FY 2006 and \$3.501 million FY 2005. This again has been a stabilizing factor in the County's financial picture. Property values continue to increase significantly. Taxable values lag the increase in property values for several reasons. First, the Property Appraiser does not have the resources to continually evaluate each property each year. Second, Florida passed the Save Our Homes Amendment in the mid 90's. This limits the increase in taxable values a homestead property can be assessed to no greater than 3%. Even with these limitations, property tax revenues for the County increased by 8.6% for FY 2005 and 12.8% for FY 2006.

Although interest rates in FY 2005 began to rise as compared to the low rates over the past several years, the overall rates remained low. The County investment policy is very risk averse and places a premium on security. Accordingly, the investment portfolio is very liquid and in high credit quality instruments. With the effective yield rate of the portfolio averaging 4.8% for the year, investment earnings increased by \$5.5 million to \$10 million. Additional information on investment income is provided in Note IV of the notes and in the Cash Management section of the Letter of Transmittal.

In 1989, the voters of Leon County passed a 1% sales tax to be divided between the City and County. The tax was for 15 years, expiring in November 2004. The county's share of this revenue was dedicated to the construction of a jail and for various transportation improvements. Many of the transportation projects funded by the County were advance funding of State roads. The County entered into several Joint Participation Agreements with the Florida Department of Transportation (FDOT) that provided that the County would be reimbursed as resources became available. As of September 30, 2006, the remaining values of these agreements were \$17.6 million. The County received \$17.4 million in FY 2006 and expects to receive \$13 million in September 2008. Because the 1 cent sales tax ended, the County did not enter into any advance funding arrangements with FDOT for the last three years. Accordingly, transportation expenses saw a significant decrease of \$4.1 million or 20%. Please see Note XIV Commitments and Contingencies for further details.

Additionally, the increase in expenditures for cultural and recreational activities is associated with the County's continued efforts to expand its library and park services. Expenditures in the economic environment area can be attributed to the SHIP housing program. The State of Florida increased the appropriations of SHIP funding to local governments in an effort to provide adequate housing to low income individuals. Additionally, Leon County increased the amount of funding available to the participants in this program in an effort to address the rising cost of housing.

Miscellaneous revenues are made up of revenues that will fluctuate annually as a result of various activities throughout the County. All other changes in activities are a result of the normal operations of the County.

Table 3

**Leon County, Florida**  
**Condensed Statement of Activities**  
**For Fiscal Year Ended September 30**  
*(in thousands)*

	Governmental Activities		Business-Type Activities		Total Primary Government		Total % Change 2005
	2006	2005	2006	2005	2006	2005	to 2006
<b>Revenues</b>							
Program Revenues							
Charges for Services	\$55,399	\$34,575	\$7,696	\$6,508	\$63,095	\$41,309	53%
Operating Grants & Contributions	6,676	12,668	—	226	6,676	12,894	(48)%
Capital Grants & Contributions	1,593	368	—	—	1,593	368	333%
<b>Total Program Revenues</b>	<u>63,668</u>	<u>47,611</u>	<u>7,696</u>	<u>6,734</u>	<u>71,364</u>	<u>54,345</u>	31%
<b>General Revenues:</b>							
Property taxes	110,615	98,078	—	—	110,615	98,078	13%
Local option taxes	4,732	8,690	—	—	4,732	8,690	(46)%
Local option tourist tax	2,481	2,440	—	—	2,481	2,440	2%
Franchise taxes	242	203	—	—	242	203	19%
Communications services taxes	3,813	3,501	—	—	3,813	3,501	9%
Motor fuel taxes	1,395	1,355	—	—	1,395	1,355	3%
Local option fuel taxes	3,603	3,495	—	—	3,603	3,495	3%
Utility services taxes	5,034	4,583	—	—	5,034	4,583	10%
Other taxes	—	—	1,288	1,252	1,288	1,252	3%
State shared revenues	22,308	17,219	—	—	22,308	17,219	30%
Investment earnings	9,547	4,595	799	555	10,346	5,150	101%
Miscellaneous revenues	3,504	6,080	404	—	3,908	6,080	(36)%
<b>Total general revenues</b>	<u>167,274</u>	<u>150,239</u>	<u>2,491</u>	<u>1,807</u>	<u>169,765</u>	<u>152,046</u>	11%
<b>Total revenues</b>	<u>230,942</u>	<u>197,850</u>	<u>10,187</u>	<u>8,541</u>	<u>241,129</u>	<u>206,391</u>	17%
<b>Program Expenses</b>							
General government	38,897	36,097	—	—	38,897	36,097	8%
Public safety	75,470	72,262	—	—	75,470	72,262	4%
Physical environment	17,562	10,898	10,821	9,627	28,383	20,525	38%
Transportation	16,733	20,862	—	—	16,733	20,862	(20)%
Economic environment	5,943	4,813	—	—	5,943	4,813	23%
Human services	9,091	10,694	—	—	9,091	10,694	(15)%
Culture and recreation	11,885	11,236	—	—	11,885	11,236	6%
Judicial	9,613	7,082	—	—	9,613	7,082	36%
Interest on long term debt	4,833	4,581	—	—	4,833	4,581	6%
<b>*Total program expenses</b>	<u>190,027</u>	<u>178,525</u>	<u>10,821</u>	<u>9,627</u>	<u>200,849</u>	<u>188,152</u>	7%
Excess (deficiency) before transfers (net)	40,915	19,325	(634)	(1,086)	40,280	18,239	121%
Transfers	(495)	(375)	495	375	—	—	
<b>Change in net assets</b>	<u>40,420</u>	<u>18,950</u>	<u>(139)</u>	<u>(711)</u>	<u>40,280</u>	<u>18,239</u>	121%
Beginning net assets	334,235	315,285	18,914	19,624	353,149	334,909	5%
Ending net assets	<u>\$374,655</u>	<u>\$334,235</u>	<u>18,775</u>	<u>\$18,914</u>	<u>\$393,429</u>	<u>\$353,149</u>	11%

\* Differences due to rounding.

**Program Expenses and Revenues for Governmental Activities**

Table 4 below presents program expenses and revenues for governmental activities. The nature of Governmental Activities is to be funded primarily from taxes and not to be self-supporting. As a result, overall program revenues were not sufficient to cover program expenses for governmental activities. General revenues, mainly taxes, therefore supported the net program expenses of these governmental activities. Program revenues as a percentage of program expenses increased from fiscal year 2005 to fiscal year 2006 by 8 percent. It should be considered normal for the activities and associated program revenues to fluctuate on average plus or minus 4 to 5 percent from over the years. This year's increase of 8 percent change is attributable to a larger percentage increase in revenues than expenditures. For example, the County received a large reimbursement from the State for a Joint Participation Agreement for transportation road building, while transportation expenses for the year decreased by \$4.1 million. In June 2004, the County was relieved of the responsibility for funding most of the judicial responsibilities, and fees were increased to generally make it self sufficient. This change in funding and the increase in funding for transportation are the primary reasons for the increase.

<b>County Programs</b>	<b>Program Expenses</b>	<b>Less Program Revenues</b>	<b>Net Program Expenses (a)</b>		<b>Program Revenues as a Percentage of Program Expenses</b>	
	<b>2006</b>	<b>2006</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
General government	\$38,897	\$10,348	\$28,549	\$28,353	27%	21%
Public safety	75,470	14,847	60,623	56,658	20%	21%
Physical environment	17,562	9,788	7,774	5,895	56%	45%
Transportation	16,733	17,848	(1,115)	14,213	107%	31%
Economic environment	5,943	1,036	4,907	3,355	17%	30%
Human services	9,091	91	9,000	10,222	1%	4%
Culture and recreation	11,885	339	11,546	10,480	3%	6%
Judicial	9,613	9,371	242	(2,843)	97%	140%
Interest on long term debt	4,833		4,833	4,581	N/A	N/A
*Total governmental activities	\$190,027	\$63,668	\$126,359	\$130,914	34%	26%

(a) Net Program Expenses are mainly supported by taxes. \*Differences from financial statements due to rounding

**Program Expenses and Revenues for Business-type Activities**

Table 5 below presents program and revenues for business-type activities. Revenues were not sufficient to cover program expenses in FY 2005/2006 because in FY 2003 the County chose to spend a portion of retained earnings to abate any fee increases. The County in an effort to keep garbage fees level chose to utilize a portion of its reserves to cover tipping fees. In addition to the program revenues for the landfill, the County has a non-ad valorem assessment to citizens residing outside the city limits for the City of Tallahassee. Approximately \$0.5 million was taken from reserves to fund landfill activities. This is the fourth year of observing this policy.

<b>County Programs</b>	<b>Program Expenses</b>	<b>Program Revenues</b>	<b>Net Program Revenues</b>		<b>Program Revenues as a Percentage of Program Expenses</b>	
	<b>2006</b>	<b>2006</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Physical environment	\$ 10,821	\$ 7,696	\$(3,125)	\$ (2,893)	71%	69%

## **Overall Analysis**

Financial highlights for the County as a whole include the following:

- The assets of the County exceeded its liabilities (net assets) at the close of fiscal year 2006 by \$374,654,524 as compared to \$334,235,100 for fiscal year 2005 for governmental activities. The assets for Business-type activities exceeded its liabilities (net assets) at the close of fiscal year 2006 by \$18,774,898 as compared to \$18,914,141 for fiscal year 2005. Please see the Statement of Activities discussed previously for an explanation of the differences above.
- The County's total net assets increased by \$40,280,181 during fiscal year 2006 as compared to \$18,239,960 in fiscal year 2005. Net assets of governmental activities increased by \$40,419,424 in fiscal year 2006 as compared to \$18,949,781 in 2005. Although governmental activities have been experiencing a constant increase over the past years, the increase for 2006 must be seen as significant. The primary amounts comprising the increase include a 17.4 million reimbursement from the State for road building, net tax increase of \$8.7 million, increase in state shared revenues of \$5 million, and increase in investment earnings of \$4 million. Conversely, net assets of business-type activities decreased by \$139,243 in fiscal year 2006 versus the decrease of \$709,821 in 2005. Although charges for services in Business-type activities were not sufficient to cover the program expenses, this decrease was a result of the County continuing the commitment to spend some of its reserves to abate an increase in solid waste tipping fees.

## **Fund Analysis**

The following funds experienced significant changes during the year:

### **Governmental Funds**

As of the close of fiscal year 2006, the County's governmental funds reported a combined ending fund balance of \$159,924,253 as compared to \$149,307,973 for fiscal year 2005. All but \$4,093,730 for fiscal year 2006 as compared to \$4,869,162 for fiscal year 2005 is reported as unreserved. The reserved fund balance is decreased because total encumbrances for outstanding purchase orders decreased.

The General Fund of the Board of County Commission as displayed on the Combining Balance Sheet contains both Countywide General Revenue funds and the Non-Countywide General Revenue funds. The sole purpose of the Non-Countywide General Revenue funds is to capture discrete revenues and transfer those revenues to the various funds needing support (i.e. various Debt Service, Municipal Services, Growth Management, etc.). The Non-Countywide General Revenue funds do not contain any countywide property tax revenues. The actual year ending fund balance for the Countywide General Revenue funds is \$25,610,194 versus \$19,091,407 for FY 2005. The Non-Countywide fund balance is \$5,971,056 for FY 2006 versus \$6,282,070 for FY 2005.

### **General Fund**

Fund balance at September 30, 2006 totaled \$31,581,250 compared to \$25,373,477 for September 30, 2005. This was an increase of \$6,207,773 during the fiscal year. Normally an increase in the fund balance is attributed to the County's policy to build its fund balance in preparation for future year's emergencies. However, it should be noted that \$7,317,431 has been appropriated from fund balance for fiscal year 2007. On November 23, 1999, the County Commission adopted a Reserve Policy No. 99-3 which provided for an annual unappropriated fund balance at no less than (10%) ten percent of general operating revenues. The County's policy to build reserves, along with excess fees from constitutional officers again being more significant than anticipated, are the reasons for the increase in fund balance this year.

## **Fine & Forfeiture**

Fund balance at September 30, 2006 totaled \$11,853,619 as compared to \$7,636,710 for September 30, 2005. This is an increase of \$4,216,909 for the fiscal year. This increase can be attributed to the same policy associated with building the fund balance in the general fund as well as the return of revenues from constitutional officers that was higher than anticipated.

## **Local Option Sales Tax**

Fund balance at September 30, 2006 totaled \$40,245,880 as compared to \$46,355,728 for September 30, 2005. This was a decrease of \$6,109,878. This decrease can be attributed to the fact that the County will be receiving significantly less revenues in this area. The majority of these funds will now be given to Blueprint 2000. The fund balance in this fund will continue to experience a reduction because it will be receiving less revenue, while expending significant funds on various projects.

## **Series 1998B Refunding**

This fund is used to account for the accumulation of resources and payment of principal and interest on the Series 1998B Bonds. The Series 1998B Bonds were issued by the County to refund the Series 1991 Bonds. Funding is from non-ad valorem revenues.

## **Proprietary Funds**

The County's proprietary funds reported net assets of \$18,774,898 for September 30, 2006 as compared to \$18,914,141 for September 30, 2005, which is a decrease of \$139,243. This decrease can be attributed to the difference of business expenditures over revenues, and the County's decision to expend some of the reserves to reduce the need for a rate increase.

## **Budget Variances in the General Fund**

The County made no significant revisions and had no significant variations in its budget during the year. Refer to the budgetary comparison schedule for the General Fund in the Other Required Supplementary Information section of the CAFR.

## **Capital Asset and Long-term Debt Activity**

### **Capital Asset Activity**

At September 30, 2006, the County reported \$323,442,101 in capital assets for governmental activities and \$14,322,918 in capital assets for business-type activities versus \$293,866,838 for governmental and \$17,972,086 for business-type activities at fiscal year ending September 30, 2005. Please refer to Note VI in Notes to the Financial Statements for additional information on capital assets and Note XIV in Notes to the Financial Statements for additional information on construction commitments.

### **Debt Administration Activity**

At September 30, 2006, the County had \$97,755,000 of outstanding bonded debt as compared to \$101,990,000 for 2005. All of the County's debt is secured by specific general fund revenues including sales tax, state revenue sharing, and specific other general fund revenues. The County has no general obligation bonds, which would be backed by the full faith and credit of the County. For more information on long-term debt activity, please see Note VIII on Long Term Obligations in the notes to the Financial Statements of the CAFR.

### **Economic Factors**

- The estimated population in Leon County increased 0.5% from 271,111 to 272,497 during FY 2005/2006.
- Detached single-family homes remain the most popular type of housing in Leon County, representing over 45% of all units permitted since 1990 and over 48% of all constructed (non-mobile homes) housing units during 2006. This type of housing is particularly popular in the northern and eastern portions of the community.
- Leon County has seen a relatively overall stable vacancy rate for apartment rental units ranging from 3.9% in 2000 to 5.1% for 2006.

### **Request for Information**

This financial report is designed to provide a general overview of Leon County Government's finances for all those with an interest in our government's finances. Questions concerning any of the information provided in this report or request for additional financial information may be addressed to the Clerk of Circuit Court, Finance Department Leon County, P.O. Box 726, Tallahassee Florida 32302. Requests can also be made telephonically at (850) 577-4020 or fax at (850) 577-4255. We also suggest visiting our web-site at [www.clerk.leon.fl.us](http://www.clerk.leon.fl.us) for further financial information.

Leon County, Florida  
Statement of Net Assets  
September 30, 2006

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Component Unit</b>
<b>Assets:</b>				
Current assets				
Cash	\$ 20,226,535	\$ 357,838	\$ 20,584,373	\$ 389,915
Investments	159,022,436	9,911,330	168,933,766	-
Receivables	4,731,653	1,130,133	5,861,786	-
Receivables from other governments	4,443,035	-	4,443,035	-
Inventory	514,058	-	514,058	-
Other assets	1,498,122	-	1,498,122	-
Total current assets	<u>190,435,839</u>	<u>11,399,301</u>	<u>201,835,140</u>	<u>389,915</u>
Noncurrent assets:				
Restricted assets:				
Investments	-	5,706,274	5,706,274	-
Capital assets:				
Land and construction in progress				
non-depreciable	34,268,723	2,409,843	36,678,566	
Depreciable (net)	289,173,378	11,913,075	301,086,453	-
Total noncurrent assets	<u>323,442,101</u>	<u>20,029,192</u>	<u>343,471,293</u>	<u>-</u>
Total assets	<u>513,877,940</u>	<u>31,428,493</u>	<u>545,306,433</u>	<u>389,915</u>
<b>Liabilities:</b>				
Current liabilities				
Accounts payable	8,555,786	527,486	9,083,272	676
Payable to other governments	1,601,721	-	1,601,721	-
Internal balances	119,972	(119,972)	-	-
Accrued compensated absences	4,218,443	60,955	4,279,398	-
Unearned revenues	10,473,953	-	10,473,953	-
Bonds payable	6,074,728	-	6,074,728	-
Other current liabilities	2,777,000	-	2,777,000	-
Total current liabilities	<u>33,821,603</u>	<u>468,469</u>	<u>34,290,072</u>	<u>676</u>
Noncurrent liabilities				
Deposits	432,057	-	432,057	-
Estimated liability for landfill closure and postclosure care costs	-	12,081,472	12,081,472	-
Arbitrage rebate liability	25,000	-	25,000	-
Accrued compensated absences	7,173,518	103,654	7,277,172	-
Bonds payable	97,771,238	-	97,771,238	-
Total noncurrent liabilities	<u>105,401,813</u>	<u>12,185,126</u>	<u>117,586,939</u>	<u>-</u>
Total liabilities	<u>139,223,416</u>	<u>12,653,595</u>	<u>151,877,011</u>	<u>676</u>
<b>Net assets:</b>				
Invested in capital assets, net of related debt	277,680,662	14,322,918	292,003,580	-
Unrestricted	96,973,862	4,451,980	101,425,842	389,239
Total net assets	<u>\$ 374,654,524</u>	<u>\$ 18,774,898</u>	<u>\$ 393,429,422</u>	<u>\$ 389,239</u>

*The accompanying notes are an integral part of these financial statements.*

Leon County, Florida  
Statement of Activities  
Year Ended September 30, 2006

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operational Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 38,897,033	\$ 8,464,786	\$ 1,318,297	\$ 564,422
Public safety	75,470,315	11,004,878	3,842,138	-
Physical environment	17,561,734	8,188,522	570,673	1,028,903
Transportation	16,732,781	17,848,320	-	-
Economic environment	5,943,365	964,916	71,546	-
Human services	9,090,964	24,570	66,700	-
Culture and recreation	11,885,141	254,434	84,568	-
Judicial	9,613,098	8,648,448	722,084	-
Interest on long term debt	4,832,853	-	-	-
Total governmental activities	<u>190,027,284</u>	<u>55,398,874</u>	<u>6,676,006</u>	<u>1,593,325</u>
Business-type activities:				
Landfill	10,821,343	7,696,181	-	-
Total business-type activities:	<u>10,821,343</u>	<u>7,696,181</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 200,848,627</u>	<u>\$ 63,095,055</u>	<u>\$ 6,676,006</u>	<u>\$ 1,593,325</u>
<b>Component Unit:</b>				
Economic environment	60,276	22,440	-	-
Total component unit	<u>\$ 60,276</u>	<u>\$ 22,440</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues:  
Property taxes  
Local option taxes  
Franchise taxes  
Communications services taxes  
Motor fuel taxes  
Utility services taxes  
Other taxes  
State shared revenues  
Investment earnings  
Miscellaneous revenues  
Transfers  
Total general revenues and transfers  
Change in net assets  
Net assets - beginning  
Net assets - ending

*The accompanying notes are an integral part of these financial statements.*

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

<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Unit Housing Finance Authority</b>
\$ (28,549,528)	\$ -	\$ (28,549,528)	\$ -
(60,623,299)	-	(60,623,299)	-
(7,773,636)	-	(7,773,636)	-
1,115,539	-	1,115,539	-
(4,906,903)	-	(4,906,903)	-
(8,999,694)	-	(8,999,694)	-
(11,546,139)	-	(11,546,139)	-
(242,566)	-	(242,566)	-
(4,832,853)	-	(4,832,853)	-
<u>(126,359,079)</u>	<u>-</u>	<u>(126,359,079)</u>	<u>-</u>
-	(3,125,162)	(3,125,162)	-
-	(3,125,162)	(3,125,162)	-
<u>(126,359,079)</u>	<u>(3,125,162)</u>	<u>(129,484,241)</u>	<u>-</u>
-	-	-	(37,836)
-	-	-	<u>(37,836)</u>
110,614,520	-	110,614,520	-
7,212,654	-	7,212,654	-
241,599	-	241,599	-
3,812,706	-	3,812,706	-
4,998,016	-	4,998,016	-
5,033,986	-	5,033,986	-
-	1,288,132	1,288,132	-
22,308,194	-	22,308,194	-
9,547,221	799,081	10,346,302	-
3,504,402	403,911	3,908,313	-
(494,795)	494,795	-	-
<u>166,778,503</u>	<u>2,985,919</u>	<u>169,764,422</u>	<u>-</u>
40,419,424	(139,243)	40,280,181	(37,836)
334,235,100	18,914,141	353,149,241	427,075
<u>\$ 374,654,524</u>	<u>\$ 18,774,898</u>	<u>\$ 393,429,422</u>	<u>\$ 389,239</u>

Leon County, Florida

Balance Sheet  
Governmental Funds

September 30, 2006

	<u>General Fund</u>	<u>Fine &amp; Forfeiture</u>	<u>SHIP Trust Fund</u>	<u>Special Assessment Paving</u>
<b>Assets:</b>				
Cash	\$ 4,465,663	387,073	\$ 119,050	\$ 229,515
Investments	32,287,018	10,245,906	1,945,646	-
Receivables				
Accounts	491,151	63,170	-	-
Intergovernmental	2,024,352	10,163	-	-
Special assessments	-	-	-	2,154,712
Due from other funds	1,482,982	1,380,612	-	878
Inventory	462,340	-	-	-
Other assets	4,605	-	-	-
Advances to other funds	20,000	-	-	-
Total assets	<u>\$ 41,238,111</u>	<u>\$ 12,086,924</u>	<u>\$ 2,064,696</u>	<u>\$ 2,385,105</u>
<b>Liabilities and fund balances</b>				
Liabilities:				
Accounts payable	\$ 2,572,639	\$ 40,662	\$ 50,255	\$ 60
Accrued liabilities	2,125,422	-	-	-
Intergovernmental payables	118,607	-	-	-
Due to other funds	2,587,248	-	-	-
Deposits	66,846	192,643	-	-
Unearned revenues	2,186,099	-	2,013,499	2,154,712
Bonds payable	-	-	-	-
Advances from other funds	-	-	-	-
Total liabilities	<u>9,656,861</u>	<u>233,305</u>	<u>2,063,754</u>	<u>2,154,772</u>
Fund balances:				
Reserved for encumbrances	136,545	-	-	-
Reserved for advances to other funds	20,000	-	-	-
Reserved for records modernization	-	-	-	-
Reserved for training	-	-	-	-
Reserve for special projects	-	-	-	-
Reserve for inmate expenditures	-	-	-	-
Unreserved, reported in:				
General fund	31,424,705	-	-	-
Special revenue funds	-	11,853,619	942	230,333
Debt service funds	-	-	-	-
Capital project funds	-	-	-	-
Total fund balances	<u>31,581,250</u>	<u>11,853,619</u>	<u>942</u>	<u>230,333</u>
Total liabilities and fund balances	<u>\$ 41,238,111</u>	<u>\$ 12,086,924</u>	<u>\$ 2,064,696</u>	<u>\$ 2,385,105</u>

The accompanying notes are an integral part of these financial statements.

<b>Debt Service 1998B Series</b>	<b>Local Option Sales Tax</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 141,403	\$ 2,567,285	\$ 11,902,978	\$ 19,812,967
2,312,478	37,668,485	68,554,208	153,013,741
-	232,240	1,790,380	2,576,941
-	-	2,245,334	4,279,849
-	-	-	2,154,712
-	-	481,516	3,345,988
-	-	3,769	466,109
-	-	2,617	7,222
-	1,086,138	-	1,106,138
<u>\$ 2,453,881</u>	<u>\$ 41,554,148</u>	<u>\$ 84,980,802</u>	<u>\$ 186,763,667</u>

\$ -	\$ 1,308,268	\$ 1,831,013	\$ 5,802,897
-	-	397,888	2,523,310
-	-	1,483,114	1,601,721
-	-	707,362	3,294,610
-	-	172,568	432,057
2,397,869	-	1,721,774	10,473,953
-	-	1,624,728	1,624,728
-	-	1,086,138	1,086,138
<u>2,397,869</u>	<u>1,308,268</u>	<u>9,024,585</u>	<u>26,839,414</u>

-	-	724,263	860,808
-	1,086,138	-	1,106,138
-	-	1,642,812	1,642,812
-	-	66,946	66,946
-	-	164,330	164,330
-	-	252,696	252,696
-	-	-	31,424,705
-	-	30,350,199	42,435,093
56,012	-	315,967	371,979
-	39,159,742	42,439,004	81,598,746
<u>56,012</u>	<u>40,245,880</u>	<u>75,956,217</u>	<u>159,924,253</u>
<u>\$ 2,453,881</u>	<u>\$ 41,554,148</u>	<u>\$ 84,980,802</u>	<u>\$ 186,763,667</u>

Leon County, Florida

Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Assets

September 30, 2006

Total fund balances of governmental funds \$ 159,924,253

Amounts reported for governmental activities in the Statement of Net  
Assets are different because:

Capital assets used in governmental activities are not financial  
resources and, therefore, are not reported in the funds.

Governmental capital assets	\$ 534,806,040	
Less accumulated depreciation	<u>(211,363,939)</u>	323,442,101

Other assets used in governmental activities are not financial  
resources and therefore are not reported in the governmental funds.

Bond costs	2,576,416	
Less current year amortization	<u>(185,103)</u>	2,391,313

Long-term liabilities, including bonds payable are not due and payable  
in the current period and therefore are not reported in the governmental  
funds.

Governmental bonds payable	(97,755,000)	
Note Payable	(4,466,238)	
Discount/(Premium)	(947,803)	
Current year amortization	47,390	
Compensated absences	(11,391,961)	
Arbitrage rebate liability	<u>(25,000)</u>	(114,538,612)

Internal service funds are used by management to charge the costs of  
gasoline, vehicle repair, risk management, and telephone services to  
individual funds. The assets and liabilities of the internal service funds  
are included in governmental activities in the statement of net assets.

3,435,469

Total net assets of governmental activities \$ 374,654,524

*The accompanying notes are an integral part of these financial statements.*

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Leon County, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds

Year Ended September 30, 2006

	<u>General Fund</u>	<u>Fine &amp; Forfeiture</u>	<u>SHIP Trust Fund</u>	<u>Special Assessment Paving</u>
<b>Revenues:</b>				
Taxes	\$ 52,512,815	\$ 53,961,636	\$ -	\$ -
Licenses and permits	207,978	-	-	-
Intergovernmental	19,590,774	18,463	-	-
Charges for services	8,596,202	829,089	964,916	-
Fines and forfeitures	-	151,069	-	-
Interest	2,131,068	778,039	75,467	174,856
Miscellaneous	437,456	-	-	278,047
Total revenues	<u>83,476,293</u>	<u>55,738,296</u>	<u>1,040,383</u>	<u>452,903</u>
<b>Expenditures:</b>				
Current				
General government	33,228,523	-	-	-
Public safety	50,669,268	-	-	-
Physical environment	2,093,110	-	-	-
Transportation	-	-	-	-
Economic environment	2,728,251	-	970,349	-
Human services	3,913,756	-	-	-
Culture and recreation	6,739,292	-	-	-
Judicial	175,991	2,114,585	-	-
Debt Service				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Other debt service costs	-	-	-	-
Total expenditures	<u>99,548,191</u>	<u>2,114,585</u>	<u>970,349</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,071,898)</u>	<u>53,623,711</u>	<u>70,034</u>	<u>452,903</u>
Other financing sources (uses):				
Transfers in	52,086,646	2,609,809	-	-
Transfers out	(29,806,975)	(52,016,611)	(70,034)	(580,025)
Issuance of debt	-	-	-	-
Total other financing sources (uses)	<u>22,279,671</u>	<u>(49,406,802)</u>	<u>(70,034)</u>	<u>(580,025)</u>
Net change in fund balance	6,207,773	4,216,909	-	(127,122)
Fund balances, October 1	<u>25,373,477</u>	<u>7,636,710</u>	<u>942</u>	<u>357,455</u>
Fund balances, September 30	<u>\$ 31,581,250</u>	<u>\$ 11,853,619</u>	<u>\$ 942</u>	<u>\$ 230,333</u>

The accompanying notes are an integral part of these financial statements.

<b>Debt Service 1998B Series</b>	<b>Local Option Sales Tax</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ -	\$ 25,439,031	\$ 131,913,482
-	-	3,212,951	3,420,929
-	-	10,968,288	30,577,525
-	17,560,273	23,442,667	51,393,147
-	-	922,749	1,073,818
-	2,424,548	3,483,874	9,067,852
-	-	2,788,899	3,504,402
-	19,984,821	70,258,459	230,951,155
-	-	9,640,804	42,869,327
-	303,961	24,796,098	75,769,327
-	1,836	21,907,665	24,002,611
-	25,788,872	10,542,963	36,331,835
-	-	2,241,420	5,940,020
-	-	5,294,766	9,208,522
-	-	4,916,704	11,655,996
-	-	7,307,964	9,598,540
1,915,000	-	2,320,000	4,235,000
965,738	-	3,725,685	4,691,423
700	-	3,017	3,717
2,881,438	26,094,669	92,697,086	224,306,318
(2,881,438)	(6,109,848)	(22,438,627)	6,644,837
2,881,439	-	32,553,836	90,131,730
-	-	(8,152,880)	(90,626,525)
-	-	4,466,238	4,466,238
2,881,439	-	28,867,194	3,971,443
1	(6,109,848)	6,428,567	10,616,280
56,011	46,355,728	69,527,650	149,307,973
\$ 56,012	\$ 40,245,880	\$ 75,956,217	\$ 159,924,253

Leon County, Florida

Reconciliation of the Statement of Revenues, Expenditures  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities

September 30, 2006

Net change in fund balances - total governmental funds \$ 10,616,280

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

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 as depreciation expense.

Expenditures for capital assets	\$ 46,271,140	
Less current year depreciation	<u>(16,695,876)</u>	29,575,264

Bond proceeds provide current financial resources to governmental  
funds, but issuing debt increases long-term liabilities in the statement  
of net assets. Repayment of bond principal is an expenditure in the  
governmental funds, but the repayment reduces long-term liabilities in  
the statement of net assets. This is the amount by which proceeds  
exceed repayments.

Principal payments		4,235,000
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Issuance of debt provide current financial resources to governmental  
funds, but issuing debt increases long-term liabilities in the statement  
of net assets.

Issuance of debt		(4,466,238)
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Some expenses reported in the statement of activities do not require  
the use of current financial resources and therefore are not reported  
as expenditures in the governmental funds.

Final Payment of Capital Lease	6,546	
Arbitrage rebate liability restated	225,596	
Amortization of current year bond discount/premium	47,390	
Amortization of current year bond costs	(44,398)	
Amortization of current year deferred charge on refunding	(140,705)	
Change in long-term compensated absence	<u>(956,806)</u>	(862,377)

Internal service funds are used by management to charge the costs of  
gasoline, vehicle repair, risk management, and telephone services to  
individual funds. The net loss of the Internal Service Funds was reported with  
governmental activities. (\$119,972 was included with business-type activities.)

Rounding		<u>(3)</u>
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Changes in net assets of governmental activities		<u>\$ 40,419,424</u>
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*The accompanying notes are an integral part of these financial statements.*

Leon County, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
General Fund

Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Taxes	\$ 50,617,285	\$ 50,617,285	\$ 52,512,815	\$ 1,895,530
Licenses and Permits	190,950	190,950	207,978	17,028
Intergovernmental	16,736,514	16,787,298	19,590,774	2,803,476
Charges for services	11,142,970	11,672,416	8,596,202	(3,076,214)
Interest	471,574	471,574	2,131,068	1,659,494
Miscellaneous	45,822	51,322	437,456	386,134
Total revenues	<u>79,205,115</u>	<u>79,790,845</u>	<u>83,476,293</u>	<u>3,685,448</u>
<b>Expenditures:</b>				
Current				
General government	34,700,378	36,943,499	33,228,523	3,714,976
Public safety	50,705,000	50,734,850	50,669,268	65,582
Physical environment	1,927,737	2,153,804	2,093,110	60,694
Economic environment	2,337,542	3,801,135	2,728,251	1,072,884
Human services	4,264,118	4,324,457	3,913,756	410,701
Culture and recreation	6,795,046	6,849,046	6,739,292	109,754
Judicial	429,920	476,613	175,991	300,622
Total expenditures	<u>101,159,741</u>	<u>105,283,404</u>	<u>99,548,191</u>	<u>5,735,213</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,954,626)</u>	<u>(25,492,559)</u>	<u>(16,071,898)</u>	<u>9,420,661</u>
Other financing sources (uses):				
Transfers in	60,932,308	61,204,832	52,086,646	(9,118,186)
Transfers out	(40,137,087)	(40,323,734)	(29,806,975)	10,516,759
Total other financing sources (uses)	<u>20,795,221</u>	<u>20,881,098</u>	<u>22,279,671</u>	<u>1,398,573</u>
Net change in fund balance	(1,159,405)	(4,611,461)	6,207,773	10,819,234
Fund balances, October 1	<u>25,373,477</u>	<u>25,373,477</u>	<u>25,373,477</u>	-
Fund balances, September 30	<u>\$ 24,214,072</u>	<u>\$ 20,762,016</u>	<u>\$ 31,581,250</u>	<u>\$ 10,819,234</u>

The accompanying notes are an integral part of these financial statements.

Leon County, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Fine and Forfeiture Fund

Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Taxes	\$ 52,721,408	\$ 52,721,408	\$ 53,961,636	\$ 1,240,228
Intergovernmental	12,065	12,065	18,463	6,398
Charges for services	1,002,573	1,002,573	829,089	(173,484)
Fines and forfeitures	67,305	67,305	151,069	83,764
Interest	157,612	157,612	778,039	620,427
Total revenues	<u>53,960,963</u>	<u>53,960,963</u>	<u>55,738,296</u>	<u>1,777,333</u>
<b>Expenditures:</b>				
Judicial	<u>2,124,352</u>	<u>2,143,361</u>	<u>2,114,585</u>	<u>28,776</u>
Total expenditures	<u>2,124,352</u>	<u>2,143,361</u>	<u>2,114,585</u>	<u>28,776</u>
Excess (deficiency) of revenues over (under) expenditures	<u>51,836,611</u>	<u>51,817,602</u>	<u>53,623,711</u>	<u>1,806,109</u>
Other financing sources (uses):				
Transfers in	380,000	380,000	2,609,809	2,229,809
Transfers out	<u>(52,016,611)</u>	<u>(52,016,611)</u>	<u>(52,016,611)</u>	<u>-</u>
Total other financing sources (uses)	<u>(51,636,611)</u>	<u>(51,636,611)</u>	<u>(49,406,802)</u>	<u>2,229,809</u>
Net change in fund balance	200,000	180,991	4,216,909	4,035,918
Fund balances, October 1	<u>7,636,710</u>	<u>7,636,710</u>	<u>7,636,710</u>	<u>-</u>
Fund balances, September 30	<u>\$ 7,836,710</u>	<u>\$ 7,817,701</u>	<u>\$ 11,853,619</u>	<u>\$ 4,035,918</u>

The accompanying notes are an integral part of these financial statements.

Leon County, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
SHIP Trust Fund

Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services	\$ 700,339	\$ 1,864,092	\$ 964,916	\$ (899,176)
Interest	-	-	75,467	75,467
Total revenues	<u>700,339</u>	<u>1,864,092</u>	<u>1,040,383</u>	<u>(823,709)</u>
<b>Expenditures:</b>				
Economic environment	<u>630,305</u>	<u>1,794,058</u>	<u>970,349</u>	<u>823,709</u>
Total expenditures	<u>630,305</u>	<u>1,794,058</u>	<u>970,349</u>	<u>823,709</u>
Excess (deficiency) of revenues over (under) expenditures	<u>70,034</u>	<u>70,034</u>	<u>70,034</u>	<u>-</u>
Other financing sources (uses):				
Transfers out	<u>(70,034)</u>	<u>(70,034)</u>	<u>(70,034)</u>	<u>-</u>
Total other financing sources (uses)	<u>(70,034)</u>	<u>(70,034)</u>	<u>(70,034)</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balances, October 1	<u>942</u>	<u>942</u>	<u>942</u>	<u>-</u>
Fund balances, September 30	<u>\$ 942</u>	<u>\$ 942</u>	<u>\$ 942</u>	<u>\$ -</u>

*The accompanying notes are an integral part of these financial statements.*

Leon County, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Special Assessment Paving Fund

Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Interest	\$ 274,946	\$ 274,946	\$ 174,856	\$ (100,090)
Miscellaneous	299,194	299,194	278,047	(21,147)
Total revenues	<u>574,140</u>	<u>574,140</u>	<u>452,903</u>	<u>(121,237)</u>
<b>Other financing sources (uses):</b>				
Transfers out	<u>(574,140)</u>	<u>(580,008)</u>	<u>(580,025)</u>	<u>(17)</u>
Total other financing sources (uses)	<u>(574,140)</u>	<u>(580,008)</u>	<u>(580,025)</u>	<u>(17)</u>
Net change in fund balance	-	(5,868)	(127,122)	(121,254)
Fund balances, October 1	<u>357,455</u>	<u>357,455</u>	<u>357,455</u>	-
Fund balances, September 30	<u>\$ 357,455</u>	<u>\$ 351,587</u>	<u>\$ 230,333</u>	<u>\$ (121,254)</u>

*The accompanying notes are an integral part of these financial statements.*

Leon County, Florida

Statement of Net Assets  
Proprietary Funds

September 30, 2006

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities - Internal Service Funds</b>
	<b>Nonmajor Fund</b>		<b>Totals</b>	
	<b>Landfill Fund</b>	<b>Amtrak Station</b>		
<b>Assets:</b>				
Current assets:				
Cash	\$ 232,980	\$ 124,858	\$ 357,838	\$ 388,521
Cash with fiscal agent	-	-	-	25,047
Investments	9,911,330	-	9,911,330	6,008,695
Receivables				
Accounts	1,130,133	-	1,130,133	89,947
Intergovernmental	-	-	-	73,239
Inventory	-	-	-	47,949
Total current assets	<u>11,274,443</u>	<u>124,858</u>	<u>11,399,301</u>	<u>6,633,398</u>
Noncurrent assets:				
Restricted investments	5,706,274	-	5,706,274	-
Capital assets:				
Land non-depreciable	1,809,843	600,000	2,409,843	-
Depreciable (net)	11,139,394	773,681	11,913,075	-
Total noncurrent assets	<u>18,655,511</u>	<u>1,373,681</u>	<u>20,029,192</u>	<u>-</u>
Total assets	<u>29,929,954</u>	<u>1,498,539</u>	<u>31,428,493</u>	<u>6,633,398</u>
<b>Liabilities:</b>				
Current liabilities				
Accounts payable	478,030	-	478,030	211,017
Accrued liabilities	49,456	-	49,456	18,562
Due to other funds	-	-	-	51,378
Compensated absences	60,955	-	60,955	-
Advances from other funds	-	-	-	20,000
Other current liabilities	-	-	-	2,777,000
Total liabilities	<u>588,441</u>	<u>-</u>	<u>588,441</u>	<u>3,077,957</u>
Noncurrent liabilities:				
Compensated absences	103,654	-	103,654	-
Liability for closure costs/maintenance	12,081,472	-	12,081,472	-
Total noncurrent liabilities	<u>12,185,126</u>	<u>-</u>	<u>12,185,126</u>	<u>-</u>
Total liabilities	<u>12,773,567</u>	<u>-</u>	<u>12,773,567</u>	<u>3,077,957</u>
<b>Net assets:</b>				
Invested in capital assets, net of related debt	12,949,237	1,373,681	14,322,918	-
Unrestricted	4,207,150	124,858	4,332,008	3,555,441
Total net assets	<u>\$ 17,156,387</u>	<u>\$ 1,498,539</u>	<u>18,654,926</u>	<u>\$ 3,555,441</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			<u>119,972</u>	
Net assets of business-type activities			<u>\$ 18,774,898</u>	

The accompanying notes are an integral part of these financial statements.

Leon County, Florida

Statement of Revenues, Expenses and Changes in Net Assets  
Proprietary Funds

Year Ended September 30, 2006

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Landfill Fund	Nonmajor Fund Amtrak Station	Totals	
<b>Operating revenues:</b>				
Charges for services	\$ 7,540,563	\$ -	\$ 7,540,563	\$ 7,390,812
Intergovernmental	155,618	-	155,618	-
Total operating revenues	<u>7,696,181</u>	<u>-</u>	<u>7,696,181</u>	<u>7,390,812</u>
<b>Operating expenses:</b>				
Personnel services	2,132,634	-	2,132,634	650,701
Contractual services	5,335,521	-	5,335,521	104,415
Supplies	283,811	-	283,811	1,243,110
Communications services	25,373	-	25,373	319,852
Insurance	137,154	-	137,154	3,025,273
Utility services	490,105	-	490,105	13,699
Depreciation	568,851	-	568,851	-
Other services and charges	2,481,824	-	2,481,824	878,586
Total operating expenses	<u>11,455,273</u>	<u>-</u>	<u>11,455,273</u>	<u>6,235,636</u>
Operating income (loss)	<u>(3,759,092)</u>	<u>-</u>	<u>(3,759,092)</u>	<u>1,155,176</u>
<b>Nonoperating revenues:</b>				
Taxes	1,288,132	-	1,288,132	-
Interest revenue	793,661	5,420	799,081	253,773
Miscellaneous	403,911	-	403,911	-
Total nonoperating revenues	<u>2,485,704</u>	<u>5,420</u>	<u>2,491,124</u>	<u>253,773</u>
Income (loss) before transfers	<u>(1,273,388)</u>	<u>5,420</u>	<u>(1,267,968)</u>	<u>1,408,949</u>
Transfers In	520,548	-	520,548	-
Transfers out	(25,753)	-	(25,753)	-
Other financing sources	546,480	-	546,480	-
Change in net assets	<u>(232,113)</u>	<u>5,420</u>	<u>(226,693)</u>	<u>1,408,949</u>
<b>Net assets, October 1</b>	<u>17,388,500</u>	<u>1,493,119</u>		<u>2,146,492</u>
<b>Net assets, September 30</b>	<u>\$ 17,156,387</u>	<u>\$ 1,498,539</u>		<u>\$ 3,555,441</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			<u>87,450</u>	
Change in net assets of business-type activities			<u>\$ (139,243)</u>	

The accompanying notes are an integral part of these financial statements.

Leon County, Florida

Statement of Cash Flows  
Proprietary Funds

Year Ended September 30, 2006

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Landfill Fund	Nonmajor Fund Amtrak Station	Totals	
<b>Cash flows from operating activities:</b>				
Receipts from customers	\$ 7,313,430	\$ -	\$ 7,313,430	\$ 2,101,270
Receipts from interfund services	-	-	-	5,198,190
Payments to suppliers	(6,649,957)	-	(6,649,957)	(4,783,786)
Payments to employees	(2,103,209)	-	(2,103,209)	(645,168)
Claims paid	-	-	-	(1,003,068)
Payments for interfund services	(1,142,264)	-	(1,142,264)	(22,350)
Net cash (used in) provided by operating activities	(2,582,000)	-	(2,582,000)	845,088
<b>Cash flows from noncapital financing activities:</b>				
Tax proceeds	1,289,497	-	1,289,497	-
Repayments on interfund loans	67,055	-	67,055	26,655
Transfers received from other funds	520,548	-	520,548	-
Transfers made to other funds	(25,757)	-	(25,757)	(17,687)
Net cash provided by (used in) noncapital financing activities	1,851,343	-	1,851,343	8,968
<b>Cash flows from capital and related financing activities:</b>				
Sale of property	336,000	-	336,000	-
Acquisition and/or construction of capital assets	(1,747,028)	-	(1,747,028)	-
Net cash used by capital and related financing activities	(1,411,028)	-	(1,411,028)	-
<b>Cash flows from investing activities</b>				
Proceeds from sales and maturities of investments	11,553,015	-	11,553,015	4,928,282
Purchase of investments	(10,175,357)	-	(10,175,357)	(6,008,695)
Interest and dividends received	789,808	5,420	795,228	253,773
Net cash provided by (used in) investing activities	2,167,466	5,420	2,172,886	(826,640)
Net increase (decrease) in cash	25,781	5,420	31,201	27,416
Cash and equivalents, October 1	207,199	119,438	326,637	386,152
Cash and equivalents, September 30	\$ 232,980	\$ 124,858	\$ 357,838	\$ 413,568

The accompanying notes are an integral part of these financial statements.

Leon County, Florida

Statement of Cash Flows  
Proprietary Funds

Year Ended September 30, 2006

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Landfill Fund	Nonmajor Fund Amtrak Station	Totals	
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ (3,759,092)	\$ -	\$ (3,759,092)	\$ 1,155,176
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation expense	568,851	-	568,851	-
Change in assets and liabilities:				
Receivables	(375,049)	-	(375,049)	(91,352)
Accounts payable	(6,613)	-	(6,613)	113,505
Accrued expenses	27,338	-	27,338	4,759
Other current liabilities	-	-	-	(337,000)
Estimated liability for closure	962,565	-	962,565	-
Net cash provided by operating activities	<u>\$ (2,582,000)</u>	<u>\$ -</u>	<u>\$ (2,582,000)</u>	<u>\$ 845,088</u>

*The accompanying notes are an integral part of these financial statements.*

Leon County, Florida  
Statement of Fiduciary Net Assets  
Fiduciary Funds  
September 30, 2006

	<b>Total Fiduciary Funds</b>
<b>Assets:</b>	
Cash	\$ 10,784,529
Cash with fiscal agent	120,000
Investments	1,906,754
Receivables	
Accounts	576,812
Intergovernmental	3,371
Total assets	\$ 13,391,466
<b>Liabilities:</b>	
Accounts payable	\$ 1,332,740
Due to other governments	2,120,278
Deposits	8,393,577
Installment tax deposits	1,544,871
Total liabilities	\$ 13,391,466

*The accompanying notes are an integral part of these financial statements.*

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

Leon County, Florida (the County) is a political subdivision of the State of Florida and provides services to its residents in many areas, including Public Safety, Transportation, Recreation and Human Services. The County is governed by an elected Board of County Commissioners (seven members). In addition to the members of the Board of County Commissioners, there are five elected Constitutional Officers: Clerk of the Circuit Court, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections. The Constitutional Officers maintain separate accounting records and budgets. Effective for the 2003 fiscal year, the citizens of Leon County passed a voter referendum to make Leon County a Charter County. The Charter is a simple charter, which allows for the same powers and duties as provided in the Constitution of the State of Florida and Florida Statutes. However, in certain instances, the Charter may alter or expand the powers of the elected officials via voter referendum.

The accompanying financial statements present the combined financial position and results of operations of the entity as a whole, by major fund and nonmajor funds in aggregate, that are governed by the Board and the Constitutional Officers of Leon County, Florida.

The Board funds a portion, or in some cases all, of the operating budgets of the County's Constitutional Officers. The payments by the Board to fund the operating budgets of the Constitutional Officers are recorded as expenditures on the financial statements of the Board and as appropriations or charges for services on the financial statements of the Constitutional Officers. Accordingly, such amounts and the budget relating to those amounts have been eliminated in the accompanying combined financial statements.

**Component Units**

The component units discussed below are included in the County's reporting entity either because of the significance of the operational relationship or the County is financially accountable for the component unit. The County is financially accountable for an organization when the County appoints a voting majority of the organization's governing body and is able to impose its will on the organization. The County is also financially accountable when there is a potential for the organization to provide a financial benefit or impose a financial burden on Leon County; or the organization is fiscally dependent on the County.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**A. Reporting Entity (Continued)**

**Component Units (Continued)**

Specific criteria used to determine financial accountability are:

- Selection of a Voting Majority of the Governing Body.
- Imposition of Will: Ability to remove appointed members at will; ability to approve or modify charges affecting revenue; ability to appoint, hire or dismiss management.
- Financial Benefit or Burden Relationship: The County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the obligation to finance the deficits of or provide support to the organization; or the County is obligated in some manner for the debt of the organization.
- Fiscal Dependency: Ability to approve or modify the organization's budget or rate charges and ability to approve debt issuances and/or tax levies.

The financial statements of the component units have been included in the financial reporting entity either as a blended component unit or as a discretely presented component unit in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," and GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units." At September 30, 2006, the only component unit of the County is The Housing Finance Authority of Leon County (the Authority) and is presented in a separate column on the County's financial statements.

The Authority was created as a Florida public corporation in accordance with the Florida Housing Finance Authority Law, Part IV of Chapter 159, Florida Statutes (1979), following the adoption of an approving ordinance (#80-39) by the Board of County Commissioners of Leon County, Florida. The Authority is a Dependent Special District as defined in Chapter 89-169, Laws of Florida.

The Authority's governing board is appointed by the Board of County Commissioners; the budget is approved by the County; all bonds issued and contracts entered into must be approved by the County; the County may, at its sole discretion, and at anytime, alter or change the structure, organization, programs or activities of the Authority, including the power to terminate the Authority; and the County maintains the books and records of the Authority. This unit is reported in a separate column to emphasize that it is legally separate from the County. Separate financial information for the Authority is available in the Finance Department currently housed in the Bank of America Building, commonly known as BOA Building, 315 South Calhoun Street, Suite 450, Tallahassee, Florida 32301.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**A. Reporting Entity (Continued)**

**Component Units (Continued)**

*Excluded from the Reporting Entity:*

The Leon County Health Facilities Authority, Leon County Research and Development Authority and Leon County Education Facilities Authority have been established under Florida Statutes, Chapter 159, Part V, Chapter 154, Part III and Chapter 243, respectively. Operations of the above authorities are not included in this report.

Other public entities located within Leon County and not included in the financial statements of the County include municipalities and the following independent taxing districts authorized established by the Laws of Florida:

Leon County School Board District  
Leon County Health Department  
Tallahassee – Leon County Civic Center Authority  
Fallschase Special Taxing District  
Northwest Florida Water Management District

These potential component units have been excluded because they do not meet the criteria for inclusion in the reporting entity.

**B. Measurement Focus and Basis of Accounting**

The basic financial statements of the County are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

**Government-wide Financial Statements**

Government-wide financial statements (the Statement of Net Assets and Statement of Activities) provide financial information about Leon County government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government, as well as its discretely presented component unit and provide for a consolidated financial picture of the government. The Statement of Net Assets reports all financial and capital resources of Leon County's governmental and business-type

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Measurement Focus and Basis of Accounting (continued)**

**Government-wide Financial Statements (continued)**

activities. The Statement of Activities reports functional categories of programs provided by the County and demonstrates how and to what degree those programs are supported by specific revenue. As part of the consolidation process, the effect of interfund activity has been removed from these statements to avoid distorted financial results. Any amounts reported as interfund balances represent the residual amounts due between governmental and business-type activities. Fiduciary funds of the government are also removed from this presentation since the resources are not available for general government funding purposes. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities. Business-type activities rely, to a significant extent, on fees and charges for support.

Likewise, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable. Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and agency fund financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. Program revenues include charges for services, fines and forfeiture, licenses and permits, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the Statement of Activities to present the net cost of each program. Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than being reported as expenditures. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as reductions of the related liability, rather than as expenditures.

**Fund Financial Statements**

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenue and expenditures, or expenses, as appropriate. Government resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Measurement Focus and Basis of Accounting (continued)**

**Fund Financial Statements (continued)**

Fund financial statements for the primary government's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements show information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds. The fiduciary statement includes financial information for the agency funds. The agency funds of the County primarily represent assets held by the County in a custodial capacity for other individuals or governments.

*Governmental Funds*

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 collected 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. Franchise fees, licenses, sales taxes, gas taxes, operating and capital grants, 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 only when the County receives cash.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources". Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Noncurrent portions of long-term receivables (special assessment) due to governmental funds are reported on their balance sheets in spite of their spending measurement focus. Noncurrent portions of other long-term receivables are offset by deferred revenue.

Because of their spending measurement focus, expenditure recognition for governmental fund types exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Measurement Focus and Basis of Accounting (continued)**

**Fund Financial Statements (continued)**

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as another financing source rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

*Proprietary Funds*

The County's enterprise funds and internal service funds are proprietary funds. In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net assets. As permitted by GASB Statement No. 20, the County has elected not to apply all FASB Statements and Interpretations, APB Opinions and Accounting Research Bulletins, issued on or after November 30, 1989.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies, taxes, and investment earnings, result from nonexchange transactions or ancillary activities. Amounts paid to acquire capital assets are capitalized as assets in the fund financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as a liability in the fund financial statements, rather than as another financing source. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than as an expense.

**C. Basis of Presentation**

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category and the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Basis of Presentation (continued)**

**Governmental Major Funds:**

The County reports the following major funds in the governmental fund financial statements:

*General Fund* — The General Fund is the general operating fund of the County. This fund is used to account for all financial transactions not required to be accounted for in another fund.

*Fine and Forfeiture* — This fund was established to account for revenues collected pursuant to the provisions of Section 142.01, Florida Statutes. It also accounts for expenditures related to the costs of criminal prosecutions and for the proceeds of certain court fines and costs as well as accounting for ad valorem tax revenues collected and used to support the Sheriff's Department.

*SHIP Trust Fund* — The State Housing Initiatives Partnership (SHIP) Program was created pursuant to the provisions of Section 420.9072, Florida Statutes to provide funds to expand affordable housing. This fund is used to account for the local housing distribution monies received from the State of Florida. Expenditures are limited to the administration and implementation of the local housing assistance programs.

*Special Assessments Fund* — This fund accounts for the repayment of special assessments associated with the county's paving program. Repayments are collected as a non-ad valorem special assessment on the annual tax bill. These revenues are repaying the county for the costs to construct the paving projects.

*Debt Service Fund – 1998B Series* – This fund is used for the accumulation of resources and payment of principal and interest on the Series 1998B Bonds. The Series 1998B Bonds were issued by the County to refund the Series 1991 Bonds. Funding is from non-ad valorem revenues.

*Local Option Sales Tax* — The Local Option Sales Tax Fund accounts for revenues generated by the local option one-cent sales tax. This tax, which was approved by the voters of Leon County in a referendum election held on November 4, 1989, provides for the levy of a one percent sales tax on every taxable item sold in the County and taxed pursuant to the provisions of Section 206, Florida Statutes. The statutory authority to collect these revenues expired October 1, 2004. Utilization of the proceeds of this tax is limited to the costs of acquisition, construction, reconstruction, and maintenance of roads and streets; and the costs of establishing, operating, and maintaining a transportation system and related facilities.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Basis of Presentation (continued)**

**Proprietary Major Fund:**

*Landfill Fund* — The Landfill Fund accounts for the revenues, expenses, assets and liabilities associated with the County landfill and transfer station.

**Note:** The major funds for Leon County will vary from year to year. This change is because of the calculation requirements established by GASB 34 in determining whether a fund is major or not.

**Other Fund Types:**

*Internal Service Funds* — Internal Service Funds account for Fleet Management, Communications, and Self Insurance services provided to other departments of the County on a cost reimbursement basis.

*Agency Fund* — The Agency Fund is used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, support payments and ad valorem taxes.

**Non-current Governmental Assets/Liabilities**

GASB Statement No. 34 requires non-current governmental assets, such as land and buildings, and non-current governmental liabilities, such as general obligation bonds, revenue bonds and capital leases, be reported in the governmental activities column in the government-wide statement of net assets.

**D. Assets, Liabilities and Net Assets**

**Cash and Cash Equivalents**

Cash and cash equivalents are defined as short-term highly liquid investments that are both readily convertible to known amounts of cash and have an original maturity of three months or less. This includes cash in banks, repurchase agreements with financial institutions, petty cash, and cash with claims administrators.

**Investments**

Investments for the County are reported at fair value, in accordance with GASB Statement No. 31. In addition to reporting investments at fair value, the County is reporting investments in accordance of the requirements of GASB 40.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Assets (continued)**

**Receivables and Payables**

Receivables are shown net of an allowance for uncollectibles. The emergency medical services allowance is equal to 41% of outstanding gross charges at September 30, 2006.

**Inventories and Prepaid Items**

Inventories, consisting primarily of expendable items (materials and supplies), are determined by physical count at the County's fiscal year-end and valued at cost on the basis of the "first-in first-out" method of accounting. Inventory shown in the Governmental Funds consists of fuel, medical supplies, vehicle parts and road materials. The inventory is recorded as an expenditure when consumed (consumption method) rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**Restricted Assets**

Certain funds of the County are classified as restricted assets on the Statement of Net Assets because the restriction is either imposed by law through constitutional provisions or enabling legislation or imposed externally by creditors, grantors, contributors, or laws or regulations of other governments. Therefore, their use is limited by applicable laws and regulations. It is the practice of the County to utilize restricted net assets before unrestricted net assets. Certain Landfill Fund assets are required to be segregated from other current assets. These assets are legally restricted for specific purposes, such as landfill closure and post-closure care.

**Capital Assets**

Capital assets include property, plant, equipment, and infrastructure assets. Infrastructure assets are defined as public domain fixed assets such as roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems, and similar assets that are immovable and of value only to the government unit. All qualified infrastructure assets have been capitalized and included in the September 30, 2006 financial statements. Capital assets are reported in the government-wide financial statements in the applicable governmental or business-type activities column, as well as the proprietary fund financial statements. Capital assets are defined by Section 274.02, Florida Statutes, to include items of a nonconsumable nature with a value of at least \$1,000 and a life of one year or more. The County maintains an administrative record of these assets. However, for reporting purposes, the threshold for capitalizing property, plant, and equipment is \$20,000, buildings \$50,000 and infrastructure is \$100,000. Capital assets are recorded at cost, or estimated historical cost. Contributed assets are recorded at estimated fair market value at the time received. Depreciation is calculated using the straight-line method over the estimated useful lives of the related assets.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Assets (continued)**

**Capital Assets (continued)**

The ranges of the useful lives are as follows:

<u>Assets</u>	<u>Years</u>
Buildings	30-50
Improvements other than buildings	6-50
Equipment	3-35
Library Collection	5
Furniture	4-20
Vehicles & rolling stock	3-10
Infrastructure	20-50

Florida Statutes require that the Board maintain accountability for all assets used in operations, except those maintained by the Sheriff.

**Capitalization of Interest**

Interest costs related to bond issues are capitalized during the construction period for Proprietary activities only; GASB Statement No. 37 removes the capitalization of construction period interest requirement for capitalized assets used in Governmental activities. Instead, such costs are netted against applicable interest earnings on construction fund investments. During the current period, the County did not have any capitalized interest.

**Unearned Revenues**

Deferred revenues reported in government-wide financial statements represent unearned revenues. The deferred revenues will be recognized as revenue in the fiscal year they are earned in accordance with the accrual basis of accounting. Deferred revenues reported in governmental fund financial statements represent unearned revenues or revenues which are measurable but not available. In accordance with the modified accrual basis of accounting, these items are reported as deferred revenues.

**Landfill Closure Costs**

The County has adopted a policy based on U.S. Environmental Protection Agency rules and in accordance with Florida Law to set aside funds for the post-closure care costs of the County's landfills.

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Assets (continued)**

**Landfill Closure Costs (continued)**

Within the Landfill Fund, deposits are made to the fund's other cash and cash equivalents account for the purpose of complying with the escrow requirements of Rule 17-701.630, Florida Administrative Code. This rule requires the County to annually deposit funds in an interest-bearing escrow account for the purpose of funding the estimated landfill post-closure cost. This amount is represented as "Restricted Assets" on the Statement of Net Assets.

Per the above rule, an audited report is filed each year with the Florida Department of Environmental Protection. The liability on the face of the statements is equal to the total estimated cost of closure and post-closure care. The estimates are reviewed and adjusted each year for changes due to inflation, technology or applicable laws or regulations.

**Accrued Compensated Absences**

The County accrues accumulated unpaid vacation and sick leave when earned by the employee. The current portion is the amount estimated to be used in the following year. The non-current portion is the amount estimated to be used in subsequent fiscal years. Both the current and non-current estimated accrued compensated absences amounts for governmental funds are maintained separately and represent a reconciling item between the fund and the government-wide presentations.

**Obligation for Bond Arbitrage Rebate**

Pursuant to Section 148(f) of the U.S. Internal Revenue Code, the County must rebate to the United States Government the excess of interest earned from the investment of certain debt proceeds and pledged revenues over the yield rate of the applicable debt. The County uses the "revenue reduction" approach in accounting for rebatable arbitrage, which treats excess earnings as a reduction of revenue. The County has recorded an arbitrage liability outstanding as of September 30, 2006.

**Due to/from Other Funds**

These are activities between funds. Such amounts are representative of lending/borrowing arrangements outstanding at the end of the fiscal year and referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Assets (continued)**

**Advances to/from Other Funds**

When reported in the fund financial statements, these are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available expendable financial resources.

**Reserves/Designations of Fund Balances and Net Assets**

Reserves and designations recorded in the governmental funds represent portions of fund balance, which cannot be appropriated for expenditures or which have been segregated for specific future uses. Net assets of the Self Insurance Fund are reserved for anticipated future catastrophic losses pursuant to County policy and GASB Statement No. 10.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets**

“Total fund balances” of the County’s governmental funds (\$159,924,253) differs from “net assets” of governmental activities (\$374,654,524) reported in the statement of net assets. This difference results primarily from the long-term economic focus of the statement of net assets versus the current financial resources focus of the governmental fund balance sheet.

**Capital Related Items**

When capital assets (property, plant, equipment) to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in governmental funds. However, the statement of net assets included those capital assets among the assets of the County as a whole.

Cost of capital assets	\$ 534,806,040
Accumulated depreciation	(211,363,939)
Net capital assets added	<u>\$ 323,442,101</u>

**Long-term Debt Transactions**

Long-term liabilities applicable to the County’s governmental activities are not due and payable in the current period and accordingly are not reported as current fund liabilities. All liabilities (both current and long-term) are reported in the statement of net assets. Balances at September 30, 2006 were:

Capital Improvement Revenue Bonds, Series 2005	\$ 54,495,000
Capital Improvement Revenue Bonds, Series 1997	325,000
Refunding Revenue Bonds, Series 1993	1,625,000
Capital Improvement Refunding Revenue Bonds, Series 1998B	16,480,000
Capital Improvement Revenue Bonds, Series 1999	4,400,000
Capital Improvement Revenue Bonds, Series 2003A	7,965,000
Taxable Capital Improvement Revenue Bonds, Series 2003B	12,465,000
Note Payable	4,466,238
Liability for compensated absences	11,391,960
Arbitrage rebate liability	25,000
	<u>\$113,638,198</u>

**Internal Service Funds**

Management uses internal service funds to charge the cost of fleet management and insurance activities to the individual funds benefited. Because internal service funds primarily serve

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Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets (continued)**

**Internal Service Funds (continued)**

governmental activities of the County, the assets and liabilities of those funds are included in the governmental activities for government-wide reporting purposes. The total amount of internal service fund assets, net of liabilities, included with governmental activities on the September 30, 2006, statement of activities is \$3,435,469.

	<u>Total</u>	
	<b>Governmental</b>	<b>Capital Related</b>
<b>Assets</b>	<b>Funds</b>	<b>Items</b>
Equity in pooled cash & equivalents	\$19,812,967	\$ —
Investments	153,013,741	—
Receivables (net)	9,011,502	—
Due from other funds	3,345,988	—
Advances to other funds	1,106,138	—
Inventories	466,109	—
Other Assets	7,222	—
Capital assets - net	—	323,442,101
Total Assets	\$186,763,667	\$ 323,442,101
 <b>Liabilities and Fund Balances</b>		
Liabilities:		
Accounts Payable	\$5,802,897	\$ —
Accrued Liabilities	2,523,310	—
Intergovernmental Payables	1,601,721	—
Internal Balance	—	—
Estimated liability for self-insurance loss	—	—
Due to other funds	3,294,610	—
Deposits	432,057	—
Arbitrage rebate	—	—
Unearned revenue	10,473,953	—
Advances from other funds	1,086,138	—
Accrued compensated balances	—	—
Bond and notes payable (net)	1,624,728	—
Total liabilities	\$ 26,839,414	\$ —
Fund balances/net assets	\$159,924,253	\$323,442,101
Total liabilities and fund balances/net assets	\$186,763,667	\$323,442,101

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**A. Explanation of Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets (continued)**

Long-term Debt Transactions	Internal Service Funds	Reclassifications & Eliminations	Statement of Net Assets
\$ —	\$413,568	\$ —	\$ 20,226,535
—	6,008,695	—	159,022,436
—	163,186	—	9,174,688
—	—	(3,345,988)	—
—	—	(1,106,138)	—
—	47,949	—	514,058
1,490,900	—	—	1,498,122
—	—	—	323,442,101
<u>\$ 1,490,900</u>	<u>\$6,633,398</u>	<u>(\$4,452,126)</u>	<u>\$ 513,877,940</u>
\$ —	\$211,017	\$ —	\$ 6,013,914
—	18,562	—	2,541,872
—	—	—	1,601,721
—	119,972	—	119,972
—	2,777,000	—	2,777,000
—	51,378	(3,345,988)	—
—	—	—	432,057
25,000	—	—	25,000
—	—	—	10,473,953
—	20,000	(1,106,138)	—
11,391,961	—	—	11,391,961
102,221,238	—	—	103,845,966
<u>\$ 113,638,199</u>	<u>\$3,197,929</u>	<u>(\$4,452,126)</u>	<u>\$ 139,223,416</u>
<u>(\$112,147,299)</u>	<u>\$3,435,469</u>	<u>\$ —</u>	<u>\$ 374,654,524</u>
<u>\$ 1,490,900</u>	<u>\$6,633,398</u>	<u>(\$4,452,126)</u>	<u>\$ 513,877,940</u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE II .RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**B. Explanation of Differences Between the Governmental Fund Operating Statements and the Government-wide Statement of Activities**

The “net change in fund balances” for governmental funds of \$10,616,280 differs from the “change in net assets” for governmental activities of \$40,419,424, reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities, versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

**Capital Related Items**

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balances decrease by the amount of the financial resources expended, whereas net assets decrease by the amount of depreciation expense charged for the year.

Capital Outlay	\$ 46,271,140
Depreciation Expense	<u>(16,695,876)</u>
Net	<u><u>\$ 29,575,264</u></u>

**Long-term Debt Transactions**

In the statement of activities, debt and capital lease proceeds increase long-term liabilities. However, in the governmental funds, debt and capital lease proceeds are treated as other financing sources since they provide current financial resources to governmental funds. The County entered into a capital lease on November 11, 2005, borrowing \$4,466,238.

Repayments of bond principal and capital lease principal are reported as an expenditure in the governmental funds and, thus, have the effect of reducing fund balance because current financial resources have been used. However, the principal payments reduce the liabilities in the statement of net assets and do not result in an expense in the statement of activities.

Bond and Note Proceeds	\$ (4,466,238)
Principal payments	<u>4,235,000</u>
	<u><u>\$ (231,238)</u></u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**B. Explanation of Differences Between the Governmental Fund Operating Statements and the Government-wide Statement of Activities (continued)**

**Long-term Debt Transactions (continued)**

Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.

Final payment of Capital Lease	\$ 6,546
Arbitrage rebate liability restated	225,596
Amortization of current year bond discount/premium	47,390
Amortization of current year bond costs	(44,398)
Amortization of current year deferred charge on refunding	(140,705)
Net increase in compensated absences	(956,806)
	<u>\$ (862,377)</u>

**Internal Service Funds Aggregate Loss**

The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets because they primarily serve governmental activities of the County. The net costs of the internal service funds are reported with governmental activities.

Internal service funds aggregate gain (loss) on governmental activities	\$ 1,321,498
	<u>\$ 1,321,498</u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**B. Explanation of Differences Between the Governmental Fund Operating Statements and the Government-wide Statement of Activities (continued)**

		Total Governmental Funds	Capital Related Items	Long-Term Debt Transactions
<b>Revenues:</b>	Taxes	\$ 131,913,482	\$ -	\$ -
	Licenses and Permits	3,420,929	-	-
	Intergovernmental	30,577,525	-	-
	Charges for services	51,393,147	-	-
	Fines and forfeitures	1,073,818	-	-
	Interest	9,067,852	-	225,596
	Miscellaneous	3,504,402	-	-
Total revenues		230,951,155	-	225,596
<b>Expenditures:</b>	Current			
	General government	42,869,327	(3,894,624)	(6,546)
	Public safety	75,769,327	109,882	-
	Physical environment	24,002,611	(6,395,642)	-
	Transportation	36,331,835	(19,536,419)	-
	Economic Environment	5,940,020	-	-
	Human services	9,208,522	(98,514)	-
	Culture and recreation	11,655,996	208,547	-
	Judicial	9,598,540	31,507	-
<b>Debt Service</b>	Principal	4,235,000	-	(4,235,000)
	Interest and fiscal charges	4,691,423	-	-
	Other debt service costs	3,717	-	137,713
Total expenditures		224,306,318	(29,575,263)	(4,103,833)
Excess (deficiency) of revenues over	(under) expenditures	6,644,837	29,575,263	4,329,429
<b>Other financing sources (uses):</b>	Operating transfers in	90,131,730	-	-
	Operating transfers out	(90,626,525)	-	-
	Bonds Proceeds	4,466,238	-	(4,466,238)
Total other financing sources (uses)		3,971,443	-	(4,466,238)
<b>Net change in fund balance</b>		10,616,280	29,575,263	(136,809)
<b>Fund balances, October 1</b>		149,307,973		
<b>Fund balances, September 30</b>		\$ 159,924,253		

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)**

**B. Explanation of Differences Between Governmental Fund Operating Statements and the Government-wide Statement of Activities (continued)**

Compensated Absences	Internal- Service Funds	Reclassifications and Eliminations	Statement of Activities
\$ -	\$ -	-	\$ 131,913,482
-	-	-	3,420,929
-	-	-	30,577,525
-	-	(489,020)	50,904,127
-	-	-	1,073,818
-	253,773	-	9,547,221
-	-	-	3,504,402
-	253,773	(489,020)	230,941,504
196,641	(267,765)	-	38,897,033
528,061	(447,935)	(489,020)	75,470,315
62,827	(108,062)	-	17,561,734
53,326	(115,961)	-	16,732,781
5,551	(2,206)	-	5,943,365
19,863	(38,907)	-	9,090,964
60,512	(39,914)	-	11,885,141
30,026	(46,975)	-	9,613,098
-	-	-	-
-	-	-	4,691,423
-	-	-	141,430
956,807	(1,067,725)	(489,020)	190,027,284
(956,807)	1,321,498	-	40,914,220
-	-	(90,131,730)	-
-	-	90,131,730	(494,795)
-	-	-	-
-	-	-	(494,795)
(956,807)	1,321,498	-	40,419,425
			334,235,101
			<u>\$ 374,654,526</u>

### **NOTE III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

#### **A. Budgets and Budgetary Accounting**

Section 129.01(2) (b), Florida Statutes, requires that "...the receipts division of the budget shall include ninety-five percent of all receipts reasonably expected to be anticipated from all sources, including taxes to be levied, and one hundred percent of the amount of the balances, both of cash and liquid securities, estimated to be brought forward at the beginning of the fiscal year." The County has complied with the provisions of the above Florida Statutes.

Annual budgets for the governmental fund types and the Housing Finance Authority of Leon County are adopted on a basis consistent with generally accepted accounting principles. Budgets are not adopted for the fiduciary funds. The legal level of budgetary control is at the fund level; however, budgets are monitored at varying levels of detail. All annual appropriations lapse at fiscal year end, although the County expects to honor purchase orders and contracts in process, subject to authority provided in the subsequent year's budget.

The budget information, as amended, presented in the financial statements was prepared on the modified accrual basis of accounting. All Board authorized amendments to the applicable budget originally approved, have been incorporated into the data reflected in the financial statements. The Board made several supplemental budgetary appropriations throughout the year.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. On or before May 1 of each year, the Clerk of Courts, Sheriff, and Supervisor of Elections submit to the Board a tentative budget for the ensuing fiscal year. The tentative budget includes proposed expenditures and funding sources.
2. Section 195.087, Florida Statutes, governs the preparation, adoption and administration of the annual budget of the Property Appraiser and Tax Collector. The proposed operating budget is presented to the Board of County Commissioners on or before June 1 of each year by the Property Appraiser and on or before August 1 of each year by the Tax Collector. Their budgets are simultaneously submitted to the State of Florida, Department of Revenue, from which the approval of the budget of the Property Appraiser and Tax Collector must emanate.
3. On or before July 15 of each year, or within 15 days after the receipt of certified taxable property values from the Property Appraiser, whichever occurs last, the Office of Management and Budget, presents to the Board a proposed budget for the fiscal year commencing the following October 1. Pursuant to the provisions of Section 129.01, Florida Statutes, the proposed budget as submitted contains balanced statements of estimated revenues (including unexpended fund balances to be carried forward) and proposed appropriations for each fund required to be presented by law or by sound financial practices, including the General, Special Revenue, Debt Service, and Capital Projects funds.

**NOTE III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY  
(CONTINUED)**

**A. Budgets and Budgetary Accounting (continued)**

4. The Board shall require such changes to be made as it shall deem necessary, provided the budget remains in balance and subject to the notice and public hearing requirements of Section 200.065 of the Florida Statutes and the budget preparation and adoption procedures, as defined in Section 129.03 of the Florida Statutes.
5. Following the successful completion of the above referenced public hearings, the Board advertises and subsequently conducts a second public hearing to finally adopt a millage rate and budget for each the taxing entities under their jurisdiction. These public hearings are ordinarily held prior to October 1, of each year. If, however for some reason the Board is unable to finally adopt a budget prior to October 1, state law permits the readoption by resolution of the budget of the preceding year as an interim measure. In its effort to get as much citizen input as possible, the Board holds a third public hearing prior to the adoption of a tentative millage.
6. Pursuant to the provisions of Section 129.07, Florida Statutes, the Board of County Commissioners is prohibited from expending or contracting for the expenditure of any amount in excess of the total amount budgeted in any fund. It is, however, legally permissible at the present time for the budgets of individual departments included within a particular fund to be overexpended in total without requiring mandatory action by either the Board of County Commissioners, the Clerk of the Circuit Court, as Clerk to the Board of County Commissioners (and finance officer), or the County Administrator (as budget officer). Transfers of appropriate amounts between funds require approval of the Board of County Commissioners.
7. Adoption and execution of the budgets of the Clerk of the Circuit and County Courts, Property Appraiser, Sheriff, Supervisor of Elections, and Tax Collector are governed by applicable provisions of the Florida Statutes.
8. Formal budgetary integration at the object level is used as a management control device for all governmental funds of the County for which annual budgets are adopted, including the General, Special Revenue, Debt Service, and Capital Projects funds. Proforma project length budgets are provided to the Board for certain Capital Projects for informational purposes only. The level at which expenditures may not legally exceed appropriations is the fund level.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE IV. CASH AND INVESTMENTS**

As of September 30, 2006, the value of the County's deposits and investments, with their respective credit ratings, was as follows:

	<u>Carrying Amount</u>	<u>Credit Rating</u>	<u>Maturity</u>
Deposits in Qualified Public Depositories	\$ 31,878,815	NA	NA
External Investment in State Pool:			
Local Government Surplus Funds Trust Fund	115,871,913	Unrated	<90 days
Money Market	1,380,196	AAA	<90 days
			<b><u>Effective</u></b>
			<b><u>Duration</u></b>
Externally Managed Portfolio:			
U.S. Treasury Notes	7,863,931	NA	1.27
U.S. Agencies	368,061	NA	0.21
Federal Instrumentalities	25,118,386	AAA	1.09
Corporate Bonds	1,892,768	A	0.54
Corporate Bonds	500,647	AA	0.64
Municipal Bonds	3,409,460	A	1.42
Municipal Bonds	1,057,833	AA	2.07
Municipal Bonds	17,322,230	AAA	1.27
Asset Backed Securities	1,082,006	AAA	.03
Asset Backed Securities	679,363	A-1+	.38
Externally Managed Portfolio Effective Duration			1.15
Total Cash and Investments	<u>\$ 208,425,609</u>		

**Credit Risk**

The County Investment Policy provides a structure for the portfolio that is designed to minimize credit risk. The majority of the securities held will be those of the highest available credit quality. These would include state guaranteed pools, U. S Government (AAA) securities, and commercial paper of only the highest applicable rating. To further limit the County's risk against possible credit losses, a maximum of 5% of the total portfolio may be held at any one time in all securities of any corporate entity, inclusive of commercial paper, medium term notes, or corporate notes and bonds. Credit quality risk identified with S&P ratings or Moody equivalents, is provided in the table above. Deposits and investments not exposed to credit quality risk, as defined by GASB 40, are designated as "NA" in the credit rating column. The Local Government Surplus Trust Fund is not rated by statistical rating organizations.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE IV. CASH AND INVESTMENTS (CONTINUED)**

**Credit Risk (continued)**

*Florida Statutes*, Chapter 218.415(17), stipulates the State-approved investment policy for all governmental entities and includes the following investments:

1. The Local Government Surplus Funds Trust Fund or any authorized intergovernmental investment pool.
2. Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally-recognized rating agency.
3. Interest-bearing time deposits or savings accounts in qualified public depositories.
4. Direct obligations of the U.S. Treasury.
5. Federal agencies and instrumentalities.
6. Securities of, or other interests in, any management type investment company or trust registered under the Investment Company Act of 1940, where the investment portfolio is limited to United States Government Obligations.
7. Other investments authorized by law or by ordinance for a county or a municipality.

The County's Investment Policy limits credit risk by restricting authorized investments to the following: Local Government Surplus Funds Trust Fund, State of Florida Special Purpose Investment Account, direct obligations of the United States or its agencies and instrumentalities, direct obligations of states and municipalities, repurchase agreements, commercial paper, bankers' acceptances, money market mutual funds, the Florida Local Government Investment Trust, and the Florida Municipal Investment Trust.

To provide liquidity for operations, the County maintains a core level of cash with the Local Government Surplus Funds Trust Fund (LGSF). The LGSF is administered by the Florida State Board of Administration (SBA). The LGSF is an external investment pool that is not a registrant with the Securities and Exchange Commission (SEC); however, the SBA has adopted operating procedures consistent with the requirements for a SEC Rule 2a-7 fund. The LGSF is governed by Chapter 19-7 of the *Florida Administrative Code*, which identifies the Rules of the State Board of Administration. These rules provide guidance and establish the general operating procedures for the administration of the LGSF. Additionally, the Florida Office of the Auditor General performs the operational audit of the activities and investments of the SBA. The County's fair value of their position in the pool approximates its value of the pool shares. Investments with SBA are not evidenced by securities that exist in physical or book entry form.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE IV. CASH AND INVESTMENTS (CONTINUED)**

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure or the failure of the counterparty, the government's deposits may not be returned to it, or may not be able to recover the value of its investments that are in the possession of an outside party.

Qualified public depositories of public funds are required to provide collateral each month pursuant to Chapter 280.04, *Florida Statutes*. The collateral is held by the Florida Division of Treasury or other custodian with full legal rights maintained by the Florida Division of Treasury to transfer ownership. Any loss not covered by the pledged securities and deposit insurance would be assessed by the Florida Division of Treasury and paid by the other public depositories. The County's deposits are therefore considered fully insured or collateralized. Bank balances at September 30, 2006 were \$37,159,072.

Due to the nature of the County's cash and investments, there is no exposure to custodial credit risk and concentration of credit risk.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair market value of investments. The county manages interest rate risk by setting the range of duration for the county's portfolio as 0.5 years to 2.5 years, with a five-year average of 1.5 years. The effective duration of investments is listed in the preceding table.

The externally managed portfolio totaling \$59,294,685 at September 30, 2006 was invested for a weighted average term of 510 days. The County also requires a minimum balance of short-term investments. The portfolio shall maintain in liquid investments (defined as repurchase agreements purchased under the terms of the County's depository contract, open repurchase agreements, negotiable certificates of deposit, banker's acceptance, commercial paper, U S. Treasury direct and agency obligations, all having a maturity of 90 days or less, the SBA, LGSF, and the Treasury Special Purpose Investment Account) a minimum balance equal to one-twelfth of the then-current fiscal year's budgeted operating expenditures. The average term for the Local Government Surplus Trust Fund managed by the State Board of Administration was 32 days.

**Foreign Currency Risk**

The County contributes to the Florida Retirement System (System), the investments of which are administered by the State Board of Administration. The System's investment policy and exposure to foreign currency risk is disclosed in Note 2 A.2. of the State of Florida Comprehensive Annual Financial Report dated February 7, 2007. A copy of this report is available at [http://www.fldfs.com/aadir/statewide\\_financial\\_reporting/index.htm](http://www.fldfs.com/aadir/statewide_financial_reporting/index.htm).

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE V. PROPERTY TAXES**

Under Florida Law, the assessment of all properties and the collection of all county, municipal, special taxing districts and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessment are also designed to assure a consistent property valuation method statewide. State statutes permit counties to levy property taxes at a rate of up to 10 mills. The tax levy of Leon County is established by the Board prior to October 1 of each year. The millage rate collected by the County during the current fiscal year was 8.54 mills. County citizens were also assessed for Emergency Medical Services (EMS) and primary health care services through Municipal Services Taxing Units at millage rates of .5 and .12 mills, respectively. The Board of County Commissioners took steps to abolish the fire services MSTU by using the revenues collected from the Public Services Tax (PST) to fund this service. For County citizens charged a special assessment, the required annual payment is also included on their tax bill.

All property is reassessed according to its fair market value as of January 1st of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State statutes.

All taxes are due and payable on November 1st of each year, or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January and 1% in the month of February. The taxes paid in March are without discount. No accrual for the property tax levy becoming due in November 2004 is included in the accompanying financial statements, since such taxes are collected to finance expenditures of the subsequent period.

On or prior to June 1, following the tax year, tax certificates are sold for all delinquent taxes on real property in accordance with the laws of Florida. After sale, tax certificates bear interest of 18% per year or at any lower rate bid by the buyer. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years.

Delinquent taxes on personal property bear interest at 18% per year until the tax is satisfied either by seizure and sale of the property or by the seven-year statute of limitations. Since tax certificates were sold for substantially all current year delinquent property taxes, there were no material property taxes receivable at September 30, 2006.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VI. CAPITAL ASSETS**

**A. Capital Asset Activity** for the year ended September 30, 2006 was as follows:

**Primary Government**

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
<b>Governmental Activities:</b>				
Capital not being depreciated				
Land	\$ 16,119,531	\$ 1,773,185	\$ —	\$ 17,892,716
Improvements other than buildings	9,652,715	1,193,406	—	10,846,121
Construction/Purchase in Progress	6,370,425	1,917,029	(2,757,568)	5,529,886
Total not being depreciated	32,142,671	4,883,620	(2,757,568)	34,268,723
Capital Assets being depreciated:				
Buildings	147,740,488	11,629,836	(28,728)	159,341,596
Equipment	25,039,155	5,402,321	(1,969,451)	28,472,025
Library Collection	3,377,253	600,726	(617,609)	3,360,370
Infrastructure	284,869,180	31,065,504	(6,571,357)	309,363,327
Total being depreciated	461,026,076	48,698,387	(9,187,145)	500,537,318
Less accumulated depreciation for:				
Buildings	(48,544,660)	(3,903,239)	—	(52,447,899)
Equipment	(13,448,730)	(2,160,667)	1,389,292	(14,220,106)
Library Collection	(2,016,034)	(672,075)	617,609	(2,070,500)
Infrastructure	(135,292,485)	(9,959,895)	2,626,945	(142,625,435)
Total accumulated depreciation	(199,301,909)	(16,695,876)	4,633,845	(211,363,940)
Total being depreciated, net	261,724,167	32,002,511	(4,553,300)	289,173,378
<b>Governmental activities capital assets, net</b>	<b>\$ 293,866,838</b>	<b>\$ 36,886,131</b>	<b>\$ (7,310,867)</b>	<b>\$ 323,442,101</b>
<b>Business-type Activities:</b>				
Capital not being depreciated:				
Land	\$ 2,409,843	\$ —	\$ —	\$ 2,409,843
Construction in Progress	—	—	—	—
Total not being depreciated	2,409,843	—	—	2,409,843
Capital Assets being depreciated:				
Buildings	18,588,928	863,667	(490,166)	18,962,429
Equipment	4,866,789	2,690,921	(1,480,838)	6,076,872
Total being depreciated	23,455,717	3,554,588	(1,971,004)	25,039,301
Less accumulated depreciation for:				
Buildings	(10,896,119)	(58,603)	—	(10,954,722)
Equipment	(2,440,521)	(510,248)	779,265	(2,171,504)
Total accumulated depreciation	(13,336,640)	(568,851)	779,265	(13,126,226)
Total being depreciated, net	10,119,077	2,985,737	(1,191,739)	11,913,075
<b>Business-type activities capital assets, net</b>	<b>\$ 12,528,920</b>	<b>\$ 2,985,737</b>	<b>\$ (1,191,739)</b>	<b>\$ 14,322,918</b>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VI. CAPITAL ASSETS (CONTINUED)**

**B. Depreciation expense** was charged to functions/programs of the primary government as follows:

**Governmental Activities:**

General government	\$ 2,244,480
Public safety	1,236,233
Physical environment	1,254,486
Transportation	9,612,505
Human services	215,666
Culture and recreation	2,100,999
Judicial	31,507
Total depreciation expense – governmental activities	<u>\$ 16,695,876</u>

**Business-type activities:**

Landfill	\$ 568,851
Total depreciation expense – business-type activities	<u>\$ 568,851</u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VII. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

**A. Interfund Balances** as of September 30, 2006, consisted of the following:

	<b>Interfund Receivables</b>	<b>Interfund Payables</b>
<b>Primary Government:</b>		
By Major Fund:		
General	\$ 1,482,982	\$ 2,587,248
Fine & Forfeiture	1,380,612	-
Special Assessment	878	-
Total Major Funds	2,864,472	2,587,248
<b>Nonmajor Special Revenue Funds:</b>		
Probation Fund	-	177,714
Grants Fund	-	58,969
911 Emergency Communications	189,433	-
Sheriff Special Grants Fund	24,941	203,447
Emergency Management 911 Fees	44,218	208,625
Emergency Management Grants	44,508	44,070
Sheriff Inmate Fund	178,416	14,537
Total Nonmajor Special Revenue Funds	481,516	707,362
Total Nonmajor Governmental Funds	481,516	707,362
Total Governmental Funds	3,345,988	3,294,610
<b>Internal Service Funds:</b>		
Communications Trust Fund	-	30,896
Motor Pool Fund	-	20,482
Total Internal Service Funds	-	51,378
Total Primary Government	3,345,988	3,345,988
Total Primary Government & Component Unit	\$ 3,345,988	\$ 3,345,988

The General and Fine & Forfeiture Funds have amounts due to and from Constitutional Officers, which represent the return of excess balances due at the end of the fiscal year, from either budget officers or fee officers. All remaining balances resulted from the time lag between the dates that (a) interfund goods and services are provided or reimbursable expenditures occur, (b) transactions are recorded in the accounting system, and (c) payments between funds are made.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VII. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS  
(CONTINUED)**

**B. Interfund Transfers** for the year ended September 30, 2006, consisted of the following:

Transfers to the General Fund from:	
Fine & Forfeiture Fund	\$ 52,016,612
SHIP Trust Fund	70,034
Total Transfers to the General Fund	<u>52,086,646</u>
Transfers to the Fine & Forfeiture Fund from:	
General Fund	2,188,821
Nonmajor Governmental Funds	420,988
Total Transfers to the Fine & Forfeiture Fund	<u>2,609,809</u>
Transfers to the Debt Service 1998B Series from:	
General Fund	2,881,439
Total Transfers to the Debt Service 1998B Series	<u>2,881,439</u>
Transfers to Nonmajor Funds from:	
General Fund	24,413,258
Other Nonmajor Funds	8,140,578
Total Transfers to Nonmajor Funds	<u>32,553,836</u>
Total Transfers to Governmental Funds	<u>90,131,730</u>
Transfers to the Enterprise Fund from:	
General Fund	520,548
Total Transfers to Enterprise Funds	<u>520,548</u>
Total Interfund Transfers	<u>\$ 90,652,278</u>

Transfers are used to 1) move revenues from the fund that state law requires to collect them to the fund that state law requires to expend them, 2) provide matching funds for grants, 3) use unrestricted general fund revenues to finance transportation activities which must be accounted for in another fund, 4) use optional sales tax revenues for activities which must be accounted for in another fund, and 5) use unrestricted general fund revenues to fund capital asset purchases.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS**

**A. Long-term Obligations**

The County has no general long-term obligations debt. The County's long-term obligations, excluding accrued compensated absences and notes payable, at September 30, 2006, is comprised of the following:

**Revenue Bonds:**

**Outstanding at  
September 30, 2006**

\$54,695,000, Capital Improvement Revenue Refunding Bonds, Series 2005, (i) to finance a portion of the cost of the Series 2005 Project, (ii) to refund the County's Capital Improvement Revenue Bonds, Series 1997, maturing in the years 2008 through 2017, (iii) to refund the County's Capital Improvement Revenue Bonds, Series 1998A, maturing in the years 2014 through 2017, (iv) to refund the County's Capital Improvement Revenue Bonds, Series 1999, maturing in the years 2010 through 2017, (v) to pay capitalized interest on a portion of the Series 2005 Bonds, and (vi) to pay the costs of issuance of the 2005 Bonds, including the premiums in respect of a financial guaranty insurance policy and the surety bond to be deposited into the Reserve Fund. The bonds dated March 30, 2005, are in denominations of \$5,000 each and bear interest of 5% per annum. The interest on the bonds is payable on April 1, and October 1, beginning October 1, 2006. The bond principal matures serially on October 1 of each year beginning October 1, 2006. \$ 54,495,000

\$7,255,000, Capital Improvement Revenue Bonds, Series 1997, to (i) pay a portion of the cost for restoration of certain lakes in Leon County, (ii) to fund bond reserves, and (iii) pay bond issuance costs. The bonds, dated June 1, 1997 are in denominations of \$5,000 each and bear interest from 4.25% to 5.25% per annum. The interest on the bonds is payable on April 1, and October 1, beginning October 1, 1997. The bond principal matures serially on October 1, of each year beginning October 1, 1997. There are also term bonds maturing in 2017. 325,000

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS (CONTINUED)**

**A. Long-term Obligations (continued)**

**Outstanding at  
September 30, 2006**

\$12,680,000 Refunding Revenue Bonds, Series 1993, to (i) advance refund a portion of the Board's outstanding Capital Improvement Refunding Revenue Bonds, Series 1988 and a portion of the Board's outstanding Capital Improvement Revenue Bonds, Series 1989, (ii) fund the Reserve Account and (iii) pay a portion of the costs of issuance of the Series 1993 Bonds. The Bonds, dated May 15, 1993, are in denominations of \$5,000 each and bear interest from 3.90% to 5.50% per annum. The interest on the bonds is payable on April 1 and October 1, beginning October 1, 1993. The bond principal matures serially on October 1 of each year beginning October 1, 1996.

1,625,000

\$28,395,000 Capital Improvement and Refunding Revenue Bonds, Series 1998B, to (i) refund the Capital Improvement Anticipation Notes, Series 1991 and (ii) pay the bond issuance costs. The bonds, dated July 6, 1999, are in denominations of \$5,000 each and bear interest of 5.25% per annum. The interest on the bonds is payable on April 1 and October 1, beginning October 1, 1999. The bond principal matures serially on October 1 of each year beginning October 1, 1999.

16,480,000

\$29,900,000, Capital Improvement Revenue Bonds, Series 1999, to (i) pay the costs of certain capital improvements in Leon County, (ii) to fund bond reserves, and (iii) pay bond issuance costs. The bonds, dated June 1, 1999 are in denominations of \$5,000 each and bear interest from 3.5% to 5.25% per annum. The interest on the bonds is payable on April 1, and October 1, beginning October 1, 1999. The bond principal matures serially on October 1, of each year beginning October 1, 1999. There are also term bonds maturing in 2017.

4,400,000

\$12,465,000, Taxable Capital Improvement Revenue Bonds, Series 2003B, to, (i) pay a portion of the costs of the acquisition of the Bank of America Building, and (ii) pay capitalized interest and issuance costs on the Series 2003 bonds, and (iii) pay bond issuance costs. The bonds dated May 27, 2003, are in denominations of \$5,000 each and bear interest from 4.80% to 4.85% per annum. The interest on the bonds is payable on April 1 and October 1, beginning October 1, 2003. The bond principal matures serially on October 1 of each year for two years beginning October 1, 2018.

12,465,000

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS (CONTINUED)**

**A. Long-term Obligations (continued)**

**Outstanding at  
September 30, 2006**

\$7,965,000, Capital Improvement Revenue Bonds, Series 2003A, to, (i) pay a portion of the costs of the acquisition of the Bank of America Building, and (ii) the construction of improvements to the Bank of America Building, and (iii) to finance improvements to the County's courthouse and parking garage. The bonds dated May 27, 2003, are in denominations of \$5,000 each and bear interest of 3.70% to 4.50% per annum. The interest on the bonds is payable on April 1 and October 1, beginning October 1, 2003. The bond principal matures serially on October 1 of each year for three years beginning October 1, 2018.

7,965,000

*The Capital Improvement Revenue Bonds, Series 2003A, 1998A, 1999 and 1997, Refunding Revenue Bonds, Series 1993, the Capital Improvement and Refunding Revenue Bonds, Series 1998B and Series 2005, and Taxable Capital Improvement Revenue Bonds, Series 2003B are parity bonds payable from and secured by a lien upon certain non-ad valorem revenue. The pledged revenues include the Local Government Half-Cent Sales Tax, Guaranteed Entitlement, Race Track Funds and other miscellaneous non-ad valorem revenue sources.*

**TOTAL BONDS PAYABLE**

**\$ 97,755,000**

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS (CONTINUED)**

**A. A Schedule of Debt Service Requirements**, including principal and interest, is as follows:

**Special Revenue Bonds**

<b>Fiscal Year Ending September 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2007	\$ 4,450,000	\$ 4,479,355	\$ 8,929,355
2008	4,675,000	4,250,430	8,925,430
2009	4,900,000	4,028,508	8,928,508
2010	5,135,000	3,792,841	8,927,841
2011-2015	29,230,000	15,405,094	44,635,094
2016-2020	34,080,000	8,311,776	42,391,776
2021-2025	15,285,000	2,246,863	17,531,863
<b>Total</b>	<b>\$ 97,755,000</b>	<b>\$ 42,514,867</b>	<b>\$ 140,269,867</b>

**C. Advances and Current Refundings**

Refunded Obligations

The Board has refunded certain obligations by placing amounts into an escrow account which will be invested so that the accumulated investment and interest earnings will be sufficient to pay the remaining principal and interest on the refunded obligations as they become due. The refunded obligations are not shown as liabilities of the Board; however, the escrow agreement states that in the unlikely event that the accumulated funds in the escrow accounts are insufficient to meet the required debt service payments, the Board would be required to fund any deficiency. At September 30, 2006, \$75,265,000 of outstanding general long-term debt special revenue bonds is considered defeased as follows:

Capital Improvement Bonds, Series 1976	\$ 645,000
Capital Improvement Bonds, Series 1977	200,000
Capital Improvement and Refunding Revenue Bonds, Series 1986	17,205,000
Capital Improvement Revenue Bonds, Series 1989	1,130,000
Capital Improvement Revenue Bonds, Series 1991	18,255,000
Capital Improvement Revenue Bonds, Series 1997	4,360,000
Capital Improvement Revenue Bonds, Series 1998A	9,710,000
Capital Improvement Revenue Bonds, Series 1999	23,760,000
	<u>\$ 75,265,000</u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS (CONTINUED)**

**D. A summary of changes in the long-term debt of the County is as follows:**

	<b>Balance October 1, 2005</b>	<b>Reductions</b>	<b>Additions</b>	<b>Balance September 30, 2006</b>	<b>Due Within One Year</b>
<b>Governmental Activities:</b>					
Capital Improvement Revenue Bonds, Series 1997	\$ 635,000	\$ (310,000)	\$ —	\$ 325,000	\$ 325,000
Refunding Revenue Bonds, Series 1993	3,165,000	(1,540,000)	—	1,625,000	1,625,000
Capital Improvement Revenue Bonds, Series 2003A	7,965,000	—	—	7,965,000	—
Taxable Capital Improvement Revenue Bonds, Series 2003B	12,465,000	—	—	12,465,000	—
Capital Improvement Refunding Revenue Bonds, Series 1998B	18,395,000	(1,915,000)	—	16,480,000	2,005,000
Capital Improvement Revenue Bonds, Series 1999	4,670,000	(270,000)	—	4,400,000	290,000
Capital Improvement Refunding Revenue Bonds, Series 2005	54,695,000	(200,000)	—	54,495,000	205,000
Total special revenue debt	101,990,000	(4,235,000)	—	97,755,000	4,450,000
Capital Lease Obligations Liability for compensated absences	6,547	(6,547)	—	—	—
Arbitrage rebate liability	10,435,154	(5,354,388)	6,311,194	11,391,960	4,218,443
Bank of America – Notes Payable	250,596	(225,596)	—	25,000	25,000
Governmental Activity Long- Term Debt	—	—	4,466,238	4,466,238	191,643
	<u>\$ 112,682,297</u>	<u>\$ (9,821,531)</u>	<u>\$ 10,777,432</u>	<u>\$ 113,638,198</u>	<u>\$ 8,885,086</u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS (CONTINUED)**

**D. A summary of changes in the long-term debt of the County (continued):**

	<b>Balance October 1, 2005</b>	<b>Reductions</b>	<b>Additions</b>	<b>Balance September 30, 2006</b>	<b>Due Within One Year</b>
<b>Business-type activities:</b>					
Liabilities for Compensated absences	\$ 144,924	\$ 82,114	\$ 101,799	\$ 164,609	\$ 60,955
Landfill Closure and Postclosure Costs	11,118,907	-	962,565	12,081,472	-
Business-type activity Long-term liabilities	<u>\$ 11,263,831</u>	<u>\$ 82,114</u>	<u>\$ 1,064,364</u>	<u>\$ 12,246,081</u>	<u>\$ 60,955</u>

The compensated absences liability attributable to governmental activities will be liquidated within the fund that the individual employees are paid in. Currently the county pays approximately 73 percent of its salaries in the General Fund with the remainder being paid in the special revenue and proprietary funds.

**E. Purchase Cards** - The County currently utilizes purchasing cards with a cumulative credit limit of \$460,000. The balance on the purchasing cards is paid within ten days of each billing cycle. The purchasing activity for fiscal year 2006 is as follows:

Beginning balance	\$ 197,678
Purchases	2,238,890
Payments	<u>(2,250,795)</u>
Ending balance	<u>\$ 185,773</u>

**F. Special Assessment Debt** - The County has no special assessment debt.

**G. Demand Bonds** - The County has no demand bonds.

**H. Discretely presented Component Unit — Housing Finance Authority of Leon County**

The Authority had the following bonds outstanding at September 30, 2006, pursuant to its authorization:

Single Family Mortgage Revenue and Refunding Bonds:	<i>Unaudited</i> Amount <u>Outstanding</u>
Series 1995 A	\$ 805,000
Series 1995 B	<u>560,000</u>
	<u>\$ 1,365,000</u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS (CONTINUED)**

**H. Discretely presented Component Unit — Housing Finance Authority of Leon County (continued)**

The principal and interest thereon is payable solely from revenues and other amounts derived from the mortgage loans purchased with bond proceeds and certain reserve funds, all of which are administered by trustees. The Authority is not directly or indirectly liable for the collection of the mortgage loans. The principal and interest on the bonds do not constitute an indebtedness, liability, general obligation or pledge of the faith or credit of the Authority, Leon County, the State of Florida or any municipality or political subdivision thereof.

**I. Conduit Debt Obligations** - From time to time, the County has issued Industrial Development Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of health care and industrial facilities deemed to be in the public interest. These bonds are secured by the property financed and are payable solely from the 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, 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, 2006, the Industrial Development Bonds outstanding were as follows:

<b>Project Description</b>	<b>Fiscal Year Issued</b>	<b>Original Bond Issue</b>	<b>Principal Outstanding @ 09/30/2006</b>
Southeastern Community Blood Center	1995	\$ 2,481,875	\$ 767,397
Holy Comforter Episcopal School	2002	4,400,000	4,079,524
North Florida Fairgrounds (Building Construction)	1995	600,000	146,653
Industrial Development Revenue Bonding Ring Power Corp. / Manufacturing Plant	1984	1,500,000	275,000
Total Conduit Debt Principal Balance as of September 30, 2006			<u><u>\$ 5,268,574</u></u>

**Defeased Conduit Debt**

Educational Facilities Authority			<u><u>\$ 16,195,000</u></u>
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Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE VIII. LONG-TERM OBLIGATIONS (CONTINUED)**

**J. Debt Parity**

The Capital Improvement Revenue Bonds, Series 1997 and Refunding Revenue Bonds, Series 1993 and Capital Improvement Revenue Bonds, represent the senior lien parity bonds payable from and secured by a lien upon certain non-ad valorem revenue. The pledged revenues include the Local Government Half-Cent Sales Tax, Guaranteed Entitlement, Race Track Funds and other miscellaneous non-ad valorem revenue sources.

The Capital Improvement Revenue Bonds, Series 1998A, 1999, 2003A, 2003B and, the Capital Improvement and Refunding Revenue Bonds, Series 1998B and 2005, represent junior lien parity bonds payable from and secured by a lien upon certain non-ad valorem revenue. The pledged revenues include the Local Government Half-Cent Sales tax, Guaranteed Entitlement, 2<sup>nd</sup> Guaranteed Entitlement.

	<b>Actual 2003</b>	<b>Actual 2004</b>	<b>Actual 2005</b>	<b>Actual 2006</b>
Pledged Revenues:				
Total Revenues Available for Senior Lien Debt	\$ 3,697,376	\$ 4,166,102	\$ 5,015,733	\$ 4,126,693
Combined Maximum Annual Debt Service for Senior Lien Debt (Series 1993 and 1997)	\$ 2,279,693	\$ 2,279,693	\$ 2,054,975	\$ 2,054,975
Senior Lien Debt Service Coverage	1.62x	1.83x	2.44x	2.01x
Revenues Available for Junior Lien Debt				
Local Government Half Cent Tax	\$ 11,272,541	\$ 11,788,873	\$ 11,863,400	\$ 12,433,395
Guaranteed Entitlement	316,798	316,798	316,798	316,798
Second Guaranteed Entitlement	1,026,649	1,026,649	1,026,649	1,026,649
Total Revenues Available for Junior Lien Debt	\$ 12,615,988	\$ 13,132,320	\$ 13,206,847	\$ 13,776,842
Combined Maximum Annual Debt Service for Junior Lien Debt (Series 1998A, 1998B and Series 1999, Series 2003A and 2003B, and Series 2005)	\$ 6,786,424	\$ 8,309,951	\$ 8,909,951	\$ 8,909,951
Junior Lien Debt Service Coverage	1.86x	1.58x	1.59x	1.66x

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE IX. CLOSURE AND POSTCLOSURE CARE COST**

State and federal laws and regulations require the Board to place a final cover on each of its landfill cells when it stops accepting waste and to perform certain maintenance and monitoring functions on each cell for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the Board reports a portion of these costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$12,081,472 reported as landfill closure and post-closure care liability at September 30, 2006, represents the cumulative amount reported to date based on the use of 92.2% of the estimated capacity of the landfill cells placed in use. The Board will recognize the remaining estimated cost of closure and post-closure care of \$1,119,615 as the remaining estimated capacity is filled (approximately 7 years). These amounts are based on what it would cost to perform closure and post-closure care in 2006 on those cells placed in use. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The Board is required by state and federal laws to make annual contributions to an escrow account to finance a minimum of all closure costs and at least one year of post-closure costs. The Board is in compliance with those minimum requirements, and at September 30, 2006, held investments with a fair value of \$5,706,274 for these purposes that are reported as restricted assets on the balance sheet. The Board expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional post-closure care requirements are determined, these costs may need to be covered by charges to future landfill users or from future tax revenue.

Net income of the landfill fund is accumulated in a reserve for rate stabilization. The intent of this reserve is to allow for consistent usage fee charges, construction or acquisition of landfill assets and accumulation of closure and post-closure costs. Because funding for closure and post-closure costs associated with unused capacity of landfill cells is to be derived from future usage fees, the rate stabilization reserve does not represent liquid assets available for that purpose.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE X. EMPLOYEE BENEFITS**

**A. Pension Plan**

*Plan Description* - The County contributes to the Florida Retirement System (System), a cost-sharing, multiple-employer, defined benefit pension plan administered by the State of Florida, Department of Administration, Division of Retirement. The System provides retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The System issues financial statements and required supplementary information for the System. That report may be obtained by writing to the Florida Retirement System, 2639 North Monroe Street, Tallahassee, Florida 32399, or by calling (850) 488-5706.

*Funding Policy* - The System is employee noncontributory. The County is required to contribute at an actuarially determined rate. The contributions required for the years ended September 30, 2006, 2005, and 2004 were \$8,778,211, \$7,630,592, and \$7,092,648 respectively, which is equal to 100% of the required contribution for each year. The rates for 2006 and 2005 fiscal years were as follows:

Membership Category	Benefit	Vesting	Employer Contribution Rate	
			July 1, 2005	July 1, 2006
Regular Class	Normal retirement at age 62 or at least 30 years of service: 1.60% times average compensation (five highest years) times years of creditable service.	After six years creditable service.	7.83%	9.85%
Senior Management Class	Normal retirement at seven years and age 62: 2.00% times average compensation (five highest years) times years of creditable service.	After six years creditable service.	10.45%	13.12%
Special Risk (sworn employees)	Normal retirement at age 55, or 25 years of special risk service: 2% to 3% times average compensation (five highest years) times years of creditable service.	After six years of creditable service.	18.53%	20.92%
Elected County Officers' Class (ESCOC) - Non-judicial	Normal retirement at eight years ESCOC service and age 62: 3.00% times average compensation (five highest years) times years of creditable service.	After six years creditable service.	15.23%	16.53%
Deferred Retirement Option Program (DROP)	Retirement benefit paid to DROP where it earns 6.5% interest, tax deferred, for up to five years while the member continues to work.	Available to vested members at normal retirement age or date.	9.33%	10.91%

**NOTE X. EMPLOYEE BENEFITS (CONTINUED)**

**B. Deferred Compensation Plan**

The County offers their employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The County complied with the requirements of subsection (g) of IRC Section 457 and, accordingly, all assets and income of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries. Deferred compensation amounts withheld from participating employees' pay are not taxable as current income until withdrawn from the plan. Annual contributions by a participant may not exceed the lesser of \$14,500 or 50% of gross annual compensation. There is an "age 50 catch-up" provision that allows an additional \$4,000 contribution from the year the employee reaches age 50 until the employee terminates employment.

**C. Liability for Compensated Absences**

The County accrues a liability for employees' rights to receive compensation for future absences when certain conditions are met. The County does not, nor is it legally required to, accumulate expendable available financial resources to liquidate this obligation. Accordingly, the liability for the compensated absences is not reported in the governmental funds. However, the current and long-term portion of the liability for compensated absences is reported at the entity-wide financial statement level.

**D. Executive Service Plan**

Executive service and senior management employees of Leon County are entitled to one month's severance pay if terminated within two years of employment. Severance pay is increased by one month's salary for each additional year of employment after the second year up to a maximum of six months' salary.

**E. Post Employment Benefits Other Than Pension Benefits**

At the employee's expense, it has been the County's practice to provide post employment life and health insurance benefits to its retired employees. The benefits are provided only when paid for by the retired employee.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE XI. RISK MANAGEMENT AND CONVENTIONALLY INSURED CLAIMS & LOSSES**

**A. General Liability**

Effective October 1, 2002, the Board approved the purchase of commercial insurance for general liabilities from Preferred Governmental Insurance Trust. From October 1, 2001, through September 30, 2002, the board maintained commercial insurance for general liabilities from COREGIS. In prior years, the Board was a member of the Florida Association of Counties Trust (FACT), a local government liability risk pool. The Board and/or FACT will be liable for claims that occurred prior to October 1, 2001. The Board maintained a \$10,000 deductible with each insurance carrier.

**B. Workers Compensation**

The Board maintains a self-insurance Internal Service Fund to account for insurance activities relating to workers' compensation that is administered by a third-party administrator. Under this program, the Board absorbs losses up to a maximum of \$350,000 for each claim. At September 30, 2006, the Board had \$40,000 deposited with the third-party administrator for use against future claims. The Board purchases commercial insurance for claims in excess of coverage provided by the Fund. Settled claims have not exceeded this commercial coverage in the current year or any of the past three years.

All funds of the Board participate in this program and make payments to the Insurance Service Fund based upon payroll exposure in the amounts needed to pay prior and current year claims. Excess payments are recorded as a designation of retained earnings for catastrophic losses.

The claims liability for workers' compensation of \$2,679,000, which includes an actuarial evaluation for incurred but not reported claims of \$1,508,277, is included in other current liabilities and reported in the Internal Service Fund at September 30, 2006. The liability is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred as of the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the Fund's claims liability amount in fiscal year 2006 were:

Year	Beginning of Fiscal Year	Current-Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2006	\$ 3,003,000	\$ 679,000	\$ 1,003,000	\$ 2,679,000

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE XI. RISK MANAGEMENT AND CONVENTIONALLY INSURED CLAIMS & LOSSES (CONTINUED)**

**C. Automobile Liability**

The County purchases commercial coverage for automobile liability insurance through the same provider of its general liability insurance. In addition the County maintains physical damage coverage to vehicles valued at \$25,000 or greater.

All funds of the County participate in this program and pay premiums to the Insurance Service Fund based on the vehicles used by their personnel.

**NOTE XII. SEGMENT INFORMATION - ENTERPRISE FUNDS**

The County maintains two enterprise funds. The Landfill Fund accounts for revenues and expenditures related to the operation of the Leon County Landfill and for the collection of revenues related to the sale of processed recyclables and related costs to support the program. The Amtrak Fund accounts for revenues associated with leased office space at the railroad station and related maintenance costs. The County has not issued bonds to finance the activity of these two enterprise funds. Further, none of the revenues streams of these two enterprise funds are pledged in support of outstanding debt.

**NOTE XIII. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES**

**A. Excess of Expenditures Over Appropriations**

There were no funds with an excess of expenditures over appropriations.

**B. Excess of Expenditures Over Revenue in the Budget Column**

Certain funds show an excess of expenditures over revenue in the budget column of the Statement of Revenue, Expenditures and Changes in Fund Balances, Budget and Actual. This excess is due to the appropriation and use of fund balance (which is not reported in the budget or variance column) during the fiscal year.

**C. Deficit Fund Balances**

There are no funds with deficit balances.

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE XIV. COMMITMENTS AND CONTINGENCIES**

**A. Contract Commitments**

**Lease Income**

In June 2003, the Board purchased the Bank of America building. There are several noncancellable operating lease agreements for the rental of its building. The lease agreements provide for monthly rentals, which escalate over the lease terms and expire on various dates. Minimum future rentals to be collected under the terms of the lease agreements as of September 30, 2006 are as follows:

<b>Year ending September 30,</b>	<b>Amount</b>
2007	\$ 1,433,280
2008	1,297,135
2009	1,246,867
2010	1,143,228
2011-2012	797,203
	\$ 5,917,713

The property being leased is included in the statement of net assets governmental activities column with a carrying value of \$18,745,889 and depreciation expense of \$438,684 for fiscal 2006. The facility is carried as a governmental activity because the county purchased the building to provide offices for County staff over the next twenty years.

**Operating Leases**

The Tax Collector has entered into noncancellable operating leases as lessee for office space and office equipment. Certain of these real property leases contain provisions for four- or five-year renewal options, with stated increases or decreases for lease payments.

At September 30, 2006, aggregate future minimum payments under non-cancelable operating leases with remaining terms equal to or exceeding one year are as follows:

<b>Fiscal Year Ending <u>September 30,</u></b>	
2007	\$ 456,624
2008	440,899
2009	428,502
2010	387,862
2011 through 2012	566,158
Total Minimum Payments	\$ 2,289,045

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE XIV. COMMITMENTS AND CONTINGENCIES (CONTINUED)**

Lease expenditures incurred under operating leases for the year ended September 30, 2006 were \$474,962.

The Sheriff is committed to various operating leases for certain office and telephone equipment. Operating leases are generally defined as leases that do not transfer benefits and risks of ownership to the lessee. For the year ended September 30, 2006, equipment lease expenses were \$603,710. Following is a schedule of future minimum lease payments under the equipment lease as of September 30:

2007	\$ 325,296
2008	24,282
2009	21,025
2010	13,326
Thereafter	17,160
Total Future Minimum Lease Payments	<u>\$ 401,089</u>

The County has other various operating leases for certain office and telephone equipment that is subject to funds being budgeted on an annual basis. These operating leases can be cancelled within the terms of the contract.

**Grants**

The County is currently receiving, and has received in the past, grants which are subject to special compliance audits by the grantor agency that may result in disallowed expense amounts. Such amounts, if any, constitute a contingent liability of the County. Accordingly, such liabilities are not reflected within the financial statements.

**Advance Funding for Road Improvements**

The State of Florida has enacted legislation to allow for local governments to advance funds to the Florida Department of Transportation (FDOT) for road improvements on state roads within their jurisdiction. The State of Florida reimburses the local governments in future years, as funding becomes available. The Board entered into such agreements with the FDOT to advance fund the following improvements:

<u>Fiscal Year</u>	<u>Road</u>	<u>Amount</u>
1996-1997	Mahan Drive	\$ 3,360,000
1997-1998	Thomasville Road	7,295,007
1999-2000	Mahan Drive	5,040,000
2002-2003	Crawfordville Highway	19,650,000
		<u>\$ 35,345,007</u>

Leon County, Florida  
Notes to Financial Statements  
September 30, 2006

**NOTE XIV. COMMITMENTS AND CONTINGENCIES (CONTINUED)**

The advance funding is reimbursable by the FDOT, contingent upon the State appropriating the funds in future years. As of September 30, 2006, the Board has received cumulative reimbursements of \$32,171,959.

**Long-Term Construction Projects**

The County is committed to various material long-term construction projects at September 30, 2006. These commitments have been included in the 2005-2006 fiscal year budget and the five-year Capital Improvement Program and certain amounts have been reserved in the capital projects fund. Current contracts outstanding as of the report date approximate \$3.9 million as compared to \$30.8 million for fiscal year ended 2005.

**B. Blueprint 2000 Intergovernmental Agency**

In October 2000, the County entered into an interlocal agreement with the City of Tallahassee as authorized by Section 163.01(7), Florida Statutes. This agreement created the Blueprint 2000 Intergovernmental Agency to govern the project management structure for the project planning and construction of the Blueprint 2000 projects. The Board of County Commissioners and the City Commission constitute the Blueprint 2000 Intergovernmental Agency. The revenues to fund the projects under this agreement will be collections of the local government infrastructure sales surtax, beginning December 1, 2004, extended pursuant to the provisions in Section 212.055, Florida Statutes, until December 31, 2019. In March 2003, Blueprint 2000 issued \$70 million in debt maturing in 2019 at 3.58%. These bonds were issued to finance the projects approved by the voters of Leon County.

Financial statements may be obtained from the Blueprint 2000 Intergovernmental Agency at 1311 Executive Center Drive, Suite 109, Tallahassee, Florida, 32301.

**C. Potential Liabilities Resulting from Litigation**

The County is a defendant in various lawsuits arising from the normal course of operations. The outcome of these lawsuits is not presently determinable.

Leon County, Florida  
 Combining Balance Sheet  
 General Fund  
 September 30, 2006

	<b>Board of County Commissioners</b>	<b>Clerk of Circuit Court</b>	<b>Property Appraiser</b>
<b>Assets:</b>			
Cash	\$ 1,412,019	\$ 1,501,944	\$ 84,464
Investments	30,099,108	25,720	352,349
Receivables			
Accounts	291,617	58,859	169
Intergovernmental	1,945,174	-	-
Due from other funds	1,243,237	3,162	-
Inventory	253,850	37,925	-
Other assets	2,050	2,555	-
Advances to other funds	20,000	-	-
Total Assets	<u>\$ 35,267,055</u>	<u>\$ 1,630,165</u>	<u>\$ 436,982</u>
<b>Liabilities and fund balances:</b>			
Liabilities:			
Accounts payable	\$ 1,071,224	\$ 244,202	\$ 136,177
Accrued liabilities	360,617	-	-
Intergovernmental payables	1,413	90,692	714
Due to other funds	19,245	1,277,721	300,091
Deposits	47,207	17,550	-
Deferred revenues	2,186,099	-	-
Total Liabilities	<u>3,685,805</u>	<u>1,630,165</u>	<u>436,982</u>
Fund Balances:			
Reserved for encumbrances	136,545	-	-
Reserved for advances to other funds	20,000	-	-
Unreserved	31,424,705	-	-
Total fund balances	<u>31,581,250</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 35,267,055</u>	<u>\$ 1,630,165</u>	<u>\$ 436,982</u>

See Independent Auditors' Report

<b>Sheriff</b>	<b>Supervisor of Elections</b>	<b>Tax Collector</b>	<b>Total</b>
\$ 476,281	\$ 122,243	\$ 868,712	\$ 4,465,663
1,809,841	-	-	32,287,018
140,506	-	-	491,151
74,099	5,079	-	2,024,352
236,583	-	-	1,482,982
170,565	-	-	462,340
-	-	-	4,605
-	-	-	20,000
<u>\$ 2,907,875</u>	<u>\$ 127,322</u>	<u>\$ 868,712</u>	<u>\$ 41,238,111</u>
\$ 1,018,725	\$ 99,048	\$ 3,263	\$ 2,572,639
1,738,620	26,185	-	2,125,422
3,962	-	21,826	118,607
146,568	-	843,623	2,587,248
-	2,089	-	66,846
-	-	-	2,186,099
<u>2,907,875</u>	<u>127,322</u>	<u>868,712</u>	<u>9,656,861</u>
-	-	-	136,545
-	-	-	20,000
-	-	-	31,424,705
-	-	-	31,581,250
<u>\$ 2,907,875</u>	<u>\$ 127,322</u>	<u>\$ 868,712</u>	<u>\$ 41,238,111</u>

Leon County, Florida

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances  
General Fund

Year Ended September 30, 2006

	<b>Board of County Commissioners</b>	<b>Clerk of Circuit Court</b>	<b>Property Appraiser</b>
<b>Revenues:</b>			
Taxes	\$ 52,512,815	\$ -	\$ -
Licenses and Permits	207,978	-	-
Intergovernmental	19,293,262	14,957	-
Charges for services	2,078,901	2,253,427	9,751
Interest	1,814,296	219,557	38,640
Miscellaneous	285,343	5,048	-
Total revenues	<u>76,192,595</u>	<u>2,492,989</u>	<u>48,391</u>
<b>Expenditures:</b>			
Current			
General government	15,436,303	2,569,578	4,015,949
Public safety	329,850	-	-
Physical environment	2,093,110	-	-
Economic environment	2,728,251	-	-
Human services	3,913,756	-	-
Culture and recreation	6,739,292	-	-
Judicial	192,769	235,517	-
Total expenditures	<u>31,433,331</u>	<u>2,805,095</u>	<u>4,015,949</u>
Excess (deficiency) of revenues over (under) expenditures	<u>44,759,264</u>	<u>(312,106)</u>	<u>(3,967,558)</u>
Other financing sources (uses):			
Transfers in	1,600,553	1,588,872	4,267,649
Transfers out	(40,152,044)	(1,276,766)	(300,091)
Total other financing sources (uses)	<u>(38,551,491)</u>	<u>312,106</u>	<u>3,967,558</u>
Net change in fund balance	6,207,773	-	-
Fund balances, October 1	25,373,477	-	-
Fund balances, September 30	<u>\$ 31,581,250</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

<b>Sheriff</b>	<b>Supervisor of Elections</b>	<b>Tax Collector</b>	<b>Eliminations</b>	<b>Total</b>
\$ -	\$ -	\$ -	\$ -	\$ 52,512,815
-	-	-	-	207,978
282,555	-	-	-	19,590,774
1,291,070	506,388	6,661,170	(4,204,505)	8,596,202
-	-	38,117	20,458	2,131,068
147,065	-	-	-	437,456
<u>1,720,690</u>	<u>506,388</u>	<u>6,699,287</u>	<u>(4,184,047)</u>	<u>83,476,293</u>
2,470,675	2,860,846	5,875,172	-	33,228,523
50,339,418	-	-	-	50,669,268
-	-	-	-	2,093,110
-	-	-	-	2,728,251
-	-	-	-	3,913,756
-	-	-	-	6,739,292
-	-	-	(252,295)	175,991
<u>52,810,093</u>	<u>2,860,846</u>	<u>5,875,172</u>	<u>(252,295)</u>	<u>99,548,191</u>
(51,089,403)	(2,354,458)	824,115	(3,931,752)	(16,071,898)
52,016,611	2,558,490	-	(9,945,529)	52,086,646
(927,208)	(204,032)	(824,115)	13,877,281	(29,806,975)
<u>51,089,403</u>	<u>2,354,458</u>	<u>(824,115)</u>	<u>3,931,752</u>	<u>22,279,671</u>
-	-	-	-	6,207,773
-	-	-	-	25,373,477
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,581,250</u>

Leon County, Florida  
Combining Balance Sheet  
Nonmajor Governmental Funds

September 30, 2006

	<b>Special Revenue Funds</b>	<b>Debt Service Funds</b>	<b>Capital Project Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>				
Cash	\$ 7,401,131	\$ 408,753	\$ 4,093,094	\$ 11,902,978
Investments	26,535,285	1,531,942	40,486,981	68,554,208
Receivables				
Accounts	1,712,245	-	78,135	1,790,380
Intergovernmental	1,857,963	-	387,371	2,245,334
Due from other funds	481,516	-	-	481,516
Inventory	3,769	-	-	3,769
Other assets	2,617	-	-	2,617
Total assets	<u>\$ 37,994,526</u>	<u>\$ 1,940,695</u>	<u>\$ 45,045,581</u>	<u>\$ 84,980,802</u>
<b>Liabilities and fund balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,094,837	\$ -	\$ 736,176	\$ 1,831,013
Accrued liabilities	397,888	-	-	397,888
Intergovernmental payables	1,483,114	-	-	1,483,114
Due to other funds	707,362	-	-	707,362
Deposits	112,568	-	60,000	172,568
Unearned revenues	1,721,774	-	-	1,721,774
Bonds payable	-	1,624,728	-	1,624,728
Advances from other funds	-	-	1,086,138	1,086,138
Total Liabilities	<u>5,517,543</u>	<u>1,624,728</u>	<u>1,882,314</u>	<u>9,024,585</u>
<b>Fund Balances:</b>				
Reserved for encumbrances	-	-	724,263	724,263
Reserved for records modernization	1,642,812	-	-	1,642,812
Reserved for training	66,946	-	-	66,946
Reserved for special projects	164,330	-	-	164,330
Reserved for inmate expenditures	252,696	-	-	252,696
Unreserved, reported in:				
Special revenue funds	30,350,199	-	-	30,350,199
Debt service funds	-	315,967	-	315,967
Capital project funds	-	-	42,439,004	42,439,004
Total fund balances	<u>32,476,983</u>	<u>315,967</u>	<u>43,163,267</u>	<u>75,956,217</u>
Total liabilities and fund balances	<u>\$ 37,994,526</u>	<u>\$ 1,940,695</u>	<u>\$ 45,045,581</u>	<u>\$ 84,980,802</u>

See Independent Auditors' Report

Leon County, Florida

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds

Year Ended September 30, 2006

	<b>Special Revenue Funds</b>	<b>Debt Service Funds</b>	<b>Capital Project Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>				
Taxes	\$ 21,534,649	\$ -	\$ 3,904,382	\$ 25,439,031
Licenses and permits	3,212,951	-	-	3,212,951
Intergovernmental	10,403,866	-	564,422	10,968,288
Charges for services	17,627,523	-	5,815,144	23,442,667
Fines and forfeitures	439,179	-	483,570	922,749
Interest	1,372,880	26	2,110,968	3,483,874
Miscellaneous	2,210,714	-	578,185	2,788,899
Total revenues	<u>56,801,762</u>	<u>26</u>	<u>13,456,671</u>	<u>70,258,459</u>
<b>Expenditures:</b>				
Current				
General government	1,286,777	-	8,354,027	9,640,804
Public safety	24,541,658	-	254,440	24,796,098
Physical environment	7,507,768	-	14,399,897	21,907,665
Transportation	8,052,297	-	2,490,666	10,542,963
Economic environment	2,241,420	-	-	2,241,420
Human services	4,879,764	-	415,002	5,294,766
Culture and recreation	3,128,597	-	1,788,107	4,916,704
Judicial	7,307,964	-	-	7,307,964
Debt Service				
Principal retirement	-	2,320,000	-	2,320,000
Interest and fiscal charges	-	3,725,685	-	3,725,685
Other debt service costs	-	3,017	-	3,017
Total expenditures	<u>58,946,245</u>	<u>6,048,702</u>	<u>27,702,139</u>	<u>92,697,086</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,144,483)</u>	<u>(6,048,676)</u>	<u>(14,245,468)</u>	<u>(22,438,627)</u>
Other financing sources (uses):				
Transfers in	15,609,674	6,049,886	10,894,276	32,553,836
Transfers out	(7,324,782)	-	(828,098)	(8,152,880)
Issuance of debt	-	-	4,466,238	4,466,238
Total other financing sources (uses)	<u>8,284,892</u>	<u>6,049,886</u>	<u>14,532,416</u>	<u>28,867,194</u>
Net change in fund balance	6,140,409	1,210	286,948	6,428,567
Fund balances, October 1	<u>26,336,574</u>	<u>314,757</u>	<u>42,876,320</u>	<u>69,527,651</u>
Fund balances, September 30	<u>\$ 32,476,983</u>	<u>\$ 315,967</u>	<u>\$ 43,163,268</u>	<u>\$ 75,956,218</u>

See Independent Auditors' Report

# Nonmajor Governmental Funds

## Special Revenue Funds

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Special revenue funds are used to account for specific revenue sources that are legally restricted to expenditures for particular purposes.

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### **County Transportation Trust Fund**

This fund is used to account for the County's proceeds of local and state gas taxes. Expenditures are restricted to the maintenance of roads and bridges.

### **Probation Fund**

This fund is used to support the alternative community service work program, the pre-trial release program and other County probation programs and services. Revenue sources include fees related to pre-trial costs; other probation related services and transfers from the general fund.

### **Indigent Probate Fund**

This fund is used to account for proceeds of court filing fees designated for incapacity and guardianship proceedings concerning indigent wards. These fees are used to provide legal aid, pay for court costs and the examining committee costs for indigent incapacitated persons.

### **Law Library Trust Fund**

This fund is used to account for costs associated with the establishment and maintenance of a law library for use by the judiciary, members of the Florida Bar and the public. Revenues include charges and fees imposed for Court proceedings.

### **Family Law Legal Services Fund**

This fund is used to account for the costs of services provided through the Leon County Family Mediation Program, Teen Court, Family Visitation and Family Law Assistance. This fund is supported by fees and charges imposed by Court Proceedings pursuant to F.S. Section 44.108.

### **Drug Abuse Trust Fund**

This fund is used to account for court costs revenues from felony fines collected by the Clerk of Courts and used to support drug intervention programs.

# **Special Revenue Funds**

(continued)

## **Local Legal Programs**

This fund is used to account for the proceeds of a \$65.00 criminal violation fines. The proceeds are used to supplement state funding for the implementation of a statewide court system, to fund legal aid programs, fund law library costs, and to fund juvenile programs.

## **Building Inspection**

This fund is used to account for fees collected on building permits issued within the unincorporated area of Leon County. The fees are used to fund the operation of the Building Inspection Department.

## **Growth Management**

This fund is used to account for environmental permitting fees that are used to manage growth in accordance with the City of Tallahassee/Leon County Comprehensive Plan development regulations.

## **Mosquito Control**

This fund is used to account for state grant revenues and county general funds used to support the administration and operations of the mosquito control program.

## **MSBU Stormwater Utility**

This fund is used to account for the costs of stormwater control projects. Funding sources include budgeted transfers of general funds and transportation funds and a non ad-valorem assessment for stormwater utility collected by the Tax Collector and remitted to the Board of County Commissioners.

## **Grants Fund**

This fund is used to account for the revenues and expenses of federal, state and local grants awarded to the County. This fund includes the corresponding county matching funds for the various grants.

## **911 Emergency Communications**

This fund is used to account for the 911 fees imposed and collected from local telephone exchange customers and wireless customers. Expenditures are restricted to the establishment and maintenance of 911 emergency services within Leon County.

## **Special Revenue Funds**

(continued)

### **Emergency Medical Services**

This fund is used the account for the costs of providing emergency medical and transport services. The major revenue source is transport fees paid primarily by medical insurance and Medicare and the EMS Municipal Services Taxing Unit.

### **Municipal Service Fund**

This fund is used in support of various municipal services provided in the unincorporated area of Leon County. These services include parks and recreation, animal control and fire protection. The major revenue source is a transfer of non-restricted general funds and the public services tax.

### **Tourist Development Trust Fund**

This fund is used to account for a three-percent local option tourist development tax on transient lodging sales in Leon County. The Leon County Tourist Development Council administers the expenditures to promote a strong visitor industry in Leon County.

### **Primary Care MSTU Fund**

This fund is used to account for an ad valorem tax levy of up to ½ mill created by County ordinance. The MSTU encompasses all of Leon County and provides funding for the delivery of primary health care programs, services and facilities to uninsured, low-income persons under the age of 65 living within the County.

### **BOA Building Operating Fund**

This fund is used to account for the ongoing operations and maintenance of the Bank of America building which the county purchased on June 26, 2003. Revenues are generated by the remaining leases associated with the current tenants of the building.

### **Sheriff Special Grants Fund**

This fund is used to account for various law enforcement grants and the expenditures are limited to those allowable by the specific grant.

## **Special Revenue Funds** (continued)

### **Emergency Management 911 Fees**

This fund is used to account for operations related to the 911 fees imposed and collected from local telephone exchange customers. Expenditures are restricted to the establishment and maintenance of an emergency telephone number “911” system.

### **Emergency Management Grants**

This fund is used to account for grants received by the Leon County Sheriff’s Department used to support the County’s emergency management operations.

### **Sheriff Inmate Fund**

This fund is used to account for proceeds held by the Leon County Sheriff’s Department for prisoners, which are expended for their personal needs.

### **Article V Court Operations Fund**

This fund is used to account for revenues generated for the courts. Proceeds are to be used exclusively for all court expenditures except those mentioned in Chapter 29 of the Florida Statutes.

### **Records Modernization**

This fund is used to account for the revenues generated from the additional service charge paid to the Clerk of the Circuit Court for each instrument recorded in the official records pursuant to the provisions of Section 28.24, Florida Statutes. These proceeds are used exclusively for equipment, personnel training and technical assistance in modernizing the official records system and to pay for equipment and start-up costs necessitated by a statewide recording system.

Leon County, Florida  
 Combining Balance Sheet  
 Nonmajor Special Revenue Funds

September 30, 2006

	<b>County Transportation Trust Fund</b>	<b>Probation Fund</b>	<b>Indigent Probate Fund</b>	<b>Law Library Trust Fund</b>
<b>Assets:</b>				
Cash	\$ 292,837	\$ 1,038,368	\$ 3,031	\$ 55,120
Investments	5,228,091	-	-	-
Receivables				
Accounts	-	-	-	-
Intergovernmental	785,288	-	-	-
Due from other funds	-	-	-	-
Inventory	-	-	-	-
Other assets	-	-	-	-
Total Assets	<u>\$ 6,306,216</u>	<u>\$ 1,038,368</u>	<u>\$ 3,031</u>	<u>\$ 55,120</u>
<b>Liabilities and Fund Balances:</b>				
Liabilities:				
Accounts payable	\$ 131,491	\$ 12,644	\$ -	\$ 209
Accrued liabilities	120,806	28,578	-	-
Intergovernmental payables	30,902	-	-	-
Due to other funds	-	177,714	-	-
Deposits	14,563	-	-	-
Deferred revenues	-	-	-	-
Total Liabilities	<u>297,762</u>	<u>218,936</u>	<u>-</u>	<u>209</u>
Fund Balances:				
Reserved for records modernization	-	-	-	-
Reserved for law enforcement training	-	-	-	-
Reserved for special projects	-	-	-	-
Reserve for inmate expenditures	-	-	-	-
Unreserved	6,008,454	819,432	3,031	54,911
Total fund balances	<u>6,008,454</u>	<u>819,432</u>	<u>3,031</u>	<u>54,911</u>
Total liabilities and fund balances	<u>\$ 6,306,216</u>	<u>\$ 1,038,368</u>	<u>\$ 3,031</u>	<u>\$ 55,120</u>

*See Independent Auditors' Report*

<b>Family Law Legal Services Fund</b>	<b>Drug Abuse Trust Fund</b>	<b>Local Legal Programs</b>	<b>Building Inspection</b>
\$ 131,529	\$ 178,446	\$ 201,694	\$ 519,977
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 131,529</u>	<u>\$ 178,446</u>	<u>\$ 201,694</u>	<u>\$ 519,977</u>
\$ 102	\$ -	\$ 165	\$ 4,214
1,915	-	1,305	23,209
-	-	-	55,083
-	-	-	-
-	-	-	-
-	-	-	-
<u>2,017</u>	<u>-</u>	<u>1,470</u>	<u>82,506</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
129,512	178,446	200,224	437,471
<u>129,512</u>	<u>178,446</u>	<u>200,224</u>	<u>437,471</u>
<u>\$ 131,529</u>	<u>\$ 178,446</u>	<u>\$ 201,694</u>	<u>\$ 519,977</u>

Leon County, Florida

Combining Balance Sheet  
Nonmajor Special Revenue Funds

September 30, 2006

	<b>Growth Management</b>	<b>Mosquito Control</b>	<b>MSBU Stormwater Utility</b>	<b>Grants Fund</b>
<b>Assets:</b>				
Cash	\$ 77,677	\$ 398,124	\$ 202,830	\$ 294,230
Investments	2,173,964	-	3,391,166	1,660,388
Receivables				
Accounts	-	-	-	-
Intergovernmental	-	8,685	-	522,849
Due from other funds	-	-	-	-
Inventory	-	-	-	-
Other assets	-	-	988	-
Total Assets	<u>\$ 2,251,641</u>	<u>\$ 406,809</u>	<u>\$ 3,594,984</u>	<u>\$ 2,477,467</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 31,654	\$ 10,862	\$ 28,144	\$ 115,699
Accrued liabilities	52,012	9,326	52,363	6,494
Intergovernmental payables	-	-	-	-
Due to other funds	-	-	-	58,969
Deposits	-	-	-	-
Deferred revenues	-	-	-	1,508,301
Total Liabilities	<u>83,666</u>	<u>20,188</u>	<u>80,507</u>	<u>1,689,463</u>
<b>Fund Balances:</b>				
Reserved for records modernization	-	-	-	-
Reserved for law enforcement training	-	-	-	-
Reserved for special projects	-	-	-	-
Reserve for inmate expenditures	-	-	-	-
Unreserved	2,167,975	386,621	3,514,477	788,004
Total fund balances	<u>2,167,975</u>	<u>386,621</u>	<u>3,514,477</u>	<u>788,004</u>
Total liabilities and fund balances	<u>\$ 2,251,641</u>	<u>\$ 406,809</u>	<u>\$ 3,594,984</u>	<u>\$ 2,477,467</u>

See Independent Auditors' Report

<b>911 Emergency Communications</b>	<b>Emergency Medical Services</b>	<b>Municipal Service Fund</b>	<b>Tourist Development Trust Fund</b>
\$ 220,127	\$ 196,796	\$ 204,737	\$ 481,325
-	3,233,469	2,998,259	3,191,853
59,101	1,325,369	256,555	-
49,556	-	232,789	-
189,433	-	-	-
-	-	-	-
-	-	851	401
<u>\$ 518,217</u>	<u>\$ 4,755,634</u>	<u>\$ 3,693,191</u>	<u>\$ 3,673,579</u>
\$ -	\$ 85,934	\$ 229,150	\$ 91,934
-	65,720	31,308	3,714
-	-	380	251
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>151,654</u>	<u>260,838</u>	<u>95,899</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
518,217	4,603,980	3,432,353	3,577,680
518,217	4,603,980	3,432,353	3,577,680
<u>\$ 518,217</u>	<u>\$ 4,755,634</u>	<u>\$ 3,693,191</u>	<u>\$ 3,673,579</u>

Leon County, Florida

Combining Balance Sheet  
Nonmajor Special Revenue Funds

September 30, 2006

	<b>Primary Care MSTU</b>	<b>BOA Bldg Operating Fund</b>	<b>Sheriff Special Grants Fund</b>	<b>Emergency Management 911 Fees</b>
<b>Assets:</b>				
Cash	\$ 120,512	\$ 105,096	\$ 303,872	\$ 191,536
Investments	1,967,104	1,642,631	-	-
Receivables				
Accounts	-	35	-	-
Intergovernmental	-	-	194,143	-
Due from other funds	-	-	24,941	44,218
Inventory	-	-	-	-
Other assets	-	-	-	-
Total Assets	<u>\$ 2,087,616</u>	<u>\$ 1,747,762</u>	<u>\$ 522,956</u>	<u>\$ 235,754</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 192,106	\$ 6,250	\$ 84,926	\$ 27,129
Accrued liabilities	1,138	-	-	-
Intergovernmental payables	-	8,468	-	-
Due to other funds	-	-	203,447	208,625
Deposits	-	98,005	-	-
Deferred revenues	-	-	3,307	-
Total Liabilities	<u>193,244</u>	<u>112,723</u>	<u>291,680</u>	<u>235,754</u>
<b>Fund Balances:</b>				
Reserved for records modernization	-	-	-	-
Reserved for law enforcement training	-	-	66,946	-
Reserved for special projects	-	-	164,330	-
Reserve for inmate expenditures	-	-	-	-
Unreserved	1,894,372	1,635,039	-	-
Total fund balances	<u>1,894,372</u>	<u>1,635,039</u>	<u>231,276</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 2,087,616</u>	<u>\$ 1,747,762</u>	<u>\$ 522,956</u>	<u>\$ 235,754</u>

See Independent Auditors' Report

<b>Sheriff Emergency Management Grants</b>	<b>Sheriff Inmate Fund</b>	<b>Article V Court Operations</b>	<b>Records Modernization</b>
\$ -	\$ 45,052	\$ 1,539,537	\$ 598,678
-	-	3,765	1,044,595
-	71,185	-	-
-	-	64,653	-
44,508	178,416	-	-
-	-	3,769	-
-	377	-	-
<u>\$ 44,508</u>	<u>\$ 295,030</u>	<u>\$ 1,611,724</u>	<u>\$ 1,643,273</u>
\$ 438	\$ 27,797	\$ 13,528	\$ 461
-	-	-	-
-	-	1,388,030	-
44,070	14,537	-	-
-	-	-	-
-	-	210,166	-
<u>44,508</u>	<u>42,334</u>	<u>1,611,724</u>	<u>461</u>
-	-	-	1,642,812
-	-	-	-
-	-	-	-
-	252,696	-	-
-	-	-	-
-	252,696	-	1,642,812
<u>\$ 44,508</u>	<u>\$ 295,030</u>	<u>\$ 1,611,724</u>	<u>\$ 1,643,273</u>

Leon County, Florida  
 Combining Balance Sheet  
 Nonmajor Special Revenue Funds

September 30, 2006

	<b>Total Nonmajor Special Revenue Funds</b>
<b>Assets:</b>	
Cash	\$ 7,401,131
Investments	26,535,285
Receivables	
Accounts	1,712,245
Intergovernmental	1,857,963
Due from other funds	481,516
Inventory	3,769
Other assets	2,617
Total Assets	\$ 37,994,526
<b>Liabilities and Fund Balances:</b>	
<b>Liabilities:</b>	
Accounts payable	\$ 1,094,837
Accrued liabilities	397,888
Intergovernmental payables	1,483,114
Due to other funds	707,362
Deposits	112,568
Deferred revenues	1,721,774
Total Liabilities	5,517,543
<b>Fund Balances:</b>	
Reserved for records modernization	1,642,812
Reserved for law enforcement training	66,946
Reserved for special projects	164,330
Reserve for inmate expenditures	252,696
Unreserved	30,350,199
Total fund balances	32,476,983
Total liabilities and fund balances	\$ 37,994,526

*See Independent Auditors' Report*

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Leon County, Florida

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds

Year Ended September 30, 2006

	<b>County Transportation Trust Fund</b>	<b>Probation Fund</b>	<b>Indigent Probate Fund</b>
<b>Revenues:</b>			
Taxes	\$ 4,998,016	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	4,304,314	-	-
Charges for services	184,308	1,044,284	-
Fines and forfeitures	-	-	-
Interest	261,279	38,416	131
Miscellaneous	2,898	-	-
Total revenues	<u>9,750,815</u>	<u>1,082,700</u>	<u>131</u>
<b>Expenditures:</b>			
Current:			
General government	-	-	-
Public safety	-	2,036,446	-
Physical environment	-	-	-
Transportation	7,685,391	-	-
Economic environment	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Judicial	-	-	-
Total expenditures	<u>7,685,391</u>	<u>2,036,446</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,065,424</u>	<u>(953,746)</u>	<u>131</u>
Other financing sources (uses):			
Transfers in	1,035,002	1,104,706	-
Transfers out	(3,016,928)	-	-
Total other financing sources (uses)	<u>(1,981,926)</u>	<u>1,104,706</u>	<u>-</u>
Net change in fund balance	83,498	150,960	131
Fund balances, October 1	<u>5,924,956</u>	<u>668,472</u>	<u>2,900</u>
Fund balances, September 30	<u>\$ 6,008,454</u>	<u>\$ 819,432</u>	<u>\$ 3,031</u>

See Independent Auditors' Report

<b>Law Library Trust Fund</b>	<b>Family Law Legal Services Fund</b>	<b>Drug Abuse Trust Fund</b>	<b>Local Legal Programs</b>	<b>Building Inspection</b>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	1,056,981
-	-	-	-	-
179	136	61,401	288,521	20,026
-	153,471	-	-	387
2,580	3,867	7,361	3,495	24,869
-	-	-	-	-
<u>2,759</u>	<u>157,474</u>	<u>68,762</u>	<u>292,016</u>	<u>1,102,263</u>
-	-	-	-	-
-	-	-	-	1,283,704
-	-	-	-	-
-	-	-	-	-
-	-	34,018	54,150	-
-	-	-	-	-
12,880	102,453	-	64,732	-
<u>12,880</u>	<u>102,453</u>	<u>34,018</u>	<u>118,882</u>	<u>1,283,704</u>
(10,121)	55,021	34,744	173,134	(181,441)
-	-	-	-	-
-	-	-	-	(69,500)
-	-	-	-	(69,500)
(10,121)	55,021	34,744	173,134	(250,941)
65,032	74,491	143,702	27,090	688,412
<u>\$ 54,911</u>	<u>\$ 129,512</u>	<u>\$ 178,446</u>	<u>\$ 200,224</u>	<u>\$ 437,471</u>

Leon County, Florida

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds

Year Ended September 30, 2006

	<b>Growth Management</b>	<b>Mosquito Control</b>	<b>MSBU Stormwater Utility</b>
<b>Revenues:</b>			
Taxes	\$ -	\$ -	\$ 794,840
Licenses and permits	2,155,970	-	-
Intergovernmental	-	37,045	-
Charges for services	181,071	1,650	-
Fines and forfeitures	12,392	-	-
Interest	85,827	13,932	159,973
Miscellaneous	2,821	-	-
Total revenues	<u>2,438,081</u>	<u>52,627</u>	<u>954,813</u>
<b>Expenditures:</b>			
Current:			
General government	-	-	-
Public safety	-	-	-
Physical environment	3,486,094	-	3,149,054
Transportation	-	-	-
Economic environment	-	-	-
Human services	-	574,844	1,050,368
Culture and recreation	-	-	-
Judicial	-	-	-
Total expenditures	<u>3,486,094</u>	<u>574,844</u>	<u>4,199,422</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,048,013)</u>	<u>(522,217)</u>	<u>(3,244,609)</u>
Other financing sources (uses):			
Transfers in	2,052,354	694,346	4,605,812
Transfers out	(123,725)	-	(733,907)
Total other financing sources (uses)	<u>1,928,629</u>	<u>694,346</u>	<u>3,871,905</u>
Net change in fund balance	880,616	172,129	627,296
Fund balances, October 1	<u>1,287,359</u>	<u>214,492</u>	<u>2,887,181</u>
Fund balances, September 30	<u>\$ 2,167,975</u>	<u>\$ 386,621</u>	<u>\$ 3,514,477</u>

See Independent Auditors' Report

<b>Grants Fund</b>	<b>911 Emergency Communications</b>	<b>Emergency Medical Service</b>	<b>Municipal Service Fund</b>	<b>Tourist Development Trust Fund</b>
\$ -	\$ -	\$ 5,994,567	\$ 5,034,103	\$ 3,274,515
-	-	-	-	-
2,724,379	-	-	735,071	-
260,291	1,310,958	6,180,527	31,147	-
-	-	-	901	-
56,732	993	199,160	121,714	151,620
75,981	-	-	2,400	40,186
<u>3,117,383</u>	<u>1,311,951</u>	<u>12,374,254</u>	<u>5,925,336</u>	<u>3,466,321</u>
40,160	-	-	-	-
1,054,169	-	10,391,919	4,743,781	-
872,620	-	-	-	-
366,906	-	-	-	-
71,546	-	-	-	2,169,874
355,645	-	-	1,030,165	-
317,764	-	-	2,810,833	-
108,154	-	-	-	-
<u>3,186,964</u>	<u>-</u>	<u>10,391,919</u>	<u>8,584,779</u>	<u>2,169,874</u>
(69,581)	1,311,951	1,982,335	(2,659,443)	1,296,447
453,804	667,886	-	3,481,713	-
-	(1,514,051)	(541,537)	(202,529)	(163,451)
<u>453,804</u>	<u>(846,165)</u>	<u>(541,537)</u>	<u>3,279,184</u>	<u>(163,451)</u>
384,223	465,786	1,440,798	619,741	1,132,996
<u>403,781</u>	<u>52,431</u>	<u>3,163,182</u>	<u>2,812,612</u>	<u>2,444,684</u>
<u>\$ 788,004</u>	<u>\$ 518,217</u>	<u>\$ 4,603,980</u>	<u>\$ 3,432,353</u>	<u>\$ 3,577,680</u>

Leon County, Florida

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds

Year Ended September 30, 2006

	<b>Primary Care MSTU</b>	<b>BOA Bldg Operating Fund</b>	<b>Sheriff Special Grants Fund</b>
<b>Revenues:</b>			
Taxes	\$ 1,438,608	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	-	1,765,627
Charges for services	-	103,739	78,770
Fines and forfeitures	-	-	272,028
Interest	114,196	77,637	-
Miscellaneous	-	1,762,818	300,616
Total revenues	<u>1,552,804</u>	<u>1,944,194</u>	<u>2,417,041</u>
<b>Expenditures:</b>			
Current:			
General government	-	965,518	-
Public safety	-	-	2,382,244
Physical environment	-	-	-
Transportation	-	-	-
Economic environment	-	-	-
Human services	1,780,574	-	-
Culture and recreation	-	-	-
Judicial	-	-	-
Total expenditures	<u>1,780,574</u>	<u>965,518</u>	<u>2,382,244</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(227,770)</u>	<u>978,676</u>	<u>34,797</u>
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	(28,998)	(716,310)	(6,804)
Total other financing sources (uses)	<u>(28,998)</u>	<u>(716,310)</u>	<u>(6,804)</u>
Net change in fund balance	(256,768)	262,366	27,993
Fund balances, October 1	<u>2,151,140</u>	<u>1,372,673</u>	<u>203,283</u>
Fund balances, September 30	<u>\$ 1,894,372</u>	<u>\$ 1,635,039</u>	<u>\$ 231,276</u>

See Independent Auditors' Report

<b>Emergency Management 911 Fees</b>	<b>Emergency Management Grants</b>	<b>Sheriff Inmate Fund</b>	<b>Article V Court Operations</b>	<b>Records Modernization</b>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	244,910	-	592,520	-
-	-	1,044,948	5,829,505	1,006,062
-	-	-	-	-
-	-	-	-	49,098
11,561	-	11,433	-	-
<u>11,561</u>	<u>244,910</u>	<u>1,056,381</u>	<u>6,422,025</u>	<u>1,055,160</u>
-	-	-	-	281,099
1,318,570	244,910	1,085,915	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	6,422,025	597,720
<u>1,318,570</u>	<u>244,910</u>	<u>1,085,915</u>	<u>6,422,025</u>	<u>878,819</u>
(1,307,009)	-	(29,534)	-	176,341
1,514,051	-	-	-	-
(207,042)	-	-	-	-
<u>1,307,009</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	(29,534)	-	176,341
-	-	282,230	-	1,466,471
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 252,696</u>	<u>\$ -</u>	<u>\$ 1,642,812</u>

Leon County, Florida

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds

Year Ended September 30, 2006

	<b>Total Nonmajor Special Revenue Funds</b>
<b>Revenues:</b>	
Taxes	\$ 21,534,649
Licenses and permits	3,212,951
Intergovernmental	10,403,866
Charges for services	17,627,523
Fines and forfeitures	439,179
Interest	1,372,880
Miscellaneous	2,210,714
Total revenues	<u>56,801,762</u>
<b>Expenditures:</b>	
Current:	
General government	1,286,777
Public safety	24,541,658
Physical environment	7,507,768
Transportation	8,052,297
Economic environment	2,241,420
Human services	4,879,764
Culture and recreation	3,128,597
Judicial	7,307,964
Total expenditures	<u>58,946,245</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,144,483)</u>
Other financing sources (uses):	
Transfers in	15,609,674
Transfers out	(7,324,782)
Total other financing sources (uses)	<u>8,284,892</u>
Net change in fund balance	6,140,409
Fund balances, October 1	<u>26,336,574</u>
Fund balances, September 30	<u>\$ 32,476,983</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
County Transportation Trust Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 4,721,780	\$ 4,721,780	\$ 4,998,016	\$ 276,236
Intergovernmental	4,192,190	4,192,190	4,304,314	112,124
Charges for services	114,606	114,606	184,308	69,702
Interest	101,818	101,818	261,279	159,461
Miscellaneous	352	352	2,898	2,546
Total revenues	<u>9,130,746</u>	<u>9,130,746</u>	<u>9,750,815</u>	<u>620,069</u>
<b>Expenditures:</b>				
Transportation	<u>7,997,076</u>	<u>8,071,602</u>	<u>7,685,391</u>	<u>386,211</u>
Total expenditures	<u>7,997,076</u>	<u>8,071,602</u>	<u>7,685,391</u>	<u>386,211</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,133,670</u>	<u>1,059,144</u>	<u>2,065,424</u>	<u>1,006,280</u>
Other financing sources (uses):				
Transfers in	1,218,000	1,035,002	1,035,002	-
Transfers out	<u>(3,016,928)</u>	<u>(3,016,928)</u>	<u>(3,016,928)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,798,928)</u>	<u>(1,981,926)</u>	<u>(1,981,926)</u>	<u>-</u>
Net change in fund balance	(665,258)	(922,782)	83,498	1,006,280
Fund balances, October 1	<u>5,924,956</u>	<u>5,924,956</u>	<u>5,924,956</u>	<u>-</u>
Fund balances, September 30	<u>\$ 5,259,698</u>	<u>\$ 5,002,174</u>	<u>\$ 6,008,454</u>	<u>\$ 1,006,280</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Probation Fund

Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services	\$ 894,900	\$ 1,022,183	\$ 1,044,284	\$ 22,101
Interest	8,690	8,690	38,416	29,726
Total revenues	<u>903,590</u>	<u>1,030,873</u>	<u>1,082,700</u>	<u>51,827</u>
<b>Expenditures:</b>				
Public safety	2,054,579	2,179,936	2,036,446	143,490
Total expenditures	<u>2,054,579</u>	<u>2,179,936</u>	<u>2,036,446</u>	<u>143,490</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,150,989)</u>	<u>(1,149,063)</u>	<u>(953,746)</u>	<u>195,317</u>
Other financing sources(uses):				
Transfers in	1,104,706	1,104,706	1,104,706	-
Total other financing sources (uses)	<u>1,104,706</u>	<u>1,104,706</u>	<u>1,104,706</u>	<u>-</u>
Net change in fund balance	(46,283)	(44,357)	150,960	195,317
Fund balances, October 1	<u>668,472</u>	<u>668,472</u>	<u>668,472</u>	<u>-</u>
Fund balances, September 30	<u>\$ 622,189</u>	<u>\$ 624,115</u>	<u>\$ 819,432</u>	<u>\$ 195,317</u>

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Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Indigent Probate Fund

Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 131	\$ 131
Total revenues	<u>-</u>	<u>-</u>	<u>131</u>	<u>131</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	131	131
Fund balances, October 1	<u>2,900</u>	<u>2,900</u>	<u>2,900</u>	<u>-</u>
Fund balances, September 30	<u>\$ 2,900</u>	<u>\$ 2,900</u>	<u>\$ 3,031</u>	<u>\$ 131</u>

*See Independent Auditors' Report*

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Law Library Trust Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ -	\$ -	\$ 179	\$ 179
Interest	-	-	2,580	2,580
Total revenues	-	-	2,759	2,759
<b>Expenditures:</b>				
Judicial	20,000	20,000	12,880	7,120
Total expenditures	20,000	20,000	12,880	7,120
Excess (deficiency) of revenues over (under) expenditures	(20,000)	(20,000)	(10,121)	9,879
Fund balances, October 1	65,032	65,032	65,032	-
Fund balances, September 30	\$ 45,032	\$ 45,032	\$ 54,911	\$ 9,879

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Family Law Legal Services Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ -	\$ -	\$ 136	\$ 136
Fines and forfeitures	114,000	117,536	153,471	35,935
Interest	-	-	3,867	3,867
Total revenues	<u>114,000</u>	<u>117,536</u>	<u>157,474</u>	<u>39,938</u>
<b>Expenditures:</b>				
Judicial	<u>98,354</u>	<u>138,585</u>	<u>102,453</u>	<u>36,132</u>
Total expenditures	<u>98,354</u>	<u>138,585</u>	<u>102,453</u>	<u>36,132</u>
Excess (deficiency) of revenues over (under) expenditures	15,646	(21,049)	55,021	76,070
Fund balances, October 1	<u>74,491</u>	<u>74,491</u>	<u>74,491</u>	<u>-</u>
Fund balances, September 30	<u>\$ 90,137</u>	<u>\$ 53,442</u>	<u>\$ 129,512</u>	<u>\$ 76,070</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Drug Abuse Trust Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 44,625	\$ 44,625	\$ 61,401	\$ 16,776
Interest	1,909	1,909	7,361	5,452
Total revenues	<u>46,534</u>	<u>46,534</u>	<u>68,762</u>	<u>22,228</u>
<b>Expenditures:</b>				
Human services	46,534	101,534	34,018	67,516
Total expenditures	<u>46,534</u>	<u>101,534</u>	<u>34,018</u>	<u>67,516</u>
Excess (deficiency) of revenues over (under) expenditures	-	(55,000)	34,744	89,744
Fund balances, October 1	<u>143,702</u>	<u>143,702</u>	<u>143,702</u>	<u>-</u>
Fund balances, September 30	<u>\$ 143,702</u>	<u>\$ 88,702</u>	<u>\$ 178,446</u>	<u>\$ 89,744</u>

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Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Local Legal Programs

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 216,600	\$ 216,600	\$ 288,521	\$ 71,921
Interest	-	-	3,495	3,495
Total revenues	<u>216,600</u>	<u>216,600</u>	<u>292,016</u>	<u>75,416</u>
<b>Expenditures:</b>				
Human services	136,642	136,642	54,150	82,492
Judicial	62,932	79,958	64,732	15,226
Total expenditures	<u>199,574</u>	<u>216,600</u>	<u>118,882</u>	<u>97,718</u>
Excess (deficiency) of revenues over (under) expenditures	17,026	-	173,134	173,134
Fund balances, October 1	<u>27,090</u>	<u>27,090</u>	<u>27,090</u>	<u>-</u>
Fund balances, September 30	<u>\$ 44,116</u>	<u>\$ 27,090</u>	<u>\$ 200,224</u>	<u>\$ 173,134</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Building Inspection Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Licenses and permits	\$ 1,326,421	\$ 1,326,421	\$ 1,056,981	\$ (269,440)
Charges for services	20,587	20,587	20,026	(561)
Fines and forfeitures	-	-	387	387
Interest	15,001	15,001	24,869	9,868
Total revenues	<u>1,362,009</u>	<u>1,362,009</u>	<u>1,102,263</u>	<u>(259,746)</u>
<b>Expenditures:</b>				
Public safety	<u>1,511,756</u>	<u>1,630,519</u>	<u>1,283,704</u>	<u>346,815</u>
Total expenditures	<u>1,511,756</u>	<u>1,630,519</u>	<u>1,283,704</u>	<u>346,815</u>
Excess (deficiency) of revenues over (under) expenditures	(149,747)	(268,510)	(181,441)	87,069
Other financing sources (uses):				
Operating transfers out	<u>(69,500)</u>	<u>(69,500)</u>	<u>(69,500)</u>	<u>-</u>
Total other financing sources (uses)	<u>(69,500)</u>	<u>(69,500)</u>	<u>(69,500)</u>	<u>-</u>
Net change in fund balance	(219,247)	(338,010)	(250,941)	87,069
Fund balances, October 1	<u>688,412</u>	<u>688,412</u>	<u>688,412</u>	<u>-</u>
Fund balances, September 30	<u>\$ 469,165</u>	<u>\$ 350,402</u>	<u>\$ 437,471</u>	<u>\$ 87,069</u>

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Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Growth Management Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Licenses and permits	\$ 1,735,511	\$ 1,735,511	\$ 2,155,970	\$ 420,459
Charges for services	-	-	181,071	181,071
Fines and forfeitures	23,027	23,027	12,392	(10,635)
Interest	21,152	21,152	85,827	64,675
Miscellaneous	3,163	3,163	2,821	(342)
Total revenues	<u>1,782,853</u>	<u>1,782,853</u>	<u>2,438,081</u>	<u>655,228</u>
<b>Expenditures:</b>				
Physical environment	<u>3,720,207</u>	<u>3,850,002</u>	<u>3,486,094</u>	<u>363,908</u>
Total expenditures	<u>3,720,207</u>	<u>3,850,002</u>	<u>3,486,094</u>	<u>363,908</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,937,354)</u>	<u>(2,067,149)</u>	<u>(1,048,013)</u>	<u>1,019,136</u>
Other financing sources (uses):				
Operating transfers in	2,052,354	2,052,354	2,052,354	-
Operating transfers out	<u>(123,725)</u>	<u>(123,725)</u>	<u>(123,725)</u>	<u>-</u>
Total other financing sources (uses)	<u>1,928,629</u>	<u>1,928,629</u>	<u>1,928,629</u>	<u>-</u>
Net change in fund balance	(8,725)	(138,520)	880,616	1,019,136
Fund balances, October 1	<u>1,287,359</u>	<u>1,287,359</u>	<u>1,287,359</u>	<u>-</u>
Fund balances, September 30	<u>\$ 1,278,634</u>	<u>\$ 1,148,839</u>	<u>\$ 2,167,975</u>	<u>\$ 1,019,136</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Mosquito Control Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 11,875	\$ 11,875	\$ 37,045	\$ 25,170
Charges for services	34,521	34,521	1,650	(32,871)
Interest	2,379	2,379	13,932	11,553
Total revenues	<u>48,775</u>	<u>48,775</u>	<u>52,627</u>	<u>3,852</u>
<b>Expenditures:</b>				
Human services	<u>729,121</u>	<u>743,121</u>	<u>574,844</u>	<u>168,277</u>
Total expenditures	<u>729,121</u>	<u>743,121</u>	<u>574,844</u>	<u>168,277</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(680,346)</u>	<u>(694,346)</u>	<u>(522,217)</u>	<u>172,129</u>
Other financing sources (uses):				
Transfers in	<u>694,346</u>	<u>694,346</u>	<u>694,346</u>	<u>-</u>
Total other financing sources (uses)	<u>694,346</u>	<u>694,346</u>	<u>694,346</u>	<u>-</u>
Net change in fund balance	14,000	-	172,129	172,129
Fund balances, October 1	<u>214,492</u>	<u>214,492</u>	<u>214,492</u>	<u>-</u>
Fund balances, September 30	<u>\$ 228,492</u>	<u>\$ 214,492</u>	<u>\$ 386,621</u>	<u>\$ 172,129</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
MSBU Stormwater Utility Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 709,080	\$ 709,080	\$ 794,840	\$ 85,760
Interest	36,478	36,478	159,973	123,495
Total revenues	<u>745,558</u>	<u>745,558</u>	<u>954,813</u>	<u>209,255</u>
<b>Expenditures:</b>				
Physical environment	3,299,075	3,432,326	3,149,054	283,272
Human services	1,155,295	1,231,394	1,050,368	181,026
Total expenditures	<u>4,454,370</u>	<u>4,663,720</u>	<u>4,199,422</u>	<u>464,298</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,708,812)</u>	<u>(3,918,162)</u>	<u>(3,244,609)</u>	<u>673,553</u>
Other financing sources (uses):				
Transfers in	4,605,812	4,605,812	4,605,812	-
Transfers out	(733,000)	(733,901)	(733,907)	(6)
Total other financing sources (uses)	<u>3,872,812</u>	<u>3,871,911</u>	<u>3,871,905</u>	<u>(6)</u>
Net change in fund balance	164,000	(46,251)	627,296	673,547
Fund balances, October 1	<u>2,887,181</u>	<u>2,887,181</u>	<u>2,887,181</u>	<u>-</u>
Fund balances, September 30	<u>\$ 3,051,181</u>	<u>\$ 2,840,930</u>	<u>\$ 3,514,477</u>	<u>\$ 673,547</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Grants Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 342,074	\$ 9,311,791	\$ 2,724,379	\$ (6,587,412)
Charges for services	-	350,679	260,291	(90,388)
Interest	-	-	56,732	56,732
Miscellaneous	-	243,093	75,981	(167,112)
Total revenues	<u>342,074</u>	<u>9,905,563</u>	<u>3,117,383</u>	<u>(6,788,180)</u>
<b>Expenditures:</b>				
General government	-	73,962	40,160	33,802
Public safety	784,251	1,497,190	1,054,169	443,021
Physical environment	-	4,892,932	872,620	4,020,312
Transportation	-	441,980	366,906	75,074
Economic environment	-	750,000	71,546	678,454
Human services	199,219	575,044	355,645	219,399
Culture and recreation	500,000	1,938,005	317,764	1,620,241
Judicial	-	192,754	108,154	84,600
Total expenditures	<u>1,483,470</u>	<u>10,361,867</u>	<u>3,186,964</u>	<u>7,174,903</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,141,396)</u>	<u>(456,304)</u>	<u>(69,581)</u>	<u>386,723</u>
Other financing sources (uses):				
Transfers in	<u>200,000</u>	<u>453,804</u>	<u>453,804</u>	<u>-</u>
Total other financing sources (uses)	<u>200,000</u>	<u>453,804</u>	<u>453,804</u>	<u>-</u>
Net change in fund balance	(941,396)	(2,500)	384,223	386,723
Fund balances, October 1	<u>403,781</u>	<u>403,781</u>	<u>403,781</u>	<u>-</u>
Fund balances, September 30	<u>\$ (537,615)</u>	<u>\$ 401,281</u>	<u>\$ 788,004</u>	<u>\$ 386,723</u>

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Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
911 Emergency Communications Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 1,052,210	\$ 1,310,953	\$ 1,310,958	\$ 5
Interest	997	997	993	(4)
Total revenues	<u>1,053,207</u>	<u>1,311,950</u>	<u>1,311,951</u>	<u>1</u>
Other financing sources (uses):				
Transfers in	460,844	667,887	667,886	(1)
Transfers out	(1,514,051)	(1,979,837)	(1,514,051)	465,786
Total other financing sources (uses)	<u>(1,053,207)</u>	<u>(1,311,950)</u>	<u>(846,165)</u>	<u>465,785</u>
Net change in fund balance	-	-	465,786	465,786
Fund balances, October 1	<u>52,431</u>	<u>52,431</u>	<u>52,431</u>	<u>-</u>
Fund balances, September 30	<u>\$ 52,431</u>	<u>\$ 52,431</u>	<u>\$ 518,217</u>	<u>\$ 465,786</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Emergency Medical Service

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 5,845,139	\$ 5,845,139	\$ 5,994,567	\$ 149,428
Charges for services	4,709,531	4,709,531	6,180,527	1,470,996
Interest	13,249	13,249	199,160	185,911
Total revenues	<u>10,567,919</u>	<u>10,567,919</u>	<u>12,374,254</u>	<u>1,806,335</u>
<b>Expenditures:</b>				
Public safety	<u>10,383,322</u>	<u>11,043,483</u>	<u>10,391,919</u>	<u>651,564</u>
Total expenditures	<u>10,383,322</u>	<u>11,043,483</u>	<u>10,391,919</u>	<u>651,564</u>
Excess (deficiency) of revenues over (under) expenditures	<u>184,597</u>	<u>(475,564)</u>	<u>1,982,335</u>	<u>2,457,899</u>
Other financing sources (uses):				
Transfers out	<u>(112,710)</u>	<u>(120,549)</u>	<u>(541,537)</u>	<u>(420,988)</u>
Total other financing sources (uses)	<u>(112,710)</u>	<u>(120,549)</u>	<u>(541,537)</u>	<u>(420,988)</u>
Net change in fund balance	71,887	(596,113)	1,440,798	2,036,911
Fund balances, October 1	<u>3,163,182</u>	<u>3,163,182</u>	<u>3,163,182</u>	<u>-</u>
Fund balances, September 30	<u>\$ 3,235,069</u>	<u>\$ 2,567,069</u>	<u>\$ 4,603,980</u>	<u>\$ 2,036,911</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Municipal Service Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 4,490,650	\$ 4,490,650	\$ 5,034,103	\$ 543,453
Intergovernmental	746,815	746,815	735,071	(11,744)
Charges for services	24,792	24,792	31,147	6,355
Fines and forfeitures	293	293	901	608
Interest	51,230	51,230	121,714	70,484
Miscellaneous	-	-	2,400	2,400
Total revenues	<u>5,313,780</u>	<u>5,313,780</u>	<u>5,925,336</u>	<u>611,556</u>
<b>Expenditures:</b>				
Public safety	4,764,133	4,795,443	4,743,781	51,662
Human services	1,032,730	1,041,430	1,030,165	11,265
Culture and recreation	2,675,835	2,810,902	2,810,833	69
Total expenditures	<u>8,472,698</u>	<u>8,647,775</u>	<u>8,584,779</u>	<u>62,996</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,158,918)</u>	<u>(3,333,995)</u>	<u>(2,659,443)</u>	<u>674,552</u>
Other financing sources (uses):				
Transfers in	3,440,715	3,481,713	3,481,713	-
Transfers out	<u>(202,529)</u>	<u>(202,529)</u>	<u>(202,529)</u>	<u>-</u>
Total other financing sources (uses)	<u>3,238,186</u>	<u>3,279,184</u>	<u>3,279,184</u>	<u>-</u>
Net change in fund balance	79,268	(54,811)	619,741	674,552
Fund balances, October 1	<u>2,812,612</u>	<u>2,812,612</u>	<u>2,812,612</u>	<u>-</u>
Fund balances, September 30	<u>\$ 2,891,880</u>	<u>\$ 2,757,801</u>	<u>\$ 3,432,353</u>	<u>\$ 674,552</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Tourist Development Trust Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 3,056,385	\$ 3,056,385	\$ 3,274,515	\$ 218,130
Interest	28,804	28,804	151,620	122,816
Miscellaneous	38,177	38,177	40,186	2,009
Total revenues	<u>3,123,366</u>	<u>3,123,366</u>	<u>3,466,321</u>	<u>342,955</u>
<b>Expenditures:</b>				
Economic environment	<u>3,031,554</u>	<u>3,591,526</u>	<u>2,169,874</u>	<u>1,421,652</u>
Total expenditures	<u>3,031,554</u>	<u>3,591,526</u>	<u>2,169,874</u>	<u>1,421,652</u>
Excess (deficiency) of revenues over (under) expenditures	<u>91,812</u>	<u>(468,160)</u>	<u>1,296,447</u>	<u>1,764,607</u>
Other financing sources (uses):				
Transfers out	<u>(163,451)</u>	<u>(163,451)</u>	<u>(163,451)</u>	<u>-</u>
Total other financing sources (uses)	<u>(163,451)</u>	<u>(163,451)</u>	<u>(163,451)</u>	<u>-</u>
Net change in fund balance	(71,639)	(631,611)	1,132,996	1,764,607
Fund balances, October 1	<u>2,444,684</u>	<u>2,444,684</u>	<u>2,444,684</u>	<u>-</u>
Fund balances, September 30	<u>\$ 2,373,045</u>	<u>\$ 1,813,073</u>	<u>\$ 3,577,680</u>	<u>\$ 1,764,607</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Primary Care MSTU

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 1,402,834	\$ 1,402,834	\$ 1,438,608	\$ 35,774
Interest	12,704	12,704	114,196	101,492
Miscellaneous	1,175,000	1,175,000	-	(1,175,000)
Total revenues	<u>2,590,538</u>	<u>2,590,538</u>	<u>1,552,804</u>	<u>(1,037,734)</u>
<b>Expenditures:</b>				
Human services	<u>2,487,354</u>	<u>3,642,587</u>	<u>1,780,574</u>	<u>1,862,013</u>
Total expenditures	<u>2,487,354</u>	<u>3,642,587</u>	<u>1,780,574</u>	<u>1,862,013</u>
Excess (deficiency) of revenues over (under) expenditures	103,184	(1,052,049)	(227,770)	824,279
Other financing sources (uses):				
Transfers out	(99,184)	(99,184)	(28,998)	70,186
Total other financing sources (uses)	<u>(99,184)</u>	<u>(99,184)</u>	<u>(28,998)</u>	<u>70,186</u>
Net change in fund balance	4,000	(1,151,233)	(256,768)	894,465
Fund balances, October 1	<u>2,151,140</u>	<u>2,151,140</u>	<u>2,151,140</u>	<u>-</u>
Fund balances, September 30	<u>\$ 2,155,140</u>	<u>\$ 999,907</u>	<u>\$ 1,894,372</u>	<u>\$ 894,465</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
BOA Building Operating Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 85,000	\$ 85,000	\$ 103,739	\$ 18,739
Interest	18,613	18,613	77,637	59,024
Miscellaneous	1,562,000	1,562,000	1,762,818	200,818
Total revenues	<u>1,665,613</u>	<u>1,665,613</u>	<u>1,944,194</u>	<u>278,581</u>
<b>Expenditures:</b>				
General government	<u>918,627</u>	<u>965,518</u>	<u>965,518</u>	<u>-</u>
Total expenditures	<u>918,627</u>	<u>965,518</u>	<u>965,518</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	746,986	700,095	978,676	278,581
Other financing sources (uses):				
Transfers out	<u>(716,310)</u>	<u>(716,310)</u>	<u>(716,310)</u>	<u>-</u>
Total other financing sources (uses)	<u>(716,310)</u>	<u>(716,310)</u>	<u>(716,310)</u>	<u>-</u>
Net change in fund balance	30,676	(16,215)	262,366	278,581
Fund balances, October 1	<u>1,372,673</u>	<u>1,372,673</u>	<u>1,372,673</u>	<u>-</u>
Fund balances, September 30	<u>\$ 1,403,349</u>	<u>\$ 1,356,458</u>	<u>\$ 1,635,039</u>	<u>\$ 278,581</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Sheriff's Special Grants Fund

Year Ended September 30, 2006

	Budgeted Amounts *		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 1,765,627	\$ 1,765,627
Charges for services	-	-	78,770	78,770
Fines and forfeitures	-	-	272,028	272,028
Miscellaneous	-	-	300,616	300,616
Total revenues	-	-	2,417,041	2,417,041
<b>Expenditures:</b>				
Public safety	-	-	2,382,244	(2,382,244)
Total expenditures	-	-	2,382,244	(2,382,244)
Excess (deficiency) of revenues over (under) expenditures	-	-	27,993	27,993
<b>Other financing sources (uses):</b>				
Transfers out	-	-	(6,804)	(6,804)
Total other financing sources (uses)	-	-	(6,804)	(6,804)
Fund balances, October 1	203,283	203,283	203,283	-
Fund balances, September 30	\$ 203,283	\$ 203,283	\$ 231,276	\$ 27,993

\* Activity of this fund is not budgeted by the Sheriff.

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Emergency Management 911 Fees

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Miscellaneous	\$ -	\$ -	\$ 11,561	\$ 11,561
Total revenues	-	-	11,561	11,561
<b>Expenditures:</b>				
Public safety	1,514,051	1,514,051	1,318,570	195,481
Total expenditures	1,514,051	1,514,051	1,318,570	195,481
Excess (deficiency) of revenues over (under) expenditures	(1,514,051)	(1,514,051)	(1,307,009)	207,042
Other financing sources (uses):				
Transfers in	1,514,051	1,514,051	1,514,051	-
Transfers out	-	-	(207,042)	(207,042)
Total other financing sources (uses)	1,514,051	1,514,051	1,307,009	(207,042)
Net change in fund balance	-	-	-	-
Fund balances, October 1	-	-	-	-
Fund balances, September 30	\$ -	\$ -	\$ -	\$ -

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
 Sheriff Emergency Management Grants

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 244,910	\$ 244,910	\$ 244,910	\$ -
Total revenues	<u>244,910</u>	<u>244,910</u>	<u>244,910</u>	<u>-</u>
<b>Expenditures:</b>				
Public safety	244,910	244,910	244,910	-
Total expenditures	<u>244,910</u>	<u>244,910</u>	<u>244,910</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Fund balances, October 1	-	-	-	-
Fund balances, September 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Sheriff Inmate Fund

Year Ended September 30, 2006

	Budgeted Amounts *		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ -	\$ -	\$ 1,044,948	\$ 1,044,948
Miscellaneous	-	-	11,433	11,433
Total revenues	-	-	1,056,381	1,056,381
<b>Expenditures:</b>				
Public safety	-	-	1,085,915	(1,085,915)
Total expenditures	-	-	1,085,915	(1,085,915)
Excess (deficiency) of revenues over (under) expenditures	-	-	(29,534)	(29,534)
Fund balances, October 1	282,230	282,230	282,230	-
Fund balances, September 30	\$ 282,230	\$ 282,230	\$ 252,696	\$ (29,534)

\* Activity of this fund is not budgeted by the Sheriff.

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Article V Court Operations Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 551,911	\$ 621,911	\$ 592,520	\$ (29,391)
Charges for services	6,336,972	6,336,972	5,829,505	(507,467)
Total revenues	<u>6,888,883</u>	<u>6,958,883</u>	<u>6,422,025</u>	<u>(536,858)</u>
<b>Expenditures:</b>				
General government	-	-	-	-
Judicial	6,888,883	6,958,883	6,422,025	536,858
Total expenditures	<u>6,888,883</u>	<u>6,958,883</u>	<u>6,422,025</u>	<u>536,858</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Fund balances, October 1	-	-	-	-
Fund balances, September 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Records Modernization Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 936,215	\$ 936,215	\$ 1,006,062	\$ 69,847
Interest	9,189	9,189	49,098	39,909
Miscellaneous	11,647	148,608	-	(148,608)
Total revenues	<u>957,051</u>	<u>1,094,012</u>	<u>1,055,160</u>	<u>(38,852)</u>
<b>Expenditures:</b>				
General government	255,788	392,749	281,099	111,650
Judicial	701,263	701,263	597,720	103,543
Total expenditures	<u>957,051</u>	<u>1,094,012</u>	<u>878,819</u>	<u>215,193</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	176,341	176,341
Fund balances, October 1	<u>1,466,471</u>	<u>1,466,471</u>	<u>1,466,471</u>	-
Fund balances, September 30	<u>\$ 1,466,471</u>	<u>\$ 1,466,471</u>	<u>\$ 1,642,812</u>	<u>\$ 176,341</u>

See Independent Auditors' Report

## **Debt Service Funds**

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Debt service funds are used to account for the accumulation of resources and payment of bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

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### **Series 1999**

This fund is used to account for the debt service payments on the Capital Improvement Revenue Bonds, Series 1999. Funding is from non-ad valorem revenues

### **Series 2003A-2003B**

This fund is used to account for the debt service payments on the Capital Improvement Revenue Bonds, Series 2003A and Series 2003B. Funding is from non-ad valorem revenues

### **Stormwater 1997**

This fund is used to account for the debt service payments on the Stormwater Series 1997 Bonds. Funding is from non-ad valorem revenues

### **Series 1993 Refunding**

This fund is used to account for principal and interest payments associated with the Series 1993 Bonds. Funding is from non-ad valorem revenues.

### **Series 2005 Refunding**

This fund is used to account for principal and interest payments associated with the Series 2005 Bonds. Funding is from non-ad valorem revenues.

### **Series 1998B Refunding (Major Fund)**

This fund is used to account for the accumulation of resources and payment of principal and interest on the Series 1998B Bonds. The Series 1998B Bonds were issued by the County to refund the Series 1991 Bonds. Funding is from non-ad valorem revenues.

Leon County, Florida  
 Combining Balance Sheet  
 Nonmajor Debt Service Funds  
 September 30, 2006

	Series 1999	Series 2003A-2003B	Stormwater 1997	Series 1993 Refunding
<b>Assets:</b>				
Cash	\$ 166,640	\$ 16,881	\$ 6,227	\$ 93,737
Investments	-	-	-	1,531,942
Total Assets	<u>\$ 166,640</u>	<u>\$ 16,881</u>	<u>\$ 6,227</u>	<u>\$ 1,625,679</u>
<b>Liabilities and fund balances</b>				
Liabilities:				
Bonds payable	\$ -	\$ -	\$ -	\$ 1,624,728
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,624,728</u>
Fund balances:				
Unreserved	166,640	16,881	6,227	951
Total fund balances	<u>166,640</u>	<u>16,881</u>	<u>6,227</u>	<u>951</u>
Total liabilities and fund balances	<u>\$ 166,640</u>	<u>\$ 16,881</u>	<u>\$ 6,227</u>	<u>\$ 1,625,679</u>

\* For financial statement purposes, an immaterial balance of \$26 of cash is included in the Series 2005 Refunding Fund. This amount is offset by interest revenue in the Series 2005 Refunding Fund.

*See Independent Auditors' Report*

<b>Series 2005 Refunding*</b>	<b>Total Nonmajor Debt Service Funds</b>
\$ 125,268	\$ 408,753
-	1,531,942
<u>\$ 125,268</u>	<u>\$ 1,940,695</u>
<u>\$ -</u>	<u>\$ 1,624,728</u>
-	1,624,728
<u>125,268</u>	<u>315,967</u>
<u>125,268</u>	<u>315,967</u>
<u>\$ 125,268</u>	<u>\$ 1,940,695</u>

Leon County, Florida

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Debt Service Funds

Year Ended September 30, 2006

	Series 1999	Series 2003A-2003B	Stormwater 1997
<b>Revenues:</b>			
Interest	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures:</b>			
Debt Service:			
Principal retirement	270,000	-	310,000
Interest and fiscal charges	220,205	953,680	30,170
Other debt service costs	700	1,078	700
Total expenditures	<u>490,905</u>	<u>954,758</u>	<u>340,870</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(490,905)</u>	<u>(954,758)</u>	<u>(340,870)</u>
Other financing sources (uses):			
Transfers in	490,905	955,080	340,870
Total other financing sources (uses)	<u>490,905</u>	<u>955,080</u>	<u>340,870</u>
Net change in fund balance	-	322	-
Fund balances, October 1	<u>166,640</u>	<u>16,559</u>	<u>6,227</u>
Fund balances, September 30	<u>\$ 166,640</u>	<u>\$ 16,881</u>	<u>\$ 6,227</u>

See Independent Auditors' Report

<b>Series 1993 Refunding</b>	<b>Series 2005 Refunding</b>	<b>Total Nonmajor Debt Service Funds</b>
\$ -	\$ 26	\$ 26
<u>-</u>	<u>26</u>	<u>26</u>
1,540,000	200,000	2,320,000
169,455	2,352,175	3,725,685
-	539	3,017
<u>1,709,455</u>	<u>2,552,714</u>	<u>6,048,702</u>
<u>(1,709,455)</u>	<u>(2,552,688)</u>	<u>(6,048,676)</u>
<u>1,710,156</u>	<u>2,552,875</u>	<u>6,049,886</u>
<u>1,710,156</u>	<u>2,552,875</u>	<u>6,049,886</u>
701	187	1,210
<u>250</u>	<u>125,081</u>	<u>314,757</u>
<u>\$ 951</u>	<u>\$ 125,268</u>	<u>\$ 315,967</u>

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Debt Service Series 1999

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<b>Expenditures:</b>				
Debt Service				
Principal retirement	270,000	270,000	270,000	-
Interest and fiscal charges	220,905	220,905	220,905	-
Total expenditures	490,905	490,905	490,905	-
Excess (deficiency) of revenues over (under) expenditures	(490,905)	(490,905)	(490,905)	-
Other financing sources (uses):				
Transfers in	490,905	490,905	490,905	-
Total other financing sources (uses)	490,905	490,905	490,905	-
Net change in fund balance	-	-	-	-
Fund balances, October 1	166,640	166,640	166,640	-
Fund balances, September 30	\$ 166,640	\$ 166,640	\$ 166,640	\$ -

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Debt Service Series 2003A-2003B

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<b>Expenditures:</b>				
Debt Service				
Interest and fiscal charges	953,680	953,680	953,680	-
Other debt service costs	1,400	1,400	1,078	322
Total expenditures	955,080	955,080	954,758	322
Excess (deficiency) of revenues over (under) expenditures	(955,080)	(955,080)	(954,758)	322
Other financing sources (uses):				
Transfers in	955,080	955,080	955,080	-
Total other financing sources (uses)	955,080	955,080	955,080	-
Net change in fund balance	-	-	322	322
Fund balances, October 1	16,559	16,559	16,559	-
Fund balances, September 30	\$ 16,559	\$ 16,559	\$ 16,881	\$ 322

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Debt Service Stormwater 1997

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<b>Expenditures:</b>				
Debt Service				
Principal retirement	310,000	310,000	310,000	-
Interest and fiscal charges	30,870	30,870	30,870	-
Total expenditures	340,870	340,870	340,870	-
Excess (deficiency) of revenues over (under) expenditures	(340,870)	(340,870)	(340,870)	-
Other financing sources (uses):				
Transfers in	340,870	340,870	340,870	-
Total other financing sources (uses)	340,870	340,870	340,870	-
Net change in fund balance	-	-	-	-
Fund balances, October 1	6,227	6,227	6,227	-
Fund balances, September 30	\$ 6,227	\$ 6,227	\$ 6,227	\$ -

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Debt Service Series 1998B Refunding

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<b>Expenditures:</b>				
Debt Service				
Principal retirement	1,915,000	1,915,000	1,915,000	-
Interest and fiscal charges	966,439	966,439	965,738	701
Other debt service cost	-	-	700	(700)
Total expenditures	2,881,439	2,881,439	2,881,438	1
Excess (deficiency) of revenues over (under) expenditures	(2,881,439)	(2,881,439)	(2,881,438)	1
Other financing sources (uses):				
Transfers in	2,881,439	2,881,439	2,881,439	-
Total other financing sources (uses)	2,881,439	2,881,439	2,881,439	-
Net change in fund balance	-	-	1	1
Fund balances, October 1	56,011	56,011	56,011	-
Fund balances, September 30	\$ 56,011	\$ 56,011	\$ 56,012	\$ 1

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Debt Service Series 1993 Refunding

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<b>Expenditures:</b>				
Debt Service				
Principal retirement	1,540,000	1,540,000	1,540,000	-
Interest and fiscal charges	170,156	170,156	169,455	701
Total expenditures	1,710,156	1,710,156	1,709,455	701
Excess (deficiency) of revenues over (under) expenditures	(1,710,156)	(1,710,156)	(1,709,455)	701
Other financing sources (uses):				
Transfers in	1,710,156	1,710,156	1,710,156	-
Total other financing sources (uses)	1,710,156	1,710,156	1,710,156	-
Net change in fund balance	-	-	701	701
Fund balances, October 1	250	250	250	-
Fund balances, September 30	\$ 250	\$ 250	\$ 951	\$ -

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Debt Service Series 2005

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 26	\$ 26
Total revenues	-	-	-	-
<b>Expenditures:</b>				
Debt Service				
Principal retirement	200,000	200,000	200,000	-
Interest and fiscal charges	2,352,875	2,352,875	2,352,714	161
Total expenditures	2,552,875	2,552,875	2,552,714	161
Excess (deficiency) of revenues over (under) expenditures	(2,552,875)	(2,552,875)	(2,552,688)	187
Other financing sources (uses):				
Transfers in	2,552,875	2,552,875	2,552,875	-
Total other financing sources (uses)	2,552,875	2,552,875	2,552,875	-
Net change in fund balance	-	-	187	(187)
Fund balances, October 1	125,081	125,081	125,081	-
Fund balances, September 30	\$ 125,081	\$ 125,081	\$ 125,268	\$ (26)

See Independent Auditors' Report

# Capital Projects Funds

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Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

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## **Capital Improvements**

This fund is used to account for the acquisition or construction of major non-transportation related capital facilities and/or projects other than those financed by proprietary funds.

## **Gas Tax Capital Projects**

This fund is used to account for gas tax revenues transferred annually from the Transportation Special Revenue Fund to be used for transportation related capital projects.

## **Extended Local Option Sales Tax**

In November of 2000, county residents approved a referendum extending the imposition of the 1-cent local option sales tax beginning in fiscal year 2004 for 15 years. The funds will be used for various road, storm-water and park improvements. Internal borrowings have been utilized to advance fund certain projects.

## **Construction Series 2003A-2003B**

This fund is used to account for expenditures from the Series 2003A and 2003B Capital Improvement Revenue Bonds issued to finance the purchase, repair and renovation of the Bank of American building. Funds will also be used for improvements to the County's courthouse, parking garage and other capital projects.

## **1999 Bond Construction**

This fund is used to account for expenditures from the Series 1999 Capital Improvement Revenue Bonds issued to fund stormwater and lake projects.

## **Construction Series 2005**

This fund is used to account for expenditures from the Series 2005 Capital Improvement Revenue Bonds issued to fund the purchase of the Renaissance building and to construct two branch libraries.

## **Capital Projects Funds** (continued)

### **ESCO Fund**

This fund is used to account for expenditures from the 2005 Note Payable issued to install energy conservation measures for the following buildings: Leon County Jail, Sheriff Administration Building, Leon County Courthouse, Main Library, and the Courthouse Administration Building formerly known as the Bank of America Building.

### **Library and Parks**

This fund is used to account for expenditures from the Series 1998A Capital Improvement Revenue Bond issue for construction of branch libraries, park and recreation facilities and other capital improvement projects permitted by law.

### **Emergency Communications**

This fund is used to account for proceeds received in the 911 Emergency Communications Fund, which are to be used for capital projects related to the provision of 911 emergency services.

### **Moving Violation Surcharge**

This fund is dedicated solely for the purpose of supporting the County's radio communications program (800MHZ System). The fund is supported by the County's moving violation surcharge.

### **Impact Fee – County-wide**

This fund is used to account for the remaining road impact fees levied by the Leon County Board of County Commissioners. These fees were repealed in 1996.

### **Local Option Sales Tax (Major Fund)**

Fund balance at September 30, 2006 totaled \$40,245,880 as compared to \$46,355,728 for September 30, 2005. This was a decrease of \$6,109,848. This decrease can be attributed to the fact that the County will be receiving significantly less revenues in this area. The majority of these funds will now be given to Blueprint 2000. The fund balance in this fund will continue to experience a reduction because it will be receiving less revenue, while expending significant funds on various projects.

Leon County, Florida  
 Combining Balance Sheet  
 Nonmajor Capital Project Funds

September 30, 2006

	<b>Capital Improvement</b>	<b>Gas Tax - Capital Projects</b>	<b>Extended Local Option Sales Tax</b>	<b>Construction Series 2003A-2003B</b>
<b>Assets:</b>				
Cash	\$ 385,899	\$ 143,020	\$ 338,207	\$ 128,395
Investments	12,673,069	2,337,386	5,527,361	2,098,379
Receivable				
Accounts	78,135	-	-	-
Intergovernmental	93,215	-	294,156	-
Total assets	<u>\$ 13,230,318</u>	<u>\$ 2,480,406</u>	<u>\$ 6,159,724</u>	<u>\$ 2,226,774</u>
<b>Liabilities and fund balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 76,466	\$ 339,004	\$ 263,845	\$ 1,921
Deposits	60,000	-	-	-
Advances from other funds	436,138	-	650,000	-
Total liabilities	<u>572,604</u>	<u>339,004</u>	<u>913,845</u>	<u>1,921</u>
<b>Fund balances:</b>				
Reserved for encumbrances	703,430	11,081	-	-
Unreserved	11,954,284	2,130,321	5,245,879	2,224,853
Total fund balances	<u>12,657,714</u>	<u>2,141,402</u>	<u>5,245,879</u>	<u>2,224,853</u>
Total liabilities and fund balances	<u>\$ 13,230,318</u>	<u>\$ 2,480,406</u>	<u>\$ 6,159,724</u>	<u>\$ 2,226,774</u>

*See Independent Auditors' Report*

<b>1999 Bond Construction</b>	<b>Construction Series 2005</b>	<b>ESCO Capital</b>	<b>Library and Parks</b>
\$ 94,758	\$ 526,131	\$ 246,469	\$ -
1,548,647	8,598,605	4,028,073	-
-	-	-	-
-	-	-	-
<u>\$ 1,643,405</u>	<u>\$ 9,124,736</u>	<u>\$ 4,274,542</u>	<u>\$ -</u>
\$ 32	\$ 10,234	\$ -	\$ -
-	-	-	-
-	-	-	-
<u>32</u>	<u>10,234</u>	<u>-</u>	<u>-</u>
-	-	-	-
1,643,373	9,114,502	4,274,542	-
<u>1,643,373</u>	<u>9,114,502</u>	<u>4,274,542</u>	<u>-</u>
<u>\$ 1,643,405</u>	<u>\$ 9,124,736</u>	<u>\$ 4,274,542</u>	<u>\$ -</u>

Leon County, Florida  
 Combining Balance Sheet  
 Nonmajor Capital Project Funds

September 30, 2006

	<b>Emergency Communications</b>	<b>Moving Violation Surcharge</b>	<b>Impact Fee - Countywide</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>Assets:</b>				
Cash	\$ 711,483	\$ 106,780	\$ 1,411,952	\$ 4,093,094
Investments	-	1,066,131	2,609,330	40,486,981
Receivable				
Accounts	-	-	-	78,135
Intergovernmental	-	-	-	387,371
Total assets	<u>\$ 711,483</u>	<u>\$ 1,172,911</u>	<u>\$ 4,021,282</u>	<u>\$ 45,045,581</u>
<b>Liabilities and fund balances</b>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 44,674	\$ 736,176
Deposits	-	-	-	60,000
Advances from other funds	-	-	-	1,086,138
Total liabilities	<u>-</u>	<u>-</u>	<u>44,674</u>	<u>1,882,314</u>
Fund balances:				
Reserved for encumbrances	-	9,752	-	724,263
Unreserved	711,483	1,163,159	3,976,608	42,439,004
Total fund balances	<u>711,483</u>	<u>1,172,911</u>	<u>3,976,608</u>	<u>43,163,267</u>
Total liabilities and fund balances	<u>\$ 711,483</u>	<u>\$ 1,172,911</u>	<u>\$ 4,021,282</u>	<u>\$ 45,045,581</u>

*See Independent Auditors' Report*

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Leon County, Florida

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Capital Project Funds

Year Ended September 30, 2006

	<b>Capital Improvement</b>	<b>Gas Tax - Capital Projects</b>	<b>Extended Local Option Sales Tax</b>
<b>Revenues:</b>			
Taxes	\$ -	\$ -	\$ 3,904,382
Intergovernmental	564,422	-	-
Charges for services	24,570	-	5,790,574
Fines and forfeitures	-	-	-
Interest	461,906	108,866	359,833
Miscellaneous	553,497	24,688	-
Total revenues	<u>1,604,395</u>	<u>133,554</u>	<u>10,054,789</u>
<b>Expenditures:</b>			
General government	2,291,071	52,845	-
Public Safety	254,440	-	-
Physical environment	2,697,957	292,647	6,840,909
Transportation	425,445	1,370,030	296,508
Human services	399,588	-	-
Culture and recreation	1,203,667	-	226,695
Total expenditures	<u>7,272,168</u>	<u>1,715,522</u>	<u>7,364,112</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,667,773)</u>	<u>(1,581,968)</u>	<u>2,690,677</u>
<b>Other financing sources (uses):</b>			
Transfers in	9,048,041	1,846,235	-
Transfers out	-	-	(247,000)
Issuance of debt	-	-	-
Total other financing sources (uses)	<u>9,048,041</u>	<u>1,846,235</u>	<u>(247,000)</u>
Net change in fund balance	3,380,268	264,267	2,443,677
Fund balances, October 1	<u>9,277,447</u>	<u>1,877,135</u>	<u>2,802,202</u>
Fund balances, September 30	<u>\$ 12,657,715</u>	<u>\$ 2,141,402</u>	<u>\$ 5,245,879</u>

See Independent Auditors' Report

<b>Construction Series 2003A-2003B</b>	<b>1999 Bond Construction</b>	<b>Construction Series 2005</b>	<b>ESCO Capital</b>	<b>Library and Parks</b>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
128,851	89,620	522,833	185,404	5,780
-	-	-	-	-
<u>128,851</u>	<u>89,620</u>	<u>522,833</u>	<u>185,404</u>	<u>5,780</u>
2,994,743	209,933	2,257,266	377,100	21,469
-	-	-	-	-
-	261,867	4,306,517	-	-
-	135,101	-	-	-
-	15,414	-	-	-
-	260,086	-	-	97,659
<u>2,994,743</u>	<u>882,401</u>	<u>6,563,783</u>	<u>377,100</u>	<u>119,128</u>
<u>(2,865,892)</u>	<u>(792,781)</u>	<u>(6,040,950)</u>	<u>(191,696)</u>	<u>(113,348)</u>
-	-	-	-	-
-	-	-	-	(120,254)
-	-	-	4,466,238	-
-	-	-	4,466,238	(120,254)
(2,865,892)	(792,781)	(6,040,950)	4,274,542	(233,602)
<u>5,090,745</u>	<u>2,436,154</u>	<u>15,155,452</u>	<u>-</u>	<u>233,602</u>
<u>\$ 2,224,853</u>	<u>\$ 1,643,373</u>	<u>\$ 9,114,502</u>	<u>\$ 4,274,542</u>	<u>\$ -</u>

Leon County, Florida

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Capital Project Funds

Year Ended September 30, 2006

	Emergency Communications	Moving Violation Surcharge	Impact Fees	Total Nonmajor Capital Projects Funds
<b>Revenues:</b>				
Charges for services	\$ -	\$ -	\$ -	\$ 3,904,382
Intergovernmental	-	-	-	564,422
Charges for services	-	-	-	5,815,144
Fines and forfeitures	-	483,570	-	483,570
Interest	33,333	42,595	171,947	2,110,968
Miscellaneous	-	-	-	578,185
Total revenues	<u>33,333</u>	<u>526,165</u>	<u>171,947</u>	<u>13,456,671</u>
<b>Expenditures:</b>				
General government	-	149,600	-	8,354,027
Public Safety	-	-	-	254,440
Physical environment	-	-	-	14,399,897
Transportation	-	-	263,582	2,490,666
Human services	-	-	-	415,002
Culture and recreation	-	-	-	1,788,107
Total expenditures	<u>-</u>	<u>149,600</u>	<u>263,582</u>	<u>27,702,139</u>
Excess (deficiency) of revenues over (under) expenditures	<u>33,333</u>	<u>376,565</u>	<u>(91,635)</u>	<u>(14,245,468)</u>
Other financing sources (uses):				
Transfers in	-	-	-	10,894,276
Transfers out	(460,844)	-	-	(828,098)
Issuance of debt	-	-	-	4,466,238
Total other financing sources (uses)	<u>(460,844)</u>	<u>-</u>	<u>-</u>	<u>14,532,416</u>
Net change in fund balance	(427,511)	376,565	(91,635)	286,948
Fund balances, October 1	<u>1,138,994</u>	<u>796,346</u>	<u>4,068,243</u>	<u>42,876,320</u>
Fund balances, September 30	<u>\$ 711,483</u>	<u>\$ 1,172,911</u>	<u>\$ 3,976,608</u>	<u>\$ 43,163,268</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Capital Improvement Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 564,422	\$ 564,422
Charges for services	-	-	24,570	24,570
Interest	-	-	461,906	461,906
Miscellaneous	109,060	119,060	553,497	434,437
Total revenues	<u>109,060</u>	<u>119,060</u>	<u>1,604,395</u>	<u>1,485,335</u>
<b>Expenditures:</b>				
General government	2,967,880	4,352,865	2,291,071	2,061,794
Public safety	1,150,000	1,400,000	254,440	1,145,560
Physical environment	2,731,646	3,834,839	2,697,957	1,136,882
Transportation	180,950	1,967,908	425,445	1,542,463
Human services	297,000	650,736	399,588	251,148
Culture and recreation	1,646,881	7,256,278	1,203,667	6,052,611
Total expenditures	<u>8,974,357</u>	<u>19,462,626</u>	<u>7,272,168</u>	<u>12,190,458</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,865,297)</u>	<u>(19,343,566)</u>	<u>(5,667,773)</u>	<u>13,675,793</u>
Other financing sources (uses):				
Transfers in	8,865,297	8,927,787	9,048,041	120,254
Issuance of debt	-	1,419,482	-	(1,419,482)
Total other financing sources (uses)	<u>8,865,297</u>	<u>10,347,269</u>	<u>9,048,041</u>	<u>(1,299,228)</u>
Net change in fund balance	-	(8,996,297)	3,380,268	12,376,565
Fund balances, October 1	<u>9,277,447</u>	<u>9,277,447</u>	<u>9,277,447</u>	-
Fund balances, September 30	<u>\$ 9,277,447</u>	<u>\$ 281,150</u>	<u>\$ 12,657,715</u>	<u>\$ 12,376,565</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Gas Tax Capital Projects Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 108,866	\$ 108,866
Miscellaneous	104,500	104,500	24,688	(79,812)
Total revenues	<u>104,500</u>	<u>104,500</u>	<u>133,554</u>	<u>29,054</u>
<b>Expenditures:</b>				
General government	55,000	73,887	52,845	21,042
Physical environment	50,000	790,065	292,647	497,418
Transportation	1,360,735	2,912,740	1,370,030	1,542,710
Total expenditures	<u>1,465,735</u>	<u>3,776,692</u>	<u>1,715,522</u>	<u>2,061,170</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,361,235)</u>	<u>(3,672,192)</u>	<u>(1,581,968)</u>	<u>2,090,224</u>
Other financing sources (uses):				
Transfers in	1,846,235	1,846,235	1,846,235	-
Total other financing sources (uses)	<u>1,846,235</u>	<u>1,846,235</u>	<u>1,846,235</u>	<u>-</u>
Net change in fund balance	485,000	(1,825,957)	264,267	2,090,224
Fund balances, October 1	<u>1,877,135</u>	<u>1,877,135</u>	<u>1,877,135</u>	<u>-</u>
Fund balances, September 30	<u>\$ 2,362,135</u>	<u>\$ 51,178</u>	<u>\$ 2,141,402</u>	<u>\$ 2,090,224</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Local Option Sales Tax Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 3,785,291	\$ 3,785,291	\$ 17,560,273	\$ 13,774,982
Interest	902,500	902,500	2,424,548	1,522,048
Total revenues	<u>4,687,791</u>	<u>4,687,791</u>	<u>19,984,821</u>	<u>15,297,030</u>
<b>Expenditures:</b>				
Public safety	442,200	1,439,272	303,961	1,135,311
Physical environment	250,000	250,000	1,836	248,164
Transportation	3,978,567	42,449,583	25,788,872	16,660,711
Total expenditures	<u>4,670,767</u>	<u>44,138,855</u>	<u>26,094,669</u>	<u>18,044,186</u>
Excess (deficiency) of revenues over (under) expenditures	<u>17,024</u>	<u>(39,451,064)</u>	<u>(6,109,848)</u>	<u>33,341,216</u>
Other financing sources (uses):				
Transfer in	<u>1,775,000</u>	-	-	-
Total other financing sources (uses)	<u>1,775,000</u>	-	-	-
Net change in fund balance	1,792,024	(39,451,064)	(6,109,848)	33,341,216
Fund balances, October 1	46,355,728	46,355,728	46,355,728	-
Fund balances, September 30	<u>\$ 48,147,752</u>	<u>\$ 6,904,664</u>	<u>\$ 40,245,880</u>	<u>\$ 33,341,216</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Extended Local Option Sales Tax Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 3,362,000	\$ 3,362,000	\$ 3,904,382	\$ 542,382
Charges for services	7,560,000	13,565,462	5,790,574	(7,774,888)
Interest	-	-	359,833	359,833
Total revenues	<u>10,922,000</u>	<u>16,927,462</u>	<u>10,054,789</u>	<u>(6,872,673)</u>
<b>Expenditures:</b>				
Physical environment	7,897,000	15,491,554	6,840,909	8,650,645
Transportation	600,000	1,100,000	296,508	803,492
Culture and recreation	650,000	4,520,118	226,695	4,293,423
Total expenditures	<u>9,147,000</u>	<u>21,111,672</u>	<u>7,364,112</u>	<u>13,747,560</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,775,000</u>	<u>(4,184,210)</u>	<u>2,690,677</u>	<u>6,874,887</u>
Other financing sources (uses):				
Transfer out	<u>(1,775,000)</u>	<u>(247,000)</u>	<u>(247,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,775,000)</u>	<u>(247,000)</u>	<u>(247,000)</u>	<u>-</u>
Net change in fund balance	-	(4,431,210)	2,443,677	6,874,887
Fund balances, October 1	2,802,202	2,802,202	2,802,202	-
Fund balances, September 30	<u>\$ 2,802,202</u>	<u>\$ (1,629,008)</u>	<u>\$ 5,245,879</u>	<u>\$ 6,874,887</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Construction Series 2003A-2003B

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 128,851	\$ 128,851
Total revenues	-	-	128,851	128,851
<b>Expenditures:</b>				
General government	-	4,927,854	2,994,743	1,933,111
Total expenditures	-	4,927,854	2,994,743	1,933,111
Excess (deficiency) of revenues over (under) expenditures	-	(4,927,854)	(2,865,892)	2,061,962
Fund balances, October 1	5,090,745	5,090,745	5,090,745	-
Fund balances, September 30	\$ 5,090,745	\$ 162,891	\$ 2,224,853	\$ 2,061,962

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
1999 Bond Construction Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 89,620	\$ 89,620
Total revenues	-	-	89,620	89,620
<b>Expenditures:</b>				
General government	622,578	885,131	209,933	675,198
Physical environment	-	468,689	261,867	206,822
Transportation	-	381,640	135,101	246,539
Human Services	300,000	300,000	15,414	284,586
Culture and recreation	-	408,768	260,086	148,682
Total expenditures	922,578	2,444,228	882,401	1,561,827
Excess (deficiency) of revenues over (under) expenditures	(922,578)	(2,444,228)	(792,781)	1,651,447
Fund balances, October 1	2,436,154	2,436,154	2,436,154	-
Fund balances, September 30	\$ 1,513,576	\$ (8,074)	\$ 1,643,373	\$ 1,651,447

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Construction Series 2005

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 522,833	\$ 522,833
Total revenues	-	-	522,833	522,833
<b>Expenditures:</b>				
General government	-	6,100,000	2,257,266	3,842,734
Physical environment	-	6,500,000	4,306,517	2,193,483
Culture and recreation	-	2,400,000	-	2,400,000
Total expenditures	-	15,000,000	6,563,783	8,436,217
Excess (deficiency) of revenues over (under) expenditures	-	(15,000,000)	(6,040,950)	8,959,050
Fund balances, October 1	15,155,452	15,155,452	15,155,452	-
Fund balances, September 30	\$ 15,155,452	\$ 155,452	\$ 9,114,502	\$ 8,959,050

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
ESCO Capital

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 185,404	\$ 185,404
Total revenues	-	-	185,404	185,404
<b>Expenditures:</b>				
General government	-	4,476,238	377,100	4,099,138
Total expenditures	-	4,476,238	377,100	4,099,138
Excess (deficiency) of revenues over (under) expenditures	-	(4,476,238)	(191,696)	4,284,542
Other financing sources (uses):				
Issuance of debt	-	4,476,238	4,466,238	(10,000)
Total other financing sources (uses)	-	4,476,238	4,466,238	(10,000)
Net change in fund balance	-	-	4,274,542	4,274,542
Fund balances, October 1	-	-	-	-
Fund balances, September 30	\$ -	\$ -	\$ 4,274,542	\$ 4,274,542

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Library and Parks Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 5,780	\$ 5,780
Total revenues	-	-	5,780	5,780
<b>Expenditures:</b>				
General government	\$ -	\$ 21,468	\$ 21,469	\$ (1)
Culture and recreation	-	178,189	97,659	80,530
Total expenditures	-	199,657	119,128	80,529
Excess (deficiency) of revenues over (under) expenditures	-	(199,657)	(113,348)	86,309
Other financing sources (uses):				
Transfer out	-	-	(120,254)	(120,254)
Total other financing sources (uses)	-	-	(120,254)	(120,254)
Net change in fund balance	-	(199,657)	(233,602)	(33,945)
Fund balances, October 1	233,602	233,602	233,602	-
Fund balances, September 30	\$ 233,602	\$ 33,945	\$ -	\$ (33,945)

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Emergency Communications Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ 25,130	\$ 25,130	\$ 33,333	\$ 8,203
Total revenues	<u>25,130</u>	<u>25,130</u>	<u>33,333</u>	<u>8,203</u>
Other financing sources (uses):				
Transfers in	-	465,786	-	(465,786)
Transfers out	-	(460,844)	(460,844)	-
Total other financing sources (uses)	<u>-</u>	<u>4,942</u>	<u>(460,844)</u>	<u>(465,786)</u>
Net change in fund balance	25,130	30,072	(427,511)	(457,583)
Fund balances, October 1	<u>1,138,994</u>	<u>1,138,994</u>	<u>1,138,994</u>	<u>-</u>
Fund balances, September 30	<u>\$ 1,164,124</u>	<u>\$ 1,169,066</u>	<u>\$ 711,483</u>	<u>\$ (457,583)</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Moving Violation Surcharge

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Fines and forfeitures	\$ 395,394	\$ 395,394	\$ 483,570	\$ 88,176
Interest	-	-	42,595	42,595
Total revenues	<u>395,394</u>	<u>395,394</u>	<u>526,165</u>	<u>130,771</u>
<b>Expenditures:</b>				
General government	<u>395,394</u>	<u>395,394</u>	<u>149,600</u>	<u>245,794</u>
Total expenditures	<u>395,394</u>	<u>395,394</u>	<u>149,600</u>	<u>245,794</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>376,565</u>	<u>376,565</u>
Fund balances, October 1	<u>796,346</u>	<u>796,346</u>	<u>796,346</u>	<u>-</u>
Fund balances, September 30	<u>\$ 796,346</u>	<u>\$ 796,346</u>	<u>\$ 1,172,911</u>	<u>\$ 376,565</u>

See Independent Auditors' Report

Leon County, Florida

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
Impact Fees Fund

Year Ended September 30, 2006

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest	\$ -	\$ -	\$ 171,947	\$ 171,947
Total revenues	-	-	171,947	171,947
<b>Expenditures:</b>				
Transportation	-	3,989,872	263,582	3,726,290
Total expenditures	-	3,989,872	263,582	3,726,290
Excess (deficiency) of revenues over (under) expenditures	-	(3,989,872)	(91,635)	3,898,237
Fund balances, October 1	4,068,243	4,068,243	4,068,243	-
Fund balances, September 30	<u>\$ 4,068,243</u>	<u>\$ 78,371</u>	<u>\$ 3,976,608</u>	<u>\$ 3,898,237</u>

See Independent Auditors' Report

## **Enterprise Funds**

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Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises—where the intent of the County Commission is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the County Commission has decided that periodic determination of net income is appropriate for accountability purposes.

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### **Amtrak Depot**

This fund is used to account for the rental income and expenditures related to the operation and maintenance of the Amtrak Depot.

## **Internal Service Funds**

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Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

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### **Insurance Service Fund**

This fund is used to account for the assessed premiums, claims and administration of the County's risk management department related to auto and property liability, workers' compensation, and other types of insurance.

### **Communication Trust Fund**

This fund is used to account for the costs of operating the County's telephone system. Charges are allocated to County departments and agencies on a monthly basis.

### **Motor Pool Fund**

This fund is used to account for the costs of operation, repair and maintenance of County owned vehicles and heavy equipment. Departments and outside agencies are billed for fuel, parts and labor on a monthly basis.

Leon County, Florida  
 Combining Statement of Net Assets  
 Internal Service Funds  
 September 30, 2006

	Insurance Service Fund	Communications Trust Fund	Motor Pool Fund	Total Internal Service Funds
<b>Assets:</b>				
Cash	\$ 367,659	\$ 3,006	\$ 17,856	\$ 388,521
Investments	6,008,695	-	-	6,008,695
Cash with fiscal agent	25,047	-	-	25,047
Receivables				
Accounts	36,563	-	53,384	89,947
Intergovernmental	-	73,239	-	73,239
Inventory	-	-	47,949	47,949
Total Assets	<u>\$ 6,437,964</u>	<u>\$ 76,245</u>	<u>\$ 119,189</u>	<u>\$ 6,633,398</u>
<b>Liabilities:</b>				
Accounts payable	\$ 89,479	\$ 25,349	\$ 96,189	\$ 211,017
Accrued expenses	2,588	-	15,974	18,562
Due to other funds	-	30,896	20,482	51,378
Advances from other funds	-	20,000	-	20,000
Other current liabilities	2,777,000	-	-	2,777,000
Total Liabilities	<u>2,869,067</u>	<u>76,245</u>	<u>132,645</u>	<u>3,077,957</u>
<b>Net assets:</b>				
Unrestricted	3,568,897	-	(13,456)	3,555,441
Total Net Assets	<u>3,568,897</u>	<u>-</u>	<u>(13,456)</u>	<u>3,555,441</u>
Total liabilities and net assets	<u>\$ 6,437,964</u>	<u>\$ 76,245</u>	<u>\$ 119,189</u>	<u>\$ 6,633,398</u>

See Independent Auditors' Report

Leon County, Florida

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Internal Service Funds

For the fiscal year ended September 30, 2006

	Insurance Service Fund	Communications Trust Fund	Motor Pool Fund	Total Internal Service Funds
<b>Operating revenues:</b>				
Charges for services	\$ 4,592,451	\$ 319,523	\$ 2,478,838	\$ 7,390,812
Total revenues	<u>4,592,451</u>	<u>319,523</u>	<u>2,478,838</u>	<u>7,390,812</u>
<b>Operating expenses:</b>				
Personnel services	116,385	-	534,316	650,701
Contractual services	89,181	-	15,234	104,415
Supplies	2,724	-	1,240,386	1,243,110
Communications services	862	317,362	1,628	319,852
Insurance	3,002,923	-	22,350	3,025,273
Utility services	-	-	13,699	13,699
Other services and charges	234,756	-	643,830	878,586
Total expenses	<u>3,446,831</u>	<u>317,362</u>	<u>2,471,443</u>	<u>6,235,636</u>
Operating income (loss)	<u>1,145,620</u>	<u>2,161</u>	<u>7,395</u>	<u>1,155,176</u>
<b>Nonoperating revenues (expenses):</b>				
Interest revenue	253,773	-	-	253,773
Total nonoperating revenues	<u>253,773</u>	<u>-</u>	<u>-</u>	<u>253,773</u>
Change in net assets	1,399,393	2,161	7,395	1,408,949
<b>Net assets, October 1</b>	<u>2,169,504</u>	<u>(2,161)</u>	<u>(20,851)</u>	<u>2,146,492</u>
<b>Net assets, September 30</b>	<u>\$ 3,568,897</u>	<u>\$ -</u>	<u>\$ (13,456)</u>	<u>\$ 3,555,441</u>

See Independent Auditors' Report

Leon County, Florida  
Combining Statement of Cash Flows  
Internal Service Funds

Year Ended September 30, 2006

	<b>Insurance Service Fund</b>	<b>Communications Trust Fund</b>	<b>Motor Pool Fund</b>	<b>Total Internal Service Funds</b>
<b>Cash flows from operating activities:</b>				
Receipts from customers	\$ 1,507,478	\$ 290,353	\$ 303,439	\$ 2,101,270
Receipts from interfund services	3,048,410	-	2,149,780	5,198,190
Payments to suppliers	(2,603,370)	(293,520)	(1,886,896)	(4,783,786)
Payments to employees	(116,256)	-	(528,912)	(645,168)
Claims paid	(1,003,068)	-	-	(1,003,068)
Payments for interfund services	-	-	(22,350)	(22,350)
Net cash provided by operating activities	<u>833,194</u>	<u>(3,167)</u>	<u>15,061</u>	<u>845,088</u>
<b>Cash flows from noncapital financing activities:</b>				
Increase in due to other funds	-	6,173	20,482	26,655
Transfers to other funds	-	-	(17,687)	(17,687)
Net cash provided by (used in) noncapital financing activities	<u>-</u>	<u>6,173</u>	<u>2,795</u>	<u>8,968</u>
<b>Cash flows from investing activities</b>				
Proceeds from sales and maturities of investments	4,928,282	-	-	4,928,282
Purchase of investments	(6,008,695)	-	-	(6,008,695)
Interest and dividends received	253,773	-	-	253,773
Net cash provided by (used in) investing activities	<u>(826,640)</u>	<u>-</u>	<u>-</u>	<u>(826,640)</u>
Net increase (decrease) in cash	6,554	3,006	17,856	27,416
Cash and equivalents, October 1	<u>386,152</u>	<u>-</u>	<u>-</u>	<u>386,152</u>
Cash and equivalents, September 30	<u>\$ 392,706</u>	<u>\$ 3,006</u>	<u>\$ 17,856</u>	<u>\$ 413,568</u>

See Independent Auditors' Report

Leon County, Florida  
Combining Statement of Cash Flows  
Internal Service Funds  
Year Ended September 30, 2006

	<b>Insurance Service Fund</b>	<b>Communications Trust Fund</b>	<b>Motor Pool Fund</b>	<b>Total Internal Service Funds</b>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ 1,145,620	\$ 2,161	\$ 7,395	\$ 1,155,176
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Change in assets and liabilities:				
Receivables	(36,563)	(29,169)	(25,620)	(91,352)
Accounts payable	61,008	23,841	28,656	113,505
Accrued expenses	129	-	4,630	4,759
Other current liabilities	(337,000)	-	-	(337,000)
Net cash provided (used) by operating activities	<u>\$ 833,194</u>	<u>\$ (3,167)</u>	<u>\$ 15,061</u>	<u>\$ 845,088</u>

*See Independent Auditors' Report*

# Trust and Agency Funds

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Trust funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

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## **BOCC - Employee Benefits Fund**

This fund is used to account for the receipt and disbursement of amounts withheld from employees' wages such as payroll taxes and health insurance that are remitted to other agencies or governments.

## **Clerk – General Agency Funds**

These funds are used to account for funds received and held by the Clerk of Courts in a fiduciary capacity.

## **Sheriff – General Agency Funds**

These funds are used to account for funds received and held by the Leon County Sheriff in a fiduciary capacity.

## **Tax Collector – Taxes and Licenses Fund**

This fund is used to account for the receipt and disbursement of ad valorem taxes on real and personal property and non-ad valorem assessments. This fund also accounts for the receipt and disbursement of various licenses and registrations on behalf of Leon County and various state agencies.

Leon County, Florida

Combining Statement of Fiduciary Assets and Liabilities  
Agency Funds

September 30, 2006

	<b>BOCC Employee Benefits Fund</b>	<b>Clerk General Agency Funds</b>	<b>Sheriff General Agency Funds</b>	<b>Tax Collector Taxes &amp; Licenses Fund</b>	<b>Total</b>
<b>Assets:</b>					
Cash	\$ 43,363	\$ 9,321,571	\$ 63,048	\$ 1,356,547	\$ 10,784,529
Cash with fiscal agent	120,000	-	-	-	120,000
Investments	-	525,281	-	1,381,473	1,906,754
Receivables					
Accounts	514,722	915	335	60,840	576,812
Intergovernmental	-	-	3,371	-	3,371
Total assets	<u>\$ 678,085</u>	<u>\$ 9,847,767</u>	<u>\$ 66,754</u>	<u>\$ 2,798,860</u>	<u>\$ 13,391,466</u>
<b>Liabilities:</b>					
Accounts payable	\$ 678,085	\$ 38,409	\$ 18,283	\$ 597,963	\$ 1,332,740
Due to other governments	-	1,462,535	1,717	656,026	2,120,278
Deposits	-	8,346,823	46,754	-	8,393,577
Installment tax deposits	-	-	-	1,544,871	1,544,871
Total liabilities	<u>\$ 678,085</u>	<u>\$ 9,847,767</u>	<u>\$ 66,754</u>	<u>\$ 2,798,860</u>	<u>\$ 13,391,466</u>

See Independent Auditors' Report

Leon County, Florida  
Combining Statement Changes in Assets and Liabilities  
Fiduciary Funds

For the fiscal year ended September 30, 2006

	<b>Balance October 1, 2005</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance September 30, 2006</b>
<b>Board of County Commissioners:</b>				
<b>Assets:</b>				
Cash	\$ -	\$ 248,017,092	\$ 247,973,729	\$ 43,363
Cash with fiscal agent	120,000	-	-	120,000
Receivables				
Accounts	962,707	230,819,476	231,267,461	514,722
Total assets	<u>\$ 1,082,707</u>	<u>\$ 478,836,568</u>	<u>\$ 479,241,190</u>	<u>\$ 678,085</u>
<b>Liabilities:</b>				
Accounts payable	\$ 1,082,707	\$ 33,407,003	\$ 33,811,625	\$ 678,085
Due to other funds	-	54,640	54,640	-
Total liabilities	<u>\$ 1,082,707</u>	<u>\$ 33,461,643</u>	<u>\$ 33,866,265</u>	<u>\$ 678,085</u>
<b>Clerk of the Circuit Court:</b>				
<b>Assets:</b>				
Cash	\$ 7,880,782	\$ 108,986,198	\$ 107,545,409	\$ 9,321,571
Investments	524,647	22,766	22,132	525,281
Receivables				
Accounts	736	88,316	88,137	915
Due from other funds	-	21,546	21,546	-
Total assets	<u>\$ 8,406,165</u>	<u>\$ 109,118,826</u>	<u>\$ 107,677,224</u>	<u>\$ 9,847,767</u>
<b>Liabilities:</b>				
Accounts payable	\$ 35,023	\$ 38,489,464	\$ 38,486,078	\$ 38,409
Due to other funds	-	4,158,124	4,158,124	-
Due to other governments	901,517	41,711,088	41,150,070	1,462,535
Deposits	7,469,625	70,979,055	70,101,857	8,346,823
Total liabilities	<u>\$ 8,406,165</u>	<u>\$ 155,337,731</u>	<u>\$ 153,896,129</u>	<u>\$ 9,847,767</u>

See Independent Auditors' Report

Leon County, Florida

Combining Statement Changes in Assets and Liabilities  
Fiduciary Funds

For the fiscal year ended September 30, 2006

	<b>Balance October 1, 2005</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance September 30, 2006</b>
<b>Sheriff:</b>				
<b>Assets:</b>				
Cash	\$ 53,503	\$ 1,313,939	\$ 1,304,394	\$ 63,048
Receivables				
Accounts	-	787	452	335
Intergovernmental	4,224	3,370	4,223	3,371
Due from other funds	-	52,395	52,395	-
Total assets	<u>\$ 57,727</u>	<u>\$ 1,370,491</u>	<u>\$ 1,361,464</u>	<u>\$ 66,754</u>
<b>Liabilities:</b>				
Accounts payable	\$ 19,204	\$ 862,482	\$ 863,403	\$ 18,283
Due to other funds	-	1,290,794	1,290,794	-
Due to other governments	-	12,754	11,037	1,717
Deposits	38,523	1,339,869	1,331,638	46,754
Total liabilities	<u>\$ 57,727</u>	<u>\$ 3,505,899</u>	<u>\$ 3,496,872</u>	<u>\$ 66,754</u>
<b>Tax Collector:</b>				
<b>Assets:</b>				
Cash	\$ 371,485	\$ 180,675,313	\$ 179,690,251	\$ 1,356,547
Investments	1,890,573	105,774,127	106,283,227	1,381,473
Receivables				
Accounts	56,245	4,040,262	4,035,667	60,840
Total assets	<u>\$ 2,318,303</u>	<u>\$ 290,489,702</u>	<u>\$ 290,009,145</u>	<u>\$ 2,798,860</u>
<b>Liabilities:</b>				
Accounts payable	\$ 298,945	\$ 6,574,724	\$ 6,275,706	\$ 597,963
Due to other governments	590,835	182,588,299	182,523,108	656,026
Installment tax deposits	1,428,523	3,242,677	3,126,329	1,544,871
Total liabilities	<u>\$ 2,318,303</u>	<u>\$ 192,405,700</u>	<u>\$ 191,925,143</u>	<u>\$ 2,798,860</u>

See Independent Auditors' Report

Leon County, Florida  
Combining Statement Changes in Assets and Liabilities  
Fiduciary Funds

For the fiscal year ended September 30, 2006

	<b>Balance October 1, 2005</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance September 30, 2006</b>
<b>Total All Agency Funds:</b>				
<b>Assets:</b>				
Cash	\$ 8,305,770	\$ 538,992,542	\$ 536,513,783	\$ 10,784,529
Cash with fiscal agent	120,000	-	-	120,000
Investments	2,415,220	105,796,893	106,305,359	1,906,754
Receivables				
Accounts	1,019,688	234,948,841	235,391,717	576,812
Intergovernmental	4,224	3,370	4,223	3,371
Due from other funds	-	73,941	73,941	-
Total assets	<u>\$ 11,864,902</u>	<u>\$ 879,815,587</u>	<u>\$ 878,289,023</u>	<u>\$ 13,391,466</u>
<b>Liabilities:</b>				
Accounts payable	\$ 1,435,879	\$ 79,333,673	\$ 79,436,812	\$ 1,332,740
Due to other funds	-	5,503,558	5,503,558	-
Due to other governments	1,492,352	224,312,141	223,684,215	2,120,278
Deposits	7,508,148	72,318,924	71,433,495	8,393,577
Installment tax deposits	1,428,523	3,242,677	3,126,329	1,544,871
Total liabilities	<u>\$ 11,864,902</u>	<u>\$ 384,710,973</u>	<u>\$ 383,184,409</u>	<u>\$ 13,391,466</u>

See Independent Auditors' Report

# STATISTICAL SECTION

This part of the Leon County Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

## Table of Contents

### A. Financial Trends

*These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.*

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### B. Revenue Capacity

*These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.*

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### C. Debt Capacity

*These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the County's ability to issue additional debt in the future.*

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### D. Demographic and Economic Information

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.*

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### E. Operating Information

*These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.*

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Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The County implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

- Notes:
1. Leon County does not have any General Bonded Debt; therefore Schedule 10 - Ratios of General Bonded Debt Outstanding is not applicable and has not been included in this report.
  2. Neither Leon County Board of County Commissioners nor the Florida Statutes provide for a limit on the amounts of ad valorem taxes Leon County may levy for voted bonds. Therefore, Schedule 12 - Legal Debt Margin Information is not applicable and has not been included in this report.

**Leon County, Florida**

Net Assets by Component  
Last Five Fiscal Years  
(accrual basis of accounting)

**Schedule 1**

	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
<b>Governmental Activities</b>					
Invested in Capital Assets, Net of Related Debt Unrestricted	\$ 220,600,159 81,342,944	\$ 231,074,735 75,778,415	\$ 235,117,858 80,167,461	\$ 240,263,882 93,971,218	\$ 277,680,662 96,973,862
<b>Total Governmental Activities Net Assets</b>	<u>\$ 301,943,103</u>	<u>\$ 306,853,150</u>	<u>\$ 315,285,319</u>	<u>\$ 334,235,100</u>	<u>\$ 374,654,524</u>
<b>Business-Type Activities</b>					
Invested in Capital Assets, Net of Related Debt Unrestricted	\$ 10,240,991 9,688,300	\$ 12,369,261 8,105,521	\$ 12,150,063 7,473,899	\$ 12,528,922 6,385,219	\$ 14,322,918 4,451,980
<b>Total Business-Type Activities Net Assets</b>	<u>\$ 19,929,291</u>	<u>\$ 20,474,782</u>	<u>\$ 19,623,962</u>	<u>\$ 18,914,141</u>	<u>\$ 18,774,898</u>
<b>Primary Government</b>					
Invested in Capital Assets, Net of Related Debt Unrestricted	\$ 230,841,150 91,031,244	\$ 243,443,996 83,883,936	\$ 247,267,921 87,641,360	\$ 252,792,804 100,356,437	\$ 292,003,580 101,425,842
<b>Total Primary Government Net Assets</b>	<u>\$ 321,872,394</u>	<u>\$ 327,327,932</u>	<u>\$ 334,909,281</u>	<u>\$ 353,149,241</u>	<u>\$ 393,429,422</u>

**Leon County, Florida**  
**Changes in Net Assets**  
**Last Five Fiscal Years**  
**(accrual basis of accounting)**

**Schedule 2**

	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
<b>Expenses</b>					
<b>Governmental Activities</b>					
General Government	\$ 33,694,472	\$ 36,447,699	\$ 36,720,050	\$ 36,097,478	\$ 38,897,033
Public Safety	50,478,262	49,917,476	65,116,255	72,262,307	75,470,315
Physical Environment	10,517,942	9,085,961	10,564,723	10,897,884	17,561,734
Transportation	30,108,398	36,771,592	20,449,804	20,862,005	16,732,781
Economic Environment	2,723,608	3,108,455	3,878,773	4,812,751	5,943,365
Human Services	7,362,247	8,304,960	8,656,713	10,694,110	9,090,964
Culture and Recreation	8,215,894	9,483,784	10,332,395	11,236,154	11,885,141
Judicial	8,597,038	8,900,304	9,932,701	7,081,894	9,613,098
Interest on Long-Term Debt	4,414,353	4,486,810	4,725,347	4,580,634	4,832,853
<b>Total Governmental Activities Expenses</b>	<b>\$ 156,112,214</b>	<b>\$ 166,507,041</b>	<b>\$ 170,376,761</b>	<b>\$ 178,525,217</b>	<b>\$ 190,027,284</b>
<b>Business-Type Activities</b>					
Landfill	\$ 5,682,967	\$ 7,153,018	\$ 9,175,963	\$ 9,626,653	\$ 10,821,343
Amtrak Station	-	-	-	-	-
<b>Total Business-Type Activities Net Assets</b>	<b>5,682,967</b>	<b>7,153,018</b>	<b>9,175,963</b>	<b>9,626,653</b>	<b>10,821,343</b>
<b>Total Primary Government Expenses</b>	<b>\$ 161,795,181</b>	<b>\$ 173,660,059</b>	<b>\$ 179,552,724</b>	<b>\$ 188,151,870</b>	<b>\$ 200,848,627</b>
<b>Program Revenues</b>					
<b>Governmental Activities:</b>					
Charges for Services:					
General Government	\$ 5,439,646	\$ 6,149,012	\$ 6,093,519	\$ 6,611,790	\$ 8,464,786
Public Safety	3,950,228	3,937,690	7,241,632	10,396,710	11,004,878
Physical Environment	1,121,479	1,769,123	1,877,278	4,271,913	8,188,522
Transportation	2,046,612	11,151,159	308,139	2,279,353	17,848,320
Economic Development	566,186	577,606	727,204	1,281,385	964,916
Human Services	-	-	-	2,400	24,570
Culture and Recreation	221,620	240,806	254,030	261,710	254,434
Judicial	6,139,769	5,776,049	6,531,159	9,469,588	8,648,448
Operating Grants and Contributions	6,488,948	6,852,146	7,075,359	12,668,389	6,676,006
Capital Grants and Contributions	-	340,549	878,803	367,592	1,593,325
<b>Total Governmental Activities Program Revenues</b>	<b>25,974,488</b>	<b>36,794,140</b>	<b>30,987,123</b>	<b>47,610,830</b>	<b>63,668,205</b>
<b>Business-Type Activities:</b>					
Charges for Services:					
Landfill	5,939,590	6,135,581	664,197	6,508,671	7,696,181
Amtrak Station	-	-	1,314	-	-
Operational Grants and Contributions	-	-	-	225,699	-
Capital Grants and Contributions	-	-	-	-	-
<b>Total Business-Type Activities Program Revenues</b>	<b>5,939,590</b>	<b>6,135,581</b>	<b>665,511</b>	<b>6,734,370</b>	<b>7,696,181</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 31,914,078</b>	<b>\$ 42,929,721</b>	<b>\$ 31,652,634</b>	<b>\$ 54,345,200</b>	<b>\$ 71,364,386</b>

**Leon County, Florida**  
Changes in Net Assets  
Last Five Fiscal Years  
(accrual basis of accounting)

Schedule 2 - Continued

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Net (Expense)/Revenue</b>					
Governmental Activities	\$ (130,137,727)	\$ (129,712,901)	\$ (139,389,638)	\$ (130,914,387)	\$ (126,359,079)
Business-Type Activities	256,623	(1,017,437)	(2,510,452)	(2,892,283)	(3,125,162)
<b>Total Primary Government Net Expense</b>	<u>\$ (129,881,104)</u>	<u>\$ (130,730,338)</u>	<u>\$ (141,900,090)</u>	<u>\$ (133,806,670)</u>	<u>\$ (129,484,241)</u>
<b>General Revenue and Other Changes in Net Assets</b>					
Governmental Activities:					
Property Taxes	\$ 76,428,534	\$ 81,051,663	\$ 88,053,924	\$ 98,077,572	\$ 110,614,520
Local Option Taxes	18,741,874	14,829,429	18,668,921	11,129,689	7,212,654
Franchise Taxes	635,636	412,351	373,401	202,983	241,599
Communications Services Taxes	763,511	977,213	2,498,410	3,501,415	3,812,706
Motor Fuel Taxes	842,017	1,255,292	1,278,517	4,849,714	4,998,016
Local Option Fuel Taxes	3,274,360	3,280,243	3,345,192	-	-
Utility Services Taxes	-	-	4,605,283	4,583,162	5,033,986
Other Taxes	680,526	706,187	737,090	-	-
State Shared Revenues	19,310,220	19,944,493	21,332,668	17,219,083	22,308,194
Investment Earnings	4,796,827	3,075,113	2,398,476	4,594,743	9,547,221
Miscellaneous Revenues	5,884,040	3,424,778	4,762,835	6,080,784	3,504,402
Transfers	80,271	22,955	(232,910)	(374,977)	(494,795)
	<u>131,630,323</u>	<u>134,622,948</u>	<u>147,821,807</u>	<u>149,864,168</u>	<u>166,778,503</u>
Total Governmental Activities					
Other Taxes	1,209,916	1,225,533	1,244,679	1,252,227	1,288,132
Business- Investment Earnings	920,696	345,199	182,043	555,258	799,081
Miscellaneous Revenues	-	15,151	-	-	403,911
Transfers	(35,852)	(22,955)	232,910	374,977	494,795
Total Business-Type Activities	<u>2,138,892</u>	<u>1,562,928</u>	<u>1,659,632</u>	<u>2,182,462</u>	<u>2,985,919</u>
<b>Total Primary Government</b>	<u>\$ 133,769,215</u>	<u>\$ 136,185,876</u>	<u>\$ 149,481,439</u>	<u>\$ 152,046,630</u>	<u>\$ 169,764,422</u>
<b>Change in Net Assets</b>					
Governmental Activities	\$ 1,492,596	\$ 4,910,047	\$ 8,432,169	\$ 18,949,781	\$ 40,419,424
Business-Type Activities	2,395,515	545,491	(850,820)	(709,821)	(139,243)
<b>Total Primary Government Change in Net Assets</b>	<u>\$ 3,888,111</u>	<u>\$ 5,455,538</u>	<u>\$ 7,581,349</u>	<u>\$ 18,239,960</u>	<u>\$ 40,280,181</u>

**Leon County, Florida**  
Fund Balances, Governmental Funds  
Last Five Fiscal Years  
(modified accrual basis of accounting)

**Schedule 3**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Fund					
Reserved	\$ 141,206	\$ 116,292	\$ 20,000	\$ 20,000	\$ 20,000
Unreserved	<u>16,905,795</u>	<u>18,756,843</u>	<u>19,834,240</u>	<u>25,353,477</u>	<u>31,561,250</u>
Total General Fund	<u>\$ 17,047,001</u>	<u>\$ 18,873,135</u>	<u>\$ 19,854,240</u>	<u>\$ 25,373,477</u>	<u>\$ 31,581,250</u>
All Other Governmental Funds					
Reserved	\$ 2,047,663	\$ 3,700,446	\$ 7,460,160	\$ 4,849,182	\$ 3,937,185
Unreserved, reported in:					
Special Revenue Funds	16,905,510	19,489,756	23,511,440	32,379,697	42,435,093
Debt Service Funds	1,397,697	1,386,761	163,850	370,768	371,979
Capital Projects Funds	<u>82,667,918</u>	<u>76,597,565</u>	<u>69,854,031</u>	<u>86,334,851</u>	<u>81,598,746</u>
Total All Other Governmental Funds	<u>\$ 103,018,788</u>	<u>\$ 101,174,528</u>	<u>\$ 100,989,481</u>	<u>\$ 123,934,498</u>	<u>\$ 128,343,003</u>
Total Governmental Funds	<u>\$ 120,065,789</u>	<u>\$ 120,047,663</u>	<u>\$ 120,843,721</u>	<u>\$ 149,307,975</u>	<u>\$ 159,924,253</u>

**Leon County, Florida**  
 Changes in Fund Balances, Governmental Funds  
 Last Five Fiscal Years  
 (modified accrual basis of accounting)

**Schedule 4**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Revenue</b>					
Taxes	\$ 101,613,025	\$ 108,155,609	\$ 119,560,738	\$ 122,344,535	\$ 131,913,482
Licenses and permits	2,153,872	2,801,794	2,909,283	3,039,082	3,420,929
Intergovernmental	25,799,167	27,096,639	28,749,578	29,887,472	30,577,525
Charges for services	16,932,535	27,049,959	20,857,272	31,992,852	55,597,652
Fines and forfeitures	3,033,118	2,600,032	2,197,259	517,198	1,073,818
Interest	4,956,065	3,001,170	2,346,722	4,465,723	9,047,394
Miscellaneous	3,872,542	3,424,778	4,762,834	6,080,785	3,504,402
<b>Total Revenue</b>	<u>158,360,324</u>	<u>174,129,981</u>	<u>181,383,686</u>	<u>198,327,647</u>	<u>235,135,202</u>
<b>Expenditures</b>					
Current:					
General government	30,327,027	50,450,137	34,827,817	38,395,075	42,869,327
Public safety	51,193,878	50,808,930	64,761,779	72,337,733	75,769,327
Physical environment	11,636,177	10,487,914	13,702,635	12,026,240	24,002,611
Transportation	30,864,515	36,685,728	18,963,533	20,370,441	36,331,835
Economic environment	2,800,497	3,187,330	3,876,691	4,811,071	5,940,020
Human services	7,312,927	8,443,422	9,024,536	10,779,520	9,208,522
Culture and Recreation	7,917,427	9,858,705	9,896,536	10,408,020	11,655,996
Judicial	10,939,572	11,366,696	11,938,996	7,137,702	9,850,835
Debt service:					
Principal retirement	8,472,363	8,825,390	9,181,848	3,878,367	4,235,000
Interest and fiscal charges	4,414,353	4,333,871	4,723,808	4,507,867	4,691,423
Other debt service costs	-	148,007	1,539	914,070	3,717
<b>Total Expenditures</b>	<u>165,878,736</u>	<u>194,596,130</u>	<u>180,899,718</u>	<u>185,566,106</u>	<u>224,558,613</u>
Excess of Revenues Over (Under) Expenditures	<u>(7,518,412)</u>	<u>(20,466,149)</u>	<u>483,968</u>	<u>12,761,541</u>	<u>10,576,589</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	71,220,681	67,017,665	76,460,248	82,881,428	100,077,259
Transfers out	(70,189,804)	(66,994,710)	(76,148,158)	(83,256,405)	(104,503,806)
Capital Lease	144,514	-	-	-	-
Refunding bonds issued	-	-	-	39,695,000	-
Premium on refunding bonds	-	-	-	971,498	-
Payment to refunding bond escrow agent	-	-	-	(39,588,808)	4,466,238
Bond proceeds	-	20,425,068	-	15,000,000	-
<b>Total Other Financing Sources (Uses)</b>	<u>1,175,391</u>	<u>20,448,023</u>	<u>312,090</u>	<u>15,702,713</u>	<u>39,691</u>
<b>Net Changes in Fund Balances</b>	<u>\$ (6,343,021)</u>	<u>\$ (18,126)</u>	<u>\$ 796,058</u>	<u>\$ 28,464,254</u>	<u>\$ 10,616,280</u>
Debt Service as a Percentage of Noncapital Expenditures	7.8%	6.8%	7.7%	5.0%	4.0%

**Leon County, Florida**  
Assessed Valuation and Estimated Actual Values of Taxable Property  
Last Ten Fiscal Years

Schedule 5

Fiscal Year	Real Property		Personal Property		Centrally Assessed Property <sup>(2)</sup>		Total		Ratio of Total Assessed Value to Total Estimated Actual Value <sup>(3)</sup>
	Assessed Value <sup>(1)</sup>	Estimated Actual Value <sup>(3)</sup>	Assessed Value <sup>(1)</sup>	Estimated Actual Value <sup>(3)</sup>	Assessed Value <sup>(1)</sup>	Estimated Actual Value <sup>(3)</sup>	Assessed Value <sup>(1)</sup>	Estimated Actual Value <sup>(3)</sup>	
1997	\$ 10,710,373,515	\$ 12,600,439,429	\$ 1,592,742,366	\$ 1,873,814,548	\$ 6,396,715	\$ 7,525,547	\$ 12,309,512,596	\$ 14,481,779,524	85.00 %
1998	11,391,904,713	13,402,240,839	1,631,483,462	1,919,382,308	10,555,033	12,417,686	13,033,943,208	15,334,040,833	85.00 %
1999	11,829,614,688	13,917,193,751	1,735,614,116	2,041,898,960	8,929,705	10,505,535	13,574,158,509	15,969,598,246	85.00 %
2000	12,321,062,970	14,495,368,200	1,793,545,211	2,110,053,189	9,908,713	11,657,309	14,124,516,894	16,617,078,698	85.00 %
2001	12,840,579,939	15,106,564,634	1,834,504,102	2,158,240,120	8,941,681	10,519,625	14,684,025,722	17,275,324,379	85.00 %
2002	13,613,042,834	16,015,344,511	1,776,856,827	2,090,419,796	7,575,192	8,911,991	15,397,474,853	18,114,676,298	85.00 %
2003	14,440,423,550	16,988,733,588	1,787,654,005	2,103,122,359	8,179,368	9,622,786	16,236,256,923	19,101,478,733	85.00 %
2004	15,683,935,201	18,451,688,472	1,819,705,408	2,140,829,892	12,801,025	15,060,029	17,516,441,634	20,607,578,393	85.00 %
2005	16,934,964,307	19,923,487,420	1,845,514,337	2,171,193,338	12,963,184	15,250,805	18,793,441,828	22,109,931,563	85.00 %
2006	19,178,340,049	22,562,752,999	2,098,412,748	2,468,720,880	9,034,302	10,628,591	21,285,787,099	25,042,102,469	85.00 %

Notes: (1) Source: Leon County Property Appraiser

(2) Centrally assessed property consists of railroad and telegraph systems which are assessed by the State of Florida.

(3) Based on Property Appraiser's estimate of assessed property valuation being 85% of market value.

**Leon County, Florida**

Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Year  
(rate per \$1,000 of assessed value)

Schedule 6

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
<b><u>Board of County Commissioners:</u></b>										
General Fund	8.6200	8.6000	8.6000	8.5800	8.5800	8.5700	8.5600	8.5500	8.5400	8.5400
Fine and Forfeiture Fund	-	-	-	-	-	-	-	-	-	-
Total General Count	8.6200	8.6000	8.6000	8.5800	8.5800	8.5700	8.5600	8.5500	8.5400	8.5400
<b><u>District School System:</u></b>										
District School Operating	9.2370	9.3640	9.2900	8.7780	8.6630	8.6100	8.7460	8.4170	8.3490	8.0140
District School Debt Service	1.2660	1.2660	1.0990	1.0820	0.9490	0.9180	0.8640	0.8070	0.7260	0.6520
Total School System	10.5030	10.6300	10.3890	9.8600	9.6120	9.5280	9.6100	9.2240	9.0750	8.6660
<b>Total County-Wide</b>	<b>19.1230</b>	<b>19.2300</b>	<b>18.9890</b>	<b>18.4400</b>	<b>18.1920</b>	<b>18.0980</b>	<b>18.1700</b>	<b>17.7740</b>	<b>17.6150</b>	<b>17.2060</b>
<b><u>MSBU / MSTU:</u></b>										
County Fire MSTU	-	-	-	-	1.3900	1.2900	1.2900	-	0.2200	0.1200
County Health MSTU	-	-	-	-	-	0.0600	0.0600	0.1200	0.5000	0.5000
Emergency Medical Services	-	-	-	-	-	-	-	-	-	-
<b><u>Special Districts:</u></b>										
Falls Chase Special Taxing District	2.7820	2.7820	-	-	-	-	-	-	-	-
<b><u>Independent Special Service District:</u></b>										
NW Florida Water Management District	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Downtown Improvement Authority	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
<b><u>Municipalities:</u></b>										
Tallahassee	3.2000	3.2000	3.2000	3.2000	3.2000	3.2000	3.2000	3.7000	3.7000	3.7000

Sources: Leon County Property Appraiser  
Leon County Tax Collector

**Leon County, Florida**  
Principal Property Taxpayers  
Current Year and Nine Years Ago

**Schedule 7**

<u>Taxpayer</u>	<u>2006</u>			<u>1997</u>		
	<u>Real Property Assessed Valuation</u>	<u>Rank</u>	<u>Percentages of Total Assessed Valuation</u>	<u>Real Property Assessed Valuation</u>	<u>Rank</u>	<u>Percentages of Total Assessed Valuation</u>
Sprint-Florida, Inc./EMBARQ	\$ 265,542,971	1	1.80%	\$ 143,342,784	1	1.10%
Smith Interest General Partnership (Governor's Square Mall)	135,016,358	2	0.92%	52,222,738	3	0.40%
Talquin Electric Coop, Inc.	105,173,868	3	0.71%	59,196,871	2	0.45%
Tallahassee Medical Center, Inc	78,495,758	4	0.53%	18,192,944	10	0.14%
J A Stiles III, Etal, Trust (Tallahassee Mall)	58,654,841	5	0.40%	26,119,276	7	0.20%
DRA CRT Kogerama Land, LLC	52,730,814	6	0.36%	-	-	-
Wal-Mart Stores, Inc.	47,070,164	7	0.32%	-	-	-
Florida Gas Transmission Co.	42,626,032	8	0.29%	27,407,322	5	0.21%
Capital City Bank	32,357,771	9	0.22%	18,911,438	9	0.15%
Comcast Cablevision	31,631,145	10	0.21%	19,322,908	8	0.15%
Koger Equity, Inc.	-	-	-	35,490,064	4	0.27%
Melrose Apartments of Tallahassee	-	-	-	26,623,648	6	0.20%
Total Principal Property Taxpayers Real Property Assessed Valuation	<u>\$ 849,299,722</u>		<u>5.77%</u>	<u>\$ 426,829,993</u>		<u>3.27%</u>
Total County Taxable Valuation	<u>\$ 14,731,323,912</u>			<u>\$ 13,033,943,208</u>		

Source: Leon County Property Appraiser's Office

**Leon County, Florida**  
Property Tax Levies and Collections  
Last Ten Fiscal Years

**Schedule 8**

Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years <sup>(1)</sup>	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1997	\$ 54,740,136	\$ 52,323,235	95.58%	\$ 945,578	\$ 53,268,813	97.31%
1998	58,663,393	56,387,300	96.12%	210,127	56,597,427	96.48%
1999	62,465,082	60,066,091	96.16%	197,440	60,263,531	96.48%
2000	66,254,088	63,493,906	95.83%	242,548	63,736,454	96.20%
2001	70,608,590	67,844,565	96.09%	338,500	68,183,065	96.56%
2002	74,923,645	69,926,009	93.33%	2,476,824	72,402,834	96.64%
2003	79,534,537	74,186,536	93.28%	2,654,632	76,841,168	96.61%
2004	85,146,234	79,800,210	93.72%	2,204,451	82,004,661	96.31%
2005	92,983,355	89,688,628	96.46%	(6,615)	89,682,013	96.45%
2006	107,715,634	102,485,244	95.14%	-	102,485,244	95.14%

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

Source: Leon County Property Appraiser/ Leon County Tax Collector

<sup>(1)</sup> - In anticipation of the implementation of GASB 44, we modified our system to begin separating tracking delinquent taxes by levy year. As a result, this detailed information has been provided effective with the 2002 year. Before this date, this column represents the total amount of collection of delinquent taxes for all prior years.

**Leon County, Florida**  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

**Schedule 9**

Year	Governmental Activities				Total Primary Government	Ratio of Personal Income <sup>(1)</sup> to Debt	Debt Per Capita <sup>(1)</sup>
	General Obligation Bonds	Revenue Bonds	Capital Leases	Notes Payable			
1997	\$ -	\$ 81,436,406	\$ 229,880	\$ -	\$ 81,666,286	1.58%	360
1998	-	84,924,038	153,478	-	85,077,516	1.51%	368
1999	-	109,472,007	-	-	109,472,007	1.83%	464
2000	-	102,027,000	3,878,000	-	105,905,000	1.69%	442
2001	-	94,915,000	2,011,500	-	96,926,500	1.49%	397
2002	-	86,470,000	117,151	-	86,587,151	1.30%	349
2003	-	98,110,000	81,761	-	98,191,761	1.43%	384
2004	-	88,965,000	44,913	-	89,009,913	1.22%	337
2005	-	101,990,000	6,546	-	101,996,546	**	376
2006	-	97,755,000	-	4,466,238	102,221,238	**	375

<sup>(1)</sup> - Personal Income Information and Population Information is available on Schedule 14 - Demographic and Economic Statistics.

\*\* - Personal income data was not available.

**Leon County, Florida**  
 Direct and Overlapping Governmental Activities Debt  
 As of September 30, 2006

**Schedule 11**

<b>Governmental Unit</b>	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable</b>	<b>Estimated Share of Direct and Overlapping Debt</b>
Overlapping debt			
City of Tallahassee	\$ 91,350,000	100%	\$ 91,350,000
Leon County School Board	65,367,000	100%	<u>65,364,000</u>
Subtotal, overlapping debt			156,714,000
Direct debt			
			36,910,000
Total direct and overlapping debt			<u><u>\$ 193,624,000</u></u>

Note: All of the county's direct debt is non self-supporting revenue debt; the county has no general obligation debt.

Source: Debt outstanding data provided by each governmental unit.

**Leon County, Florida**  
Pledged Revenue Coverage  
Last Ten Fiscal Years

Schedule 13

Fiscal Year	Pledged Revenues	Debt Service Requirements (principal and interest)										Total	Debt Coverage		
		2005	2003A	2003B	1999	1998A	1998B	1997	1993	1991	1989			1988	Sunshine St. Revenue
1997	18,588,652	-	-	-	-	-	-	327,958	1,282,260	3,004,075	304,950	117,548	-	5,036,790	3.69
1998	21,145,416	-	-	-	-	-	-	564,948	1,588,832	3,003,465	-	117,548	-	5,274,792	4.01
1999	20,676,307	-	-	-	499,921	485,500	746,980	565,597	1,594,973	2,248,702	-	117,548	-	6,259,220	3.30
2000	17,045,667	-	-	-	1,724,763	485,500	2,875,000	565,823	1,586,823	-	-	117,548	-	7,355,457	2.32
2001	17,153,805	-	-	-	1,726,887	485,500	2,871,238	565,622	1,169,097	-	-	537,548	-	7,355,892	2.33
2002	17,572,702	-	-	-	1,717,958	485,500	2,873,800	564,873	437,593	-	-	1,272,098	5,831,996	13,183,817	1.33
2003	18,928,403	-	112,499	192,149	1,728,558	485,500	2,872,163	563,433	1,705,093	-	-	-	5,460,389	13,119,782	1.44
2004	20,368,915	-	352,170	601,510	1,718,003	485,500	1,871,325	566,282	1,712,443	-	-	-	5,558,844	12,866,077	1.58
2005	22,175,386	1,006,208	352,170	601,510	1,107,093	242,750	2,876,025	451,099	1,709,903	-	-	-	-	8,346,758	2.66
2006	22,234,394	2,552,175	352,170	601,510	490,205	-	2,880,738	340,170	1,709,455	-	-	-	-	8,926,423	2.49

NOTE: Pledged Revenues include Race Track Funds, County Officers Excess Fees, License Revenue from State, Landfill Net Operating Revenues, Forestry Receipts, Electric Franchise Fees, Sheriff's Fees, and Local Government Half-Cent Sales Tax.

**Leon County, Florida**  
Demographic and Economic Statistics  
Last Ten Fiscal Years

**Schedule 14**

Year	Population <sup>(1)</sup>	Personal Income <sup>(2)</sup> <i>(thousands of dollars)</i>	Per Capita Income <sup>(3)</sup>	Public School Enrollment <sup>(4)</sup>	Unemployment Rate <sup>(5)</sup>		
					Leon County	Florida	United States
1997	226,670	\$ 5,170,978	\$ 22,536	29,399	2.9%	5.0%	4.9%
1998	231,243	5,628,493	24,153	29,728	2.9%	4.5%	4.5%
1999	235,760	5,978,233	25,345	29,641	2.6%	4.0%	4.2%
2000	239,452	6,255,318	26,068	29,979	3.0%	3.8%	4.0%
2001	244,208	6,517,209	27,248	30,064	3.5%	4.7%	4.7%
2002	248,039	6,659,704	27,783	31,855	4.4%	5.7%	5.8%
2003	255,500	6,856,523	28,252	32,194	4.1%	5.3%	6.0%
2004	263,896	7,301,074	29,959	31,878	3.8%	4.7%	5.5%
2005	271,111	N/A <sup>(6)</sup>	N/A <sup>(6)</sup>	32,316	3.3%	3.8%	5.1%
2006	272,497	N/A <sup>(6)</sup>	N/A <sup>(6)</sup>	32,383	2.8%	3.2%	4.6%

- Notes:** (1) Source: Florida Research and Economic Database: U.S. Department of Commerce, Bureau of the Census and University of Florida - Bureau of Economic and Business Research  
(2) Source: Florida Research and Economic Database: U.S. Department of Commerce, Bureau of Economic Analysis  
(3) Source: Florida Research and Economic Database: U.S. Department of Commerce, Bureau of Economic Analysis  
(4) Source: Florida Department of Education: Education Information & Accountability Services  
(5) Source: Florida Research and Economic Database: U.S. Department of Labor, Bureau of Labor Statistics; Florida Agency for Workforce Innovation: Labor Market Statistics, Local Area Unemployment Statistics Program  
(6) Information is not available.

**Leon County, Florida**  
Principal Employers  
Current Year and Nine Years Ago

**Schedule 15**

Employer	2006			1997		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
State of Florida	25,204	1	18.63%	26,846	1	21.34%
Florida State University	9,142	2	6.76%	8,936	2	7.10%
Leon County Schools	4,468	3	3.30%	5,653	3	4.49%
City of Tallahassee	3,009	4	2.22%	2,730	6	2.17%
Tallahassee Memorial HealthCare	2,750	5	2.03%	3,177	5	2.53%
Florida A&M University	2,681	6	1.98%	3,251	4	2.58%
Publix Super Markets	2,000	7	1.48%	1,400	9	1.11%
Leon County Board of County Commissioners	1,769	8	1.32%	1,414	8	1.12%
Tallahassee Community College	1,090	9	0.81%	1,100	10	0.87%
Alltel	1,000	10	0.74%	-	-	-
U.S. Government (include Postal Service)	-	-	-	1,800	7	1.43%
Total Top Ten Employers	<u>53,113</u>		<u>39.26%</u>	<u>56,307</u>		<u>44.76%</u>
Total County Employment	<u>135,319</u>		<u>100.00%</u>	<u>125,808</u>		<u>100.00%</u>

**Sources:**

Tallahassee Chamber of Commerce  
Tallahassee Leon County Economic Development Council  
Florida State University, Office of Institutional Research, Fact Sheet  
FL DOE, EIAS Publications

**Leon County, Florida**  
 Full-Time Equivalent County Government Employees by Function/Program  
 Last Three Fiscal Years

**Schedule 16**

<b>Function/Program</b>	<b><u>2004</u></b>	<b><u>2005</u></b>	<b><u>2006</u></b>
<b>Governmental Activities</b>			
Legislative/Administrative			
County Commission	14	14	14
County Attorney	12	12	13
Administration	4	4	4
Other	23	23	23
Constitutional			
Clerk of Circuit Court (non court related beginning 2005)	180.5	25	26
Property Appraiser	51	56	57
Supervisor of Elections	14	16	16
Tax Collector	85	85	86
Public Safety			
Sheriff	610	615	622
Public Services			
EMS	77	77	85
Other	73.92	71.92	74.17
Management Services	136	140	140.5
Growth & Environmental Management	66	64	65
Public Works	195	195	195.5
Culture/Recreation			
Libraries	115.2	115.2	115.2
Parks	19.5	19.5	24
Court Related	7	7	6
Court Related-Clerk's Office		156.5	156.5
<b>Business-Type Activity</b>			
Physical Environment			
Solid Waste	42.5	43.5	46.5
<b><u>Leon County Total</u></b>	<b><u>1,725.62</u></b>	<b><u>1,739.62</u></b>	<b><u>1,769.37</u></b>

**Leon County, Florida**  
 Operating Indicators by Function/Program  
 Last Three Fiscal Years

**Schedule 17**

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>General Government</u></b>			
Community Development			
Building permits issued	-	2,834	2,919
Environmental inspections performed	30,798	40,968	32,042
Public Safety			
EMS			
E-911 calls processed	24,910	27,100	26,155
Sheriff Department			
Warrants served	2,946	5,734	3,859
Civil processes served	25,576	24,181	29,386
Follow-up criminal investigations conducted	7,250	8,850	8,130
Transportation			
Repair sign panels	5,256	7,000	7,000
Asphalt road repairs (tons)	1,166	1,250	1,250
Human Services			
Number of emergency services provided	227	220	230
Health Services			
Number of clients provided health services	7,188	6,842	5,000
Animal Services			
Requests for services	7,800	7,800	7,540
Responded to reported animal cruelty complaints	-	292	215
Culture/Recreation			
Libraries			
Number of cardholders	113,430	130,417	147,825
Items available for circulation	1,024,057	1,075,260	1,096,765
In-house computer uses	40,280	70,730	72,145
Parks and Recreation			
Number of community parks	11	11	14
Number of boat landings	25	22	22
Number of sports facilities	8	8	8
Number of campgrounds	3	3	3
Number of community centers	5	5	5
Number of greenways	2	2	2
Number of youth participating in sports activities	2,984	3,516	4,290
Court Related			
Probation and Pre-trial Release			
Supervision of defendants through GPS program	-	358/month	300/month
<b><u>Business-Type Activity</u></b>			
Environment			
Solid Waste			
Annual tonage processed at Transfer Station	185,456	188,450	192,950
Tons of materials recycled annually	1,717	1,562	1,530
Stormwater Maintenance			
Cleaning and reshaping of roadside ditches	177,193	225,000	225,000
Hazardous Waste			
Total lbs of hazardous material processed	15,620	499,990	390,000
Petroleum storage tanks inspected	530	520	590
Water quality sampled and analyzed	3,658	3,600	3,600

**Leon County, Florida**  
 Capital Asset Statistics by Function/Program  
 Last Three Fiscal Years

**Schedule 18**

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>General Government</u></b>			
Building and Grounds			
Total square footage of facilities maintained	1,289,351	1,289,351	1,312,684
Vehicles	205	213	158
Heavy Equipment Vehicles	60	63	79
Public Safety			
Sheriff Department			
Vehicles	53	63	70
Transportation			
Road and Bridge			
Bridges Maintained	16	16	16
Vehicles	14	14	14
Culture/Recreation			
Libraries			
Locations	5	5	5
Parks and Recreation			
Number of County Parks	36	36	36
Acreage	2,141.6	2,159.14	2,527.84
<b><u>Business-Type Activity</u></b>			
Physical Environment			
Solid Waste			
Vehicles	9	9	9
Heavy Equipment Vehicles	6	8	15
Landfill			
Landfill acres	178	178	178