

# **Santa Rosa County Florida**



Comprehensive Annual  
Financial Report  
For the Year Ended  
September 30, 2009

**SANTA ROSA COUNTY, FLORIDA**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FOR THE YEAR ENDED  
SEPTEMBER 30, 2009**

**Mary M. Johnson  
Clerk of the Circuit Court and County Court**

**Prepared By:  
Clerk of the Circuit Court and County Court  
Internal Audit Department**

**William W. Burroughs  
Internal Auditor**

**Santa Rosa County, Florida**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
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## **INTRODUCTORY SECTION**

# **Mary M. Johnson**

**Clerk Circuit Court  
Santa Rosa County**

**P.O. Box 472**

**Milton, Florida 32572-0472**

**Telephone:**

**(850) 983-1974**

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**March 30, 2010**

**To the Citizens of Santa Rosa County:**

**State law requires that every general-purpose local government publish within twelve months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended September 30, 2009.**

**Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.**

**O'Sullivan Creel, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the Santa Rosa County's financial statements for the year ended September 30, 2009. The independent auditor's report is located at the front of the financial section of this report.**

**Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic**

*financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.*

### *Profile of the Government*

*Santa Rosa County, established in 1842, by an act of the Florida Legislature, is on the Northwest Florida Gulf Coast, bordered by Escambia County to the West, Okaloosa County to the East, the State of Alabama to the North and the Gulf of Mexico to the South. The City of Milton is the seat of County government as well as the largest municipality in the County. Santa Rosa County is 1024 square miles of various demographics and environments. Santa Rosa County is empowered to levy a property tax on both real and personal property located within its boundaries.*

*Santa Rosa County is a Non-Charter County established under the Constitution and the Laws of the State of Florida. Santa Rosa County includes the Board of County Commissioners, the Clerk of the Courts, the Property Appraiser, the Sheriff, the Supervisor of Elections and the Tax Collector.*

*The Board of County Commissioners serves as the legislative and policy setting body of Santa Rosa County as established under Section 125 of the Florida Statutes. As such, the Board enacts all legislation and authorizes programs and expenditures within the County. The Board appoints a professionally trained County Administrator who is responsible for policy and budget development and implementation.*

*The Board is comprised of five members elected countywide. Each member must reside within the particular district for which seat he/she seeks election. Each year the Board organizes itself selecting a Chair and Vice-Chair from among its members to preside at Commission meetings.*

*The Clerk of Circuit Court performs a wide range of record keeping, information management and financial management in the judicial system and county government.*

*The Property Appraiser is primarily responsible for identifying, locating and valuing all property within the county for ad valorem tax purposes. He is also responsible for administering exemptions, mapping all parcels and classifying agricultural lands.*

*The Sheriff provides for the public safety of the citizens of Santa Rosa County through the enforcement of state criminal laws and county ordinances. Preventing and reducing crime and violence through departmental and community based programs.*

*The Supervisor of Elections administers the election of the elected officials within the county. She maintains the voter registration list, establishes polling places, and educates voters.*

*The Tax Collector collects and distributes taxes established by city, county, state and other local governments.*

*Santa Rosa County provides a full range of services including police and fire protection; the construction and maintenance of streets and other infrastructure; water and sewer service on Navarre Beach; solid waste disposal and recycling; the Peter Prince Airport; Industrial Park facilities and recreational and cultural activities.*

### *Local Economy*

*Santa Rosa County has long been considered a “bedroom community” of the larger Pensacola metropolitan statistical area. Knowing that residential growth does not sustain a healthy tax base, the County has aggressively been promoting the area as a good place to bring new and expanding businesses. The County established an Industrial Park several years ago to provide attractive inducements to businesses willing to invest capital and hire employees at above average wages.*

*In 1991, Santa Rosa County established the Economic Development Council. At the recommendation of this Council, TEAM Santa Rosa was created one year later. In 2001, TEAM Santa Rosa re-organized and became very active in promoting Santa Rosa County with the purpose of retaining and expanding the growth of established businesses, and the recruiting of new businesses to the County. In 2009 several businesses moved into the area. In addition Santa Rosa County has prospects for growth in industrial development and job creation.*

### *Long-Term Financial Planning and Relevant Financial Policies*

*Santa Rosa County has undergone significant growth in recent years and the prospect for further growth is very good. The infrastructure to support that growth lags behind. To reduce that lag in infrastructure growth the County established an impact fee. The impact fee is to be levied against new residential and commercial construction. This fee is restricted to the construction of new roads and other infrastructure. After seven years, any unused funds are to be refunded. This fee was suspended for most of the year to help stimulate the local economy.*

*Tourism, a significant industry for the County, suffered considerable damage from the destruction caused by hurricanes in recent years. To provide funding to rebuild that industry the Tourist Development Tax was increased by 1%.*

### Major Initiatives

*For the Year. The staff, following specific directives from the Board of County Commissioners and the County Administrator, was involved in a variety of projects throughout the year. These projects reflect the County's commitment to ensuring that its citizens are able to live and work in a desirable environment.*

*To meet the State's mandate to reduce property tax rates and still provide necessary services to the citizens of the County the County is researching cost cutting measures such as combining Board, Sheriff and Property Appraiser GIS services as well as Sheriff and Emergency Management dispatch services.*

*The County is also in the midst of a multi-year project to expand and upgrade the Navarre Beach water and sewer system.*

*Recent hurricanes and changes in military personnel anticipated by the Base Realignment Commission's report has emphasized a severe need for housing. A Workforce Housing Coalition has been established to better plan and provide workforce housing.*

### Awards and Acknowledgements

*The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Santa Rosa County, Florida for its comprehensive annual financial report for the fiscal year ended September 30, 2008. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.*

*A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.*

*A comprehensive annual financial report of this nature could not have been prepared on a timely basis without the dedicated efforts of the Finance Department who worked many hours on this project. I would like to thank them for their invaluable assistance in the preparation of this report.*

*I would also like to thank the Board of County Commissioners and their staff, and the other Constitutional Officers for their personal interest and dedicated support in planning and conducting the financial operations of the County in a responsible and progressive manner.*

A handwritten signature in cursive script that reads "Mary M. Johnson". The signature is written in black ink and is positioned above a horizontal line.

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*Mary M. Johnson  
Clerk of the Courts*

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Santa Rosa County  
Florida

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 2008

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



A stylized handwritten signature in black ink.

President

A handwritten signature in black ink that reads "Jeffrey R. Emer".

Executive Director

**Santa Rosa County, Florida**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**Fiscal Year Ended September 30, 2009**

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**Board of County Commissioners**

Gordon Goodin  
*Chairman*  
Lane Lynchard  
*Vice Chairman*

Jim Williamson  
Robert A. "Bob" Cole  
W.D. 'Don' Salter

**Elected Constitutional Officers**

Mary M. Johnson  
*Clerk of the Circuit and County Court*

Gregory S. Brown  
*Property Appraiser*

Ann Bodenstein  
*Supervisor of Elections*

Wendell Hall  
*Sheriff*

Stan Colie Nichols  
*Tax Collector*

**County Management**

Hunter Walker  
*County Administrator*

Tom Dannheisser  
*County Attorney*

Joel Haniford  
*Office of Management and Budget*

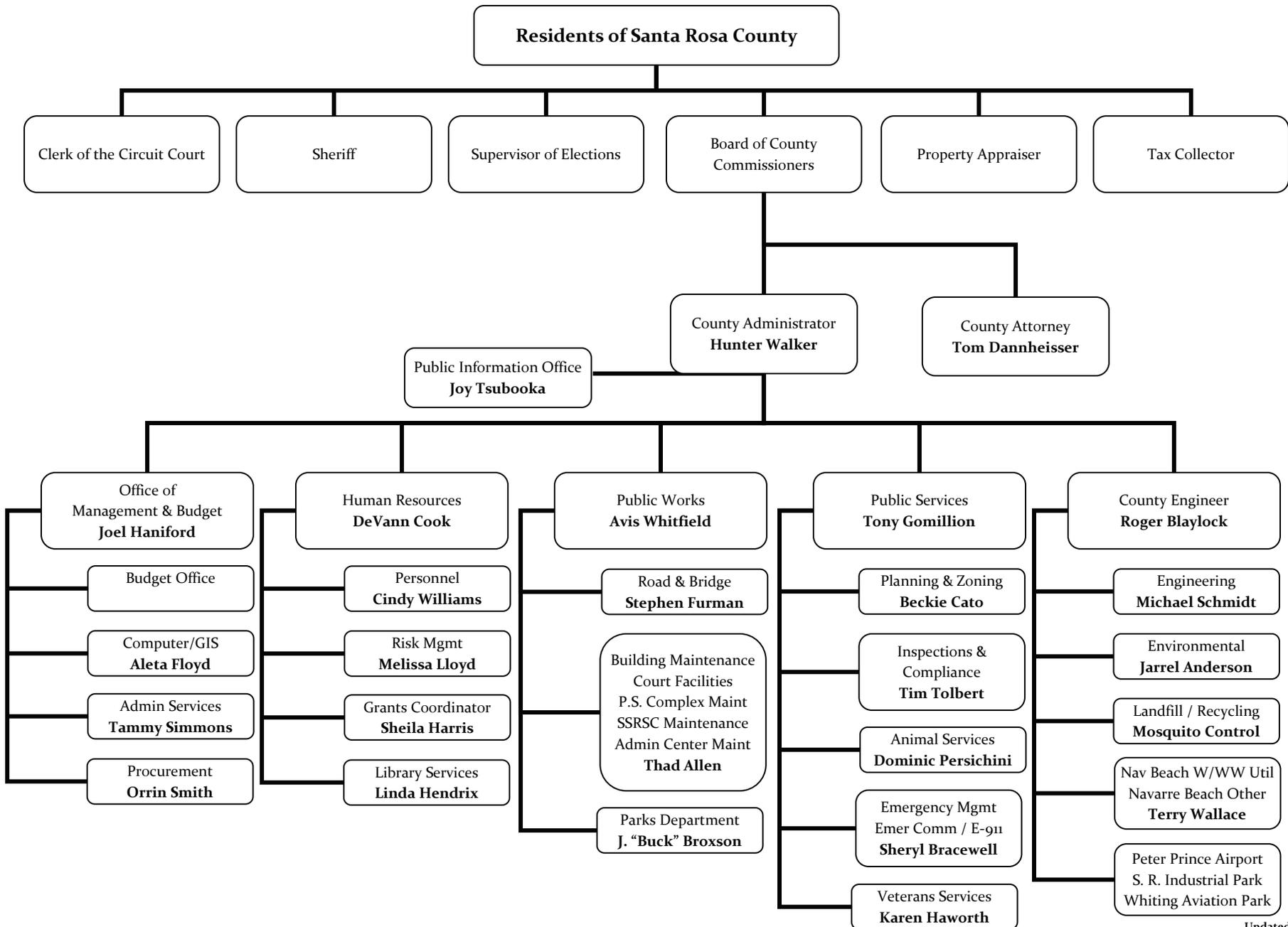
DeVann Cook  
*Director of Human Resources*

Tony Gomillion  
*Director of Public Services*

Avis Whitfield  
*Director of Public Works*

Roger Blaylock  
*County Engineer*

# Santa Rosa County Organizational Chart





## **FINANCIAL SECTION**

## REPORT OF INDEPENDENT AUDITORS

Honorable Board of County Commissioners  
Santa Rosa County, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Santa Rosa County, Florida, as of and for the year ended September 30, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Santa Rosa County, Florida'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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Santa Rosa County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, 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, each major fund, and the aggregate remaining fund information of Santa Rosa County, Florida, as of September 30, 2009, 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 March 30, 2010 on our consideration of Santa Rosa County, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 12 through 18, the budgetary comparison information on pages 59 through 62, and the schedule of funding progress on page 63 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Santa Rosa County, Florida's basic financial statements. The introductory section, combining individual fund statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*O'Sullivan Grell, LLP*

March 30, 2010

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Santa Rosa County, Florida**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**September 30, 2009**

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Management's discussion and analysis provides an objective and easily readable analysis of Santa Rosa County's (County) financial activities. The analysis provides summary financial information for the County and should be read in conjunction with the County's financial statements.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

The County's basic financial statements comprise three components; 1) *Government-wide financial statements*, 2) *Fund financial statements*, and 3) *Notes to the financial statements*. The *Government-wide financial statements* present an overall picture of the County's financial position and results of operations. The *Fund financial statements* present financial information for the County's major funds and non-major funds in the aggregate. The *Notes to the financial statements* provide additional information essential to a full understanding of the data provided in the Government-wide and Fund financial statements. This report also contains other supplementary information in addition to the basic financial statements.

The *Government-wide financial statements* are the **statement of net assets** and the **statement of activities**. These statements use accounting methods similar to those used by private-sector companies. Emphasis is placed on the net assets of governmental activities and business-type activities and the change in net assets. Governmental Activities are primarily supported by property taxes, sales taxes, federal and state grants, and state shared revenues. Business-type Activities are supported by charges to the users of those activities, such as water and sewer service charges.

The **statement of net assets** presents information on all assets and liabilities of the County, with the difference between assets and liabilities reported as net assets. Net assets are reported in three categories: 1) invested in capital assets, net of related debt, 2) restricted, and 3) unrestricted. Assets, liabilities, and net assets are reported for all Governmental Activities separate from the assets, liabilities and net assets of Business-type Activities.

The **statement of activities** presents information on all revenues and expenses of the County and the change in net assets. Expenses are reported by major function and program revenues relating to those functions are reported, providing the net cost of all functions provided by the County. To assist in understanding the County's operations, expenses have been reported as governmental activities or business-type activities. Governmental Activities financed by the County include public safety, physical environment, transportation, economic environment, human services, culture and recreation, and general government services. Business-type Activities financed by user charges include water and sewer services, solid waste disposal, and hangar leases.

*Fund financial statements* present financial information for governmental funds and proprietary funds. These statements provide financial information for the major funds of the County. Governmental fund financial statements provide information on the current assets and liabilities of the funds, changes in current financial resources (revenues and expenditures), and current available resources. The proprietary funds financial statements provide information on all assets and liabilities of the funds, changes in the economic resources (revenues and expenses), and total economic resources.

*Fund financial statements* include a **balance sheet** and a **statement of revenues, expenditures, and changes in fund balances** for all governmental funds. A **statement of revenues, expenditures, and changes in fund balances - budget and actual**, is provided for the County's General Fund and major governmental funds as required supplemental information. For the proprietary funds, which include an internal service fund in addition to business-type activities, a **statement of net assets**; a **statement of revenues, expenses, and changes in fund**

**Santa Rosa County, Florida**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**September 30, 2009**

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**net assets**; and a **statement of cash flows** are presented. *Fund financial statements* provide more detailed information about the County's activities. Individual funds are established by the County to track revenues that are restricted to certain uses, comply with legal requirements, or account for the use of state and federal grants.

The *government-wide financial statements* and the *fund financial statements* provide different *pictures* of the County. The government-wide financial statements provide an overall picture of the County's financial standing, split between Governmental Activities and Business-type Activities. These statements are comparable to private-sector companies and give a good understanding of the County's overall financial health and how the County paid for the various activities, or functions, provided by the County. All assets of the County, including buildings, tangible property, land, roads, bridges, and similar infrastructure are reported in the **statement of net assets**. All liabilities, including principal outstanding on bonds, capital leases, and future employee benefits obligated but not paid by the County, are included. The **statement of activities** includes depreciation on all long lived assets of the County. The *fund financial statements* provide a picture of the major funds of the County and a column for all non-major funds. In the case of governmental activities, outlays for long lived assets are reported as expenditures and long-term liabilities are not included in the fund financial statements. Reconciliations are provided from the *fund financial statements* to the *government-wide financial statements* to facilitate a comparison between governmental funds and governmental activities. *Notes to the financial statements* provide additional detail concerning the financial activities and financial balances of the County. Additional information about the accounting practices of the County, investments of the County, long-term debt, and pension plans are some of the items included in the *notes to the financial statements*.

## **ANALYSIS OF FINANCIAL POSITION AND RESULTS OF OPERATIONS**

### **Government-Wide Financial Analysis**

Net assets may serve over time as a useful indicator of government's financial position. In the case of the County, assets exceeded liabilities by \$189 million as of September 30, 2009.

The largest portion of the County's net assets (82%) reflects its investments in capital assets (e.g., land, buildings, equipment, improvements, construction in progress and infrastructure), less any debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net assets for the County as a whole, as well as for its governmental activities. The business-type activities ended the year again with a deficit unrestricted net asset balance due mainly to depreciation, interest on debt and landfill closure costs.

There was an increase in net assets from governmental activities of \$8.6 million. This consisted of an increase of \$9.8 million to invested in capital assets net of related debt, a decrease of \$1 million to unrestricted net assets and a decrease of \$241,000 to restricted net assets. The primary reason for this relatively small net increase was the decrease in both revenues and expenditures due to the downturn in the economy and the decrease in property tax revenues mandated by the state legislature. There was a decrease in net assets from business-type activities of \$37,000. This consisted of a decrease of \$269,000 to net assets invested in capital assets net of related debt, a decrease of \$31,000 in unrestricted net assets and an increase of \$263,000 to restricted net assets.

**Santa Rosa County, Florida**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**September 30, 2009**

The primary reason for this net decrease was the depreciation on equipment, interest on debt and landfill closure costs.

Following is a comparative statement of net assets (amounts expressed in thousands):

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Current and other assets	\$ 68,301	\$ 64,181	\$ 10,350	\$ 9,862	\$ 78,651	\$ 74,043
Capital assets	<u>145,047</u>	<u>135,470</u>	<u>18,695</u>	<u>19,746</u>	<u>163,742</u>	<u>155,216</u>
Total assets	213,348	199,651	29,045	29,608	242,393	229,259
Long-term liabilities outstanding	28,787	24,589	16,932	17,246	45,719	41,835
Other liabilities	<u>7,378</u>	<u>6,477</u>	<u>339</u>	<u>551</u>	<u>7,717</u>	<u>7,028</u>
Total liabilities	<u>36,165</u>	<u>31,066</u>	<u>17,271</u>	<u>17,797</u>	<u>53,436</u>	<u>48,863</u>
Net Assets:						
Invested in capital assets, net of related debt	143,184	133,388	11,436	11,705	154,620	145,093
Restricted	12,358	12,599	3,617	3,355	15,976	15,954
Unrestricted	<u>21,641</u>	<u>22,598</u>	<u>(3,280)</u>	<u>(3,249)</u>	<u>18,361</u>	<u>19,349</u>
Total net assets	<u>\$ 177,183</u>	<u>\$ 168,585</u>	<u>\$ 11,774</u>	<u>\$ 11,811</u>	<u>\$ 188,957</u>	<u>\$ 180,396</u>

**Financial Analysis of Governmental Funds**

The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing financing requirements. Unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The County's governmental funds reported combined ending fund balances of \$56.8 million (77% is unreserved), an increase of \$3.6 million from last year. The bulk of the increase was from the cost cutting measures enacted in anticipation of reduced tax revenues due to state mandated property tax rate reductions.

**Santa Rosa County, Florida**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**September 30, 2009**

Following is a comparative statement of changes in net assets (amounts expressed in thousands):

	<b>Governmental</b>		<b>Business-type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>			
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
<b>Revenues:</b>						
Program revenues						
Charges for services	\$ 31,280	\$ 23,736	\$ 6,414	\$ 6,030	\$ 37,694	\$ 29,766
Operating grants & contributions	9,931	15,698	-	-	9,931	15,698
Capital grants & contributions	7,797	3,858	3	965	7,800	4,823
General revenues:						
Property tax	50,147	54,443	-	-	50,147	54,443
Sales, use and fuel tax	4,622	9,945	-	-	4,622	9,945
Communication services	1,742	1,418	-	-	1,742	1,418
Grants & contributions	8,513	12,562	-	-	8,513	12,562
Investment earnings	600	2,028	163	277	763	2,305
Other	<u>682</u>	<u>987</u>	<u>54</u>	<u>310</u>	<u>736</u>	<u>1,297</u>
Total revenues	<u>115,314</u>	<u>124,675</u>	<u>6,634</u>	<u>7,582</u>	<u>121,948</u>	<u>132,257</u>
<b>Expenses:</b>						
General government	34,372	33,628	-	-	34,372	33,628
Public safety	41,251	46,286	-	-	41,251	46,286
Physical environment	2,599	2,963	-	-	2,599	2,963
Transportation	17,308	19,776	-	-	17,308	19,776
Economic environment	2,880	5,018	-	-	2,880	5,018
Human services	4,194	4,209	-	-	4,194	4,209
Culture and recreation	3,508	2,281	-	-	3,508	2,281
Interest on long-term debt	604	517	-	-	604	517
Water and sewer	-	-	2,081	2,731	2,081	2,731
Airport	-	-	417	340	417	340
Landfill	-	-	<u>4,173</u>	<u>4,047</u>	<u>4,173</u>	<u>4,047</u>
Total expenses	<u>106,716</u>	<u>114,678</u>	<u>6,671</u>	<u>7,118</u>	<u>113,387</u>	<u>121,796</u>
Increase in net assets						
before transfers	8,598	9,997	(37)	464	8,561	10,461
Transfers	-	-	-	(158)	-	(158)
Change in net assets	8,598	9,997	(37)	306	8,561	10,303
Net assets, beg. of year	<u>168,585</u>	<u>158,588</u>	<u>11,811</u>	<u>11,505</u>	<u>180,396</u>	<u>170,093</u>
Net assets, end of year	<u>\$ 177,183</u>	<u>\$ 168,585</u>	<u>\$ 11,774</u>	<u>\$ 11,811</u>	<u>\$ 188,957</u>	<u>\$ 180,396</u>

**Santa Rosa County, Florida**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**September 30, 2009**

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The General fund is the primary operating fund of the County. Revenues exceeded expenditures by \$1.9 million. Revenues and expenditures were down from expected. With the recession and State mandated tax cuts the County has been aggressive in reducing expenditures.

The Road and Bridge fund accounts for fuel and other taxes designated for road improvements. During the year fund balance increased by \$881,000. Transfers in lead to the increase in fund balance.

The Electricity Franchise Fee fund is used to finance many projects. Transfers of \$4.6 million from this fund were made to the Road and Bridge fund, Debt Service fund and all the District Capital Improvement funds.

The Disaster fund is used to track the revenues and expenditures relating to the hurricane recovery efforts for the County funded by Federal and State grants. The deficit generated by hurricanes in prior years continues to be slowly erased.

The Other Capital Projects fund accounts for the purchase or construction of other capital facilities which are not financed by proprietary funds or trust funds. Transfers from other funds and debt proceeds for the expansion of the jail lead to the increase in fund balance of \$1.4 million.

**Financial Analysis of Proprietary Funds**

The Navarre Beach fund accounts for the operations of the Navarre Beach water and sewer system. Revenues were consistent with prior year and expenditures were down due to planned cutbacks. Operating income is near breakeven with interest on the debt reducing net assets by \$174,000.

The Landfill fund is used to account for the solid waste disposal operations at the County landfills. The upgrade and expansion of the Central Landfill has been completed. Income from operations is up a little but no major change from the prior year.

**Budgetary Analysis**

The General fund budget was increased by \$2 million from the original budget (an increase of 3%). Several departments had increases: Other BOCC Obligations, \$700,000; Parks, \$300,000 (Archie Glover Park); Housing, \$200,000 (SHIP admin.) and Circuit Court Juvenile, \$300,000 (to establish Drug Court).

Actual expenditures were less than the final budgeted expenditures by \$3.5 million. The reason for this variance is that the County did not spend 1) \$1.2 million of available reserves, 2) \$109,000 for planning and zoning 3) \$287,000 for housing and 4) \$109,000 in juvenile circuit court.

**Santa Rosa County, Florida**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**September 30, 2009**

**CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY**

As of September 30, 2009 the County had \$164 million invested in a broad range of capital assets, including land, buildings, equipment, park facilities, roads and other infrastructure. (See table below.) This amount represents a net increase (including additions, discoveries and deductions) of \$8.4 million from last year.

**Capital Assets at Year-end**  
**(Net of Depreciation, in Thousands)**

	<b>Governmental</b>		<b>Business-type</b>		<b>Totals</b>	
	<b>Activities</b>		<b>Activities</b>			
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Land	\$ 21,052	\$ 15,537	\$ 1,191	\$ 1,191	\$ 22,243	\$ 16,728
Construction in progress	12,259	7,401	499	477	12,758	7,878
Buildings	28,673	30,501	1,595	1,720	30,268	32,221
Improvements other than buildings	68,287	68,185	13,016	13,947	81,303	82,132
Machinery, furniture and equip.	14,776	13,847	2,394	2,411	17,170	16,258
<b>Totals</b>	<b><u>\$ 145,047</u></b>	<b><u>\$ 135,471</u></b>	<b><u>\$18,695</u></b>	<b><u>\$19,746</u></b>	<b><u>\$ 163,742</u></b>	<b><u>\$ 155,217</u></b>

This year's major additions included:

Navarre Beach Fishing Pier (CIP)	\$ 3,767,032
63 Acres on Hwy 87	\$ 3,110,587
Property adjacent to Whiting Field	\$ 2,252,723
Jail Addition (CIP)	\$ 1,867,082
Five Points Intersection (CIP)	\$ 599,500
Fire trucks (4)	\$ 1,757,396
Equipment for Sheriff	\$ 465,511
Woodbine Road (CIP)	\$ 271,029

**Outstanding Debt at Year-end**  
**(in Thousands)**

	<b>Governmental</b>		<b>Business-type</b>		<b>Totals</b>	
	<b>Activities</b>		<b>Activities</b>			
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Revenue bonds	\$ 1,862	\$ 2,082	\$ 1,863	\$ 2,083	\$ 3,725	\$ 4,165
Notes payable	5,535	3,172	5,470	6,042	11,005	9,214
Special assessment notes	8,108	7,527	-	-	8,108	7,527
<b>Totals</b>	<b><u>\$ 15,505</u></b>	<b><u>\$12,781</u></b>	<b><u>\$ 7,333</u></b>	<b><u>\$ 8,125</u></b>	<b><u>\$ 22,838</u></b>	<b><u>\$ 20,906</u></b>

**Santa Rosa County, Florida**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**September 30, 2009**

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Four (4) special assessment notes were issued this year. Three were for MSBU subdivisions for paving or canal maintenance. The other was to provide equipment for the volunteer fire departments. A revenue note payable for the Jail Expansion project was also issued. More detailed information about the County's capital assets and long term liabilities is presented in Notes F & G to the financial statements, respectively.

**OTHER CURRENTLY KNOWN FACTS, DECISIONS OR CONDITIONS**

Given the current economy and the state mandated rollback of property taxes, the County is looking for ways to reduce costs.

## **BASIC FINANCIAL STATEMENTS**

**Santa Rosa County, Florida**

**STATEMENT OF NET ASSETS**

**September 30, 2009**

ASSETS	Governmental Activities	Business-type Activities	Total
Cash and cash equivalents	\$ 55,308,949	\$ 6,013,305	\$ 61,322,254
Investments	6,768,716	3,617,674	10,386,390
Receivables, net	5,460,565	688,377	6,148,942
Inventory	469,339	--	469,339
Deferred charges	293,885	30,399	324,284
Capital assets, net			
Nondepreciable	33,311,555	1,689,446	35,001,001
Depreciable	111,735,303	17,005,618	128,740,921
Total assets	<u>213,348,312</u>	<u>29,044,819</u>	<u>242,393,131</u>
<b>LIABILITIES</b>			
Accounts payable	3,932,259	173,122	4,105,381
Contracts payable	492,659	26,300	518,959
Accrued wages payable	1,672,223	81,032	1,753,255
Interest payable	97,295	14,151	111,446
Due to other governments	308,735	1,272	310,007
Deposits	287,463	42,899	330,362
Unearned revenue	587,432	--	587,432
Noncurrent liabilities			
Due within one year	8,580,208	1,021,215	9,601,423
Due in more than one year	20,206,713	15,910,843	36,117,556
Total liabilities	<u>36,164,987</u>	<u>17,270,834</u>	<u>53,435,821</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	143,184,358	11,436,237	154,620,595
Restricted for:			
Expendable:			
Debt service	--	53,215	53,215
Landfill closure	--	3,564,459	3,564,459
Communications	1,102,574	--	1,102,574
Animal services education	43,581	--	43,581
Boating improvement	493,864	--	493,864
Gas and Oil preservation	3,551,667	--	3,551,667
Law enforcement trust fund	86,104	--	86,104
Crime prevention	192,881	--	192,881
Domestic violence	77,624	--	77,624
Law library	28,054	--	28,054
Law enforcement training	72,703	--	72,703
Court innovation	93,837	--	93,837
Tourist development	1,801,967	--	1,801,967
Records modernization	434,574	--	434,574
Court technology	373,972	--	373,972
Navarre Beach Bridge maintenance	4,004,379	--	4,004,379
Unrestricted	21,641,186	(3,279,926)	18,361,260
Total net assets	<u>\$ 177,183,325</u>	<u>\$ 11,773,985</u>	<u>\$ 188,957,310</u>

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

**Santa Rosa County, Florida**

**STATEMENT OF ACTIVITIES**

**Year ended September 30, 2009**

Functions/Programs:	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental activities:</b>							
General government	\$ 34,372,227	\$ 20,792,814	\$ 1,014,719	\$ --	\$ (12,564,694)		\$ (12,564,694)
Public safety	41,251,412	6,143,837	1,016,314	7,797,224	(26,294,037)		(26,294,037)
Physical environment	2,598,684	1,065,075	743,882	--	(789,727)		(789,727)
Transportation	17,308,186	3,179,299	4,283,389	--	(9,845,498)		(9,845,498)
Economic environment	2,880,164	--	628,402	--	(2,251,762)		(2,251,762)
Human services	4,193,707	48,816	1,576,761	--	(2,568,130)		(2,568,130)
Culture and recreation	3,508,321	49,957	667,227	--	(2,791,137)		(2,791,137)
Interest on long-term debt	603,733	--	--	--	(603,733)		(603,733)
<b>Total governmental activities</b>	<b>106,716,434</b>	<b>31,279,798</b>	<b>9,930,694</b>	<b>7,797,224</b>	<b>(57,708,718)</b>		<b>(57,708,718)</b>
<b>Business-type activities:</b>							
Navarre Beach water and sewer	2,080,665	1,892,873	--	4,472		\$ (183,320)	(183,320)
Peter Prince Airport	417,409	204,100	--	(1,000)		(214,309)	(214,309)
Landfill	4,172,685	4,316,713	--	--		144,028	144,028
<b>Total business-type activities</b>	<b>6,670,759</b>	<b>6,413,686</b>	<b>--</b>	<b>3,472</b>		<b>(253,601)</b>	<b>(253,601)</b>
<b>Total</b>	<b>113,387,193</b>	<b>37,693,484</b>	<b>9,930,694</b>	<b>7,800,696</b>	<b>(57,708,718)</b>	<b>(253,601)</b>	<b>(57,962,319)</b>
<b>General revenues:</b>							
<b>Taxes</b>							
Property taxes					50,146,574	--	50,146,574
Sales, use and fuel taxes					4,622,118	--	4,622,118
Communication services taxes					1,742,117	--	1,742,117
Grants and contributions not restricted to specific programs					8,513,389	--	8,513,389
Unrestricted investment earnings					600,437	162,599	763,036
Miscellaneous					629,985	658	630,643
Gain on sale of assets					52,925	53,013	105,938
<b>Total general revenues and transfers</b>					<b>66,307,545</b>	<b>216,270</b>	<b>66,523,815</b>
Change in net assets					8,598,827	(37,331)	8,561,496
Net assets - beginning					168,584,498	11,811,316	180,395,814
Net assets - ending					<b>\$ 177,183,325</b>	<b>\$ 11,773,985</b>	<b>\$ 188,957,310</b>

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

Santa Rosa County, Florida

BALANCE SHEET  
GOVERNMENTAL FUNDS

September 30, 2009

ASSETS	General	Road and Bridge	Electricity Franchise Fee	Disaster	Other Capital Projects	Other Governmental Funds	Total Governmental Funds
Cash and cash equivalents	\$ 10,304,350	\$ 10,239,753	\$ 6,042,230	\$ 1,885,574	\$ 2,858,990	\$ 19,258,177	\$ 50,589,074
Investments	5,982,373	--	--	--	--	199,589	6,181,962
Receivables, net of uncollectibles							
Accounts	93,516	7,035	496,309	--	--	173,710	770,570
Leases - current	485,185	--	--	--	--	--	485,185
Due from other governments	1,012,117	867,423	--	--	1,555,837	744,844	4,180,221
Due from other funds	419,693	142,500	3,300,000	--	--	243	3,862,436
Advances to other funds	--	76,997	--	--	--	--	76,997
Inventory	147,724	321,615	--	--	--	--	469,339
Prepaid assets	265,417	--	--	--	--	28,468	293,885
Total assets	<u>\$ 18,710,375</u>	<u>\$ 11,655,323</u>	<u>\$ 9,838,539</u>	<u>\$ 1,885,574</u>	<u>\$ 4,414,827</u>	<u>\$ 20,405,031</u>	<u>\$ 66,909,669</u>
<b>LIABILITIES</b>							
Accounts payable	\$ 1,092,864	\$ 379,008	\$ --	\$ --	\$ 869,324	453,580	\$ 2,794,776
Contracts payable	--	--	--	--	492,659	--	492,659
Deferred credits	--	204,322	--	--	--	--	204,322
Accrued wages payable	1,525,650	--	--	--	--	136,920	1,662,570
Deposits	287,463	--	--	--	--	--	287,463
Unearned revenue	306,598	--	--	--	--	76,512	383,110
Due to other funds	243	--	--	3,300,000	--	562,193	3,862,436
Due to other governments	308,735	--	--	--	--	--	308,735
Advance payable to other funds	--	--	--	--	--	76,997	76,997
Total liabilities	<u>3,521,553</u>	<u>583,330</u>	<u>--</u>	<u>3,300,000</u>	<u>1,361,983</u>	<u>1,306,202</u>	<u>10,073,068</u>
<b>FUND BALANCES</b>							
Fund balances							
Reserved	1,787,743	4,402,991	--	--	--	6,713,997	12,904,731
Unreserved, reported in:							
General fund	13,401,079	--	--	--	--	--	13,401,079
Special revenue funds	--	6,669,002	9,838,539	(1,414,426)	--	8,796,475	23,889,590
Debt service fund	--	--	--	--	--	156,178	156,178
Capital project funds	--	--	--	--	3,052,844	3,273,640	6,326,484
Permanent fund	--	--	--	--	--	158,539	158,539
Total fund balances	<u>15,188,822</u>	<u>11,071,993</u>	<u>9,838,539</u>	<u>(1,414,426)</u>	<u>3,052,844</u>	<u>19,098,829</u>	<u>56,836,601</u>
Total liabilities and fund balances	<u>\$ 18,710,375</u>	<u>\$ 11,655,323</u>	<u>\$ 9,838,539</u>	<u>\$ 1,885,574</u>	<u>\$ 4,414,827</u>	<u>\$ 20,405,031</u>	<u>\$ 66,909,669</u>

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

**Santa Rosa County, Florida**

**RECONCILIATION OF THE BALANCE SHEET  
OF GOVERNMENTAL FUNDS TO  
THE STATEMENT OF NET ASSETS**

**September 30, 2009**

**Total Governmental Funds Balances** \$ 56,836,601

*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:

Prior periods investment in capital assets	212,519,267
Less accumulated depreciation	(77,056,057)
Current period investment in capital assets	18,517,872
Current period depreciation	(8,909,759)
Current period loss on disposal of capital assets	(30,483)

Long term liabilities are not due and payable in the current  
period and therefore are not reported in the funds:

Revenue bonds	(2,082,500)
Notes payable	(3,171,870)
Compensated absences	(8,271,046)
Special assessment notes payable	(7,526,784)
Interest payable	(97,295)
Current period revenue bond payments	220,000
Current period note payments	636,650
Current period change in compensated absences	(15,213)
Current period special assessment note payments	1,613,624
Current period debt proceeds	(5,194,500)
Current period increase in other post employment benefits liability	(1,428,188)

Internal service funds are used by management to charge the  
costs of providing insurance coverage and therefore, the  
assets and liabilities of the internal service fund are included  
in governmental activities in the Statement of Net Assets.

Assets	5,337,236
Liabilities	(4,714,230)

**Net Assets of Governmental Activities** \$177,183,325

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

**Santa Rosa County, Florida**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS**

**Year ended September 30, 2009**

	General	Road and Bridge	Electricity Franchise Fee	Disaster	Other Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>							
Taxes	\$ 47,366,793	\$ 8,124,004	\$ --	\$ --	\$ --	\$ 1,020,012	\$ 56,510,809
Permits, fees and special assessments	1,073,398	--	5,807,671	--	--	6,080,867	12,961,936
Intergovernmental	10,135,972	4,192,157	--	1,587,000	6,342,510	4,325,933	26,583,572
Charges for services	7,183,080	1,444,338	--	--	--	3,981,752	12,609,170
Fines and forfeits	255,347	39,777	--	--	--	812,398	1,107,522
Miscellaneous	1,848,972	199,837	17,721	2,353	12,068	541,064	2,622,015
Total revenues	<u>67,863,562</u>	<u>14,000,113</u>	<u>5,825,392</u>	<u>1,589,353</u>	<u>6,354,578</u>	<u>16,762,026</u>	<u>112,395,024</u>
<b>Expenditures</b>							
Current							
General government	23,171,516	--	--	--	--	4,926,956	28,098,472
Public safety	33,441,144	--	--	--	--	8,033,945	41,475,089
Physical environment	1,197,679	359,440	--	--	--	927,857	2,484,976
Transportation	976,180	14,080,226	--	--	--	2,040,450	17,096,856
Economic environment	172,218	--	--	--	--	2,629,726	2,801,944
Human services	4,081,273	--	--	--	--	128,710	4,209,983
Culture and recreation	2,917,275	--	--	--	--	83,898	3,001,173
Capital outlay	--	--	--	--	11,415,074	444,613	11,859,687
Debt service	--	--	--	--	15,000	3,019,019	3,034,019
Total expenditures	<u>65,957,285</u>	<u>14,439,666</u>	<u>--</u>	<u>--</u>	<u>11,430,074</u>	<u>22,235,174</u>	<u>114,062,199</u>
Excess (deficiency) of revenues over expenditures	1,906,277	(439,553)	5,825,392	1,589,353	(5,075,496)	(5,473,148)	(1,667,175)
<b>Other financing sources (uses)</b>							
Transfers in	2,470,245	1,621,820	--	--	3,505,036	5,374,985	12,972,086
Transfers out	(2,883,585)	(300,984)	(4,609,921)	--	(15,400)	(5,162,196)	(12,972,086)
New debt issuance	--	--	--	--	3,000,000	2,194,500	5,194,500
Total other financing sources (uses)	<u>(413,340)</u>	<u>1,320,836</u>	<u>(4,609,921)</u>	<u>--</u>	<u>6,489,636</u>	<u>2,407,289</u>	<u>5,194,500</u>
Net change in fund balances	1,492,937	881,283	1,215,471	1,589,353	1,414,140	(3,065,859)	3,527,325
Fund balances, beginning of year	13,652,047	10,148,972	8,623,068	(3,003,779)	1,638,704	22,164,688	53,223,700
Change in reserve for inventory	43,838	41,738	--	--	--	--	85,576
Fund balances, end of year	<u>\$ 15,188,822</u>	<u>\$ 11,071,993</u>	<u>\$ 9,838,539</u>	<u>\$ (1,414,426)</u>	<u>\$ 3,052,844</u>	<u>\$ 19,098,829</u>	<u>\$ 56,836,601</u>

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

**Santa Rosa County, Florida**

**RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

**For the year ended September 30, 2009**

**Net Change in Fund Balances - Total Governmental Funds** **\$ 3,527,325**

*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. In the current period  
those amounts are:

Current period investment in capital assets	18,517,872
Current period depreciation	(8,909,759)
Current period loss on disposal of capital assets	(30,483)

In the statement of activities, interest is accrued on outstanding loans, whereas  
in governmental funds, an interest expenditure is reported when due.

Change in interest payable	(39,988)
----------------------------	----------

Repayment of debt principal is an expenditure in the governmental funds, but  
the repayment reduces long-term liabilities in the statement of net assets

Current period change in compensated absences	(15,213)
Current period note payments	636,650
Current period revenue bond payments	220,000
Current period special assessment note payments	1,613,624
Current period debt proceeds	(5,194,500)
Current period increase in other post employment benefits liability	(1,428,188)

Internal service funds are used by management to charge the  
costs of providing insurance coverage and therefore, the  
change in net assets of the internal service fund is included  
in governmental activities in the Statement of Activities

(384,089)

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 funds

Change in reserve for inventory	85,576
---------------------------------	--------

**Change in Net Assets of Governmental Activities** **\$ 8,598,827**

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

**Santa Rosa County, Florida**

**STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS**

**September 30, 2009**

	Business-type Activities				Governmental
	Major Funds		Non-Major Fund		Activities
	Navarre Beach	Landfill	Peter Prince Field	Total Enterprise Funds	Internal Service Fund
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 1,869,411	\$ 3,678,166	\$ 465,728	\$ 6,013,305	\$ 4,719,875
Investments	--	--	--	--	586,754
Accounts receivable	274,097	407,744	6,536	688,377	24,589
Total current assets	<u>2,143,508</u>	<u>4,085,910</u>	<u>472,264</u>	<u>6,701,682</u>	<u>5,331,218</u>
Noncurrent assets					
Restricted investments	--	3,617,674	--	3,617,674	--
Deferred charges	--	30,399	--	30,399	--
Capital assets, net of accumulated depreciation	8,930,008	6,417,075	3,347,981	18,695,064	6,018
Total noncurrent assets	<u>8,930,008</u>	<u>10,065,148</u>	<u>3,347,981</u>	<u>22,343,137</u>	<u>6,018</u>
Total assets	<u>\$ 11,073,516</u>	<u>\$ 14,151,058</u>	<u>\$ 3,820,245</u>	<u>\$ 29,044,819</u>	<u>\$ 5,337,236</u>
<b>LIABILITIES</b>					
Current liabilities					
Accounts payable	\$ 77,666	\$ 89,329	\$ 6,127	\$ 173,122	\$ 1,137,483
Contracts payable	26,300	--	--	26,300	--
Current portion of claims payable	--	--	--	--	1,932,455
Accrued wages payable	18,744	62,288	--	81,032	9,653
Due to other governments	--	--	1,272	1,272	--
Compensated absences - current portion	50,000	160,000	--	210,000	25,000
Revenue bonds - current	--	232,500	--	232,500	--
Note payable - current	367,885	--	--	367,885	--
Accrued interest	--	14,151	--	14,151	--
Deposits	9,700	32,899	300	42,899	--
Current portion of landfill closure costs	--	210,830	--	210,830	--
Total current liabilities	<u>550,295</u>	<u>801,997</u>	<u>7,699</u>	<u>1,359,991</u>	<u>3,104,591</u>
Noncurrent liabilities					
Long term portion of compensated absences	68,206	175,227	--	243,433	90,348
Long term portion of claims payable	--	--	--	--	1,514,759
Long term portion of landfill closure costs	--	8,970,406	--	8,970,406	--
Revenue bonds payable - net of discount	5,101,737	1,556,705	--	6,658,442	--
OPEB liability	9,437	29,125	--	38,562	4,532
Total noncurrent liabilities	<u>5,179,380</u>	<u>10,731,463</u>	<u>--</u>	<u>15,910,843</u>	<u>1,609,639</u>
Total liabilities	<u>5,729,675</u>	<u>11,533,460</u>	<u>7,699</u>	<u>17,270,834</u>	<u>4,714,230</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	8,552,686	4,627,870	3,347,981	16,528,537	6,018
Restricted for debt service	--	53,215	--	53,215	--
Restricted for landfill closure	--	3,564,459	--	3,564,459	--
Unrestricted	(3,208,845)	(5,627,946)	464,565	(8,372,226)	616,988
Total net assets	<u>5,343,841</u>	<u>2,617,598</u>	<u>3,812,546</u>	<u>11,773,985</u>	<u>623,006</u>
Total liabilities and net assets	<u>\$ 11,073,516</u>	<u>\$ 14,151,058</u>	<u>\$ 3,820,245</u>	<u>\$ 29,044,819</u>	<u>\$ 5,337,236</u>

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

**Santa Rosa County, Florida**  
**STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN NET ASSETS - PROPRIETARY FUNDS**  
**Year ended September 30, 2009**

	Business-type Activities			Total Enterprise Funds	Governmental Activities
	Major Funds		Non-Major Fund		Internal Service Fund
	Navarre Beach	Landfill	Peter Prince Field		
Operating revenues					
Licenses and permits	\$ --	\$ 10,018	\$ --	\$ 10,018	\$ --
Charges for services	1,892,873	4,306,695	204,100	6,403,668	2,203,771
Insurance proceeds	--	--	--	--	665,133
Miscellaneous	--	387	271	658	1,943
Total operating revenues	<u>1,892,873</u>	<u>4,317,100</u>	<u>204,371</u>	<u>6,414,344</u>	<u>2,870,847</u>
Operating expenses					
Personal services	581,722	1,949,702	--	2,531,424	264,691
Contract services	29,535	207,708	1,700	238,943	52,721
Supplies	146,610	47,660	912	195,182	18,062
Repairs and maintenance	227,973	329,634	16,519	574,126	725
Utilities	320,327	85,720	16,140	422,187	1,438
Depreciation	522,357	607,479	331,069	1,460,905	--
Travel and per diem	60	33,790	--	33,850	--
Insurance	9,480	17,480	--	26,960	76,801
Communications	5,599	14,719	620	20,938	1,885
Advertising	841	1,145	--	1,986	--
Fuel and oil	8,824	279,433	--	288,257	--
Rentals	--	972	--	972	--
Landfill closure and maintenance	--	408,730	--	408,730	--
Claims	--	--	--	--	2,813,056
State assessment	--	--	--	--	60,790
Miscellaneous	4,486	15,264	--	19,750	14,157
Total operating expenses	<u>1,857,814</u>	<u>3,999,436</u>	<u>366,960</u>	<u>6,224,210</u>	<u>3,304,326</u>
Operating income (loss)	35,059	317,664	(162,589)	190,134	(433,479)
Non-operating revenues (expenses)					
Investment income	13,426	147,404	1,769	162,599	49,390
Interest expense	(222,436)	(94,802)	(50,449)	(367,687)	--
Sale of recycled materials	--	53,013	--	53,013	--
Gain (loss) on sale of equipment	(415)	(3,272)	--	(3,687)	--
Aid to private organizations	--	(60,000)	--	(60,000)	--
Amortization & other bond costs	--	(15,175)	--	(15,175)	--
Total non-operating revenues (expenses)	<u>(209,425)</u>	<u>27,168</u>	<u>(48,680)</u>	<u>(230,937)</u>	<u>49,390</u>
Income (loss) before transfers	(174,366)	344,832	(211,269)	(40,803)	(384,089)
Capital contribution	4,472	--	(1,000)	3,472	--
Change in net assets	(169,894)	344,832	(212,269)	(37,331)	(384,089)
Net assets, beginning of year	5,513,735	2,272,766	4,024,815	11,811,316	1,007,095
Net assets, end of year	<u>\$ 5,343,841</u>	<u>\$ 2,617,598</u>	<u>\$ 3,812,546</u>	<u>\$ 11,773,985</u>	<u>\$ 623,006</u>

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

Santa Rosa County, Florida

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

Year ended September 30, 2009

	Business-type Activities				Governmental
	Major Funds		Non-Major Fund		Activities
	Navarre Beach	Landfill	Peter Prince Field	Total Enterprise Funds	Internal Service Fund
Cash flows from operating activities					
Cash received from customers	\$ 2,046,982	\$ 4,417,081	\$ 203,063	\$ 6,667,126	\$ 1,943
Cash paid to suppliers	(935,862)	(1,065,665)	883,670	(1,117,857)	(164,352)
Cash paid to employees	(556,966)	(1,898,166)	--	(2,455,132)	(252,281)
Cash received from interfund services provided	--	--	--	--	2,869,715
Cash paid for internal services provided	--	--	--	--	(2,460,189)
Net cash provided (used) by operating activities	554,154	1,453,250	1,086,733	3,094,137	(5,164)
Cash flows from noncapital financing activities					
Repayments of loans from other funds	--	300,000	--	300,000	--
Proceeds from recycling operations	--	53,013	--	53,013	--
Loans to other funds	--	--	(365,000)	(365,000)	--
Aid to private organizations	--	(60,000)	--	(60,000)	--
Net cash provided (used) by noncapital financing activities	--	293,013	(365,000)	(71,987)	--
Cash flows from capital and related financing activities					
Federal/State grants	4,472	--	(425)	4,047	--
Purchases of capital assets	(34,404)	(379,039)	--	(413,443)	--
Principal paid on capital debt	(354,352)	(220,000)	(218,453)	(792,805)	--
Interest paid on capital debt	(222,436)	(96,362)	(51,270)	(370,068)	--
Debt issue costs	--	--	--	--	--
Net cash provided (used) by capital and related financing activities	(606,720)	(695,401)	(270,148)	(1,572,269)	--
Cash flows from investing activities					
Interest and dividends	13,426	147,404	1,769	162,599	49,390
Net sale (purchase) of investments	799,595	(240,405)	--	559,190	2,724,477
Net cash provided (used) by investing activities	813,021	(93,001)	1,769	721,789	2,773,867
Net increase (decrease) in cash and cash equivalents	760,455	957,861	453,354	2,171,670	2,768,703
Cash and cash equivalents at beginning of year	1,108,956	2,720,305	12,374	3,841,635	1,951,172
Cash and cash equivalents at end of year	\$ 1,869,411	\$ 3,678,166	\$ 465,728	\$ 6,013,305	\$ 4,719,875
Reconciliation of operating income (loss) to net cash provided (used) by operating activities					
Operating income (loss)	\$ 35,059	\$ 317,664	\$ (162,589)	\$ 190,134	\$ (433,479)
Adjustments to reconcile operating income to net cash provided (used) by operating activities					
Depreciation expense	522,357	607,479	331,069	1,460,905	1,438
Landfill closure costs	--	408,730	--	408,730	--
Changes in assets and liabilities:					
Accounts receivable	(44,421)	119,073	(1,608)	73,044	811
Due from other governments	197,250	--	--	197,250	--
Due to other governments	--	--	915,400	915,400	1,900
Accounts payable	(182,127)	(32,140)	4,161	(210,106)	391,804
Accrued compensation	2,302	14,849	--	17,151	2,339
Compensated absences	13,017	7,562	--	20,579	5,539
OPEB liability	9,437	29,125	--	38,562	4,532
Claims payable	--	--	--	--	19,952
Deposits	1,280	(19,092)	300	(17,512)	--
Net cash provided (used) by operating activities	\$ 554,154	\$ 1,453,250	\$ 1,086,733	\$ 3,094,137	\$ (5,164)
Noncash Investing, Capital and Financing Activities:					
Disposal of assets	\$ 415	\$ 3,272	\$ --	\$ 3,687	\$ --
Amortized bond refunding costs	--	15,175	--	15,175	--
Amortized deferred charges	--	(4,449)	--	(4,449)	--
	\$ 415	13,998	--	14,413	--

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

**Santa Rosa County, Florida**

**STATEMENT OF FIDUCIARY NET ASSETS**

**September 30, 2009**

	Agency Funds
<b>ASSETS</b>	
Cash and cash equivalents	\$ 4,206,929
Total assets	<u>\$ 4,206,929</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 76,552
Deposits	1,375,412
Due to other governments	2,754,965
Total liabilities	<u>\$ 4,206,929</u>

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

**SANTA ROSA COUNTY, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2009**  
**GUIDE TO NOTES**

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**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES**

A summary of the significant accounting policies applied consistently in the preparation of the financial statements follows:

**1. Reporting Entity**

The Governmental Accounting Standards Board (GASB) in its Statement No. 14, "The Financial Reporting Entity", established standards for defining the financial reporting entity. In developing these standards, the GASB assumed that all governmental organizations are responsible to elected officials at the federal, state, or local level. Financial reporting by a state or local government should report the elected officials' accountability for those organizations. As concluded by the GASB, the financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Santa Rosa County, Florida (the County) is a political subdivision of the State of Florida created pursuant to Article 8, Section 1(e), of the Constitution of the State of Florida and Chapter 7 of the Florida Statutes. It is governed by a five member Board of County Commissioners (the Board) elected from single-member districts. The Board has no powers other than those expressly vested in it by the Florida Statutes and its governmental powers cannot be delegated. The Board appoints an administrator to administer all policies emanating from its statutory powers and authority. In addition to the Board, there are five elected Constitutional Officers, pursuant to Article 8, Section 1(d) of the Constitution of the State of Florida: Clerk of Courts, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections.

These financial statements include the operating activities of the Board, Clerk of Courts, Sheriff, Tax Collector, Property Appraiser and Supervisor of Elections.

**Dependent Special Districts**

***Blackwater Soil & Water Conservation District*** - The Blackwater Soil & Water Conservation District (Blackwater) was created by the Florida Legislature in 1942 pursuant to Florida Statute Section 582 in response to a petition to the State Soil Conservation Board. The County was established as the local governing authority and is Blackwater's only source of funding. Blackwater does not meet the criteria as a legally separate entity in that it cannot buy, sell, own, lease and mortgage property in its own name. The activities of Blackwater are included in these financial statements as a department of the Board within the General Fund.

***Pace Property Finance Authority*** - The Pace Property Finance Authority (Authority) was created in 1990 by County Resolution No. 90-12 pursuant to Chapter 617 of the Florida Statutes. In accordance with Florida Statutes Section 189.403, the Authority qualifies as a dependent special district. Additionally, based on the criteria of GASB Statement No. 14 outlined above, the Authority is a component unit of the County. However, the Authority meets the criteria for inclusion in more than one reporting entity - Pace Water System as well as the County. GASB Statement No. 14 indicates that in these cases, judgment must be exercised by management of the reporting entities as to which reporting entity the organization should be included. The Authority has the same elected governing body as the Pace Water System. Additionally, both

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES – Continued**

the Authority and Pace Water System own portions of a single water/sewer system; thus, their capital assets are part of an interconnected system. Finally, the Authority's debt was issued solely to finance the Pace water/sewer system improvements. Based on these facts, management has decided to include the Authority in the combined financial statements of Pace Water System rather than as a component unit of the County.

***Santa Rosa County Health Facilities Authority*** - The Santa Rosa County Health Facilities Authority (Authority) was created in 1982 by County Ordinance No. 82-02 pursuant to Section 154, Florida Statutes. In accordance with Florida Statutes Section 189.403, the Authority qualifies as a dependent special district. Additionally, based on the criteria of GASB Statement No. 14 outlined above, the Authority is a component unit of the County. The Board appoints the five (5) members of the Authority. Additionally, the Board may abolish the Authority at any time by ordinance or resolution as long as all bonded indebtedness incurred by the Authority has been paid. The Authority exists solely to assist health facilities within the County with the acquisition, construction, financing, and refinancing of projects. The Authority issued approximately \$15.8 million in bonds in 1983, lending the proceeds of the bonds to Gulf Breeze Hospital. These bonds were subsequently defeased in 1988 when the Authority issued approximately \$17.3 million in new bonds. The 1988 bonds were defeased in 1993 when the Authority issued approximately \$18.6 million in new bonds. The 1993 bonds were defeased in 2003 when the Authority issued approximately \$58 million in new bonds. The debt outstanding is a limited obligation of the Authority and not a general obligation of the Authority or the County. The Authority is not obligated to pay the principal and interest on the bonds except from the revenues of the Authority pursuant to its loan agreement with Gulf Breeze Hospital. The Authority has no financial activity and the bonds issued under the Authority's name are recorded in the books of the hospital.

***Santa Rosa County Housing Finance Authority*** - The Santa Rosa County Housing Finance Authority (Authority) was created in 1984 by County Resolution No. 84-18 pursuant to Chapter 78-89, Laws of Florida codified as Chapter 159, Part IV, Section 159.601 through 159.623. In accordance with Florida Statutes Section 189.403, the Authority qualifies as a dependent special district. Additionally, based on the criteria of GASB Statement No. 14 outlined above, the Authority is a component unit of Santa Rosa County. The Santa Rosa County Board of County Commissioners, through various resolutions and interlocal agreements with the Escambia County Housing Finance Authority (ECHFA), has authorized ECHFA to allow qualified residents of Santa Rosa County to apply for and obtain preferential mortgages from proceeds generated by bonds issued by ECHFA. Accordingly, there is no financial activity related to the Santa Rosa County Housing Finance Authority to be reflected in these financial statements.

**2. Basis of Presentation - Fund Accounting**

The accounting system is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The County groups its funds into two broad fund categories as either governmental or proprietary in nature. Governmental funds include the general, special revenue, debt service, capital projects and permanent funds. Proprietary funds include enterprise funds and an internal service fund.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued**

**3. Basis of Accounting**

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all the non-fiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which primarily rely on fees and charges for support. Fiduciary funds are excluded from the government-wide financial statements.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, the governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund financial statements.

The government-wide Statement of Activities presents a comparison between expenses and program revenues for each segment of the business-type activities of the County and for each governmental program. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Indirect expenses are not allocated to the various functions and activities. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the County.

Net assets should be reported as restricted when constraints placed on net asset use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The net assets restricted for other purposes result from special revenue funds and the restrictions on their net asset use. In a fund with both restricted and unrestricted assets, qualified expenses are considered to be paid first from restricted net assets then from unrestricted net assets.

**FUND FINANCIAL STATEMENTS**

The Fund financial statements, as presented herein, focus primarily on the major funds of the governmental and proprietary categories. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued**

**GOVERNMENTAL FUNDS**

All governmental funds are accounted for using the modified accrual basis of accounting and the current financial resources measurement focus. Under this basis revenues are recognized in the accounting period in which they become measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable.

The major governmental funds are:

- General Fund – This is the County’s primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.
- Road and Bridge Fund – Accounts for that portion of state fuel taxes and fees designated for road improvement projects.
- Electricity Franchise Fee Fund – Accounts for the collection and distribution of Electricity Franchise Fees.
- Disaster Fund – Accounts for revenues and expenditures related to significant events such as Hurricanes Ivan, Dennis and Katrina.
- Other Capital Projects – Accounts for the purchase or construction of other capital facilities which are not financed by proprietary funds or trust funds.

**Revenue Recognition**

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available (i.e., collectible within the current year or within one month of year-end and available to pay obligations of the current period – except for certain grant revenues which are recognized as revenues in the same period the grant expenditures occurred). This includes investment earnings, property taxes, special assessments, and fines and forfeitures. Certain state-levied locally shared taxes including motor vehicle license tax and fuel taxes are considered derived non-exchange transactions. These types of transactions are subject to income recognition when the underlying transaction occurs. Reimbursements due for federally funded projects are accrued as revenue at the time the expenditures are made, or when received in advance, deferred until expenditures are made.

Other revenues, including licenses and permits, certain charges for services and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

**Expenditure Recognition**

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, principal and interest on governmental long-term debt, which has not matured, are recognized when paid. Allocations of costs, such as depreciation and amortization, are not recognized in the governmental funds.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued**

**PROPRIETARY FUNDS**

All proprietary funds use the accrual basis of accounting and the economic resources measurement focus. These funds account for operations that are primarily financed by user charges. Revenues are recognized when earned and expenses are recognized when incurred. Allocations of costs, such as depreciation, are recorded in proprietary funds. Unbilled utility service receivables are recorded at each year-end.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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

The major proprietary funds are:

- Navarre Beach Fund – Accounts for the operation and maintenance of the water and sewer system of Navarre Beach.
- Landfill Fund – Accounts for the operation of the solid waste disposal facilities of the County.

The County's only internal service fund is the Self Insurance Fund. This fund accounts for the risk management activities of the Board and the other elected officials. Costs are billed to the departments and other elected officials at the actual and estimated costs of providing insurance coverage. At year-end, uncovered costs are billed to the departments, if necessary. Billings in excess of costs are credited to the departments. The policy of the County is not to eliminate interfund activity in the government-wide statement of activities.

**FIDUCIARY FUNDS**

Agency funds are used to account for assets of others for which the County acts as an agent. The County has sixteen agency fiduciary funds:

- Clerk's Fine and Cost Fund – Traffic and other fines are collected by the Clerk and remitted to the various governmental agencies.
- Clerk's Court Revenue – Revenues received in the court system that are remitted to the State.
- Clerk's Intangible Tax Fund – The Clerk collects intangible tax and remits to the Department of Revenue.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued**

- Clerk's Court Registry Fund - accounts for funds deposited pursuant to court order pending the outcome of legal action and are distributed by order of the court.
- Clerk's State Documentary Stamp Fund – The Clerk collects documentary stamps tax as an agent for the State of Florida and remits the revenue, less commission, to the Department of Revenue.
- Clerk's Suspense Fund – The Clerk collects fees for marriage licenses, spousal abuse and restitution. Also the Clerk Collects money for the State co-educational trust fund and attorney's fees. Distributions on payments and remittances are made as appropriate to the various agencies or individuals.
- Clerk's Tax Redemption Fund - accounts for tax deed application fees and tax deed bids and makes distributions on payments as appropriate.
- Clerk's State Witness and Juror Fund – State funding for payment of juror and witness fees is held in this fund. The balance is returned to the State at the end of each judicial quarter.
- Clerk's Uniform Child Support Fund – The Clerk collects child support and other payments required by court order and remits to the appropriate individuals or organizations.
- Clerk's Ordinary Witness Fund – accounts for the funds collected and paid to witnesses.
- Clerk's Bail Bond Fund - accounts for the collection and disbursement of bond monies posted by individuals upon arrest. These monies are held by the Clerk until final disposition instructions are received from the court.
- Tax Collector's Tax Fund - accounts for receipts of various types of taxes, licenses, and fees collected on behalf of state, county, and municipal governmental agencies.
- Sheriff's Individual Depositors Fund - accounts for the collection and disbursement of monies deposited primarily by insurance companies and attorneys awaiting civil process.
- Sheriff's Suspense Fund - accounts for the collection of monies obtained from the Sheriff's sale of abandoned and confiscated property, various court levies, writs of execution, and miscellaneous receipts and the subsequent disbursements to individuals, state agencies, and the Board of County Commissioners.
- Sheriff's Seizure Fund - accounts for cash confiscated by the Sheriff's department which is held pending disposition.
- Sheriff's Flower Fund – accounts for the collection and disbursement of funds donated by employees to purchase flowers for certain occasions.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued**

**4. Budgets and Budgetary Accounting**

Florida Statutes Chapters 129 and 200 govern the preparation, adoption, and administration of the County's annual budget. The budget must be balanced, i.e., the estimated revenues plus beginning fund balance brought forward must equal appropriations and be prepared on a basis consistent with generally accepted accounting principles (GAAP) as applicable to governmental units. The Board may, at any time within a fiscal year, amend a budget for that year as follows:

Appropriations for expenditures in any fund may be decreased and other appropriations in the same fund correspondingly increased by motion recorded in the minutes. The budget officer may authorize certain inter-departmental and intra-departmental budget amendments, provided that the total appropriation of the fund is not changed. All annual appropriations lapse at fiscal year end. Budgets are required for all governmental funds except the Disaster, Gas and Oil Preservation (permanent fund), Industrial Park, Aging Services, Emergency Housing, Sheriff's Grants, Sheriff's Second Dollar, Sheriff's Prisoner Rec., and Sheriff's Federal Seizure special revenue funds.

**5. Cash and Cash Equivalents**

For purposes of the statements of cash flows, all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased are considered to be cash equivalents.

**6. Investments**

Investments in bank certificates of deposit, U.S. Treasury bills, government backed securities and the Florida Local Government Investment Trust Fund are recorded at fair value. As defined by GASB Statement No. 31, money market investments are reported at amortized cost rather than fair value.

**7. Inventory**

Inventory consists of gas, oil, automotive parts, road signs, culverts, and various other items used by the road department and insecticides used by mosquito control operations. Inventory is valued at cost (first in, first out). The cost is recorded as an expenditure at the time the inventory is purchased.

In the fund level statements, reported inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued**

**8. Accounting for Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that does not add to the value of an asset or materially extends an asset's life is not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The County does not capitalize interest expense on borrowings used to finance construction of capital assets, as the capitalizable interest, after netting of interest earnings, is normally insignificant.

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

Buildings	20 - 50 years
Water Distribution System	20 years
Improvements	10 - 20 years
Equipment	3 - 10 years
Infrastructure	40 years

**9. Compensated Absences**

It is the policy of the County to permit employees to accumulate a limited amount of earned but unused leave benefits which will be paid to employees upon separation from service. Unpaid compensated absences are recorded as a liability when the benefits are earned in the government-wide and proprietary fund financial statements. The valuation of accrued leave benefits is calculated in accordance with GASB Statement No. 16. For the governmental activities, compensated absences are generally liquidated by the General (75%) and the Road and Bridge (25%) funds.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued**

**10. Property Taxes**

Real and personal property valuations are determined each year as of January 1 by the Property Appraiser's office. Florida Statutes require that all property be assessed at 100 percent of just value.

All property taxes become due and payable on November 1, and are delinquent on April 1 of the following year. Discounts of 4, 3, 2 and 1 percent are allowed for early payment in November through February, respectively. The Tax Collector advertises as required by statute and sells tax certificates for unpaid taxes on real property. Certificates not sold are considered "County Held Certificates." Persons owning land upon which a tax certificate has been sold may redeem the land by paying the face amount of the tax certificate, plus interest and other costs.

Property taxes levied on property valuations as of January 1, 2009, and expected to be collected during the period November 2009 through March 2010 are as follows:

General Fund	\$ 44,288,430
Road and Bridge Fund	\$ 1,838,790
Fine and Forfeiture Fund	\$ 244,210

These taxes, although measurable, are not recognized as revenue at September 30, 2009, since they are not considered to be collectible within the current period or soon enough thereafter to be used to pay current period liabilities.

**11. Landfill Closure Costs**

Under the terms of current state and federal regulations, the Board is required to place a final cover on closed landfill areas, and to perform certain monitoring and maintenance functions for a period of up to thirty years after closure. The Board recognizes these costs of closure and post-closure maintenance over the active life of each landfill area, based on landfill capacity used during the period.

**12. Allowance for Uncollectible Amounts**

Accounts receivable for the County are reported net of allowance for doubtful accounts. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon past collection history.

**NOTE B - CASH AND INVESTMENTS**

At September 30, 2009, the bank held deposits of \$67,179,006 (before outstanding checks and deposits in transit) consisting of amounts held in checking, savings, money market or time deposit accounts. All deposits with financial institutions were 100% insured by federal depository insurance or by collateral pursuant to the Public Depository Security Act of the State of Florida.

The County's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE B - CASH AND INVESTMENTS - Continued**

Pursuant to Florida Statutes Section 218.415, the County adopted an investment policy which outlines the County's investment responsibilities, objectives, and policies. The County's investment policy authorizes the County to invest in the following:

- a. The Local Government Surplus Funds Trust Fund (SBA) (Maximum of 75%)\*State Pool);
- b. Florida Local Government Investment Trust (FLGIT) (State Investment Trust) (Maximum of 80%)\*;
- c. Qualified money market mutual funds (Maximum of 50%)\*;
- d. U.S. Treasury bills, notes and bonds (100% allowed);
- e. Obligations guaranteed by the U.S. Government as to principal and interest such as obligations of the Government National Mortgage Association (GNMA) (Maximum of 5%)\*;
- f. Non-callable Government Agency securities (Maximum of 25%)\*:
  - (i) Federal Farm Credit Bank (FFCB),
  - (ii) Federal Home Loan Mortgage Corporation (FHLMC),
  - (iii) Federal Home Loan Bank (FHLB),
  - (iv) Federal National Mortgage Association (FNMA).This classification of government agency securities does not include any mortgage debt of any government agency;
- g. Time deposits and savings accounts in banks or savings and loan associations doing business in Florida (Maximum of 50%)\*;
- h. Repurchase agreements for investments authorized in categories d, e, or f above. (Maximum of 40%)\*

\*To limit the County's concentration of credit risk these are the maximum percentages of the County's total portfolio that can be in each type of investment.

Interest rate risk is limited by no security having a maturity exceeding 2 years. The weighted average to maturity for the portfolio shall be less than 365 days or 1 year. Investments placed with the FLGIT, which typically invests in instruments with maturities of less than 5 years, are exempt from this limitation.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE B - CASH AND INVESTMENTS - Continued**

The FLGIT is a local government investment pool created by the Florida Association of Court Clerks and Comptroller, and the Florida Association of Counties for the purpose of providing public entities with an investment program by providing investment vehicles for funds that can be invested in short- to intermediate-term securities and have returns generally greater than the national average for money market instruments. The Florida Trust offers two open-ended, professionally managed funds available only to public entities in Florida.

**The Investment Trust:**

A short term bond fund with an investment portfolio structured to maintain safety of principal and maximize available yield through a balance of quality and diversification. As of September 30, 2009 the Investment Trust managed \$444,777,469 for 30 local governmental entities. At a price per share of \$22.5458 the Investment Trust has produced a 12-month total return of 3.806% and a market yield of 3.13%. This short term bond fund invests in U.S. Treasuries and Agency Securities, Mortgages, Commercial Paper, Asset-Backed Securities, and "A" rated Corporate Securities.

**The Day to Day Fund:**

A new money market product, offering a fiscally conservative diversification option for Florida local governments. Fund features include same day transactions and convenient online account management. The Florida Trust Day to Day Fund is a money market product created in January 2009 in response to demand to provide a fiscally conservative diversification option for Florida local governments. The fund is AAA-rated by Standard and Poor's and is governed by the same board and advisory committee that oversees the Investment Trust.

Schedule of Cash and Investments at September 30, 2009

	<u>Carrying Amount</u>
<u>Investments</u>	
FLGIT Investment Trust Fund	\$ 10,386,390
Total Investments	10,386,390
 <u>Cash</u>	
Cash in Bank	24,189,977
Day to Day Trust	37,130,952
Petty Cash	1,325
Total Cash	61,322,254
Total Cash and Investments	\$ 71,708,644

Restricted cash and investments typically consist of funds set aside for the payment of debt and funds set aside to ensure assets producing the pledged revenues are repaired and replaced as needed. These assets are restricted since their use is limited by the applicable bond indentures. Other restricted assets consist of funds restricted to the payment of future landfill closure costs.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE B - CASH AND INVESTMENTS - Continued**

Restricted investments by category and by fund are as follows:

	Landfill Fund
Debt service	\$ 53,215
Landfill escrow	3,564,459
	\$ 3,617,674

**NOTE C – DUE FROM OTHER GOVERNMENTAL UNITS**

At September 30, 2009, amounts due from other governmental units were as follows:

Federal Government – Grants	\$ 1,796,780
State of Florida – Grants	462,645
State of Florida – Taxes	922,935
Local – Taxes	474,402
Other	523,459
Total	\$ 4,180,221

**NOTE D – INTERFUND TRANSACTIONS**

Interfund transactions for the year ended September 30, 2009 were as follows:

	Interfund Receivable	Interfund Payable	Interfund Transfers in	Interfund Transfers out
General fund	\$ 419,693	\$ 243	\$ 2,470,245	\$ 2,883,585
Road & Bridge fund	142,500	--	1,621,820	300,984
Electric Franchise Fee fund	3,300,000	--	--	4,609,921
Disaster fund	--	3,300,000	--	--
Other Capital Projects fund	--	--	3,505,036	15,400
Nonmajor Governmental funds	243	562,193	5,374,985	5,162,196
Total	\$ 3,862,436	\$ 3,862,436	\$ 12,972,086	\$ 12,972,086

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) move unrestricted revenues collected in the general fund to finance various programs in accordance with budgetary authorizations.

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE E – RECEIVABLES**

<u>Governmental</u>	<u>Accounts</u>	<u>Leases</u>	<u>Intergov- ernmental</u>	<u>Total</u>
General	\$ 93,516	\$ 485,185	\$ 1,012,117	\$ 1,590,818
Road and Bridge	7,035	--	867,423	874,458
Electric Franchise Fee	496,309	--	--	496,309
Other Capital Projects	--	--	1,555,837	1,555,837
NonMajor Govt.	173,710	--	744,844	918,554
Self Insurance	<u>24,589</u>	<u>--</u>	<u>--</u>	<u>24,589</u>
Subtotal	795,159	485,185	4,180,221	5,460,565
 <u>Business-Type</u>				
Navarre Beach	274,097	--	--	274,097
Landfill	407,744	--	--	407,744
NonMajor Business	<u>6,536</u>	<u>--</u>	<u>--</u>	<u>6,536</u>
Subtotal	<u>688,377</u>	<u>--</u>	<u>--</u>	<u>688,377</u>
 Total	 <u>\$ 1,483,536</u>	 <u>\$ 485,185</u>	 <u>\$ 4,180,221</u>	 <u>\$ 6,148,942</u>

**NOTE F – CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2009 was as follows (in thousands):

<b>Governmental activities:</b>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 15,537	\$ 5,515	\$ --	\$ 21,052
Construction in progress	<u>7,401</u>	<u>6,799</u>	<u>1,941</u>	<u>12,259</u>
Total capital assets not being depreciated	22,938	12,314	1,941	33,311
Other capital assets:				
Buildings	54,579	767	--	55,346
Improvements other than buildings	98,177	3,308	87	101,398
Machinery and equipment	<u>36,840</u>	<u>4,859</u>	<u>1,943</u>	<u>39,756</u>
Total capital assets being depreciated	189,596	8,934	2,030	196,500
Less accumulated depreciation for:				
Buildings	24,078	2,595	--	26,673
Improvements other than buildings	29,992	3,121	2	33,111
Machinery and equipment	<u>22,993</u>	<u>3,800</u>	<u>1,813</u>	<u>24,980</u>
Total accumulated depreciation	<u>77,063</u>	<u>9,516</u>	<u>1,815</u>	<u>84,764</u>
Total capital assets being depreciated, net	<u>112,533</u>	<u>(582)</u>	<u>215</u>	<u>111,736</u>
Governmental activities capital assets, net	<u>\$ 135,471</u>	<u>\$ 11,732</u>	<u>\$ 2,156</u>	<u>\$ 145,047</u>

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE F – CAPITAL ASSETS - Continued**

<b>Business-type activities:</b>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 1,191	\$ --	\$ --	\$ 1,191
Construction in progress	<u>477</u>	<u>38</u>	<u>16</u>	<u>499</u>
Total capital assets not being depreciated	1,668	38	16	1,690
Other capital assets:				
Buildings	2,699	16	--	2,715
Improvements other than buildings	24,303	9	--	24,312
Furniture, fixtures and equipment	<u>5,619</u>	<u>402</u>	<u>166</u>	<u>5,855</u>
Total capital assets being depreciated	<u>32,621</u>	<u>427</u>	<u>166</u>	<u>32,882</u>
Less accumulated depreciation for:				
Buildings	979	141	--	1,120
Improvements other than buildings	10,356	940	--	11,296
Furniture, fixtures and equipment	<u>3,208</u>	<u>402</u>	<u>149</u>	<u>3,461</u>
Total accumulated depreciation	<u>14,543</u>	<u>1,483</u>	<u>149</u>	<u>15,877</u>
Total capital assets being depreciated, net	<u>18,078</u>	<u>(1,056)</u>	<u>17</u>	<u>17,005</u>
Business-type activities capital assets, net	<u>\$ 19,746</u>	<u>\$ (1,018)</u>	<u>\$ 33</u>	<u>\$ 18,695</u>

Additions to accumulated depreciation do not agree with depreciation expense due to transfers of capital assets between departments or asset classes.

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 2,653,012
Public safety	1,576,964
Physical environment	102,760
Transportation	3,268,552
Economic environment	74,986
Human services	111,010
Culture and recreation	<u>1,123,943</u>
Total governmental activities depreciation expense	<u>\$ 8,911,227</u>
Business-type activities	
Water and sewer	\$ 522,357
Landfill	607,479
Hangar rental	<u>331,069</u>
Total business-type activities depreciation expense	<u>\$ 1,460,905</u>

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE G- LONG-TERM DEBT**

**1. Changes in Long-Term Debt**

The following is a summary of changes in long-term debt for the year.

	Balance October 1, 2008	Additions	Deductions	Balance September 30, 2009	Amount Due within One Year
Governmental activities:					
Compensated absences	\$ 8,380,855	\$ 4,333,452	\$ 4,312,700	\$ 8,401,607	\$ 4,025,000
Claims payable	3,427,262	2,551,435	2,531,483	3,447,214	1,932,455
Revenue bonds	2,082,500	--	220,000	1,862,500	232,500
Notes payable	3,171,870	3,000,000	636,650	5,535,220	836,850
Special assessment notes	7,526,784	2,194,500	1,613,624	8,107,660	1,553,403
OPEB liability	--	1,733,196	300,476	1,432,720	--
	<u>\$ 24,589,271</u>	<u>\$ 13,812,583</u>	<u>\$ 9,614,933</u>	<u>\$ 28,786,921</u>	<u>\$ 8,580,208</u>
Business-type activities:					
Compensated absences	\$ 432,855	\$ 236,208	\$ 215,630	\$ 453,433	\$ 210,000
Landfill closure costs	8,772,506	408,730	--	9,181,236	210,830
Revenue bonds	2,082,500	--	220,000	1,862,500	232,500
Notes payable	6,042,426	--	572,803	5,469,623	367,885
OPEB liability	--	38,562	--	38,562	--
	<u>\$ 17,330,287</u>	<u>\$ 683,500</u>	<u>\$ 1,008,433</u>	<u>\$ 17,005,354</u>	<u>\$ 1,021,215</u>

Unamortized bond discounts totaling \$5,747 and deferred losses on refunding of bonds totaling \$67,549 are netted against the liability in the proprietary funds. Deferred bond issue costs were \$30,399 at year end.

Special assessment notes are fully secured by annual assessments made against property owners of the specific area benefited from the proceeds of the notes. The County has no legal obligation to levy ad valorem taxes or cover the notes in case of default by the property owners. The County does, however, maintain a moral commitment to cover the debt payments until such time as the property owners can make the payments.

**2. Descriptions of Bonds and Notes**

Bonds and notes payable at September 30, 2009 are comprised of the following:

General government - notes payable

\$3,700,000 note payable to bank for the acquisition and construction of facilities at the Pace Athletic Field. The note is due in 36 quarterly payments of \$90,763 to \$187,521 plus interest at 3.43%, secured by non-ad valorem revenues.

1,359,387

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE G - LONG-TERM DEBT - Continued**

\$325,000 note payable to bank for the acquisition and construction of facilities in the Bagdad Community Center. The note is due in 28 quarterly payments of \$11,607 plus interest at 3.74%, secured by non-ad valorem revenues.	139,286
\$1,200,000 Third Cent Tourist Development Tax Revenue Note payable to bank for the construction of a tourist information center in Navarre. The note is due in 60 quarterly payments of \$4,601 to \$9,069, with a balloon payment of \$817,832 in January 2022, plus interest at 4.79%, secured by non-ad valorem revenues.	1,036,547
\$4,825,000 special assessment note payable to bank for the construction of certain restoration improvements to Navarre Beach. The note is due in 28 quarterly payments of \$172,321 plus interest at 3.66%, secured by non-ad valorem revenues. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	2,240,178
\$900,000 special assessment note payable to bank for the construction of certain restoration improvements to Navarre Beach. The note is due in 27 quarterly payments of \$33,333 plus interest at 3.76%, secured by non-ad valorem revenues. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	433,333
\$495,570 special assessment note payable to bank for the construction of certain road improvements in the Blackwater River and Smuggler's Cove subdivisions. The note is due in 36 quarterly payments of \$13,777 plus interest at 4.28%, secured by non-ad valorem revenues. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	344,424
\$72,800 special assessment note payable to bank for the construction of a residential sewage system along Del Mar Drive. The note is due in 36 quarterly payments of \$2,600 including principal and interest at 5.71% with final payment due in 2010. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	10,161
\$363,500 special assessment note payable to bank for the construction of infrastructure improvements on Grande Navarre Canal. The note is due in 32 quarterly payments of \$13,590 including principal and interest at 4.43% with final payment due in 2011. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	98,006

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE G - LONG-TERM DEBT - Continued**

\$250,000 special assessment note payable to bank for the construction of infrastructure improvements on Grande Navarre Canal. The note is due in 20 quarterly payments of \$10,925 to \$14,211 plus interest at 5.46% with final payment due in 2010. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 28,227

\$900,000 special assessment note payable to bank for the construction of infrastructure improvements on Polynesian Island Canal. The note is due in 30 quarterly payments of \$26,984 to \$33,225 plus interest at 2.88% with final payment due in 2011. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 290,614

\$341,000 special assessment note payable to bank for the construction of infrastructure improvements for Duke Drive MSBU. The note is due in 32 quarterly payments of \$9,243 to \$12,225 plus interest at 3.74% with final payment due in 2016. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 284,506

\$600,000 special assessment note payable to bank for the construction of infrastructure improvements on Polynesian Island Canal. The note is due in 28 quarterly payments. Payments are interest only at 4.05% until 2012 then principal payments of \$36,085 to \$48,931 plus interest with final payment due in 2015. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 600,000

\$169,100 special assessment note payable to bank for the construction of infrastructure improvements for Joseph Circle MSBU. The note is due in 36 quarterly payments of \$3,636 to \$5,941 plus interest at 5.65% with final payment due in 2016. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 142,543

\$324,500 special assessment note payable to bank for the construction of infrastructure improvements for Central Parkway MSBU. The note is due in 36 quarterly payments of \$7,112 to \$11,146 plus interest at 5.14% with final payment due in 2017. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 302,752

\$1,582,132 special assessment note payable to bank for the acquisition and installation of fire control equipment in the Santa Rosa County Fire Protection MSBU. The note is due in 96 monthly payments of \$14,040 to \$19,186 plus interest at 3.95% with final payment due in 2016. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 1,396,099

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE G - LONG-TERM DEBT - Continued**

\$770,000 special assessment note payable to bank for the acquisition and installation of fire control equipment in the Santa Rosa County Fire Protection MSBU. The note is due in 32 quarterly payments of \$20,860 to \$27,664 plus interest at 3.83% with final payment due in 2017. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 728,321

\$500,000 special assessment note payable to bank for the construction of certain infrastructure improvements in the Bernath Place MSBU. The note is due in 36 quarterly payments of \$11,686 to \$16,363 plus interest at 3.98% with final payment due in 2018. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 500,000

\$600,000 special assessment note payable to bank for the construction of certain infrastructure improvements in the Santa Rosa Shores MSBU. The note is due in 40 quarterly payments of \$12,432 to \$17,890 payments plus interest at 3.75% with final payment due in 2019. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 600,000

\$120,000 special assessment note payable to bank for the construction of certain infrastructure improvements in the Ski Watch Estates MSBU. The note is due in 36 quarterly payments of \$2,829 to \$3,883 including interest at 3.55% with final payment due in 2017. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest. 108,496

\$3,000,000 capital improvement revenue note to bank for the jail expansion project. The note is due in 26 quarterly payments of \$111,111 and one payment of \$111,114 plus interest at 3.98% with final payment due in 2016 secured by non-ad valorem revenues. 3,000,000

General government - bonds payable

\$6,535,000 Capital Improvement Refunding Revenue Bonds, Series 2000-4.5 – 4.875% serial bonds due in annual installments of \$55,000 to \$610,000 from 2001 through 2016; Bonds are allocated 50% to governmental long-term debt and 50% to Landfill Fund. 1,862,500

Total general government bonds and notes payable \$ 15,505,380

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE G - LONG-TERM DEBT - Continued**

Proprietary fund type - note payable

*Navarre Beach*

\$6,500,000 Utility System Revenue Note, Series 2006 payable to bank for the construction of certain improvements and additions to the Navarre Beach Utility System. The note is due in 15 annual payments of \$335,333 to \$555,568 plus interest at 3.767%, adjusted every 3 years, secured by non-ad valorem revenues. 5,469,623

Proprietary fund type - bonds payable

*Landfill*

\$6,535,000 Capital Improvement Refunding Revenue Bonds, Series 2000-4.5 – 4.875% serial bonds due in annual installments of \$55,000 to \$610,000 from 2001 through 2016; Bonds are allocated 50% to governmental long-term debt and 50% to Landfill Fund. 1,862,500

Total proprietary fund type bonds and note payable \$ 7,332,123

**3. Debt Service Requirements**

The annual requirements to amortize all bonds and notes outstanding at September 30, 2009 are as follows:

Governmental activities:

Year ended	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
September 30,			
2010	\$ 2,622,753	\$ 597,915	\$ 3,220,668
2011	2,741,695	496,106	3,237,801
2012	2,776,331	393,560	3,169,891
2013	1,694,894	295,608	1,990,502
2014	1,531,847	230,761	1,762,608
2015-2019	3,362,163	432,967	3,795,130
2020-2024	775,697	104,384	880,081
	<u>\$ 15,505,380</u>	<u>\$ 2,551,301</u>	<u>\$ 18,056,681</u>

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE G- LONG-TERM DEBT - Continued**

Business-type activities:

Year ended September 30,	Principal	Interest	Total
2010	\$ 600,385	\$ 302,480	\$ 902,865
2011	624,435	278,459	902,894
2012	651,029	253,722	904,751
2013	674,148	226,642	900,790
2014	702,370	199,013	901,383
2015-2019	2,989,166	577,585	3,566,751
2020-2024	<u>1,090,590</u>	<u>93,741</u>	<u>1,184,331</u>
	<u>\$ 7,332,123</u>	<u>\$ 1,931,642</u>	<u>\$ 9,263,765</u>

**4. Defeased Debt Outstanding**

In prior years the County defeased certain bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust accounts' assets and liabilities for the defeased bonds are not included in the County's financial statements. At September 30, 2009, \$3.795 million of bonds are considered defeased.

**NOTE H - CONDUIT DEBT OBLIGATIONS**

The County has issued certain limited-obligation debt instruments, including: 1) industrial development revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest; and 2) municipal service benefit unit revenue notes to finance the acquisition, construction, reconstruction and equipping of capital improvements within the municipal service benefit unit. The debt instruments are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Neither the County, the State nor any political subdivision thereof is obligated in any manner for repayment of the debt instruments. Accordingly, the debt instruments are not reported as liabilities in the accompanying financial statements.

Debt issues related to conduit financings outstanding at September 30, 2009 are as follows:

	Date <u>Issued</u>	Final <u>Maturity</u>	Amount <u>Issued</u>	Outstanding <u>9/30/2009</u>
Baptist Hospital, 2003	8/21/2003	10/1/2021	\$57,905,000	\$57,905,000
Holley Navarre Water System, 2004	6/2/2004	5/1/2024	4,145,000	3,340,000
Pace Volunteer Fire Department	4/16/2007	3/8/2017	1,169,000	1,131,290
Navarre Beach Volunteer Fire Department	4/25/2007	4/25/2017	<u>300,000</u>	<u>243,198</u>
Total			<u>\$63,519,000</u>	<u>\$62,619,488</u>

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE I - LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS**

State and federal laws and regulations require the Board to place a final cover on its landfill sites when the landfill stops accepting waste and to perform certain maintenance and monitoring functions at sites for thirty years after closure. Although closure and postclosure care costs are paid only near or after the date that a landfill stops accepting waste, the Board reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$9.2 million reported as landfill closure and postclosure care liability (current and noncurrent) at September 30, 2009, represents the cumulative amount reported to date based on the following percentage usage of the estimated capacity of each of the Board's landfills:

Central Class I Landfill	62%
Central Class III Landfill	26%
Central Class III Landfill	Closed 10/98
Holley Landfill	Closed 06/94
Northwest Landfill	Closed 02/91

The estimated cost of postclosure care for the Central Class III, Holley and Northwest landfills have been recognized in prior years with any changes in estimates being recorded in the current year. The Board will recognize the remaining estimated cost of closure and postclosure care for the Central Class I and Class III landfills in the amount of \$7.4 million as its remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2009. The estimated remaining lives of the Central Class I and Class III landfills are 25 and 38 years, respectively. Cost of closure and life estimates are based on the areas currently in use, and not on potential areas of expansion. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The Board is required by state and federal laws and regulations to make annual contributions to a trust to finance closure and postclosure care. At September 30, 2009, the Board held investments of \$3,564,459 to cover the escrow requirement of \$3,542,445. These investments are reported as restricted assets in these financial statements. The Board expects that future inflation costs will be paid from interest earnings on these restricted investments and from charges to future landfill users or future tax revenue.

**NOTE J - COMMITMENTS AND CONTINGENCIES**

**1. Retirement Plan**

**Participation** - Employees of the County participate in the Florida Retirement System, a cost-sharing multiple-employer retirement system, established by Chapter 121, Florida Statutes. Participation is compulsory for full-time and part-time employees working in regularly established positions. Elected officials may elect not to participate in the system. Eligible employees may elect to participate in the Deferred Retirement Option Program (DROP), deferring receipt of retirement benefits while continuing employment with a Florida Retirement System employer.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE J - COMMITMENTS AND CONTINGENCIES - Continued**

**Benefit Provisions** – The Florida retirement system offers two retirement plans – the FRS Pension Plan and the FRS Investment Plan. An employee may participate in only one of the plans.

The FRS Pension Plan is a defined benefit plan which provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Normal retirement benefits are available to employees who retire at age 62 with 6 or more years of service, or to those employees who have at least 30 years of creditable service, regardless of age. Retirement age and years of service requirements may vary depending on membership class. Early retirement is available after 6 years of service with a 5% reduction of benefits for each year prior to the normal retirement age. Retirement benefits are based upon age, average compensation, and years-of-service credit where average compensation is computed as the average of an individual's five highest years of earnings.

The FRS Investment Plan is a defined contribution plan in which participants are vested after one year of service. The employer makes contributions each month based on a percentage of the employee's gross salary and membership class. The contribution percentage is the same whether participating in the Pension Plan or Investment Plan. Members in the Investment Plan decide how their funds are allocated between various investment accounts and the funds are portable upon termination if the participant is vested. Members in the investment plan are not eligible for participation in the Deferred Retirement Option Program (DROP).

For DROP participants, the deferred monthly benefit plus interest compounded monthly, accrues for the specified period of the DROP participation. Upon retirement, the participant receives the total accumulated DROP benefits and begins to receive current benefits at the previously determined rate.

**Contributions** - Chapter 121 requires the employer to pay all contributions (employee noncontributory) based upon state-wide rates established by the State of Florida. During 2009, the County contributed an average of 9.85% of each qualified regular employee's gross salary, 16.53% percent of the elected officials' salary, 20.92% of each special risk employee's salary, and 10.91% for each DROP participant. The County's contributions to the Pension Plan, funded on a pay-as-you-go basis, were equal to the actuarially determined contribution requirements for the year. The County's contributions to the Investment Plan were equal to the legislatively mandated contribution rates, which are equal to a percentage of the members' gross monthly salary based on membership class. Contributions to both plans totaled \$5,322,881, \$5,304,052 and \$5,368,935 for the years ended September 30, 2009, 2008, and 2007, respectively.

**Financial Report of the Plan** - The Florida Retirement System issues a stand-alone financial report. A copy can be obtained by contacting the State of Florida, Division of Retirement, Tallahassee, Florida.

**2. Litigation**

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County's attorney the resolution of these matters will not have a material adverse effect on the financial condition of the County.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**3. Federal and State Grants**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by grantors cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

**NOTE K - RESERVES**

The following is a list of reserves used by the County in the fund level financial statements:

**General Fund:**

Reserve for inventory	\$ 147,724
Reserve for communications	1,102,574
Reserve for animal services education	43,581
Reserve for boating improvements	<u>493,864</u>
	1,787,743

**Road and Bridge Fund:**

Reserve for Navarre Beach Bridge maintenance	4,004,379
Reserve for inventory	321,615
Reserve for long-term intergovernmental receivable	<u>76,997</u>
	4,402,991

**Nonmajor Governmental Funds:**

Reserve for forfeited property	86,104
Reserve for crime prevention	192,881
Reserve for domestic violence	77,624
Reserve for court innovations	93,837
Reserve for law library	28,054
Reserve for tourist development	1,801,967
Reserve for gas and oil preservation	3,551,667
Reserve for court technology	373,972
Reserve for hurricane housing recovery	614
Reserve for records modernization trust fund	434,574
Reserve for law enforcement training	<u>72,703</u>
	<u>6,713,997</u>

**Total Governmental Funds** \$ 12,904,731

**NOTE L - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In 1986 the County established a Self-Insurance Fund (an internal service fund) to account for and finance its uninsured risks of loss. Under this program the County is self-insured with respect to the following exposures:

Workers Compensation  
Auto Physical Damage

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE L - RISK MANAGEMENT - Continued**

Auto Liability  
Construction and Road Equipment  
Portable Communication Equipment

The County is covered by outside insurance for the following exposures:

Boats  
Employee Fidelity  
Buildings and Contents, \$10,000 deductible  
General Liability, \$25,000 deductible  
Public Officials' Liability, \$25,000 deductible

Conventional insurance remains in effect for buildings, contents and Sheriff's general, automobile and professional liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The Board and other County elected officials participate in the program and make payments to the Self-Insurance Fund based on historical estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. The claims liability of \$3,447,214 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Liabilities for incurred losses to be settled by fixed or reasonably determined payments over a long period of time are reported at their present value using an expected future investment yield assumption of 5.5 to 8 percent. The undiscounted liability of these structured settlements is \$3,123,571. These liabilities are reported at their present value of \$1,557,735 at September 30, 2009.

Changes in the Fund's claims liability amount in fiscal years 2008 and 2009 were as follows:

	Beginning-of- Fiscal-Year <u>Liability</u>	Current-Year Claims and Changes in <u>Estimates</u>	<u>Claim Payments</u>	Balance at Fiscal <u>Year-End</u>
2007 - 2008	\$ 2,730,499	\$ 2,537,456	\$ 1,840,693	\$ 3,427,262
2008 - 2009	\$ 3,427,262	\$ 2,813,056	\$ 2,793,104	\$ 3,447,214

The following table presents a summary of the claims payable liability at year end:

Current claims payable	\$ 1,889,480
Current claims – structured settlements	<u>42,975</u>
Total claims payable, current	1,932,455
Long-term claims – structured settlements	<u>1,514,759</u>
Total claims payable	<u>\$ 3,447,214</u>

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE L - RISK MANAGEMENT - Continued**

The County is a member of the Florida Association of Counties Trust, a pooled liability program providing general liability coverage and public officials' liability coverage, excluding the Sheriff. The County pays an annual premium as a participant of the pooled liability program. During 1994, the first year of participation, the County paid an extraordinary loss fund payment of \$249,886. The liability coverage is not designed to be assessable; however, should the pool fail to meet its obligations, the County may be required to contribute additional funds or cover its own obligations. No accrual for future assessments has been recorded in the financial statements as such assessments do not appear probable based on past experience of the pool, and experience of the pool subsequent to the County's fiscal year end through the date of these financial statements. In the event the County elected to terminate its participation in the pool, the extraordinary loss fund payment would be refunded to the County, given adequate funding of the pool.

**NOTE M – POST EMPLOYMENT HEALTH CARE BENEFITS**

Effective for the 2009 fiscal year, the County has implemented Governmental Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for certain postemployment health care benefits provided by the County. The requirements of this Statement are being implemented prospectively, with the actuarially accrued liability for benefits of \$12,695,000 at October 1, 2008, date of transition amortized over 30 years. Accordingly, for financial reporting purposes, no liability is reported for the postemployment healthcare benefits liability at the date of transition.

**Plan Description** – Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the County and eligible dependents, may continue to participate in the County's purchased health and hospitalization insurance coverage (the Plan). The Plan is a single-employer plan. The County subsidizes the premium rates paid by the retirees by allowing them to participate in the plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. The County also provides an insurance subsidy for employees with at least 10 years (8 years elected) creditable service. The subsidy pays \$3 per year of service limited to the individuals premium payment up to a maximum of \$90 per year. No stand-alone financial report is issued.

**Funding Policy** – The County has not advance-funded or established a funding methodology for the annual Other Postemployment Benefit (OPEB) costs or the net OPEB obligation. For the 2009 fiscal year, 148 retirees and eligible dependents received postemployment health care benefits. The County provided required contributions of \$305,718 toward the annual OPEB cost, comprised of benefit payments made on behalf of retirees insurance net of retiree contributions totaling \$465,133. Required contributions are based on projected pay-as-you-go financing which differ from the Annual Required Contribution.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

**NOTE M – POST EMPLOYMENT HEALTH CARE BENEFITS – Continued**

**Annual OPEB Cost and Net OPEB Obligation** – The following table shows the County’s annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County’s net OPEB obligation:

Description	Health Insurance
Normal Cost (service cost for one year)	\$ 1,043,000
Amortization of Unfunded Actuarial Accrued Liability	<u>734,000</u>
Annual Required Contribution	1,777,000
Interest on Net OPEB Obligation	--
Adjustment to Annual Required Contribution	<u>--</u>
Annual OPEB Cost (expense)	1,777,000
Contribution Towards the OPEB Cost	<u>(305,718)</u>
Increase in Net OPEB Obligation	1,471,282
Net OPEB Obligation, Beginning of Year	--
Net OPEB Obligation, End of Year	<u>\$ 1,471,282</u>

The County’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of September 30, 2009 (first year of implementation), was as follows:

<u>Fiscal Year</u>	<u>Annual OPEB</u>	<u>Percentage Of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
Beginning balance, October 1, 2008	\$ --		\$ --
2008-2009	1,777,000	5.9%	1,471,282

**Funded Status and Funding Progress** – As of October 1, 2008, the date of the actuarial valuation, the actuarial accrued liability was \$12,695,000 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$12,695,000. Amortization of the accrued liability for the year ended September 30, 2009 was \$734,000.

As of September 30, 2009, the actuarial accrued liability for benefits was \$11,961,000 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$11,961,000. The covered payroll (annual payroll of active participating employees) was \$46,801,081 for the 2008-2009 fiscal year, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 26%.

**Actuarial Methods and Assumptions** – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, and the healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Projections of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and participating members, and include the type of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

**Santa Rosa County, Florida**  
**NOTES TO FINANCIAL STATEMENTS**  
**September 30, 2009**

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**NOTE M – POST EMPLOYMENT HEALTH CARE BENEFITS - Continued**

The County's initial OPEB actuarial valuation as of October 1, 2008, used the projected unit credit actuarial cost method to estimate both the unfunded actuarial liability as of September 30, 2009 and the estimate the County's 2008-2009 fiscal year annual required contribution. This method was selected because it produced the best estimate of the OPEB liability and annual cost. Because the OPEB liability is currently unfunded, the actuarial assumptions include a 4% rate of return on invested assets which is the County's long-term expectation of investment returns under its investment policy. The actuarial assumptions also include a payroll growth of 3% per year, and an annual healthcare cost trend rate of 9.5% initially for the 08-09 fiscal year, reduced by 1 percent per year to an ultimate rate of 5.5% after 5 years. The unfunded actuarial accrued liability is being amortized as both a level dollar and a level percentage of projected payroll growth. The remaining amortization period at September 30, 2009 is 29 years.

The required schedule of funding progress, immediately following the notes, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**NOTE N - COMPLIANCE AND ACCOUNTABILITY**

**Accumulated Deficits**

The Disaster Fund has a deficit in fund balance due to the costs associated with Hurricanes Ivan, Dennis and Katrina. Revenues from Federal and State sources covered 87.5% to 95% of allowable costs. Disallowed costs and the County's local match portion have not been fully funded from local sources.

**REQUIRED SUPPLEMENTAL INFORMATION**

**Santa Rosa County, Florida**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (GAAP Basis)  
GENERAL FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Taxes	\$ 47,437,410	\$ 47,437,410	\$ 47,366,793
Permits, fees and special assessments	1,729,000	1,729,000	1,073,398
Intergovernmental	9,789,820	10,445,105	10,135,972
Charges for services	6,055,833	6,227,346	7,183,080
Fines and forfeits	307,620	307,620	255,347
Miscellaneous	1,979,240	2,032,671	1,848,972
Total revenues	<u>67,298,923</u>	<u>68,179,152</u>	<u>67,863,562</u>
<b>Expenditures</b>			
<b>Current</b>			
General government	23,013,503	24,583,472	23,171,516
Public safety	35,117,265	35,224,643	33,441,144
Physical environment	1,309,000	1,309,000	1,197,679
Transportation	993,390	993,390	976,180
Economic environment	198,870	198,870	172,218
Human services	3,924,790	3,924,790	4,081,273
Culture and recreation	2,830,555	3,137,375	2,917,275
Reserve for contingencies	--	32,802	--
Total expenditures	<u>67,387,373</u>	<u>69,404,342</u>	<u>65,957,285</u>
Excess (deficiency) of revenues over expenditures	(88,450)	(1,225,190)	1,906,277
<b>Other financing sources (uses)</b>			
Transfers in	16,500	282,558	2,470,245
Transfers out	(345,115)	(2,883,585)	(2,883,585)
Total other financing sources (uses)	<u>(328,615)</u>	<u>(2,601,027)</u>	<u>(413,340)</u>
Net change in fund balances	(417,065)	(3,826,217)	1,492,937
Fund balance, beginning of year	1,857,325	5,001,207	13,652,047
Change in reserve for inventory	--	--	43,838
Fund balance, end of year	<u>\$ 1,440,260</u>	<u>\$ 1,174,990</u>	<u>\$ 15,188,822</u>

See accompanying notes to required supplemental information.

**Santa Rosa County, Florida**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (GAAP Basis)  
ROAD AND BRIDGE FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 8,213,580	\$ 8,213,580	\$ 8,124,004
Intergovernmental	2,991,550	5,171,722	4,192,157
Charges for services	--	30,000	1,444,338
Fines and forfeits	--	--	39,777
Miscellaneous	366,420	366,420	199,837
Total revenues	<u>11,571,550</u>	<u>13,781,722</u>	<u>14,000,113</u>
Expenditures			
Current			
Physical environment	--	530,000	359,440
Transportation	11,320,640	16,259,025	14,080,226
Reserve for contingencies	205,156	81,431	--
Total expenditures	<u>11,525,796</u>	<u>16,870,456</u>	<u>14,439,666</u>
Excess (deficiency) of revenues over expenditures	45,754	(3,088,734)	(439,553)
Other financing sources (uses)			
Transfers in	46,236	1,626,820	1,621,820
Transfers out	--	(300,984)	(300,984)
Total other financing sources (uses)	<u>46,236</u>	<u>1,325,836</u>	<u>1,320,836</u>
Net change in fund balances	91,990	(1,762,898)	881,283
Fund balance, beginning of year	--	1,854,888	10,148,972
Change in reserve for inventory	--	--	41,738
Fund balance, end of year	<u>\$ 91,990</u>	<u>\$ 91,990</u>	<u>\$ 11,071,993</u>

See accompanying notes to required supplemental information.

**Santa Rosa County, Florida**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (GAAP Basis)  
ELECTRICITY FRANCHISE FEE FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Permits, fees and special assessments	\$ 5,130,000	\$ 5,130,000	\$ 5,807,671
Miscellaneous	--	--	17,721
Total revenues	<u>5,130,000</u>	<u>5,130,000</u>	<u>5,825,392</u>
Expenditures			
Current	--	--	--
Total expenditures	<u>--</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over expenditures	5,130,000	5,130,000	5,825,392
Other financing sources (uses)			
Transfers out	(2,052,000)	(4,609,921)	(4,609,921)
Total other financing sources (uses)	<u>(2,052,000)</u>	<u>(4,609,921)</u>	<u>(4,609,921)</u>
Net change in fund balances	3,078,000	520,079	1,215,471
Fund balance, beginning of year	<u>--</u>	<u>8,664,518</u>	<u>8,623,068</u>
Fund balance, end of year	<u>\$ 3,078,000</u>	<u>\$ 9,184,597</u>	<u>\$ 9,838,539</u>

See accompanying notes to required supplemental information.

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
OTHER CAPITAL PROJECT FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	\$ --	\$ 9,852,397	\$ 6,342,510
Miscellaneous	--	--	12,068
Total revenues	--	9,852,397	6,354,578
Expenditures			
Capital outlay	--	17,556,668	11,415,074
Debt service	--	15,000	15,000
Total expenditures	--	17,571,668	11,430,074
Excess (deficiency) of revenues over expenditures	--	(7,719,271)	(5,075,496)
Other financing sources (uses)			
Transfers in	--	3,505,036	3,505,036
Transfers out	--	(15,400)	(15,400)
Proceeds from new debt	--	4,000,000	3,000,000
Total other financing sources (uses)	--	7,489,636	6,489,636
Net change in fund balances	--	(229,635)	1,414,140
Fund balance, beginning of year	--	1,638,704	1,638,704
Fund balance, end of year	\$ --	\$ 1,409,069	\$ 3,052,844

See accompanying notes to required supplemental information.

**Santa Rosa County, Florida**

**SCHEDULE OF FUNDING PROGRESS FOR  
OTHER POST EMPLOYMENT BENEFITS**

**Year ended September 30, 2009**

	Actuarial Valuation Date 10/1/2008
<u>Schedule of Funding Progress</u>	
1. Current retirees liability	\$ 10,436,000
2. Active employees	2,259,000
3. Actuarial Accrued Liability	12,695,000
4. Actuarial Value of Assets	--
5. Unfunded Actuarial Accrued Liability	12,695,000
6. Funded Ratio (4. divided by 3.)	0%
7. Annual Covered Payroll	\$ 46,801,081
8. Ratio of Unfunded Actuarial Accrued Liability to Covered Payroll	27%
 <u>Schedule of Employer Contributions</u>	
	Fiscal Year Ending 9/30/09

This is the first year that the ARC calculation has been completed.

See accompanying notes to required supplemental information.

**Santa Rosa County, Florida**  
**NOTES TO REQUIRED SUPPLEMENTAL INFORMATION**  
**September 30, 2009**

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**BUDGETARY INFORMATION**

Florida Statutes Chapters 129 and 200 govern the preparation, adoption, and administration of the County's annual budget. The budget must be balanced, i.e., the estimated revenues plus beginning fund balance brought forward must equal appropriations and be prepared on a basis consistent with generally accepted accounting principles (GAAP) as applicable to governmental units. The Board may, at any time within a fiscal year, amend a budget for that year as follows:

Appropriations for expenditures in any fund may be decreased and other appropriations in the same fund correspondingly increased by motion recorded in the minutes. The budget officer may authorize certain inter-departmental and intra-departmental budget amendments, provided that the total appropriation of the fund is not changed. All annual appropriations lapse at fiscal year end.

COMBINING INDIVIDUAL FUND STATEMENTS AND SCHEDULES

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

*Fine and Forfeiture Fund* - accounts for fines, forfeitures and various other assessments used for law enforcement purposes.

*State Matching Program Fund* - accounts for state and local funding used for mosquito and other arthropod control.

*Grants Fund* - accounts for state and federal funding not associated with any other fund.

*Enhanced 911 Telephone System Fund* - accounts for funds used to maintain the 911 telephone system.

*Local Option Tourist Tax Fund* - accounts for tax revenues to be used for tourist development activities.

*Industrial Park* – accounts for funds used to maintain the industrial park. All assets were transferred to the General fund and the fund has been closed. Not budgeted.

*Recreation Projects* – accounts for funds used to maintain the parks.

*Impact Fees Fund* – accounts for impact fees collected to provide for new infrastructure.

*Santa Rosa Aging Services* – accounts for federal, state and local funds received to provide services to the senior citizens of the County. All assets were transferred to the general fund and the fund was closed. Not budgeted.

*SHIP (State Housing Initiative Partnership) Fund* - accounts for state funds received to provide housing assistance to low and middle income families.

*Emergency Housing Grants Fund* - accounts for community development block grant (CDBG) funds received to repair and rebuild low to moderate income housing damaged by hurricanes. Not budgeted.

*HHR (Hurricane Housing Recovery) Program Fund* – accounts for grants received to repair and rebuild low to moderate income housing damaged by hurricanes.

*MSBU (Municipal Service Benefit Unit) Fund* – accounts for special assessments levied against property owners for capital improvements or services rendered for benefit of the affected areas.

*Clerk's Courts Fund* – accounts for the court related activities of the Clerk of the Court.

*Clerk's Courts Technology Fund* – accounts for the court technology related activities of the Clerk of the Court.

*Clerk's RMTF (Records Modernization Trust Fund)* – accounts for fees received that are legally restricted for the modernization of the public records maintained by the Clerk's office.

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS - Continued**

Clerk's OSCA Grant Fund – accounts for the funding received from the Office of State Courts Administrator (OSCA) and related expenditures.

Clerk's 10% Fines Fund – accounts for the funding received through specific fines to be used to modernize the court system. Not budgeted.

Sheriff's Grants Fund – accounts for federal and state grants received by the Sheriff's department for specific programs. Not budgeted.

Sheriff's Second Dollar Fund – accounts for shared fine revenues which are legally restricted for law enforcement training purposes. Not budgeted.

Sheriff's Prisoner Recreation Fund – accounts for jail commissary and vending machine revenues that are restricted to providing recreational facilities and equipment for prisoners. Not budgeted.

Sheriff's Federal Seizure Fund – accounts for shared seizure revenues from the United States Department of Justice which are to be used for law enforcement purposes. Not budgeted.

### **DEBT SERVICE FUND**

Debt Service Fund - accounts for the funds used to pay down debt related to governmental funds.

### **CAPITAL PROJECTS FUNDS**

District One Capital Projects Fund - accounts for the construction of sports and recreation facilities in District One.

District Two Capital Projects Fund - accounts for the construction of sports and recreation facilities in District Two.

District Three Capital Projects Fund - accounts for the construction of sports and recreation facilities in District Three.

District Four Capital Projects Fund - accounts for the construction of sports and recreation facilities in District Four.

District Five Capital Projects Fund - accounts for the construction of sports and recreation facilities in District Five.

### **PERMANENT FUND**

Gas and Oil Preservation Fund - accounts for the assets collected in prior years attributable to non-recurring gas and oil tax revenues. Not budgeted.

**Santa Rosa County, Florida**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS**

**September 30, 2009**

ASSETS	Special Revenue	Debt Service	Capital Projects	Permanent Fund	Total Nonmajor Governmental Funds
Cash and cash equivalents	\$ 12,317,490	\$ 156,178	\$ 3,273,892	\$ 3,510,617	\$ 19,258,177
Investments	--	--	--	199,589	199,589
Receivables, net of uncollectibles					
Accounts	173,456	--	254	--	173,710
Due from other governments	733,294	--	11,550	--	744,844
Due from other funds	243	--	--	--	243
Prepaid expenses	28,468	--	--	--	28,468
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 13,252,951	\$ 156,178	\$ 3,285,696	\$ 3,710,206	\$ 20,405,031
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES					
Accounts payable	\$ 441,524	\$ --	\$ 12,056	\$ --	\$ 453,580
Accrued wages payable	136,920	--	--	--	136,920
Unearned revenue	76,512	--	--	--	76,512
Due to other funds	562,193	--	--	--	562,193
Advance payable to other funds	76,997	--	--	--	76,997
Total liabilities	<hr/> 1,294,146	<hr/> --	<hr/> 12,056	<hr/> --	<hr/> 1,306,202
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
FUND BALANCES					
Fund balances					
Reserved	3,162,330	--	--	3,551,667	6,713,997
Unreserved, reported in:					
Special revenue funds	8,796,475	--	--	--	8,796,475
Debt service fund	--	156,178	--	--	156,178
Capital project funds	--	--	3,273,640	--	3,273,640
Permanent fund	--	--	--	158,539	158,539
Total fund balances	<hr/> 11,958,805	<hr/> 156,178	<hr/> 3,273,640	<hr/> 3,710,206	<hr/> 19,098,829
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ 13,252,951	\$ 156,178	\$ 3,285,696	\$ 3,710,206	\$ 20,405,031
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS**

**Year ended September 30, 2009**

	Special Revenue	Debt Service	Capital Project	Permanent Fund	Total Nonmajor Governmental Funds
<b>Revenues</b>					
Taxes	\$ 1,020,012	\$ --	\$ --	\$ --	\$ 1,020,012
Permits, fees and special assessments	6,080,867	--	--	--	6,080,867
Intergovernmental	4,314,383	--	11,550	--	4,325,933
Charges for services	3,981,752	--	--	--	3,981,752
Fines and forfeits	812,398	--	--	--	812,398
Miscellaneous	483,245	6,104	24,614	27,101	541,064
<b>Total revenues</b>	<b>16,692,657</b>	<b>6,104</b>	<b>36,164</b>	<b>27,101</b>	<b>16,762,026</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	4,926,956	--	--	--	4,926,956
Public safety	8,033,945	--	--	--	8,033,945
Physical environment	927,857	--	--	--	927,857
Transportation	2,040,450	--	--	--	2,040,450
Economic environment	2,629,726	--	--	--	2,629,726
Human services	128,710	--	--	--	128,710
Culture and recreation	77,824	--	6,074	--	83,898
Capital outlay	--	--	444,613	--	444,613
Debt service	34,500	2,984,519	--	--	3,019,019
<b>Total expenditures</b>	<b>18,799,968</b>	<b>2,984,519</b>	<b>450,687</b>	<b>--</b>	<b>22,235,174</b>
Excess (deficiency) of revenues over expenditures	(2,107,311)	(2,978,415)	(414,523)	27,101	(5,473,148)
<b>Other financing sources (uses)</b>					
Transfers in	699,511	3,040,867	1,634,607	--	5,374,985
Transfers out	(4,716,587)	--	(445,609)	--	(5,162,196)
New debt issuance	2,194,500	--	--	--	2,194,500
<b>Total other financing sources (uses)</b>	<b>(1,822,576)</b>	<b>3,040,867</b>	<b>1,188,998</b>	<b>--</b>	<b>2,407,289</b>
<b>Net change in fund balances</b>	<b>(3,929,887)</b>	<b>62,452</b>	<b>774,475</b>	<b>27,101</b>	<b>(3,065,859)</b>
Fund balances, beginning of year	15,888,692	93,726	2,499,165	3,683,105	22,164,688
<b>Fund balances, end of year</b>	<b>\$ 11,958,805</b>	<b>\$ 156,178</b>	<b>\$ 3,273,640</b>	<b>\$ 3,710,206</b>	<b>\$ 19,098,829</b>

**Santa Rosa County, Florida**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**

**September 30, 2009**

ASSETS	Fine and Forfeiture	State Match	Grants	Enhanced 911	Local Option Tourist Tax	Recreation Projects	Impact Fees	SHIP Program	Emergency Housing	HHR Program
Cash and cash equivalents	\$ 598,016	\$ 110,058	\$ --	\$ 904,795	\$ 1,775,639	\$ 165,422	\$ 3,843,449	\$ 1,294,235	\$ 7,572	\$ 614
Receivables, net of uncollectibles										
Accounts	508	--	--	26,880	58,455	--	--	--	--	--
Due from other governments	1,438	--	380,809	149,654	--	--	97,144	--	--	--
Due from other funds	--	--	--	--	--	--	--	--	--	--
Prepaid expenses	--	--	--	--	--	--	--	--	--	--
Total assets	<u>\$ 599,962</u>	<u>\$ 110,058</u>	<u>\$ 380,809</u>	<u>\$ 1,081,329</u>	<u>\$ 1,834,094</u>	<u>\$ 165,422</u>	<u>\$ 3,940,593</u>	<u>\$ 1,294,235</u>	<u>\$ 7,572</u>	<u>\$ 614</u>
<b>LIABILITIES</b>										
Accounts payable	\$ 94,963	\$ --	\$ 41,292	\$ 18,831	\$ 32,127	\$ --	\$ 107,611	\$ 80,116	\$ --	\$ --
Accrued wages payable	7,051	--	--	10,440	--	--	--	--	--	--
Unearned revenue	--	--	17,500	--	--	--	--	--	--	--
Due to other funds	--	--	220,155	--	--	--	--	--	--	--
Advance payable to other funds	--	--	--	--	--	--	--	--	--	--
Total liabilities	<u>102,014</u>	<u>--</u>	<u>278,947</u>	<u>29,271</u>	<u>32,127</u>	<u>--</u>	<u>107,611</u>	<u>80,116</u>	<u>--</u>	<u>--</u>
<b>FUND BALANCES</b>										
Fund balances										
Reserved	478,500	--	--	--	1,801,967	--	--	--	--	614
Unreserved, reported in:										
Special revenue funds	19,448	110,058	101,862	1,052,058	--	165,422	3,832,982	1,214,119	7,572	--
Total fund balances	<u>497,948</u>	<u>110,058</u>	<u>101,862</u>	<u>1,052,058</u>	<u>1,801,967</u>	<u>165,422</u>	<u>3,832,982</u>	<u>1,214,119</u>	<u>7,572</u>	<u>614</u>
Total liabilities and fund balances	<u>\$ 599,962</u>	<u>\$ 110,058</u>	<u>\$ 380,809</u>	<u>\$ 1,081,329</u>	<u>\$ 1,834,094</u>	<u>\$ 165,422</u>	<u>\$ 3,940,593</u>	<u>\$ 1,294,235</u>	<u>\$ 7,572</u>	<u>\$ 614</u>

Continued...

Santa Rosa County, Florida

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS - Continued

September 30, 2009

ASSETS	MSBU	Clerk's Courts Fund	Clerk's Court Tech	Clerk's RMTF	Clerk's 10% Fines	Sheriff's Grants	Sheriff's Second Dollar	Sheriff's Prisoner Rec	Sheriff's Fed Seizure	Total Nonmajor Special Revenue Funds
Cash and cash equivalents	\$ 1,695,240	\$ 76,852	\$ 375,834	\$ 406,106	\$ 47,032	\$ 117,973	\$ 76,964	\$ 794,717	\$ 26,972	\$ 12,317,490
Receivables, net of uncollectibles										
Accounts	44,313	--	--	--	--	--	--	43,300	--	173,456
Due from other governments	9,400	84,163	--	--	--	10,686	--	--	--	733,294
Due from other funds	--	--	--	--	--	81	81	--	81	243
Prepaid expenses	--	--	--	28,468	--	--	--	--	--	28,468
Total assets	<u>\$ 1,748,953</u>	<u>\$ 161,015</u>	<u>\$ 375,834</u>	<u>\$ 434,574</u>	<u>\$ 47,032</u>	<u>\$ 128,740</u>	<u>\$ 77,045</u>	<u>\$ 838,017</u>	<u>\$ 27,053</u>	<u>\$ 13,252,951</u>
LIABILITIES										
Accounts payable	\$ 56,548	\$ 2,558	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 7,478	\$ --	\$ 441,524
Accrued wages payable	--	99,683	1,862	--	--	14,566	--	3,318	--	136,920
Unearned revenue	--	--	--	--	--	31,959	--	--	27,053	76,512
Due to other funds	222,500	--	--	--	--	82,215	4,342	32,981	--	562,193
Advance payable to other funds	76,997	--	--	--	--	--	--	--	--	76,997
Total liabilities	<u>356,045</u>	<u>102,241</u>	<u>1,862</u>	<u>--</u>	<u>--</u>	<u>128,740</u>	<u>4,342</u>	<u>43,777</u>	<u>27,053</u>	<u>1,294,146</u>
FUND BALANCES										
Fund balances										
Reserved	--	--	373,972	434,574	--	--	72,703	--	--	3,162,330
Unreserved, reported in:										
Special revenue funds	1,392,908	58,774	--	--	47,032	--	--	794,240	--	8,796,475
Total fund balances	<u>1,392,908</u>	<u>58,774</u>	<u>373,972</u>	<u>434,574</u>	<u>47,032</u>	<u>--</u>	<u>72,703</u>	<u>794,240</u>	<u>--</u>	<u>11,958,805</u>
Total liabilities and fund balances	<u>\$ 1,748,953</u>	<u>\$ 161,015</u>	<u>\$ 375,834</u>	<u>\$ 434,574</u>	<u>\$ 47,032</u>	<u>\$ 128,740</u>	<u>\$ 77,045</u>	<u>\$ 838,017</u>	<u>\$ 27,053</u>	<u>\$ 13,252,951</u>

Santa Rosa County, Florida

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

Year ended September 30, 2009

	Fine and Forfeiture	State Match	Grants	Enhanced 911	Local Option Tourist Tax	Industrial Park	Recreation Projects	Impact Fees	Santa Rosa Aging Services	SHIP Program	Emergency Housing
Revenues											
Taxes	\$ 133,867	\$ --	\$ --	\$ --	\$ 886,145	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--	--	--	--	343,658	--	--	--
Intergovernmental	43,857	37,023	985,730	--	--	--	--	--	--	1,284,003	--
Charges for services	754,581	--	--	841,770	--	--	--	--	--	--	--
Fines and forfeits	157,143	--	--	--	--	--	--	--	--	--	--
Miscellaneous	7,593	602	334	12,694	12,065	--	230	24,675	--	115,243	56
Total revenues	1,097,041	37,625	986,064	854,464	898,210	--	230	368,333	--	1,399,246	56
Expenditures											
Current											
General government	907,265	--	--	--	--	--	--	--	--	--	--
Public safety	252,235	--	80,980	461,994	--	--	--	--	--	--	--
Physical environment	--	--	595,250	--	--	--	--	--	--	--	--
Transportation	--	--	--	--	--	--	--	892,137	--	--	--
Economic environment	--	--	152,143	--	807,464	--	--	--	--	1,670,119	--
Human services	--	19,231	109,479	--	--	--	--	--	--	--	--
Culture and recreation	--	--	--	--	--	--	77,824	--	--	--	--
Debt service	--	--	--	--	--	--	--	--	--	--	--
Total expenditures	1,159,500	19,231	937,852	461,994	807,464	--	77,824	892,137	--	1,670,119	--
Excess (deficiency) of revenues over expenditures	(62,459)	18,394	48,212	392,470	90,746	--	(77,594)	(523,804)	--	(270,873)	56
Other financing sources (uses)											
Transfers in	135,850	--	19,661	--	--	--	243,016	--	--	--	--
Transfers out	--	--	--	--	(292,600)	(2,142,938)	--	--	(14,787)	(58,890)	--
New debt issuance	--	--	--	--	--	--	--	--	--	--	--
Total other financing sources (uses)	135,850	--	19,661	--	(292,600)	(2,142,938)	243,016	--	(14,787)	(58,890)	--
Net change in fund balances	73,391	18,394	67,873	392,470	(201,854)	(2,142,938)	165,422	(523,804)	(14,787)	(329,763)	56
Fund balances, beginning of year	424,557	91,664	33,989	659,588	2,003,821	2,142,938	--	4,356,786	14,787	1,543,882	7,516
Fund balances, end of year	\$ 497,948	\$ 110,058	\$ 101,862	\$ 1,052,058	\$ 1,801,967	\$ --	\$ 165,422	\$ 3,832,982	\$ --	\$ 1,214,119	\$ 7,572

Continued...

Santa Rosa County, Florida

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS - Continued

Year ended September 30, 2009

	HHR Program	MSBU	Clerk's Courts Fund	Clerk's Courts Tech	Clerk's RMTF	Clerk's OSCA Grant	Clerk's 10% Fines	Sheriff's Grants	Sheriff's Second Dollar	Sheriff's Prisoner Rec	Sheriff's Federal Seizure	Total Nonmajor Special Revenue Funds
<b>Revenues</b>												
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 1,020,012
Licenses and permits	--	5,737,209	--	--	--	--	--	--	--	--	--	6,080,867
Intergovernmental	402,664	14,345	945,899	--	--	47,241	--	502,359	31,795	--	19,467	4,314,383
Charges for services	--	--	2,086,306	225,070	74,025	--	--	--	--	--	--	3,981,752
Fines and forfeits	--	--	608,223	--	--	--	47,032	--	--	--	--	812,398
Miscellaneous	7,554	14,471	37,749	--	--	--	--	--	322	249,657	--	483,245
<b>Total revenues</b>	<b>410,218</b>	<b>5,766,025</b>	<b>3,678,177</b>	<b>225,070</b>	<b>74,025</b>	<b>47,241</b>	<b>47,032</b>	<b>502,359</b>	<b>32,117</b>	<b>249,657</b>	<b>19,467</b>	<b>16,692,657</b>
<b>Expenditures</b>												
<b>Current</b>												
General government	--	--	3,619,403	144,995	208,052	47,241	--	--	--	--	--	4,926,956
Public safety	995,345	5,354,893	--	--	--	--	--	502,359	46,698	319,974	19,467	8,033,945
Physical environment	--	332,607	--	--	--	--	--	--	--	--	--	927,857
Transportation	--	1,148,313	--	--	--	--	--	--	--	--	--	2,040,450
Economic environment	--	--	--	--	--	--	--	--	--	--	--	2,629,726
Human services	--	--	--	--	--	--	--	--	--	--	--	128,710
Culture and recreation	--	--	--	--	--	--	--	--	--	--	--	77,824
Debt service	--	34,500	--	--	--	--	--	--	--	--	--	34,500
<b>Total expenditures</b>	<b>995,345</b>	<b>6,870,313</b>	<b>3,619,403</b>	<b>144,995</b>	<b>208,052</b>	<b>47,241</b>	<b>--</b>	<b>502,359</b>	<b>46,698</b>	<b>319,974</b>	<b>19,467</b>	<b>18,799,968</b>
Excess (deficiency) of revenues over expenditures	(585,127)	(1,104,288)	58,774	80,075	(134,027)	--	47,032	--	(14,581)	(70,317)	--	(2,107,311)
<b>Other financing sources (uses)</b>												
Transfers in	--	300,984	--	--	--	--	--	--	--	--	--	699,511
Transfers out	(167,260)	(2,040,112)	--	--	--	--	--	--	--	--	--	(4,716,587)
New debt issuance	--	2,194,500	--	--	--	--	--	--	--	--	--	2,194,500
<b>Total other financing sources (uses)</b>	<b>(167,260)</b>	<b>455,372</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>(1,822,576)</b>
<b>Net change in fund balances</b>	<b>(752,387)</b>	<b>(648,916)</b>	<b>58,774</b>	<b>80,075</b>	<b>(134,027)</b>	<b>--</b>	<b>47,032</b>	<b>--</b>	<b>(14,581)</b>	<b>(70,317)</b>	<b>--</b>	<b>(3,929,887)</b>
Fund balances, beginning of year	753,001	2,041,824	--	293,897	568,601	--	--	--	87,284	864,557	--	15,888,692
Fund balances, end of year	\$ 614	\$ 1,392,908	\$ 58,774	\$ 373,972	\$ 434,574	\$ --	\$ 47,032	\$ --	\$ 72,703	\$ 794,240	\$ --	\$ 11,958,805

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
FINE AND FORFEITURE FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Taxes	\$ 132,310	\$ 132,310	\$ 133,867
Intergovernmental	--	26,420	43,857
Charges for services	626,850	863,766	754,581
Fines and forfeits	--	148,040	157,143
Miscellaneous	19,000	19,000	7,593
<b>Total revenues</b>	<b>778,160</b>	<b>1,189,536</b>	<b>1,097,041</b>
<b>Expenditures</b>			
<b>Current</b>			
General government	774,025	988,991	907,265
Public safety	--	277,148	252,235
Reserve for contingencies	1,385	89,835	--
<b>Total expenditures</b>	<b>775,410</b>	<b>1,355,974</b>	<b>1,159,500</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>2,750</b>	<b>(166,438)</b>	<b>(62,459)</b>
<b>Other financing sources (uses)</b>			
Transfers in	--	135,850	135,850
<b>Total other financing sources (uses)</b>	<b>--</b>	<b>135,850</b>	<b>135,850</b>
<b>Net change in fund balances</b>	<b>2,750</b>	<b>(30,588)</b>	<b>73,391</b>
<b>Fund balance, beginning of year</b>	<b>--</b>	<b>33,338</b>	<b>424,557</b>
<b>Fund balance, end of year</b>	<b>\$ 2,750</b>	<b>\$ 2,750</b>	<b>\$ 497,948</b>

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
STATE MATCH FUND**

**Year ended September 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
Revenues			
Intergovernmental	\$ 33,250	\$ 33,250	\$ 37,023
Miscellaneous	--	--	602
	<u>33,250</u>	<u>33,250</u>	<u>37,625</u>
Total revenues	33,250	33,250	37,625
Expenditures			
Current			
Human services	<u>33,250</u>	<u>33,250</u>	<u>19,231</u>
	<u>33,250</u>	<u>33,250</u>	<u>19,231</u>
Total expenditures	33,250	33,250	19,231
Net change in fund balances	--	--	18,394
Fund balance, beginning of year	<u>--</u>	<u>--</u>	<u>91,664</u>
Fund balance, end of year	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 110,058</u>

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
GRANTS FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	\$ --	\$ 2,880,102	\$ 985,730
Miscellaneous	--	--	334
Total revenues	--	2,880,102	986,064
Expenditures			
Current			
Public safety	--	136,980	80,980
Physical environment	--	898,332	595,250
Economic environment	--	1,485,000	152,143
Human services	--	400,018	109,479
Total expenditures	--	2,920,330	937,852
Excess (deficiency) of revenues over expenditures	--	(40,228)	48,212
Other financing sources (uses)			
Operating transfers in	--	19,661	19,661
Total other financing sources (uses)	--	19,661	19,661
Net change in fund balances	--	(20,567)	67,873
Fund balance, beginning of year	--	20,567	33,989
Fund balance, end of year	\$ --	\$ --	\$ 101,862

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
ENHANCED 911 PROGRAM FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 607,820	\$ 607,820	\$ 841,770
Miscellaneous	29,500	29,500	12,694
Total revenues	637,320	637,320	854,464
Expenditures			
Current			
Public safety	637,320	637,320	461,994
Total expenditures	637,320	637,320	461,994
Net change in fund balances	--	--	392,470
Fund balance, beginning of year	--	--	659,588
Fund balance, end of year	\$ --	\$ --	\$ 1,052,058

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
LOCAL OPTION TOURIST TAX FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 676,020	\$ 906,869	\$ 886,145
Miscellaneous	19,000	19,000	12,065
Total revenues	695,020	925,869	898,210
Expenditures			
Current			
Economic environment	474,000	818,632	807,464
Reserve for contingencies	145,420	141,137	--
Total expenditures	619,420	959,769	807,464
Excess (deficiency) of revenues over expenditures	75,600	(33,900)	90,746
Other financing sources (uses)			
Transfers out	(75,600)	(292,600)	(292,600)
Total other financing sources (uses)	(75,600)	(292,600)	(292,600)
Net change in fund balances	--	(326,500)	(201,854)
Fund balance, beginning of year	--	326,500	2,003,821
Fund balance, end of year	\$ --	\$ --	\$ 1,801,967

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
RECREATION PROJECTS FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	\$ --	\$ --	\$ 230
Total revenues	--	--	230
Expenditures			
Current			
Culture and recreation	--	243,016	77,824
Total expenditures	--	243,016	77,824
Excess (deficiency) of revenues over expenditures	--	(243,016)	(77,594)
Other financing sources (uses)			
Transfers in	--	243,016	243,016
Total other financing sources (uses)	--	243,016	243,016
Net change in fund balances	--	--	165,422
Fund balance, beginning of year	--	--	--
Fund balance, end of year	\$ --	\$ --	\$ 165,422

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
IMPACT FEES**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Permits, fees and special assessments	\$ --	\$ 126,677	\$ 343,658
Intergovernmental	--	71,990	--
Miscellaneous	--	--	24,675
Total revenues	--	198,667	368,333
Expenditures			
Current			
Transportation	--	5,233,476	892,137
Total expenditures	--	5,233,476	892,137
Net change in fund balances	--	(5,034,809)	(523,804)
Fund balance, beginning of year	--	5,034,809	4,356,786
Fund balance, end of year	\$ --	\$ --	\$ 3,832,982

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
SHIP PROGRAM FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	\$ --	\$ 1,021,020	\$ 1,284,003
Miscellaneous	--	--	115,243
Total revenues	--	1,021,020	1,399,246
Expenditures			
Current			
Economic environment	--	2,448,348	1,670,119
Total expenditures	--	2,448,348	1,670,119
Excess (deficiency) of revenues over expenditures	--	(1,427,328)	(270,873)
Other financing sources (uses)			
Transfers out	--	(58,890)	(58,890)
Total other financing sources (uses)	--	(58,890)	(58,890)
Net change in fund balances	--	(1,486,218)	(329,763)
Fund balance, beginning of year	--	1,486,218	1,543,882
Fund balance, end of year	\$ --	\$ --	\$ 1,214,119

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
HHR (HURRICANE HOUSING RECOVERY) PROGRAM**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	\$ --	\$ 1,156,226	\$ 402,664
Miscellaneous	--	6,390	7,554
Total revenues	--	1,162,616	410,218
Expenditures			
Current			
Public safety	--	995,356	995,345
Total expenditures	--	995,356	995,345
Excess (deficiency) of revenues over expenditures	--	167,260	(585,127)
Other financing sources (uses)			
Transfers out	--	(167,260)	(167,260)
Total other financing sources (uses)	--	(167,260)	(167,260)
Net change in fund balances	--	--	(752,387)
Fund balance, beginning of year	--	--	753,001
Fund balance, end of year	\$ --	\$ --	\$ 614

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
MSBU (MUNICIPAL SERVICE BENEFIT UNIT) FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Permits, fees and special assessments	\$ 5,919,903	\$ 5,919,903	\$ 5,737,209
Intergovernmental	--	--	14,345
Miscellaneous	--	300,984	14,471
<b>Total revenues</b>	<b>5,919,903</b>	<b>6,220,887</b>	<b>5,766,025</b>
<b>Expenditures</b>			
<b>Current</b>			
Public safety	2,748,821	5,400,953	5,354,893
Physical environment	189,370	206,550	332,607
Transportation	855,868	1,971,020	1,148,313
Debt service	5,000	28,000	34,500
Reserve for contingencies	988,915	507,075	--
<b>Total expenditures</b>	<b>4,787,974</b>	<b>8,113,598</b>	<b>6,870,313</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>1,131,929</b>	<b>(1,892,711)</b>	<b>(1,104,288)</b>
<b>Other financing sources (uses)</b>			
Transfers in	--	--	300,984
Transfers out	(1,723,063)	(2,013,533)	(2,040,112)
New debt issuance	557,000	2,251,500	2,194,500
<b>Total other financing sources (uses)</b>	<b>(1,166,063)</b>	<b>237,967</b>	<b>455,372</b>
<b>Net change in fund balances</b>	<b>(34,134)</b>	<b>(1,654,744)</b>	<b>(648,916)</b>
<b>Fund balance, beginning of year</b>	<b>34,134</b>	<b>1,654,744</b>	<b>2,041,824</b>
<b>Fund balance, end of year</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ 1,392,908</b>

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
CLERK'S COURTS FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	\$ 50,000	\$ 50,000	\$ 945,899
Charges for services	2,827,000	2,663,981	2,086,306
Fines and forfeits	857,000	893,120	608,223
Miscellaneous	10,000	15,630	37,749
Total revenues	3,744,000	3,622,731	3,678,177
Expenditures			
Current			
General government	3,707,430	3,622,731	3,619,403
Reserve for contingencies	36,570	--	--
Total expenditures	3,744,000	3,622,731	3,619,403
Net change in fund balances	--	--	58,774
Fund balance, beginning of year	--	--	--
Fund balance, end of year	\$ --	\$ --	\$ 58,774

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
CLERK'S COURTS TECHNOLOGY FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 300,000	\$ 300,000	\$ 225,070
Total revenues	300,000	300,000	225,070
Expenditures			
Current			
General government	228,725	300,000	144,995
Total expenditures	228,725	300,000	144,995
Net change in fund balances	71,275	--	80,075
Fund balance, beginning of year	--	--	293,897
Fund balance, end of year	\$ 71,275	\$ --	\$ 373,972

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
CLERK'S RMTF (RECORD MODERNIZATION TRUST FUND)**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	100,000	100,000	74,025
Total revenues	100,000	100,000	74,025
Expenditures			
Current			
General government	--	100,000	208,052
Total expenditures	--	100,000	208,052
Net change in fund balances	100,000	--	(134,027)
Fund balance, beginning of year	--	--	568,601
Fund balance, end of year	\$ 100,000	\$ --	\$ 434,574

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
CLERK'S OSCA GRANT FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	\$ --	\$ 62,989	\$ 47,241
Total revenues	--	62,989	47,241
Expenditures			
Current			
General government	--	62,989	47,241
Total expenditures	--	62,989	47,241
Net change in fund balances	--	--	--
Fund balance, beginning of year	--	--	--
Fund balance, end of year	\$ --	\$ --	\$ --

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
DEBT SERVICE FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	\$       --	\$       --	\$       6,104
Total revenues	--	--	6,104
Expenditures			
Debt service	2,628,780	3,039,250	2,984,519
Total expenditures	2,628,780	3,039,250	2,984,519
Excess (deficiency) of revenues over expenditures	(2,628,780)	(3,039,250)	(2,978,415)
Other financing sources (uses)			
Transfers in	2,628,780	3,039,250	3,040,867
Total other financing sources (uses)	2,628,780	3,039,250	3,040,867
Net change in fund balances	--	--	62,452
Fund balance, beginning of year	--	--	93,726
Fund balance, end of year	\$       --	\$       --	\$       156,178

**Santa Rosa County, Florida**

**COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECT FUNDS**

**September 30, 2009**

ASSETS	District One	District Two	District Three	District Four	District Five	Total Nonmajor Capital Project Funds
Cash and cash equivalents	\$ 322,788	\$ 1,159,607	\$ 394,212	\$ 567,435	\$ 829,850	\$ 3,273,892
Receivables, net of uncollectibles						
Accounts	--	--	--	254	--	254
Due from other governments	--	11,550	--	--	--	11,550
<b>Total assets</b>	<b>\$ 322,788</b>	<b>\$ 1,171,157</b>	<b>\$ 394,212</b>	<b>\$ 567,689</b>	<b>\$ 829,850</b>	<b>\$ 3,285,696</b>
<b>LIABILITIES</b>						
Accounts payable	\$ 12,013	\$ --	\$ --	\$ --	\$ 43	\$ 12,056
<b>Total liabilities</b>	<b>12,013</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>43</b>	<b>12,056</b>
<b>FUND BALANCES</b>						
Fund balances						
Reserved	--	--	--	--	--	--
Unreserved, reported in:						
Capital project funds	310,775	1,171,157	394,212	567,689	829,807	3,273,640
<b>Total fund balances</b>	<b>310,775</b>	<b>1,171,157</b>	<b>394,212</b>	<b>567,689</b>	<b>829,807</b>	<b>3,273,640</b>
<b>Total liabilities and fund balances</b>	<b>\$ 322,788</b>	<b>\$ 1,171,157</b>	<b>\$ 394,212</b>	<b>\$ 567,689</b>	<b>\$ 829,850</b>	<b>\$ 3,285,696</b>

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECT FUNDS**

**Year ended September 30, 2009**

	District One	District Two	District Three	District Four	District Five	Total Nonmajor Capital Project Funds
Revenues						
Intergovernmental	\$ --	\$ 11,550	\$ --	\$ --	\$ --	\$ 11,550
Miscellaneous	2,305	6,540	2,639	3,374	9,756	24,614
<b>Total revenues</b>	<b>2,305</b>	<b>18,090</b>	<b>2,639</b>	<b>3,374</b>	<b>9,756</b>	<b>36,164</b>
Expenditures						
Current						
Culture and recreation	--	--	6,074	--	--	6,074
Capital outlay	60,963	83,301	1,395	6,941	292,013	444,613
<b>Total expenditures</b>	<b>60,963</b>	<b>83,301</b>	<b>7,469</b>	<b>6,941</b>	<b>292,013</b>	<b>450,687</b>
Excess (deficiency) of revenues over expenditures	(58,658)	(65,211)	(4,830)	(3,567)	(282,257)	(414,523)
Other financing sources (uses)						
Transfers in	194,343	380,483	194,343	431,969	433,469	1,634,607
Transfers out	(92,724)	(7,292)	(80,847)	(58,000)	(206,746)	(445,609)
<b>Total other financing sources (uses)</b>	<b>101,619</b>	<b>373,191</b>	<b>113,496</b>	<b>373,969</b>	<b>226,723</b>	<b>1,188,998</b>
<b>Net change in fund balances</b>	<b>42,961</b>	<b>307,980</b>	<b>108,666</b>	<b>370,402</b>	<b>(55,534)</b>	<b>774,475</b>
Fund balances, beginning of year	267,814	863,177	285,546	197,287	885,341	2,499,165
<b>Fund balances, end of year</b>	<b>\$ 310,775</b>	<b>\$ 1,171,157</b>	<b>\$ 394,212</b>	<b>\$ 567,689</b>	<b>\$ 829,807</b>	<b>\$ 3,273,640</b>

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
DISTRICT ONE CAPITAL PROJECT FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	\$ --	\$ --	\$ 2,305
Total revenues	--	--	2,305
Expenditures			
Capital outlay	--	102,050	60,963
Reserve for contingencies	168,274	338,883	--
Total expenditures	168,274	440,933	60,963
Excess (deficiency) of revenues over expenditures	(168,274)	(440,933)	(58,658)
Other financing sources (uses)			
Transfers in	168,274	194,343	194,343
Transfers out	--	(92,724)	(92,724)
Total other financing sources (uses)	168,274	101,619	101,619
Net change in fund balances	--	(339,314)	42,961
Fund balance, beginning of year	--	339,314	267,814
Fund balance, end of year	\$ --	\$ --	\$ 310,775

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
DISTRICT TWO CAPITAL PROJECT FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	\$ --	\$ 11,550	\$ 11,550
Miscellaneous	--	--	6,540
Total revenues	--	11,550	18,090
Expenditures			
Capital outlay	--	107,709	83,301
Reserve for contingencies	354,414	1,140,209	--
Total expenditures	354,414	1,247,918	83,301
Excess (deficiency) of revenues over expenditures	(354,414)	(1,236,368)	(65,211)
Other financing sources (uses)			
Transfers in	354,414	380,483	380,483
Transfers out	--	(7,292)	(7,292)
Total other financing sources (uses)	354,414	373,191	373,191
Net change in fund balances	--	(863,177)	307,980
Fund balance, beginning of year	--	863,177	863,177
Fund balance, end of year	\$ --	\$ --	\$ 1,171,157

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
DISTRICT THREE CAPITAL PROJECT FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	\$ --	\$ --	\$ 2,639
Total revenues	--	--	2,639
Expenditures			
Current			
Culture and recreation	--	4,400	6,074
Capital outlay	--	1,395	1,395
Reserve for contingencies	168,274	393,247	--
Total expenditures	168,274	399,042	7,469
Excess (deficiency) of revenues over expenditures	(168,274)	(399,042)	(4,830)
Other financing sources (uses)			
Transfers in	168,274	194,343	194,343
Transfers out	--	(80,847)	(80,847)
Total other financing sources (uses)	168,274	113,496	113,496
Net change in fund balances	--	(285,546)	108,666
Fund balance, beginning of year	--	285,546	285,546
Fund balance, end of year	\$ --	\$ --	\$ 394,212

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
DISTRICT FOUR CAPITAL PROJECT FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	\$ --	\$ --	\$ 3,374
Total revenues	--	--	3,374
Expenditures			
Capital outlay	--	8,482	6,941
Reserve for contingencies	405,900	562,774	--
Total expenditures	405,900	571,256	6,941
Excess (deficiency) of revenues over expenditures	(405,900)	(571,256)	(3,567)
Other financing sources (uses)			
Transfers in	405,900	431,969	431,969
Transfers out	--	(58,000)	(58,000)
Total other financing sources (uses)	405,900	373,969	373,969
Net change in fund balances	--	(197,287)	370,402
Fund balance, beginning of year	--	197,287	197,287
Fund balance, end of year	\$ --	\$ --	\$ 567,689

**Santa Rosa County, Florida**

**BUDGETARY COMPARISON SCHEDULE (GAAP Basis)  
DISTRICT FIVE CAPITAL PROJECT FUND**

**Year ended September 30, 2009**

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	\$ --	\$ --	\$ 9,756
Total revenues	--	--	9,756
Expenditures			
Capital outlay	--	410,768	292,013
Reserve for contingencies	407,400	701,295	--
Total expenditures	407,400	1,112,063	292,013
Excess (deficiency) of revenues over expenditures	(407,400)	(1,112,063)	(282,257)
Other financing sources (uses)			
Transfers in	407,400	433,469	433,469
Transfers out	--	(206,746)	(206,746)
Total other financing sources (uses)	407,400	226,723	226,723
Net change in fund balances	--	(885,340)	(55,534)
Fund balance, beginning of year	--	885,340	885,341
Fund balance, end of year	\$ --	\$ --	\$ 829,807

## FIDUCIARY FUNDS

### AGENCY FUNDS

Clerk's Fine and Cost Fund – Traffic and other fines are collected by the Clerk and remitted to the various governmental agencies.

Clerk's Court Revenue Fund – Clerk's Court Revenue – Revenues received in the court system that are remitted to the State.

Clerk's Intangible Tax Fund – The Clerk collects intangible tax and remits to the Department of Revenue.

Clerk's Court Registry Fund - accounts for funds deposited pursuant to court order pending the outcome of legal action and are distributed by order of the court.

Clerk's State Documentary Stamp Fund – The Clerk collects documentary stamps tax as an agent for the State of Florida and remits the revenue, less commission, to the Department of Revenue.

Clerk's Suspense Fund – The Clerk collects fees for marriage licenses, spousal abuse and restitution. Also the Clerk Collects money for the State co-educational trust fund and attorney's fees. Distributions on payments and remittances are made as appropriate to the various agencies or individuals.

Clerk's Tax Redemption Fund - accounts for tax deed application fees and tax deed bids and makes distributions on payments as appropriate.

Clerk's State Witness and Juror Fund – State funding for payment of juror and witness fees is held in this fund. The balance is returned to the State at the end of each judicial quarter.

Clerk's Uniform Child Support Fund – The Clerk collects child support and other payments required by court order and remits to the appropriate individuals or organizations.

Clerk's Ordinary Witness Fund – accounts for the funds collected and paid to witnesses.

Clerk's Bail Bond Fund - accounts for the collection and disbursement of bond monies posted by individuals upon arrest. These monies are held by the Clerk until final disposition instructions are received from the court.

Tax Collector's Tax Fund - accounts for receipts of various types of taxes, licenses, and fees collected on behalf of state, county, and municipal governmental agencies.

Sheriff's Individual Depositors Fund - accounts for the collection and disbursement of monies deposited primarily by insurance companies and attorneys awaiting civil process.

Sheriff's Suspense Fund - accounts for the collection of monies obtained from the Sheriff's sale of abandoned and confiscated property, various court levies, writs of execution, and miscellaneous receipts and the subsequent disbursements to individuals, state agencies, and the Board of County Commissioners.

## **FIDUCIARY FUNDS**

### **AGENCY FUNDS - Continued**

*Sheriff's Seizure Fund* - accounts for cash confiscated by the Sheriff's department which is held pending disposition.

*Sheriff's Flower Fund* – accounts for the collection and disbursement of funds donated by employees to purchase flowers for certain occasions.

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**Year ended September 30, 2009**

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>Clerk's Fine and Cost Fund</b>				
Assets				
Cash	\$ 115,291	\$ 2,697,975	\$ 2,675,427	\$ 137,839
Total assets	<u>\$ 115,291</u>	<u>\$ 2,697,975</u>	<u>\$ 2,675,427</u>	<u>\$ 137,839</u>
Liabilities				
Due to other governments	\$ 115,291	\$ 2,697,975	\$ 2,675,427	\$ 137,839
Total liabilities	<u>\$ 115,291</u>	<u>\$ 2,697,975</u>	<u>\$ 2,675,427</u>	<u>\$ 137,839</u>
<b>Clerk's Court Revenue Fund</b>				
Assets				
Cash	\$ --	\$ 740,930	\$ 498,624	\$ 242,306
Total assets	<u>\$ --</u>	<u>\$ 740,930</u>	<u>\$ 498,624</u>	<u>\$ 242,306</u>
Liabilities				
Due to other governments	\$ --	\$ 740,930	\$ 498,624	\$ 242,306
Total liabilities	<u>\$ --</u>	<u>\$ 740,930</u>	<u>\$ 498,624</u>	<u>\$ 242,306</u>
<b>Clerk's Intangible Tax Fund</b>				
Assets				
Cash	\$ 60,781	\$ 1,612,636	\$ 1,558,385	\$ 115,032
Total assets	<u>\$ 60,781</u>	<u>\$ 1,612,636</u>	<u>\$ 1,558,385</u>	<u>\$ 115,032</u>
Liabilities				
Due to other governments	\$ 60,781	\$ 1,612,636	\$ 1,558,385	\$ 115,032
Total liabilities	<u>\$ 60,781</u>	<u>\$ 1,612,636</u>	<u>\$ 1,558,385</u>	<u>\$ 115,032</u>

Continued

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**Year ended September 30, 2009**

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>Clerk's Court Registry Fund</b>				
Assets				
Cash	\$ 821,461	\$ 3,323,415	\$ 3,253,622	\$ 891,254
Total assets	<u>\$ 821,461</u>	<u>\$ 3,323,415</u>	<u>\$ 3,253,622</u>	<u>\$ 891,254</u>
Liabilities				
Deposits	\$ 821,461	\$ 3,323,415	\$ 3,253,622	\$ 891,254
Total liabilities	<u>\$ 821,461</u>	<u>\$ 3,323,415</u>	<u>\$ 3,253,622</u>	<u>\$ 891,254</u>
<b>Clerk's State Documentary Stamp Fund</b>				
Assets				
Cash	\$ 314,709	\$ 6,946,668	\$ 6,754,566	\$ 506,811
Total assets	<u>\$ 314,709</u>	<u>\$ 6,946,668</u>	<u>\$ 6,754,566</u>	<u>\$ 506,811</u>
Liabilities				
Due to other governments	\$ 314,709	\$ 6,946,668	\$ 6,754,566	\$ 506,811
Total liabilities	<u>\$ 314,709</u>	<u>\$ 6,946,668</u>	<u>\$ 6,754,566</u>	<u>\$ 506,811</u>
<b>Clerk's Suspense Fund</b>				
Assets				
Cash	\$ 70,655	\$ 1,482,082	\$ 1,332,149	\$ 220,588
Total assets	<u>\$ 70,655</u>	<u>\$ 1,482,082</u>	<u>\$ 1,332,149</u>	<u>\$ 220,588</u>
Liabilities				
Due to other governments	\$ 70,655	\$ 1,482,082	\$ 1,332,149	\$ 220,588
Total liabilities	<u>\$ 70,655</u>	<u>\$ 1,482,082</u>	<u>\$ 1,332,149</u>	<u>\$ 220,588</u>

Continued

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**Year ended September 30, 2009**

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>Clerk's Tax Redemption Fund</b>				
Assets				
Cash	\$ 59,341	\$ 425,135	\$ 230,781	\$ 253,695
Total assets	<u>\$ 59,341</u>	<u>\$ 425,135</u>	<u>\$ 230,781</u>	<u>\$ 253,695</u>
Liabilities				
Deposits	\$ 59,341	\$ 425,135	\$ 230,781	\$ 253,695
Total liabilities	<u>\$ 59,341</u>	<u>\$ 425,135</u>	<u>\$ 230,781</u>	<u>\$ 253,695</u>
<b>Clerk's State Witness and Juror Fund</b>				
Assets				
Cash	\$ 2,563	\$ --	\$ 2,563	\$ --
Total assets	<u>\$ 2,563</u>	<u>\$ --</u>	<u>\$ 2,563</u>	<u>\$ --</u>
Liabilities				
Accounts payable	\$ 2,563	\$ --	\$ 2,563	\$ --
Total liabilities	<u>\$ 2,563</u>	<u>\$ --</u>	<u>\$ 2,563</u>	<u>\$ --</u>
<b>Clerk's Uniform Child Support Fund</b>				
Assets				
Cash	\$ 893	\$ 265,909	\$ 265,909	\$ 893
Total assets	<u>\$ 893</u>	<u>\$ 265,909</u>	<u>\$ 265,909</u>	<u>\$ 893</u>
Liabilities				
Due to other governments	\$ 893	\$ 265,909	\$ 265,909	\$ 893
Total liabilities	<u>\$ 893</u>	<u>\$ 265,909</u>	<u>\$ 265,909</u>	<u>\$ 893</u>

Continued

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**Year ended September 30, 2009**

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>Clerk's Ordinary Witness Fund</b>				
Assets				
Cash	\$ 26,915	\$ 55,000	\$ 43,027	\$ 38,888
Total assets	<u>\$ 26,915</u>	<u>\$ 55,000</u>	<u>\$ 43,027</u>	<u>\$ 38,888</u>
Liabilities				
Accounts payable	\$ 26,915	\$ 55,000	\$ 43,027	\$ 38,888
Total liabilities	<u>\$ 26,915</u>	<u>\$ 55,000</u>	<u>\$ 43,027</u>	<u>\$ 38,888</u>
<b>Clerk's Bail Bond Fund</b>				
Assets				
Cash	\$ 471,604	\$ 488,965	\$ 832,623	\$ 127,946
Total assets	<u>\$ 471,604</u>	<u>\$ 488,965</u>	<u>\$ 832,623</u>	<u>\$ 127,946</u>
Liabilities				
Deposits	\$ 471,604	\$ 488,965	\$ 832,623	\$ 127,946
Total liabilities	<u>\$ 471,604</u>	<u>\$ 488,965</u>	<u>\$ 832,623</u>	<u>\$ 127,946</u>

Continued

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**Year ended September 30, 2009**

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>Tax Collector's Tax Fund</b>				
Assets				
Cash	\$ 1,346,820	\$ 266,135,994	\$ 265,951,318	\$ 1,531,496
Accounts receivable	64,592	11,561,429	11,626,021	--
<b>Total assets</b>	<b>\$ 1,411,412</b>	<b>\$ 277,697,423</b>	<b>\$ 277,577,339</b>	<b>\$ 1,531,496</b>
Liabilities				
Due to other governments	\$ 1,387,395	\$ 156,398,465	\$ 156,254,364	\$ 1,531,496
Miscellaneous	24,017	824,252	848,269	--
<b>Total liabilities</b>	<b>\$ 1,411,412</b>	<b>\$ 157,222,717</b>	<b>\$ 157,102,633</b>	<b>\$ 1,531,496</b>
<b>Sheriff's Individual Depositors Fund</b>				
Assets				
Cash	\$ --	\$ 339,935	\$ 339,935	\$ --
Accounts receivable	--	114	114	--
<b>Total assets</b>	<b>\$ --</b>	<b>\$ 340,049</b>	<b>\$ 340,049</b>	<b>\$ --</b>
Liabilities				
Accounts payable	\$ --	\$ 104,508	\$ 104,508	\$ --
Due to other governments	--	107,966	107,966	--
<b>Total liabilities</b>	<b>\$ --</b>	<b>\$ 212,474</b>	<b>\$ 212,474</b>	<b>\$ --</b>

Continued

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**Year ended September 30, 2009**

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>Sheriff's Suspense Fund</b>				
Assets				
Cash	\$ 31,422	\$ 913,491	\$ 907,249	\$ 37,664
Total assets	<u>\$ 31,422</u>	<u>\$ 913,491</u>	<u>\$ 907,249</u>	<u>\$ 37,664</u>
Liabilities				
Accounts payable	\$ 31,422	\$ 678,073	\$ 671,831	\$ 37,664
Total liabilities	<u>\$ 31,422</u>	<u>\$ 678,073</u>	<u>\$ 671,831</u>	<u>\$ 37,664</u>
<b>Sheriff's Seizure Fund</b>				
Assets				
Cash	\$ 70,453	\$ 649,649	\$ 629,374	\$ 90,728
Total assets	<u>\$ 70,453</u>	<u>\$ 649,649</u>	<u>\$ 629,374</u>	<u>\$ 90,728</u>
Liabilities				
Deposits	\$ 70,453	\$ 466,221	\$ 445,946	\$ 90,728
Total liabilities	<u>\$ 70,453</u>	<u>\$ 466,221</u>	<u>\$ 445,946</u>	<u>\$ 90,728</u>
<b>Sheriff's Flower Fund</b>				
Assets				
Cash	\$ 10,444	\$ 7,651	\$ 6,306	\$ 11,789
Total assets	<u>\$ 10,444</u>	<u>\$ 7,651</u>	<u>\$ 6,306</u>	<u>\$ 11,789</u>
Liabilities				
Deposits	\$ 10,444	\$ 1,345	\$ --	\$ 11,789
Total liabilities	<u>\$ 10,444</u>	<u>\$ 1,345</u>	<u>\$ --</u>	<u>\$ 11,789</u>

Continued

**Santa Rosa County, Florida**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS**

**Year ended September 30, 2009**

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
<b>TOTAL AGENCY FUNDS</b>				
<b>Assets</b>				
Cash	\$ 3,403,352	\$ 286,085,435	\$ 285,281,858	\$ 4,206,929
Accounts receivable	64,592	11,561,543	11,626,135	--
<b>Total assets</b>	<b>\$ 3,467,944</b>	<b>\$ 297,646,978</b>	<b>\$ 296,907,993</b>	<b>\$ 4,206,929</b>
<b>Liabilities</b>				
Accounts payable	\$ 60,900	\$ 837,581	\$ 821,929	\$ 76,552
Deposits	1,433,303	4,705,081	4,762,972	1,375,412
Due to other governments	1,949,724	170,252,631	169,447,390	2,754,965
Miscellaneous	24,017	824,252	848,269	--
<b>Total liabilities</b>	<b>\$ 3,467,944</b>	<b>\$ 176,619,545</b>	<b>\$ 175,880,560</b>	<b>\$ 4,206,929</b>



## STATISTICAL SECTION

## Statistical Section

This part of Santa Rosa County’s 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 government’s overall financial health.

<b>Contents</b>	<b>Page</b>
Financial Trends These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.	106
Revenue Capacity These schedules contain information to help the reader assess the governments most significant local revenue source, the property tax.	112
Debt Capacity These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future.	116
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment which the government’s financial activities take place.	119
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs.	121

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive financial reports for the relevant year.

**SANTA ROSA COUNTY, FLORIDA**  
**NET ASSETS BY CATEGORY**  
**LAST EIGHT FISCAL YEARS**  
**(UNAUDITED)**  
**(accrual basis of accounting)**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
<b>Governmental activities</b>								
Invested in capital assets, net of related debt	\$ 34,623,877	\$ 40,551,884	\$ 45,823,493	\$ 45,515,267	\$ 62,346,144	\$ 131,252,842	\$ 133,388,166	\$ 143,184,358
Restricted	10,142,596	10,963,543	10,215,969	21,444,830	11,871,901	12,900,114	12,598,760	12,357,781
Unrestricted	22,577,063	17,630,324	15,950,292	1,359,506	8,028,362	14,434,867	22,597,572	21,641,186
Governmental activities net assets	<u>67,343,536</u>	<u>69,145,751</u>	<u>71,989,754</u>	<u>68,319,603</u>	<u>82,246,407</u>	<u>158,587,823</u>	<u>168,584,498</u>	<u>177,183,325</u>
<b>Business-type activities</b>								
Invested in capital assets, net of related debt	5,117,928	5,765,008	6,857,676	6,590,386	15,040,746	8,298,508	11,705,307	11,436,237
Restricted	1,796,630	1,187,153	1,278,805	1,409,271	1,520,926	3,109,163	3,355,280	3,617,674
Unrestricted	1,058,917	2,221,197	3,193,744	4,248,005	223,822	97,179	(3,249,271)	(3,279,926)
Business-type activities net assets	<u>7,973,475</u>	<u>9,173,358</u>	<u>11,330,225</u>	<u>12,247,662</u>	<u>16,785,494</u>	<u>11,504,850</u>	<u>11,811,316</u>	<u>11,773,985</u>
<b>Primary Government</b>								
Invested in capital assets, net of related debt	39,741,805	46,316,892	52,681,169	52,105,653	77,386,890	139,551,350	145,093,473	154,620,595
Restricted	11,939,226	12,150,696	11,494,774	22,854,101	13,392,827	16,009,277	15,954,040	15,975,455
Unrestricted	23,635,980	19,851,521	19,144,036	5,607,511	8,252,184	14,532,046	19,348,301	18,361,260
Primary government net assets	<u>\$ 75,317,011</u>	<u>\$ 78,319,109</u>	<u>\$ 83,319,979</u>	<u>\$ 80,567,265</u>	<u>\$ 99,031,901</u>	<u>\$ 170,092,673</u>	<u>\$ 180,395,814</u>	<u>\$ 188,957,310</u>

Information is not available for previous years.

**SANTA ROSA COUNTY, FLORIDA**  
**CHANGES IN NET ASSETS - EXPENSES**  
**LAST EIGHT FISCAL YEARS**  
**(UNAUDITED)**  
**(accrual basis of accounting)**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
<b>Expenses</b>								
Governmental activities:								
General government	\$ 24,302,280	\$ 28,304,236	\$ 24,180,843	\$ 32,404,396	\$ 30,162,570	\$ 34,196,261	\$ 33,627,656	\$ 34,372,227
Public safety	25,776,713	26,396,766	30,503,278	102,785,102	44,251,612	48,884,722	46,286,380	41,251,412
Physical environment	889,513	1,155,614	1,586,943	2,995,824	21,244,608	6,988,941	2,963,362	2,598,684
Transportation	13,035,888	12,116,958	14,334,831	14,417,056	17,989,729	16,513,892	19,775,619	17,308,186
Economic environment	1,727,779	1,675,978	1,802,557	1,918,019	3,223,381	9,328,158	5,018,423	2,880,164
Human services	3,251,959	3,960,294	3,904,708	4,066,084	4,258,406	4,522,251	4,209,362	4,193,707
Culture and recreation	1,912,880	2,371,398	2,392,743	2,608,072	3,912,067	3,290,952	2,281,334	3,508,321
Interest on long-term debt	351,519	316,949	390,678	347,376	433,302	446,815	516,752	603,733
Total governmental activities	<u>71,248,531</u>	<u>76,298,193</u>	<u>79,096,581</u>	<u>161,541,929</u>	<u>125,475,675</u>	<u>124,171,992</u>	<u>114,678,888</u>	<u>106,716,434</u>
Business-type activities:								
Navarre Beach water and sewer	1,469,750	1,476,873	1,104,198	996,186	1,680,122	1,865,563	2,731,219	2,080,665
Peter Prince Airport	264,620	216,269	226,410	212,532	217,809	225,644	339,894	417,409
Industrial park*	38,307	48,433	129,098	42,648	84,053	-	-	-
Landfill	2,176,668	1,934,363	2,154,994	2,832,505	3,067,074	3,767,481	4,046,622	4,172,685
Total business-type activities	<u>3,949,345</u>	<u>3,675,938</u>	<u>3,614,700</u>	<u>4,083,871</u>	<u>5,049,058</u>	<u>5,858,688</u>	<u>7,117,735</u>	<u>6,670,759</u>
Total government expenses	<u>\$ 75,197,876</u>	<u>\$ 79,974,131</u>	<u>\$ 82,711,281</u>	<u>\$ 165,625,800</u>	<u>\$ 130,524,733</u>	<u>\$ 130,030,680</u>	<u>\$ 121,796,623</u>	<u>\$ 113,387,193</u>

Information is not available for previous years.

\* The Industrial Park fund was reclassified as a special revenue fund (a governmental activity) in 2007

**SANTA ROSA COUNTY, FLORIDA**  
**CHANGES IN NET ASSETS - PROGRAM REVENUES**  
**LAST EIGHT FISCAL YEARS**  
**(UNAUDITED)**  
**(accrual basis of accounting)**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
<b>Program Revenues</b>								
Governmental activities:								
Charges for services:								
General government	\$ 10,743,239	\$ 13,752,341	\$ 14,343,284	\$ 12,755,692	\$ 9,412,008	\$ 16,836,144	\$ 15,416,507	\$ 20,792,814
Public safety	4,696,479	4,927,102	4,995,028	8,698,781	8,542,621	4,477,969	6,471,548	6,143,837
Physical environment	-	-	-	-	1,033,640	1,013,842	1,037,211	1,065,075
Transportation	209,332	363,708	449,299	488,063	552,529	7,739,139	730,496	3,179,299
Human services	36,385	41,169	38,912	66,354	43,421	49,944	42,266	48,816
Culture and recreation	19,060	16,640	17,313	15,495	31,330	31,190	37,548	49,957
Operating grants and contributions	5,375,913	10,297,455	8,500,069	69,710,498	31,813,430	25,140,005	15,697,588	9,930,694
Capital grants and contributions	319,910	574,484	372,884	795,627	2,999,965	666,566	3,858,157	7,797,224
Total governmental activities program revenue:	<u>21,400,318</u>	<u>29,972,899</u>	<u>28,716,789</u>	<u>92,530,510</u>	<u>54,428,944</u>	<u>55,954,799</u>	<u>43,291,321</u>	<u>49,007,716</u>
Business-type activities:								
Charges for services:								
Navarre Beach water and sewer	1,628,798	1,494,096	2,001,050	894,460	1,518,379	1,925,069	1,846,469	1,892,873
Peter Prince Airport	158,057	161,383	152,539	4,845	101,056	147,526	134,995	204,100
Industrial park	-	3,843	-	-	-	-	-	-
Landfill	1,964,727	2,105,895	2,366,936	3,826,798	4,071,809	3,982,407	4,048,874	4,316,713
Operating grants and contributions	8,162	-	-	-	-	-	-	-
Capital grants and contributions	-	-	495,538	84,061	882,836	406,294	965,150	3,472
Total business-type activities	<u>3,759,744</u>	<u>3,765,217</u>	<u>5,016,063</u>	<u>4,810,164</u>	<u>6,574,080</u>	<u>6,461,296</u>	<u>6,995,488</u>	<u>6,417,158</u>
Total government program revenues	<u>\$ 25,160,062</u>	<u>\$ 33,738,116</u>	<u>\$ 33,732,852</u>	<u>\$ 97,340,674</u>	<u>\$ 61,003,024</u>	<u>\$ 62,416,095</u>	<u>\$ 50,286,809</u>	<u>\$ 55,424,874</u>
<b>Net (Expense)/Revenue</b>								
Governmental activities	\$ (49,848,213)	\$ (46,325,294)	\$ (50,379,792)	\$ (69,011,419)	\$ (71,046,731)	\$ (68,217,193)	\$ (71,387,567)	\$ (57,708,718)
Business-type activities	(189,601)	89,279	1,401,363	726,293	1,525,022	602,608	(122,247)	(253,601)
Total government net expense	<u>\$ (50,037,814)</u>	<u>\$ (46,236,015)</u>	<u>\$ (48,978,429)</u>	<u>\$ (68,285,126)</u>	<u>\$ (69,521,709)</u>	<u>\$ (67,614,585)</u>	<u>\$ (71,509,814)</u>	<u>\$ (57,962,319)</u>

Information is not available for previous years.

**SANTA ROSA COUNTY, FLORIDA**  
**CHANGES IN NET ASSETS - GENERAL REVENUES AND OTHER CHANGES**  
**LAST EIGHT FISCAL YEARS**  
**(UNAUDITED)**  
**(accrual basis of accounting)**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
<b>General Revenues and Other Changes in Net Assets</b>								
Governmental activities:								
Taxes								
Property taxes	\$ 29,348,811	\$ 31,385,880	\$ 33,898,557	\$ 37,443,870	\$ 44,800,919	\$ 56,309,485	\$ 54,443,406	\$ 50,146,574
Sales, use and fuel taxes	3,752,130	4,017,127	4,321,621	4,593,266	4,516,841	4,917,103	4,720,820	4,622,118
Franchise fees	-	-	-	-	4,643,093	5,110,630	5,224,408	-
Communication services taxes	813,038	1,173,259	1,093,224	1,120,137	1,296,325	1,274,401	1,418,106	1,742,117
Unrestricted grants and contributions	10,323,592	10,820,587	11,711,188	14,120,030	13,702,771	12,675,378	12,562,005	8,513,389
Unrestricted investment earnings	1,301,060	830,064	719,350	724,762	2,282,469	3,516,658	2,028,081	600,437
Miscellaneous	849,027	382,703	1,291,002	6,875,985	1,390,820	1,493,763	747,062	629,985
Gain on sale of assets	17,840	-	312,310	-	301,568	376,002	240,354	52,925
Transfers	2,613,698	(482,111)	(123,457)	463,217	(2,222,423)	-	-	-
Total governmental activities	<u>49,019,196</u>	<u>48,127,509</u>	<u>53,223,795</u>	<u>65,341,267</u>	<u>70,712,383</u>	<u>85,673,420</u>	<u>81,384,242</u>	<u>66,307,545</u>
Business-type activities:								
Unrestricted grants and contributions	-	84,800	-	-	-	-	-	-
Unrestricted investment earnings	289,502	227,763	214,695	322,828	527,237	439,343	276,965	162,599
Miscellaneous	135,992	256,243	289,824	389,890	195,326	79,583	22,409	658
Gain on sale of assets	224,355	14,154	127,528	77,788	67,824	260,557	287,053	53,013
Transfers	(2,613,698)	482,111	123,457	(463,217)	2,222,423	-	(157,714)	-
Total business-type activities	<u>(1,963,849)</u>	<u>1,065,071</u>	<u>755,504</u>	<u>327,289</u>	<u>3,012,810</u>	<u>779,483</u>	<u>428,713</u>	<u>216,270</u>
Total government	<u>\$ 47,055,347</u>	<u>\$ 49,192,580</u>	<u>\$ 53,979,299</u>	<u>\$ 65,668,556</u>	<u>\$ 73,725,193</u>	<u>\$ 86,452,903</u>	<u>\$ 81,812,955</u>	<u>\$ 66,523,815</u>
<b>Change in Net Assets</b>								
Governmental activities	\$ (829,017)	\$ 1,802,215	\$ 2,844,003	\$ (3,670,152)	\$ (334,348)	\$ 17,456,227	\$ 9,996,675	\$ 8,598,827
Business-type activities	(2,153,450)	1,154,350	2,156,867	1,053,582	4,537,832	1,382,091	306,466	(37,331)
Total government	<u>\$ (2,982,467)</u>	<u>\$ 2,956,565</u>	<u>\$ 5,000,870</u>	<u>\$ (2,616,570)</u>	<u>\$ 4,203,484</u>	<u>\$ 18,838,318</u>	<u>\$ 10,303,141</u>	<u>\$ 8,561,496</u>

Information is not available for previous years.

**SANTA ROSA COUNTY, FLORIDA**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**  
**(modified accrual basis of accounting)**

	Fiscal Year				
	2000	2001	2002	2003	2004
General Fund					
Reserved	\$ 782,569	\$ 1,110,019	\$ 1,398,118	\$ 1,195,517	\$ 1,139,936
Unreserved	8,554,704	7,904,274	9,340,503	7,199,067	6,924,343
Total general fund	<u>\$ 9,337,273</u>	<u>\$ 9,014,293</u>	<u>\$ 10,738,621</u>	<u>\$ 8,394,584</u>	<u>\$ 8,064,279</u>
All Other Governmental Funds					
Reserved	\$ 8,592,365	\$ 9,154,978	\$ 10,456,135	\$ 10,829,565	\$ 8,765,462
Unreserved, reported in:					
Special revenue funds	19,111,096	22,208,555	17,603,905	18,621,705	20,647,018
Capital project funds	5,025,950	3,482,385	2,996,372	2,713,407	2,256,373
Debt service funds	-	-	-	27,355	37,039
Total all other governmental funds	<u>\$ 32,729,411</u>	<u>\$ 34,845,918</u>	<u>\$ 31,056,412</u>	<u>\$ 32,192,032</u>	<u>\$31,705,892</u>
	2005	2006	2007	2008	2009
General Fund					
Reserved	\$ 1,335,731	\$ 1,516,523	\$ 1,488,653	\$ 1,588,445	\$ 1,787,743
Unreserved	8,532,278	8,038,956	7,579,956	12,063,602	13,401,079
Total general fund	<u>\$ 9,868,009</u>	<u>\$ 9,555,479</u>	<u>\$ 9,068,609</u>	<u>\$ 13,652,047</u>	<u>\$15,188,822</u>
All Other Governmental Funds					
Reserved	\$ 8,314,633	\$ 11,015,008	\$ 12,535,252	\$ 12,210,513	\$11,116,988
Unreserved, reported in:					
Special revenue funds	17,654,909	17,457,858	16,943,175	22,998,107	23,889,590
Capital project funds	1,777,901	2,799,153	136,328	93,726	156,178
Debt service funds	53,046	2,652	5,412,472	4,137,869	6,326,484
Permanent fund*	-	-	34,135	131,438	158,539
Total all other governmental funds	<u>\$ 27,800,489</u>	<u>\$ 31,274,671</u>	<u>\$ 35,061,362</u>	<u>\$ 39,571,653</u>	<u>\$41,647,779</u>

\* The Gas and Oil Preservation fund was reclassified from a special revenue fund to a permanent fund in 2007.

**SANTA ROSA COUNTY, FLORIDA  
CHANGES IN FUND BALANCES  
ALL GOVERNMENTAL FUND TYPES  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>Revenues</b>										
Taxes	\$ 32,728,308	\$ 35,258,100	\$ 37,141,140	\$ 40,625,553	\$ 43,139,717	\$ 47,404,610	\$ 55,257,178	\$ 67,611,619	\$ 65,806,740	\$ 56,510,809
Licenses and permits	1,418,463	1,445,043	1,597,969	2,205,200	2,567,340	3,252,522	2,581,246	2,402,048	1,630,515	-
Permits, fees and special assessments (1)	-	-	-	-	-	-	-	-	-	12,961,936
Intergovernmental	15,123,785	14,672,667	15,952,777	18,494,114	20,334,974	84,223,176	45,806,787	37,471,474	29,874,539	26,583,572
Charges for services	5,279,061	4,567,518	5,381,469	5,898,038	7,380,990	8,924,540	9,714,453	16,061,045	11,514,082	12,609,170
Fines and forfeitures	1,841,133	1,585,642	1,715,348	1,274,520	1,053,470	278,912	332,595	359,746	1,240,444	1,107,522
Miscellaneous	4,589,533	4,949,176	4,449,388	4,718,427	4,991,978	5,261,456	11,070,628	14,616,897	11,482,484	2,622,015
<b>Total revenues</b>	<b>60,980,283</b>	<b>62,478,146</b>	<b>66,238,091</b>	<b>73,215,852</b>	<b>79,468,469</b>	<b>149,345,216</b>	<b>124,762,887</b>	<b>138,522,829</b>	<b>121,548,804</b>	<b>112,395,024</b>
<b>Expenditures</b>										
General government	14,994,681	17,414,108	20,269,695	24,264,019	22,252,708	21,800,502	24,257,282	29,966,646	27,810,341	28,098,472
Public safety	24,488,002	21,365,156	25,365,990	26,588,351	31,888,919	102,311,442	45,424,552	49,567,656	45,966,642	41,475,089
Physical environment	882,636	752,154	856,818	1,126,744	1,508,205	2,926,651	21,197,605	6,992,161	2,376,837	2,484,976
Transportation	10,314,645	9,196,676	12,165,208	11,894,667	14,145,696	14,147,226	17,963,523	22,819,569	20,240,520	17,096,856
Economic environment	1,341,354	1,731,142	1,721,145	1,668,839	1,828,889	1,914,362	3,248,268	11,771,820	6,431,343	2,801,944
Human services	3,102,407	3,693,235	3,146,691	3,823,704	3,751,579	4,071,963	4,177,374	4,506,415	4,112,816	4,209,983
Culture and recreation	1,592,031	1,300,743	1,815,920	2,178,760	1,968,404	2,212,273	3,722,773	3,647,177	2,943,157	3,001,173
Capital outlay	3,243,292	4,581,487	3,419,806	1,877,874	5,457,868	942,948	2,268,979	3,514,408	3,160,826	11,859,687
Debt service										
Principal	863,846	1,303,801	921,528	521,917	1,694,290	1,852,083	2,321,092	2,255,765	1,988,110	2,470,274
Interest	680,791	550,067	351,519	316,949	390,678	347,376	433,302	494,321	516,363	563,745
<b>Total expenditures</b>	<b>61,503,685</b>	<b>61,888,569</b>	<b>70,034,320</b>	<b>74,261,824</b>	<b>84,887,236</b>	<b>152,526,826</b>	<b>125,014,750</b>	<b>135,535,938</b>	<b>115,546,955</b>	<b>114,062,199</b>
Excess of revenues over (under) expenditures	(523,402)	589,577	(3,796,229)	(1,045,972)	(5,418,767)	(3,181,610)	(251,863)	2,986,891	6,001,849	(1,667,175)
<b>Other financing sources (uses)</b>										
Transfers in	3,695,161	26,758,890	4,591,661	28,883,052	33,751,807	9,174,366	9,577,901	13,252,252	6,826,893	12,972,086
Transfers out	(3,858,466)	(26,729,291)	(4,614,611)	(30,443,436)	(33,985,681)	(8,711,149)	(11,800,324)	(16,914,227)	(6,826,893)	(12,972,086)
New debt issue	8,143,507	1,115,146	164,000	363,500	4,600,000	747,000	5,725,000	1,695,970	3,012,232	5,194,500
New capital lease	-	-	-	-	236,196	-	-	-	-	-
Refunding debt	-	3,430,000	-	3,023,154	575,000	-	-	-	-	-
Payments to escrow agent	-	(3,357,843)	-	(3,023,154)	(575,000)	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>7,980,202</b>	<b>1,216,902</b>	<b>141,050</b>	<b>(1,196,884)</b>	<b>4,602,322</b>	<b>1,210,217</b>	<b>3,502,577</b>	<b>(1,966,005)</b>	<b>3,012,232</b>	<b>5,194,500</b>
<b>Net change in fund balances</b>	<b>\$ 7,456,800</b>	<b>\$ 1,806,479</b>	<b>\$ (3,655,179)</b>	<b>\$ (2,242,856)</b>	<b>\$ (816,445)</b>	<b>\$ (1,971,393)</b>	<b>\$ 3,250,714</b>	<b>\$ 1,020,886</b>	<b>\$ 9,014,081</b>	<b>\$ 3,527,325</b>
Debt service as a percentage of noncapital expenditures	3%	3%	2%	1%	3%	1%	2%	2%	2%	3%

(1) The state mandated chart of accounts was modified to move special assessments from Miscellaneous to a newly named category Permits, Fees and Special Assessments. Franchise fees were reclassified from Taxes to Permits and Fees

**SANTA ROSA COUNTY, FLORIDA**  
**JUST AND TAXABLE VALUE OF REAL AND PERSONAL PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

<b>FISCAL YEAR</b>	<b>Real Property</b>	<b>Personal Property</b>	<b>REAL PROPERTY EXEMPTIONS</b>	<b>PERSONAL PROPERTY EXEMPTIONS</b>	<b>Less: Tax Exempt Property</b>	<b>REAL PROPERTY TAXABLE VALUE</b>	<b>PERSONAL PROPERTY TAXABLE VALUE</b>	<b>TOTAL JUST VALUE</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>
2000	\$ 5,929,891,976	\$ 424,630,539	\$ 2,172,556,932	\$ 21,824,683	\$ 2,194,381,615	\$ 3,757,335,044	\$ 402,805,856	\$ 6,354,522,515	\$ 4,160,140,900	6.9720
2001	\$ 6,230,909,341	\$ 389,639,532	\$ 2,047,324,355	\$ 16,146,758	\$ 2,063,471,113	\$ 4,183,584,986	\$ 373,492,774	\$ 6,620,548,873	\$ 4,557,077,760	6.6175
2002	\$ 6,684,998,175	\$ 463,271,229	\$ 2,131,641,295	\$ 1,313,533	\$ 2,132,954,828	\$ 4,553,356,880	\$ 461,957,696	\$ 7,148,269,404	\$ 5,015,314,576	6.6175
2003	\$ 7,305,016,073	\$ 539,581,021	\$ 2,385,092,305	\$ 15,702,041	\$ 2,400,794,346	\$ 4,919,923,768	\$ 523,878,980	\$ 7,844,597,094	\$ 5,443,802,748	6.6175
2004	\$ 8,350,440,380	\$ 592,201,813	\$ 2,861,106,455	\$ 148,319,926	\$ 3,009,426,381	\$ 5,489,333,925	\$ 443,881,887	\$ 8,942,642,193	\$ 5,933,215,812	6.6175
2005	\$ 10,264,958,128	\$ 556,909,138	\$ 4,162,364,453	\$ 83,751,873	\$ 4,246,116,326	\$ 6,102,593,675	\$ 473,157,265	\$ 10,821,867,266	\$ 6,575,750,940	6.6175
2006	\$ 13,830,161,078	\$ 584,404,354	\$ 5,481,390,646	\$ 70,484,078	\$ 5,551,874,724	\$ 8,348,770,432	\$ 513,920,276	\$ 14,414,565,432	\$ 8,862,690,708	6.6175
2007	\$ 13,930,289,319	\$ 602,456,783	\$ 5,176,873,798	\$ 47,725,095	\$ 5,224,598,893	\$ 8,753,415,521	\$ 554,731,688	\$ 14,532,746,102	\$ 9,308,147,209	6.0953
2008	\$ 13,858,705,774	\$ 628,712,468	\$ 4,821,823,632	\$ 53,415,175	\$ 4,875,238,807	\$ 9,036,882,142	\$ 575,297,293	\$ 14,487,418,242	\$ 9,612,179,435	6.0953
2009	\$ 12,407,795,204	\$ 626,124,722	\$ 4,984,837,837	\$ 72,336,682	\$ 5,057,174,519	\$ 7,422,957,367	\$ 553,788,040	\$ 13,033,919,926	\$ 7,976,745,407	6.0953

Source: Property Appraiser, Santa Rosa County

**SANTA ROSA COUNTY, FLORIDA  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>YEAR</b>	<b>SANTA ROSA COUNTY OPERATING MILLAGE</b>	<b>SCHOOL BOARD OPERATING MILLAGE</b>	<b>CITY OF GULF BREEZE OPERATING MILLAGE</b>	<b>CITY OF MILTON OPERATING MILLAGE</b>	<b>CITY OF JAY OPERATING MILLAGE</b>	<b>AVALON- MULAT FIRE DISTRICT MILLAGE</b>	<b>MIDWAY FIRE DISTRICT MILLAGE</b>	<b>NW FLORIDA WATER MANAGEMENT MILLAGE</b>	<b>TOTAL MILLAGE</b>
2000	6.9720	8.1170	1.8300	2.7500	2.0000	0.8000	0.4000	0.0500	22.9190
2001	6.6175	7.8250	1.8300	2.7500	2.0000	0.8000	0.9500	0.0500	22.8225
2002	6.6175	7.9900	1.8300	2.7500	2.0000	0.8000	0.9500	0.0500	22.9875
2003	6.6175	7.9400	1.9000	2.7500	2.0000	0.8000	0.9500	0.0500	23.0075
2004	6.6175	7.7510	1.9000	2.7500	2.0000	0.8000	0.9500	0.0500	22.8185
2005	6.6175	7.5880	1.9000	2.7500	2.0000	0.8000	1.4000	0.0500	23.1055
2006	6.6175	7.2070	1.6283	2.7500	2.0000	0.8000	1.4000	0.0500	22.4528
2007	6.0953	7.1230	1.5520	2.7500	2.0000	0.7498	1.4000	0.0450	21.7151
2008	6.0953	7.4200	1.8000	3.2373	2.0000	0.9700	1.4000	0.0450	22.9676
2009	6.0953	7.5750	1.9000	3.2373	2.0000	1.0000	1.4000	0.0450	23.2526

Source: Tax Collector, Santa Rosa County

**SANTA ROSA COUNTY, FLORIDA**  
**PRINCIPAL TAXPAYERS**  
**Current Year and Six Years Ago\***  
**(UNAUDITED)**

<b>TAXPAYER</b>	<b>2009</b>			<b>2003*</b>		
	<b>ASSESSED VALUATION</b>	<b>Rank</b>	<b>PERCENTAGE OF TOTAL ASSESSED VALUATION</b>	<b>ASSESSED VALUATION</b>	<b>Rank</b>	<b>PERCENTAGE OF TOTAL ASSESSED VALUATION</b>
Quantum Resources	\$ 91,358,215	1	1.15%			
Gulf Power	\$ 84,648,846	2	1.06%	\$ 79,510,241	1	1.46%
Florida Gas Transmission	\$ 54,952,213	3	0.69%	\$ 40,948,123	4	0.75%
BellSouth	\$ 46,615,796	4	0.58%	\$ 57,554,387	3	1.06%
WalMart Stores East	\$ 33,867,537	5	0.42%	\$ 20,644,614	6	0.38%
Santa Rosa Energy	\$ 24,683,052	6	0.31%			
Taminco Methlamines, Inc	\$ 16,879,975	7	0.21%			
Holi Corp	\$ 16,758,000	8	0.21%			
Andrews Institute Medical Park	\$ 16,624,427	9	0.21%			
Mediacom Southeast, LLC	\$ 16,144,099	10	0.20%	\$ 13,634,673	10	0.25%
Air Products				\$ 60,273,673	2	1.11%
Exxon				\$ 38,908,596	5	0.71%
International Paper Realty				\$ 19,135,970	7	0.35%
Louisiana Land				\$ 17,461,829	8	0.32%
Inexco Oil Company				\$ 15,851,450	9	0.29%

Source: Property Appraiser, Santa Rosa County

\* GASB Standard 44 requires data from nine years ago. That data is not available.

**SANTA ROSA COUNTY, FLORIDA  
PROPERTY TAX LEVIES AND COLLECTIONS  
ALL GOVERNMENTAL FUND TYPES  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>YEAR</b>	<b>TOTAL TAX LEVY</b>	<b>CURRENT AND PRIOR YEARS ADJUSTMENTS</b>	<b>OUTSTANDING DELINQUENT TAXES</b>	<b>DISCOUNTS ALLOWED</b>	<b>CURRENT TAX COLLECTIONS</b>	<b>PERCENT OF CURRENT TAX COLLECTIONS TO TOTAL LEVY</b>	<b>TOTAL TAX COLLECTION</b>	<b>PERCENT OF TOTAL TAX COLLECTION TO TOTAL LEVY</b>	<b>PERCENT OF DELINQUENT TAXES TO TAX LEVY</b>
2000	\$ 26,516,773	\$ 20,197	\$ 55,766	\$ 798,832	\$ 25,641,979	96.70%	\$ 26,440,811	99.71%	0.21%
2001	\$ 29,042,112	\$ 18,664	\$ 130,090	\$ 872,929	\$ 28,020,429	96.48%	\$ 28,893,358	99.49%	0.45%
2002	\$ 33,251,820	\$ 119,059	\$ 956,425	\$ 998,627	\$ 31,177,709	93.76%	\$ 32,176,336	96.77%	2.88%
2003	\$ 30,220,046	\$ 37,466	\$ 99,320	\$ 909,168	\$ 29,174,093	96.54%	\$ 30,083,261	99.55%	0.33%
2004	\$ 36,112,480	\$ 409,001	\$ 1,142,344	\$ 1,058,821	\$ 33,502,312	92.77%	\$ 34,561,133	95.70%	3.16%
2005	\$ 39,291,287	\$ 21,221	\$ 987,964	\$ 1,276,378	\$ 37,454,277	95.32%	\$ 38,730,655	98.57%	2.51%
2006	\$ 43,548,508	\$ 167,371	\$ 206,484	\$ 1,348,268	\$ 41,826,385	96.05%	\$ 43,174,653	99.14%	0.47%
2007	\$ 58,687,662	\$ 97,366	\$ 1,566,663	\$ 1,701,578	\$ 55,322,054	94.27%	\$ 57,023,632	97.16%	2.67%
2008	\$ 56,773,097	\$ (7,730)	\$ 1,838,335	\$ 1,640,881	\$ 53,301,611	93.89%	\$ 54,942,492	96.78%	3.24%
2009	\$ 52,897,253	\$ 48,300	\$ 2,292,390	\$ 1,503,930	\$ 49,052,631	92.73%	\$ 50,556,561	95.58%	4.33%

Source: Tax Collector, Santa Rosa County

**SANTA ROSA COUNTY, FLORIDA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

YEAR	General Obligation Debt	Governmental Activities				Business-Type Activities	Total	Percentage of Personal Income	Per Capita
		Revenue- Backed Debt	Special Assessment Debt	Line of Credit	Capital Leases	Revenue Debt			
2000	\$ 27,605	\$ 7,127,509	\$ 805,540	\$ -	\$ 85,903	\$ 5,301,250	\$ 13,347,807	0.468%	\$ 113.36
2001	\$ 24,986	\$ 7,112,685	\$ 805,982	\$ -	\$ 25,554	\$ 4,811,250	\$ 12,780,457	0.427%	\$ 105.30
2002	\$ 22,147	\$ 6,400,533	\$ 654,948	\$ -	\$ -	\$ 4,143,750	\$ 11,221,378	0.357%	\$ 89.80
2003	\$ 2,818,088	\$ 3,642,500	\$ 473,271	\$ -	\$ -	\$ 3,067,500	\$ 10,001,359	0.301%	\$ 77.60
2004	\$ 5,732,756	\$ 2,887,500	\$ 1,246,125	\$ -	\$ 180,422	\$ 2,887,500	\$ 12,934,303	0.353%	\$ 96.73
2005	\$ 4,387,710	\$ 2,697,500	\$ 1,461,353	\$ -	\$ 112,350	\$ 2,697,500	\$ 11,356,413	0.281%	\$ 83.23
2006	\$ 3,198,153	\$ 2,502,500	\$ 6,337,602	\$ -	\$ 57,450	\$ 2,502,500	\$ 14,598,205	0.331%	\$ 103.22
2007	\$ 2,338,979	\$ 3,490,399	\$ 5,693,011	\$ -	\$ -	\$ 8,462,167	\$ 19,984,556	0.434%	\$ 140.59
2008	\$ 1,809,721	\$ 3,258,935	\$ 7,526,784	\$ -	\$ -	\$ 8,124,926	\$ 20,720,366	0.447%	\$ 143.76
2009	\$ 4,359,387	\$ 2,899,047	\$ 8,107,660	\$ -	\$ -	\$ 7,332,123	\$ 22,698,217	0.466%	\$ 144.72

**SANTA ROSA COUNTY, FLORIDA**  
**RATIOS OF GENERAL OBLIGATION DEBT**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

<b>YEAR</b>	<b>Governmental Activities</b>	<b>Percentage of Actual Taxable Value of Property (2)</b>	<b>Per Capita (1)</b>
<b>YEAR</b>	<b>General Obligation Debt</b>	<b>Percentage of Actual Taxable Value of Property (2)</b>	<b>Per Capita (1)</b>
2000	\$ 27,605	0.001%	\$ 0.23
2001	\$ 24,986	0.001%	\$ 0.21
2002	\$ 22,147	0.000%	\$ 0.18
2003	\$ 2,818,088	0.052%	\$ 21.86
2004	\$ 5,732,756	0.097%	\$ 42.87
2005	\$ 4,387,710	0.067%	\$ 32.16
2006	\$ 3,198,153	0.036%	\$ 22.61
2007	\$ 2,338,979	0.025%	\$ 16.45
2008	\$ 1,809,721	0.019%	\$ 12.56
2009	\$ 4,359,387	0.055%	\$ 27.80

- (1) US Bureau of Economic and Business Research  
(2) Property Appraiser, Santa Rosa County

**SANTA ROSA COUNTY, FLORIDA  
PLEDGED REVENUE COVERAGE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

**REVENUE BONDS**

YEAR	Gross Revenues (1)	Less: Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2000	\$ 7,696,640	\$ 3,493,412	\$ 4,203,228	\$ 750,000	\$ 546,630	324%
2001	\$ 9,497,594	\$ 3,612,654	\$ 5,884,940	\$ 765,000	\$ 437,533	489%
2002	\$ 8,622,180	\$ 5,936,118	\$ 2,686,062	\$ 830,000	\$ 361,362	225%
2003	\$ 2,532,915	\$ 1,744,069	\$ 788,846	\$ 345,000	\$ 283,079	126%
2004	\$ 2,870,479	\$ 1,958,717	\$ 911,762	\$ 360,000	\$ 268,450	145%
2005	\$ 4,439,631	\$ 2,643,799	\$ 1,795,832	\$ 380,000	\$ 253,000	284%
2006	\$ 4,489,889	\$ 2,892,356	\$ 1,597,533	\$ 390,000	\$ 236,830	255%
2007	\$ 4,284,557	\$ 3,596,120	\$ 688,437	\$ 410,000	\$ 219,927	109%
2008	\$ 4,518,043	\$ 3,886,073	\$ 631,970	\$ 430,000	\$ 201,970	100%
2009	\$ 4,626,550	\$ 4,003,395	\$ 623,155	\$ 440,000	\$ 183,155	100%

**NOTES PAYABLE**

YEAR	Gross Revenues (2)	Less: Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2000	\$ 2,542,209	\$ 1,746,706	\$ 795,503	\$ 390,063	\$ 152,427	147%
2001	\$ 2,454,560	\$ 1,204,218	\$ 1,250,342	\$ 305,599	\$ 137,321	282%
2002	\$ 2,720,668	\$ 1,978,706	\$ 741,962	\$ 400,610	\$ 142,082	137%
2003	\$ 2,329,145	\$ 1,744,069	\$ 585,076	\$ 75,000	\$ 47,468	478%
2004	\$ -	\$ -	\$ -	\$ -	\$ -	0%
2005	\$ -	\$ -	\$ -	\$ -	\$ -	0%
2006	\$ -	\$ -	\$ -	\$ -	\$ -	0%
2007	\$ 2,805,900	\$ 1,600,112	\$ 1,205,788	\$ 4,601	\$ 144,928	806%
2008	\$ 2,885,096	\$ 2,335,798	\$ 549,298	\$ 354,297	\$ 300,387	84%
2009	\$ 2,796,916	\$ 1,336,740	\$ 1,460,176	\$ 360,582	\$ 285,737	226%

**SPECIAL ASSESSMENT NOTES**

YEAR	Gross Revenues (1) (3)	Less: Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2000	\$ 363,501	\$ -	\$ 363,501	\$ 159,828	\$ 51,186	172%
2001	\$ 355,879	\$ -	\$ 355,879	\$ 131,654	\$ 43,505	203%
2002	\$ 366,797	\$ -	\$ 366,797	\$ 149,917	\$ 42,599	191%
2003	\$ 270,590	\$ -	\$ 270,590	\$ 84,704	\$ 14,459	273%
2004	\$ 859,605	\$ -	\$ 859,605	\$ 445,043	\$ 116,972	153%
2005	\$ 1,364,783	\$ -	\$ 1,364,783	\$ 477,636	\$ 139,182	221%
2006	\$ 2,221,120	\$ -	\$ 2,221,120	\$ 1,407,589	\$ 299,801	130%
2007	\$ 2,219,362	\$ -	\$ 2,219,362	\$ 1,470,511	\$ 365,315	121%
2008	\$ 5,385,871	\$ -	\$ 5,385,871	\$ 1,552,465	\$ 361,885	281%
2009	\$ 5,730,715	\$ -	\$ 5,730,715	\$ 1,834,303	\$ 411,665	255%

(1) Racetrack and Landfill revenues

(2) Electric Franchise Fees

(3) Special Assessments

**SANTA ROSA COUNTY, FLORIDA  
DEMOGRAPHIC STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>FISCAL YEAR</b>	<b>POPULATION (1)</b>	<b>PERSONAL INCOME (1) (Thousands)</b>	<b>PER CAPITA PERSONAL INCOME (1)</b>	<b>UNEMPLOYMENT RATE (2)</b>
2000	117,743	\$ 2,850,569	\$ 24,066	3.6%
2001	121,370	\$ 2,990,543	\$ 24,607	4.4%
2002	124,956	\$ 3,140,971	\$ 24,521	4.8%
2003	128,889	\$ 3,327,655	\$ 25,102	4.4%
2004	133,721	\$ 3,664,694	\$ 26,621	4.1%
2005	136,443	\$ 4,044,413	\$ 28,421	3.7%
2006	141,428	\$ 4,406,632	\$ 30,504	3.1%
2007	142,144	\$ 4,601,188	\$ 31,145	3.7%
2008	144,136	\$ 4,637,682 *	\$ 31,134 *	5.6%
2009	156,840	\$ 4,874,245 *	\$ 32,082 *	9.5%

\* Projected

(1) US Bureau of Economic and Business Research

(2) US Bureau of Labor Statistics

**SANTA ROSA COUNTY, FLORIDA  
PRINCIPLE EMPLOYERS  
CURRENT YEAR AND FOUR YEARS AGO\*  
(UNAUDITED)**

<b>EMPLOYER</b>	<b>2009</b>			<b>2005</b>		
	<b>EMPLOYEES</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL EMPLOYMENT</b>	<b>EMPLOYEES</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL EMPLOYMENT</b>
Santa Rosa County School District	2,600	1	3.90%	3,000	1	4.72%
U.S. Government	2,078	2	3.12%	1,999	2	3.15%
State of Florida	1,409	3	2.12%	723	6	1.14%
Wal-Mart Stores	1,225	4	1.84%	1,161	3	1.83%
Santa Rosa County	946	5	1.42%	867	4	1.36%
Baptist Health Systems	634	6	0.95%	850	5	1.34%
Santa Rosa Medical Center	400	7	0.60%	536	7	0.84%
Clearwire, LLC	290	8	0.44%			
Lowe's	270	9	0.41%			
Tata Business Support Services	217	10	0.33%			
L3 Communications				470	8	0.74%
TRX Fulfillment Services				330	9	0.52%
Mold-Ex/Southland Technologies				270	10	0.42%
Total	10,069		15%	10,206		15%
Total employment			66,589			63,539

\* GASB Standard 44 requires data from the current year and nine years ago. That data is not available.

Source: Team Santa Rosa Economic Development Council, Inc.

**SANTA ROSA COUNTY, FLORIDA  
COUNTY EMPLOYEES BY FUNCTION  
LAST SEVEN FISCAL YEARS  
(UNAUDITED)**

	2003	2004	2005	2006	2007	2008	2009
General government	293	277	282	307	316	289	253
Public safety	500	507	537	580	528	464	456
Physical environment	51	54	64	81	67	64	54
Transportation	106	118	139	172	137	126	120
Economic environment	2	2	2	3	3	3	2
Human services	26	29	28	32	29	23	23
Culture and recreation	31	37	37	49	49	45	38
<b>Total</b>	<b>1,009</b>	<b>1,024</b>	<b>1,089</b>	<b>1,224</b>	<b>1,129</b>	<b>1,014</b>	<b>946</b>

Information is not available for previous years.

Source: Departmental reports.

**SANTA ROSA COUNTY, FLORIDA  
OPERATING INDICATORS BY FUNCTION  
LAST SEVEN FISCAL YEARS  
(UNAUDITED)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Public safety							
Law Enforcement							
Service calls	119,882	122,795	130,093	125,609	144,537	146,907	151,066
DUI arrests	418	362	279	243	293	326	303
Jail inmates	7,797	8,076	6,901	8,752	8,692	8,234	7,469
Physical environment							
Transportation							
Economic environment							
Human services							
Animal Services							
Service calls	7,276	8,152	8,445	8,113	8,728	8,181	7,911
Adoptions	608	817	764	730	771	751	794
Animal visits to shelter	7,834	7,997	8,047	8,271	8,698	8,751	9,035
Culture and recreation							
Libraries							
Items circulated	-	-	-	316,285	495,325	558,751	709,116
Registered borrowers	-	-	-	22,415	29,565	47,919	39,262

Indicators are not available for the general government function.

Information is not available for previous years.

Source: Departmental reports

**SANTA ROSA COUNTY, FLORIDA  
CAPITAL ASSET STATISTICS BY FUNCTION  
LAST SEVEN FISCAL YEARS  
(UNAUDITED)**

	2003	2004	2005	2006	2007	2008	2009
Public safety							
Sheriff's Officers Vehicles	222	249	272	286	301	287	263
Fire Districts	15	15	15	15	15	15	15
Physical environment							
Landfills	1	1	1	1	2	2	2
Transfer stations	1	1	1	1	1	1	1
Water taps	2,173	2,201	2,220	2,220	2,188	2,192	2,190
Sewer taps	2,163	2,191	2,210	2,210	2,178	2,181	2,178
Transportation							
Airports	1	1	1	1	1	1	1
Airport hangers	13	13	13	13	13	15	15
Economic environment							
Industrial Parks	1	1	2	2	2	2	2
Human services							
Animal Services Vehicles	9	9	9	10	9	9	9
Culture and recreation							
Libraries	-	-	-	4	5	5	5
Items in library collection	-	-	-	129,852	131,457	144,843	148,957
Parks	54	55	56	56	56	56	56

Indicators are not available for the general government function.

Information is not available for previous years.

Source: Departmental reports