Santa Rosa County
Florida

COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE YEAR ENDED
SEPTEMBER 30, 2014

SANTA ROSA COUNTY, FLORIDA

COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE YEAR ENDED
SEPTEMBER 30, 2014

Donald C. Spencer
Clerk of the Circuit Court, County Court and Comptroller

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

William W. Burroughs
Internal Auditor

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INTRODUCTORY SECTION

DONALD C. SPENCER
CLERK OF THE CIRCUIT COURT & COMPTROLLER
SANTA ROSA COUNTY, FLORIDA

Clerk of the County Court & Comptroller
Recorder of Deeds
Clerk and Accountant of the Board of County Commissioners
Custodian of County Funds
County Auditor

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March 23, 2015

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, 2014.

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.

Warren Averett, LLC Certified Public Accountants, have issued an unmodified ("clean") opinion on the Santa Rosa County's financial statements for the year ended September 30, 2014. 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. A second industrial park, Whiting Aviation Park, was recently added near Whiting Field with access to the 6,000 foot runway.

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 temporarily suspended to help stimulate the local economy.

Tourism, a significant industry for the County, has seen a resurgence in this last year. Tourism had suffered considerable damage from the destruction caused by hurricanes and the BP Oil Spill in recent years.

Major Initiatives

For the Year. The staff, following specific directives from the Board of County Commissioners and the County Administrator, were 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.

Several projects were either started or completed in the current year, including the construction of the Bagdad Fire Department, Additional Hangars were added at Peter Prince Airport, and several roads were paved.

Staff worked with Goldring Gulf Distributing, Inc. in their relocation to the Santa Rosa Industrial Park and the construction of over a 190,000 square foot facility that will employ 200+ individuals.

The final scope of work for the Gulf Power Site Certification Program for Santa Rosa Industrial Park East and Northwest Florida Industrial Park was completed.

Staff secured Land and Water Conservation Grant funds to support construction of the Bagdad Mill Site Passive Park.

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, 2013. 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.

Donald C. Spencer
Clerk of the Courts and Comptroller

Government Finance Officers Association

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, 2013

Jeffrey R. Emer

Executive Director/CEO

Santa Rosa County, Florida
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended September 30, 2014

Board of County Commissioners

W.D. 'Don' Salter
Chairman
Lane Lynchard
Vice Chairman

Jayer Williamson
Rob Williamson
Robert A. "Bob" Cole

Elected Constitutional Officers

Donald C. Spencer
Clerk of the Courts and Comptroller

Gregory S. Brown
Property Appraiser

Tappie Villane
Supervisor of Elections

Wendell Hall
Sheriff

Stan Colie Nichols
Tax Collector

County Management

Hunter Walker
County Administrator

Roy V. Andrews
County Attorney

Jayne Bell
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

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Sheriff

Board of County Commissioners

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Updated October 2014

FINANCIAL SECTION

Warren Averett
CPAs AND ADVISORS

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INDEPENDENT AUDITORS' REPORT

To The Honorable Board of County Commissioners
Santa Rosa County, Florida

Report on the Financial Statements

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, (the "County") as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 the County as of September 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 12 through 18, the budgetary comparison schedules on pages 63 and 64, and the schedules of funding progress and employer contributions for other post-employment benefits on page 65 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining individual fund statements and budgetary comparison 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 budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining individual fund statements and budgetary comparison schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2015, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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* in considering the County's internal control over financial reporting and compliance.

Warren Averett, LLC

March 23, 2015
Pensacola, Florida

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 position** and the **statement of activities**. These statements use accounting methods similar to those used by private-sector companies. Emphasis is placed on the net position of governmental activities and business-type activities and the change in net position. 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 position** presents information on all assets, deferred outflows of resources, liabilities and deferred inflows of resources of the County, with the difference between assets plus deferred outflows and liabilities and deferred inflows reported as net position. Net position is reported in three categories: 1) net investment in capital assets, 2) restricted, and 3) unrestricted. Assets, deferred outflows, liabilities, deferred inflows and net position are reported for all Governmental Activities separate from the assets, deferred outflows, liabilities, deferred inflows and net position of Business-type Activities.

The **statement of activities** presents information on all revenues and expenses of the County and the change in net position. 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, deferred outflows, liabilities and deferred inflows 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 position**; a **statement of revenues, expenses, and changes in fund net position**; 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 position**. 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 position may serve over time as a useful indicator of government's financial position. In the case of the County, assets plus deferred outflows exceeded liabilities plus deferred inflows by $184 million as of September 30, 2014.

The largest portion of the County's net position (70%) 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 both negative and positive balances in all three categories of net position for the County as a whole, as well as for its governmental and business-type activities.

There was an increase in net position from governmental activities of $443,000. This consisted of a decrease of $2.71 million to invested in net investment in capital assets, an increase of $1.16 million to restricted net position and an increase of $1.99 million to unrestricted net position. The primary reasons for these changes was an increase in property tax revenues due to increased property values, the sale of land in the industrial park, and a decrease in expenditures due to cut backs.

There was an increase in net position from business-type activities of $825,000. This consisted of an increase of $912,000 to net investment in capital assets, an increase of $214,000 in restricted net position and a decrease of $301,000 to unrestricted net position. The primary reason for the decrease to unrestricted net position was the increase in the restricted investments for landfill closure and long-term care costs.

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

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	$ 80,430	$ 72,064	$ 14,568	$ 14,120	$ 94,998	$ 86,184
Capital assets	135,528	139,477	15,985	15,821	151,513	155,298
Total assets	215,958	211,541	30,553	29,941	246,511	241,482
Deferred charges on bond refunding	40	62	40	62	80	124
Total deferred outflow of resources	40	62	40	62	80	124
Long-term liabilities outstanding	21,589	21,785	13,259	13,419	34,848	35,204
Other liabilities	10,283	6,095	563	638	10,846	6,733
Total liabilities	31,872	27,880	13,822	14,057	45,694	41,937
Unrecognized license fees	-	40	-	-	-	40
Total deferred inflow of resources	-	40	-	-	-	40
Net position						
Net investment in capital assets	130,796	133,507	11,967	11,055	142,763	144,562
Restricted	23,548	22,387	4,967	4,753	28,515	27,140
Unrestricted	29,782	27,789	(163)	138	29,619	27,927
Total net position	$ 184,126	$ 183,683	$ 16,771	$ 15,946	$ 200,897	$ 199,629

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 $65 million (35% is unassigned). This is a $3.9 million increase from the previous year. The bulk of the increase was from property tax revenues which increased because of property values.

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

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues						
Charges for services	$ 30,879	$ 27,392	$ 6,966	$ 6,422	$ 37,845	$ 33,814
Operating grants & contributions	3,881	5,820	-	-	3,881	5,820
Capital grants & contributions	3,884	2,018	329	347	4,213	2,365
General revenues						
Property tax	48,305	42,807	-	-	48,305	42,807
Sales, use and fuel tax	5,522	5,106	-	-	5,522	5,106
Communications services	1,415	1,475	-	-	1,415	1,475
Grants and contributions	13,791	13,029	11	-	13,802	13,029
Investment earnings	87	138	36	30	123	168
Other	3,376	1,368	133	121	3,509	1,489
Total revenues	111,140	99,153	7,475	6,920	118,615	106,073
Expenses:						
General government	32,077	35,305	-	-	32,077	35,305
Public safety	43,539	39,190	-	-	43,539	39,190
Physical environment	2,670	3,698	-	-	2,670	3,698
Transportation	18,932	15,368	-	-	18,932	15,368
Economic environment	3,678	2,843	-	-	3,678	2,843
Human services	5,558	5,298	-	-	5,558	5,298
Culture and recreation	4,053	1,220	-	-	4,053	1,220
Interest on long term debt	190	248	-	-	190	248
Water and sewer	-	-	1,960	1,775	1,960	1,775
Airport	-	-	449	506	449	506
Landfill	-	-	4,241	3,683	4,241	3,683
Total expenses	110,697	103,170	6,650	5,964	117,347	109,134
Increase in net position before transfers	443	(4,017)	825	956	1,268	(3,061)
Transfers	-	(25)	-	25	-	-
Change in net position	443	(4,042)	825	981	1,268	(3,061)
Net position, beg. of year	183,683	187,725	15,946	14,965	199,629	202,690
Net position, end of year	$ 184,126	$ 183,683	$ 16,771	$ 15,946	$ 200,897	$ 199,629

The General fund is the primary operating fund of the County. Revenues exceeded expenditures by $5.1 million. Expenditures were up by $4.8 million (7.4%) from the prior year, mostly in general government, economic environment and public safety. The increases were primarily driven be rising costs and the first full year of operations for the economic development department.

The Road and Bridge fund accounts for fuel and other taxes designated for road improvements. During the year, fund balance decreased by $3.5 million. Transfers in from other funds of $2.6 million and restricted fund balances of $3.6 million were used to offset an operating loss resulting from various road repairs.

Financial Analysis of Proprietary Funds

The Navarre Beach fund accounts for the operations of the Navarre Beach water and sewer system. Revenues were up from the prior year due to increased usage and expenses were up $185.000 from the prior year primarily due to water main repairs. There was a moderate operating loss of $55,000. Interest income and a capital contribution from federal and state grants led to a net loss of $40,000.

The Landfill fund is used to account for the solid waste disposal operations at the County landfills. Operating revenues were up from the prior year due to increased usage. Expenses were up from the previous year, mostly due to a significant increase in landfill closure costs over the prior year. Operating income was $662,000 and the sales of recycled materials helped the fund to end the year with an overall net position increase of $729,000.

Budgetary Analysis

The General fund budget was increased by $2.8 million from the original budget (an increase of 4%). Several departments had increases: Sheriff, $880,000 for capital equipment and vehicles; Industrial Park, $848,000 for the Industrial Park rail spur.; BOCC Data Processing, $209,000 for network upgrades; Emergency Management, $178,000 for CAD software.

Actual expenditures were less than the final budgeted expenditures by $2.5 million. The major reasons for this variance are that the County did not spend 1) $775,000 for the Industrial Park, 2) $145,000 for Navarre Beach operations, 3) $100,000 for Health Related Functions and 4) $100,000 on Parks.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

As of September 30, 2014 the County had $152 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 decrease (including additions, discoveries and deductions) of $4 million from last year.

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

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Land	$ 19,574	$ 19,596	$ 1,191	$ 1,191	$ 20,765	$ 20,787
Construction in progress	830	9,152	525	785	1,355	9,937
Buildings	24,672	24,006	1,175	1,251	25,847	25,257
Improvements other than buildings	79,874	76,187	11,381	10,672	91,255	86,859
Machinery, furniture and equip.	10,578	10,535	1,713	1,922	12,291	12,457
Totals	$ 135,528	$ 139,476	$ 15,985	$ 15,821	$ 151,513	$ 155,297

This year's major additions included:

Sheriff's equipment	$ 1,074,689
Winchester Circle	$ 656,667
Bagdad Fire Station (CIP)	$ 604,596
Spencerfield Sidewalk (CIP)	$ 526,077
Medicine Bow Road	$ 153,819
Equestrian Center (CIP)	$ 282,148

Outstanding Debt at Year-end

(in Thousands)

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Revenue bonds	$ 574	$ 853	$ 574	$ 853	$ 1,148	$ 1,706
Notes payable	1,007	1,089	3,485	3,912	4,492	5,001
Special assessment notes	3,192	4,090	-	-	3,192	4,090
Totals	$ 4,773	$ 6,032	$ 4,059	$ 4,765	$ 8,832	$ 10,797

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

Subsequent to year end, the Board of County Commissioners voted to standardize the residential lease fee on Navarre Beach to a fixed rate of $250. They also voted to eliminate the collection of the additional five percent lease fee contained in some leases. This is expected to result in a net loss of revenues of approximately $228,000.

In 2014, the County sold property in the Santa Rosa Industrial Park to Goldring Gulf Distributing , Inc. for $1,745,500. This sales price included cash of $698,200 and a note in the amount of $1,047,300. Discounts are available on the note based on development conditions specified by the County and completed within 5 years from October 2013. This sale resulted in the construction of over 190,000 square foot facility with a capital investment by the company of over $10,000,000. As of September 30, 2014, Goldring has satisfied 2 of the 3 discount criteria for a total discount on the note of $610,925 and a remaining balance on the note of $436,375.

BASIC FINANCIAL STATEMENTS

Santa Rosa County, Florida

STATEMENT OF NET POSITION

September 30, 2014

ASSETS	Governmental Activities	Business-type Activities	Total
Cash and cash equivalents	$ 66,480,036	$ 8,365,186	$ 74,845,222
Investments	6,132,316	4,966,334	11,098,650
Receivables, net	7,405,091	1,235,652	8,640,743
Inventory	412,078	--	412,078
Capital assets, net			
Nondepreciable	20,404,171	1,716,735	22,120,906
Depreciable	115,124,095	14,268,627	129,392,722
Total assets	215,957,787	30,552,534	246,510,321
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on bond refunding	40,325	40,325	80,650
Total deferred outflows of resources	40,325	40,325	80,650
LIABILITIES			
Accounts payable	3,492,388	332,282	3,824,670
Contracts payable	257,954	58,352	316,306
Accrued wages payable	2,306,475	112,293	2,418,768
Interest payable	18,172	2,536	20,708
Due to other governments	2,617,303	1,368	2,618,671
Deposits	283,684	56,543	340,227
Unearned revenue	1,307,104	--	1,307,104
Noncurrent liabilities			
Due within one year	6,385,869	1,009,903	7,395,772
Due in more than one year	15,202,818	12,249,067	27,451,885
Total liabilities	31,871,767	13,822,344	45,694,111
DEFERRED INFLOWS OF RESOURCES	--	--	--

Continued …

Santa Rosa County, Florida

STATEMENT OF NET POSITION (Continued)

September 30, 2014

NET POSITION	Governmental Activities	Business-type Activities	Total
Net investment in capital assets	130,795,701	11,967,295	142,762,996
Restricted for:			
Nonexpendable:			
Inventory	412,078		412,078
Expendable:			
Landfill closure	--	4,966,334	4,966,334
Communications	1,229,288	--	1,229,288
Boating improvement	252,193	--	252,193
Domestic violence	136,907	--	136,907
Voter education	9,234	--	9,234
Pollworker recruitment	1,887	--	1,887
Federal elections	10,544	--	10,544
Partners for pets	93,816	--	93,816
Navarre Beach Bridge maintenance	309,334	--	309,334
Law Enforcement Trust Fund	92,830	--	92,830
Crime prevention	327,113	--	327,113
Mosquito control	27,400	--	27,400
Federal and state grants	1,522,170	--	1,522,170
Enhanced 911 system	1,284,308	--	1,284,308
Transportation, recreation and economic development	4,003,490	--	4,003,490
Tourist development	2,515,020	--	2,515,020
Infrastructure development	2,748,918	--	2,748,918
State Housing Improvement Program	809,796	--	809,796
Road and sewer construction	324,866	--	324,866
Canal maintance	77,334	--	77,334
Street lighting	64,384	--	64,384
State court operations	30,065	--	30,065
Court equipment and technology	822,367	--	822,367
Records modernization trust fund	272,180	--	272,180
Law enforcement training	26,332	--	26,332
Inmate welfare purchases	757,501	--	757,501
Gas and oil preservation	195,317	--	195,317
Capital construction projects	5,191,730	--	5,191,730
Unrestricted	29,782,242	(163,114)	29,619,128
Total net position	$ 184,126,345	$ 16,770,515	$ 200,896,860

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

Santa Rosa County, Florida

STATEMENT OF ACTIVITIES

Year ended September 30, 2014

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
Functions/Programs:	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	$ 32,077,210	$ 19,838,193	$ 1,155,859	$ 60,000	$ (11,023,158)		$ (11,023,158)
Public safety	43,539,307	4,699,449	792,193	236,418	(37,811,247)		(37,811,247)
Physical environment	2,670,154	5,707,544	241,848	328,623	3,607,861		3,607,861
Transportation	18,931,798	191,636	84,976	3,053,056	(15,602,130)		(15,602,130)
Economic environment	3,677,666	--	980,256	206,260	(2,491,150)		(2,491,150)
Human services	5,557,949	37,188	502,614	--	(5,018,147)		(5,018,147)
Culture and recreation	4,053,156	403,688	123,271	--	(3,526,197)		(3,526,197)
Interest on long-term debt	189,570	--	--	--	(189,570)		(189,570)
Total governmental activities	110,696,810	30,877,698	3,881,017	3,884,357	(72,053,738)		(72,053,738)
Business-type activities:							
Navarre Beach water and sewer	1,959,739	1,904,215	--	--		$ (55,524)	(55,524)
Peter Prince Airport	448,747	253,484	--	329,224		133,961	133,961
Landfill	4,241,176	4,808,104	--	--		566,928	566,928
Total business-type activities	6,649,662	6,965,803	--	329,224		645,365	645,365
Total	117,346,472	37,843,501	3,881,017	4,213,581	(72,053,738)	645,365	(71,408,373)
	General revenues:						
	Taxes						
	Property taxes				48,305,322	--	48,305,322
	Sales, use and fuel taxes				5,521,730	--	5,521,730
	Communication services taxes				1,415,391	--	1,415,391
	Grants and contributions not restricted to specific programs				13,791,230	10,611	13,801,841
	Unrestricted investment earnings				87,033	36,488	123,521
	Recycle building lease				--	20,302	20,302
	Miscellaneous				1,675,778	1,100	1,676,878
	Gain on sale of assets				1,700,455	110,452	1,810,907
	Total general revenues and transfers				72,496,939	178,953	72,675,892
	Change in net position				443,201	824,318	1,267,519
	Net position - beginning				183,683,144	15,946,197	199,629,341
	Net position - ending				$ 184,126,345	$ 16,770,515	$ 200,896,860

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

Santa Rosa County, Florida

BALANCE SHEET
GOVERNMENTAL FUNDS

September 30, 2014

ASSETS	General	Road and Bridge	Other Governmental Funds	Total Governmental Funds
Cash and cash equivalents	$ 33,809,168	$ 5,748,782	$ 21,796,307	$ 61,354,257
Investments	5,505,325	--	--	5,505,325
Receivables, net of uncollectibles				
Accounts	318,584	--	744,557	1,063,141
Leases - current	--	2,125	--	2,125
Notes	436,375	--	--	436,375
Due from other governments	3,326,996	1,196,562	1,326,044	5,849,602
Due from other funds	892,437	120,951	38,541	1,051,929
Inventory	107,193	304,885	--	412,078
Total assets	$ 44,396,078	$ 7,373,305	$ 23,905,449	$ 75,674,832
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 1,016,945	$ 479,199	$ 977,386	$ 2,473,530
Contracts payable	10,861	72,346	174,747	257,954
Accrued wages payable	1,853,317	294,629	146,663	2,294,609
Deposits	283,684	--	--	283,684
Unearned revenue	1,186,805	--	120,299	1,307,104
Due to other funds	--	--	1,051,929	1,051,929
Due to other governments	1,975,875	--	641,428	2,617,303
Total liabilities	6,327,487	846,174	3,112,452	10,286,113
Deferred inflows of resources:				
Deferred inflows of resources related to note receivable	436,375	--	--	436,375
Combined liabilities and deferred inflows of resources	6,763,862	846,174	3,112,452	10,722,488
Fund balances:				
Nonspendable	107,193	304,885	--	412,078
Restricted	1,733,869	309,334	11,702,584	13,745,787
Committed	3,598,490	--	9,462,579	13,061,069
Assigned	8,586,073	5,912,912	763,217	15,262,202
Unassigned	23,606,591	--	(1,135,383)	22,471,208
Total fund balances	37,632,216	6,527,131	20,792,997	64,952,344
Total liabilities and fund balances	$ 44,396,078	$ 7,373,305	$ 23,905,449	$ 75,674,832

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 POSITION

September 30, 2014

Total Governmental Funds Balances	$	64,952,344
Amounts reported for governmental activities in the statement of net position 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		254,004,137
Less accumulated depreciation		(114,529,898)
Current period transfers of capital assets to governmental from business type		(6,242)
Current period investment in capital assets		5,612,635
Current period depreciation		(9,315,906)
Current period loss on disposal of capital assets, net of proceeds		(243,950)
Deferred inflows of resources are not financial resources and therefore not reported in the funds		
Deferred charges on bond refunding		62,320
Current period amortization/writeoff of deferred refunding costs		(21,995)
Long term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Revenue bonds		(853,113)
Notes payable		(1,089,328)
Compensated absences		(7,768,792)
Special assessment notes payable		(4,089,724)
Interest payable		(18,172)
Other post employment benefits liability		(5,657,132)
Current period revenue bond payments		279,476
Current period note payments		82,259
Current period change in compensated absences		(321,494)
Current period special assessment note payments		897,540
Current period increase in other post employment benefits liability		(719,754)
Long term receivable are not available to pay for current period expenditures and, therefore are deferred on the modified accrual basis in governmental funds		436,375
Internal service funds are used by management to charge the costs of providing insurance coverage to individual funds and therefore, the assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position.		
Assets		5,814,108
Liabilities		(3,379,349)
Net Position of Governmental Activities	$	184,126,345

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, 2014

	General	Road and Bridge	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	$ 49,348,089	$ 4,171,684	$ 1,722,670	$ 55,242,443
Permits, fees and special assessments	1,683,955	24,236	11,543,503	13,251,694
Intergovernmental	11,809,821	5,776,537	4,159,611	21,745,969
Charges for services	7,517,358	35,920	4,732,708	12,285,986
Fines and forfeits	342,022	--	928,202	1,270,224
Miscellaneous	4,655,916	377,705	618,513	5,652,134
Total revenues	75,357,161	10,386,082	23,705,207	109,448,450
Expenditures				
Current				
General government	22,477,972	--	5,187,887	27,665,859
Public safety	35,992,152	--	7,482,739	43,474,891
Physical environment	1,185,674	478,307	883,843	2,547,824
Transportation	966,500	16,081,198	503,956	17,551,654
Economic environment	1,511,624	--	2,096,323	3,607,947
Human services	5,317,231	--	132,450	5,449,681
Culture and recreation	2,788,749	--	78,527	2,867,276
Capital outlay	--	--	488,191	488,191
Debt service	--	--	1,431,988	1,431,988
Total expenditures	70,239,902	16,559,505	18,285,904	105,085,311
Excess (deficiency) of revenues over expenditures	5,117,259	(6,173,423)	5,419,303	4,363,139
Other financing sources (uses)				
Transfers in	3,920,311	2,585,310	3,704,083	10,209,704
Transfers out	(2,134,399)	--	(8,570,969)	(10,705,368)
Total other financing sources (uses)	1,785,912	2,585,310	(4,866,886)	(495,664)
Net change in fund balances	6,903,171	(3,588,113)	552,417	3,867,475
Fund balances, beginning of year	30,702,091	10,080,330	20,240,580	61,023,001
Change in reserve for inventory	26,954	34,914	--	61,868
Fund balances, end of year	$ 37,632,216	$ 6,527,131	$ 20,792,997	$ 64,952,344

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, 2014

Net Change in Fund Balances - Total Governmental Funds	$	3,867,475
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 these amounts are:		
Current period investment in capital assets		5,612,635
Current period transfers of capital assets to governmental from business type		(6,242)
Current period depreciation		(9,315,906)
Current period loss on disposal of capital assets, net of proceeds		(243,950)
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		5,138
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. Also debt proceeds are an other financing source in the governmental funds, but the issuance increases long-term liabilities in the statement of net position.		
Current period change in compensated absences		(321,494)
Current period note payments		82,259
Current period revenue bond payments		279,476
Current period special assessment note payments		897,540
Current period bond refunding costs		(21,995)
Current period increase in other post employment benefits liability		(719,754)
Long term receivable are not available to pay for current period expenditures and, therefore are deferred on the modified accrual basis in governmental funds		436,375
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.		(170,224)
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		61,868
Change in Net Position of Governmental Activities	$	443,201

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

Santa Rosa County, Florida

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

September 30, 2014

	Business-type Activities				Governmental Activities
	Major Funds		Non-Major Fund		
ASSETS	Navarre Beach	Landfill	Peter Prince Field	Total Enterprise Funds	Internal Service Fund
Current assets:					
Cash and cash equivalents	$ 2,441,628	$ 5,012,624	$ 910,934	$ 8,365,186	$ 5,125,779
Investments	--	--	--	--	626,991
Accounts receivable	198,205	669,232	10,683	878,120	53,848
Due from other governments	10,611	--	346,921	357,532	--
Total current assets	2,650,444	5,681,856	1,268,538	9,600,838	5,806,618
Noncurrent assets					
Restricted investments	--	4,966,334	--	4,966,334	--
Capital assets, net of accumulated depreciation	6,247,183	5,954,213	3,783,966	15,985,362	7,490
Total noncurrent assets	6,247,183	10,920,547	3,783,966	20,951,696	7,490
Total assets	8,897,627	16,602,403	5,052,504	30,552,534	5,814,108
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charges on bond refunding	--	40,325	--	40,325	--
Total deferred outlows of resources	--	40,325	--	40,325	--
LIABILITIES					
Current liabilities					
Accounts payable	14,407	98,983	218,892	332,282	1,018,858
Contracts payable	18,803	--	39,549	58,352	--
Current portion of claims payable	--	--	--	--	1,442,706
Accrued wages payable	26,825	83,725	1,743	112,293	11,866
Due to other governments	--	--	1,368	1,368	--
Compensated absences - current portion	70,000	195,000	--	265,000	40,000
Revenue bonds - current	--	284,341	--	284,341	--
Note payable - current	443,693	--	--	443,693	--
Accrued interest	--	2,536	--	2,536	--
Deposits	11,800	43,993	750	56,543	--
Current portion of landfill closure costs	--	16,869	--	16,869	--
Total current liabilities	585,528	725,447	262,302	1,573,277	2,513,430
Noncurrent liabilities					
Long term portion of compensated absences	3,080	65,449	--	68,529	13,363
Long term portion of claims payable	--	--	--	--	825,240
Long term portion of landfill closure costs	--	8,627,574	--	8,627,574	--
Revenue bonds payable - net of discount	--	289,296	--	289,296	--
Note payable - noncurrent	3,041,062	--	--	3,041,062	--
OPEB liability	54,629	166,042	1,935	222,606	27,316
Total noncurrent liabilities	3,098,771	9,148,361	1,935	12,249,067	865,919
Total liabilities	3,684,299	9,873,808	264,237	13,822,344	3,379,349
DEFERRED INFLOWS OF RESOURCES	--	--	--	--	--
Total deferred inflows of resources	--	--	--	--	--
NET POSITION					
Net investment in capital assets	2,762,428	5,420,901	3,783,966	11,967,295	7,490
Restricted for landfill closure	--	4,966,334	--	4,966,334	--
Unrestricted	2,450,900	(3,618,315)	1,004,301	(163,114)	2,427,269
Total net position	$ 5,213,328	$ 6,768,920	$ 4,788,267	$ 16,770,515	$ 2,434,759

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

Santa Rosa County, Florida

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - PROPRIETARY FUNDS

Year ended September 30, 2014

	Business-type Activities				Governmental Activities
	Major Funds		Non-Major Fund		
	Navarre Beach	Landfill	Peter Prince Field	Total Enterprise Funds	Internal Service Fund
Operating revenues					
Permits, fees and special assessments	$ --	$ 38,650	$ --	$ 38,650	$ --
Charges for services	1,904,215	4,769,454	253,484	6,927,153	856,213
Insurance proceeds	--	--	--	--	635,263
Miscellaneous	902	25	173	1,100	432
Total operating revenues	1,905,117	4,808,129	253,657	6,966,903	1,491,908
Operating expenses					
Personal services	584,277	1,803,682	35,042	2,423,001	281,995
Contract services	92,028	261,250	42,980	396,258	144,230
Supplies	76,782	47,108	300	124,190	16,124
Repairs and maintenance	417,608	385,322	54,767	857,697	1,478
Utilities	219,426	50,922	28,676	299,024	--
Depreciation	526,756	667,694	286,110	1,480,560	1,499
Travel and per diem	--	5,371	--	5,371	5,851
Insurance	8,050	9,280	--	17,330	77,994
Communications	12,361	9,909	211	22,481	266
Advertising	--	1,525	--	1,525	--
Fuel and oil	15,844	356,415	--	372,259	--
Rentals	1,950	17,776	--	19,726	--
Landfill closure and maintenance	--	520,174	--	520,174	--
Claims	--	--	--	--	1,610,755
State assessment	--	--	--	--	13,340
Miscellaneous	4,657	9,724	661	15,042	11,492
Total operating expenses	1,959,739	4,146,152	448,747	6,554,638	2,165,024
Operating income (loss)	(54,622)	661,977	(195,090)	412,265	(673,116)
Non-operating revenues (expenses)					
Investment income	1,837	33,991	660	36,488	7,399
Interest expense	--	(13,029)	--	(13,029)	--
Sale of recycled materials	--	73,210	--	73,210	--
Recycle building lease	--	20,302	--	20,302	--
Gain (loss) on disposal of assets	2,500	34,742	--	37,242	(171)
Federal and State grants	10,611	--	--	10,611	--
Aid to private organizations	--	(60,000)	--	(60,000)	--
Amortization & other bond costs	--	(21,995)	--	(21,995)	--
Total non-operating revenues (expenses)	14,948	67,221	660	82,829	7,228
Income (loss) before contributions and transfers	(39,674)	729,198	(194,430)	495,094	(665,888)
Transfers in	--	--	--	--	496,664
Transfers out	--	--	--	--	(1,000)
Capital contribution	--	--	329,224	329,224	--
Change in net position	(39,674)	729,198	134,794	824,318	(170,224)
Net position, beginning of year	5,253,002	6,039,722	4,653,473	15,946,197	2,604,983
Net position, end of year	$ 5,213,328	$ 6,768,920	$ 4,788,267	$ 16,770,515	$ 2,434,759

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, 2014

	Business-type Activities				Governmental Activities
	Major Funds		Non-Major Fund		
	Navarre Beach	Landfill	Peter Prince Field	Total Enterprise Funds	Internal Service Fund
Cash flows from operating activities					
Cash received from customers	$ 1,924,601	$ 4,616,838	$ 211,376	$ 6,752,815	$ 432
Cash paid to suppliers	(882,019)	(1,465,277)	119,573	(2,227,723)	(257,475)
Cash paid to employees	(575,939)	(1,779,117)	(34,441)	(2,389,497)	(298,174)
Cash received from interfund services provided	--	--	--	--	1,457,965
Cash paid for internal services provided	--	--	--	--	(1,520,294)
Net cash provided (used) by operating activities	466,643	1,372,444	296,508	2,135,595	(617,546)
Cash flows from noncapital financing activities					
Transfers in	--	--	--	--	496,664
Transfers out	--	(6,243)	--	(6,243)	(1,000)
Sale of recycled materials	--	73,210	--	73,210	--
Transfers in (out)	--	20,302	--	20,302	--
Aid to private organizations	--	(60,000)	--	(60,000)	--
Net cash provided (used) by noncapital financing activities	--	27,269	--	27,269	495,664
Cash flows from capital and related financing activities					
Proceeds from sale of assets	2,500	36,448	--	38,948	--
Capital contribution	10,611	--	329,224	339,835	--
Purchases of capital assets	(69,873)	(1,083,123)	(487,658)	(1,640,654)	(7,042)
Principal paid on capital debt	(427,370)	(279,476)	--	(706,846)	--
Interest paid on capital debt	--	(12,953)	--	(12,953)	--
Net cash provided (used) by capital and related financing activities	(484,132)	(1,339,104)	(158,434)	(1,981,670)	(7,042)
Cash flows from investing activities					
Interest and dividends	2,025	34,140	787	36,952	7,424
Net sale (purchase) of investments	--	(213,726)	--	(213,726)	(4,003)
Net cash provided (used) by investing activities	2,025	(179,586)	787	(176,774)	3,421
Net increase (decrease) in cash and cash equivalents	(15,464)	(118,977)	138,861	4,420	(125,503)
Cash and cash equivalents at beginning of year	2,457,092	5,131,601	772,073	8,360,766	5,251,282
Cash and cash equivalents at end of year	$ 2,441,628	$ 5,012,624	$ 910,934	$ 8,365,186	$ 5,125,779
Reconciliation of operating income (loss) to net cash provided (used) by operating activities					
Operating income (loss)	$ (54,622)	$ 661,977	$ (195,090)	$ 412,265	$ (673,116)
Adjustments to reconcile operating income to net cash provided (used) by operating activities					
Depreciation expense	526,756	667,694	286,110	1,480,560	1,499
Landfill closure costs	--	520,174	--	520,174	--
Changes in assets and liabilities:					
Accounts receivable	(24,202)	(207,595)	729	(231,068)	(33,511)
Due to other governments	--	--	53	53	--
Accounts payable	(25,886)	(276,540)	207,566	(94,860)	67,794
Contracts payable	(7,427)	(34,135)	39,549	(2,013)	--
Accrued compensation	43	6,217	201	6,461	(1,726)
Compensated absences	1,627	(328)	--	1,299	(17,666)
Due from other governments	44,253	--	(42,780)	1,473	--
OPEB liability	6,668	18,676	400	25,744	3,173
Claims payable	--	--	--	--	36,007
Deposits	(567)	16,304	(230)	15,507	--
Net cash provided (used) by operating activities	$ 466,643	$ 1,372,444	$ 296,508	$ 2,135,595	$ (617,546)
Noncash Investing, Capital and Financing Activities:					
Amortized deferred charges	$ --	$ 21,995	$ --	$ 21,995	$ --

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

Santa Rosa County, Florida

STATEMENT OF ASSETS AND LIABILITIES

September 30, 2014

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 4,909,983
Accounts receivable	125,019
Due from other governments	--
Total assets	$ 5,035,002
LIABILITIES	
Accounts payable	$ 164,219
Deposits	2,522,487
Due to other governments	2,307,942
Miscellaneous	40,354
Total liabilities	$ 5,035,002

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

SANTA ROSA COUNTY, FLORIDA

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2014

GUIDE TO NOTES

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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. Santa Rosa 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 County 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, 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. 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

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, the Authority is a component unit of the County. The County appoints the five (5) members of the Authority. Additionally, the County 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 through issuance of conduit debt. All bonds issued by the Authority were subsequently defeased through issuance of new debt culminating with the issuance of $58 million in new bonds in 2003. 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. <u>Basis of Presentation - Fund Accounting</u>

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 and capital project funds. Proprietary funds include enterprise funds and an internal service fund.

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 Position 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. 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 position should be reported as restricted when constraints placed on net position 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 position restricted for other purposes result from special revenue funds and the restrictions on their use. In a fund with both restricted and unrestricted positions, qualified expenses are considered to be paid first from restricted net position then from unrestricted net position. The government-wide statement of net position reports $23,548,402 of restricted net position, of which $23,136,324 is restricted by enabling legislation.

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.

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.

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.

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.

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, i.e. the estimated insurance costs billed to the departments, in the government-wide statement of activities, so as to better reflect the true operating costs of those departments.

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.

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

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

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:

Special Revenue Funds:
- Sheriff's Grants
- Sheriff's Second Dollar
- Sheriff's Prisoner Recreation
- Sheriff's Federal Seizure

Budgets are not initially authorized but subsequently amended for the following funds:

Special Revenue Funds:
- Disaster
- Grants
- Impact Fees
- SHIP Program

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.

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

6. Investments

Investments in U.S. Treasury bills, government backed securities and the Florida Local Government Investment Trust Fund are recorded at fair value. As permitted by GASB Statement No. 31, bank certificates of deposit and short term 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 nonspendable fund balance since such amounts will not convert to cash even though they are a component of net current assets.

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

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

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.

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, 2014 and expected to be collected during the period November 2014 through March 2015 are as follows:

General Fund	$ 44,646,750

These taxes, although measurable, are not recognized as revenue at September 30, 2014, 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 County 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 County 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 A - SUMMARY OF ACCOUNTING POLICIES - Continued

13. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the County is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

Restricted - Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the County to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the County can be compelled by an external party-such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of the County. Those committed amounts cannot be used for any other purpose unless the County removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balances represent the intended use established by the Board for the remaining amounts that are not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Board.

Unassigned - Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

The County applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

NOTE B - CASH AND INVESTMENTS

At September 30, 2014, the bank held deposits of $74,514,168 (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.

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%)*;
b. Florida Local Government Investment Trust (FLGIT) (State Investment Trust) (100% allowed)*;
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.

NOTE B - CASH AND INVESTMENTS - Continued

The FLGIT, also known as Florida Trust, 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 fair values of the County's positions in the pool are the same as the value of the pool shares. 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, 2014 the Investment Trust managed $714.63 million and had a price per share of $24.09. 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:
The Florida Trust Day to Day Fund is a money market product created in response to demand to provide a fiscally conservative diversification option for Florida local governments. Fund features include same day transactions and online account management. The fund is AAAm-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, 2014

	Carrying Amount
Investments:	
FLGIT Investment Trust Fund	$ 11,098,650
Total Investments	11,098,650
Cash:	
Cash in Bank	23,904,005
Day to Day Trust	50,939,892
Petty Cash	1,325
Total Cash	74,845,222
Total Cash and Investments	$ 85,943,872

NOTE B - CASH AND INVESTMENTS - Continued

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.

Restricted investments by category and by fund are as follows:

	Landfill Fund
Landfill escrow	$ 4,966,334

NOTE C – DUE FROM OTHER GOVERNMENTAL UNITS

At September 30, 2014, amounts due from other governmental units were as follows:

Federal Government - Grants	$ 231,492
State of Florida - Grants	1,835,983
State of Florida - Taxes	1,836,211
Local taxes	911,392
Other Elected Officials	1,373,527
Other	18,529
	$ 6,207,134

NOTE D – INTERFUND TRANSACTIONS

Interfund transactions for the year ended September 30, 2014 were as follows:

	Interfund Receivable	Interfund Payable	Interfund Transfers in	Interfund Transfers out
General fund	$ 892,437	$ -	$ 3,920,311	$ 2,134,399
Road & Bridge fund	120,951	-	2,585,310	-
Nonmajor Governmental funds	38,541	1,051,929	3,704,083	8,570,969
Self Insurance fund	-	-	496,664	1,000
Total	$ 1,051,929	$ 1,051,929	$ 10,706,368	$ 10,706,368

NOTE D – INTERFUND TRANSACTIONS - Continued

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.

NOTE E – RECEIVABLES

Governmental	Accounts	Leases	Notes	Intergov-ernmental	Total
General	$ 318,584	$ -	$ 436,375	$ 3,326,996	$ 4,081,955
Road & Bridge	-	2,125	-	1,196,562	1,198,687
NonMajor Govt.	744,557	-	-	1,326,044	2,070,601
Self Insurance	53,848	-	-	-	53,848
Subtotal	1,116,989	2,125	436,375	5,849,602	7,405,091
Business-Type					
Navarre Beach	198,205	-	-	10,611	208,816
Landfill	669,232	-	-	-	669,232
NonMajor Business	10,683	-	-	346,921	357,604
Subtotal	878,120	-	-	357,532	1,235,652
Total	$ 1,995,109	$ 2,125	$ 436,375	$ 6,207,134	$ 8,640,743

NOTE F – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2014 was as follows (in thousands):

Governmental activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets not being depreciated:				
Land	$ 19,596	$ 50	$ 72	$ 19,574
Construction in progress	9,152	1,733	10,055	830
Total capital assets not being depreciated	28,748	1,783	10,127	20,404
Other capital assets:				
Buildings	61,120	3,425	-	64,545
Improvements other than buildings	122,725	7,412	21	130,116
Machinery and equipment	41,425	3,108	2,470	42,063
Total capital assets being depreciated	225,270	13,945	2,491	236,724
Less accumulated depreciation for:				
Buildings	37,114	2,759	-	39,873
Improvements other than buildings	46,538	3,707	3	50,242
Machinery and equipment	30,890	2,080	1,485	31,485
Total accumulated depreciation	114,542	8,546	1,488	121,600
Total capital assets being depreciated, net	110,728	5,399	1,003	115,124
Governmental activities capital assets, net	$ 139,476	$ 7,182	$ 11,130	$ 135,528

Business like activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets not being depreciated:				
Land	$ 1,191	$ -	$ -	$ 1,191
Construction in progress	785	1,422	1,682	525
Total capital assets not being depreciated	1,976	1,422	1,682	1,716
Other capital assets:				
Buildings	2,900	41	-	2,941
Improvements other than buildings	25,135	2,286	643	26,778
Furniture and fixtures	7,002	238	1,137	6,103
Total capital assets being depreciated	35,037	2,565	1,780	35,822
Less accumulated depreciation for:				
Buildings	1,649	117	-	1,766
Improvements other than buildings	14,463	942	8	15,397
Furniture and fixtures	5,080	445	1,135	4,390
Total accumulated depreciation	21,192	1,504	1,143	21,553
Total capital assets being depreciated, net	13,845	1,061	637	14,269
Business like activities capital assets, net	$ 15,821	$ 2,483	$ 2,319	$ 15,985

NOTE F – CAPITAL ASSETS - Continued

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	$ 3,380,734
Public safety	668,529
Physical environment	131,365
Transportation	3,247,584
Economic environment	79,546
Human services	118,297
Culture and recreation	1,691,350
Total governmental activities depreciation expense	$ 9,317,405
Business-type activities:	
Water and sewer	$ 526,756
Landfill	667,694
Hanger rental	286,110
Total business-type activities depreciation expense	$ 1,480,560

NOTE G- LONG-TERM DEBT

1. Changes in Long-Term Debt

Deferred charges on refunding of bonds totaling $40,325 are reported as deferred outflow of resources in the governmental activities and proprietary funds.

Special assessment notes are fully secured by annual assessments made against property owners of the specific area that 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.

NOTE G- LONG-TERM DEBT - Continued

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

	Balance October 1, 2013	Additions	Deductions	Balance September 30, 2014	Amount Due within One Year
Governmental activities:					
Compensated absences	$ 7,839,821	$ 4,133,346	$ 3,829,518	$ 8,143,649	$ 3,800,000
Claims payable	2,231,939	1,610,755	1,574,748	2,267,946	1,442,706
Revenue bonds	853,113	-	279,476	573,637	284,341
Notes payable	1,089,329	-	82,260	1,007,069	85,382
Special assessment notes	4,089,724	-	897,540	3,192,184	773,440
OPEB liability	5,681,275	1,348,962	626,035	6,404,202	-
	$ 21,785,201	$ 7,093,063	$ 7,289,577	$ 21,588,687	$ 6,385,869
Business-type activities:					
Compensated absences	$ 332,230	$ 200,909	$ 199,610	$ 333,529	$ 265,000
Landfill closure costs	8,124,269	520,174	-	8,644,443	16,869
Revenue bonds	853,113	-	279,476	573,637	284,341
Notes payable	3,912,125	-	427,370	3,484,755	443,693
OPEB liability	196,862	48,038	22,294	222,606	-
	$ 13,418,599	$ 769,121	$ 928,750	$ 13,258,970	$ 1,009,903

2. Descriptions of Bonds and Notes

Bonds and notes payable at September 30, 2014 are comprised of the following:

General government – Special Assessment notes payable

$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. 135,366

$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. 244,277

NOTE G - LONG-TERM DEBT - Continued

$395,000 special assessment note payable to bank for the construction of certain infrastructure improvements in the Longhorn Trail MSBU. The note is due in 24 quarterly payments of $15,423 to $17,537 plus interest at 2.24% with final payment due in 2017. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	171,038
$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.	97,862
$412,000 special assessment note payable to bank for the acquisition and installation fire control equipment in the Santa Rosa County Fire Protection MSBU. The note is due in 28 quarterly payments of $13,565 to $15,891 plus interest at 2.34% with final payment due in 2017. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	199,650
$700,000 special assessment note payable to bank for the acquisition and installation fire control equipment in the Santa Rosa County Fire Protection MSBU. The note is due in 60 quarterly payments of $9,134 to $14,526 plus interest at 3.14% with final payment due in 2025. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	554,444
$1,872,038 special assessment note payable to bank to refinance the $1,582,132 and $770,000 special assessment notes payable 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 $53,061 to $64,128 plus interest at 2.44% with final payment due in 2018. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	1,039,678
$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.	312,930
$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.	44,367

NOTE G - LONG-TERM DEBT - Continued

$268,350 special assessment note payable to bank for the construction of certain infrastructure improvements in the Skiwatch Estates MSBU. The note is due in 40 quarterly payments of $7,625 including interest at 2.56% with final payment due in 2021. Annual assessments will be made against property owners sufficient to retire the maturing principal and interest.	201,242
$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.	50,582
$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.	71,862
$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.	68,885
Total Special Assessment notes payable	3,192,184
General government – Notes payable	
$999,380 Third Cent Tourist Development Tax Refunding Revenue Note, Series 2011, payable to bank to refinance the $1,200,000 Third Cent Tourist Development Tax Refunding Revenue Note, Series 2007 payable for the construction of a tourist information center in Navarre. The note is due in 60 quarterly payments of $12,445 to $21,708, plus interest at 3.79%, with final payment due in 2026 secured by Third Cent tourist development tax revenues.	$ 828,075
$287,870 note payable to bank for the acquisition and construction of improvements for the Bagdad Heritage Trail Project. The note is due in 40 quarterly payments of $5,888 to 9,370 plus interest at 3.98% with final payment due in 2020, secured by North Santa Rosa tourist development tax revenues.	178,994
Total Notes payable	1,007,069

NOTE G - LONG-TERM DEBT - Continued

General government - Bonds payable

$3,027,579 Capital Improvement Refunding Revenue Bonds, Series 2010 bonds due in quarterly installments of $128,435 to $145,585 plus interest at 1.73% with final payment due in 2016; Bonds are allocated 50% to governmental long-term debt and 50% to Landfill Fund. Secured by Sales Tax revenues.	573,637
Total general government bonds and notes payable	$ 4,772,890

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 0.0%, adjusted every 3 years, secured by non-ad valorem revenues.	3,484,755

Proprietary fund type - Bonds payable

Landfill

$3,027,579 Capital Improvement Refunding Revenue Bonds, Series 2010 bonds due in quarterly installments of $128,435 to $145,585 plus interest at 1.73% with final payment due in 2016; Bonds are allocated 50% to governmental long-term debt and 50% to Landfill Fund. Secured by Sales Tax revenues.	573,637
Total proprietary fund type bonds and note payable	$ 4,058,392

NOTE G - LONG-TERM DEBT - Continued

3. Pledged Revenues

Santa Rosa County has pledged certain revenues to repay certain bonds and notes outstanding at September 30, 2014. The following table reports the revenues, sometimes net of related operating expenses, pledged for each debt issue, the amount of such revenues received in the current year, the current year principal and interest paid on the debt, the approximate percentage of each revenue which is pledged to meet the debt obligation, the date through which the revenue is pledged under the debt agreement, and the total pledged future revenues for each debt, which is the amount of the remaining principal and interest on the bonds and notes at September 30, 2014.

Governmental Activities	Revenue Pledged	Current Year Total Revenue	Pledged Outstanding Principal & Interest	Estimated Revenue Percentage Pledged	Principal & Interest Paid	Maturity Calendar Year
Special Assessment Notes						
Central Parkway II (Plus) Road Paving MSBU Revenue Note, Series 2008	Special assessments	57,739	147,790	127%	45,379	2018
Bernath Place MSBU Revenue Note, Series 2009	Special assessments	74,778	265,441	112%	66,529	2018
Longhorn Trail Road Paving MSBU Revenue Note, Series 2011	Special assessments	105,130	176,350	149%	70,540	2017
Polynesian Isles Canal Maintenance MSBU Revenue Note, Series 2008	Special assessments	263,880	99,381	132%	200,605	2015
Fire Protection MSBU Revenue Note, Series 2010-A	Special assessments	64,051	207,920	100%	64,051	2018
Fire Protection MSBU Revenue Note, Series 2010-B	Special assessments	58,943	660,275	100%	58,943	2016
Fire Protection MSBU Revenue Note, Series 2010-C	Special assessments	229,413	1,097,682	89%	258,671	2019
Santa Rosa Shores Canal Maintenance MSBU Refunding Revenue Note, Series 2009	Special assessments	77,493	346,163	107%	72,229	2019
Skiwatch Estates Subdivision Underground Utilities MSBU Revenue Note, Series 2008	Special assessments	47,934	46,977	306%	15,671	2017

NOTE G- LONG-TERM DEBT - Continued

Governmental Activities	Revenue Pledged	Current Year Total Revenue	Pledged Outstanding Principal & Interest	Estimated Revenue Percentage Pledged	Principal & Interest Paid	Maturity Calendar Year
Special Assessment Notes continued						
Skiwatch Estates Canal Maintenance Dredging MSBU Revenue Note, Series 2011	Special assessments	See below	221,135	0%	30,501	2022
Joseph Circle Road Paving MSBU Revenue Note, Series 2007	Special assessments	26,734	54,278	111%	24,146	2017
Duke Drive Paving, Water and Sewer MSBU Revenue Note, Series 2008	Special assessments	86,431	74,269	175%	49,530	2016
Blackwater River and Smuggler's Cove Road Paving MSBU Revenue Note, Series 2006	Special assessments	63,472	71,104	107%	59,579	2016
Notes Payable						
Third Cent Tourist Development Tax Revenue Note, Series 2007	3rd Cent Tourist Development Tax	1,525,802	1,029,950	1732%	88,091	2026
Bagdad Heritage Trail Project Capital Improvement Revenue Note, Series 2010	North SRC Tourist Development Tax	225,528	201,278	643%	35,094	2020
Revenue Bonds						
Sales Tax Refunding Revenue Bond, Series 2010	1/2 Cent Sales Tax	6,401,628	584,862	2189%	292,428	2016
Total Revenue Bonds and Notes - Governmental Activities		9,308,956	5,284,855		1,431,987	

Business-type Activities	Revenue Pledged	Current Year Total Revenue	Pledged Outstanding Principal & Interest	Estimated Revenue Percentage Pledged	Principal & Interest Paid	Maturity Calendar Year
Revenue Bonds						
Utility Service Revenue Note, Series 2007	Navarre Beach operations	491,250	3,971,144	86%	568,947	2021
Sales Tax Refunding Revenue Bond, Series 2010	1/2 Cent Sales Tax	6,401,628	584,862	2189%	292,428	2016
Total Revenue Bonds and Notes - Business-type Activities		6,892,878	4,556,006		861,375	

Note on Skiwatch Estates Canal Maintenance Dredging - Sufficient funds have already been assessed and collected to cover debt service.

NOTE G- LONG-TERM DEBT - Continued

4. Debt Service Requirements

The annual requirements to amortize all bonds and notes outstanding at September 30, 2014 are as follows:

Governmental activities:

Year ended September 30,	Principal	Interest	Total
2015	$ 1,178,063	$ 133,856	$ 1,311,919
2016	1,058,164	101,243	1,159,407
2017	700,355	74,667	775,022
2018	582,601	54,116	636,717
2019	309,935	38,714	348,649
2020-2024	723,937	102,022	825,959
2025-2029	219,835	7,347	227,182
	$ 4,772,890	$ 511,965	$ 5,284,855

Business-type activities:

Year ended September 30,	Principal	Interest	Total
2015	$ 728,034	$ 133,050	$ 861,084
2016	749,617	110,518	860,135
2017	478,220	89,459	567,679
2018	496,485	70,847	567,332
2019	515,447	51,637	567,084
2020-2024	1,090,589	42,103	1,132,692
	$ 4,058,392	$ 497,614	$ 4,556,006

5. 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, 2014, $1.87 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, 2014 are as follows:

	Date Issued	Final Maturity	Amount Issued	Outstanding 9/30/2014
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	2,410,000
Pace Volunteer Fire Department	4/16/2007	3/8/2017	1,169,000	377,095
Navarre Beach Volunteer Fire Department	4/25/2007	4/25/2017	300,000	95,629
Total			$ 63,519,000	$ 60,787,724

NOTE I - LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require the County 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 County 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 $8.6 million reported as landfill closure and postclosure care liability (current and noncurrent) at September 30, 2014, represents the cumulative amount reported to date based on the following percentage usage of the estimated capacity of each of the County's landfills:

Central Class I Landfill	84%
Central Class III Landfill (New)	35%
Central Class III Landfill (Old)	Closed 10/98
Holley Landfill	Closed 06/94

NOTE I - LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS - Continued

The estimated cost of postclosure care for the Central Class III and Holley landfills have been recognized in prior years with any changes in estimates being recorded in the current year. The County will recognize the remaining estimated cost of closure and postclosure care for the Central Class I and Class III landfills in the amount of $5.5 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 2014. The estimated remaining lives of the Central Class I and Class III landfills are 15 and 32 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 County 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, 2014, the County held investments of $4,966,334 to cover the escrow requirement of $4,961,183. These investments are reported as restricted assets in these financial statements. The County 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.

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. Both plans, effective July 1, 2011, are funded monthly by a combination of employer and employee contributions.

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 or 65 (depending on hire date) with 6 or 8 (depending on hire date) or more years of service, or to those employees who have at least 30 or 33 (depending on hire date) 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 (if enrolled prior to July 1, 2011) or eight (if enrolled on or after July 1, 2011) highest years of earnings.

NOTE J - COMMITMENTS AND CONTINGENCIES - Continued

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 2014, the County contributed an average of 7.06% of each qualified regular employee's gross salary, 35.58% percent of the elected officials' salary, 19.25% of each special risk employee's salary, and 12.7% 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 $4,672,306, $3,452,871 and $2,956,762 for the years ended September 30, 2014, 2013, and 2012, 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.

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 - FUND BALANCES

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the County is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented on the following page.

NOTE K – FUND BALANCES – Continued

Fund balances	Major Funds: General Fund	Major Funds: Road and Bridge Fund	Other Funds	Total
Nonspendable				
Inventory	$ 107,193	$ 304,885	$ -	$ 412,078
Restricted for:				
Communications	1,229,288	-	-	1,229,288
Boating improvement	252,193	-	-	252,193
Domestic violence	136,907	-	-	136,907
Voter education	9,234	-	-	9,234
Pollworker recruitment	1,887	-	-	1,887
Federal elections	10,544	-	-	10,544
Partners for pets	93,816	-	-	93,816
Navarre Beach Bridge maintenance	-	309,334	-	309,334
Law Enforcement Trust Fund	-	-	92,830	92,830
Crime prevention	-	-	327,113	327,113
Mosquito control	-	-	27,400	27,400
Federal and state grants	-	-	1,522,170	1,522,170
Enhanced 911 system	-	-	1,284,308	1,284,308
Tourist development	-	-	2,515,020	2,515,020
Infrastructure development	-	-	2,748,918	2,748,918
State Housing Improvement Program	-	-	809,796	809,796
Road and sewer construction	-	-	324,866	324,866
Canal maintance	-	-	77,334	77,334
Street lighting	-	-	64,384	64,384
State court operations	-	-	30,065	30,065
Court equipment and technology	-	-	822,367	822,367
Records modernization trust fund	-	-	272,180	272,180
Law enforcement training	-	-	26,332	26,332
Inmate welfare purchases	-	-	757,501	757,501
Committed to:				
Animal service education	46,823	-	-	46,823
Court innovations	-	-	267,359	267,359
Transportation, recreation and economic development	-	-	4,003,490	4,003,490
Gas and oil preservation	3,551,667	-	-	3,551,667
Capital construction projects	-	-	5,191,730	5,191,730
Assigned to:				
Road and bridge construction and maintenance	-	5,912,912	-	5,912,912
Debt service	-	-	83,590	83,590
Berm restoration	8,200,000	-	-	8,200,000
Law library	-	-	26,574	26,574
Court operations	-	-	653,053	653,053
Gas and oil preservation	195,317	-	-	195,317
Beach berm restoration	190,756	-	-	190,756
Unassigned	23,606,591	-	(1,135,383)	22,471,208
	$ 37,632,216	$ 6,527,131	$ 20,792,997	$ 64,952,344

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
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, $5,000 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 of County Commissioners 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 $2,267,946 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 3.9 - 7 percent. These liabilities are reported at their present value of $902,650 at September 30, 2014.

NOTE L - RISK MANAGEMENT - Continued

Changes in the Fund's claims liability amount in fiscal years 2013 and 2014 were as follows:

	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year-End
2012 - 2013	$ 2,884,872	$ 1,270,453	$ 1,923,386	$ 2,231,939
2013 - 2014	$ 2,231,939	$ 1,610,755	$ 1,574,748	$ 2,267,946

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

Current claims payable	$ 1,365,296
Current claims-structured settlements	77,410
Total claims payable, current	1,442,706
Long-term claims-structured settlements	825,240
Total claims payable	$ 2,267,946

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

The County implemented, in 2009, GASB 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.

NOTE M – POST EMPLOYMENT HEALTH CARE BENEFITS - Continued

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)) at the same group rate as for active employees and participating retirees are required to reimburse the County 100% of the health insurance premium a month in advance.. 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 individual's 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 2014 fiscal year, 212 retirees and eligible dependents received postemployment health care benefits. The County provided required contributions of $158,329 toward the annual OPEB cost, comprised of benefit payments made on behalf of retirees insurance net of retiree contributions totaling $394,269. Required contributions are based on projected pay-as-you-go financing which differ from the Annual Required Contribution.

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)	$ 589,000
Amortization of Unfunded Actuarial Accrued Liability	602,000
Annual Required Contribution	1,191,000
Amortization of Net OPEB Obligation	(357,000)
Interest on Net OPEB Obligation	206,000
Annual OPEB Cost (expense)	1,040,000
Contribution Towards the OPEB Cost	(291,329)
Increase in Net OPEB Obligation	748,671
Net OPEB Obligation, Beginning of Year	5,878,137
Net OPEB Obligation, End of Year	$ 6,626,808

NOTE M – POST EMPLOYMENT HEALTH CARE BENEFITS - Continued

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, 2014, was as follows:

Fiscal Year	Annual OPEB Cost	Percentage Of Annual OPEB Cost Contributed	Net OPEB Obligation
2011-2012	$ 1,473,000	23%	$ 5,154,773
2012-2013	$ 991,000	27%	$ 5,878,137
2013-2014	$ 1,040,000	28%	$ 6,626,808

Funded Status and Funding Progress – As of September 30, 2014, the date of the actuarial valuation, the actuarial accrued liability was $$9,930,000 and the actuarial value of assets was $0, resulting in an unfunded actuarial accrued liability of $$9,930,000. Amortization of the accrued liability for the year ended September 30, 2014 was $602,000. The annual covered payroll (annual payroll of active participating employees) was $46,609,103 for the 2013-2014 fiscal year. The ratio of the unfunded actuarial liability to annual covered payroll is 21%.

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.

The County's OPEB actuarial valuation as of September 30, 2014, used the projected unit credit actuarial cost method to estimate both the unfunded actuarial liability as of September 30, 2014 and to estimate the County's 2013-2014 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 3.5% rate of return on invested assets assuming the benefits will continue to be funded on a pay-as-you-go basis and that the County's investments will earn 3.5% over the long term. The actuarial assumptions also include an annual healthcare cost trend rate of 8.5% initially for the 09-10 fiscal year, decreasing gradually per year to an ultimate rate of 4.3% in 2070. The inflation rate assumption is 2.8%. The unfunded actuarial accrued liability is being amortized using the level dollar method. The remaining, closed, amortization period at September 30, 2014 is 26 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 – DEFICIT FUND BALANCE

At September 30, 2014, the Disaster Special Revenue Fund, a non-major fund, has a deficit fund balance of $978,000. The deficit is due to expenditures related to the historical flash flooding in April 2014 which brought over 24 inches of rain in parts of the County and delayed grant funding.

REQUIRED SUPPLEMENTAL INFORMATION

Santa Rosa County, Florida

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Taxes	$ 43,768,640	$ 43,959,396	$ 49,348,089
Permits, fees and special assessments	1,306,250	1,306,250	1,683,955
Intergovernmental	10,110,250	10,978,201	11,809,821
Charges for services	8,147,526	8,256,576	7,517,358
Fines and forfeits	202,210	245,281	342,022
Miscellaneous	3,253,640	3,286,877	4,655,916
Total revenues	66,788,516	68,032,581	75,357,161
Expenditures			
Current			
General government	22,326,367	23,433,060	22,477,972
Public safety	35,580,762	36,739,641	35,992,152
Physical environment	1,347,376	1,588,416	1,185,674
Transportation	931,400	964,010	966,500
Economic environment	143,080	1,645,244	1,511,624
Human services	5,477,508	5,534,563	5,317,231
Culture and recreation	2,885,002	2,973,316	2,788,749
Reserve for contingencies	1,250,470	41,424	--
Total expenditures	69,941,965	72,919,674	70,239,902
Excess (deficiency) of revenues over expenditures	(3,153,449)	(4,887,093)	5,117,259
Other financing sources (uses)			
Transfers in	2,241,706	3,920,311	3,920,311
Transfers out	(782,493)	(2,134,399)	(2,134,399)
Total other financing sources (uses)	1,459,213	1,785,912	1,785,912
Net change in fund balances	(1,694,236)	(3,101,181)	6,903,171
Fund balance, beginning of year	1,694,236	5,381,125	30,702,091
Change in reserve for inventory	--	--	26,954
Fund balance, end of year	$ --	$ 2,279,944	$ 37,632,216

See accompanying notes to required supplementary information.

Santa Rosa County, Florida

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL ROAD AND BRIDGE FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Taxes	$ 3,691,700	$ 3,691,700	$ 4,171,684
Permits, fees and special assessments	--	--	24,236
Intergovernmental	2,944,210	3,355,160	5,776,537
Charges for services	--	--	35,920
Miscellaneous	286,890	286,890	377,705
Total revenues	6,922,800	7,333,750	10,386,082
Expenditures			
Current			
Physical environment	--	547,932	478,307
Transportation	10,451,830	19,458,977	16,081,198
Reserve for contingencies	--	46,674	--
Total expenditures	10,451,830	20,053,583	16,559,505
Excess (deficiency) of revenues over expenditures	(3,529,030)	(12,719,833)	(6,173,423)
Other financing sources (uses)			
Transfers in	2,441,979	2,585,310	2,585,310
Total other financing sources (uses)	2,441,979	2,585,310	2,585,310
Net change in fund balances	(1,087,051)	(10,134,523)	(3,588,113)
Fund balance, beginning of year	1,087,051	10,134,523	10,080,330
Change in reserve for inventory	--	--	34,914
Fund balance, end of year	$ --	$ --	$ 6,527,131

See accompanying notes to required supplementary information.

Santa Rosa County, Florida

SCHEDULES OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS FOR OTHER POST EMPLOYMENT BENEFITS

Year ended September 30, 2014

	Actuarial Valuation Date		
Schedule of Funding Progress	9/30/12	9/30/13	9/30/14
1. Current retirees liability	$ 2,656,000	$ 2,414,000	$ 2,574,000
2. Active employees	9,289,000	6,897,000	7,356,000
3. Actuarial Accrued Liability	11,945,000	9,311,000	9,930,000
4. Actuarial Value of Assets	--	--	--
5. Unfunded Actuarial Accrued Liability	11,945,000	9,311,000	9,930,000
6. Funded Ratio (4. divided by 3.)	0%	0%	0%
7. Annual Covered Payroll	$ 44,541,475	$ 44,527,946	$ 46,609,103
8. Ratio of Unfunded Actuarial Accrued Liability to Covered Payroll	27%	21%	21%

	Fiscal Year Ended		
Schedule of Employer Contributions	9/30/12	9/30/13	9/30/14
Annual OPEB Cost	$ 1,473,000	$ 991,000	$ 1,040,000
Actual Contribution	332,971	267,636	291,329
Percentage Contributed	23%	27%	28%
Net OPEB Obligation	$ 5,154,773	$ 5,878,137	$ 6,626,808

See accompanying notes to required supplementary information.

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 County 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.

Electric Franchise Fee Fund – accounts for funds from the Electric Franchise fee.

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

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

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

Disaster Fund – accounts for federal, state and local funding relating to recovery from natural disasters.

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.

Clerk's 10% Fines Fund – accounts for the funding received through specific fines to be used to modernize the court system.

Clerk's Child Support Title IV-D – accounts for activities related to Title IV-D child support cases. The funding provides assistance to the plaintiff and enforcement of collections through the Office of Child Support Enforcement.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS - Continued

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.

Other Capital Projects Fund - accounts for the purchase or construction of other capital facilities which are not financed by proprietary funds or trust funds.

Santa Rosa County, Florida

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

September 30, 2014

ASSETS	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Cash and cash equivalents	$ 16,465,794	$ 83,590	$ 5,246,923	$ 21,796,307
Receivables, net of uncollectibles				
Accounts	744,557	--	--	744,557
Due from other governments	1,326,044	--	--	1,326,044
Due from other funds	38,541	--	--	38,541
Total assets	$ 18,574,936	$ 83,590	$ 5,246,923	$ 23,905,449
LIABILITIES				
Accounts payable	$ 922,193	$ --	$ 55,193	$ 977,386
Contracts payable	174,747	--	--	174,747
Accrued wages payable	146,663	--	--	146,663
Unearned revenue	120,299	--	--	120,299
Due to other funds	1,051,929	--	--	1,051,929
Due to other governments	641,428	--	--	641,428
Total liabilities	3,057,259	--	55,193	3,112,452
FUND BALANCES				
Fund balances				
Nonspendable	--	--	--	--
Restricted	11,702,584	--	--	11,702,584
Committed	4,270,849		5,191,730	9,462,579
Assigned	679,627	83,590	--	763,217
Unassigned	(1,135,383)	--	--	(1,135,383)
Total fund balances	15,517,677	83,590	5,191,730	20,792,997
Total liabilities and fund balances	$ 18,574,936	$ 83,590	$ 5,246,923	$ 23,905,449

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Special Revenue	Debt Service	Capital Project	Total Nonmajor Governmental Funds
Revenues				
Taxes	$ 1,722,670	$ --	$ --	$ 1,722,670
Licenses and permits	11,543,503	--	--	11,543,503
Intergovernmental	4,159,611	--	--	4,159,611
Charges for services	4,732,708	--	--	4,732,708
Fines and forfeits	928,202	--	--	928,202
Miscellaneous	613,955	328	4,230	618,513
Total revenues	23,700,649	328	4,230	23,705,207
Expenditures				
Current				
General government	5,143,350	--	44,537	5,187,887
Public safety	7,482,739	--	--	7,482,739
Physical environment	883,843	--	--	883,843
Transportation	503,956	--	--	503,956
Economic environment	2,096,323	--	--	2,096,323
Human services	132,450	--	--	132,450
Culture and recreation	--	--	78,527	78,527
Capital outlay	--	--	488,191	488,191
Debt service	--	1,431,988	--	1,431,988
Total expenditures	16,242,661	1,431,988	611,255	18,285,904
Excess (deficiency) of revenues over expenditures	7,457,988	(1,431,660)	(607,025)	5,419,303
Other financing sources (uses)				
Transfers in	1,275,455	1,426,215	1,002,413	3,704,083
Transfers out	(7,108,937)	(40,727)	(1,421,305)	(8,570,969)
Total other financing sources (uses)	(5,833,482)	1,385,488	(418,892)	(4,866,886)
Excess (deficiency) of revenues and other sources over expenditures and other uses	1,624,506	(46,172)	(1,025,917)	552,417
Fund balances, beginning of year	13,893,171	129,762	6,217,647	20,240,580
Fund balances, end of year	$ 15,517,677	$ 83,590	$ 5,191,730	$ 20,792,997

Santa Rosa County, Florida

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

September 30, 2014

ASSETS	Fine and Forfeiture	State Match	Grants	Enhanced 911	Electric Franchise Fee	Local Option Tourist Tax	Impact Fees	SHIP Program	Disaster	MSBU
Cash and cash equivalents	$ 1,342,118	$ 20,036	$ 694,803	$ 1,139,356	$ 3,414,090	$ 2,607,383	$ 2,744,741	$ 796,296	$ 2,059	$ 928,242
Receivables, net of uncollectibles	--	--	--	--	--	--	--	--	--	--
Accounts	309	--	--	--	589,400	101,066	--	13,500	--	14,767
Due from other governments	75,919	7,364	884,688	163,863	--	--	4,177	--	--	117,956
Due from other funds	--	--	--	--	--	--	--	--	--	--
Total assets	$ 1,418,346	$ 27,400	$ 1,579,491	$ 1,303,219	$ 4,003,490	$ 2,708,449	$ 2,748,918	$ 809,796	$ 2,059	$ 1,060,965
LIABILITIES										
Accounts payable	$ 38,038	$ --	$ 57,321	$ 1,967	$ --	$ 189,231	$ --	$ --	$ 570,268	$ 43,508
Contracts payable	--	--	--	--	--	--	--	--	174,747	--
Accrued wages payable	13,379	--	--	16,944	--	4,198	--	--	--	--
Unearned revenue	--	--	--	--	--	--	--	--	--	--
Due to other funds	--	--	--	--	--	--	--	--	235,000	708,300
Due to other governments	--	--	--	--	--	--	--	--	--	--
Total liabilities	51,417	--	57,321	18,911	--	193,429	--	--	980,015	751,808
FUND BALANCES										
Fund balances										
Nonspendable	--	--	--	--	--	--	--	--	--	--
Restricted	419,943	27,400	1,522,170	1,284,308	--	2,515,020	2,748,918	809,796	--	466,584
Committed	267,359	--	--	--	4,003,490	--	--	--	--	--
Assigned	679,627	--	--	--	--	--	--	--	--	--
Unassigned	--	--	--	--	--	--	--	--	(977,956)	(157,427)
Total fund balances	1,366,929	27,400	1,522,170	1,284,308	4,003,490	2,515,020	2,748,918	809,796	(977,956)	309,157
Total liabilities and fund balances	$ 1,418,346	$ 27,400	$ 1,579,491	$ 1,303,219	$ 4,003,490	$ 2,708,449	$ 2,748,918	$ 809,796	$ 2,059	$ 1,060,965

Continued...

Santa Rosa County, Florida

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS - Continued

September 30, 2014

ASSETS	Clerk's Courts Fund	Clerk's Court Tech	Clerk's RMTF	Clerk's 10% Fines	Clerk's Title IV-D	Sheriff's Grants	Sheriff's Second Dollar	Sheriff's Prisoner Rec	Sheriff's Fed Seizure	Total Nonmajor Special Revenue Funds
Cash and cash equivalents	$ 706,580	$ 299,984	$ 281,009	$ 559,705	$ --	$ 68,466	$ 28,747	$ 764,013	$ 68,166	$ 16,465,794
Receivables, net of uncollectibles										
Accounts	--	--	--	--	--	--	--	25,515	--	744,557
Due from other governments	--	--	--	--	38,541	33,536	--	--	--	1,326,044
Due from other funds	38,541	--	--	--	--	--	--	--	--	38,541
Total assets	$ 745,121	$ 299,984	$ 281,009	$ 559,705	$ 38,541	$ 102,002	$ 28,747	$ 789,528	$ 68,166	$ 18,574,936
LIABILITIES										
Accounts payable	$ 2,764	$ 194	$ 8,829	$ 6,673	$ --	$ --	$ --	$ 3,400	$ --	$ 922,193
Contracts payable	--	--	--	--	--	--	--	--	--	174,747
Accrued wages payable	95,751	5,568	--	--	--	8,473	--	2,350	--	146,663
Unearned revenue	--	--	--	--	--	52,133	--	--	68,166	120,299
Due to other funds	--	--	--	--	38,541	41,396	2,415	26,277	--	1,051,929
Due to other governments	616,541	24,887	--	--	--	--	--	--	--	641,428
Total liabilities	715,056	30,649	8,829	6,673	38,541	102,002	2,415	32,027	68,166	3,057,259
FUND BALANCES										
Fund balances										
Nonspendable	--	--	--	--	--	--	--	--	--	--
Restricted	30,065	269,335	272,180	553,032	--	--	26,332	757,501	--	11,702,584
Committed	--	--	--	--	--	--	--	--	--	4,270,849
Assigned	--	--	--	--	--	--	--	--	--	679,627
Unassigned	--	--	--	--	--	--	--	--	--	(1,135,383)
Total fund balances	30,065	269,335	272,180	553,032	--	--	26,332	757,501	--	15,517,677
Total liabilities and fund balances	$ 745,121	$ 299,984	$ 281,009	$ 559,705	$ 38,541	$ 102,002	$ 28,747	$ 789,528	$ 68,166	$ 18,574,936

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Fine and Forfeiture	State Match	Grants	Enhanced 911	Electric Franchise Fee	Local Option Tourist Tax	Impact Fees	SHIP Program	Disaster	MSBU
Revenues										
Taxes	$ 212,582	$ --	$ --	$ --	$ --	$ 1,510,088	$ --	$ --	$ --	$ --
Licenses and permits	--	--	--	--	6,197,743	--	187,386	--	--	5,158,374
Intergovernmental	32,283	29,456	2,176,075	--	--	--	--	421,591	--	51,603
Charges for services	1,134,069	--	21,386	654,465	--	491,000	--	--	--	--
Fines and forfeits	39,559	--	--	--	--	--	--	--	--	--
Miscellaneous	687	6	178	751	468	108,722	1,909	149,071	64	418
Total revenues	1,419,180	29,462	2,197,639	655,216	6,198,211	2,109,810	189,295	570,662	64	5,210,395
Expenditures										
Current										
General government	880,467	--	--	--	--	--	--	--	--	--
Public safety	102,648	--	57,090	563,840	--	--	--	--	2,098,020	3,806,028
Physical environment	--	--	437,114	--	--	--	--	--	--	446,729
Transportation	--	--	76,841	--	--	--	16,780	--	--	410,335
Economic environment	--	--	666,452	--	--	1,263,328	--	166,543	--	--
Human services	--	29,437	103,013	--	--	--	--	--	--	--
Total expenditures	983,115	29,437	1,340,510	563,840	--	1,263,328	16,780	166,543	2,098,020	4,663,092
Excess (deficiency) of revenues over expenditures	436,065	25	857,129	91,376	6,198,211	846,482	172,515	404,119	(2,097,956)	547,303
Other financing sources (uses)										
Transfers in	--	--	118,651	--	--	36,804	--	--	1,120,000	--
Transfers out	--	--	--	--	(5,237,928)	(571,782)	--	(50,017)	--	(1,249,210)
			--	--						
Total other financing sources (uses)	--	--	118,651	--	(5,237,928)	(534,978)	--	(50,017)	1,120,000	(1,249,210)
Net change in fund balances	436,065	25	975,780	91,376	960,283	311,504	172,515	354,102	(977,956)	(701,907)
Fund balances, beginning of year	930,864	27,375	546,390	1,192,932	3,043,207	2,203,516	2,576,403	455,694	--	1,011,064
Fund balances, end of year	$ 1,366,929	$ 27,400	$ 1,522,170	$ 1,284,308	$ 4,003,490	$ 2,515,020	$ 2,748,918	$ 809,796	$ (977,956)	$ 309,157

Continued

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Clerk's Courts Fund	Clerk's Courts Tech	Clerk's RMTF	Clerk's 10% Fines	Clerk's Title IV-D	Sheriff's Grants	Sheriff's Second Dollar	Sheriff's Prisoner Rec	Sheriff's Federal Seizure	Total Nonmajor Special Revenue Funds
Revenues										
Taxes	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ 1,722,670
Licenses and permits	--	--	--	--	--	--	--	--	--	11,543,503
Intergovernmental	746,256	--	--	--	166,577	417,165	31,756	--	86,849	4,159,611
Charges for services	2,090,176	257,214	84,398	--	--	--	--	--	--	4,732,708
Fines and forfeits	721,322	--	--	167,321	--	--	--	--	--	928,202
Miscellaneous	8,812	--	--	--	--	--	39	342,830	--	613,955
Total revenues	3,566,566	257,214	84,398	167,321	166,577	417,165	31,795	342,830	86,849	23,700,649
Expenditures										
Current										
General government	3,563,983	378,640	35,250	118,433	166,577	--	--	--	--	5,143,350
Public safety	--	--	--	--	--	417,165	39,076	312,023	86,849	7,482,739
Physical environment	--	--	--	--	--	--	--	--	--	883,843
Transportation	--	--	--	--	--	--	--	--	--	503,956
Economic environment	--	--	--	--	--	--	--	--	--	2,096,323
Human services	--	--	--	--	--	--	--	--	--	132,450
Total expenditures	3,563,983	378,640	35,250	118,433	166,577	417,165	39,076	312,023	86,849	16,242,661
Excess (deficiency) of revenues over expenditures	2,583	(121,426)	49,148	48,888	--	--	(7,281)	30,807	--	7,457,988
Other financing sources (uses)										
Transfers in	--	--	--	--	--	--	--	--	--	1,275,455
Transfers out	--	--	--	--	--	--	--	--	--	(7,108,937)
Total other financing sources (uses)	--	--	--	--	--	--	--	--	--	(5,833,482)
Net change in fund balances	2,583	(121,426)	49,148	48,888	--	--	(7,281)	30,807	--	1,624,506
Fund balances, beginning of year	27,482	390,761	223,032	504,144	--	--	33,613	726,694	--	13,893,171
Fund balances, end of year	$ 30,065	$ 269,335	$ 272,180	$ 553,032	$ --	$ --	$ 26,332	$ 757,501	$ --	$ 15,517,677

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
FINE AND FORFEITURE FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Taxes	$ 67,470	$ 67,470	$ 212,582
Intergovernmental	28,500	28,500	32,283
Charges for services	710,090	980,842	1,134,069
Fines and forfeits	--	--	39,559
Miscellaneous	4,750	4,750	687
Total revenues	810,810	1,081,562	1,419,180
Expenditures			
Current			
General government	809,320	1,004,072	880,467
Public safety	--	143,874	102,648
Reserve for contingencies	140	140	--
Total expenditures	809,460	1,148,086	983,115
Net change in fund balances	1,350	(66,524)	436,065
Fund balance, beginning of year	--	67,874	930,864
Fund balance, end of year	$ 1,350	$ 1,350	$ 1,366,929

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
STATE MATCH FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	$ 17,100	$ 17,100	$ 29,456
Miscellaneous	--	--	6
Total revenues	17,100	17,100	29,462
Expenditures			
Current			
Human services	29,500	29,500	29,437
Total expenditures	29,500	29,500	29,437
Net change in fund balances	(12,400)	(12,400)	25
Fund balance, beginning of year	12,400	12,400	27,375
Fund balance, end of year	$ --	$ --	$ 27,400

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
GRANTS FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	$ --	$ 2,579,908	$ 2,176,075
Charges for services	--	--	21,386
Miscellaneous	--	--	178
Total revenues	--	2,579,908	2,197,639
Expenditures			
Current			
Public safety	--	69,692	57,090
Physical environment	--	665,484	437,114
Transportation	--	76,841	76,841
Economic environment	--	1,554,858	666,452
Human services	--	331,809	103,013
Total expenditures	--	2,698,684	1,340,510
Excess (deficiency) of revenues over expenditures	--	(118,776)	857,129
Other financing sources (uses)			
Transfers in	--	118,651	118,651
Total other financing sources (uses)	--	118,651	118,651
Net change in fund balances	--	(125)	975,780
Fund balance, beginning of year	--	125	546,390
Fund balance, end of year	$ --	$ --	$ 1,522,170

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
ENHANCED 911 PROGRAM FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	$ 689,150	$ 689,150	$ 654,465
Miscellaneous	5,700	5,700	751
Total revenues	694,850	694,850	655,216
Expenditures			
Current			
Public safety	531,193	611,648	563,840
Reserve for contingencies	196,624	119,669	--
Total expenditures	727,817	731,317	563,840
Net change in fund balances	(32,967)	(36,467)	91,376
Net change in fund balances	(32,967)	(36,467)	91,376
Fund balance, beginning of year	32,967	36,467	1,192,932
Fund balance, end of year	$ --	$ --	$ 1,284,308

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
ELECTRIC FRANCHISE FEE FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Permits, fees and special assessments	$ 5,305,750	$ 5,305,750	$ 6,197,743
Miscellaneous	--	--	468
Total revenues	5,305,750	5,305,750	6,198,211
Expenditures			
Current	--	--	--
Total expenditures	--	--	--
Excess (deficiency) of revenues over expenditures	5,305,750	5,305,750	6,198,211
Other financing sources (uses)			
Transfers out	(4,875,880)	(8,449,667)	(5,237,928)
Total other financing sources (uses)	(4,875,880)	(8,449,667)	(5,237,928)
Net change in fund balances	429,870	(3,143,917)	960,283
Fund balance, beginning of year	100,710	3,143,917	3,043,207
Fund balance, end of year	$ 530,580	$ --	$ 4,003,490

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Taxes	$ 1,278,610	$ 1,469,366	$ 1,510,088
Intergovernmental	466,450	--	--
Charges for services	--	466,450	491,000
Miscellaneous	4,750	4,750	108,722
Total revenues	1,749,810	1,940,566	2,109,810
Expenditures			
Current			
Economic environment	1,717,700	1,746,738	1,263,328
Reserve for contingencies	41,468	73,257	--
Total expenditures	1,759,168	1,819,995	1,263,328
Excess (deficiency) of revenues over expenditures	(9,358)	120,571	846,482
Other financing sources (uses)			
Transfers in	--	36,804	36,804
Transfers out	(154,782)	(762,538)	(571,782)
Total other financing sources (uses)	(154,782)	(725,734)	(534,978)
Net change in fund balances	(164,140)	(605,163)	311,504
Fund balance, beginning of year	164,140	605,163	2,203,516
Fund balance, end of year	$ --	$ --	$ 2,515,020

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
IMPACT FEES

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Permits, fees and special assessments	$ --	$ --	$ 187,386
Miscellaneous	--	--	1,909
Total revenues	--	--	189,295
Expenditures			
Current			
Transportation	--	2,576,403	16,780
Total expenditures	--	2,576,403	16,780
Net change in fund balances	--	(2,576,403)	172,515
Fund balance, beginning of year	--	2,576,403	2,576,403
Fund balance, end of year	$ --	$ --	$ 2,748,918

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
SHIP PROGRAM FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	$ --	$ 421,591	$ 421,591
Miscellaneous	--	157,169	149,071
Total revenues	--	578,760	570,662
Expenditures			
Current			
Economic environment	--	957,364	166,543
Total expenditures	--	957,364	166,543
Excess (deficiency) of revenues over expenditures	--	(378,604)	404,119
Other financing sources (uses)			
Transfers out	--	(50,017)	(50,017)
Total other financing sources (uses)	--	(50,017)	(50,017)
Net change in fund balances	--	(428,621)	354,102
Fund balance, beginning of year	--	428,621	455,694
Fund balance, end of year	$ --	$ --	$ 809,796

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
DISASTER FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	$ --	$ --	$ 64
Total revenues	--	--	64
Expenditures			
Current			
Public safety	--	1,120,000	2,098,020
Total expenditures	--	1,120,000	2,098,020
Excess (deficiency) of revenues over expenditures	--	(1,120,000)	(2,097,956)
Other financing sources (uses)			
Transfers in	--	1,120,000	1,120,000
Total other financing sources (uses)	--	1,120,000	1,120,000
Net change in fund balances	--	--	(977,956)
Fund balance, beginning of year	--	--	--
Fund balance, end of year	$ --	$ --	$ (977,956)

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Permits, fees and special assessments	$ 4,673,012	$ 4,673,012	$ 5,158,374
Intergovernmental	--	24,268	51,603
Miscellaneous	--	--	418
Total revenues	4,673,012	4,697,280	5,210,395
Expenditures			
Current			
Public safety	3,163,018	3,935,493	3,806,028
Physical environment	288,127	432,197	446,729
Transportation	196,465	361,428	410,335
Reserve for contingencies	22,091	171,084	--
Total expenditures	3,669,701	4,900,202	4,663,092
Excess (deficiency) of revenues over expenditures	1,003,311	(202,922)	547,303
Other financing sources (uses)			
Transfers out	(1,249,210)	(1,249,210)	(1,249,210)
Total other financing sources (uses)	(1,249,210)	(1,249,210)	(1,249,210)
Net change in fund balances	(245,899)	(1,452,132)	(701,907)
Fund balance, beginning of year	245,899	1,452,132	1,011,064
Fund balance, end of year	$ --	$ --	$ 309,157

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	$ 659,399	$ 659,399	$ 746,256
Charges for services	1,859,160	1,980,290	2,090,176
Fines and forfeits	582,200	456,820	721,322
Miscellaneous	4,640	8,890	8,812
Total revenues	3,105,399	3,105,399	3,566,566
Expenditures			
Current			
General government	3,105,399	3,105,399	3,563,983
Total expenditures	3,105,399	3,105,399	3,563,983
Net change in fund balances	--	--	2,583
Fund balance, beginning of year	--	--	27,482
Fund balance, end of year	$ --	$ --	$ 30,065

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	$ 300,000	$ 301,910	$ 257,214
Total revenues	300,000	301,910	257,214
Expenditures			
Current			
General government	500,000	501,910	378,640
Total expenditures	500,000	501,910	378,640
Net change in fund balances	(200,000)	(200,000)	(121,426)
Fund balance, beginning of year	200,000	200,000	390,761
Fund balance, end of year	$ --	$ --	$ 269,335

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	$ 100,000	$ 100,000	$ 84,398
Total revenues	100,000	100,000	84,398
Expenditures			
Current			
General government	100,000	100,000	35,250
Total expenditures	100,000	100,000	35,250
Net change in fund balances	--	--	49,148
Fund balance, beginning of year	--	--	223,032
Fund balance, end of year	$ --	$ --	$ 272,180

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
CLERK'S 10% FINES FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Fines and forfeits	$ 165,000	$ 170,000	$ 167,321
Total revenues	165,000	170,000	167,321
Expenditures			
Current			
General government	165,000	170,000	118,433
Total expenditures	165,000	170,000	118,433
Net change in fund balances	--	--	48,888
Fund balance, beginning of year	--	--	504,144
Fund balance, end of year	$ --	$ --	$ 553,032

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
CLERK'S CHILD SUPPORT TITLE IV-D FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	$ 160,000	$ 170,000	$ 166,577
Total revenues	160,000	170,000	166,577
Expenditures			
Current			
General government	160,000	170,000	166,577
Total expenditures	160,000	170,000	166,577
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, 2014

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	$ --	$ --	$ 328
Total revenues	--	--	328
Expenditures			
Debt service	1,597,008	1,550,333	1,431,988
Total expenditures	1,597,008	1,550,333	1,431,988
Excess (deficiency) of revenues over expenditures	(1,597,008)	(1,550,333)	(1,431,660)
Other financing sources (uses)			
Transfers in	1,513,616	1,426,215	1,426,215
Transfers out	--	--	(40,727)
Total other financing sources (uses)	1,513,616	1,426,215	1,385,488
Net change in fund balances	(83,392)	(124,118)	(46,172)
Fund balance, beginning of year	83,392	124,118	129,762
Fund balance, end of year	$ --	$ --	$ 83,590

Santa Rosa County, Florida

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS

September 30, 2014

ASSETS	District One	District Two	District Three	District Four	District Five	Other Capital Projects	Total Nonmajor Capital Project Funds
Cash and cash equivalents	$ 227,636	$ 734,825	$ 183,957	$ 697,757	$ 467,514	$ 2,935,234	$ 5,246,923
Total assets	$ 227,636	$ 734,825	$ 183,957	$ 697,757	$ 467,514	$ 2,935,234	$ 5,246,923
LIABILITIES							
Accounts payable	$ --	$ --	$ --	$ 28,924	$ 600	$ 25,669	$ 55,193
Total liabilities	--	--	--	28,924	600	25,669	55,193
FUND BALANCES							
Fund balances							
Committed	227,636	734,825	183,957	668,833	466,914	2,909,565	5,191,730
Total fund balances	227,636	734,825	183,957	668,833	466,914	2,909,565	5,191,730
Total liabilities and fund balances	$ 227,636	$ 734,825	$ 183,957	$ 697,757	$ 467,514	$ 2,935,234	$ 5,246,923

Santa Rosa County, Florida

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

Year ended September 30, 2014

	District One	District Two	District Three	District Four	District Five	Other Capital Projects	Total Nonmajor Capital Project Funds
Revenues							
Miscellaneous	$ 171	$ 408	$ 156	$ 547	$ 388	$ 2,560	$ 4,230
Total revenues	171	408	156	547	388	2,560	4,230
Expenditures							
Current							
General government	--	--	--	--	--	44,537	44,537
Culture and recreation	--	17,731	25,000	34,246	1,550	--	78,527
Capital outlay	--	251,386	--	--	164,830	71,975	488,191
Total expenditures	--	269,117	25,000	34,246	166,380	116,512	611,255
Excess (deficiency) of revenues over expenditures	171	(268,709)	(24,844)	(33,699)	(165,992)	(113,952)	(607,025)
Other financing sources (uses)							
Transfers in	75,000	492,000	76,905	75,000	127,000	156,508	1,002,413
Transfers out	(6,497)	(46,991)	(32,180)	(53,804)	(52,226)	(1,229,607)	(1,421,305)
Total other financing sources (uses)	68,503	445,009	44,725	21,196	74,774	(1,073,099)	(418,892)
Net change in fund balances	68,674	176,300	19,881	(12,503)	(91,218)	(1,187,051)	(1,025,917)
Fund balances, beginning of year	158,962	558,525	164,076	681,336	558,132	4,096,616	6,217,647
Fund balances, end of year	$ 227,636	$ 734,825	$ 183,957	$ 668,833	$ 466,914	$ 2,909,565	$ 5,191,730

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	$ --	$ --	$ 171
Total revenues	--	--	171
Expenditures			
Current			
Reserve for contingencies	75,000	158,636	--
Total expenditures	75,000	158,636	--
Excess (deficiency) of revenues over expenditures	(75,000)	(158,636)	171
Other financing sources (uses)			
Transfers in	75,000	75,000	75,000
Transfers out	--	(36,460)	(6,497)
Total other financing sources (uses)	75,000	38,540	68,503
Net change in fund balances	--	(120,096)	68,674
Fund balance, beginning of year	--	120,096	158,962
Fund balance, end of year	$ --	$ --	$ 227,636

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental	$ --	$ 63,460	$ --
Miscellaneous	--	5,600	408
Total revenues	--	69,060	408
Expenditures			
Current			
Culture and recreation	--	--	17,731
Capital outlay	--	1,707,454	251,386
Reserve for contingencies	75,000	39,073	--
Total expenditures	75,000	1,746,527	269,117
Excess (deficiency) of revenues over expenditures	(75,000)	(1,677,467)	(268,709)
Other financing sources (uses)			
Transfers in	75,000	412,000	492,000
Transfers out	--	--	(46,991)
Total other financing sources (uses)	75,000	412,000	445,009
Net change in fund balances	--	(1,265,467)	176,300
Fund balance, beginning of year	--	1,265,467	558,525
Fund balance, end of year	$ --	$ --	$ 734,825

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	$ --	$ --	$ 156
Total revenues	--	--	156
Expenditures			
Current			
Culture and recreation	--	25,000	25,000
Reserve for contingencies	75,000	165,110	--
Total expenditures	75,000	190,110	25,000
Excess (deficiency) of revenues over expenditures	(75,000)	(190,110)	(24,844)
Other financing sources (uses)			
Transfers in	75,000	75,000	76,905
Transfers out	--	(36,460)	(32,180)
Total other financing sources (uses)	75,000	38,540	44,725
Net change in fund balances	--	(151,570)	19,881
Fund balance, beginning of year	--	151,570	164,076
Fund balance, end of year	$ --	$ --	$ 183,957

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	$ --	$ --	$ 547
Total revenues	--	--	547
Expenditures			
Current			
Culture and recreation	--	88,000	34,246
Reserve for contingencies	75,000	595,808	--
Total expenditures	75,000	683,808	34,246
Excess (deficiency) of revenues over expenditures	(75,000)	(683,808)	(33,699)
Other financing sources (uses)			
Transfers in	75,000	75,000	75,000
Transfers out	--	(17,228)	(53,804)
Total other financing sources (uses)	75,000	57,772	21,196
Net change in fund balances	--	(626,036)	(12,503)
Fund balance, beginning of year	--	626,036	681,336
Fund balance, end of year	$ --	$ --	$ 668,833

Santa Rosa County, Florida

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

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	$ --	$ --	$ 388
Total revenues	--	--	388
Expenditures			
Current			
Culture and recreation	--	--	1,550
Capital outlay	--	1,147,115	164,830
Reserve for contingencies	75,000	506,473	--
Total expenditures	75,000	1,653,588	166,380
Excess (deficiency) of revenues over expenditures	(75,000)	(1,653,588)	(165,992)
Other financing sources (uses)			
Transfers in	75,000	370,650	127,000
Transfers out	--	(21,375)	(52,226)
Total other financing sources (uses)	75,000	349,275	74,774
Net change in fund balances	--	(1,304,313)	(91,218)
Fund balance, beginning of year	--	1,304,313	558,132
Fund balance, end of year	$ --	$ --	$ 466,914

Santa Rosa County, Florida

BUDGETARY COMPARISON SCHEDULE (GAAP Basis)
OTHER CAPITAL PROJECTS FUND

Year ended September 30, 2014

	Original Budget	Final Budget	Actual
Revenues			
Miscellaneous	$ --	$ --	$ 2,560
Total revenues	--	--	2,560
Expenditures			
Current			
General government	--	--	44,537
Capital outlay	4,000	72,436	71,975
Total expenditures	4,000	72,436	116,512
Excess (deficiency) of revenues over expenditures	(4,000)	(72,436)	(113,952)
Other financing sources (uses)			
Transfers in	--	68,436	156,508
Transfers out	--	(413,816)	(1,229,607)
Total other financing sources (uses)	--	(345,380)	(1,073,099)
Net change in fund balances	(4,000)	(417,816)	(1,187,051)
Fund balance, beginning of year	4,000	2,799,650	4,096,616
Fund balance, end of year	$ --	$ 2,381,834	$ 2,909,565

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 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.

Clerk's Flower Trust Fund - accounts for the collection and disbursement of funds donated by employees to purchase flowers for certain occasions.

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.

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

September 30, 2014

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
Clerk's Fine and Cost Fund				
Assets				
Cash	$ 226,227	$ 3,507,021	$ 3,444,734	$ 288,514
Total assets	$ 226,227	$ 3,507,021	$ 3,444,734	$ 288,514
Liabilities				
Accounts payable	$ 92,521	$ 1,654,405	$ 1,625,266	$ 121,660
Due to other governments	133,706	3,776,478	3,743,330	166,854
Total liabilities	$ 226,227	$ 5,430,883	$ 5,368,596	$ 288,514
Clerk's Court Revenue Fund				
Assets				
Cash	$ 157,565	$ 1,555,949	$ 1,713,514	$ --
Total assets	$ 157,565	$ 1,555,949	$ 1,713,514	$ --
Liabilities				
Accounts payable	$ --	$ 14,008	$ 14,008	$ --
Due to other governments	157,565	1,714,143	1,871,708	--
Total liabilities	$ 157,565	$ 1,728,151	$ 1,885,716	$ --
Clerk's Intangible Tax Fund				
Assets				
Cash	$ 46,276	$ 1,783,700	$ 1,771,551	$ 58,425
Total assets	$ 46,276	$ 1,783,700	$ 1,771,551	$ 58,425
Liabilities				
Due to other governments	$ 46,276	$ 1,842,125	$ 1,829,976	$ 58,425
Total liabilities	$ 46,276	$ 1,842,125	$ 1,829,976	$ 58,425
Clerk's Court Registry Fund				
Assets				
Cash	$ 2,034,057	$ 7,560,787	$ 7,672,940	$ 1,921,904
Total assets	$ 2,034,057	$ 7,560,787	$ 7,672,940	$ 1,921,904
Liabilities				
Accounts payable	$ --	$ 7,083,114	$ 7,083,114	$ --
Deposits	2,034,057	7,588,387	7,700,540	1,921,904
Total liabilities	$ 2,034,057	$ 14,671,501	$ 14,783,654	$ 1,921,904

Continued

Santa Rosa County, Florida

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUNDS

September 30, 2014

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
Clerk's State Documentary Stamp Fund				
Assets				
Cash	$ 255,835	$ 9,577,946	$ 9,536,713	$ 297,068
Total assets	$ 255,835	$ 9,577,946	$ 9,536,713	$ 297,068
Liabilities				
Due to other governments	$ 255,835	$ 9,875,014	$ 9,833,781	$ 297,068
Total liabilities	$ 255,835	$ 9,875,014	$ 9,833,781	$ 297,068
Clerk's Suspense Fund				
Assets				
Cash	$ 96,438	$ 1,280,730	$ 1,288,617	$ 88,551
Total assets	$ 96,438	$ 1,280,730	$ 1,288,617	$ 88,551
Liabilities				
Accounts payable	$ 2,397	$ 207,700	$ 210,097	$ --
Due to other governments	94,041	1,290,815	1,296,305	88,551
Total liabilities	$ 96,438	$ 1,498,515	$ 1,506,402	$ 88,551
Clerk's Tax Redemption Fund				
Assets				
Cash	$ 527,049	$ 813,735	$ 1,046,715	$ 294,069
Total assets	$ 527,049	$ 813,735	$ 1,046,715	$ 294,069
Liabilities				
Deposits	$ 527,049	$ 813,735	$ 1,046,715	$ 294,069
Total liabilities	$ 527,049	$ 813,735	$ 1,046,715	$ 294,069

Continued

Santa Rosa County, Florida

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUNDS

September 30, 2014

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
Clerk's Uniform Child Support Fund				
Assets				
Cash	$ 1,394	$ 150,462	$ 150,656	$ 1,200
Total assets	$ 1,394	$ 150,462	$ 150,656	$ 1,200
Liabilities				
Due to other governments	$ 1,394	$ 150,462	$ 150,656	$ 1,200
Total liabilities	$ 1,394	$ 150,462	$ 150,656	$ 1,200
Clerk's Ordinary Witness Fund				
Assets				
Cash	$ 31,164	$ 42,677	$ 35,028	$ 38,813
Due from other governments	4,336	--	4,336	--
Total assets	$ 35,500	$ 42,677	$ 39,364	$ 38,813
Liabilities				
Accounts payable	$ 35,500	$ 37,996	$ 34,683	$ 38,813
Total liabilities	$ 35,500	$ 37,996	$ 34,683	$ 38,813
Clerk's Bail Bond Fund				
Assets				
Cash	$ 160,480	$ 630,927	$ 588,644	$ 202,763
Total assets	$ 160,480	$ 630,927	$ 588,644	$ 202,763
Liabilities				
Accounts payable	$ 6,770	$ 499,328	$ 506,098	$ --
Deposits	153,710	551,849	502,796	202,763
Total liabilities	$ 160,480	$ 1,051,177	$ 1,008,894	$ 202,763
Clerk's Flower Trust Fund				
Assets				
Cash	$ 357	$ 1,010	$ 630	$ 737
Total assets	$ 357	$ 1,010	$ 630	$ 737
Liabilities				
Deposits	$ 357	$ 1,010	$ 630	$ 737
Total liabilities	$ 357	$ 1,010	$ 630	$ 737

Continued

Santa Rosa County, Florida

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUNDS

September 30, 2014

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
Tax Collector's Tax Fund				
Assets				
Cash	$ 2,110,567	$ 157,283,944	$ 157,783,297	$ 1,611,214
Accounts receivable	111,082	14,997,097	14,983,195	124,984
Total assets	$ 2,221,649	$ 172,281,041	$ 172,766,492	$ 1,736,198
Liabilities				
Due to other governments	$ 2,205,803	$ 47,341,496	$ 47,851,455	$ 1,695,844
Miscellaneous	15,846	9,730,689	9,706,181	40,354
Total liabilities	$ 2,221,649	$ 57,072,185	$ 57,557,636	$ 1,736,198
Sheriff's Individual Depositors Fund				
Assets				
Cash	$ 8,670	$ 255,707	$ 264,377	$ --
Accounts receivable	--	54,815	54,815	--
Total assets	$ 8,670	$ 310,522	$ 319,192	$ --
Liabilities				
Accounts payable	$ --	$ 35,025	$ 35,025	$ --
Due to other governments	8,670	82,865	91,535	--
Total liabilities	$ 8,670	$ 117,890	$ 126,560	$ --
Sheriff's Suspense Fund				
Assets				
Cash	$ 54,902	$ 312,496	$ 363,687	3,711
Accounts receivable	--	35	--	35
Total assets	$ 54,902	$ 312,531	$ 363,687	$ 3,746
Liabilities				
Accounts payable	$ 54,902	$ 217,768	$ 268,924	$ 3,746
Due to other governments	--	2,695	2,695	--
Total liabilities	$ 54,902	$ 220,463	$ 271,619	$ 3,746

Continued

Santa Rosa County, Florida

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUNDS

September 30, 2014

	Balance Beginning of Year	Additions	Deletions	Balance End of Year
Sheriff's Seizure Fund				
Assets				
Cash	$ 65,745	$ 162,279	$ 140,663	$ 87,361
Total assets	$ 65,745	$ 162,279	$ 140,663	$ 87,361
Liabilities				
Accounts payable	$ --	$ 31,924	$ 31,924	$ --
Deposits	65,701	47,286	25,626	87,361
Due to other governments	44	151	195	--
Total liabilities	$ 65,745	$ 79,361	$ 57,745	$ 87,361
Sheriff's Flower Fund				
Assets				
Cash	$ 15,509	$ 8,057	$ 7,913	$ 15,653
Total assets	$ 15,509	$ 8,057	$ 7,913	$ 15,653
Liabilities				
Deposits	$ 15,509	$ 3,240	$ 3,096	$ 15,653
Total liabilities	$ 15,509	$ 3,240	$ 3,096	$ 15,653
TOTAL AGENCY FUNDS				
Assets				
Cash	$ 5,792,235	$ 184,927,427	$ 185,809,679	$ 4,909,983
Accounts receivable	111,082	15,051,947	15,038,010	125,019
Due from other governments	4,336	--	4,336	--
Total assets	$ 5,907,653	$ 199,979,374	$ 200,852,025	$ 5,035,002
Liabilities				
Accounts payable	$ 192,090	$ 9,781,268	$ 9,809,139	$ 164,219
Deposits	2,796,383	9,005,507	9,279,403	2,522,487
Due to other governments	2,903,334	66,076,244	66,671,636	2,307,942
Miscellaneous	15,846	9,730,689	9,706,181	40,354
Total liabilities	$ 5,907,653	$ 94,593,708	$ 95,466,359	$ 5,035,002

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.

Contents **Page**

Financial Trends 110

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

Revenue Capacity 116

These schedules contain information to help the reader assess the governments most significant local revenue source, the property tax.

Debt Capacity 120

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.

Demographic and Economic Information 123

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

Operating Information 125

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.

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 POSITION BY CATEGORY
LAST TEN FISCAL YEARS
(UNAUDITED)
(accrual basis of accounting)

	Fiscal Year				
	2005	2006	2007	2008	2009
Governmental activities					
Net investment in capital assets	$ 45,515,267	$ 62,346,144	$ 131,252,842	$ 133,388,166	$ 143,184,358
Restricted	21,444,830	11,871,901	12,900,114	12,598,760	12,357,781
Unrestricted	1,359,506	8,028,362	14,434,867	22,597,572	21,641,186
Governmental activities net position	68,319,603	82,246,407	158,587,823	168,584,498	177,183,325
Business-type activities					
Net investment in capital assets	6,590,386	15,040,746	8,298,508	11,705,307	11,436,237
Restricted	1,409,271	1,520,926	3,109,163	3,355,280	3,617,674
Unrestricted	4,248,005	223,822	97,179	(3,249,271)	(3,279,926)
Business-type activities net position	12,247,662	16,785,494	11,504,850	11,811,316	11,773,985
Primary Government					
Net investment in capital assets	52,105,653	77,386,890	139,551,350	145,093,473	154,620,595
Restricted	22,854,101	13,392,827	16,009,277	15,954,040	15,975,455
Unrestricted	5,607,511	8,252,184	14,532,046	19,348,301	18,361,260
Primary government net position	$ 80,567,265	$ 99,031,901	$ 170,092,673	$ 180,395,814	$ 188,957,310

	Fiscal Year				
	2010	2011	2012	2013	2014
Governmental activities					
Net investment in capital assets	$ 132,776,964	$ 129,188,217	$ 131,087,734	$ 133,506,512	$ 130,795,701
Restricted	12,873,156	33,879,516	32,382,803	22,387,475	23,548,402
Unrestricted	41,592,657	22,477,043	24,272,173	27,789,157	29,782,242
Governmental activities net position	187,242,777	185,544,776	187,742,710	183,683,144	184,126,345
Business-type activities					
Net investment in capital assets	11,026,751	10,349,909	10,411,539	11,055,493	11,967,295
Restricted	3,806,625	3,928,968	4,061,168	4,752,608	4,966,334
Unrestricted	(2,870,535)	(2,070,174)	510,657	138,096	(163,114)
Business-type activities net position	11,962,841	12,208,703	14,983,364	15,946,197	16,770,515
Primary Government					
Net investment in capital assets	143,803,715	139,538,126	141,499,273	144,562,005	142,762,996
Restricted	16,679,781	37,808,484	36,443,971	27,140,083	28,514,736
Unrestricted	38,722,122	20,406,869	24,782,830	27,927,253	29,619,128
Primary government net position	$ 199,205,618	$ 197,753,479	$ 202,726,074	$ 199,629,341	$ 200,896,860

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

	Fiscal Year				
Expenses	2005	2006	2007	2008	2009
Governmental activities:					
General government	$ 32,404,396	$ 30,162,570	$ 34,196,261	$ 33,627,656	$ 34,372,227
Public safety	102,785,102	44,251,612	48,884,722	46,286,380	41,251,412
Physical environment	2,995,824	21,244,608	6,988,941	2,963,362	2,598,684
Transportation	14,417,056	17,989,729	16,513,892	19,775,619	17,308,186
Economic environment	1,918,019	3,223,381	9,328,158	5,018,423	2,880,164
Human services	4,066,084	4,258,406	4,522,251	4,209,362	4,193,707
Culture and recreation	2,608,072	3,912,067	3,290,952	2,281,334	3,508,321
Interest on long-term debt	347,376	433,302	446,815	516,752	603,733
Total governmental activities	161,541,929	125,475,675	124,171,992	114,678,888	106,716,434
Business-type activities:					
Navarre Beach water and sewer	996,186	1,680,122	1,865,563	2,731,219	2,080,665
Peter Prince Airport	212,532	217,809	225,644	339,894	417,409
Industrial park*	42,648	84,053	-	-	-
Landfill	2,832,505	3,067,074	3,767,481	4,046,622	4,172,685
Total business-type activities	4,083,871	5,049,058	5,858,688	7,117,735	6,670,759
Total government expenses	$ 165,625,800	$ 130,524,733	$ 130,030,680	$ 121,796,623	$ 113,387,193

	Fiscal Year				
Expenses	2010	2011	2012	2013	2014
Governmental activities:					
General government	$ 30,657,305	$ 30,666,338	$ 32,570,186	$ 35,322,678	$ 32,077,210
Public safety	40,266,771	41,858,922	38,621,376	39,189,911	43,539,307
Physical environment	2,556,442	4,523,435	4,858,171	3,697,513	2,670,154
Transportation	17,889,846	17,598,242	17,262,229	15,368,137	18,931,798
Economic environment	4,496,371	3,671,637	2,512,105	2,842,783	3,677,666
Human services	3,554,907	4,395,636	5,355,802	5,297,919	5,557,949
Culture and recreation	3,149,230	4,233,967	2,837,640	1,220,483	4,053,156
Interest on long-term debt	586,781	452,183	310,886	248,439	189,570
Total governmental activities	103,157,653	107,400,360	104,328,395	103,187,863	110,696,810
Business-type activities:					
Navarre Beach water and sewer	2,019,732	2,374,547	1,790,622	1,774,576	1,959,739
Peter Prince Airport	437,612	377,015	531,658	505,658	448,747
Landfill	3,853,990	4,199,966	2,621,080	3,700,852	4,241,176
Total business-type activities	6,311,334	6,951,528	4,943,360	5,981,086	6,649,662
Total government expenses	$ 109,468,987	$ 114,351,888	$ 109,271,755	$ 109,168,949	$ 117,346,472

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

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

	Fiscal Year				
Program Revenues	2005	2006	2007	2008	2009
Governmental activities:					
Charges for services:					
General government	$ 12,755,692	$ 9,412,008	$ 16,836,144	$ 15,416,507	$ 20,792,814
Public safety	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	488,063	552,529	7,739,139	730,496	3,179,299
Human services	66,354	43,421	49,944	42,266	48,816
Culture and recreation	15,495	31,330	31,190	37,548	49,957
Operating grants and contributions	69,710,498	31,813,430	25,140,005	15,697,588	9,930,694
Capital grants and contributions	795,627	2,999,965	666,566	3,858,157	7,797,224
Total governmental activities program revenues	92,530,510	54,428,944	55,954,799	43,291,321	49,007,716
Business-type activities:					
Charges for services:					
Navarre Beach water and sewer	894,460	1,518,379	1,925,069	1,846,469	1,892,873
Peter Prince Airport	4,845	101,056	147,526	134,995	204,100
Landfill	3,826,798	4,071,809	3,982,407	4,048,874	4,316,713
Capital grants and contributions	84,061	882,836	406,294	965,150	3,472
Total business-type activities	4,810,164	6,574,080	6,461,296	6,995,488	6,417,158
Total government program revenues	$ 97,340,674	$ 61,003,024	$ 62,416,095	$ 50,286,809	$ 55,424,874
Net (Expense)/Revenue					
Governmental activities	$ (69,011,419)	$ (71,046,731)	$ (68,217,193)	$ (71,387,567)	$ (57,708,718)
Business-type activities	726,293	1,525,022	602,608	(121,247)	(253,601)
Total government net expense	$ (68,285,126)	$ (69,521,709)	$ (67,614,585)	$ (71,508,814)	$ (57,962,319)

	Fiscal Year				
Program Revenues	2010	2011	2012	2013	2014
Governmental activities:					
Charges for services:					
General government	$ 17,839,533	$ 16,787,093	$ 18,081,960	$ 18,032,139	$ 19,838,193
Public safety	8,842,111	7,872,698	4,370,643	3,577,641	4,699,449
Physical environment	434,242	885,379	5,782,002	5,165,440	5,707,544
Transportation	38,956	2,395,630	261,684	246,785	191,636
Human services	40,706	37,986	36,603	32,892	37,188
Culture and recreation	204,803	365,280	380,985	336,709	403,688
Operating grants and contributions	20,024,216	8,472,055	8,833,949	5,819,975	3,881,017
Capital grants and contributions	15,251	1,776,494	5,162,953	2,018,166	3,884,357
Total governmental activities program revenues	47,439,818	38,592,615	42,910,779	35,229,747	38,643,072
Business-type activities:					
Charges for services:					
Navarre Beach water and sewer	1,740,672	1,726,313	1,690,378	1,880,831	1,904,215
Peter Prince Airport	227,890	240,224	231,914	250,643	253,484
Landfill	4,064,536	4,048,903	4,057,528	4,290,879	4,808,104
Capital grants and contributions	134,404	424,359	680,971	347,459	329,224
Total business-type activities	6,167,502	6,439,799	6,660,791	6,769,812	7,295,027
Total government program revenues	$ 53,607,320	$ 45,032,414	$ 49,571,570	$ 41,999,559	$ 45,938,099
Net (Expense)/Revenue					
Governmental activities	$ (55,717,835)	$ (68,807,745)	$ (61,417,616)	$ (67,958,116)	$ (72,053,738)
Business-type activities	(143,832)	(511,729)	1,717,431	788,726	645,365
Total government net expense	$ (55,861,667)	$ (69,319,474)	$ (59,700,185)	$ (67,169,390)	$ (71,408,373)

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

	Fiscal Year				
	2005	2006	2007	2008	2009
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property taxes	$ 37,443,870	$ 44,800,919	$ 56,309,485	$ 54,443,406	$ 50,146,574
Sales, use and fuel taxes	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	1,120,137	1,296,325	1,274,401	1,418,106	1,742,117
Unrestricted grants and contributions	14,120,030	13,702,771	12,675,378	12,562,005	8,513,389
Unrestricted investment earnings	724,762	2,282,469	3,516,658	2,028,081	600,437
Miscellaneous	6,875,985	1,390,820	1,493,763	747,062	629,985
Gain on sale of assets	-	301,568	376,002	240,354	52,925
Transfers	463,217	(2,222,423)	-	-	-
Total governmental activities	65,341,267	70,712,383	85,673,420	81,384,242	66,307,545
Business-type activities:					
Unrestricted investment earnings	322,828	527,237	439,343	276,965	162,599
Miscellaneous	389,890	195,326	79,583	22,409	658
Gain on sale of assets	77,788	67,824	260,557	287,053	53,013
Transfers	(463,217)	2,222,423	-	(157,714)	-
Total business-type activities	327,289	3,012,810	779,483	428,713	216,270
Total government	$ 65,668,556	$ 73,725,193	$ 86,452,903	$ 81,812,955	$ 66,523,815
Change in Net Position					
Governmental activities	$ (3,670,152)	$ (334,348)	$ 17,456,227	$ 9,996,675	$ 8,598,827
Business-type activities	1,053,582	4,537,832	1,382,091	307,466	(37,331)
Total government	$ (2,616,570)	$ 4,203,484	$ 18,838,318	$ 10,304,141	$ 8,561,496

	Fiscal Year				
	2010	2011	2012	2013	2014
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property taxes	$ 47,020,365	$ 44,677,921	$ 44,209,879	$ 42,806,636	$ 48,305,322
Sales, use and fuel taxes	4,525,645	4,688,107	4,965,861	5,106,283	5,521,730
Communication services taxes	1,597,163	1,484,790	1,461,621	1,474,562	1,415,391
Unrestricted grants and contributions	11,519,481	15,243,479	12,523,404	13,029,453	13,791,230
Unrestricted investment earnings	397,078	292,746	431,939	137,829	87,033
Miscellaneous	516,773	663,315	595,156	1,344,805	1,675,778
Gain on sale of assets	200,781	119,561	65,596	24,041	1,700,455
Transfers	-	-	(637,906)	(25,060)	-
Total governmental activities	65,777,286	67,169,919	63,615,550	63,898,549	72,496,939
Business-type activities:					
Unrestricted grants and contributions	-	-	-	-	10,611
Unrestricted investment earnings	116,436	50,544	112,147	30,161	36,488
Miscellaneous	9,270	332,436	341	2,660	21,402
Gain on sale of assets	206,982	374,611	306,836	116,226	110,452
Transfers	-	-	637,906	25,060	-
Total business-type activities	332,688	757,591	1,057,230	174,107	178,953
Total government	$ 66,109,974	$ 67,927,510	$ 64,672,780	$ 64,072,656	$ 72,675,892
Change in Net Position					
Governmental activities	$ 10,059,451	$ (1,637,826)	$ 2,197,934	$ (4,059,567)	$ 443,201
Business-type activities	188,856	245,862	2,774,661	962,833	824,318
Total government	$ 10,248,307	$ (1,391,964)	$ 4,972,595	$ (3,096,734)	$ 1,267,519

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

PRE-GASB 54	Fiscal Year					
	2005	2006	2007	2008	2009	2010
General Fund						
Reserved	$ 1,335,731	$ 1,516,523	$ 1,488,653	$ 1,588,445	$ 1,787,743	$ 2,108,206
Unreserved	8,532,278	8,038,956	7,579,956	12,063,602	13,401,079	17,823,783
Total general fund	$ 9,868,009	$ 9,555,479	$ 9,068,609	$ 13,652,047	$ 15,188,822	$ 19,931,989
All Other Governmental Funds						
Reserved	$ 8,314,633	$ 11,015,008	$ 12,535,252	$ 12,210,513	$ 11,116,988	$ 11,238,664
Unreserved, reported in:						
Special revenue funds	17,654,909	17,457,858	16,943,175	22,998,107	23,889,590	26,447,747
Capital project funds	1,777,901	2,799,153	136,328	93,726	156,178	227,762
Debt service funds	53,046	2,652	5,412,472	4,137,869	6,326,484	5,839,991
Permanent fund*	-	-	34,135	131,438	158,539	171,900
Total all other governmental funds	$ 27,800,489	$ 31,274,671	$ 35,061,362	$ 39,571,653	$ 41,647,779	$ 43,926,064

POST-GASB 54	Fiscal Year			
	2011	2012	2013	2014
General Fund				
Nonspendable				
Nonspendable	$ 162,936	$ 135,386	$ 82,751	$ 107,193
Spendable				
Restricted	1,527,274	1,407,140	1,456,353	1,733,869
Committed	3,596,262	3,596,898	3,597,664	3,598,490
Assigned	178,708	190,222	195,317	8,586,073
Unassigned	22,512,271	22,187,824	25,370,006	23,606,591
Total general fund	$ 27,977,451	$ 27,517,470	$ 30,702,091	$ 37,632,216
All Other Governental Funds				
Nonspendable				
Nonspendable	$ 351,155	$ 425,346	$ 519,971	$ 304,885
Spendable				
Restricted	22,107,029	15,894,090	10,872,229	12,011,918
Committed	6,364,033	11,188,029	9,486,005	9,462,579
Assigned	11,313,604	11,992,066	9,669,577	6,676,129
Unassigned	-	(173,433)	(226,872)	(1,135,383)
Total all other governmental funds	$ 40,135,821	$ 39,326,098	$ 30,320,910	$ 27,320,128

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

Note: Six years data available for GASB 34 compliance.
Four years data available for GASB 54 compliance which was adopted in 2011.

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Taxes	$ 47,404,610	$ 55,257,178	$ 67,611,619	$ 65,806,740	$ 56,510,809	$ 53,143,173	$ 50,850,818	$ 50,637,361	$ 49,387,481	$ 55,242,443
Licenses and permits	3,252,522	2,581,246	2,402,048	1,630,515	-	-	-	-	-	-
Permits, fees and special assessments (1)	-	-	-	-	12,961,936	13,138,557	13,012,151	12,574,192	12,310,017	13,251,694
Intergovernmental	84,223,176	45,806,787	37,471,474	29,874,539	26,583,572	31,806,237	26,153,628	24,970,033	21,050,905	21,745,969
Charges for services	8,924,540	9,714,453	16,061,045	11,514,082	12,609,170	9,350,556	10,583,584	10,487,027	10,559,196	12,285,986
Fines and forfeitures	278,912	332,595	359,746	1,240,444	1,107,522	469,775	554,746	482,381	600,577	1,270,224
Miscellaneous	5,261,456	11,070,628	14,616,897	11,482,484	2,622,015	2,494,784	2,735,551	4,060,676	3,586,195	5,652,134
Total revenues	149,345,216	124,762,887	138,522,829	121,548,804	112,395,024	110,403,082	103,890,478	103,211,670	97,494,371	109,448,450
Expenditures										
General government	21,800,502	24,257,282	29,966,646	27,810,341	28,098,472	25,671,723	23,179,032	27,362,444	25,555,181	27,665,859
Public safety	102,311,442	45,424,552	49,567,656	45,966,642	41,475,089	38,266,843	41,980,720	37,917,752	39,773,530	43,474,891
Physical environment	2,926,651	21,197,605	6,992,161	2,376,837	2,484,976	2,513,191	4,464,070	4,822,389	3,578,143	2,547,824
Transportation	14,147,226	17,963,523	22,819,569	20,240,520	17,096,856	16,513,066	16,633,682	15,690,345	19,317,046	17,551,654
Economic environment	1,914,362	3,248,268	11,771,820	6,431,343	2,801,944	4,432,576	3,676,051	2,516,642	2,752,647	3,607,947
Human services	4,071,963	4,177,374	4,506,415	4,112,816	4,209,983	3,517,648	4,457,683	5,468,780	5,215,463	5,449,681
Culture and recreation	2,212,273	3,722,773	3,647,177	2,943,157	3,001,173	2,816,448	3,149,088	2,695,246	2,875,555	2,867,276
Capital outlay	942,948	2,268,979	3,514,408	3,160,826	11,859,687	7,543,886	215,166	1,048,244	2,191,074	488,191
Debt service										
Principal	1,852,083	2,321,092	2,255,765	1,988,110	2,470,274	2,740,258	5,606,394	5,618,597	1,430,597	1,259,276
Interest	347,376	433,302	494,321	516,363	563,745	636,800	585,792	310,886	213,123	172,712
Total expenditures	152,526,826	125,014,750	135,535,938	115,546,955	114,062,199	104,652,439	103,947,678	103,451,325	102,902,359	105,085,311
Excess of revenues over (under) expenditures	(3,181,610)	(251,863)	2,986,891	6,001,849	(1,667,175)	5,750,643	(57,200)	(239,655)	(5,407,988)	4,363,139
Other financing sources (uses)										
Transfers in	9,174,366	9,577,901	13,252,252	6,826,893	12,972,086	12,372,912	12,300,499	19,908,478	8,953,304	10,209,704
Transfers out	(8,711,149)	(11,800,324)	(16,914,227)	(6,826,893)	(12,972,086)	(12,372,912)	(12,300,499)	(21,046,384)	(9,429,123)	(10,705,368)
New debt issue	747,000	5,725,000	1,695,970	3,012,232	5,194,500	1,287,870	1,507,000	-	-	-
Refunding debt	-	-	-	-	-	-	4,400,208	268,350	-	-
Payments to escrow agent	-	-	-	-	-	-	(1,528,789)	-	-	-
Total other financing sources (uses)	1,210,217	3,502,577	(1,966,005)	3,012,232	5,194,500	1,287,870	4,378,419	(869,556)	(475,819)	(495,664)
Net change in fund balances	$ (1,971,393)	$ 3,250,714	$ 1,020,886	$ 9,014,081	$ 3,527,325	$ 7,038,513	$ 4,321,219	$ (1,109,211)	$ (5,883,807)	$ 3,867,475
Debt service as a percentage of noncapital expenditures	1%	2%	2%	2%	3%	3%	6%	6%	2%	1%

(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)

FISCAL YEAR	Real Property	Personal Property	REAL PROPERTY EXEMPTIONS	PERSONAL PROPERTY EXEMPTIONS	Less: Tax Exempt Property	REAL PROPERTY TAXABLE VALUE	PERSONAL PROPERTY TAXABLE VALUE	TOTAL JUST VALUE	Total Taxable Assessed Value	Total Direct Tax Rate
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
2010	$ 11,586,091,871	$ 617,342,498	$ 4,584,028,162	$ 52,183,196	$ 4,636,211,358	$ 7,002,063,709	$ 565,159,302	$ 12,203,434,369	$ 7,567,223,011	6.0953
2011	$ 11,267,512,706	$ 594,370,347	$ 4,441,618,585	$ 51,297,345	$ 4,492,915,930	$ 6,825,894,121	$ 543,073,002	$ 11,861,883,053	$ 7,368,967,123	6.0953
2012	$ 10,757,912,195	$ 629,709,562	$ 4,112,453,855	$ 51,555,173	$ 4,164,009,028	$ 6,645,458,340	$ 578,154,389	$ 11,387,621,757	$ 7,223,612,729	6.0953
2013	$ 10,868,923,522	$ 624,513,661	$ 4,126,017,929	$ 50,179,329	$ 4,176,197,258	$ 6,742,905,593	$ 574,334,332	$ 11,493,437,183	$ 7,317,239,925	6.0953
2014	$ 11,632,334,984	$ 605,255,817	$ 4,497,322,031	$ 50,842,317	$ 4,548,164,348	$ 7,135,012,953	$ 554,413,500	$ 12,237,590,801	$ 7,689,426,453	6.0953

Source: Property Appraiser, Santa Rosa County

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

	SANTA ROSA COUNTY OPERATING MILLAGE				OVERLAPPING RATES							
YEAR	GENERAL FUND	ROAD & BRIDGE FUND	FINE & FORFEITURE FUND	TOTAL COUNTY	SCHOOL BOARD OPERATING MILLAGE	CITY OF GULF BREEZE OPERATING MILLAGE	CITY OF MILTON OPERATING MILLAGE	CITY OF JAY OPERATING MILLAGE	AVALON-MULAT FIRE DISTRICT MILLAGE	MIDWAY FIRE DISTRICT MILLAGE	NW FLORIDA WATER MANAGEMENT MILLAGE	TOTAL MILLAGE
2005	6.1227	0.4581	0.0367	6.6175	7.9400	1.9000	2.7500	2.0000	0.8000	1.4000	0.0500	23.4575
2006	6.1227	0.4581	0.0367	6.6175	7.5880	1.6283	2.7500	2.0000	0.8000	1.4000	0.0500	22.8338
2007	5.8482	0.7250	0.0443	6.6175	7.2070	1.5520	2.7500	2.0000	0.7498	1.4000	0.0450	22.3213
2008	5.5330	0.5398	0.0225	6.0953	7.1230	1.8000	3.2373	2.0000	0.9700	1.4000	0.0450	22.6706
2009	5.5443	0.5350	0.0160	6.0953	7.4200	1.9000	3.2373	2.0000	1.0000	1.4000	0.0450	23.0976
2010	5.8215	0.2417	0.0321	6.0953	7.5750	1.9000	3.2373	2.0000	1.0000	1.4000	0.0450	23.2526
2011	5.9793	0.1040	0.0120	6.0953	7.7260	1.9000	3.2373	2.0000	1.0000	1.4000	0.0450	23.4036
2012	5.9793	0.1040	0.0120	6.0953	7.9160	1.9000	3.2373	2.0000	1.0000	1.4000	0.0400	23.5886
2013	5.9793	0.1040	0.0120	6.0953	7.6680	1.9000	3.2730	2.0000	1.0000	1.6000	0.0400	23.5763
2014	6.0856	-	0.0097	6.0953	7.4430	1.9723	3.2373	2.0000	2.0000	1.7500	0.0390	24.5369

Source: Tax Collector, Santa Rosa County

SANTA ROSA COUNTY, FLORIDA
PRINCIPAL TAXPAYERS
Current Year and Nine Years Ago
(UNAUDITED)

	2014			2005		
TAXPAYER	**ASSESSED VALUATION**	**Rank**	**PERCENTAGE OF TOTAL ASSESSED VALUATION**	**ASSESSED VALUATION**	**Rank**	**PERCENTAGE OF TOTAL ASSESSED VALUATION**
Gulf Power	$ 98,748,475	1	1.28%	$ 81,590,708	1	1.24%
Florida Gas Transmission	$ 82,322,947	3	1.07%	$ 50,036,593	2	0.76%
Quantum Resources	$ 83,437,778	2	1.09%			
BellSouth Telecomm	$ 44,870,970	4	0.58%	$ 38,043,127	3	0.58%
WalMart Stores East	$ 34,358,857	5	0.45%	$ 20,305,621	5	0.31%
Santa Rosa Energy	$ 31,065,184	6	0.40%			
Taminco, Inc	$ 22,394,277	7	0.29%			
Andrews Institute Medical Park	$ 16,741,118	8	0.22%			
Sea Shell Collections, LLC	$ 15,072,516	9	0.20%			
Cole Mt Pace FL, LLC	$ 13,718,192	10	0.18%			
Exxon				$ 36,720,671	4	0.56%
Louisiana Land				$ 18,960,023	6	0.29%
Mediacom Southeast, LLC				$ 17,532,747	7	0.27%
Inexco Oil Company				$ 17,008,627	8	0.26%
Air Products				$ 15,080,872	9	0.23%
Sterling Fibers, Inc				$ 12,738,043	10	0.19%
Total assessed	$ 7,689,426,453			$ 6,575,750,940		

Source: Property Appraiser, Santa Rosa County

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

YEAR	TOTAL TAX LEVY	CURRENT AND PRIOR YEARS ADJUSTMENTS	OUTSTANDING DELINQUENT TAXES	DISCOUNTS ALLOWED	CURRENT TAX COLLECTIONS	PERCENT OF CURRENT TAX COLLECTIONS TO TOTAL LEVY	TOTAL TAX COLLECTION	PERCENT OF TOTAL TAX COLLECTION TO TOTAL LEVY	PERCENT OF DELINQUENT TAXES TO TAX LEVY
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%
2010	$ 48,654,632	$ 46,386	$ 1,414,445	$ 1,384,986	$ 45,808,545	94.15%	$ 47,193,531	97.00%	2.91%
2011	$ 46,151,773	$ (5,338)	$ 859,288	$ 1,364,326	$ 43,933,827	95.19%	$ 45,298,153	98.15%	1.86%
2012	$ 44,944,141	$ (12,852)	$ 416,988	$ 1,379,496	$ 42,951,863	95.57%	$ 44,331,359	98.64%	0.93%
2013	$ 44,054,676	$ 8,243	$ 328,356	$ 1,375,961	$ 42,284,295	95.98%	$ 43,660,256	99.10%	0.75%
2014	$ 44,620,332	$ 8,315	$ 266,157	$ 1,433,608	$ 42,836,934	96.00%	$ 44,270,542	99.22%	0.60%

Source: Tax Collector, Santa Rosa County

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

		Governmental Activities			Business-Type Activities			
YEAR	General Obligation Debt	Revenue-Backed Debt	Special Assessment Debt	Capital Leases	Revenue Debt	Total	Percentage of Personal Income	Per Capita
2005	$ 4,387,710	$ -	$ 1,461,353	$ 112,350	$ 2,697,500	$ 8,658,913	0.208%	$ 63.46
2006	$ 3,198,153	$ -	$ 6,337,602	$ 57,450	$ 2,502,500	$ 12,095,705	0.266%	$ 85.53
2007	$ 2,338,979	$ 1,195,399	$ 5,693,011	$ -	$ 8,462,167	$ 17,689,556	0.365%	$ 121.80
2008	$ 1,809,721	$ 1,176,435	$ 7,526,784	$ -	$ 8,124,926	$ 18,637,866	0.372%	$ 126.16
2009	$ 4,359,387	$ 1,036,547	$ 8,107,660	$ -	$ 7,332,123	$ 20,835,717	0.410%	$ 139.58
2010	$ 4,571,570	$ 1,297,671	$ 6,553,751	$ -	$ 6,731,737	$ 19,154,729	0.367%	$ 126.54
2011	$ 3,629,311	$ 2,642,478	$ 6,553,226	$ -	$ 6,117,601	$ 18,942,616	0.340%	$ 122.29
2012	$ -	$ 2,296,306	$ 5,166,457	$ -	$ 5,451,581	$ 12,914,344	0.219%	$ 83.11
2013	$ -	$ 1,942,442	$ 4,089,724	$ -	$ 4,765,239	$ 10,797,405	0.178%	$ 68.63
2014	$ -	$ 1,580,707	$ 3,192,183	$ -	$ 4,058,392	$ 8,831,282	0.138%	$ 55.27

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

YEAR	Governmental Activities: General Obligation Debt	Percentage of Actual Taxable Value of Property (2)	Per Capita (1)
2005	$ 4,387,710	0.067%	$ 32.16
2006	$ 3,198,153	0.036%	$ 22.61
2007	$ 2,338,979	0.025%	$ 16.11
2008	$ 1,809,721	0.019%	$ 12.25
2009	$ 4,359,387	0.055%	$ 29.20
2010	$ 4,571,570	0.060%	$ 30.20
2011	$ 3,629,311	0.049%	$ 23.98
2012	$ -	0.000%	$ -
2013	$ -	0.000%	$ -
2014	$ -	0.000%	$ -

(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 Principal	Debt Service Interest	Coverage
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%
2010	$ 4,285,885	$ 3,653,270	$ 632,615	$ 465,000	$ 163,355	101%
2011	$ 5,642,439	$ -	$ 5,642,439	$ 261,981	$ 30,876	1927%
2012	$ 5,735,395	$ -	$ 5,735,395	$ 539,984	$ 45,628	979%
2013	$ 6,019,063	$ -	$ 6,019,063	$ 549,387	$ 35,973	1028%
2014	$ 6,401,628	$ -	$ 6,401,628	$ 558,953	$ 26,274	1094%

NOTES PAYABLE

YEAR	Gross Revenues (2)	Less: Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2005	$ -	$ -	$ -	$ -	$ -	0%
2006	$ -	$ -	$ -	$ -	$ -	0%
2007	$ 2,805,900	$ 1,600,112	$ 1,205,788	$ 339,934	$ 144,928	249%
2008	$ 2,885,096	$ 2,335,798	$ 549,298	$ 359,658	$ 300,387	83%
2009	$ 2,796,916	$ 1,336,740	$ 1,460,176	$ 374,239	$ 285,737	221%
2010	$ 2,710,489	$ 1,260,766	$ 1,449,723	$ 394,631	$ 274,344	217%
2011	$ 3,289,483	$ 1,248,551	$ 2,040,932	$ 418,618	$ 221,906	319%
2012	$ 3,005,978	$ 1,242,849	$ 1,763,129	$ 396,029	$ 188,072	302%
2013	$ 3,408,912	$ 1,251,933	$ 2,156,979	$ 411,648	$ 172,722	369%
2014	$ 3,673,699	$ 1,431,119	$ 2,242,580	$ 427,370	$ 157,299	384%

SPECIAL ASSESSMENT NOTES

YEAR	Gross Revenues (3)	Less: Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2005	$ 1,365,849	$ -	$ 1,365,849	$ 549,620	$ 154,504	194%
2006	$ 2,220,737	$ -	$ 2,220,737	$ 1,410,788	$ 296,558	130%
2007	$ 2,219,259	$ -	$ 2,219,259	$ 1,473,804	$ 361,977	121%
2008	$ 5,385,234	$ -	$ 5,385,234	$ 1,555,853	$ 358,488	281%
2009	$ 5,771,832	$ -	$ 5,771,832	$ 1,834,303	$ 404,466	258%
2010	$ 6,201,501	$ -	$ 6,201,501	$ 2,003,843	$ 393,964	259%
2011	$ 3,079,904	$ -	$ 3,079,904	$ 1,790,959	$ 294,681	148%
2012	$ 1,872,823	$ -	$ 1,872,823	$ 1,509,919	$ 254,225	106%
2013	$ 921,029	$ -	$ 921,029	$ 870,216	$ 204,483	86%
2014	$ 970,777	$ -	$ 970,777	$ 897,493	$ 174,533	91%

(1) Racetrack and Landfill revenues until 2010. Sales tax revenues from 2011
(2) Electric Franchise Fees
(3) Special Assessments

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

FISCAL YEAR	POPULATION (1)	PERSONAL INCOME (2) (Thousands)	PER CAPITA PERSONAL INCOME (2)	UNEMPLOYMENT RATE (3)
2005	136,443	$ 4,171,833	$ 29,304	3.7%
2006	141,428	$ 4,551,811	$ 31,549	3.1%
2007	145,231	$ 4,843,629	$ 32,782	3.7%
2008	147,730	$ 5,008,693	$ 33,312	5.6%
2009	149,279	$ 5,083,554	$ 33,498	9.1%
2010	151,372	$ 5,222,879	$ 34,357	9.8%
2011	154,901	$ 5,569,461	$ 36,141	9.0%
2012	155,390	$ 5,906,842	$ 37,264	7.5%
2013	157,317	$ 6,079,598	$ 37,739	6.6%
2014	159,785	$ 6,410,610 *	$ 39,538 *	5.4%

* Projected
(1) Florida Legislature, Office of Economic and Demographic Research
(2) US Bureau of Economic Analysis
(3) US Bureau of Labor Statistics

SANTA ROSA COUNTY, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND EIGHT YEARS AGO*
(UNAUDITED)

	2014			2006		
EMPLOYER	**EMPLOYEES**	**RANK**	**PERCENTAGE OF TOTAL EMPLOYMENT**	**EMPLOYEES**	**RANK**	**PERCENTAGE OF TOTAL EMPLOYMENT**
Santa Rosa County School District	2,687	1	3.57%	3,000	1	4.72%
U.S. Government	2,086	2	2.77%	1,999	2	3.15%
State of Florida	1,301	3	1.73%	723	6	1.14%
Wal-Mart Stores	1,282	4	1.70%	1,161	3	1.83%
Santa Rosa County	903	5	1.20%	867	4	1.36%
Baptist Health Systems	580	6	0.77%	850	5	1.34%
Santa Rosa Medical Center	400	7	0.53%	536	7	0.84%
Blackwater River Correctional Facility	400		0.53%			
Publix	359	8	0.48%			
Lowe's	304	9	0.40%			
Mediacom	300	10	0.40%			
L3 Communications				470	8	0.74%
TRX Fulfillment Services				330	9	0.52%
Mold-Ex/Southland Technologies				270	10	0.42%
Total	10,602		14%	10,206		14%
Total employment			75,252			63,539

Source: Santa Rosa County Economic Development Office
* GASB Standard 44 requires data from the current year and nine years ago. That data is not available.

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General government	282	307	316	289	253	265	283	265	273	269
Public safety	537	580	528	464	456	451	450	452	451	451
Physical environment	64	81	67	64	54	56	52	52	46	64
Transportation	139	172	137	126	120	118	109	103	105	111
Economic environment	2	3	3	3	2	2	2	2	2	10
Human services	28	32	29	23	23	24	23	22	23	25
Culture and recreation	37	49	49	45	38	34	35	33	32	35
Total	1,089	1,224	1,129	1,014	946	950	954	929	932	965

Source: Departmental reports.

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Public safety										
Law Enforcement										
Service calls	130,093	125,609	144,537	146,907	151,066	138,576	122,807	122,336	118,150	119,731
DUI arrests	279	243	293	326	303	248	272	175	148	236
Jail inmates	6,901	8,752	8,692	8,234	7,469	7,268	7,301	6,618	6,315	6,577
Physical environment										
Transportation										
Economic environment										
Human services										
Animal Services										
Service calls	8,445	8,113	8,728	8,181	7,911	7,689	7,270	8,100	6,995	7,201
Adoptions	764	730	771	751	794	664	529	517	511	571
Animal visits to shelter	8,047	8,271	8,698	8,751	9,035	8,405	7,857	7,875	7,538	6,592
Culture and recreation										
Libraries										
Items circulated	-	316,285	495,325	558,751	709,116	469,749	466,608	434,571	425,484	434,571
Registered borrowers	-	22,415	29,565	47,919	39,262	47,349	39,422	46,111	51,581	46,111

Indicators are not available for the general government function.

Source: Departmental reports

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

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Public safety										
Sheriff's Officers Vehicles	272	286	301	287	263	260	241	308	282	285
Fire Districts	15	15	15	15	15	15	15	15	15	15
Physical environment										
Landfills	1	1	2	2	2	2	2	2	2	2
Transfer stations	1	1	1	1	1	1	1	1	1	1
Water taps	2,220	2,220	2,188	2,192	2,190	2,190	1,876	1,904	1,904	1,955
Sewer taps	2,210	2,210	2,178	2,181	2,178	2,178	1,864	1,893	1,893	1,942
Transportation										
Airports	1	1	1	1	1	1	1	1	1	1
Airport hangers	13	13	13	15	15	15	16	16	16	16
Economic environment										
Industrial Parks	2	2	2	2	2	2	2	2	2	2
Human services										
Animal Services Vehicles	9	10	9	9	9	10	10	13	10	11
Culture and recreation										
Libraries	-	4	5	5	5	5	5	5	5	5
Items in library collection	-	129,852	131,457	144,843	148,957	149,338	132,626	138,565	149,133	138,565
Parks	56	56	56	56	56	56	56	56	56	56

Indicators are not available for the general government function.

Source: Departmental reports